

CITY OF AKRON
SUMMIT COUNTY, OHIO

SINGLE AUDIT

FOR THE YEAR ENDED
DECEMBER 31, 2023



Rea & associates

www.reacpa.com

OHIO AUDITOR OF STATE
KEITH FABER



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City Council
City of Akron
166 S. High St. Rm 502
Akron, OH 44308

We have reviewed the *Independent Auditor's Report* of the City of Akron, Summit County, prepared by Rea & Associates, Inc., for the audit period January 1, 2023 through December 31, 2023. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Akron 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

October 11, 2024

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City of Akron
Summit County, Ohio

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**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***

To the Honorable Shammias Malik, Mayor and
Stephen F. Fricker, Director of Finance
City of Akron, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Akron, Summit County, Ohio, (the City) as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated August 29, 2024.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001 that we consider to be a material weakness.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an

objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The City's Response to the Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

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

Rea & Associates, Inc.

Rea & Associates, Inc.
Medina, Ohio
August 29, 2024

**Independent Auditor's Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and Report on the Schedule of
Expenditures of Federal Awards Required by the Uniform Guidance**

To the Honorable Shammias Malik, Mayor and
Stephen F. Fricker, Director of Finance
City of Akron, Ohio

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Akron's, Summit County, Ohio (the City) compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2023. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2023.

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

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

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

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

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as items 2023-002 and 2023-003. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be a material weakness.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2023-002 and 2023-003 to be material weaknesses.

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

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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

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

We have audited the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated August 29, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures

applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Rea & Associates, Inc.

Rea & Associates, Inc.
Medina, Ohio
August 29, 2024

CITY OF AKRON, OHIO

**SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023**

Federal Grantor/Pass-Through Grantor/Program Title	Federal AL No.	Pass Through or Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
DEPARTMENT OF AGRICULTURE				
Passed Through the Ohio Department of Health:				
Child Nutrition Cluster:				
Summer Food Service Program for Children	10.559	079111	\$ -	\$ 81,941
Total for Department of Agriculture			<u>-</u>	<u>81,941</u>
DEPARTMENT OF COMMERCE				
Direct Programs:				
Economic Development Cluster:				
Economic Adjustment Assistance	11.307	06-79-06363	-	143,711
Total for Department of Commerce			<u>-</u>	<u>143,711</u>
DEPARTMENT OF EDUCATION				
Passed Through the Ohio Department of Education:				
Twenty-First Century Community Learning Centers	84.287	FY2022-2023-079111	-	100,000
Total for Department of Education			<u>-</u>	<u>100,000</u>
DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
Direct Programs:				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grants/Entitlement Grants	14.218	B-22-MC-39-0001	1,614,571	6,403,113
COVID-19: Community Development Block Grants/Entitlement Grants	14.218	B20MW3-90001	767,047	771,756
Total for CDBG - Entitlement Grants Cluster			<u>2,381,618</u>	<u>7,174,869</u>
Emergency Solutions Grants Program	14.231	E-23-MC-39-0001	568,487	577,273
COVID-19: Emergency Solutions Grants Program	14.231	E-20-MW3-90001	534,319	544,519
HOME Investment Partnership Program	14.239	M-21-MC-39-0206	1,080,038	1,093,592
Continuum of Care Program	14.267	OH056265E061600	180,641	180,641
Lead-Based Paint:				
Lead-Based Paint Hazard Control Program	14.900	OHLHB0735-19	249,195	891,722
Total for Department of Housing and Urban Development			<u>4,994,298</u>	<u>10,462,616</u>
DEPARTMENT OF JUSTICE				
Direct Programs:				
Violence Against Women	16.588	2021-WF-VA2-8503	-	35,000
Public Safety Partnership and Community Policing Grants (CHP)	16.710	2020ULWX0018	-	1,255,614
National Sexual Assault Kit Initiative	16.833	2019-AK-BX-0004	398,387	406,577
National Sexual Assault Kit Initiative	16.833	2020-AK-BX-0043	-	27,409
National Sexual Assault Kit Initiative	16.833	15PBJA-21-GG-04327-SAKI	112,989	347,623
Equitable Sharing Program	16.922	OH0770100	-	242,747
Passed Through the Governor's Office of Criminal Justice Services:				
Project Safe Neighborhood	16.609	2021-PS-PSN-433	-	10,265
Edward Byrne Memorial Justice Assistance - Formula Grants	16.738	2020-DJ-BX-0725	20,411	92,846
Edward Byrne Memorial Justice Assistance - Formula Grants	16.738	15BJA-21_GG-01729-JAGX	-	49,822
Edward Byrne Memorial Justice Assistance - Formula Grants	16.738	15BJA-22-GG-025171-JAGX	-	121,997
Total Passed Through the Governor's Office of Criminal Justice Services			<u>20,411</u>	<u>274,930</u>
Total for Department of Justice			<u>531,787</u>	<u>2,589,900</u>
ENVIRONMENTAL PROTECTION AGENCY				
Direct Programs:				
Great Lakes Program	66.469	00E02825	-	141,224
Great Lakes Program	66.469	00E03030	-	237,688
Total for Great Lakes Program			<u>-</u>	<u>378,912</u>
Passed Through the Ohio Environmental Protection Agency:				
Clean Water State Revolving Fund Cluster:				
Capitalization Grants for Clean Water State Revolving Funds	66.458	OWDA 8540, OWDA 8727, OWDA 10229	-	6,294,290
Total for Environmental Protection Agency			<u>-</u>	<u>6,673,202</u>

CITY OF AKRON, OHIO

**SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023**

Federal Grantor/Pass-Through Grantor/Program Title	Federal AL No.	Pass Through or Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
DEPARTMENT OF TRANSPORTATION				
Passed Through the Federal Aviation Administration:				
Airport Improvement Program	20.106	3-39-0002-026-2023	-	29,282
Airport Improvement Program	20.106	3-39-0002-020-2020	-	139,150
Airport Improvement Program	20.106	3-39-0002-025-2022	-	51,985
Total for Airport Improvement Program			<u>-</u>	<u>220,417</u>
Passed Through the Ohio Department of Public Safety:				
Minimum Penalties for Repeat Offenders for Driving While Intoxicated (DWI)	20.608	69A375223000016400HA	-	3,918
Minimum Penalties for Repeat Offenders for Driving While Intoxicated (DWI)	20.608	IDEP--2023-APD-00057	-	7,756
			<u>-</u>	<u>11,674</u>
Passed Through the Ohio Department of Highway Safety:				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	69A375223000016400HA	-	8,310
State and Community Highway Safety	20.600	STEP-2023-APD-00057	-	26,247
National Priority Safety Programs	20.616	69A3752130000405DOHL	-	6,299
Total for Highway Safety Cluster			<u>-</u>	<u>40,856</u>
Passed Through the Ohio Department of Transportation:				
ODOT - Akron Metropolitan Area Transportation Study - Rideshare	20.205	PID-111432	-	42,405
ODOT - Akron Metropolitan Area Transportation Study - Rideshare	20.205	PID-111433	-	25,764
ODOT - Akron Metropolitan Area Transportation Study - Air Quality	20.205	PID-111428	-	5,386
ODOT - Akron Metropolitan Area Transportation Study - Air Quality	20.205	PID-111429	-	35,963
ODOT - Akron Metropolitan Area Transportation Study -Federal Direct	20.205	PID-116044	-	1,093,265
ODOT - Akron Metropolitan Area Transportation Study -Federal Direct	20.205	PID-118130	-	136,863
Total for Akron Metropolitan Area Transportation Study			<u>-</u>	<u>1,339,646</u>
ODOT -Canton Road Market Street Intersection	20.205	PID-93433	-	158,731
ODOT -Dart and Rand Avenue	20.205	PID-111012	-	445,809
ODOT - East Exchange Complete Streets	20.205	PID-102701	-	707,529
ODOT - Evans Avenue	20.205	PID-80684	-	17,384
ODOT - Goodyear Blvd. Bridge	20.205	PID-112467	-	1,132,741
ODOT - Main Street Corridor	20.205	PID-104042	-	20,425
ODOT - Main Street Corridor Phase 2	20.205	PID-108164	-	1,044,428
ODOT - Riverview Road	20.205	PID-115348	-	700,000
ODOT - South Hawkins Avenue Resurfacing	20.205	PID-108132	-	36,462
ODOT - Tallmadge Avenue	20.205	PID-88556	-	234,535
ODOT - US 224 Massillon Road Intersection	20.205	PID-107203	-	486
Total for Highway Planning & Construction:			<u>-</u>	<u>4,498,530</u>
Total for Department of Transportation			<u>-</u>	<u>6,111,123</u>
DEPARTMENT OF THE TREASURY				
COVID-19: Coronavirus State and Local Fiscal Recovery Funds (ARPA)				
Passed Through the Ohio Office of Management and Budget and Summit County:				
COVID-19: Coronavirus State and Local Fiscal Recovery Funds	21.027	CSLFRF	7,957,354	38,554,599
Passed Through the Ohio Emergency Management Agency:				
COVID-19: ARPA First Responder Wellness, Recruitment, Retention & Resiliency	21.027	AFRR-322-RET	-	1,299,822
COVID-19: ARPA First Responder Wellness, Recruitment, Retention & Resiliency	21.027	AFRR-322-HIR & WELL	-	2,099,467
Passed Through the Ohio Office of Criminal Justice:				
COVID-19: ARPA First Responder Program - Community Violence Intervention	21.027	2022-AR-CCB-1101	-	208,398
COVID-19: ARPA First Responder Program - Community Violence Intervention	21.027	2022-AR-LEP-1068	-	489,197
COVID-19: ARPA First Responder Program - Community Violence Intervention	21.027	2022-AR-LEP-1068S	-	1,478,223
Passed Through the Ohio Department of Development:				
COVID-19: ARPA Water and Wastewater Infrastructure Program	21.027	N/A	-	1,491,093
Total for Department of Treasury			<u>7,957,354</u>	<u>45,620,799</u>
EXECUTIVE OFFICE OF THE PRESIDENT				
Office of National Drug Control Policy				
Passed Through the City of Shaker Heights, Ohio:				
High Intensity Drug Trafficking Area	95.001	N/A	-	24,747
Total for Executive Office of the President			<u>-</u>	<u>24,747</u>

CITY OF AKRON, OHIO

**SUPPLEMENTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED DECEMBER 31, 2023**

Federal Grantor/Pass-Through Grantor/Program Title	Federal AL No.	Pass Through or Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
DEPARTMENT OF HOMELAND SECURITY				
Passed Through the Ohio Emergency Management Agency:				
Hazard Mitigation Grant Program	97.039	FEMA-DR-4424-OH	-	182,624
Direct Programs:				
Staffing for Adequate Fire and Emergency Response 2020	97.083	EMW-2020-FF-00837	-	2,552,380
From the Federal Emergency Management Agency:				
Assistance to Firefighters Grant	97.044	EMW-2020-FG-10592	-	93,543
Assistance to Firefighters Grant	97.044	EMW-2021-FG-07196	-	105,893
Total for Department of Homeland Security			-	2,934,440
TOTAL EXPENDITURES OF FEDERAL AWARDS			\$ 13,483,439	\$ 74,742,479

See notes to schedule of expenditures of federal awards.

**CITY OF AKRON, OHIO
SUMMIT COUNTY**

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

1. BASIS OF PRESENTATION

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

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The City has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance. Pass-through numbers are presented where available.

3. SUBRECIPIENTS

The City passes certain federal awards received from the state and federal government to other governments, not-for-profit organizations or non-federal agencies (subrecipients). As Note 2 describes, the City reports expenditures of Federal awards to subrecipients when paid in cash. As a subrecipient, the City has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals.

4. MATCHING REQUIREMENTS

Certain federal programs require that the City contribute non-federal (matching) funds to support the federally funded programs. The City believes it has complied with the matching requirements. The expenditure of non-federal matching funds is not included on the accompanying Schedule.

CITY OF AKRON
SUMMIT COUNTY, OHIO
Schedule of Findings & Questioned Costs
2 CFR Section 200.515
December 31, 2023

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unmodified
<i>(d)(1)(ii)</i>	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(ii)</i>	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material weaknesses in internal control reported for major federal programs?	Yes
<i>(d)(1)(iv)</i>	Were there any significant deficiencies in internal control reported for major federal programs?	None Reported
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unmodified
<i>(d)(1)(vi)</i>	Are there any reportable findings under 2 CFR § 200.516(a)?	Yes
<i>(d)(1)(vii)</i>	Major Programs (list): COVID-19 Emergency Solutions Grants Program COVID-19: Coronavirus State and Local Fiscal Recovery Funds (ARPA) Staffing for Adequate Fire and Emergency Response 2020 CDBG – Entitlement Grants Cluster	AL#: 14.231 21.027 97.083 14.218
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$2,242,274 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee under 2 CFR §200.520?	No

CITY OF AKRON
SUMMIT COUNTY, OHIO
Schedule of Findings & Questioned Costs (Continued)
2 CFR Section 200.515
December 31, 2023

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

Finding: 2023-001

Material Weakness – Internal Control Over Financial Reporting

Criteria: According to Clarified Statements on Auditing Standards, management is responsible for producing financial statements that are prepared, in all material respects, in accordance with generally accepted accounting principles (GAAP) (AU-C 260.10).

Condition: There were material audit adjustments and reclassifications made to the financial statements presented for audit.

Context/Cause: The City did not have sufficient controls in place to ensure that financial statements filed in the Hinkle System were materially correct. The internal controls over the final review of the financial statements did not identify material misstatements described below.

Effect: The items identified above resulted in the following adjustments to the financial statements:

- Various Purpose Funding Fund: Adjustment of \$8,209,462 to reclassify public service expenditures to public safety expenditures.
- Water Fund: Increased noncurrent bonds, notes, and loans payable by \$2,878,672 and decreased current bonds, notes, and loans payable by \$2,878,672.
- Sewer Fund: Decreased noncurrent bonds, notes, and loans payable by \$2,878,672 and increased current bonds, notes, and loans payable by \$2,878,672.
- Special Assessment Fund: Decreased special assessment receivable by \$5,232,117 and decreased deferred inflows of resources by \$5,232,117.

Recommendation: The City should implement procedures to ensure that all appropriate journal entries and adjustments are made prior to the commencement of the audit.

Management’s Response: See corrective action plan.

CITY OF AKRON
SUMMIT COUNTY, OHIO
Schedule of Findings & Questioned Costs (Continued)
2 CFR Section 200.515
December 31, 2023

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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Finding Number: 2023-002

Federal Program: Staffing for Adequate Fire and Emergency Response 2020
Federal Award Identification Number and Year: EMW-2020-FF-00837, 2021
Assistance Listing Number (ALN): 97.083
Federal Awarding Agency: Federal Emergency Management Agency
Pass-through Entity: None
Repeat Finding: No

Material Weakness and Noncompliance – Reporting

Criteria: Unless otherwise approved by OMB, the Federal awarding agency must solicit only the OMB-approved governmentwide data elements for collection of financial information (at time of publication the Federal Financial Report or such future, OMB-approved, governmentwide data elements available from the OMB-designated standards lead. This information must be collected with the frequency required by the terms and conditions of the Federal award, but no less frequently than annually nor more frequently than quarterly except in unusual circumstances. (2 CFR 200.328).

Programmatic reports must be submitted through the Federal Emergency Management Agency’s (FEMA) GO portal no later than January 30 (for the period of July 1 – December 31) and no later than July 30 (for the period of January 1 – June 30). (FEMA Grant Programs Directorate Information Bulletin Number 468, dated April 4, 2022).

Condition: The City did not file the required reports within the timeframes above.

Questioned Costs: None.

Identification of How Questioned Costs Were Computed: N/A

Context: The City submitted its programmatic report due July 30, 2023 on December 1, 2023. The City submitted its programmatic report due January 30, 2024 on March 30, 2024.

Cause and Effect: The City did not submit the required programmatic reports within the required timeframes.

Recommendation: The City should implement controls and processes to ensure that the required reports are submitted timely.

Views of Responsible Officials and Corrective Action Plan: See Corrective Action Plan.

CITY OF AKRON
SUMMIT COUNTY, OHIO
Schedule of Findings & Questioned Costs (Continued)
2 CFR Section 200.515
December 31, 2023

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
--

Finding Number: 2023-003

Federal Program: CDBG – Entitlement Grants Cluster

Federal Award Identification Number and Year: B-22-MC-39-0001, 2022; B-20-MW-39-0001, 2020

Assistance Listing Number (ALN): 14.218

Federal Awarding Agency: Department of Housing and Urban Development

Pass-through Entity: None

Repeat Finding: No

Material Weakness and Noncompliance – Reporting

Criteria: Unless otherwise approved by OMB, the Federal awarding agency must solicit only the OMB-approved governmentwide data elements for collection of financial information (at time of publication the Federal Financial Report or such future, OMB-approved, governmentwide data elements available from the OMB-designated standards lead. This information must be collected with the frequency required by the terms and conditions of the Federal award, but no less frequently than annually nor more frequently than quarterly except in unusual circumstances. (2 CFR 200.328).

The Quarterly Cash on Hand report must be submitted to the respective field office within 30 days after the end of the reporting period.

Condition: The City did not file the required reports within the timeframes above.

Questioned Costs: None.

Identification of How Questioned Costs Were Computed: N/A

Context: The City submitted its Quarter 3 financial reports due July 30, 2023 on August 4, 2023.

Cause and Effect: The City did not submit the required financial reports within the required timeframe.

Recommendation: The City should implement controls and processes to ensure that the required reports are submitted timely.

Views of Responsible Officials and Corrective Action Plan: See Corrective Action Plan.

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SHAMMAS MALIK, MAYOR

DEPARTMENT OF FINANCE

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 PH: (330) 375-2316

**Corrective Action Plan
 December 31, 2023**

Finding Number	Condition	Contact Person – Anticipated Completion Date	Planned Corrective Action
2023-001	There were material audit adjustments and reclassifications made to the financial statements presented for audit.	Stephen F. Fricker, Director of Finance December 31, 2024	The City will implement additional review procedures to minimize adjustments.
2023-002	The City did not file the required reports within the timeframes above.	Stephen Kaut, Deputy Fire Chief December 31, 2024	The City will implement additional control procedures to ensure all reports are filed in a timely manner.
2023-003	The City did not file the required reports within the timeframes above.	Helen Tomic, Long Range Planning Manager December 31, 2024	The City will implement additional control procedures to ensure all reports are filed in a timely manner.

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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
2 CFR Section 200.511(b)
December 31, 2023

Finding Number	Finding Summary	Status	Additional Information
2022-001	Significant Deficiency: Passed audit adjustments to multiple reporting line items of the financial statements.	Not Corrected	The City took steps to properly record lease activity; however, several audit adjustments were identified in other areas during the current year audit. Management will continue to implement review processes for the financial statements.



Annual Comprehensive Financial Report



City of Akron, Ohio

For the Fiscal Year Ended December 31, 2023

City of Akron, Ohio
Shammas Malik, Mayor

ANNUAL COMPREHENSIVE
FINANCIAL REPORT



For the Fiscal Year Ended December 31, 2023

Issued by the Department of Finance



ELECTED AND APPOINTED OFFICIALS

As of August 2024

Shammas Malik, Mayor

COUNCIL MEMBERS

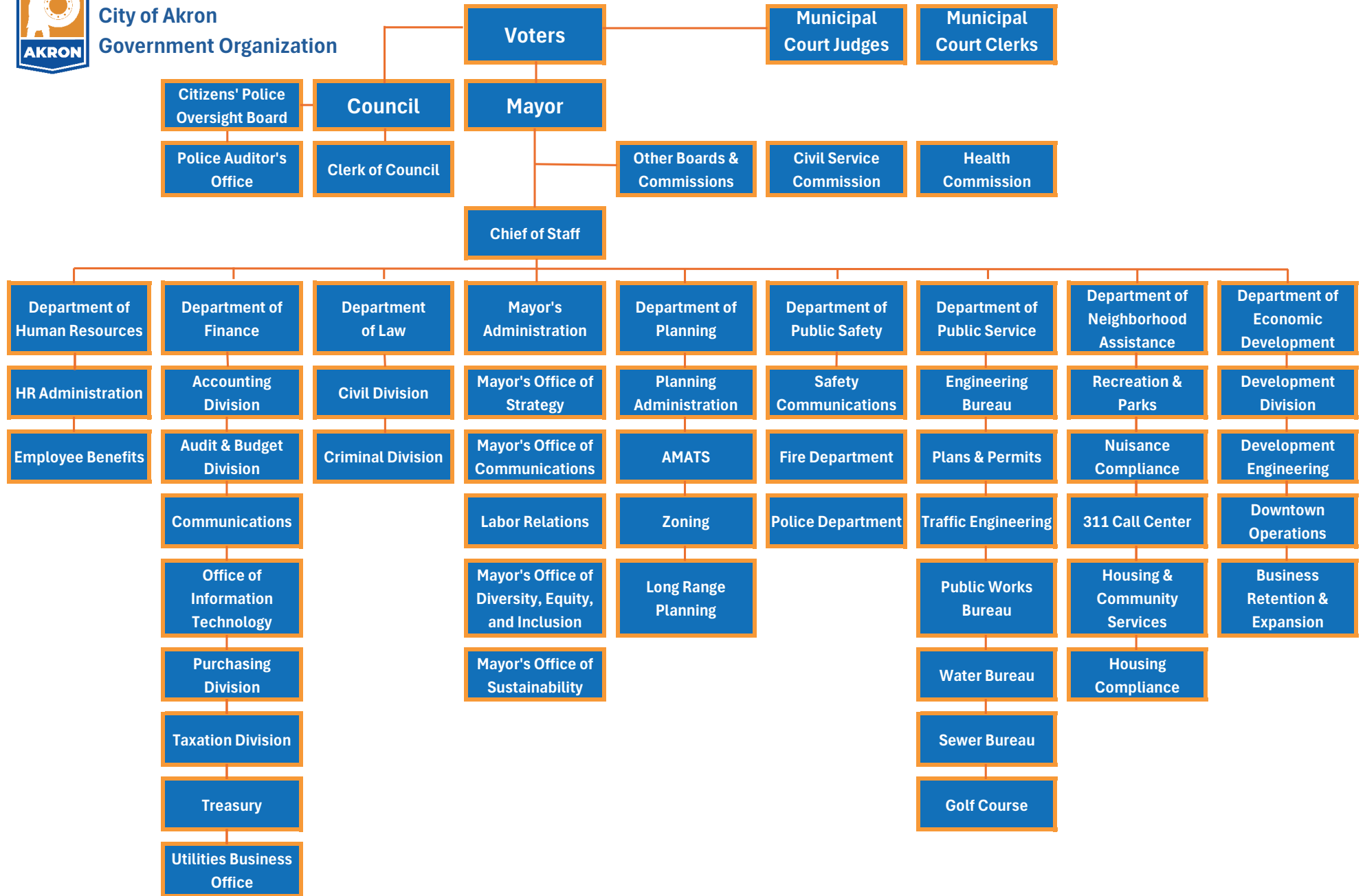
Samuel D. DeShazior	1st Ward
Phil Lombardo	2nd Ward
Margo M. Sommerville, Council President	3rd Ward
Jan Davis	4th Ward
Johnnie Hannah	5th Ward
Brad McKittrick	6th Ward
Donnie J. Kammer	7th Ward
Bruce Bolden	8th Ward
Tina R. Boyes	9th Ward
Sharon L. Connor	10th Ward
Jeff Fusco	Councilman-at-Large
Linda F. R. Omobien	Councilwoman-at-Large
Eric D. Garrett, Sr.	Councilman-at-Large

CABINET OF THE MAYOR

Brittany Grimes Zaehring	Chief of Staff
Nanette Pitt	Chief of Strategy
Montrella S. Jackson	Director of Human Resources
Stephen F. Fricker	Director of Finance
Michael P. Wheeler	Deputy Director of Finance
Deborah S. Matz	Director of Law
Brian T. Angeloni	Deputy Director of Law
Esther L. Thomas	Director of Diversity, Equity, and Inclusion
Frank A. Williams	Director of Labor Relations
Stephanie Marsh	Director of Communications
Casey Shevlin	Director of Sustainability and Resiliency
Kyle Julien	Director of Planning
Christopher D. Ludle	Director of Public Service
Eufrancia G. Lash	Deputy Director of Public Service
Suzie Graham Moore	Director of Economic Development
Sean Vollman	Deputy Director of Economic Development



2024
City of Akron
Government Organization



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**CITY OF AKRON, OHIO
ANNUAL COMPREHENSIVE FINANCIAL REPORT
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DEPARTMENT OF FINANCE

200 Municipal Building / 166 South High Street / Akron, Ohio 44308
PH: (330) 375-2316

August 29, 2024

To the Residents of the City of Akron, Ohio,
Mayor Malik, and City Council Members:

I am pleased to submit the Annual Comprehensive Financial Report (ACFR) of the City of Akron for the year ended December 31, 2023. This report presents financial and operating information about the City's activities during 2023 that should be useful to citizens and taxpayers. The report, prepared by the Department of Finance, contains a comprehensive analysis of the City's financial position and activities for the year.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City of Akron. To the best of our knowledge and belief, the enclosed data is accurate in all material respects; it is presented in a manner designed to fairly set forth the financial position and results of operations of the City as measured by the financial activity of our various funds; and all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activities have been included.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that has been established for this purpose. The cost of internal control should not exceed anticipated benefits; therefore, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. The Audit and Budget Division prepared all of the financial statements and assisted the external independent auditors in their performance of the annual audit. The Treasury Division assisted in drafting the statistical section.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to

complement the MD&A and should be read in conjunction with it. The City of Akron's MD&A can be found immediately following the Independent Auditor's Report.

As background for the reader of this report, the City of Akron is a charter city. The City is the fifth largest Ohio municipality in terms of population based on the 2020 Census population of 190,469. The City's land area is approximately 62.03 square miles and is located in the northeastern region of the state in the County of Summit.

The City is directed by a mayor and council form of government. Legislative authority is vested in a 13-member Council, three members of which are elected at-large and ten by wards. The Council determines the compensation of City officials and employees and enacts members' ordinances and resolutions relating to City services, tax levies, appropriation and borrowing of money, licensing and regulating businesses and trades, and other municipal purposes.

The Mayor is elected for a four-year term and has the responsibility as the City's chief executive and administrative officer. The Mayor may veto any legislation passed by Council. A veto may be overridden by a two-thirds vote of all members of Council. The Director of Finance is appointed by the Mayor and serves as the City's chief financial officer and chief accounting officer. The Director of Finance has comprehensive responsibility for the City's fiscal activities, including budget preparation and control, payroll and general accounting, investment and debt management, purchasing, local income tax administration, utility revenue collection and financial reporting.

The City provides the full range of municipal services mandated by statute or charter, including police and fire protection, health, parks, recreation, street maintenance, planning, zoning and other general government services. The City has management control of the following enterprise activities: water, sewer, oil and gas development, golf course, airport and off-street parking.

Economic Conditions and Outlook

The COVID-19 pandemic has upended the world and has dramatically impacted the United States. From unprecedented and tragic loss of life to historic job loss, this worldwide crisis continues to significantly impact the way people work, play and engage with one another. The City of Akron has been affected due to the impact on our residents, businesses and the increased need for municipal services (including, but not limited to, first responder and other critical services).

Major revenue sources for the City continue to be the City's income tax, property taxes, local fees, charges for services, and state-shared local government revenue. The City's cash income tax collections increased by approximately 7.66% in 2023. On a cash basis for 2023, property taxes in the general fund increased by 3.43% and the state's local government revenue to the City increased by approximately 0.94%. Despite the pandemic, the City of Akron remains in a stable financial position due to assistance from the federal government. In May 2021, the City received \$72,688,813 in federal funds from the American Rescue Plan Act (ARPA) and an additional \$72,688,813 in June of 2022. These funds will be utilized in part as revenue replacement as well as to continue to respond to the COVID-19 emergency and to bring equitable economic recovery to Akron.

Long-term Financial Policies

Unassigned fund balance in the general fund is 15.16% of the general fund expenditures. The general fund of the City does not have a specified unassigned fund balance target. The recommended level of unassigned fund balance will be determined as needed and as recommended by officials and approved by Council when necessary.

The City completes a five-year capital budget that is updated annually. In this document, the City attempts to forecast its capital requirements for the next five years.

Relevant Financial Policies

The City has a charter requirement that the 2% income tax (the City's largest revenue source) used specifically for City services, be allocated so that 73% of net revenue is used for operations and the balance is used for capital needs. The passage of Issue 4 that went into effect January 2018 increased the Akron income tax rate by 0.25%. This tax increase will fund police, fire, emergency medical services and roads.

Major Initiatives

The major initiatives for the City of Akron can be summarized as follows: complete major construction projects, expand economic opportunity and entrepreneurship, redevelop neighborhoods, empower Akron families financially and build a more inclusive and equitable Akron. The \$145 million in federal support from the American Rescue Plan Act (ARPA) funds that Akron received will focus on recovery and revitalization in 2023. ARPA funds will be spent on six areas in critical need of investment for the City of Akron. They are housing, public utility support, local economic recovery, youth violence prevention, parks and public facilities, and City IT and budget stabilization.

The City's administration re-affirmed its commitment to investing in infrastructure through city and capital improvements. With the help of the Safety and Streets Income Tax, the City of Akron completed paving another 54 miles of roadways in 2023. This is an addition to the more than 300 miles of Akron roadway that were repaved over the past six years. Since its passage in November 2017, the .25% Safety and Streets income tax ("Issue 4"), has brought in over \$101 million in new funding to support Akron police, fire, and roads. These additional funds have supported the construction of two new fire stations, purchased new body cameras, safety equipment and vehicles, and re-opened the Akron Police Academy.

The City is committed to ensuring safety and cleanliness throughout its neighborhoods. A traffic calming program was implemented to reduce speeding and enhance safety. 21 speed tables were placed throughout 11 different locations throughout all 10 Wards. In March of 2023, the City began cracking down on illegal tire dumping. 3-1-1 services allow residents to place up to 4 tires per year on their curbs for pick up, resulting in over 12,800 pick ups for 2022, costing around \$54,000. In 2023 they collected over 8,300 tires, costing just under \$43,000, but aims to get back to totals more in line with 2022. The City also allocated \$4 million to support the Well CDC's Housing Rehab Program in Middlebury. This program will purchase and rehab over 58 homes between 2023 and 2025. Perkins Woods Pool was re-opened in August of 2023, after undergoing \$6 million in renovations.

Construction began on Fire Station No. 12 in May of 2023. This is a \$9.5 million project that is scheduled to be completed in 2024. This station will have 9 beds, and a team of 6 firefighters/medics, an Engine, and a medical unit. There will also be equipment decontamination facilities in this new station, as well as an air drying hose tower.

The City of Akron's 2023 Annual Consolidated Action Plan prioritizes the Federal Department of Housing and Urban Development spending, including Community Development Block Grant funding, HOME Investment Partnership Grant funding and Emergency Solutions Grant funding. The 2023 plan represents the fourth year of the Five-Year Consolidated Strategy and Plan for 2020-2024. The five-year strategy identifies the City's need for affordable housing, community development and homeless assistance. The goals of the program are to assist primarily low and moderate-income persons, to improve existing housing, develop affordable housing, expand economic opportunity and aid the homeless. Additional benefits to the community have been the completion of Morgan Park, Hyre Park, Lion's Park and Boss Park. These parks received new playground equipment and various other upgrades through the Akron Parks Collaborative. Green space in urban settings provide both mental, social and physical health benefits. Quality parks are essential for the health and vitality of Akron's neighborhoods.

Reporting Standards

The City's accounts are organized as funds. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets and deferred outflows of resources, liabilities and deferred inflows of resources, and fund balance/equity. Following are the titles of these fund types with a brief description.

Governmental funds:

General Fund – The General Fund is the general operating fund of the City and is appropriated. It is used to account for all financial resources traditionally associated with government that are not required to be accounted for in another fund.

Special Revenue Funds – The Special Revenue Funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. City ordinances or federal or state statutes specify the uses and limitations of each Special Revenue Fund. During 2023, the City had 23 Special Revenue Funds.

Debt Service Funds – The Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs. During 2023, the City had seven Debt Service Funds.

Capital Projects Funds – The Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital facilities other than those financed by proprietary funds. During 2023, the City had six Capital Projects Funds.

Permanent Funds – The Permanent Funds are used for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting governments. The City does not have any Permanent Funds.

Proprietary funds:

Enterprise Funds – The Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises, in that the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City has six Enterprise Funds.

Internal Service Funds – The Internal Service Funds are used to account for the financing of goods or services provided by one division or agency to other divisions or agencies of the government, generally on a cost-reimbursement basis. The City has seven Internal Service Funds.

Fiduciary funds:

Custodial Funds – The Custodial Funds are used to account for assets held by the City for individuals, private organizations, or other governments. During 2023, the City had seven Custodial Funds.

Other Fiduciary Funds – The Other Fiduciary Funds include pension trust funds and investment trust funds. The City does not utilize any such Other Fiduciary Funds.

Basis of Accounting:

Except for budgetary purposes, the basis of accounting used by the City conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units and is consistent with Governmental Accounting Standards Board (GASB) Cod. Sec. 1600, “Basis of Accounting.” All governmental funds are accounted for using a current financial resources-current assets and current liabilities measurement focus. The modified accrual basis of accounting is utilized for governmental funds. Revenues are recognized when they are susceptible to accrual (both measurable and available). Expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due.

The measurement focus on the City’s proprietary and fiduciary funds is on the flow of total economic resources (all assets and liabilities). The accrual basis of accounting (revenues are recognized when earned and expenses when incurred) is utilized by the City in its proprietary funds.

The City’s basis of accounting for budgetary purposes differs from GAAP in that revenues are recognized when received rather than when susceptible to accrual (measurable and available), and encumbrances are included as expenditures rather than as an allocation of fund balances.

Accounting policies are further explained in Note 1 to the basic financial statements.

Cash Management

Effective cash management is recognized as essential to good fiscal management. The primary objectives of the City's investment activities are the preservation of capital and the protection of investment principal. The Treasurer's Office within the Department of Finance invests all cash, following the City's own investment ordinance, in various securities which consist of fixed-rate City bonds and notes, certificates of deposit, fully collateralized repurchase agreements, and U.S. government obligations. The City's investment ordinance was modified in late 1986 to take advantage of State of Ohio investment opportunities. However, the local investment policy continues to be conservative with the highest priority given to safeguarding assets. For 2023, investment interest income averaged a yield of 4.475% compared to a yield of 2.799% in 2022. The interest earnings are maximized by investing to projected payment dates on a competitive bid basis and by investing bank balances daily.

Risk Management

The City has been self-insured for liability coverage for non-auto-related incidents since 1985. This program was established in response to the dramatic rise in premiums in the mid-1980's and the increases in exclusions written into standard insurance policies. Additionally, the City is primarily self-insured for employee medical benefits, including major medical, dental, and vision care. This has proven to be the most cost-effective program for this type of coverage. The City also has in place reserve funds for workers' compensation and medical benefits. For other types of coverage, such as property insurance, airport liability, employee life, auto liability, and boiler and machinery coverage, the City has secured traditional insurance. The City is assisted in its insurance program by an independent consulting firm that does not underwrite insurance but has expertise in the insurance industry. The City relies on the advice offered by the consultant in securing any insurance.

Pension

The City contributes to two state-administered retirement plans covering various groups of City employees. Uniform police and fire employees participate in the statewide Ohio Police and Fire Pension Fund. Substantially, all other City employees participate in the statewide Ohio Public Employees Retirement System (OPERS). The City's total contributions to these plans were equal to 100% of the required employer contributions for the year. In accordance with GASB Statement No. 68 and GASB Statement No. 75, the City's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's *change* in net pension liability/assets and net OPEB liability/assets not accounted for as deferred inflows/outflows.

Independent Annual Audit

This report is subject to review and acceptance by the Auditor of State's office, and the requirements of Ohio Revised Code § 117.25 are not met until the Auditor of State certifies this report. This process will be completed by the Auditor of State in a reasonable timeframe and reports are subject to change if the Auditor of State determines that modification of a report is necessary to comply with required accounting or auditing standards or Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards.

In 2023, Rea & Associates, Inc., was contracted to perform the audit of the City of Akron for a period of five years. We appreciate the cooperation of State Auditor Keith Faber and Rea & Associates, Inc. in completing the City's audit in a timely and highly professional manner.

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Akron, Ohio, for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to program standards. Such an ACFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The City of Akron, Ohio, has received Certificates of Achievement for the last 39 consecutive years (1984 through 2022). We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments

The 2023 Annual Comprehensive Financial Report could not have been accomplished without the dedication of the professionals in the Audit and Budget Division of the Department of Finance. Special acknowledgment must go to the Audit and Budget staff for the many hours of quality service they have provided to the City in the formulation of this report. I further wish to thank you, Mayor, for continuing to provide to the department the necessary support and leadership required to enhance the City's overall fiscal position and its financial reporting practices. We trust that this timely, complete, and fully readable Annual Comprehensive Financial Report satisfies your needs and those of City Council for responsible financial planning and reporting.

Respectfully,



Stephen F. Fricker
Director of Finance

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Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Akron
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO

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Independent Auditor's Report

To the Honorable Shammias Malik, Mayor and
Stephen F. Fricker, Director of Finance
City of Akron, Ohio

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Akron, Summit County, Ohio, (the City) as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of December 31, 2023, and the respective changes in its financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, budgetary schedules, and pension and other post-employment benefit schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 29, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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.

Rea & Associates, Inc.

Rea & Associates, Inc.
Medina, Ohio
August 29, 2024

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CITY OF AKRON, OHIO MANAGEMENT'S DISCUSSION AND ANALYSIS

Management's discussion and analysis of the City of Akron, Ohio financial performance provides an unaudited overview of Akron's financial activities for the fiscal year ended December 31, 2023. Please read it in conjunction with the transmittal letter on page 8 and the City's financial statements, which begin on page 41.

FINANCIAL OVERVIEW

- The assets and deferred outflows of the City of Akron, Ohio exceeded its liabilities and deferred inflows at December 31, 2023 by \$811,133,731 (net position). Of this amount, \$8,818,957 is restricted for debt service, \$19,449,399 is restricted for community learning centers, \$21,184,593 is restricted for capital projects, \$39,856,961 is restricted for program purpose, and \$974,651 is restricted for net pension asset.
- The unrestricted net position is primarily the result of the City's implementation of Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement 27* (GASB 68) in 2015 and in 2018. 75 (GASB 75), *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* in 2018. As of December 31, 2023, the City reports a net pension liability of \$362,302,250 and \$33,955,603 and net pension assets of \$717,289 and \$257,362 for governmental and business-type, respectively. Additionally, a net OPEB liability of \$79,006,661 and \$3,113,688 are reported for the governmental and business-type, respectively.
- The City's total net position increased by \$1,793,512 during the current year. Governmental activities total net position increased by \$2,218,344 and the business-type activities total net position decreased by \$424,832. This reflects a net improvement in the overall financial position of the City.
- As of the close of the current fiscal year, the City of Akron's governmental funds reported combined ending fund balances of \$114,371,581, an increase from the prior year which is attributed to the increase in investment earnings and charges for services. A portion of these revenues are being used to fund the payment of expenditures as reflected in public service and public safety expenditures for service costs.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$27,760,358 or 15.16% of total General Fund expenditures.
- The City of Akron's total debt outstanding increased by \$10,081,929 (0.82%) during the current year. During 2023, the City issued \$2,705,894 in Special Assessment - Direct Placements for resurfacing and improvements. Additionally, there were OWDA loans issued for the cost of improving the Water System totaling \$12,224,250 and the Sewer System totaling \$58,248,165.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Akron's basic financial statements. The City of Akron's basic financial statements are comprised of the following: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to

the financial statements. This report also contains required and other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the City of Akron's finances in a manner similar to a private sector business.

The statement of net position presents information on all of the City of Akron's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of the financial position of the City of Akron.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Akron that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City of Akron include general government, public service, public safety, community environment, public health, and recreation and parks. The business-type activities of the City of Akron include water, sewer, oil and gas, golf course, airport, and off-street parking operations.

The government-wide financial statements can be found on pages 41–42 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Akron, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Akron can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund

statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City of Akron maintains 37 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, the Community Learning Centers (CLC) Fund, the Income Tax Capital Improvement Fund, the Special Assessment Fund, and the Various Purpose Funding Fund, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City of Akron adopts an annual appropriated budget for its General Fund, special revenue funds, some debt service, enterprise and internal service funds. The General Fund, Community Learning Centers Fund, Income Tax Capital Improvement Fund, the Special Assessment Fund, and the Various Purpose Funding Fund budgetary schedules (non-GAAP budgetary basis) have been provided as Required Supplementary Information (RSI) to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 43-46 of this report.

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

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. The City implemented GASB 63 – *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position* and also GASB 65 *Items Previously Reported as Assets and Liabilities*. The standard establishes a basis to reclassify certain items that were previously reported as assets and liabilities and instead classify them as Deferred Inflows of Resources, Deferred Outflows of Resources, or as outflows of resources.

Fund balances are the differences between assets and deferred outflows and liabilities and deferred inflows in governmental funds. 1) Nonspendable fund balance includes amounts that are not in spendable form, or amounts that are required to be maintained intact. 2) Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by external providers, such as grantors or bondholders, as well as amounts that are restricted through enabling legislation. 3) Committed fund balance includes amounts that can be used only for the specific purposes that are determined by a formal action of the City's highest level of decision making authority. 4) Assigned fund balance applies to amounts that are intended for specific purposes as expressed by the governing body or authorized official and applies to remaining resources in any governmental funds other than the General Fund. 5) Unassigned fund balances include all amounts not contained in other classifications for the General Fund and deficit fund balances in any other governmental funds.

As of the end of the current fiscal year, the City's total governmental funds reported an ending fund balance of \$114,371,581, an increase of \$3,300,587 in comparison with the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 15.16% of total General Fund expenditures, while total fund balance represents 16.69% of that same amount.

Proprietary Funds. The City of Akron maintains two different types of proprietary funds: enterprise and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City of Akron uses enterprise funds to account for its water, sewer, oil and gas, golf, airport, and off-street parking operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City of Akron's various functions. The City of Akron uses internal service funds to account for its motor equipment, medical self-insurance, workers' compensation self-insurance, other self-insurance costs, information technology (responsible for all data processing and computer operations of the City), telephone system (with outside cable plant consisting of underground and aerial wires and telephone cables), and engineering bureau (responsible for design and construction for City streets, sidewalks, sewer and water utilities, bridges, and City facilities). Because most of the internal services predominantly benefit governmental rather than business-type functions, they have been included within the governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water, Sewer, and Off-Street Parking funds, which are considered to be major funds of the City of Akron. Conversely, the internal service funds are combined into a single aggregated presentation in the proprietary fund financial statements. Individual fund data for the nonmajor enterprise and the internal service funds is provided in the form of combining statements elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 47–49 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Akron's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 50–51 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 52-137 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain Required Supplementary Information (RSI) concerning the City of Akron's General Fund, Community Learning Centers Fund, Income Tax Capital Improvement

Fund, Special Assessment Fund, and Various Purpose Funding Fund budgetary comparison. Also included are three required schedules related to the City's participation in two state pension and OPEB plans. The Schedule of City's Proportionate Share of Net Pension Liability includes a history of the City's proportionate share of the collective net pension liability for each state pension fund. The Schedule of City Contributions to State Pension and OPEB Funds includes a history of contractually required contributions compared to contributions made. The Schedule of the City's Proportionate Share of Net OPEB Liability includes a history of the City's proportionate share of the collective net OPEB liability/asset for each state pension fund. Additionally, the Schedule of Contributions to the City of Akron's OPEB Plan includes a history of contributions made. Required Supplementary Information (RSI) can be found on pages 139-154 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, enterprise funds and internal service funds are presented immediately following the RSI and can be found on pages 157-220 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Akron, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$811,133,731 at the close of the most recent fiscal year.

By far the largest portion of the City of Akron's net position reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. The City of Akron uses these capital assets to provide services to the citizens; consequently, these assets are not available for future spending. Although the City of Akron's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

The City's overall net position increased by \$1,793,512 during the current year; the net position of the governmental activities increased by \$2,218,344 and the business-type activities, total net position decreased by \$424,832. In addition, 1% of the City of Akron's net position is restricted for the payment of debt service, 2.40% is restricted for community learning center activity and 7.65% is restricted for other purposes.

Summary Statement of Net Position
as of December 31, 2022 and 2023
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Assets:						
Current and other assets	\$ 422,645	\$ 374,264	\$ 133,254	\$ 111,301	\$ 555,899	\$ 485,565
Capital assets	1,127,993	1,132,981	1,268,386	1,320,779	2,396,379	2,453,760
Total assets	\$ 1,550,638	\$ 1,507,245	\$ 1,401,640	\$ 1,432,080	\$ 2,952,278	\$ 2,939,325
Deferred outflows	90,732	157,459	4,592	16,273	95,324	173,732
Total assets and deferred outflows	\$ 1,641,370	\$ 1,664,704	\$ 1,406,232	\$ 1,448,354	\$ 3,047,602	\$ 3,113,057
Liabilities:						
Long-term liabilities	829,699	950,995	783,144	821,826	1,612,843	1,772,821
Other liabilities	220,987	204,048	58,750	78,688	279,737	282,737
Total liabilities	\$ 1,050,686	\$ 1,155,043	\$ 841,894	\$ 900,514	\$ 1,892,580	\$ 2,055,557
Deferred inflows	322,490	239,248	23,192	7,118	345,682	246,366
Total liabilities and deferred inflows	\$ 1,373,176	\$ 1,394,291	\$ 865,086	\$ 907,632	\$ 2,238,262	\$ 2,301,924
Net position:						
Net investment in capital assets	601,393	635,418	468,805	497,986	1,070,198	1,133,404
Restricted	86,842	86,735	6,526	3,549	93,368	90,285
Unrestricted (deficit)	(420,041)	(451,741)	65,815	39,186	(354,226)	(412,555)
Total net position	\$ 268,194	\$ 270,412	\$ 541,146	\$ 540,721	\$ 809,340	\$ 811,134

For fiscal year 2018, the City adopted GASB Statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability, and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

Governmental Accounting Standards Board (GASB) standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability or net OPEB liability. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements. GASB 68 and GASB 75 require the net pension liability and the net OPEB liability to equal the City's proportionate share of each plan's collective:

1. Present value of estimated future pension/OPEB benefits attributable to active and inactive employee's past service;
2. Minus plan assets available to pay these benefits

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

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

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. 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, investments returns, and other changes are insufficient to keep up with the required nature of how the net pension liability and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

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

Governmental Activities. Changes in net position before transfers was an increase in the amount of \$3,735 (in thousands).

For the governmental activities, the unrestricted deficit results from having insufficient assets set aside for long-term obligations such as pension liability, compensated absences, and OPEB liability. The City finances such obligations on a year-to-year basis as they come due and also has ongoing capital projects that are debt-financed.

The following table (in thousands) shows total revenues for 2023 were \$445,913 which reflects an increase from the prior year. Charges for services reflect an increase of \$4,901 which stems from stabilization of services since the impact of the COVID-19 pandemic on the past several years. During 2021 and 2022 the City received American Rescue Plan Act (ARPA) funding

totaling more than \$145 million, which has been recorded as unearned revenues and is recognized when earned, is reflected in the increase in operating grants and contributions as progress for the City's various ARPA projects moves forward. Investment earnings also increased by \$8,623 relating to interest earned on ARPA cash proceeds and higher investment yields during 2023. Income taxes showed an increase of \$6,587 as collections were higher than prior year while refunds were also lower. Property taxes decreased by \$5,266 which is directly attributed to a change in classification of homestead and rollback collections which pass through the State and are now being classified as Shared revenues rather than Property taxes. Despite the additions created by the classification change, shared revenues had an overall decreased of \$207 relating to completion of the 20-year Community Learning Centers (CLC) joint construction project with APS and the State. Miscellaneous revenues decreased by \$5,846 due to large one-time deposits which occurred during 2022 including the closeout and receipt of a trust account balance, as well as local reimbursements relating to capital projects which did not reoccur in 2023.

Total Governmental expenses for 2023 were higher than 2022 by approximately \$46,488. General government reflected a decrease of \$8,772 due to a significant reduction of income tax refunds and one-time construction fee relating to the Ocask lease agreement during 2022. The decrease in Public service of \$9,186 and increase in Public Safety for \$58,500 relates to 2023 changes in the Ohio Public Employees Retirement System (OPERS) Net Other Post-Employment Benefit (OPEB) Liability. Interest expenses on debt also decreased by \$10,869 due to refinancing activities in 2022 that did not reoccur in 2023.

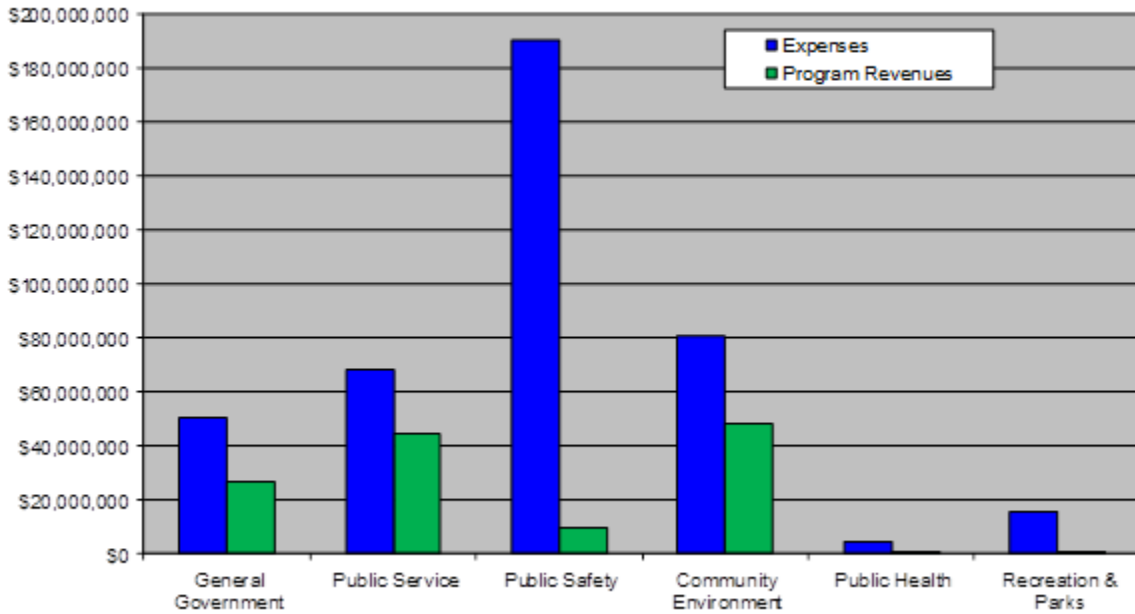
Key events contributing to the changes are as follows:

- The City received two tranches of the American Rescue Plan Act (ARPA) funding totaling in excess of \$145 million during 2021 and 2022, which has not been fully earned as of December 31, 2023.
- Income tax refunds on a cash basis decreased from \$10,941,695 during 2022, to \$4,550,818 during 2023 reflected in the decrease to general government expenses.
- Overtime increases to Police & Fire safety forces were subsidized by ARPA revenue replacement utilization during 2022 and 2023.

Changes in Net Position
For Fiscal Year Ended December 31, 2022 and 2023
(in thousands)

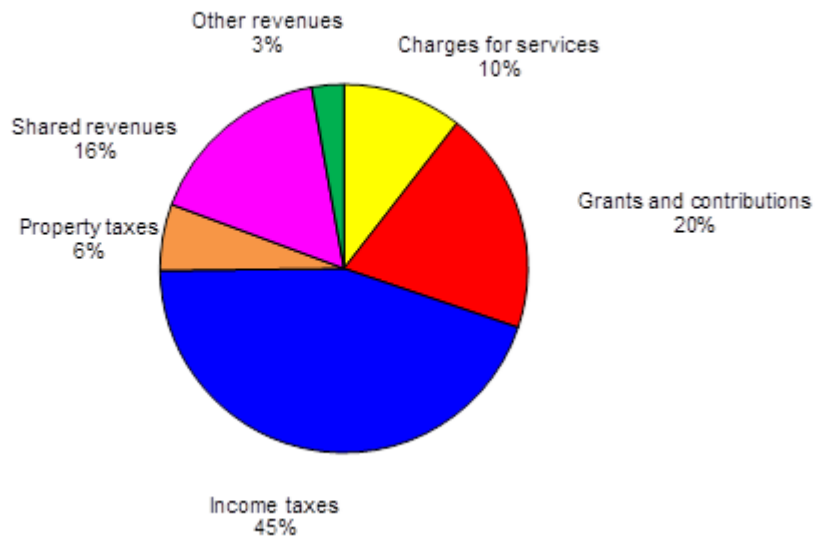
	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
Revenues:						
Program revenues:						
Charges for services	\$ 40,746	\$ 45,647	\$ 125,869	\$ 125,063	\$ 166,615	\$ 170,711
Operating grants and contributions	50,418	37,875	96	-	50,514	37,875
Capital grants and contributions	37,158	47,286	6,576	11,932	43,734	59,217
General revenues:						
Income taxes	186,718	193,305	-	-	186,718	193,305
Property taxes	30,560	25,294	-	-	30,560	25,294
JEDD revenues	18,324	18,005	-	-	18,324	18,005
Investment earnings	4,080	12,703	122	107	4,202	12,810
Unrestricted shared revenues	53,814	53,607	-	-	53,814	53,607
Miscellaneous	17,991	12,145	6,373	7,205	24,364	19,350
Gain on sale of capital assets	42	46	-	-	42	46
Total revenues	\$ 439,851	\$ 445,913	\$ 139,036	\$ 144,307	\$ 578,887	\$ 590,220
Expenses:						
General government	\$ 58,961	\$ 50,189	\$ -	\$ -	\$ 58,961	\$ 50,189
Public service	77,118	67,932	-	-	77,118	67,932
Public safety	131,876	190,376	-	-	131,876	190,376
Community environment	66,346	80,705	-	-	66,346	80,705
Public health	4,558	4,288	-	-	4,558	4,288
Recreation and parks	13,044	15,838	-	-	13,044	15,838
Interest	24,852	13,983	-	-	24,852	13,983
Unallocated depreciation	18,935	18,867	-	-	18,935	18,867
Water	-	-	45,947	41,517	45,947	41,517
Sewer	-	-	70,836	95,185	70,836	95,185
Oil & gas	-	-	43	276	43	276
Golf course	-	-	1,851	2,336	1,851	2,336
Airport	-	-	558	1,187	558	1,187
Parking facilities	-	-	5,403	5,748	5,403	5,748
Total expenses	\$ 395,690	\$ 442,178	\$ 124,638	\$ 146,249	\$ 520,328	\$ 588,427
Changes in net position before transfers	44,161	3,735	14,398	(1,942)	58,559	1,793
Transfers	(2,618)	(1,517)	2,618	1,517	-	-
Changes in net position	\$ 41,543	\$ 2,218	\$ 17,016	\$ (425)	\$ 58,559	\$ 1,793
Net position - beginning	226,651	268,194	524,130	541,146	750,781	809,340
Net position - ending	<u>\$ 268,194</u>	<u>\$ 270,412</u>	<u>\$ 541,146</u>	<u>\$ 540,721</u>	<u>\$ 809,340</u>	<u>\$ 811,133</u>

Expenses and Program Revenues - Governmental Activities



The above chart shows the revenue generated by the various programs of the City of Akron and the expenses relating to each program. As shown below, the primary source of revenue that funds these programs is reported in the financial statements as income taxes.

Revenues By Sources Governmental Activities



FINANCIAL ANALYSIS OF THE GOVERNMENTAL FUNDS

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

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

As of the end of the current fiscal year, the City of Akron's governmental funds reported a combined ending fund balance of \$114,371,581, an increase in comparison to the prior year. The unassigned fund balance at the end of the current year is \$8,161,457. The remainder of fund balance is distributed to indicate that it is not available for new spending because it has already been dedicated. The City's major governmental funds are the General Fund, the Community Learning Centers (CLC) Fund, the Income Tax Capital Improvement Fund, the Special Assessment Fund, and the Various Purpose Funding Fund.

The General Fund is the chief operating fund of the City of Akron. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$27,760,358, while the total fund balance is \$30,555,160. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 15.2% of total General Fund expenditures, while total fund balance represents 16.7% of that same amount.

The fund balance of the City of Akron's General Fund increased by \$2,839,781 during the current fiscal year. Key factors in this change are as follows:

- The City of Akron experienced significant supply chain inflation across all divisions and departments of the City, in excess of 10% year over year.
- Significant overtime increases in the Police and Fire departments, in addition to 3.25% cost of living increases for all City of Akron employees.
- Income taxes collected in 2023 increased by \$3.5 million while cash basis income tax refunds decreased by \$6.4 million.
- In addition to the subsidy for EMS and the local match for grants, the practice of transferring monies from the General Fund, to subsidize various operations is a method used annually by the City to provide resources to other funds.
- The City's commitment to monitor revenues and approve expenditures in conformity with available resources.

The Community Learning Centers Fund has a total fund balance of \$19,449,399. The net increase in fund balance of the Community Learning Centers Fund from the prior year of \$4,026,078 is attributed to a reduction of the City's 50% share of CLC construction costs, due to the completion of outstanding construction contracts during 2022. The tax proceeds in this fund are used to fund the payment of expenditures as reflected in the community environment expenditures for project specific costs.

The Income Tax Capital Improvement Fund has a total fund balance of \$13,705,637. Revenues exceeded expenditures by \$2,901,495 in 2023 due to the City's budgeted capital project activity being shifted to other capital projects funds. Coupled with the issuance of bonds and refunding bonds yields an increase in the fund balance of \$4,104,875. The Fund is responsible for debt service payments and relies heavily on the collection of income taxes.

The Special Assessment Fund has a total fund balance deficit of \$9,596,373. The Fund is utilized for the accumulation of resources for, and the payment of, special assessment note issued for street lighting and street cleaning along with equipment lease costs and related assessment costs. The 2023 decrease in Fund balance relates to increases in vehicle maintenance costs, as well as the timing of payments on backordered equipment which was received during 2023.

The Various Purpose Funding Fund has a total fund balance of \$2,717,706. The Fund is used to account for the accumulation of resources for, and payment of various projects and funds with a finite life span. The majority of the fund balance changes in this fund relate to the receipt of ARPA funds and the spending down of the ARPA project balances year-over-year.

Other Governmental Funds have a combined fund balance of \$57,540,052. The decrease in the combined fund balance was \$8,122,075. The majority of the change is attributed to the issuance of bonds.

GENERAL FUND BUDGETARY OVERVIEW

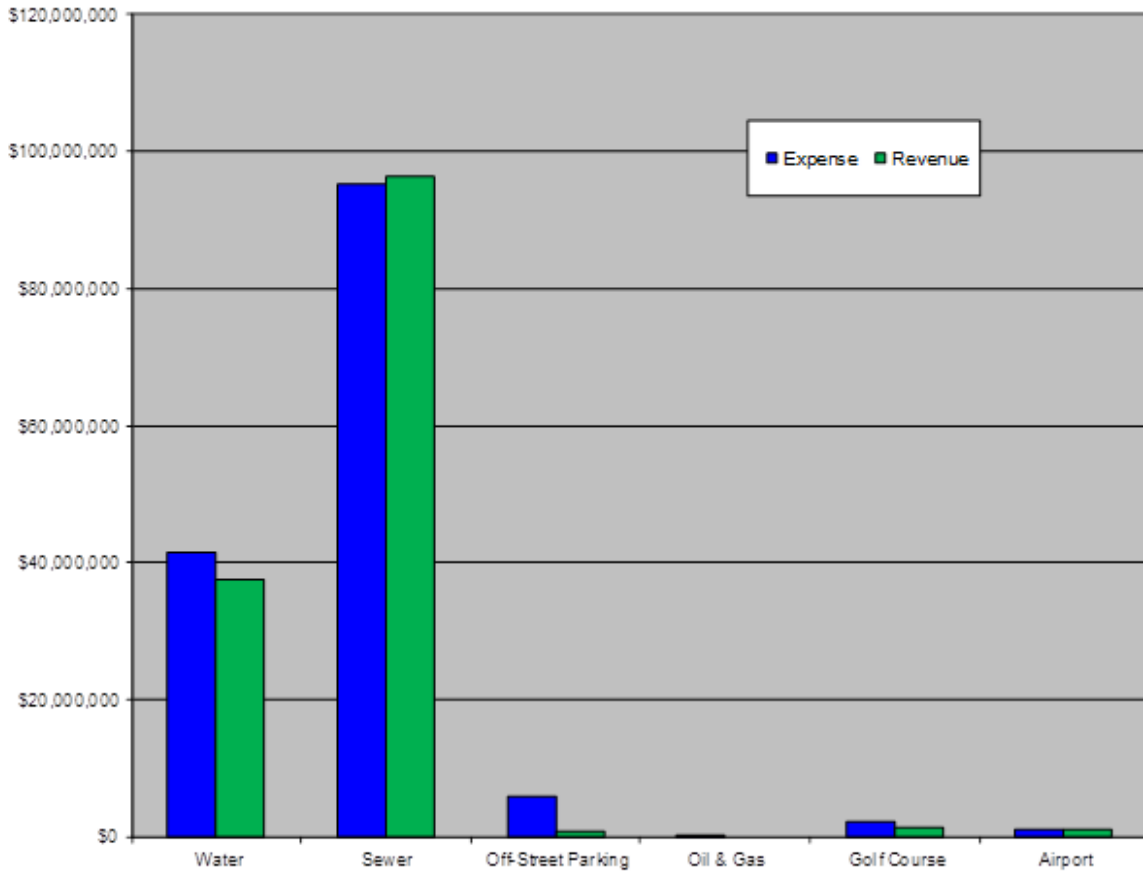
During the year, actual revenues and other sources were greater than original budgetary estimates by \$7,056,545 (3.7%). Taxes, Assessments and JEDD revenue, the major revenue sources, were greater than the budgeted amount by \$16,788,891. Investment earnings also saw an increase in 2023 by \$4,040,281. Some notable decreases were intergovernmental revenue, charges for services, and interfund charges for service, which saw decreases of \$1,945,649, \$6,481,248, and \$3,497,986 respectively.

As a result of revenues exceeding expenses, the General Fund balance reported an increase of \$2,836,237. The actual expenditures were under the final budget by \$13,868,279.

Key events contributing to the changes in the General Fund budget amounts are as follows:

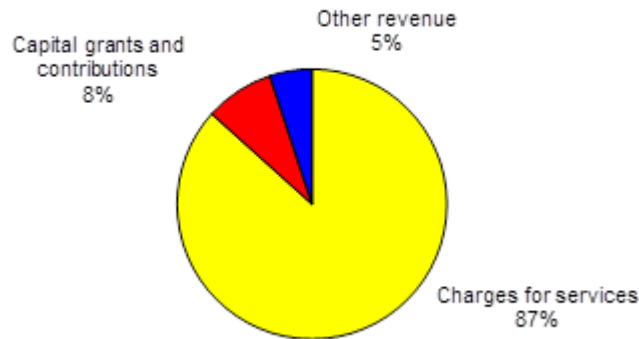
- The Finance Department's budget was increased by \$3,179,104 to allow for year-end transfers and advances.
- The Public Service Department's budget was increased by \$3,255,228 to cover higher than anticipated supply cost inflation as well as increased utilities and property taxes for municipal facilities.

Expenses and Program Revenues - Business-type Activities



The above chart shows the revenue generated by the various business-type activities of the City of Akron and the expenses relating to each activity. As shown below, the majority of the revenue that funds these activities is reported in the financial statements as charges for services.

Revenues By Sources Business-type Activities



FINANCIAL ANALYSIS OF THE PROPRIETARY FUNDS

Business-Type Activities. Business-type activities decreased the City of Akron's net position by \$424,832 compared to an increase of \$17,016,036 in the prior year. Total program revenues increased by \$4,169,763 combined with a increase in expenses of \$21,610,631 contributed to the overall decrease in net position.

Proprietary Funds. The City of Akron's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. The City's major enterprise funds are the Water Fund, Sewer Fund, and Off-Street Parking Fund.

Unrestricted net deficit of the Water Fund at the end of the year was \$16,796,513, for the Sewer Fund unrestricted net position was \$58,733,166, and for the Off-Street Parking Fund was a deficit of \$2,027,655. The increase reported in net position for the Water Fund was \$2,197,119 and the increase reported for the Sewer Funds was \$1,437,785. The decrease reported in net position for Off-Street Parking was \$4,662,937.

The expenses in the Sewer Fund increased significantly, as there was consolidation and lump sum repayments of existing project loans within the Sewer Fund. Additionally, the timing differences between loan draws and capitalization of project expenses year over year results in fluctuations in expenses as assets are capitalized in the Sewer Fund year over year.

The Water Bureau services the City and 13 surrounding communities which account for 84,950 customer accounts and 1,250 miles of water lines. All bonds of the Water Fund are paid from water enterprise revenues. A ten-year comparison of certain water enterprise data is shown in Schedule 15 of the Statistical Section. Water rates remained stable and results of operations yielded an increase in net position due to cost containment. The Sewer Bureau services the City and 12 surrounding communities which account for 77,234 customer accounts and 1,347 miles of sewer lines. All bonds of the Sewer Fund are paid from sewer enterprise revenues. A ten-year comparison of certain sewer enterprise data is shown in Schedule 15 of the Statistical Section. Sewer rates remained virtually unchanged with only slight increases to a small population of non-resident customers and results of operations yielded an increase in net position due again to cost containment.

The Off-Street Parking Fund experienced a decrease in both the operating revenues and operating expenses. The decrease in net position directly relates to expenses exceeding operating revenues.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets. The City of Akron’s investment in capital assets for its governmental and business-type activities as of December 31, 2023, amounts to \$2,453,759,794 (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, improvements (other than buildings), equipment, infrastructure, and right-to-use leased assets. The total increase in the City of Akron’s investment in capital assets for the current fiscal year was \$57,380,524 (a 0.4% decrease for governmental activities and a 4.1% increase for business-type activities).

	Capital Assets (net of accumulated depreciation) (in thousands)					
	Governmental Activities		Business-type Activities		Total	
	2022, as restated	2023	2022, as restated	2023	2022, as restated	2023
Land	\$ 154,663	\$ 154,669	\$ 38,403	\$ 38,403	\$ 193,066	\$ 193,072
Construction in progress	96,042	105,763	424,813	496,876	520,855	602,639
Buildings	357,057	361,661	92,115	88,023	449,172	449,684
Improvements	102,497	97,686	106,976	100,270	209,473	197,956
Equipment	30,441	30,859	37,039	37,116	67,480	67,975
Infrastructure	354,181	341,691	568,224	558,510	922,405	900,201
Right-to-Use	35,692	40,652	817	1,581	36,509	42,233
	<u>\$ 1,130,573</u>	<u>\$ 1,132,981</u>	<u>\$ 1,268,387</u>	<u>\$ 1,320,779</u>	<u>\$ 2,398,960</u>	<u>\$ 2,453,760</u>

The City of Akron displays additional information relating to the capital assets of the City that can be found in Note 1. G. and Note 7.

Major capital assets placed into service during the current fiscal year included the following:

- Ohio Interceptor Tunnel - \$223,233,893
- WRF Biocept - \$77,224,657
- WFR Headworks Improvements - \$56,640,022
- Main Street Corridor and State Street Bridge - \$33,558,792
- Main Street Corridor Phase 2 - \$14,168,297
- Signal Improvement & Coordination: Copley, Brittain, SR18 & Tallmadge Ave. - \$6,556,042

Long-Term Debt. At the end of the current fiscal year, the City of Akron had total debt outstanding of \$1,240,939,721. All general obligation bonds are backed by the full faith and credit of the City. Special assessment bonds and notes are covered by special assessment collections and are backed by the full faith and credit of the City. The remainder of the City of Akron’s debt represents bonds secured solely by specified revenue sources.

City of Akron
Outstanding Debt
(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2022	2023	2022	2023	2022	2023
General Obligation Bonds	\$ 71,240	\$ 68,780	\$ -	\$ -	\$ 71,240	\$ 68,780
General Obligation Notes	50,245	65,150	-	-	50,245	65,150
OPWC Loan	4,666	4,155	988	906	5,654	5,061
Ohio Development						
Services Agency	2,970	2,630	-	-	2,970	2,630
Non-Tax Revenue Bonds	25,844	22,599	-	-	25,844	22,599
Income Tax Revenue						
Income Tax Revenue						
Bonds and Notes	288,398	266,825	-	-	288,398	266,825
Special Revenue Bonds	-	-	-	-	-	-
Special Assessment						
Bonds and Notes	21,645	22,556	-	-	21,645	22,556
Mortgage Revenue Bonds	-	-	3,565	2,710	3,565	2,710
OWDA Loan	-	-	761,297	784,628	761,297	784,628
	<u>\$ 465,008</u>	<u>\$ 452,695</u>	<u>\$ 765,850</u>	<u>\$ 788,244</u>	<u>\$ 1,230,858</u>	<u>\$ 1,240,939</u>

The City of Akron’s total debt outstanding increased by \$10,081,929 (0.82%) during the current fiscal year.

During 2023, the City issued \$2,705,894 in Special Assessment - Direct Placement Bonds for resurfacing. Additionally, there were OWDA loans issued for the cost of improving the Sewer System totaling \$58,248,165 and the Water System totaling \$12,224,250.

The Ohio Revised Code provides that the outstanding general obligation bonds less self-supporting debt (e.g., income tax-backed projects) of the municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the assessed value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of total assessed value of property. The City of Akron’s total debt limit (10.5%) is \$321,865,960 and the total unvoted net debt limit (5.5%) is \$168,596,455.

The City's general obligation bonds are rated "A+" by Standard & Poor's Ratings Services, "A+" by Fitch Ratings.

Additional information on the City of Akron's long-term debt can be found in Notes 10-12.

Economic Factors and Next Year's Budgets and Rates

- The City will utilize \$61 million in ARPA funding in 2024, including \$10.5 million of revenue replacement within the General Fund.
- The City of Akron budgeted income tax collections to increase by 2.0%, Local Government to remain stable, and Property Taxes to increase by 24%.
- The City of Akron budgeted a 4% cost-of-living wage increase in 2024 for all CSPA and 1360 employees and a 3% increase for Police, Fire, and non-bargaining employees, in addition to hiring classes of both Police officers and Firefighters in 2024.

Request for Information

This financial report is designed to provide a general overview of the City of Akron's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or request for additional information should be addressed to the Director of Finance, Municipal Building, 166 South High Street, Room 205, Akron, Ohio 44308.

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BASIC FINANCIAL STATEMENTS

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

	Governmental Activities	Business-Type Activities	Total
Assets			
Current assets:			
Pooled cash and investments	\$ 127,699,058	\$ 85,403,923	\$ 213,102,981
Receivables, net	134,381,376	15,600,528	149,981,904
Loans receivable	3,060,955	-	3,060,955
Due from other governments	825,509	1,789,314	2,614,823
Due from others	717,393	-	717,393
Internal balances	3,268,338	(3,268,338)	-
Inventories, at cost	1,095,575	3,619,743	4,715,318
Total current assets	<u>271,048,204</u>	<u>103,145,170</u>	<u>374,193,374</u>
Noncurrent assets:			
Receivables, net	75,557,811	4,606,974	80,164,785
Restricted cash and investments	2,382,386	3,291,992	5,674,378
Loans receivable	14,493,733	-	14,493,733
Assets held for resale	10,064,523	-	10,064,523
Net pension asset	717,289	257,362	974,651
Capital assets:			
Land and construction in progress	260,431,819	535,278,661	795,710,480
Other capital assets, net	872,549,071	785,500,243	1,658,049,314
Total noncurrent assets	<u>1,236,196,632</u>	<u>1,328,935,232</u>	<u>2,565,131,864</u>
Total assets	<u>1,507,244,836</u>	<u>1,432,080,402</u>	<u>2,939,325,238</u>
Deferred Outflows of Resources	157,458,984	16,273,160	173,732,144
Total assets and deferred outflows of resources	<u>1,664,703,820</u>	<u>1,448,353,562</u>	<u>3,113,057,382</u>
Liabilities			
Current liabilities:			
Accounts payable and other accrued liabilities	127,798,344	14,481,836	142,280,180
Deposits	791,682	751,797	1,543,479
Due to other governments	1,445,752	16,760,634	18,206,386
Accrued interest payable	2,202,352	6,738,236	8,940,588
Accrued wages	5,855,910	751,115	6,607,025
Accrued vacation and leave	11,853,690	1,384,816	13,238,506
COPs, leases, and direct financing	6,289,857	2,323,490	8,613,347
Liability for unpaid claims	5,793,101	-	5,793,101
Bonds, notes and loans payable	42,017,659	35,496,336	77,513,995
Total current liabilities	<u>204,048,347</u>	<u>78,688,260</u>	<u>282,736,607</u>
Noncurrent liabilities:			
Noncurrent COPs, leases, and direct financing	77,541,831	24,819,389	102,361,220
Liabilities due in more than one year	84,901,972	7,189,105	92,091,077
Bonds, notes and loans payable	347,242,112	752,748,229	1,099,990,341
Net pension liability	362,302,250	33,955,603	396,257,853
Net OPEB liability	79,006,661	3,113,688	82,120,349
Total noncurrent liabilities	<u>950,994,826</u>	<u>821,826,014</u>	<u>1,772,820,840</u>
Total liabilities	<u>1,155,043,173</u>	<u>900,514,274</u>	<u>2,055,557,447</u>
Deferred Inflows of Resources	239,248,178	7,118,026	246,366,204
Total liabilities and deferred inflows of resources	<u>1,394,291,351</u>	<u>907,632,300</u>	<u>2,301,923,651</u>
Net position			
Net investment in capital assets	635,417,902	497,985,880	1,133,403,782
Restricted for debt service	5,526,965	3,291,992	8,818,957
Restricted for community learning centers	19,449,399	-	19,449,399
Restricted for capital projects	21,184,593	-	21,184,593
Restricted for program purpose	39,856,961	-	39,856,961
Restricted for net pension asset	717,289	257,362	974,651
Unrestricted (deficit)	(451,740,640)	39,186,028	(412,554,612)
Total net position	<u>\$ 270,412,469</u>	<u>\$ 540,721,262</u>	<u>\$ 811,133,731</u>

The notes to the financial statements are an integral part of this statement.

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

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental Activities:							
General government	\$ 50,189,304	\$ 22,235,465	\$ 371,341	\$ 4,343,013	\$ (23,239,485)	\$ -	\$ (23,239,485)
Public service	67,931,834	18,895,319	173,393	25,467,359	(23,395,763)	-	(23,395,763)
Public safety	190,375,834	3,591,782	6,452,914	-	(180,331,138)	-	(180,331,138)
Community environment	80,704,794	63,586	30,864,531	17,091,343	(32,685,334)	-	(32,685,334)
Public health	4,288,121	19,991	13,086	-	(4,255,044)	-	(4,255,044)
Recreation and parks	15,838,062	841,006	-	383,926	(14,613,130)	-	(14,613,130)
Interest	13,982,852	-	-	-	(13,982,852)	-	(13,982,852)
Unallocated depreciation*	18,866,681	-	-	-	(18,866,681)	-	(18,866,681)
Total governmental activities	442,177,482	45,647,149	37,875,265	47,285,641	(311,369,427)	-	(311,369,427)
Business-type Activities:							
Water	41,516,703	33,224,990	-	4,425,243	-	(3,866,470)	(3,866,470)
Sewer	95,184,976	89,463,359	-	6,809,062	-	1,087,445	1,087,445
Oil and gas	276,430	-	-	-	-	(276,430)	(276,430)
Golf course	2,336,019	1,336,246	-	-	-	(999,773)	(999,773)
Airport	1,186,913	259,781	-	697,394	-	(229,738)	(229,738)
Parking facilities	5,747,901	779,099	-	-	-	(4,968,802)	(4,968,802)
Total business-type activities	146,248,942	125,063,475	-	11,931,699	-	(9,253,768)	(9,253,768)
Total Government	\$ 588,426,424	\$ 170,710,624	\$ 37,875,265	\$ 59,217,340	\$ (311,369,427)	\$ (9,253,768)	\$ (320,623,195)
General revenues:							
Taxes:							
Income taxes					\$ 193,305,199	\$ -	\$ 193,305,199
Property taxes					25,293,514	-	25,293,514
JEDD Revenues					18,004,895	-	18,004,895
Investment earnings					12,703,268	106,831	12,810,099
Unrestricted shared revenues					53,607,227	-	53,607,227
Miscellaneous					12,144,834	7,205,417	19,350,251
Gain on sale of capital assets					45,522	-	45,522
Transfers					(1,516,688)	1,516,688	-
Total general revenues and transfers					313,587,771	8,828,936	322,416,707
Change in net position					2,218,344	(424,832)	1,793,512
Net position - beginning					268,194,125	541,146,094	809,340,219
Net position - ending					\$ 270,412,469	\$ 540,721,262	\$ 811,133,731

*Excludes depreciation included in program expenses.

The notes to the financial statements are an integral part of this statement.

City of Akron, Ohio
Balance Sheet - Governmental Funds
December 31, 2023

	General	Community Learning Centers	Income Tax Capital Improvement	Special Assessment Fund	Various Purpose Funding	Other Governmental Funds	Total Governmental Funds
Assets							
Pooled cash and investments	\$ 29,221,264	\$ 16,346,707	\$ 6,313,431	\$ 4,609,030	\$ 89,959,286	\$ 67,084,278	\$ 213,533,996
Restricted cash and investments	-	83,221	-	-	-	2,299,165	2,382,386
Receivables, net of allowances for uncollectibles	64,823,966	33,245,399	7,256,028	32,578,562	108,101	68,347,291	206,359,347
Loans receivable	-	-	-	-	-	17,554,688	17,554,688
Due from other governments	-	-	-	-	36,222	7,216,540	7,252,762
Due from other funds	3,572,409	1,427,782	-	-	44,645	2,615,615	7,660,451
Due from others	-	-	-	-	-	241,751	241,751
Advances to other funds	1,605,000	-	3,640,000	-	-	-	5,245,000
Assets held for resale	-	-	-	-	-	10,064,523	10,064,523
Total assets	\$ 99,222,639	\$ 51,103,109	\$ 17,209,459	\$ 37,187,592	\$ 90,148,254	\$ 175,423,851	\$ 470,294,904
Liabilities							
Accounts payable	\$ 2,949,258	\$ 5,592	\$ 157,478	\$ 514,113	\$ 4,754,854	\$ 15,876,013	\$ 24,257,308
Deposits	7,883	-	-	-	-	783,799	791,682
Advances from other funds	-	-	-	-	85,000	1,610,000	1,695,000
Due to other governments	-	-	-	-	793,533	4,362,219	5,155,752
Due to other funds	710,848	185,464	108	356,891	713,338	6,561,552	8,528,201
Due to others	964,951	-	-	-	-	8,959,395	9,924,346
Accrued liabilities	6,359,987	-	13,293	218,132	694,656	2,055,163	9,341,231
Accrued wages	4,533,861	-	62,757	143,893	5,145	889,491	5,635,147
Accrued vacation and leave	42,141	-	-	-	-	-	42,141
Unearned revenue	6,227,577	-	-	-	80,384,022	-	86,611,599
Special assessment notes	-	-	-	13,000,000	-	-	13,000,000
Total liabilities	21,796,506	191,056	233,636	14,233,029	87,430,548	41,097,632	164,982,407
Deferred Inflows of Resources	46,870,973	31,462,654	3,270,186	32,550,936	-	76,786,167	190,940,916
Fund balances							
Restricted	-	19,449,399	13,705,637	-	2,717,706	47,363,613	83,236,355
Committed	436,496	-	-	-	-	20,178,967	20,615,463
Assigned	2,358,306	-	-	-	-	-	2,358,306
Unassigned	27,760,358	-	-	(9,596,373)	-	(10,002,528)	8,161,457
Total fund balances (deficit)	30,555,160	19,449,399	13,705,637	(9,596,373)	2,717,706	57,540,052	114,371,581
Total liabilities, deferred inflows and fund balances	\$ 99,222,639	\$ 51,103,109	\$ 17,209,459	\$ 37,187,592	\$ 90,148,254	\$ 175,423,851	\$ 470,294,904

The notes to the financial statements are an integral part of this statement.

City of Akron, Ohio
 Reconciliation of the Balance Sheet to the Statement of Net Position - Governmental Funds
 December 31, 2023

Total fund balances for governmental funds (Exhibit 3)	\$	114,371,581
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities (excluding internal service fund capital assets) are not financial resources and therefore are not reported in the funds.		1,128,968,655
The net pension asset (excluding internal service fund net pension asset) is not an available resource and, therefore, is not reported in the funds.		640,579
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred inflows in the funds.		
Income taxes	14,985,366	
Property taxes	5,788,267	
Special assessments	19,673,200	
Shared revenues	<u>16,556,348</u>	
		57,003,181
Long-term accounts receivables are not available to pay for current period expenditures.		1,087,736
The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net position.		(6,108,308)
Long-term liabilities (excluding internal service fund liabilities) including bonds payable and accrued interest payable are not due and payable in the current period and therefore are not reported in the funds.		
Accounts payable and other accrued liabilities	(12,620,934)	
Accrued interest payable	(2,168,233)	
Accrued vacation and leave	(77,402,741)	
Bonds, notes and loans payable	(439,695,157)	
Net OPEB deferred inflows/outflows	(31,768,563)	
Net OPEB liabilities	(77,779,600)	
Net Pension deferred inflows/outflows	116,143,102	
Net Pension liabilities	(352,212,198)	
Obligations under leases and COPs	(82,705,658)	
Unamortized bond premium, discount, deferred loss, gain	<u>(65,340,973)</u>	
		(1,025,550,955)
Total net position of governmental activities (Exhibit 1)	\$	<u><u>270,412,469</u></u>

The notes to the financial statements are an integral part of this statement.

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

	General	Community Learning Centers	Income Tax Capital Improvement	Special Assessment Fund	Various Purpose Funding	Other Governmental Funds	Total Governmental Funds
Revenues							
Income taxes	\$ 110,999,380	\$ 18,608,159	\$ 41,054,557	\$ -	\$ -	\$ 21,484,770	\$ 192,146,866
Property taxes	19,512,849	-	-	-	-	8,490,025	28,002,874
JEDD revenues	6,000,000	-	2,100,000	-	-	9,904,895	18,004,895
Special assessments	80,173	-	-	18,520,698	-	19,679	18,620,550
Grants and subsidies	157,958	-	-	-	38,636,541	26,713,519	65,508,018
Investment earnings	5,722,795	582,863	260,540	-	5,880,028	401,279	12,847,505
Shared revenues	15,525,436	6,036,169	432,541	-	-	31,240,324	53,234,470
Licenses, fees and fines	12,897,256	-	-	22,640	1,346,816	6,975,659	21,242,371
Charges for services	21,350,789	-	-	29,676	3,050	5,253,454	26,636,969
Miscellaneous	2,926,094	329	1,170,192	46,009	13,219	8,148,228	12,304,071
	<u>195,172,730</u>	<u>25,227,520</u>	<u>45,017,830</u>	<u>18,619,023</u>	<u>45,879,654</u>	<u>118,631,832</u>	<u>448,548,589</u>
Expenditures							
Current:							
General government	29,116,233	220,982	353	1,701,920	2,133,741	17,479,360	50,652,589
Public service	29,940,553	-	66,568	15,026,888	967,888	51,253,090	97,254,987
Public safety	111,564,698	-	1,505,480	47,179	11,644,183	50,936,101	175,697,641
Community environment	2,765,244	72,611	4,505,473	266	26,151,527	40,456,617	73,951,738
Public health	4,133,669	-	-	-	-	-	4,133,669
Recreation and parks	4,745,305	-	9,043	-	3,139,888	8,299,574	16,193,810
Debt service:							
Principal retirement	673,200	13,390,000	26,583,923	1,794,891	-	56,905,570	99,347,584
Interest	178,386	7,517,849	9,445,495	681,025	-	2,647,706	20,470,461
Bond issuance expenditures	-	-	-	-	-	178,230	178,230
	<u>183,117,288</u>	<u>21,201,442</u>	<u>42,116,335</u>	<u>19,252,169</u>	<u>44,037,227</u>	<u>228,156,248</u>	<u>537,880,709</u>
Excess (deficiency) of revenues over (under) expenditures	12,055,442	4,026,078	2,901,495	(633,146)	1,842,427	(109,524,416)	(89,332,120)
Other financing sources (uses)							
Issuance of bonds	-	-	1,203,380	-	-	83,696,632	84,900,012
Premium on debt	-	-	-	-	-	701,975	701,975
Issuance of leases	1,090,266	-	-	-	-	7,457,142	8,547,408
Transfers-in	154,073	-	-	-	230,000	11,546,592	11,930,665
Transfers-out	(10,460,000)	-	-	-	(987,353)	(2,000,000)	(13,447,353)
	<u>(9,215,661)</u>	<u>-</u>	<u>1,203,380</u>	<u>-</u>	<u>(757,353)</u>	<u>101,402,341</u>	<u>92,632,707</u>
Net change in fund balance	2,839,781	4,026,078	4,104,875	(633,146)	1,085,074	(8,122,075)	3,300,587
Fund balances (deficit), January 1, 2023	<u>27,715,379</u>	<u>15,423,321</u>	<u>9,600,762</u>	<u>(8,963,227)</u>	<u>1,632,632</u>	<u>65,662,127</u>	<u>111,070,994</u>
Fund balances (deficit), December 31, 2023	<u>\$ 30,555,160</u>	<u>\$ 19,449,399</u>	<u>\$ 13,705,637</u>	<u>\$ (9,596,373)</u>	<u>\$ 2,717,706</u>	<u>\$ 57,540,052</u>	<u>\$ 114,371,581</u>

The notes to the financial statements are an integral part of this statement.

City of Akron, Ohio
 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
 to the Statement of Activities - Governmental Funds
 For the Year Ended December 31, 2023

Net changes in fund balances - total governmental funds (Exhibit 4) \$ 3,300,587

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, which meet capitalization requirements, is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$45,439,008) exceeded capital outlays (\$39,106,717) in the current period. (6,332,291)

The net effect of selling capital assets increased net position. 45,522

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. The amount is the net effect of the reversal of prior year items against current year accruals. (55,132,283)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums and deferred amount on refundings when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The amount is the net effect of these differences in the treatment of long-term debt and related items.

Issuance of debt	(84,900,012)	
Issuance of leases	(8,547,408)	
Payment of debt	99,347,584	
Premium on debt	(701,975)	
Bond issuance expenditures	<u>178,230</u>	
		5,376,419

Some of the expenses 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. 50,926,874

The change in net position of the internal service funds are included in the governmental activities in the statement of activities. 4,033,516

Change in net position of governmental activities (Exhibit 2) \$ 2,218,344

The notes to financial statements are an integral part of this statement.

City of Akron, Ohio
Statement of Net Position - Proprietary Funds
December 31, 2023

	Water	Sewer	Off-Street Parking	Other Enterprise Funds	Total	Governmental Activities- Internal Service Funds
Assets						
Current assets:						
Pooled cash and investments	\$ 2,167,704	\$ 82,363,071	\$ 282,778	\$ 590,370	\$ 85,403,923	\$ 8,866,791
Receivables, net of allowance for uncollectibles	2,908,932	12,706,314	2,439,534	2,152,722	20,207,502	1,096,848
Due from other governments	1,719,218	-	-	70,096	1,789,314	-
Due from other funds	2,413,241	-	-	23,540	2,436,781	2,569,337
Inventories, at cost	2,729,592	794,544	-	95,607	3,619,743	1,095,575
Total current assets	11,938,687	95,863,929	2,722,312	2,932,335	113,457,263	13,628,551
Noncurrent assets:						
Restricted cash and investments	829,837	2,462,155	-	-	3,291,992	-
Net pension asset	160,343	88,050	-	8,969	257,362	76,710
Property, plant and equipment, net of accumulated depreciation	167,691,495	1,085,663,721	54,899,855	12,523,833	1,320,778,904	4,012,235
Total noncurrent assets	168,681,675	1,088,213,926	54,899,855	12,532,802	1,324,328,258	4,088,945
Total assets	180,620,362	1,184,077,855	57,622,167	15,465,137	1,437,785,521	17,717,496
Deferred Outflows of Resources	10,219,202	5,475,461	-	578,497	16,273,160	4,874,503
Total assets and deferred outflows	190,839,564	1,189,553,316	57,622,167	16,043,634	1,454,058,681	22,591,999
Liabilities						
Current liabilities:						
Accounts payable	2,976,608	5,841,378	207,959	655,871	9,681,816	1,839,492
Deposits	751,797	-	-	-	751,797	-
Due to other governments	3,629,576	13,131,058	-	-	16,760,634	-
Advances from other funds	-	-	2,000,000	250,000	2,250,000	1,300,000
Due to other funds	1,420,503	2,604,165	92,482	3,796	4,120,946	17,422
Accrued interest payable	422,402	6,313,060	-	2,774	6,738,236	34,119
Accrued liabilities	1,389,775	3,263,016	-	147,229	4,800,020	2,262,801
Accrued wages	501,368	239,196	-	10,551	751,115	220,763
Accrued vacation and leave	865,200	502,432	-	17,184	1,384,816	546,062
Obligation under leases	83,648	2,210,697	-	29,145	2,323,490	1,126,030
Liability for unpaid claims	-	-	-	-	-	5,205,601
Debt:						
Mortgage revenue bonds	880,000	-	-	-	880,000	-
OWDA loans	4,249,684	30,284,452	-	-	34,534,136	-
OPWC loans	44,750	37,450	-	-	82,200	-
Total current liabilities	17,215,311	64,426,904	2,300,441	1,116,550	85,059,206	12,552,290
Noncurrent liabilities:						
Obligations under leases	79,673	24,709,216	-	30,500	24,819,389	-
Due in more than one year	4,309,994	2,328,657	-	550,454	7,189,105	3,454,451
Bonds, notes, and loans payable	49,120,030	703,628,199	-	-	752,748,229	-
Net pension liability	21,325,925	11,428,973	-	1,200,705	33,955,603	10,090,052
Net OPEB liability	2,079,633	892,981	-	141,074	3,113,688	1,227,061
Total noncurrent liabilities	76,915,255	742,988,026	-	1,922,733	821,826,014	14,771,564
Total liabilities	94,130,566	807,414,930	2,300,441	3,039,283	906,885,220	27,323,854
Deferred Inflows of Resources	1,436,967	993,861	2,449,526	2,237,672	7,118,026	710,626
Net Position						
Net investment in capital assets	111,078,364	319,861,154	54,899,855	12,146,507	497,985,880	4,012,235
Restricted for debt service	829,837	2,462,155	-	-	3,291,992	-
Restricted for net pension asset	160,343	88,050	-	8,969	257,362	76,710
Unrestricted (deficit)	(16,796,513)	58,733,166	(2,027,655)	(1,388,797)	38,520,201	(9,531,426)
Total net position	95,272,031	381,144,525	52,872,200	10,766,679	540,055,435	(5,442,481)
Total liabilities, deferred inflows and net position	\$ 190,839,564	\$ 1,189,553,316	\$ 57,622,167	\$ 16,043,634	\$ 1,454,058,681	\$ 22,591,999
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds:					665,827	
Net position of business-type activities					<u>\$ 540,721,262</u>	

City of Akron, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds
For the Year Ended December 31, 2023

	Water	Sewer	Off-Street Parking	Other Enterprise Funds	Total	Governmental Activities- Internal Service Funds
Operating revenues						
Charges for services	\$ 33,360,003	\$ 89,534,316	\$ 772,624	\$ 1,596,027	\$ 125,262,970	\$ 55,327,872
Other	6,975,105	392,462	326,668	475,205	8,169,440	10,592,912
	<u>40,335,108</u>	<u>89,926,778</u>	<u>1,099,292</u>	<u>2,071,232</u>	<u>133,432,410</u>	<u>65,920,784</u>
Operating expenses						
Personal services	13,866,499	6,173,348	-	1,069,501	21,109,348	6,681,017
Direct expenses	18,000,757	48,577,495	1,335,476	2,121,864	70,035,592	13,965,274
Claims	26,936	14,000	-	303	41,239	39,292,593
Rentals and lease	146,393	247,618	-	77,682	471,693	363,192
Utilities	1,868,950	2,188,504	770,507	64,245	4,892,206	190,729
Insurance	216,992	553,394	134,520	31,998	936,904	22,850
Depreciation, depletion and amortization	7,555,672	23,799,580	2,828,893	414,312	34,598,457	643,358
Other	117,922	982,807	684,664	28,703	1,814,096	18,054
	<u>41,800,121</u>	<u>82,536,746</u>	<u>5,754,060</u>	<u>3,808,608</u>	<u>133,899,535</u>	<u>61,177,067</u>
Operating income (loss)	<u>(1,465,013)</u>	<u>7,390,032</u>	<u>(4,654,768)</u>	<u>(1,737,376)</u>	<u>(467,125)</u>	<u>4,743,717</u>
Nonoperating revenues (expenses)						
Interest income	20,704	66,204	-	-	86,908	-
Interest expense	(927,357)	(13,240,659)	(8,169)	(2,774)	(14,178,959)	(37,327)
Other revenues (expenses)	-	-	-	-	-	13,086
	<u>(906,653)</u>	<u>(13,174,455)</u>	<u>(8,169)</u>	<u>(2,774)</u>	<u>(14,092,051)</u>	<u>(24,241)</u>
Gain (loss) before transfers and contributions	(2,371,666)	(5,784,423)	(4,662,937)	(1,740,150)	(14,559,176)	4,719,476
Transfers-in	143,542	413,146	-	960,000	1,516,688	-
Capital contributions	4,425,243	6,809,062	-	697,394	11,931,699	-
	<u>4,568,785</u>	<u>7,222,208</u>	<u>-</u>	<u>1,657,394</u>	<u>13,448,387</u>	<u>-</u>
Changes in net position	2,197,119	1,437,785	(4,662,937)	(82,756)	(1,110,789)	4,719,476
Net position, January 1, 2023	93,074,912	379,706,740	57,535,137	10,849,435		(10,161,957)
Net position, December 31, 2023	<u>\$ 95,272,031</u>	<u>\$ 381,144,525</u>	<u>\$ 52,872,200</u>	<u>\$ 10,766,679</u>		<u>\$ (5,442,481)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.					685,957	
Change in net position of business-type activities					<u>(424,832)</u>	

The notes to the financial statements are an integral part of this statement.

City of Akron, Ohio
Statement of Cash Flows - Proprietary Funds
For the Year Ended December 31, 2023

	Water	Sewer	Off-Street Parking	Other Enterprise Funds	Total	Governmental Activities Internal Service Funds
Operating activities						
Cash received from customers	\$ 31,849,390	\$ 90,176,224	\$ 800,497	\$ 2,006,310	\$ 124,832,421	\$ 56,471,649
Cash payments to suppliers for goods and services	(14,015,464)	(41,878,178)	(2,190,151)	(1,522,980)	(59,606,773)	(13,961,937)
Cash paid for salaries and employee benefits	(16,193,345)	(9,201,013)	-	(801,180)	(26,195,538)	(48,237,106)
Other revenues	6,975,105	392,462	326,668	475,205	8,169,440	10,592,912
Other expenses	(117,922)	(982,807)	(684,664)	(28,703)	(1,814,096)	(18,054)
Net cash provided by (used for) operating activities	8,497,764	38,506,688	(1,747,650)	128,652	45,385,454	4,847,464
Non-capital financing activities						
Transfers from other funds	143,542	413,146	-	960,000.00	1,516,688	-
Transfers to other funds	-	-	-	-	-	100,000
Transfers/advances in for negative cash balances	-	-	2,000,000	250,000	2,250,000	(2,196,255)
Transfers/advances out for negative cash balances	-	-	-	(910,000)	(910,000)	-
Net cash provided by (used for) non-capital financing activities	143,542	413,146	2,000,000	300,000	2,856,688	(2,096,255)
Capital and related financing activities						
Proceeds from the sale of bonds	12,157,324	57,901,620	-	-	70,058,944	-
Principal paid on bonds and loans	(18,394,791)	(29,269,651)	-	-	(47,664,442)	-
Interest paid on bonds and loans	(893,174)	(14,023,980)	(8,169)	(4,069)	(14,929,392)	(3,208)
Acquisition and construction of capital assets	(15,003,484)	(72,182,806)	17	(943,600)	(88,129,873)	(2,004,027)
Capital contributions	4,425,243	6,809,062	-	697,394	11,931,699	-
Net cash provided by (used for) capital and related financing activities	(17,708,882)	(50,765,755)	(8,152)	(250,275)	(68,733,064)	(2,007,235)
Investing activities						
Purchase of investment securities	(1,169,214)	(2,190,634)	-	-	(3,359,848)	-
Proceeds from sales and maturities of investment securities	1,169,214	2,190,634	-	-	3,359,848	-
Interest on investments	20,704	66,204	-	-	86,908	-
Net cash provided by investing activities	20,704	66,204	-	-	86,908	-
Net increase (decrease) in cash and cash equivalents	(9,046,872)	(11,779,717)	244,198	178,377	(20,404,014)	743,974
Cash and cash equivalents, January 1, 2023	12,044,413	96,604,943	38,580	411,993	109,099,929	8,122,817
Cash and cash equivalents, December 31, 2023	\$ 2,997,541	\$ 84,825,226	\$ 282,778	\$ 590,370	\$ 88,695,915	\$ 8,866,791
Operating income (loss)	(1,465,013)	7,390,032	(4,654,768)	(1,737,376)	(467,125)	4,743,717
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation, depletion and amortization	7,555,672	23,799,580	2,828,893	414,312	34,598,457	643,358
(Increase) decrease in operating assets:						
Receivables	58,013	481,594	21,080	433,655	994,342	(100,610)
Due from other funds	(1,514,324)	299,873	246	(23,372)	(1,237,577)	1,244,387
Inventories	(599,989)	78,536	-	(54,807)	(576,260)	(224,112)
Increase (decrease) in operating liabilities:						
Accounts payable	2,319,749	968,756	49,262	625,367	3,963,134	931,184
Due to other funds	937,700	(759,103)	1,090	(7,331)	172,356	(126,964)
Due to other governments	3,560,168	9,400,644	-	-	12,960,812	-
Accrued liabilities	(2,488,758)	(2,885,261)	6,547	465,365	(4,902,107)	(1,408,378)
Accrued wages	43,765	(6,996)	-	(1,108)	35,661	(1,652)
Accrued vacation and leave	90,781	(260,967)	-	13,947	(156,239)	(215,988)
Estimated liability for unpaid claims	-	-	-	-	-	(637,478)
Net cash provided by (used for) operating activities	8,497,764	38,506,688	(1,747,650)	128,652	45,385,454	4,847,464

The notes to the financial statements are an integral part of this statement.

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

	Custodial Funds
Assets	
Cash	\$ 1,490,122
Receivables	8,309,077
Total assets	9,799,199
Liabilities	
Due to other governments	241,751
Due to others	4,633
Total liabilities	246,384
Deferred Inflows of Resources	5,912,499
Restricted for individuals, organizations, and governments	3,640,316
Net Position	\$ 3,640,316

The notes to the financial statements are an integral part of this statement.

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

Exhibit 9

	Custodial Funds
Additions	
Contributions	\$ 300
Confiscated evidence	242,400
JEDD income tax	6,203,560
Miscellaneous	35,007
	6,481,267
Deductions	
Distribution to participants	536,264
Education and awareness	2,338
JEDD district expenses	5,156,393
Refunds	457,458
	6,152,453
Net Increase in Fiduciary Net Position	328,814
Net position, January 1, 2023	3,311,502
Net position, December 31, 2023	\$ 3,640,316

The notes to the financial statements are an integral part of this statement.

City of Akron, Ohio
Notes to the Financial Statements
Year Ended December 31, 2023

1. Summary of Significant Accounting Policies

The City of Akron (the City) was incorporated in 1836 and is a home rule municipal corporation under the laws of the State of Ohio. The City operates under a Council-Mayor form of government and provides the following services as authorized by its Charter: public safety, public service, public health, recreation and development. The accompanying financial statements comply with the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, and Statement No. 61, *The Financial Reporting Entity: Omnibus*, Statement No. 80, *Blending Requirements for Certain Component Units*, and Statement No. 90, *Majority Equity Interests*, in that the financial statements include those activities and functions for which the City is accountable. The City has no component units as defined by GASB 14, 39, 61, 80, and 90. The City is associated with certain organizations which are defined as jointly governed organizations, joint ventures and related organizations. These organizations are presented in Notes 25, 26 and 27 to the basic financial statements. These organizations are the Akron/Summit Convention and Visitors' Bureau, the Copley-Akron Joint Economic Development District ("JEDD"), the Coventry-Akron JEDD, the Springfield-Akron JEDD, the Bath-Akron-Fairlawn JEDD, and the Summit Medina Business Alliance (SMBA). The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units.

The following is a summary of the more significant policies followed during the preparation of the accompanying financial statements.

A. Government-wide and fund financial statements

GASB Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments* establishes requirements and a reporting model for the annual financial reports of state and local governments. The Statement was developed to make annual reports easier to understand and more useful to the people who use governmental financial information to make decisions. Financial information of the City is presented in the following format:

Basic Financial Statements:

1. *Government-wide financial statements* consist of a statement of net position and a statement of activities.

These statements report all of the assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues, expenses, and gains and losses of the City. Governmental activities are reported separately from business-type activities. Governmental activities are normally supported by taxes and intergovernmental revenues, whereas business-type activities are normally supported by fees and charges for services and are usually intended by management to be financially self-sustaining. Fiduciary funds of the City are not included in these government-wide financial statements.

Interfund receivables and payables, and bonds and notes issued by the City and held by the City as investments, within governmental and business-type activities have been eliminated in the government-wide statement of net position. Related

1. Summary of Significant Accounting Policies (Continued)

interest amounts are eliminated in the government-wide statement of activities. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business-type activities total column. Interfund services provided and used are not eliminated in the process of consolidation.

Internal service net position, whether positive or negative, have been eliminated against the expenses and program revenues shown in the governmental activities statement of activities.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities.

Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenue includes (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

2. *Fund financial statements* consist of a series of statements focusing on information about the City's major governmental and enterprise funds. Separate statements are presented for the governmental, proprietary, and fiduciary funds.

The City's major governmental funds are the General Fund, the Community Learning Centers (CLC) Fund, Income Tax Capital Improvement Fund, Special Assessment Fund, and the Various Purpose Funding Fund. Water, Sewer, and Off-Street Parking Funds are considered major funds of the City's business-type activities.

The General Fund is the primary operating fund of the City. It is used to account for all financial resources except those required to be accounted for in other funds. Its revenues consist primarily of income and property taxes, JEDD revenues, shared revenues, charges for services, and licenses, fees, and fines.

General Fund expenditures represent costs of general government, public service (including sanitation and recycling collection), public safety (including police and fire), community environment, public health, and recreation and parks. General Fund resources are also transferred annually to support other services which are accounted for in other separate funds.

The Community Learning Centers (CLC) Fund is used to account for the daily activity relating to the CLC project. The cooperative agreement with the Board of Education of the Akron Public Schools District (District) provides a mechanism to fund the renovation and/or rebuilding of all CLC's in Akron. This major rebuilding program is funded primarily through City income tax, shared revenue and bond proceeds.

The Income Tax Capital Improvement Fund, a special revenue fund, is used to account for the accumulation of income tax revenue and the payments of costs for items specifically designated as project costs and payment of debt service. The primary revenue source is income tax revenue and some debt proceeds.

1. Summary of Significant Accounting Policies (Continued)

The Special Assessment Fund is used to account for the accumulation of resources for, and the payment of, assessment related activities including Street Lighting, Street Cleaning, and related costs. Revenues consist primarily of special assessment collections.

The Various Purpose Funding Fund is used to account for the accumulation of resources for, and payment of grant specific costs. Revenue consists primarily of grants and subsidies related to COVID funding and the American Rescue Plan Award (ARPA).

The Water Enterprise Fund accounts for financial activity related to operating the City's water supply, treatment and distribution system. The Water Enterprise Fund serves six other municipalities and parts of six adjacent townships. Revenues consist primarily of charges for services.

The Sewer Enterprise Fund accounts for the financial activity related to operating the City's wastewater collection and treatment system that serves the City and twelve other subdivisions. Revenues consist primarily of charges for services.

The Off-Street Parking Fund accounts for the financial activity related to operating the City's parking facilities located throughout the downtown area. Revenues consist almost exclusively of charges for services.

While not considered major funds, the City maintains Internal Service Funds used to account for the financing of goods or services provided by one department or division to another department or division of the City, generally on a cost-reimbursement basis. The three largest of these funds account for the motor equipment, engineering, and information technology services. In addition, the City also maintains Internal Service Funds to account for the financial activity relating to self-insurance. The financial activity relating to the self insurance funds are for workers' compensation, medical, and judgment and claims.

3. Notes to the financial statements provide information that is essential to a user's understanding of the basic financial statements.

Required Supplementary Information:

Required supplementary information such as Management's Discussion and Analysis and budgetary comparison schedules are also required by GASB Statement No. 34. GASB Statement No. 68 requires the Schedule of City's Proportionate Share of Net Pension Liability and the Schedule of the City Contributions to State Pension Funds. GASB Statement No. 75 requires the Schedule of Net OPEB Liability and the Schedule of Contributions for the OPEB Plan.

B. *Financial reporting presentation*

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, deferred outflows/inflows of resources, fund balance (equity), revenues, and expenditures (expenses). The fund types and classifications that the City reports are as follows:

1. Summary of Significant Accounting Policies (Continued)

GOVERNMENTAL FUNDS

1. **General Fund** – The General Fund is the general operating fund of the City and is appropriated. It is used to account for all financial resources except those required to be accounted for in another fund.
2. **Special Revenue Funds** – Special Revenue Funds are used to account for revenues derived from specific taxes, grants, or other restricted revenue sources. The uses and limitations of each Special Revenue Fund are specified by City ordinances or federal or state statutes.
3. **Debt Service Funds** – Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.
4. **Capital Projects Funds** - The Capital Projects Funds are used to account for financial resources used for the acquisition or construction of major capital projects (other than those financed by proprietary funds).
5. **Permanent Funds** – Permanent Funds are for the purpose of accounting for resources that are legally restricted to the extent that earnings, and not principal, may be used for purposes that support the reporting government's programs. The City, however, does not utilize Permanent Funds at this time.

PROPRIETARY FUNDS

1. **Enterprise Funds** - The Enterprise Funds are used to account for the operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.
2. **Internal Service Funds** - The Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments or to other governments on a cost-reimbursement basis.

FIDUCIARY FUNDS

1. **Custodial Funds** – Custodial Funds are used to account for assets held by the City for individuals, private organizations, or other governments. The City reports on seven Custodial Funds, the first one is the Claire Merrix which is to fund tennis related activities. Followed by the Police/Fire Beneficiary Fund which provides scholarships for dependents of those serving in the Police and Fire Departments. The Police Property Monetary Evidence Fund and is used to account for funds held by the Police Department that will be returned to other agencies. The remaining funds relate to specific Joint Economic Development Districts (JEDD) and include: Copley-Akron JEDD, Coventry-Akron JEDD, Springfield-Akron JEDD, and Bath-Akron-Fairlawn JEDD. The JEDD funds are used to account for the specific JEDD District activities and disbursements.

1. Summary of Significant Accounting Policies (Continued)

C. *Measurement focus and basis of accounting*

Except for budgetary purposes, the basis of accounting used by the City conforms to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

The government-wide, proprietary, and custodial fund financial statements are reported using the economic resources measurement focus and the full accrual basis of accounting, except Custodial Funds because they are custodial in nature. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include income taxes, property taxes, shared revenue, grants, and donations. On a full accrual basis, revenue from income taxes is recognized in the period in which the taxpayer's liability occurs and revenue from property taxes is recognized in the fiscal year for which the taxes are levied. On a full accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City. Revenue from grants and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. The City generally considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Expenditures are generally recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt are reported as other financing sources.

In applying the susceptible-to-accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available (i.e., collectible within the current year or within sixty days after year-end and available to pay obligations of the current period). These include income taxes, JEDD revenues, investment earnings, shared revenues, and a portion of special assessments. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Property taxes and the balance of special assessments receivables, though measurable, are not available soon enough in the subsequent year to finance current period obligations.

1. Summary of Significant Accounting Policies (Continued)

Therefore, property tax and the balance of special assessment receivables are recorded as deferred inflows until they become available. Other revenues, including licenses, fees and fines, and charges for services are recorded as revenue when received in cash because they are generally not measurable until actually received. The City applies restricted resources first when an expenditure is incurred for purposes for which both restricted and unrestricted net position are available.

Proprietary Fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as rental revenue and connection fees, result from ancillary activities. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

D. *Budgetary Procedures*

The City Council follows these procedures in establishing the budgetary data.

- (1) The Mayor submits to the City Council a proposed operating budget for the fiscal year commencing January 1. The operating budget includes proposed expenditures and the means of financing them.
- (2) Public hearings are conducted to obtain taxpayer comments.
- (3) According to state law, the budget must be enacted through passage of an ordinance by April 1.
- (4) The City Finance Director is authorized by City Council to transfer funds already appropriated within departments within any fund or category of expenditures; however, any revisions that alter the total appropriation of said department must be individually approved by the City Council. During 2023, supplemental appropriations were passed by City Council.
- (5) Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are recorded as the equivalent of expenditures. Unencumbered appropriations lapse at year-end.
- (6) The majority of all funds have a legally adopted annual budget. Those funds include:

General Fund
Income Tax Collection
Emergency Medical Service
Special Assessment
Income Tax Capital Improvement
Street and Highway Maintenance
Community Development
Community Environment Grants
Akron Metro. Area Transportation Study
H.O.M.E. Program
Tax Equivalency
E.D.A. Revolving Loans
Joint Economic Development Districts
Akron Muni. Court Information System
Police Grants
Safety Programs

City Facilities Operating
Various Purpose Funding
Deposits
Community Learning Centers
Police, Fire, and Road Activity
General Grants
General Bond Payment Fund
Streets
Information Technology and Improvements
Parks and Recreation
Public Facilities and Improvements
Public Parking
Economic Development
Water
Sewer
Oil and Gas

Golf Course
Airport
Off-Street Parking
Motor Equipment
Medical Self-Insurance
Workers' Compensation Reserve
Self-Insurance Settlement
Telephone System
Engineering Bureau
Information Technology
Claire Merrix
Police/Fire Beneficiary
Police Property Monetary Evidence

1. Summary of Significant Accounting Policies (Continued)

- (7) The City appropriates an annual budget for the Police Pension Employer's Liability Fund and the Fire Pension Employer's Liability Fund, which are required due to their funding source. On a GAAP basis, the two funds are combined with the General Fund.
- (8) The City appropriates an annual budget for the Unclaimed Monies Fund which on a GAAP basis, is combined with the General Fund.

E. *Cash, Cash Equivalents, and Investments*

Cash balances of the individual funds are combined to form a pool of cash held by the City Treasurer and invested in authorized investments (see Note 2). Earnings from these investments are credited to the General Fund in accordance with the City Charter except where the terms of a grant or regulation specify otherwise. Certain cash balances are held on behalf of the City by outside agents (see Note 2). Earnings from these investments are credited to the General Fund and certain other funds pursuant to the City Charter and federal and state requirements.

Investments are stated at fair value. Changes in fair value are recorded as a component of investment earnings.

For purposes of the Statement of Cash Flows, equity in pooled cash and investments, as well as segregated investments with original maturities of three months or less at the time they are purchased by the City, are considered to be cash equivalents. Investments with maturities of more than three months are not considered to be cash equivalents.

- F. *Inventories* – Inventories are valued at cost (first-in, first-out) and adjusted to annual physical counts which are then maintained on a perpetual basis until the end of the year.
- G. *Capital Assets and Leased Assets* – Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), and leased assets, which include intangible right-to-use assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements to the extent the City's capitalization threshold is met. The City defines capital assets as assets with an estimated useful life in excess of three years and an individual cost of more than \$5,000 for land; \$10,000 for equipment and vehicles; \$50,000 for intangibles – easements; \$500,000 for intangibles – computer software; \$25,000 for land improvements, buildings, and improvements other than buildings; and \$100,000 for infrastructure. Assets are recorded at historical cost or estimated historical cost if historical cost is not available. Contributed capital assets are recorded at their acquisition value at the date contributed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential in an orderly market transaction at the acquisition date. Infrastructure acquired prior to December 31, 1980, is also reported as a component of the above-mentioned capital assets. The city values leased assets at the net present value of all future lease payments and capitalizes the leased assets using the same thresholds as capital assets, based on the type of property being leased.

Capital assets in the proprietary funds are capitalized in the fund in which they are utilized. The valuation basis for proprietary fund capital assets are the same as those used for the governmental capital assets. Interest accrued during the construction of capital assets

1. Summary of Significant Accounting Policies (Continued)

utilized by the proprietary funds has been capitalized through December 31, 2017. As a result of the 2018 implementation of GASB statement No. 89, *Accounting for Interest Cost Incurred before the end of a construction period*, interest accrued during construction is no longer capitalized in Proprietary funds. Costs for maintenance and repairs are expensed when incurred. However, costs for repairs and upgrading that materially add to the value or life of an asset and meet the above criteria are capitalized.

The City depreciates capital assets on a straight-line basis half-year convention, using the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Buildings, bridges, and storm sewers	50
Improvements, skywalks, and paving	40
Sewer and water mains	40
Sidewalks, curbs, electrical, and lighting	30
Traffic control system and bridge repairs	25
Land improvements	20
Equipment and Intangibles	3-20
CLC Building Equity Interest	50
CLC improvements other than buildings	40

The City amortizes leased assets on a straight-line basis half-year convention, using the lesser of the useful life or the lease term.

- H. **Compensated Absences** – Vacation, paid leave, and compensatory time benefits are accrued for as liabilities as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation, paid leave, and compensatory time when earned for all employees.

Sick leave benefits are accrued as a liability using the vesting method. An accrual for sick leave is made to the extent that it is probable that benefits will result in payments. The liability is an estimate based on the City’s past experience at making payments.

- I. **Fund Balances** – 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 follows:

(1) **Nonspendable** – 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” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

(2) **Restricted** – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

(3) **Committed** – Amounts constrained to specific purposes imposed by a formal action (ordinance) of City Council, its highest level of decision making authority; to be reported as committed, amounts cannot be used for any other purposes unless the same highest level of action is taken to remove or change the constraints.

1. Summary of Significant Accounting Policies (Continued)

(4) **Assigned** – Amounts the City intends to use for a specified purpose; intent can be expressed by the governing body or by the Director of Finance which has been designated this authority. The City’s intent is typically expressed through a directive issued by the Director of Finance.

(5) **Unassigned** – Amounts that are available for any new purpose: positive amounts are reported only in the general fund. In other governmental funds, the unassigned classification is used only to report a deficit fund balance.

Council establishes fund balance commitments by passage of an ordinance. Assigned fund balance is established by City administration including the Director of Finance through the issuance of requisitions, purchase orders, contracts, and directives.

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.

Governmental funds of the City do not have specified fund balance targets. Recommended levels of committed and/or assigned fund balance will be determined on a case by case basis, based on the needs of each fund and as recommended by officials and approved by Council where necessary.

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to restrict that portion of the appropriation, is employed as an extension of formal budgetary integration in the governmental funds. Significant encumbrances as of December 31, 2023, total \$2,358,306 in the General fund, \$32,625 in the Community Learning Center fund, \$2,845,491 in the Income Tax Capital Improvement fund, \$2,128,024 in the Special Assessment fund, \$3,517,199 in the Various Purpose fund, and \$12,062,212 in all other Governmental funds.

J. **Interfund Transactions** – During the course of normal operations, the City records numerous transactions between funds including expenditures and transfers of resources to provide services, subsidize operations, and service debt. The City has the following types of transactions among funds:

- (1) Reciprocal interfund services provided and used – Purchases and sales of goods and services between funds for a price approximating their external exchange value.
- (2) Nonreciprocal interfund transfers – Flows of assets between funds without equivalent flows of assets in return and without a requirement for repayment. This includes transfers to subsidize various funds.
- (3) Nonreciprocal interfund reimbursements – Repayments from the funds responsible for particular expenditures or expenses to the funds that initially paid for them.

The City’s interfund receivables and payables are presented in Note 5. These are eliminated entity-wide and shown as Internal Balances on the Statement of Net Position. Interfund transfers are presented in Note 22.

1. Summary of Significant Accounting Policies (Continued)

- K. ***Pension and Other Post-Retirement Benefits*** – For purposes of measuring the net pension liability, OPEB liability, deferred inflows of resources related to pensions and OPEB, deferred outflows of resources related to pensions and OPEB, and pension and OPEB expense, information about the fiduciary net position of the pension and 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 systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

In addition to the post-retirement benefits provided by the Ohio Police and Fire Pension Fund and the Ohio Public Employees Retirement System of Ohio, the City provides post-retirement health care and life insurance benefits, in accordance with union agreements and City Council ordinances, for retired employees (see note 9).

- L. ***Debt Issuance Costs, Premiums, Discounts, and Losses on Refundings*** – Debt issuance costs, except prepaid insurance costs, are reported as expenses in the period incurred. Bond premiums and discounts, as well as prepaid insurance costs, are deferred and amortized over the life of the bonds. Losses on advance refundings are deferred and amortized over the life of the new debt, or the life of the advance refunded debt, whichever is shorter.

- M. ***Employment Related Liabilities*** – The City records a liability for employment related liabilities relating to former employees of the Health Department (see note 14).

In the best interest of the public health, safety and welfare and to improve governmental efficiency and economy, effective January 1, 2011, the City's Health Department consolidated with the Summit County Health District.

The former Health Department employees while employed by Summit County must retire under Ohio Public Employees Retirement System to be entitled to receive payment of the accumulated sick leave at the hourly rate the employee was receiving at the time of resignation from the City, along with the retirement differential. The City has recorded a long-term liability of \$608,594. Additionally, the former Health Department employees are entitled to staggered payouts for their accumulated vacation, paid leave, and compensatory time at the hourly rate the employee was receiving at the time of resignation from the City. The liability is the actual amount due to employees.

- N. ***Net Position*** – Net Position is the residual amount when comparing assets and deferred outflows of resources to liabilities and deferred inflows of resources. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. The restricted component of net position is reported when there are limitations imposed by creditors, grantors, or laws or regulations of other governments. Net position restricted for Capital Projects are mainly attributed to economic development, public parking, and street projects. The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

1. Summary of Significant Accounting Policies (Continued)

- O. **Accounting Standards** – The City applies all applicable and effective pronouncements issued by the Governmental Accounting Standards Board (GASB).

In March 2020, the GASB issued statement No 93, *Placement of Interbank Offered Rates*. The objective of this Statement requires governments to terminate hedge accounting when it renegotiates or amends a critical term of hedging derivative instrument. For the City, this statement is effective for reporting periods beginning after June 15, 2021, except paragraph 11b effective for reporting periods ending after December 31, 2022. The City's financial statements have been prepared in conformance with this Statement.

In March 2020, the GASB issued statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This statement is effective for reporting periods beginning after June 15, 2022. The City's financial statements have been prepared in conformance with this Statement.

In May 2020, the GASB issued statement No. 96, *Subscription-Based Information Technology Arrangements*. The objective of this Statement is to better meet the information needs of financial statement users by (a) establishing uniform accounting and financial statements reporting requirements for Subscription-Based Information Technology Agreements (SBITA); (b) improving the comparability of financial statements among governments that have entered into SBITAs; and (c) enhancing the understandability, reliability, relevance, and consistency of information about SBITAs. For the City, this statement is effective for reporting periods beginning after June 15, 2022. The City's financial statements have been prepared in conformance with this Statement.

In April 2022, the GASB issued statement No. 99, *Omnibus 2022*. The primary objectives of this Statement are to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The requirements clarifying Statement No. 34, No. 53, and No. 63 are effective upon issuance. Requirements related to leases, PPPs, and SBITAs are effective for fiscal years beginning after June 15, 2022, and all reporting periods thereafter. The requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement No. 53 are effective for fiscal years beginning after June 15, 2023. The City's financial statements have been prepared in conformance with this Statement.

1. Summary of Significant Accounting Policies (Continued)

In June 2022, the GASB issued Statement No. 100, *Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62*. The primary objective of this Statement is to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability. For the City, this Statement is effective for fiscal years beginning after June 15, 2023.

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. For the City, this Statement is effective for fiscal years beginning after December 15, 2023.

In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosers*. The objective of this Statement is to provide users of governmental financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations and constraints. This Statement requires a government to assess whether an event or events associated with concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. For the City, this Statement is effective for fiscal years beginning after June 15, 2024.

In April 2024, the GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. This Statement also addresses certain application issues. For the City, this Statement is effective for fiscal years beginning after June 15, 2025.

2. Pooled Cash and Investments

City ordinances require that all cash, with the exception of certain debt service cash and cash held by fiscal agents, be deposited with the City Treasurer. Each fund's portion of these funds is displayed on the statements of net position or balance sheets as "pooled cash and investments." Earnings on these investments are allocated to the various funds based on City and state statutes, grant agreements, and various bond agreement requirements. Investments are also held separately by the Special Revenue, Debt Service, Enterprise, and Internal Service Funds. City ordinances further authorize and direct the permitted types of deposits and investments.

Deposits:

City ordinances require that all deposits be secured by collateral securities pledged at market value in an amount equal to at least 100% of the deposit, less any amount covered by federal deposit insurance. Custodial credit risk 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. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by Ohio Revised Code, is held in collateral pools at Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the depository bank and pledged as a pool of collateral against all public deposits held by the depository.

The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Although the securities were held by the pledging institutions' trust department and all statutory requirements for the deposit of money have been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

At December 31, 2023, the carrying amount of the City's deposits was \$119,837,461 and the bank balance was \$124,714,558. The difference in the carrying amount and bank balance was composed of outstanding checks and other normal reconciling items. Of the bank balance, \$2,691,647 was covered by federal depository insurance, and \$122,022,911 was uninsured but collateralized with unregistered securities held by the pledging financial institution's trust department in the City's name.

The money market funds, amounting to \$187,481.05 while held by bond trustees as the City's agents and in the City's name, are also considered uncollateralized and uninsured. The City holds money market funds amounting to \$2,389,671, while held by the City these funds are also considered uncollateralized and uninsured. However, their disposition and availability are governed by bond ordinances and indentures.

Investments in City of Akron notes amounting to \$94,701,729 are eliminated in the government-wide statement of net position at December 31, 2023.

2. Pooled Cash and Investments (Continued)

Investments:

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy below.

Investments in U.S. Treasury securities of \$43,011,235 were classified in Level 1 of fair value hierarchy and valued using quoted market prices.

The City does not have any Investments in Federal Government Agency securities as of December 31, 2023 classified in Level 2 of fair value hierarchy and valued using pricing sources as provided by the investment managers. Investments in the City of Akron notes and Akron Public Schools (APS) bonds amounting to a fair value of \$100,026,728 were classified as Level 3. Securities classified as Level 3 have limited trade information, these securities are priced using the last trade price or estimated using recent trade prices. At December 31, 2023, total fair value was \$13,774 above the City's net cost for its investments.

Interest Rate Risk. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rate risk.

Credit Risk. City ordinances authorize the treasurer to invest in obligations of the United States Treasury, agencies, and instrumentalities, and direct obligations of the State of Ohio, including any subdivisions of the state. As of December 31, 2023, the investments held by the bond trustees and STAROhio were rated AAAM by Standard & Poor's. All municipal bonds and notes are rated A2 or better by Moody's or A or better by Standard & Poor's.

2. Pooled Cash and Investments (Continued)

The City has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio). STAR 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, *Accounting and Financial Reporting for Certain External Investment Pools and Pool Participants*, which establishes accounting and financial reporting standards for qualifying external investment pools that elect to measure for financial reporting purposes all of their investments at amortized cost. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price at which the investment could be sold on December 31, 2023.

As of December 31, 2023 the City had the following investments and maturities:

<u>Investment Types</u>	<u>Fair Value</u>	<u>Investment Maturities (In Years)</u>			
		<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>	<u>More than 10</u>
U.S. Treasuries or Agencies:					
Treasury Notes	\$ 7,959,920	\$ 7,959,920	\$ -	\$ -	\$ -
FFCB Bond	7,955,870	7,955,870	-	-	-
FHLB Bond	27,095,445	27,095,445	-	-	-
City of Akron and Akron Public Schools (APS):					
Municipal Notes	72,146,116	70,354,116	179,000	275,000	1,338,000
Assessment Debt	22,555,612	15,225,141	6,201,124	1,129,347	-
School Facility Bonds	5,325,000	1,010,000	4,315,000	-	-
Investments held by bond trustees:					
U.S. Treasuries or Agencies	1,491,333	1,491,333	-	-	-
Cash Reserve	187,481	187,481	-	-	-
Total Investment Maturities		<u>\$ 131,279,306</u>	<u>\$ 10,695,124</u>	<u>\$ 1,404,347</u>	<u>\$ 1,338,000</u>
Total Fair Value	<u>\$ 144,716,777</u>				

Not included in the fair value totals above is STAR Ohio, an external investment pool which was recorded at amortized cost of \$50,414,972 at December 31, 2023. The investments in STAR Ohio are measured at amortized cost; therefore, they are not included in the tables above. There are no limitations or restrictions on any STAR Ohio participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given to STAR Ohio 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the STAR Ohio investors will be combined for these purposes.

2. Pooled Cash and Investments (Continued)

Bond trustees and Community Learning Center trustees holding the investments are not registered with the SEC as an investment company but do operate in a manner consistent with rule 2a7 of the Investment Company Act of 1940.

Investments held by bond trustees, Community Learning Centers, and STAROhio are not exposed to custodial credit risk because their existence is not evidenced by securities that exist in physical or book entry form.

At December 31, 2023, \$5,674,378 of cash and investments was restricted for the following purposes: \$204,550 was restricted for lease costs for Canal Park Stadium; \$594,537 was restricted for Akron District Energy COPs; and \$4,792,070 was restricted solely for retirement of City obligations; and the balance of \$83,221 was held by the trustee for payment of debt service on the Community Learning Centers' Income Tax Revenue Bonds.

The following is a reconciliation of cash and investments to the Statement of Net Position as of December 31, 2023:

	Fair Value
Investments (Summarized in prior table)	\$ 144,716,777
STAR Ohio	50,414,972
Carrying amount of the City's Deposits	119,837,461
	<u>\$ 314,969,210</u>
Governmental Activities:	
Governmental Funds	
Cash and investments with treasurer	\$ 213,533,996
Restricted Cash and investments with fiscal and escrow agents and others	2,382,386
Internal Service Funds	
Cash and investments with treasurer	8,866,791
Total Cash and Investments - Governmental Activities	<u>\$ 224,783,173</u>
Business-Type Activities:	
Enterprise Funds	
Cash and investments with treasurer	\$ 85,403,923
Restricted cash and cash equivalents with treasurer and others	3,291,992
Total Cash and Investments - Business-Type Activities	<u>\$ 88,695,915</u>
Fiduciary Funds	
Cash and investments with City	\$ 1,490,122
Total	<u><u>\$ 314,969,210</u></u>

3. Receivables

Receivables, net of allowances for uncollectible reported in the Statement of Net Position, consist of the following at December 31, 2023:

	Taxes	Customer Charges, Special Assessments, and Others	Lease Receivables	Gross Receivables	Allowance for Uncollectibles	Net
Governmental Activities						
Governmental Funds:						
General Fund	\$ 48,198,860	\$ 12,989,568	\$ 4,714,088	\$ 65,902,516	\$ (1,078,550)	\$ 64,823,966
Community Learning Centers	3,245,399	30,000,000	-	33,245,399	-	33,245,399
Income Tax Capital Improvement	7,256,028	-	-	7,256,028	-	7,256,028
Special Assessment Fund	-	94,905,068	-	94,905,068	(62,326,506)	32,578,562
Various Purpose Funding	-	108,101	-	108,101	-	108,101
Other Governmental Funds	33,793,237	25,835,586	21,363,530	80,992,353	(10,162,070)	70,830,283
Total Governmental Funds	92,493,524	163,838,323	26,077,618	282,409,465	(73,567,126)	208,842,339
Internal Service Funds	-	1,096,368	480	1,096,848	-	1,096,848
Total Governmental Activities	92,493,524	164,934,691	26,078,098	283,506,313	(73,567,126)	209,939,187
Business-type Activities						
Enterprise Funds:						
Water	-	3,622,899	148,497	3,771,396	(866,852)	2,904,544
Sewer	-	15,106,813	-	15,106,813	(2,400,499)	12,706,314
Off-Street Parking	-	60,996	2,408,713	2,469,709	(25,787)	2,443,922
Other Enterprise Funds	-	5,705	2,147,017	2,152,722	-	2,152,722
Total Business-type Activities	-	18,796,413	4,704,227	23,500,640	(3,293,138)	20,207,502
Total Receivables	\$ 92,493,524	\$ 183,731,104	\$ 30,782,325	\$ 307,006,953	\$ (76,860,264)	\$ 230,146,689

Included in the amounts above are water and sewer unbilled charges for services of approximately \$889,243 and \$3,795,166 respectively. The table above also includes debt credits in the amount of \$2,482,992 which are eliminated Government-Wide.

Delinquent special assessment receivables amounted to \$62,326,506 at December 31, 2023 and were fully reserved for in the allowance for uncollectibles in the General, Special Assessment, Water, and Sewer funds.

4. Due From/To Other Governments

Amounts due from other governments at December 31, 2023 consist of the following:

	Federal	State	Total
Governmental Funds:			
Various Purpose Funding	\$ 36,222	\$ -	\$ 36,222
Other Governmental Funds	6,839,467	377,073	7,216,540
Total Governmental Funds	<u>\$ 6,875,689</u>	<u>\$ 377,073</u>	<u>\$ 7,252,762</u>
Enterprise Funds:			
Water	\$ 1,491,093	\$ 228,125	\$ 1,719,218
Airport	29,282	40,814	70,096
Total Enterprise Funds	<u>\$ 1,520,375</u>	<u>\$ 268,939</u>	<u>\$ 1,789,314</u>

Amounts due to other governments at December 31, 2023 consist of the following:

	Federal	State	Local	Total
Governmental Funds:				
Various Purpose Funding	\$ -	\$ -	\$ 793,533	\$ 793,533
Other Governmental Funds	3,750,000	612,219	-	4,362,219
Total Governmental Funds	<u>\$ 3,750,000</u>	<u>\$ 612,219</u>	<u>\$ 793,533</u>	<u>\$ 5,155,752</u>

The \$5,155,752 due to other governments includes \$3,710,000 that is reported as long-term liabilities in the government-wide statement of net position as liabilities due in more than one year.

	State	Total
Enterprise Funds:		
Water	\$ 3,629,576	\$ 3,629,576
Sewer	13,131,058	13,131,058
Total Enterprise Funds	<u>\$ 16,760,634</u>	<u>\$ 16,760,634</u>

The federal amount listed in due to other governments is comprised of three section 108 loans from the U.S. Department of Housing and Urban Development (HUD).

The state amount listed in due to other governments is comprised of accounts payable transactions for capital assets and engineering estimates for projects for work completed.

The state amount recorded in Business type Activities relates to accounts payable transactions for engineering estimates for water and sewer projects for work completed.

5. Due From/To Other Funds

Interfund receivable and payable balances at December 31, 2023, due within one year, consist of the following individual fund receivables and payables:

	Receivable	Payable
Governmental Funds:		
General	\$ 3,572,409	\$ 710,848
Income Tax Collection	427,215	2,854,376
Emergency Medical Service	-	30,909
Special Assessment	-	356,891
Income Tax Capital Improvement	-	108
Street and Highway Maintenance	48,673	211,625
Community Development	-	657
Akron Metro. Area Transportation Study	-	240
Joint Economic Development Districts	600,000	242,947
Akron Muni. Court Information System	112,457	-
Police Grants	-	1,004,236
Safety Programs	1,554	436,835
City Facilities Operating	-	600,000
Various Purpose Funding	44,645	713,338
Deposits	-	140,741
Community Learning Centers	1,427,782	185,464
Police, Fire and Road Activity	1,425,716	-
General Grants	-	162,400
General Bond Payment	-	35
Streets	-	534,958
Parks and Recreation	-	190,022
Public Facilities and Improvements	-	117,349
Public Parking	-	2,187
Economic Development	-	32,035
	<u>\$ 7,660,451</u>	<u>\$ 8,528,201</u>
Proprietary Funds:		
Enterprise:		
Water	\$ 2,413,241	\$ 1,420,503
Sewer	-	2,604,165
Golf Course	-	3,796
Airport	23,540	-
Off-Street Parking	-	92,482
	<u>\$ 2,436,781</u>	<u>\$ 4,120,946</u>
Internal Service Funds:		
Motor Equipment	1,280,797	2,809
Liability Self-Insurance	-	7,187
Workers' Compensation Reserve	-	40
Telephone System	52,844	2,427
Engineering Bureau	1,235,696	4,715
Information Technology	-	244
	<u>2,569,337</u>	<u>17,422</u>
Total	<u><u>\$ 12,666,569</u></u>	<u><u>\$ 12,666,569</u></u>

5. Due From/To Other Funds (Continued)

Transactions between funds are reported as revenues in the receiving funds, and expenditures/expense in purchaser funds. The transactions result from numerous transactions between funds including expenditure and transfers of resources to provide services, subsidize operations, administration charges, and rental fee.

The General Fund makes advances to other funds primarily to grant funds waiting on reimbursement and the repayment is shown above. Additionally, the General Fund charges an administration fee and storeroom services to various funds. The Income Tax Collection Fund receives tax revenue during December that is posted in the subsequent month to the Community Learning Centers Fund. The proprietary funds provide goods and services through the end of the year causing a time lag between the dates the goods or services were provided and when the transactions are recorded.

The Motor Equipment Fund charges for services resulted with receivables for December that were from the time lag for recording. The Engineering Bureau Fund charges for services also resulted with receivables for capital projects.

6. Deposits

On December 15, 2003, the City of Akron entered into a cooperative agreement for Community Learning Centers (CLC) with the Board of Education of the Akron City School District (District). The cooperative agreement is the foundation for all the activity associated with the City's .25% income tax and the construction and ownership relating to the CLCs. The District receives the related tax proceeds as collected and reports an amount "Due To City of Akron" for any funds that are unspent at the end of this project which would be required to be returned to the City. As of December 31, 2023, The District's financial statements are reporting a negative balance as "Due to City of Akron" due to the overspending of available tax proceeds, and therefore no CLC Deposits are recorded on the City's Statement of Net Position.

7. Capital Assets

Capital asset activity for the year ended December 31, 2023 was as follows:

	Balance January 1, 2023, as restated	Additions	Deletions	Balance December 31, 2023
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 153,288,364	\$ -	\$ -	\$ 153,288,364
Construction in progress	72,410,455	45,681,630	12,328,950	105,763,135
CLC Land	1,374,959	5,361	-	1,380,320
CLC Construction in progress	23,631,390	271,747	23,903,137	-
Total capital assets, not being depreciated	<u>250,705,168</u>	<u>45,958,738</u>	<u>36,232,087</u>	<u>260,431,819</u>
Capital assets, being depreciated:				
Buildings	216,935,079	4,945,847	-	221,880,926
CLC Building Equity Interest	318,144,743	10,348,970	-	328,493,713
Improvements other than buildings	212,979,466	1,889,711	-	214,869,177
CLC Improvements other than buildings	253,244	-	-	253,244
Equipment & Intangibles	160,413,862	6,989,963	2,368,029	165,035,796
Infrastructure	821,702,924	6,554,376	-	828,257,300
Right-to-Use	36,773,926	8,547,779	982,080	44,339,625
Total capital assets, being depreciated	<u>1,767,203,244</u>	<u>39,276,646</u>	<u>3,350,109</u>	<u>1,803,129,781</u>
Less accumulated depreciation for:				
Buildings	125,071,981	4,542,466	-	129,614,447
CLC Building Equity Interest	52,951,183	6,148,299	-	59,099,482
Improvements other than buildings	110,659,536	6,692,950	-	117,352,486
CLC Improvements other than buildings	75,928	7,672	-	83,600
Equipment & Intangibles	129,972,170	6,384,736	2,180,150	134,176,756
Infrastructure	467,522,145	19,043,790	-	486,565,935
Right-to-Use	1,081,395	2,619,095	12,486	3,688,004
Total accumulated depreciation	<u>887,334,338</u>	<u>45,439,008</u>	<u>2,192,636</u>	<u>930,580,710</u>
Total capital assets, being depreciated, net	<u>879,868,906</u>	<u>(6,162,362)</u>	<u>1,157,473</u>	<u>872,549,071</u>
Governmental activities capital assets, net	<u>\$ 1,130,574,074</u>	<u>\$ 39,796,376</u>	<u>\$ 37,389,560</u>	<u>\$ 1,132,980,890</u>

7. Capital Assets (Continued)

	Balance January 1, 2023,	Additions	Deletions	Balance December 31, 2023
Business-type Activities:				
Capital assets, not being depreciated:				
Land	\$ 38,402,937	\$ -	\$ -	\$ 38,402,937
Construction in progress	424,812,664	75,556,327	3,493,267	496,875,724
Total capital assets, not being depreciated	<u>463,215,601</u>	<u>75,556,327</u>	<u>3,493,267</u>	<u>535,278,661</u>
Capital assets, being depreciated:				
Buildings	207,815,030	19,569	-	207,834,599
Improvements other than buildings	470,496,595	4,960,082	-	475,456,677
Equipment and Intangibles	81,053,645	1,692,815	319,129	82,427,331
Infrastructure	674,739,137	7,088,319	-	681,827,456
Right-to-Use	1,020,334	1,189,834	201,354	2,008,814
Total capital assets, being depreciated	<u>1,435,124,741</u>	<u>14,950,619</u>	<u>520,483</u>	<u>1,449,554,877</u>
Less accumulated depreciation for:				
Buildings	115,700,348	4,110,728	-	119,811,076
Improvements other than buildings	363,520,330	11,666,341	-	375,186,671
Equipment and Intangibles	44,014,621	1,794,410	497,688	45,311,343
Infrastructure	106,514,876	16,802,696	-	123,317,572
Right-to-Use	203,673	224,299	-	427,972
Total accumulated depreciation	<u>629,953,848</u>	<u>34,598,474</u>	<u>497,688</u>	<u>664,054,634</u>
Total capital assets, being depreciated, net	<u>805,170,893</u>	<u>(19,647,855)</u>	<u>22,795</u>	<u>785,500,243</u>
Business-type activities capital assets, net	<u>\$ 1,268,386,494</u>	<u>\$ 55,908,472</u>	<u>\$ 3,516,062</u>	<u>\$ 1,320,778,904</u>

The City adopted GASB Statement No. 83, *Certain Asset Retirement Obligations*, in fiscal year 2019. This statement requires governmental entities to record a liability and a corresponding deferred outflow at the time there is an external obligating event such as a federal or state regulation, a legally binding contract or court judgment, and when there is an internal obligating event which is at the time an asset is acquired or if constructed placed in service. In accordance with GASB 83, the City recorded a current liability of \$62,570 and long-term liability of \$455,000 associated with the retirement of inactive oil wells as there is an enforceable legal obligation. After extensive legal and procedural research, the City has determined that it is impractical that City's sewer and water treatment facilities will ever be closed, and ongoing projects preserve the overall condition of the operations of the facilities. Thus, no associated retirement liability was recorded for the sewer and water treatment facilities. While the FAA-administered financing requires reimbursement if closure of the airport occurs, the City intends to keep the facility operational as new projects are ongoing to preserve the conditions and overall operations at the facility, and therefore no retirement liability was recorded. The liabilities for Hardy Road Landfill and City-owned gas tanks fall under GASB 18 and GASB 49, respectively, and are reflected in the statements. Other assets are maintained and/or disposed of by the City in accordance with best practice standards. Due to the implementation of GASB 87 some of the beginning balances have been adjusted.

7. Capital Assets (Continued)

Depreciation expense was charged during 2023 to functions of the government as follows:

Governmental Activities:

General government	\$ 2,199,500
Public service	11,078,823
Public safety	3,417,389
Community environment	8,983,347
Public health	249,910
Unallocated depreciation	18,866,681
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>643,358</u>
Total depreciation expense charged to governmental activities	<u>\$ 45,439,008</u>

Business-type Activities:

Water	\$ 7,555,672
Sewer	23,799,580
Off-Street Parking	2,828,910
Other Business-type activities	<u>414,312</u>
Total depreciation, depletion, and amortization expense charged to business-type activities	<u>\$ 34,598,474</u>

Construction in progress and remaining capital commitments (including capitalized interest of \$5,390,276 through December 31, 2017 before the implementation of GASB statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*) are comprised of the following:

	Project Authorization	Expended to December 31, 2023	Committed
Governmental Activities:			
Governmental	\$ 132,875,873	\$ 98,255,563	\$ 34,620,310
Business-type Activities:			
Water	37,867,621	33,643,914	4,223,707
Sewer	472,491,418	445,198,732	27,292,686
Airport	322,467	322,467	-
	<u>\$ 643,557,379</u>	<u>\$ 577,420,676</u>	<u>\$ 66,136,703</u>

8. Accrued Vacation and Leave

GASB Statement No. 16, *Accounting for Compensated Absences*, requires a liability to be established for all compensated absences as earned by the employees. At the time of the employee's separation, such compensated absences are paid to the employee from the fund to which the employee's payroll is charged.

Vacation, paid leave, sick leave, and compensatory time accumulated by employees whose wages are charged to governmental fund types have been recorded as liabilities in the governmental funds only if they have matured. The balance has been recorded on the statement of net position. Vacation, paid leave, sick leave, and compensatory time accumulated by employees whose wages are charged to proprietary fund types are expensed when earned and recorded as liabilities in the government-wide statement of net position and in the proprietary fund statement of net position.

Sick leave is earned by substantially all employees. Unused sick leave is accumulated up to 960 hours for uniformed firefighters and 1,000 hours for all other eligible employees. Unused sick leave vests upon reaching certain age and service requirements. The vested portion of accumulated sick leave and amounts earned through December 31, 2023 and expected to vest in the future has been accrued for in the Government-wide Statement of Net Position for all City employees. Amounts related to the City's proprietary fund operations are also accrued for in the proprietary fund statement of net position due to the nature of these funds.

The following governmental funds have typically been used in prior years to reduce or liquidate the liability for compensated absences:

General Fund	Street and Highway Maintenance
Income Tax Collection	Community Development
Emergency Medical Service	Police Grants
Special Assessment Fund	Safety Programs
Income Tax Capital Improvement	

8. Accrued Vacation and Leave (Continued)

As of December 31, 2023, the accrued vacation, paid leave, sick leave, and compensatory time is recorded as a current liability (due within one year) in the Statement of Net Position as follows:

	Balance January 1, 2023	Additions	Deletions	Balance December 31, 2023
Governmental Activities:				
Governmental Funds:				
General Fund	\$ 8,489,733	\$ 8,770,989	8,489,733	\$ 8,770,989
Income Tax Capital Improvement	17,584	35,050	17,584	\$ 35,050
Special Assessment Fund	206,544	273,727	206,544	273,727
Other Governmental Funds	<u>2,010,028</u>	<u>2,227,862</u>	<u>2,010,028</u>	<u>2,227,862</u>
Total Governmental Funds	10,723,889	11,307,628	10,723,889	11,307,628
Internal Service Funds	<u>614,521</u>	<u>546,062</u>	<u>614,521</u>	<u>546,062</u>
Total Governmental Activities	11,338,410	11,853,690	11,338,410	11,853,690
Business-type Activities:				
Enterprise Funds:				
Water	908,733	865,200	908,733	865,200
Sewer	532,856	502,432	532,856	502,432
Off Street Parking		-	-	-
Other Enterprise Funds	<u>26,062</u>	<u>17,184</u>	<u>26,062</u>	<u>17,184</u>
Total Enterprise Funds/ Business-type Activities	1,467,651	1,384,816	1,467,651	1,384,816
	<u>\$ 12,806,061</u>	<u>\$ 13,238,506</u>	<u>\$ 12,806,061</u>	<u>\$ 13,238,506</u>

The following amounts are also included as long-term obligations in the government-wide statement of net position (Note 14):

Governmental Activities:				
Governmental Funds:				
General Fund	\$ 50,930,712	\$ 16,895,597	\$ (12,709,405)	\$ 55,116,904
Income Tax Capital Improvement	177,012	37,713	3,710	218,435
Special Assessment Fund	1,053,963	394,763	(292,636)	1,156,090
Other Governmental Funds	<u>11,101,318</u>	<u>3,247,120</u>	<u>(4,702,613)</u>	<u>9,645,825</u>
Total Governmental Funds	63,263,005	20,575,193	(17,700,944)	66,137,254
Internal Service Funds	<u>3,500,859</u>	<u>421,871</u>	<u>(569,400)</u>	<u>3,353,330</u>
Total Governmental Activities	66,763,864	20,997,064	(18,270,344)	69,490,584
Business-type Activities:				
Water	4,175,680	1,674,694	(1,459,380)	4,309,994
Sewer	2,559,200	857,058	(1,087,601)	2,328,657
Off Street Parking	72,629	43,354	(20,529)	95,454
Other Business-type Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Business-type Activities	<u>6,807,509</u>	<u>2,575,106</u>	<u>(2,648,510)</u>	<u>6,734,105</u>
	<u>\$ 73,571,373</u>	<u>\$ 23,572,170</u>	<u>\$ (20,918,854)</u>	<u>\$ 76,224,689</u>

9. Pension and Other Post-Retirement Benefit Plans

Police officers and firefighters participate in the statewide Ohio Police and Fire Pension Fund (Police and Fire), a cost-sharing, multi-employer defined-benefit public employee retirement system. Police and Fire offers three types of service retirement: normal, service commuted, and age/service commuted. In a normal retirement, a member is eligible at age 48 with 25 years of service with a monthly pension equal to 60% of the average of the three highest years of allowable earnings. The maximum pension of 72% of the average allowable earnings for the three highest years is paid after 33 years of service. Under the service commuted retirement, a member is eligible if they have at least 15 years of service, they have reached the age of 48 and 25 years has elapsed from the date of their full-time hire. Under the age/service commuted retirement, a member is eligible if they have 15 years of service and they have reached the age of 62. In the event of death, eligible survivors may qualify for a monthly benefit and a one-time \$1,000 lump sum benefit payment. Benefits are established by the Ohio Revised Code.

The City also participates in a cost-sharing multi-employer post-retirement health benefits plan, administered by Police and Fire, for these city employees. Substantially all other City employees participate in the statewide Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional plan is a cost-sharing, multi-employer defined-benefit pension plan. The member-directed plan is a defined-contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Under the member-directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined-benefit pension plan that has elements of both a defined-benefit and a defined-contribution plan. Under the combined plan, employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the traditional plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the member-directed plan. The City also participates in a cost-sharing multi-employer post-retirement health benefits plan, administered by OPERS, for these City employees.

In addition to participating in the plans described above, the City provides its own post-retirement health and life insurance benefits plan which is administered as a single-employer benefit plan. Typically, the following funds have been used to liquidate the net pension obligation or net other post-retirement benefit obligation:

General Fund	General Bond Payment
Income Tax Collection	Water
Emergency Medical Service	Sewer
Special Assessment	Oil & Gas
Income Tax Capital Improvement	Golf Course
Street and Highway Maintenance	Airport
Community Development	Motor Equipment
Akron Metropolitan Area Transportation Study	Engineering
Joint Economic Development Districts	Information Technology
Safety Programs	

9. Pension and Other Post-Retirement Benefit Plans (Continued)

Net Pension Liability

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

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

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

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan, the member-directed plan is a defined contribution plan, and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. Additionally, when member-directed plan members choose to annuitize their defined contribution benefit, the annuitized portion of the benefit is reclassified to a defined benefit. While members (e.g. City employees) may elect the member-directed plan and the combined plan, the vast majority of the City's employees participate in the traditional plan. Therefore, the following plan description focus on the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. 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>,

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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 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 plan as per the reduced benefits adopted by SB 343 (see OPERS ACFR referenced above for additional information):

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
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	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	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
Public Safety	Public Safety	Public Safety
Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 52 with 25 years of service credit or Age 56 with 15 years of service credit
Law Enforcement	Law Enforcement	Law Enforcement
Age and Service Requirements: Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 52 with 15 years of service credit	Age and Service Requirements: Age 48 with 25 years of service credit or Age 56 with 15 years of service credit
Public Safety and Law Enforcement	Public Safety and Law Enforcement	Public Safety and Law Enforcement
Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25	Formula: 2.5% of FAS multiplied by years of service for the first 25 years and 2.1% for service years in excess of 25

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

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

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

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

The City’s contractually required contribution was \$10,009,067 for 2023. Of this amount, \$1,666,894 is reported as a due to other governments. Both amounts reflected contributions for employees participating in the OPERS traditional plan, combined plan, and member directed plan.

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

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

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

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 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.

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 and statutory survivors.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either three percent or the percent increase, if any, in the consumer price index (CPI) over the 12-month period ending on September 30 of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013 is equal to three percent of their base pension or disability benefit.

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

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

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution, excluding the amount related to post-retirement health care benefits, to OP&F was \$16,716,503 for 2023. Of this amount \$1,593,073 is reported as a due to other governments. Both amounts reflected contributions for police and firefighters participating in OP&F.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2022, and was determined by rolling forward the total pension liability as of January 1, 2022, to December 31, 2022. The City's proportion of the net pension liability 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:

	OPERS			OP&F	Total
	Traditional Plan	Combined Plan	Member Directed		
Proportionate Share of the Net Pension Liability/(Asset)	\$ 129,576,223	\$ (956,197)	\$ (18,455)	\$ 266,681,630	\$ 395,283,201
Proportion of the Net Pension Liability/(Asset) as of 12/31/2022	0.43684%	0.40570%	0.22600%	2.80746%	
Proportion of the Net Pension Liability/(Asset) as of 12/31/2021	0.43817%	0.37497%	0.21962%	2.71111%	
Increase (Decrease) in Proportion	(0.00133)%	0.03073%	0.00638%	0.09635%	
Pension Expense	\$ 18,814,554	\$ 140,871	\$ (5,275)	\$ 33,829,456	\$ 52,779,606

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

	OPERS			
	Traditional Plan	Combined Plan	Member Directed	OP&F
Deferred Outflows of Resources				
Net difference between projected and actual earnings on pension plan investments	\$ 36,933,296	\$ 348,477	\$ 12,272	\$ 38,825,568
Differences between expected and actual experience	4,303,978	58,786	43,017	4,000,105
Changes in proportion and differences between City contributions and proportionate share of contributions	470,323	5,715	4,637	10,257,062
Changes in assumptions	1,368,881	63,304	841	24,053,767
City contributions subsequent to the measurement date	9,743,238	265,829	-	16,716,503
Total Deferred Outflows of Resources	<u>\$ 52,819,716</u>	<u>\$ 742,111</u>	<u>\$ 60,767</u>	<u>\$ 93,853,005</u>
Deferred Inflows of Resources				
Net Difference between projected and actual earnings on pension plan investments	\$ -	\$ -	\$ -	\$ -
Differences between expected and actual experience	-	(136,629)	(3,126)	(6,075,790)
Changes in proportion and differences between City contributions and proportionate share of contributions	-	(151,265)	(8,881)	(1,679,832)
Changes in assumptions	-	-	-	(5,200,217)
Total Deferred Inflows of Resources	<u>\$ -</u>	<u>\$ (287,894)</u>	<u>\$ (12,007)</u>	<u>\$ (12,955,839)</u>

9. Pension and Other Post-Retirement Benefit Plans (Continued)

At December 31, 2023, \$26,725,570 is reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal period rather than the current fiscal period. 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			OP&F
	Traditional Plan	Combined Plan	Member Directed	
Year Ending December 31:				
2023	\$ 5,468,442	\$ (8,791)	\$ 9,759	\$ 7,656,483
2024	8,644,264	41,397	7,283	15,789,215
2025	10,871,267	67,328	7,415	16,931,799
2026	18,092,504	128,164	8,482	23,437,806
2027	-	(22,588)	3,974	365,360
Thereafter	-	(17,122)	11,841	-
Total	<u>\$ 43,076,477</u>	<u>\$ 188,388</u>	<u>\$ 48,754</u>	<u>\$ 64,180,663</u>

Actuarial Assumptions - OPERS

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

Projections of 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 in the December 31, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Measurement and Valuation Date	December 31, 2022
Experience Study	5-Year Period Ended December 31, 2020
Actuarial Cost Method	Individual Entry Age
Investment Rate of Return	6.9%
Wage Inflation	2.75%
Projected Salary Increases	2.75%-10.75 % (includes wage inflation at 2.75%)
Cost-of-living Adjustments	Pre-1/7/2013 Retirees: 3.00% Simple Post-1/7/2013 Retirees: 3.00% Simple Through 2022, then 2.05% Simple

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

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

The long-term rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. The discount rate used to measure the total pension liability was 6.9 percent.

OPERS manages investments in three investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio was a loss of 12.1% for 2022.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2019 and the long-term expected real rates of return:

Asset Class	Target Allocation for 2021	Long Term Expected Weighted Average Long-Term Expected Real Rate of Return (Geometric)
Fixed Income	22.00 %	2.62 %
Domestic Equities	22.00	4.60
Real Estate	13.00	3.27
Private Equity	15.00	7.53
International Equities	21.00	5.51
Risk Parity	2.00	4.37
Other investments	5.00	3.27
Total	100.00 %	

Discount Rate The discount rate used to measure the total pension liability was 6.9 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. 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 was applied to all periods of projected benefit payments to determine the total pension liability.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

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

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

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 expectation. 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, 2022 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Cash and Cash Equivalents	0.00 %	0.00 %
Domestic Equity	18.60	4.80
Non-US Equity	12.40	5.50
Private Markets	10.00	7.90
Core Fixed Income*	25.00	2.50
High Yield Fixed Income	7.00	4.40
Private Credit	5.00	5.90
U.S. Inflation Linked Bonds*	15.00	2.00
Midstream Energy Infrastructure	5.00	5.90
Real Assets	8.00	5.90
Gold	5.00	3.60
Private Real Estate	12.00	5.30
Commodities	2.00	3.60
Total	<u>125.00 %</u>	

The Board of Trustees of OP&F has incorporated the "risk parity" concept into OP&F's asset-liability valuation in order to reduce equity risk exposure, which lowers overall Total Portfolio risk, without sacrificing return. This creates a more risk-balanced portfolio based on their relationship between asset classes and economic environments.

Total Portfolio may be leveraged up to 1.2 times due to the application of leverage in certain fixed income asset classes.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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

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

City's proportionate share of the net pension liability (in '000s)			
	1% Decrease 6.50%	Current Discount Rate 7.50%	1% Increase 8.50%
OP&F	\$ 351,805	\$ 266,682	\$ 195,919

Other Post-retirement Benefits (OPEB)

In addition to the post-retirement benefits provided by the Ohio Police and Fire Pension Fund and the Ohio Public Employees Retirement System of Ohio, the City provides post-retirement health care and life insurance benefits, in accordance with union agreements and City Council ordinances, for retired employees. The post-retirement healthcare coverage is a single self-insured plan, administered through Medical Mutual, which provides medical, prescription drugs, dental, and vision benefits. The major medical portion of the coverage, which includes prescription drugs, ends at age 65. All other benefits continue for the lifetime of the participant. The life insurance amounts are dependent on age at retirement and the retiree’s collective bargaining unit. All life insurance amounts are reduced by 50% after the first year of retirement. Dependents are not eligible for life insurance during retirement. The life insurance is fully insured. Substantially all of the City’s employees may become eligible for those benefits if they reach normal retirement age while working for the City. The City pays 100% of the cost of health care and life insurance benefits. Effective January 1, 2023, monthly contributions for supplemental medical coverage is \$60 single / \$120 family for Non-Bargaining and AFSCME participants, and \$32.50 / \$60 per family for all other participants. Supplemental dental, vision, and life insurance are non-contributory. These benefits are financed on a pay-as-you go basis; as such, the cost of retiree health care and life insurance benefits is recognized as an expenditure/expense as claims are incurred. Eligibility for OPEB benefits is receiving a pension benefit from OPERS, Police and Fire, or disability retirement. Former employees who are term-vested for pension benefits are not eligible.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

The net OPEB liability was measured as of December 31, 2022, and the net OPEB liability was determined by an actuarial valuation as of December 31, 2021, and rolled-forward to the measurement date. For OPERS and OP&F, the City's proportion of the net OPEB liability was based on the City's share of contributions relative to the contributions of all participating entities. The following information related to the proportionate share and OPEB expense (in '000s):

	<u>OPERS</u>	<u>OP&F</u>
Proportion of the Net OPEB Liability as of December 31, 2022	0.4295%	2.80746%
Proportion of the Net OPEB Liability as of December 31, 2021	0.4276%	2.71115%
Increase (Decrease) in Proportion	0.0019%	0.0963%
Proportionate share of the Net OPEB Liability	\$ 2,708	\$ 19,988
OPEB Expense	(4,869)	2,193

The Net OPEB Liability for the City's OPEB plan was measured as of December 31, 2022 and the net OPEB liability was determined by an actuarial valuation as of December 31, 2021, and rolled-forward to the measurement date. The following information is related to the changes in the net OPEB liability for the City's plan (in '000s):

Net OPEB Liability - December 31, 2021	\$ 75,153
Total service cost	1,528
Interest cost	1,701
Experience (gains)/losses	1,170
Changes in assumptions	(17,972)
Benefit payments	(2,156)
Net OPEB Liability - December 31, 2022	<u>\$ 59,424</u>

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

	<u>City of Akron</u>	<u>OPERS</u>	<u>OP&F</u>
Deferred Outflows of Resources			
Net difference between projected and actual earnings on OPEB plan investments	\$ -	\$ 5,378,191	\$ 3,417,934
Differences between expected and actual experience	1,048,424	-	1,192,780
Changes in proportion and differences between City and proportionate share of contributions	-	72,804	2,309,298
Changes in assumptions	1,187,826	2,644,969	7,130,302
City's contributions subsequent to the measurement date	1,497,969	-	376,048
Total Deferred Outflows of Resources	<u>\$ 3,734,219</u>	<u>\$ 8,095,964</u>	<u>\$ 14,426,362</u>
Deferred Inflows of Resources			
Net difference between projected and actual earnings on OPEB plan investments	\$ (1,595,799)	\$ -	\$ -
Differences between expected and actual experience	-	(675,481)	(2,634,332)
Changes in proportion and differences between City and proportionate share of contributions	-	-	(400,744)
Changes in assumptions	(33,012,863)	(217,637)	(18,824,003)
Total Deferred Inflows of Resources	<u>\$ (34,608,662)</u>	<u>\$ (893,118)</u>	<u>\$ (21,859,079)</u>

9. Pension and Other Post-Retirement Benefit Plans (Continued)

At December 31, 2023, \$1,874,017 was reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the subsequent fiscal period. Other amounts reported as deferred (inflows) outflows of resources related to OPEB will be recognized in the OPEB expense as follows:

	<u>City of Akron</u>	<u>OPERS</u>	<u>OP&F</u>
Fiscal Year Ending December 31:			
2024	\$ (13,285,035)	\$ 960,313	\$ 758,730
2025	(9,039,686)	1,967,326	(791,460)
2026	(6,886,641)	1,677,095	(1,779,196)
2027	(3,161,050)	2,598,112	(850,581)
2028	-	-	(1,422,146)
Thereafter	-	-	(3,724,112)
Total	<u>\$ (32,372,412)</u>	<u>\$ 7,202,846</u>	<u>\$ (7,808,765)</u>

Actuarial Assumptions - City of Akron OPEB Plan

The total OPEB liability is based on the results of an actuarial valuation date and measurement date of December 31, 2022, using generally accepted actuarial procedures. The total OPEB liability was calculated by using the following assumptions:

Actuarial Cost Method	Entry Age Normal, level percent of projected payroll
Discount Rate	4.31%
Projected Payroll Growth Rate	3.25%
Health Care Cost Trend Rate for Medical and Prescription Drugs	6.75% in fiscal 2023, decreasing to an ultimate rate of 5.0% in fiscal year 2030 and after.
Health Care Cost Trend Rate for Dental and Vision	3.0%

Pursuant to paragraph 36 of GASB 75, since the City's plan is an unfunded plan, the discount rate should reflect a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The discount rate selected by the City reflects the S&P Municipal Bond 20-High Grade as of December 31, 2022. The discount rate used to measure the total OPEB liability was 4.31 percent, which is an increase from 2.25 percent used for the measurement date of December 31, 2021.

For OP&F active members, non-disabled retirees and beneficiaries, and disabled retirees, mortality rates are based on the Pub-2010 Employee Below Median Mortality Tables, separate tables for employees, healthy annuitants, contingent survivors, and disabled retirees, adjusted to reflect OP&F Pension Fund experience. Projected with the MP2021- Improvement Scale. Headcount-weighted table for health benefits, amount-weighted table for life insurance benefits. For OPERS mortality rates are based the PUB-2010 General Morality Tables, separate for employees, healthy retirees, and disabled retirees, projected with the MP-2021 Improvement Scale. Headcount-weighted table for health benefits, amount-weighted table for life insurance benefits

The Net OPEB Liability is sensitive to changes in the discount rate and the health care trend rate. The following table presents what the Net OPEB Liability would be if it were calculated using a discount rate that is one (1) percentage point lower (3.31%) and higher (5.31%) than the current discount rate

9. Pension and Other Post-Retirement Benefit Plans (Continued)

(4.31%). Additionally shown is what the City's net OPEB liability would be based on current health care trend rates that are one (1) percentage point lower (5.75%) and higher (7.75%) than the current rate of (6.75%)

	1% Decrease 3.31%	Current Discount Rate 4.31%	1% Increase 5.31%
Net OPEB Liability	\$ 64,614,098	\$ 59,424,030	\$ 55,289,092

	1% Decrease	Current Trend Rate	1% Increase
Net OPEB Liability	\$ 56,576,188	\$ 59,424,030	\$ 62,937,080

The below table covers the classes of plan members covered:

Retirees and surviving spouses receiving benefits:	2,329
Active plan members	<u>1,908</u>
Total membership	<u><u>4,237</u></u>

Actuarial Assumptions - OPERS

The total OPEB liability is based on the results of an actuarial valuation dated December 31, 2021 and rolled-forward to December 31, 2022 using generally accepted actuarial procedures. The total OPEB liability was calculated using the following assumptions:

Actuarial Valuation Date	December 31, 2021
Rolled-Forward Measurement Date	December 31, 2022
Experience Study	5-Year Period Ended December 31, 2020
Actuarial Cost Method	Individual Entry Age Normal
Actuarial Assumptions	
Single Discount Rate	5.22%
Investment Rate of Return	6.00%
Municipal Bond Rate	4.05%
Wage Inflation	2.75%
Projected Salary Increases	2.75%-10.75%
	(Includes Wage Inflation at 2.75%)
Health Care Cost Trend Rate	5.0% Initial, 3.5% ultimate in 2036

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

9. Pension and Other Post-Retirement Benefit Plans (Continued)

A single discount rate of 5.22% was used to measure the OPEB liability on the measurement date of December 31, 2022; however, the single discount rate used at the beginning of the year was 6.00%. 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 the 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% and a municipal bond rate of 4.05%. The projection of cash flows used to determine this single discount rate assumed that the employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2054. As a result, the long-term expected rate of return on health care investments were applied to projected costs through the year 2054, and the municipal bond rate was applied to all health care costs after that date.

The following table presents the OPEB liability calculated using the single discount rate of 5.22%, and the expected Net OPEB Asset if it were calculated using a discount rate that is one percentage point lower (4.22%) or one percentage point higher (6.22%) than the current rate (in '000s):

	1% Decrease 4.22%	Current Discount Rate 5.22%	1% Increase 6.22%
City's proportionate share of the Net OPEB (Asset)	\$ 9,216	\$ 2,708	\$ (266)

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2022 is 5.50%. 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 that in the not-to-distant future, the health plan cost will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50% in the most recent valuation. The following table presents the OPEB liability calculated using the health care cost trend rate and the expected Net OPEB Liability if it were calculated using a rate that is one percentage point lower or one percentage point higher than the current rate (in '000s):

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City's Proportionate Share of the Net OPEB Liability	\$ 2,538	\$ 2,708	\$ 7,443

The allocation of investment assets within the Health Care portfolio is approved by the Board 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. The system's primary goal is to achieve and maintain a fully funded status for benefits provided through the defined pension plans. Health care is a discretionary benefit. The table below displays the Board-approved asset allocation policy for 2022 and the long-term expected real rates of return.

9. Pension and Other Post-Retirement Benefit Plans (Continued)

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Geometric)
Fixed Income	34.00 %	2.56 %
Domestic Equities	26.00	4.60
REITs	7.00	4.70
International Equities	25.00	5.51
Risk Parity	2.00	4.37
Other investments	6.00	1.84
Total	100.00 %	

Actuarial Assumptions - OP&F

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 retirement plan involve estimates of the value of reported amounts and assumptions about the probability of the occurrence of events far into the future. This can include assumptions about service credit, salaries and salary increases, disabilities, and retirements. Actuarially determined amounts are subject to continual review and potential 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 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 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.

The following key methods and assumptions were used in calculating the total OPEB liability as of December 31, 2022:

Valuation Date	January 1, 2022
Rolled Forward Valuation Date	December 31, 2022
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Actuarial Assumption Experience	
Study Date	5-Year Period Ended December 31, 2021
Investment Rate of Return	OP&F OPEB Long Term Rate is 7.5%
Cost of Living Increases (COLA)	2.2% simple per year
Salary Increases	3.75% to 10.50%
Payroll Growth	3.25%
Projected Depletion Year of OPEB Assets	2036

9. Pension and Other Post-Retirement Benefit Plans (Continued)

Mortality Rates - OP&F

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

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

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

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

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 expectation. 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 real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2021 are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Domestic Equity	18.60	4.80
Non - U.S. Equity	12.40	5.50
Private Markets	10.00	7.90
Core Fixed Income*	25.00	2.50
High Yield Fixed Income	7.00	4.40
Private Credit	5.00	5.90
U.S. Inflation Linked Bonds*	15.00	2.00
Midstream Energy Infrastructure	5.00	5.90
Real Assets	8.00	5.90
Gold	5.00	2.40
Private Real Estate	12.00	5.30
Commodities	2.00	3.60
Total	125.00 %	

9. Pension and Other Post-Retirement Benefit Plans (Continued)

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 national portfolio perspective above, the Total Portfolio may be leveraged up to 1.25 times due to the application of leverage in certain fixed income asset classes.

Discount Rate The total OPEB liability was calculated using the discount rate of 4.27 percent, which is an increase from 2.84 percent used for the measurement date of December 31, 2021. The projection of cash flows used to determine the discount rate assumed that contributions from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 7.50 percent. Based on those assumptions, the plan’s fiduciary net position was projected to not be available to make all future benefit payments to current plan members. Therefore, the long-term assumed rate of return on investments of 7.50 percent was applied to periods before December 31, 2035 and the Municipal Bond Index Rate of 3.65 percent was applied to periods on and after December 31, 2035 resulting in a discount rate of 4.27 percent.

The Net OPEB Liability is sensitive to changes in the discount rate. The following tables present the Net OPEB Liability of OP&F and what OP&F's Net OPEB Liability would be if it were calculated using a rate that is 1% point lower and 1% point higher than what the current discount cost trend rates are (in '000s).

	1% Decrease	Current Discount Rate	1% Increase
	<u>3.27%</u>	<u>4.27%</u>	<u>5.27%</u>
City's proportionate share of the Net OPEB Liability	\$ 24,618	\$ 19,988	\$ 16,083

10. Notes Payable

The following is a summary of note transactions for the year ended December 31, 2023, reflected in governmental activities in the government-wide financial statements:

	<u>Governmental Activities</u> Special Assessment	<u>Governmental Activities</u> Capital Projects	<u>Governmental Activities</u> Total
Notes Payable at January 1, 2023	\$ 13,000,000	\$ 55,258,712	\$ 68,258,712
New notes issued	13,000,000	70,314,116	83,314,116
Notes retired	<u>(13,000,000)</u>	<u>(55,258,712)</u>	<u>(68,258,712)</u>
Notes Payable at December 31, 2023	<u>\$ 13,000,000</u>	<u>\$ 70,314,116</u>	<u>\$ 83,314,116</u>

The following is a summary of the City's future debt service requirements for notes payable as of December 31, 2023:

Fiscal Year Ending December 31	<u>Governmental Activities</u>				Total
	<u>Special Assessment Notes</u>		<u>General Obligation Notes</u>		
	Principal	Interest	Principal	Interest	
2023	<u>\$ 13,000,000</u>	<u>\$ 550,965</u>	<u>\$ 70,314,116</u>	<u>\$ 2,992,999</u>	<u>\$ 86,858,080</u>

The following notes are backed by the full faith and credit of the City and generally mature within one to five years. The notes generally are issued in anticipation of long-term bond financing and are refinanced, if necessary, until such bonds are issued.

Notes and Bonds issued by the City of Akron and held by the City as investments at December 31, 2023, amounting to \$94,701,729 (Note 2) are eliminated in the government-wide statement of net position. The eliminations are reconciled as follows:

Total Notes & Bonds (Footnote 10 & 11)	<u>\$ 1,240,939,721</u>
(-) Bond Discounts being amortized on Ex 1	(940,146)
(+) Bond Premiums being amortized on Ex 1	32,206,490
(-) Internal Investments eliminated entity-wide	<u>(94,701,729)</u>
Total Notes & Bonds Payable Reported on Exhibit 1:	<u><u>\$ 1,177,504,336</u></u>

10. Notes Payable (Continued)

Special assessment notes are issued to finance the property owners’ share of improvements. Upon completion of a project, owners may pay the assessments in full. Bonds are issued in the amount of any unpaid assessments and are repaid largely from levies on the property owners for principal and interest collected by the County Fiscal Officer on behalf of the City.

The weighted average interest rate on special assessment notes and general obligation notes at December 31, 2023 were 4.25% and 5.95% respectively.

Notes payable as of December 31, 2023, are comprised of the following individual issues:

<u>Issued</u>	<u>Rate %</u>	<u>Issue</u>	<u>Final Maturity</u>	<u>Amount</u>
Special Assessment Notes:				
<u>Governmental Activities:</u>				
Street Cleaning/Lighting Note:				
November 20, 2023	4.25	11-22	November 19, 2024	\$ 13,000,000
General Obligation Notes:				
<u>Governmental Activities:</u>				
Various Purpose Improvements Note:				
December 6, 2023	4.25	12-06	December 5, 2024	63,471,743
Taxable GO Note:				
December 6, 2023	5.95	12-06	December 5, 2024	1,678,667
Non-Tax Notes:				
<u>Governmental Activities:</u>				
Non-Tax Revenue Note:				
September 26, 2023	3.95	9-26	September 25, 2024	<u>5,163,706</u>
				<u>\$ 83,314,116</u>

11. Bonds and Loans Payable and Defeased Debt

The following is a summary of bonds and loans payable for the year ended December 31, 2023:

	Governmental Activities			
	General Obligation	OPWC - Direct Borrowings	ODSA - Direct Borrowings	Non-Tax Revenue
Bonds and loans payable at January 1, 2023	\$ 71,240,000	\$ 4,666,366	\$ 2,970,000	\$ 20,830,000
New Issues:				
Capital Projects	11,880,000	-	-	-
Street Improvements	-	-	-	-
Resurfacing	-	-	-	-
Water System	-	-	-	-
Sewer System	-	-	-	-
Retirements	<u>(14,340,000)</u>	<u>(510,981)</u>	<u>(340,000)</u>	<u>(3,395,000)</u>
Bonds and loans payable at December 31, 2023	<u>\$ 68,780,000</u>	<u>\$ 4,155,385</u>	<u>\$ 2,630,000</u>	<u>\$ 17,435,000</u>
	Governmental Activities			
	Income Tax Revenue	Income Tax Revenue - Direct Borrowings	Special Assessment - Direct Placements	
Bonds and loans payable at January 1, 2023	\$ 280,780,000	\$ 7,618,043	\$ 8,644,608	
New Issues:				
Capital Projects	-	-	-	
Street Improvements	-	-	2,653,726	
Resurfacing	-	-	52,168	
Water System	-	-	-	
Sewer System	-	-	-	
Retirements	<u>(20,945,000)</u>	<u>(628,000)</u>	<u>(1,794,891)</u>	
Bonds and loans payable at December 31, 2023	<u>\$ 259,835,000</u>	<u>\$ 6,990,043</u>	<u>\$ 9,555,611</u>	
	Business-type Activities			
	Mortgage Revenue - Direct Placements	OPWC - Direct Borrowings	OWDA - Direct Borrowings	Total
Bonds and loans payable at January 1, 2023	\$ 3,565,000	\$ 988,325	\$ 761,296,738	\$ 1,162,599,080
New Issues:				
Capital Projects	-	-	-	11,880,000
Street Improvements	-	-	-	2,653,726
Resurfacing	-	-	-	52,168
Water System	-	-	12,224,250	12,224,250
Sewer System	-	-	58,248,165	58,248,165
Retirements	<u>(855,000)</u>	<u>(82,200)</u>	<u>(47,140,713)</u>	<u>(90,031,784)</u>
Bonds and loans payable at December 31, 2023	<u>\$ 2,710,000</u>	<u>\$ 906,125</u>	<u>\$ 784,628,440</u>	<u>\$ 1,157,625,605</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

Bonds and loans payable at December 31, 2023 is comprised of the following individual issues:

Issued	Rate %	Issue	Final Maturity	Amount
<u>Governmental Activities:</u>				
<u>General Obligation Bonds:</u>				
Various Purpose Improvement Bonds:				
November 29, 2012	2.0 to 4.0	Series 2012	December 1, 2024	\$ 2,610,000
March 20, 2014	1.25 to 4.0	Series 2014A	December 1, 2026	4,110,000
March 20, 2014	.45 to 4.125	Series 2014B	December 1, 2026	4,430,000
December 2, 2014	2.0 to 5.0	Series 2014C	December 1, 2031	12,275,000
March 10, 2015	1.50 to 5.0	Series 2015	December 1, 2028	10,465,000
May 26, 2016	1.00 to 4.00	Series 2016 Judgement	December 1, 2036	3,665,000
December 6, 2016	1.75 to 4.00	Series 2016A	December 1, 2031	5,595,000
December 6, 2016	1.45 to 3.05	Series 2016B	December 1, 2028	4,325,000
December 20, 2017	1.75 to 4.00	Series 2017A	December 1, 2031	5,735,000
December 20, 2017	1.85 to 3.70	Series 2017B	December 1, 2031	3,690,000
December 6, 2023	4.50 to 5.25	Series 2023	December 1, 2043	11,880,000
Total General Obligation Bonds:				<u>\$ 68,780,000</u>
<u>Ohio Public Works Commission Loans - Direct Borrowings:</u>				
July 1, 1998	-	Tallmadge Ave.	July 1, 2024	\$ 33,345
July 1, 2000	-	NW Storm Outlets	July 1, 2022	10,813
July 1, 2001	-	Darrow Road	July 1, 2023	41,189
July 1, 2003	-	US 244 Phase II	July 1, 2025	130,006
July 1, 2005	-	Manchester Rd Ph I	July 1, 2027	16,200
July 1, 2005	-	Arlington St Signalization	July 1, 2027	188,542
July 1, 2005	-	E. Market St Widening	July 1, 2027	375,600
July 1, 2006	-	W. Market Street	July 1, 2028	321,100
July 1, 2006	-	Tallmadge Ave Singalization	July 1, 2027	41,490
July 1, 2006	-	Brown and Power St.	July 1, 2027	271,050
November 28, 2008	-	Barbara Ave.	January 1, 2040	114,783
November 28, 2008	-	Newton Street Bridge	January 1, 2040	380,444
July 1, 2008	-	Mill St. Bridge	July 1, 2039	581,697
March 13, 2009	-	Dover Ave.	January 1, 2030	231,117
August 4, 2010	-	Smith/Riverview Round	December 1, 2031	93,742
October 11, 2011	-	Carroll Street	July 1, 2041	424,267
July 1, 2020	-	Firestone Industrial Park	July 1, 2050	900,000
Total Ohio Public Works Commission Loans - Direct Borrowings:				<u>\$ 4,155,385</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

Issued	Rate %	Issue	Final Maturity	Amount
Governmental Activities (Continued):				
<u>Ohio Development Services Agency Loans - Direct Borrowings:</u>				
March 31, 2011	2.0	Goodyear 166 Loan	December 1, 2030	\$ 2,630,000
Total Ohio Development Services Agency Loans - Direct Borrowings:				<u>\$ 2,630,000</u>
<u>Non-Tax Revenue Bonds:</u>				
November 25, 2014	.85 to 4.75	2014	December 1, 2034	\$ 12,690,000
November 12, 2015	1.40 to 3.625	2015	December 1, 2026	<u>4,745,000</u>
Total Non-tax Revenue Bonds:				<u>\$ 17,435,000</u>
<u>Income Tax Revenue Bonds:</u>				
November 25, 2014	2.0 to 5.0	2014	December 1, 2034	\$ 20,835,000
November 12, 2015	1.0 to 5.0	2015	December 1, 2028	7,870,000
December 6, 2016	1.50 to 5.0	2016	December 1, 2028	7,805,000
December 6, 2019	4.0	2019	December 1, 2041	47,445,000
November 24, 2020	3.15	2020	December 1, 2032	<u>9,150,000</u>
Total Income Tax Revenue Bonds:				<u>\$ 93,105,000</u>
<u>Income Tax Revenue Bonds - CLC:</u>				
July 28, 2010	5.87	2010C	December 1, 2026	\$ 7,530,000
December 8, 2016	3.5 to 5.0	2016	December 1, 2033	18,190,000
December 20, 2017	1.75 to 5.0	2017	December 1, 2033	31,070,000
August 4, 2019	3.0 to 5.0	2019	December 1, 2033	10,160,000
March 3, 2022	4.0	2022	December 1, 2033	<u>99,780,000</u>
Total CLC Income Tax Revenue Bonds:				<u>\$ 166,730,000</u>
<u>Income Tax Revenue Bonds - Direct Borrowings:</u>				
August 8, 2013	4.20	2013	December 1, 2028	\$ 1,682,550
June 24, 2015	2.42	2015	June 1, 2035	3,475,493
November 14, 2018	4.7	2018	December 1, 2048	<u>1,832,000</u>
Total Income Tax Revenue Bonds - Direct Borrowings:				<u>\$ 6,990,043</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

<u>Issued</u>	<u>Rate %</u>	<u>Issue</u>	<u>Final Maturity</u>	<u>Amount</u>
<u>Governmental Activities (Continued):</u>				
Special Assessment Obligations - Direct Placements:				
Street Improvement Bonds - Direct Placements:				
December 15, 2017	2.3	2017	December 1, 2027	\$ 1,344,906
December 15, 2017	2.3	2017	December 1, 2027	23,250
December 11, 2018	2.35	2018	December 1, 2028	31,452
December 11, 2018	2.35	2018	December 1, 2028	981,502
December 13, 2019	1.45	2019	December 1, 2024	318,934
December 1, 2020	0.95	2020	December 1, 2025	606,845
December 1, 2020	1.35	2020	December 1, 2030	100,902
October 1, 2021	0.45	2021	October 1, 2026	617,789
October 1, 2022	3.25	2022	October 1, 2032	2,231,536
October 1, 2022	3.00	2022	October 1, 2027	592,601
October 5, 2023	3.25	2023	October 1, 2028	2,653,726
October 5, 2023	3.25	2023	October 1, 2033	52,168
Total Special Assessment Obligations - Direct Placements:				<u>\$ 9,555,611</u>
 <u>Business-type Activities:</u>				
Mortgage Revenue Bonds - Direct Placements:				
Waterworks System Bonds:				
December 18, 2015	2.59	2015	March 1, 2026	<u>\$ 2,710,000</u>
Total Mortgage Revenue Bonds - Direct Placements:				<u>\$ 2,710,000</u>
 Ohio Public Works Commission Loans - Direct Borrowings:				
July 1, 2000	-	Water	July 1, 2024	\$ 67,125
July 1, 2005	-	Sewer	July 1, 2025	31,966
July 1, 2022	-	Sewer	January 1, 2052	<u>807,034</u>
Total Ohio Public Works Commission Loans - Direct Borrowings:				<u>\$ 906,125</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

Issued	Rate %	Issue	Final Maturity	Amount
<u>Business-type Activities (Continued):</u>				
<u>Ohio Water Development Authority Loans - Direct Borrowings:</u>				
January 14, 2010	3.25	Sewer	January 1, 2030	\$ 393,580
November 19, 2009	3.25	Sewer	July 1, 2030	68,184
December 10, 2009	3.25	Sewer	January 1, 2030	34,507
March 31, 2011	4.72	Sewer	January 1, 2032	431,805
February 24, 2011	4.14	Sewer	January 1, 2032	1,151,001
February 24, 2011	4.14	Sewer	January 1, 2032	217,007
December 8, 2011	2.80	Sewer	July 1, 2032	1,429,088
December 8, 2011	2.80	Water	January 1, 2033	1,065,759
December 8, 2011	2.80	Sewer	January 1, 2033	1,065,759
December 8, 2011	2.80	Sewer	January 1, 2032	445,661
December 8, 2011	3.55	Water	July 1, 2032	252,824
October 27, 2011	2.78	Sewer	July 1, 2033	12,813,896
October 27, 2011	2.85	Sewer	January 1, 2033	678,046
October 27, 2011	2.85	Sewer	July 1, 2032	509,749
June 28, 2012	2.00	Water	July 1, 2033	597,710
March 28, 2013	3.15	Sewer	July 1, 2034	3,037,453
May 30, 2013	2.67	Sewer	July 1, 2033	1,261,697
June 27, 2013	2.00	Water	July 1, 2034	1,744,245
June 27, 2013	2.00	Water	July 1, 2034	432,598
August 29, 2013	3.05	Sewer	January 1, 2035	3,997,076
December 12, 2013	3.62	Water	January 1, 2035	506,094
January 30, 2014	3.66	Sewer	July 1, 2034	910,472
January 30, 2014	3.66	Water	July 1, 2024	74,899
February 27, 2014	3.65	Water	January 1, 2035	1,503,618
February 27, 2014	4.15	Water	July 1, 2035	6,923,341
April 24, 2014	3.95	Sewer	January 1, 2036	2,458,077
April 24, 2014	3.45	Sewer	July 1, 2034	936,216
June 26, 2014	3.09	Sewer	January 1, 2036	6,727,620
June 26, 2014	3.01	Sewer	July 1, 2036	10,179,898
August 28, 2014	3.34	Sewer	July 1, 2035	4,227,165
February 26, 2015	1.89	Sewer	January 1, 2036	2,812,064
February 26, 2015	1.89	Sewer	January 1, 2038	13,486,051
May 28, 2015	2.26	Sewer	January 1, 2036	633,663
May 28, 2015	2.26	Sewer	January 1, 2036	4,440,707
September 24, 2015	2.45	Sewer	January 1, 2036	3,017,716
February 25, 2016	2.04	Sewer	January 1, 2036	749,170
May 28, 2015	1.96	Sewer	January 1, 2038	21,338,959
June 25, 2015	1.57	Water	January 1, 2037	600,943
July 30, 2015	2.29	Sewer	January 1, 2036	3,725,819
August 27, 2015	2.32	Sewer	January 1, 2037	4,231,377
September 24, 2015	1.74	Water	July 1, 2036	1,083,979
October 29, 2015	2.18	Sewer	January 1, 2037	2,083,886
October 29, 2015	2.35	Sewer	July 1, 2049	229,528,694
October 29, 2015	1.68	Water	July 1, 2037	283,317
December 10, 2015	2.14	Sewer	January 1, 2037	2,439,633
December 10, 2015	2.14	Sewer	January 1, 2037	3,022,298
December 10, 2015	2.14	Sewer	July 1, 2036	958,143
January 28, 2016	2.21	Sewer	January 1, 2026	254,630
February 25, 2016	2.05	Sewer	January 1, 2047	4,011,785
March 31, 2016	1.95	Sewer	January 1, 2048	17,257,398
June 30, 2016	1.75	Sewer	January 1, 2047	915,042
June 30, 2016	1.75	Sewer	July 1, 2048	18,596,274
June 30, 2016	1.66	Sewer	July 1, 2048	12,526,275

11. Bonds and Loans Payable and Defeased Debt (Continued)

Issued	Rate %	Issue	Final Maturity	Amount
<u>Business-type Activities (Continued):</u>				
Ohio Water Development Authority Loans - Direct Borrowings (Continued):				
August 25, 2016	1.56	Sewer	July 1, 2037	\$ 1,375,157
August 25, 2016	1.40	Sewer	July 1, 2047	1,213,203
August 25, 2016	0.45	Sewer	July 1, 2049	36,111,959
August 25, 2016	1.40	Sewer	July 1, 2048	6,024,375
September 29, 2016	1.33	Sewer	January 1, 2048	3,578,401
April 27, 2017	2.33	Sewer	July 1, 2024	4,871,952
April 27, 2017	2.33	Sewer	July 1, 2023	2,842,733
April 27, 2017	1.83	Water	July 1, 2038	483,739
May 25, 2017	0.93	Sewer	July 1, 2063	18,568,650
June 27, 2017	2.13	Sewer	January 1, 2025	683,315
June 29, 2017	2.51	Sewer	January 1, 2048	2,102,331
April 26, 2018	2.89	Water	January 1, 2029	302,414
June 28, 2018	1.65	Water	January 1, 2039	167,993
July 26, 2018	-	Water	January 1, 2039	213,915
September 27, 2018	1.63	Water	July 1, 2039	2,199,177
September 27, 2018	2.23	Sewer	July 1, 2065	5,995,380
December 6, 2018	2.54	Sewer	July 1, 2064	3,882,964
December 6, 2018	2.62	Sewer	July 1, 2065	1,726,143
January 31, 2019	2.40	Sewer	July 1, 2066	32,577,900
January 31, 2019	2.62	Sewer	January 1, 2066	1,349,690
January 31, 2019	2.52	Sewer	July 1, 2065	8,953,087
January 31, 2019	1.85	Water	January 1, 2040	1,231,860
February 28, 2019	-	Water	January 1, 2050	268,613
March 28, 2019	-	Water	January 1, 2025	173,308
May 30, 2019	1.87	Sewer	January 1, 2037	1,228,417
May 30, 2019	-	Water	July 1, 2024	61,897
May 30, 2019	0.66	Sewer	January 1, 2067	71,965,128
June 27, 2019	-	Water	July 1, 2040	250,296
July 25, 2019	1.77	Sewer	July 1, 2066	866,946
October 31, 2019	-	Water	July 1, 2040	5,771,980
December 12, 2019	1.23	Sewer	January 1, 2051	851,138
December 12, 2019	1.30	Sewer	July 1, 2066	7,523,778
December 12, 2019	1.29	Sewer	January 1, 2067	51,068,677
December 12, 2019	1.23	Sewer	January 1, 2051	777,192
January 30, 2020	-	Water	July 1, 2041	289,874
February 27, 2020	1.39	Sewer	July 1, 2066	1,029,105
March 26, 2020	1.13	Sewer	July 1, 2051	1,151,087
June 25, 2020	-	Water	January 1, 2051	205,560
July 30, 2020	-	Water	July 1, 2026	132,979
August 27, 2020	0.88	Sewer	July 1, 2066	4,581,997
October 29, 2020	0.67	Sewer	January 1, 2052	840,470
October 29, 2020	-	Water	January 1, 2027	173,135
October 29, 2020	-	Water	January 1, 2052	70,798
December 10, 2020	0.52	Water	July 1, 2038	7,455,599
December 10, 2020	0.52	Sewer	July 1, 2038	22,366,798
December 10, 2020	1.01	Sewer	July 1, 2067	956,673
May 27, 2021	0.90	Water	July 1, 2047	1,631,584
May 27, 2021	0.90	Water	January 1, 2048	830,700
July 29, 2021	0.61	Sewer	January 1, 2053	1,445,502
November 18, 2021	1.12	Water	January 1, 2034	5,865,708

11. Bonds and Loans Payable and Defeased Debt (Continued)

Issued	Rate %	Issue	Final Maturity	Amount
Business-type Activities (Continued):				
Ohio Water Development Authority Loans - Direct Borrowings (Continued):				
August 21, 2021	-	Water	January 1, 2032	\$ 9,030
August 21, 2021	0.46	Water	July 1, 2042	897,834
October 28, 2021	0.64	Water	January 1, 2048	1,173,565
March 31, 2022	0.99	Water	January 1, 2053	2,367,435
June 30, 2022	2.47	Sewer	July 1, 2068	847,178
September 29, 2022	2.26	Water	July 1, 2038	1,677,782
September 29, 2022	2.26	Water	January 1, 2043	715,695
October 27, 2022	2.41	Water	July 1, 2044	790,426
December 8, 2022	3.21	Sewer	January 1, 2069	3,235,208
December 8, 2022	3.21	Sewer	January 1, 2069	4,054,196
December 8, 2022	3.21	Sewer	January 1, 2069	4,661,783
February 23, 2023	2.66	Sewer	July 1, 2045	517,736
February 23, 2023	2.99	Sewer	July 1, 2071	1,106,432
March 20, 2023	2.49	Water	January 1, 2044	496,245
April 27, 2023	-	Water	July 1, 2064	498,207
August 31, 2023	2.94	Sewer	July 1, 2072	21,174,879
December 14, 2023	-	Water	January 1, 2066	40,664
Total Ohio Water Development Authority Loans - Direct Borrowings:				<u>\$ 784,628,440</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

The following is a summary of the City's future debt service requirements as of December 31, 2023 (in thousands):

Fiscal Year Ending December 31	Governmental Activities					
	General Obligation		OPWC - Direct Borrowings		ODSA - Direct Borrowings	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 12,710	\$ 2,608	\$ 489	\$ -	\$ 350	\$ 57
2025	9,005	2,151	403	-	360	49
2026	10,860	1,799	403	-	365	41
2027	7,270	1,386	360	-	375	33
2028	6,125	1,124	262	-	385	24
2029-2033	15,905	3,076	767	-	795	23
2034-2038	3,590	1,286	628	-	-	-
2039-2043	3,315	475	548	-	-	-
2044-2048	-	-	228	-	-	-
2049-2053	-	-	67	-	-	-
2054-2058	-	-	-	-	-	-
2059-2063	-	-	-	-	-	-
2064-2068	-	-	-	-	-	-
	<u>\$ 68,780</u>	<u>\$ 13,905</u>	<u>\$ 4,155</u>	<u>\$ -</u>	<u>\$ 2,630</u>	<u>\$ 227</u>
Fiscal Year Ending December 31	Non-Tax Revenue		Income Tax Revenue		Income Tax Revenue - Direct Borrowings	
	Principal	Interest	Principal	Interest	Principal	Interest
	2024	\$ 3,515	\$ 692	\$ 20,980	\$ 10,761	\$ 638
2025	3,635	568	21,520	9,803	648	220
2026	3,775	430	22,450	8,835	658	197
2027	2,225	285	22,675	7,846	670	174
2028	2,320	192	23,790	6,895	681	150
2029-2033	1,600	322	124,380	19,691	1,847	533
2034-2038	365	17	15,240	3,283	857	300
2039-2043	-	-	8,800	684	438	197
2044-2048	-	-	-	-	553	82
2049-2053	-	-	-	-	-	-
2054-2058	-	-	-	-	-	-
2059-2063	-	-	-	-	-	-
2064-2068	-	-	-	-	-	-
	<u>\$ 17,435</u>	<u>\$ 2,506</u>	<u>\$ 259,835</u>	<u>\$ 67,798</u>	<u>\$ 6,990</u>	<u>\$ 2,096</u>
Fiscal Year Ending December 31	Special Assessment - Direct Placements					
	Principal	Interest				
	2024	\$ 2,225	\$ 245			
2025	1,949	198				
2026	1,686	153				
2027	1,522	109				
2028	1,044	68				
2029-2033	1,129	92				
2034-2038	-	-				
2039-2043	-	-				
2044-2048	-	-				
2049-2053	-	-				
2054-2058	-	-				
2059-2063	-	-				
2064-2068	-	-				
	<u>\$ 9,555</u>	<u>\$ 865</u>				

11. Bonds and Loans Payable and Defeased Debt (Continued)

Fiscal Year Ending December 31	Business-type Activities					
	Mortgage Revenue - Direct Placements		OPWC - Direct Borrowings		OWDA - Direct Borrowings	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 880	\$ 59	\$ 82	\$ -	\$ 34,534	\$ 14,994
2025	905	36	60	-	32,127	14,826
2026	925	12	37	-	32,486	14,318
2027	-	-	33	-	33,071	13,942
2028	-	-	28	-	36,584	21,214
2029-2033	-	-	142	-	181,382	94,183
2034-2038	-	-	142	-	131,357	47,322
2039-2043	-	-	142	-	107,083	28,231
2044-2048	-	-	142	-	107,850	17,986
2049-2053	-	-	98	-	37,984	9,825
2054-2058	-	-	-	-	30,631	5,646
2059-2063	-	-	-	-	18,410	1,710
2064-2068	-	-	-	-	1,129	119
	<u>\$ 2,710</u>	<u>\$ 107</u>	<u>\$ 906</u>	<u>\$ -</u>	<u>\$ 784,628</u>	<u>\$ 284,316</u>

Fiscal Year Ending December 31	Governmental Activities Total		Business-type Activities Total		Grand Total	
	Principal	Interest	Principal	Interest	Principal	Interest
	2024	\$ 40,935	\$ 14,606	\$ 35,496	\$ 15,053	\$ 76,431
2025	37,549	12,989	33,092	14,862	70,641	27,851
2026	40,226	11,455	33,448	14,330	73,674	25,785
2027	35,125	9,833	33,104	13,942	68,229	23,775
2028	34,635	8,453	36,612	21,214	71,247	29,667
2029-2033	146,565	23,737	181,524	94,183	328,089	117,920
2034-2038	20,821	4,886	131,499	47,322	152,320	52,208
2039-2043	13,243	1,356	107,225	28,231	120,468	29,587
2044-2048	923	82	107,992	17,986	108,915	18,068
2049-2053	275	-	38,083	9,825	38,358	9,825
2054-2058	-	-	30,631	5,646	30,631	5,646
2059-2063	-	-	18,410	1,710	18,410	1,710
2064-2068	-	-	1,129	119	1,129	119
	<u>\$ 370,297</u>	<u>\$ 87,397</u>	<u>\$ 788,245</u>	<u>\$ 284,423</u>	<u>\$ 1,158,542</u>	<u>\$ 371,820</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

All bonds and notes are backed by the full faith and credit of the City except revenue bonds. Water Mortgage Revenue Bonds are collateralized by the capital assets of the Water System that had net carrying values of approximately \$167,691,495 at December 31, 2023. In the event of default the Series 2015 Water Mortgage Revenue Bonds are subject to a default rate of 10% at minimum. It is the City's policy to pay debt service of the Enterprise and Internal Service Funds from the receipts of those funds. Accordingly, such debt is reported in those funds. Any deficiency is paid from the City's General Fund. Revenue bonds and OWDA loans are retired entirely from the excess of operating revenues over operating expenses of the applicable enterprise activity. Therefore, the City is under no obligation to repay these long-term obligations from the City's General Fund.

The outstanding Income Tax Revenue bond agreements contain provisions that in an event of default, the trustee may accelerate the bonds to be immediately due and payable, may sue to enforce the terms of the agreement, or may enforce available remedies including marshal all money available in the funds. The Non-Tax Revenue bond agreements are secured by a pledge of non-tax revenues and under the agreement any amounts in default will bear a minimum interest rate of 10%.

The outstanding OPWC Direct Borrowing loan agreements contain provisions that in an event of default, the lender may terminate its obligations and elect to accelerate the amount outstanding to become immediately due and payable. Under the agreement terms any amounts in default will bear an interest rate of 8%.

The outstanding OWDA Direct Borrowing loan agreements contain provisions that in an event of default, the amount of such default will bear an interest rate at 3% above the agreed contract interest rate. If the City fails to perform terms of the project agreement and fails to provide a remedy, the State may increase the rate of the contract to recover remedy costs and eliminate the discount rate for the remainder of the contract period. In the event of termination, the loan principal will be made due and payable in full no later than 30 days after the termination or upon terms mutually agreed upon between the State and the City.

The Ohio Revised Code provides that the net debt of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the assessed value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total assessed value of property. At December 31, 2023, the City's total net debt amounted to 1.89% of the total assessed value of all property within the City and unvoted net debt amounted to 1.89% of the total assessed value of all property within the City.

11. Bonds and Loans Payable and Defeased Debt (Continued)

The City has defeased certain debt issues by placing investments in U.S. Government obligations in irrevocable escrow accounts. Such accounts will be used, together with interest earned thereon, to provide for the payment of all principal and interest on the defeased bonds on their scheduled due dates. Accordingly, the escrow accounts and the defeased bonds summarized below are not included in the accompanying financial statements at December 31, 2023:

Issue	Defeasance Date	Original Amount		Outstanding at 12/31/23
		Defeased	Escrowed	
CLC Income Tax Revenue Bonds, Series 2004A	2012	\$ 165,000,000	\$ 177,376,931	\$ 103,350,000
Various Purpose Improvement Bonds, Series 2003	2012	8,755,000	9,301,891	2,600,000
Various Purpose Improvement Bonds, Series 2005	2014	36,750,000	40,380,525	8,880,000
Various Purpose Improvement Bonds, Series 2010C	2014	25,930,000	26,063,093	12,725,000
		<u>\$ 62,680,000</u>	<u>\$ 66,443,618</u>	<u>\$ 21,605,000</u>
Various Purpose Improvement Bonds, Series 2006	2015	12,990,000	14,021,482	5,005,000
Various Purpose Improvement Bonds, Series 2007	2015	11,095,000	12,333,842	5,280,000
		<u>\$ 24,085,000</u>	<u>\$ 26,355,324</u>	<u>\$ 10,285,000</u>
Waterworks Revenue Bonds, Series 2006	2015	8,065,000	8,242,290	2,805,000
Various Purpose Improvement Bonds, Series 2009	2016	10,200,000	10,609,118	4,145,000
Various Purpose Improvement Bonds, Series 2010D	2016	7,275,000	7,321,742	5,480,000
Income Tax Revenue Bonds, Series 2012	2016	15,955,000	16,473,042	8,105,000
Various Purpose Improvement Bonds, Series 2010B	2017	11,950,000	12,610,415	9,360,000
CLC Income Tax Revenue Bonds, Series 2010A	2017	15,000,000	15,929,577	15,000,000
CLC Income Tax Revenue Bonds, Series 2014	2017	20,625,000	23,306,790	15,930,000
		<u>\$ 35,625,000</u>	<u>\$ 39,236,367</u>	<u>\$ 30,930,000</u>
CLC Income Tax Revenue Bonds, Series 2010B	2019	12,060,000	12,825,548	11,060,000
Income Tax Revenue Bonds, Series 2012	2020	7,550,000	7,683,162	7,550,000
Waterworks Revenue Bonds, Series 2009	2021	6,895,000	6,991,487	6,070,000
CLC Income Tax Revenue Bonds, Series 2010A	2022	113,700,000	116,542,501	99,090,000
CLC Income Tax Revenue Bonds, Series 2014	2022	14,105,000	14,334,760	14,105,000
		<u>\$ 127,805,000</u>	<u>\$ 130,877,261</u>	<u>\$ 113,195,000</u>
				<u>\$ 336,540,000</u>

11. Bonds and Loans Payable and Defeased Debt (Continued)

As of December 31, 2023, the City's bond ratings are as follows:

<u>Bond Description</u>	<u>Moody's Investors Service</u>	<u>Standard and Poor's</u>	<u>Fitch Ratings</u>
	<u>Current Rating</u>	<u>Current Rating</u>	<u>Current Rating</u>
2010C Income Tax Revenue Bonds (CLC)	N/A	AA-	N/A
2012 Various Purpose Refunding Bonds	N/A	A+	N/A
2013-B Certificates of Participation	N/A	A	N/A
2014 Various Purpose Refunding Bonds, Series A	N/A	A+	N/A
2014 Various Purpose Refunding Bonds, Series B	N/A	A+	N/A
2014 Various Purpose Income Tax Refunding Bonds	N/A	AA-	N/A
2014 Nontax Revenue Economic Development Bonds	N/A	A+	N/A
2014 Various Purpose Refunding Bonds, Series C	N/A	A+	N/A
2015 Various Purpose Refunding Bonds	N/A	A+	N/A
2015 Income Tax Revenue Bonds	N/A	N/A	N/A
2015 Income Tax Revenue Refunding Bonds	N/A	N/A	N/A
2015 Nontax Revenue Economic Development Bonds	N/A	A+	N/A
2015 Waterworks System Mortgage Revenue Refunding Bonds	N/A	N/A	N/A
2016 General Obligation Judgement Bonds	N/A	A+	N/A
2016 Steam Utility Certificates of Participation	N/A	A	N/A
2016 Various Purpose Refunding Bonds, Series A	N/A	A+	N/A
2016 Various Purpose Refunding Bonds, Series B	N/A	A+	N/A
2016 Income Tax Revenue Refunding Bonds	N/A	AA-	N/A
2016 Income Tax Revenue Bonds (CLC)	N/A	AA-	N/A
2017 Street Improvement Special Assessment Bonds, Series A	N/A	N/A	N/A
2017 Street Improvement Special Assessment Bonds, Series B	N/A	N/A	N/A
2017 Income Tax Revenue Bonds (CLC)	N/A	AA-	N/A
2017 Various Purpose Refunding Bonds, Series A	N/A	A+	A+
2017 Various Purpose Refunding Bonds, Series B	N/A	A+	A+
2018 Steam Utility Certificates of Participation	N/A	A	N/A
2018 Resurfacing Special Assessment Bonds, Series A	N/A	N/A	N/A
2018 Income Tax Revenue Bonds	N/A	N/A	N/A
2018 Street Improvement Special Assessment Bonds, Series A	N/A	N/A	N/A
2018 Street Improvement Special Assessment Bonds, Series B	N/A	N/A	N/A
2019 Income Tax Revenue Refunding Bonds (CLC)	N/A	AA-	N/A
2019 Steam Utility Certificates of Participation	N/A	A	N/A
2019 Resurfacing Special Assessment Bonds, Series A	N/A	N/A	N/A
2019 Income Tax Revenue Refunding Bonds	N/A	AA-	N/A
2020 Various Purpose Refunding Bonds	N/A	A+	N/A
2020 Income Tax Revenue Refunding Bonds	N/A	AA-	N/A
2020 Resurfacing Special Assessment Bonds, Series A	N/A	N/A	N/A
2020 Street Improvement Special Assessment Bonds, Series A	N/A	N/A	N/A
2021 Resurfacing Special Assessment Bonds, Series A	N/A	N/A	N/A
2022 Income Tax Revenue Bonds (CLC)	N/A	AA-	N/A
2022 Resurfacing Special Assessment Bonds, Series A	N/A	N/A	N/A
2022 Street Improvement Special Assessment Bonds, Series A	N/A	N/A	N/A
2023 Various Purpose Bonds	N/A	A+	N/A
2023 Street Improvement Special Assessment Bonds, Series A	N/A	N/A	N/A
2023 Resurfacing Special Assessment Bonds, Series A	N/A	N/A	N/A

11. Bonds and Loans Payable and Defeased Debt (Continued)

During 2010, the City entered into an agreement with various parties to unconditionally guarantee the principal and interest payments on behalf of the International Soap Box Derby, Inc. for the loan issued by FirstMerit Bank. As of December 31, 2023, the principal amount outstanding was \$41,498. The City believes that the International Soap Box Derby Inc. is current on all required debt service payments and will continue to pay all debt service when due throughout the remaining term of the loan; therefore, no provision for such guarantee has been recorded in the financial statements as of December 31, 2023.

During 2012, the City entered into an amendment and restatement of cooperative agreement among various parties to unconditionally guarantee the principal and interest payments of the Development Finance Authority of Summit County Revenue Bonds (Akron Civic Theatre Project), issued by the Development Finance Authority of Summit County. As of December 31, 2023, the principal amount outstanding was \$10,205,000. The City believes that the Development Finance Authority of Summit County is current on all required debt service payments and will continue to pay all debt service when due throughout the remaining term of the bonds; therefore, no provision for such guarantee has been recorded in the financial statements as of December 31, 2023.

On May 8, 2013, the Development Finance Authority (DFA) of Summit County issued Taxable Development Revenue Bonds, Series 2013A, in the amount of \$6,645,000 for the University Edge project by developer Lawrence B. Levey & University Square Investors II, LLC. These bonds mature on November 15, 2027. The City has received approval from the State of Ohio for Tax Increment Financing (TIF) on improvements to the land to be used for the project. The TIF Service Payments will be used to pay the debt service on the bonds issued by the DFA. In the event TIF Service Payments are not sufficient in any particular year to cover the annual debt service on the bonds, the developer will be required to pay the deficiency.

On March 1, 2019, the Development Finance Authority (DFA) of Summit County issued Development Revenue Refunding Bonds, Series 2019, in the amount of \$2,750,000 to refinance previous bond obligations which the City had guaranteed on behalf of the Akron Community Service Center and Urban League to pay the costs of the Akron Urban League's community service center and operations. During 2019 the City entered into an agreement with the County of Summit and Development Finance Authority to guarantee one half of the loan payments on behalf of the Akron Community Service Center and Urban League. As of December 31, 2023, the principal outstanding on the loan is \$2,279,026. The City believes the Akron Urban League is current on all required debt service payments and will continue to pay all debt service when due throughout the remaining term of the bond; therefore, no provision for such guarantee has been recorded in the financial statements as of December 31, 2023.

11. Bonds and Loans Payable and Defeased Debt (Continued)

During 2012, the City entered into a cooperative agreement with the Development Finance Authority of Summit County (DFA), Akron Baseball, LLC, and The Bank of New York Mellon Trust Company, N.A. to facilitate financing. The Development Finance Authority of Summit Development Revenue Bonds, Series 2012 were issued for \$3.6 million. During 2020 the DFA issued Development Finance Authority of Summit County Development Revenue Refunding Bonds, Series 2020 for \$3 million to refund the Series 2012 bonds and refinance the cooperative agreement. The obligation of the City is subject to the annual appropriations made by City Council. The City has recorded a short-term liability of \$122,088 and a long-term liability of \$4,068,750 for the principal and interest payments scheduled to be paid during 2022 through 2042 in the accompanying financial statements. The principal balance outstanding as of December 31, 2023 is \$2,870,000.

The obligations of the City under this agreement, including its obligation to make payments during any fiscal year of the City in which this agreement is in effect, shall not constitute a general obligation or indebtedness of the City within the meaning of the constitution and laws of the State of Ohio. The agreement does not pledge any taxes or other moneys to the amounts payable by the City. Nothing constitutes a pledge by the City or an obligation by the City, of any taxes or other moneys to the payment of any amount payable by the City under this agreement.

As of December 31, 2023 the City has not issued any conduit debt obligations.

12. Obligations Under Leases, Financed Purchases and Certificates of Participation (COPs)

On October 25, 2016, the City issued \$11,965,000 Series 2016 Convertible Certificates of Participation (COPs) for the Akron Energy Systems Project (AES). During 2018, the City issued additional COPs totaling \$24,445,000 for the Akron Energy Systems Project. During 2019, the City issued additional AES COPS totaling \$9,360,000. Total future payments as of December 31, 2023 are as follows:

Year	Series 2016		Series 2018		Series 2019	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	385,000	331,719	700,000	841,675	855,000	176,041
2025	405,000	312,469	735,000	806,675	875,000	154,666
2026	425,000	292,219	775,000	769,925	895,000	131,916
2027	445,000	270,969	815,000	731,175	920,000	107,751
2028	460,000	257,619	855,000	690,425	940,000	82,175
2029-2033	2,525,000	1,070,794	4,810,000	2,911,725	1,850,000	81,591
2034-2038	2,950,000	641,144	5,780,000	1,940,938	-	-
2039-2043	2,015,000	137,531	6,920,000	797,813	-	-
	<u>\$ 9,610,000</u>	<u>\$ 3,314,464</u>	<u>\$ 21,390,000</u>	<u>\$ 9,490,351</u>	<u>\$ 6,335,000</u>	<u>\$ 734,140</u>

The City also has two direct financed purchases. The first is a 2016 15-year direct finance agreement with Summit County to upgrade the radio system. The City's share of equipment totals \$10,635,000, consisting of City owned equipment in the amount of \$5,710,490 and the City's share of jointly owned equipment in the amount of \$4,924,510. The City's share of equipment automatically transfers to the City at the end of the direct finance term and is included in the City's capital assets in the Statement of Net Position - Governmental Activities.

The second agreement is a 2017, 20-year operating agreement in exchange for improvements to the Compost Facility Anaerobic Digestion System 2(ADS2) totaling \$39,490,889. Under GASB 94 this agreement is considered an availability payment arrangement (APA) and the financed improvements are included in the City's capital assets in the Statement of Net Position - Business-Type Activities.

The following is a summary of the direct financed purchase transactions for the year ended December 31, 2023:

	<u>Governmental Activities</u>		<u>Business-type Activities</u>		<u>Total</u>
	<u>Radio System</u>		<u>Compost Facility (ADS2)</u>		
Financed purchase at January 1, 2023	\$	6,980,000	\$	27,643,622	\$ 34,623,622.30
Additions		-		-	-
Retirements		(670,000)		(1,974,544)	(2,644,544.00)
Financed purchase at December 31, 2023	<u>\$</u>	<u>6,310,000</u>	<u>\$</u>	<u>25,669,078</u>	<u>\$ 31,979,078</u>

12. Obligations Under Leases, Financed Purchases and Certificates of Participation (COPs) (Cont'd)

Future direct finance payments are as follows as of December 31, 2023:

Year	<u>Governmental Activities</u>		<u>Business-type Activities</u>		Total
		Radio System		Compost Facility (ADS2)	
2024	\$	919,725	\$	2,583,496	\$ 3,503,221
2025		921,925		2,583,496	3,505,421
2026		920,175		2,583,496	3,503,671
2027		917,825		2,583,496	3,501,321
2028		922,225		2,583,496	3,505,721
2029-2034		2,762,650		12,917,480	15,680,130
2034-2039		-		7,750,488	7,750,488
Total direct finance payments		7,364,525		33,585,448	40,949,973
Less amount representing interest		1,054,525		7,916,370	8,970,895
Present value of direct finance payments	\$	<u>6,310,000</u>	\$	<u>25,669,078</u>	\$ <u>31,979,078</u>
Net book value of direct financed assets	\$	<u>1,550,750</u>	\$	<u>33,152,602</u>	\$ <u>34,703,352</u>

*Amount represents the entire net book value of the lease recorded in the statement of net position.

**12. Obligations Under Leases, Financed Purchases and Certificates of Participation (COPs)
(Cont'd)**

GASB Statement No. 87, *Leases*, states that a lease is defined as a contract that conveys control of the right to use another entity's non-financial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction. Examples of non-financial assets include buildings, land, vehicles and equipment.

Lessee

The City of Akron is involved in a total of 13 contracts as Lessee. The City initially measures the lease liability at the present value of payments expected to be made during the lease term. Thereafter, the lease liability is reduced by the principal portion of the lease payments made. The right-to-use lease asset is initially measured at the initial amount of the lease liability.

Furthermore, the right to use lease asset is amortized into depreciation expense on a straight-line half-year basis over the term of the lease. As of December 31, 2023 the City recorded \$3,396,510 of accumulated amortization and \$1,241,388 of interest expense, and an outstanding lease liability balance of \$39,429,273.

Through the Ocasek building lease, the City of Akron had a deposit of \$475,642 which is recorded on the Government-wide statement as of December 31, 2023. This is an advanced payment to secure future Special Assessment collections which are pledged revenues towards future lease payments and will be refunded to the City at the end of the lease term.

The Principal and Interest amounts for lease payables as of December 31, 2023 are as follows:

Year	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2024	1,994,698	1,189,822	3,184,520	348,946	31,871	380,817
2025	1,786,759	1,262,730	3,049,489	334,596	39,664	374,260
2026	1,860,227	1,205,802	3,066,029	321,240	29,119	350,359
2027	1,560,636	1,148,025	2,708,661	180,965	180,965	361,930
2028	1,442,304	1,095,609	2,537,913	288,056	11,944	300,000
2029-2033	8,093,357	4,650,036	12,743,393	-	-	-
2034-2038	9,661,389	3,076,945	12,738,334	-	-	-
2039-2043	8,086,261	1,470,621	9,556,882	-	-	-
2044-2048	3,469,839	198,039	3,667,878	-	-	-
Outstanding:	<u>\$ 37,955,470</u>	<u>\$ 15,297,629</u>	<u>\$ 53,253,099</u>	<u>\$ 1,473,803</u>	<u>\$ 293,563</u>	<u>\$ 1,767,366</u>

As of December 31, 2023, the City's right-to-use assets consist of the following underlying assets:

Governmental Activity	Right-To-Use	Accumulated	Net Value
	Leased Asset	Amortization	as of 12/31/23
Buildings	37,635,569	(1,848,967)	35,786,602
Equipment	2,935,335	(1,092,571)	1,842,764
	<u>40,570,904</u>	<u>(2,941,538)</u>	<u>37,629,366</u>
Business-Type Activity			
Buildings	1,511,440	(179,284)	1,332,156
Equipment	497,376	(248,688)	248,688
	<u>2,008,816</u>	<u>(427,972)</u>	<u>1,580,844</u>

**12. Obligations Under Leases, Financed Purchases and Certificates of Participation (COPs)
(Cont'd)**

SBITA Lessee

The City is committed under various subscription-based information technology arrangements (SBITAs). As of December 31, 2023, the City has 9 qualifying SBITAs under GASB 96 in which it is acting as Lessee. Under GASB 96, an incremental borrowing rate (IBR) is calculated to be used as the SBITA interest rate. The present value of the SBITAs are aggregated on a fund basis. Governmental funds report lessee SBITAs current expenditures in the fund level Statement of Revenue, Expenditures and Changes in Fund Balances, while total economic resources are reported in the government-wide statements. Proprietary funds report lessee SBITAs current expense in the Statement of Revenues, Expenses and Changes in Fund Net Position using the economic resources (accrual) basis of accounting.

The City's criteria for SBITA capitalization includes post implementation annual subscription costs of \$5 thousand or more are capitalized and amortized over the life of the SBITA agreement including possible extensions. Negotiated multi-year price guarantees (typically with annual price increases) are treated as options to extend since the City procurement cycle for SBITAs is 3-5 years. Annual SBITA agreements with no extension options are treated as short-term and expensed as incurred. GASB 96 was implemented on January 1, 2023.

The principal and interest amounts for SBITAs as of December 31, 2023 are as follows:

Year	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2024	533,389	33,476	566,865	1,126,030	34,119	1,160,149
2025	391,872	17,362	409,234	-	-	-
2026	114,101	5,441	119,542	-	-	-
2027	65,456	1,983	67,439	-	-	-
Outstanding:	<u>\$ 1,104,818</u>	<u>\$ 58,262</u>	<u>\$ 1,163,080</u>	<u>\$ 1,126,030</u>	<u>\$ 34,119</u>	<u>\$ 1,160,149</u>

The right-to-use (RTU) intangible capital assets associated with the lessee SBITAs include:

	Right-To-Use Leased Asset	Accumulated Amortization	Net Value as of 12/31/23
<i>Software-as-Service</i>	5,596,617	(911,025)	4,685,592
Total	5,596,617	(911,025)	4,685,592

12. Obligations Under Leases, Financed Purchases and Certificates of Participation (COPs) (Cont'd)

Lessor

The City of Akron is involved in a total of 31 contracts as lessor. The City recognizes lease contracts that hold a minimum term of at least 12 months in addition to meeting designated thresholds based on the underlying asset for buildings and equipment, and a threshold of \$10,000 for ground leases which make up the majority of the City's lessor agreements. At lease commencement, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Thereafter, the lease receivable is reduced by the principal portion of the lease payments received. The deferred inflow of resources is measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relate to future periods, for fiscal year 2023 the City recorded \$30,521,645 of deferred inflows. The City recognizes lease revenue from the deferred inflows of resources, and interest income on the lease receivable in a systematic method over the term of the lease. During the 2023 fiscal year the City has recognized \$1,585,300 in lease revenue and \$873,774 in interest revenue. Additionally, the City of Akron recorded \$1,074,853 of lease receivables, this total was broken out into \$977,598 of governmental fund activity and the remaining \$97,254 of proprietary fund activity. Through the various Lessor contracts in fiscal year 2023, the City has an outstanding lessor balance of \$30,782,324.

The following is a summary of the Principal and interest amounts for lease receivables as of December 31, 2023:

Year	Governmental Activities			Business-type Activities		
	Principal	Interest	Total	Principal	Interest	Total
2024	977,598.00	772,388.00	1,749,986	97,254	79,146	176,400
2025	942,157.00	748,470.00	1,690,627	87,101	79,896	166,997
2026	928,683.00	724,965.00	1,653,648	90,467	78,295	168,762
2027	971,751.00	700,622.00	1,672,373	70,604	76,603	147,207
2028	1,039,155.00	674,126.00	1,713,281	47,368	75,514	122,882
2029-2033	5,948,849.00	2,909,857.00	8,858,706	242,790	371,617	614,407
2034-2038	7,064,155.00	1,934,979.00	8,999,134	253,713	360,694	614,407
2039-2043	7,604,004.00	636,636.00	8,240,640	255,983	348,237	604,220
2044-2048	120,044.00	674.00	120,718	263,419	334,008	597,427
2049-2053	103,305.00	-	103,305	279,696	317,731	597,427
2054-2058	103,305.00	-	103,305	298,340	299,087	597,427
2059-2063	103,305.00	-	103,305	306,554	277,704	584,258
2064-2068	42,205.00	-	42,205	313,795	253,170	566,965
2069-2073	32,805.00	-	32,805	285,441	226,849	512,290
2074-2078	32,805.00	-	32,805	314,642	197,648	512,290
2079-2083	32,805.00	-	32,805	348,600	163,690	512,290
2084-2088	31,165.00	-	31,165	388,090	124,199	512,289
2089-2093	-	-	-	385,514	78,276	463,790
2094-2098	-	-	-	374,857	25,024	399,881
Outstanding:	<u>\$ 26,078,096</u>	<u>\$ 9,102,717</u>	<u>\$ 35,180,813</u>	<u>\$ 4,704,228</u>	<u>\$ 3,767,388</u>	<u>\$ 8,471,616</u>

12. Obligations Under Leases, Financed Purchases and Certificates of Participation (COPs) (Cont'd)

During 2017, the City entered into an agreement with EIP Communications I, LLC (EIP), under which the City relinquishes to EIP its future interest in the Assigned Agreements to EIP for the next 50 years. The City received from EIP a lump-sum payment of \$11,104,987. The estimated present value of the cell tower rent payments sold assuming a 2.2% interest rate and 4% rent escalation at the time of the sale \$4,028,194.

The City reports \$6,227,577 on the Balance Sheet - Governmental Funds as unearned revenue that will be recognized over 50 years. The City also reports \$1,181,752 on the Statement of Net Position as liabilities due in more than one year as December 31,2023. The following is a summary of the City's future debt service requirements as of December 31,2023:

Fiscal year Ending December 31	<u>Principal</u>
2024	474,407
2025	474,407
2026	<u>232,938</u>
Total	<u>\$ 1,181,752</u>

Sublease

The City of Akron is lessor on a lease of eight (8) acres of industrial zoned property at the corner of Triplett Avenue and Glaser Parkway, this includes an approximate 100,000 square foot building. The Sublease has an initial five (5) year term commencing from 2017 to 2024. Furthermore, the Sublessee shall have the option to renew this Sublease agreement for a renewal term of five (5) years commencing at the end of the sublease term. The Sublessee shall also have the option to renew the lease for one additional renewal term of five (5) years, commencing at the end of the first renewal term. For the life of the lease the Sublessee shall pay minimum rent of \$405,903 annually subject to annual increases of 1.0% beginning May 31, 2018.

The City of Akron is lessor on seven (7) subleases with various State of Ohio agencies located within the Ocasek building at 161 S High Street. These subleases combine for approximately 107,344 square feet of office space and 32 parking spaces in the attached garage. The subleases each have an initial term commencing on March 3, 2022 and ending on June 30,2033. Additionally, the subleases have the option to renew for up to five (5) successive and continuous terms of two (2) years each. Commencing during 2022 and continuing until 2025 the total annual rent is \$1,263,617, from 2025 until the end of the base term the rent payments will increase every 2 years.

13. Self-Insurance Funds

The City is exposed to various risks of loss including employee health-care costs and accidents, torts and legal judgments, and damage or destruction of assets. The City purchases fire and extended coverage insurance on all buildings and contents up to \$300,000,000 per occurrence, with a variety of deductibles beginning at \$250,000. Coverage is purchased on 981 vehicles for total auto liability including auto liability umbrella of \$21,000,000. There has been no significant reduction in coverage from the prior year, and settled claims have not exceeded the City's insurance coverage in any of the past three years.

The City has a Medical Self-Insurance Fund. The purpose of this fund is to pay medical claims for City employees and their covered dependents and minimize the total cost of medical benefits of the City. The plan is internally managed and accounted for as an Internal Service Fund. This Internal Service Fund has been in existence since 1987.

The City has an Internal Service Fund entitled "Workers' Compensation Reserve Fund" to account for self-insured workers' compensation claims. Workers' compensation is administered by the State of Ohio under a retrospective rating plan. The City reimburses the Ohio Bureau of Workers' Compensation for injured workers' claims subject to a maximum annual claim limit of \$300,000 for each worker's compensation claim. All funds of the City participate in the program and make payments to the Internal Service Fund based on the experience premium that would normally be charged by the Ohio Bureau of Workers' Compensation. Future claims liabilities are actually determined.

The City has a Self-Insurance Settlement Fund. The purpose of this fund is to pay judgments and claims. Claims are accrued based upon estimates, past experience, and current claims outstanding. Actual claims experience may differ from the estimate.

The claims liabilities of \$4,598,589, \$157,194, and \$550,219 reported in the Medical, Workers' Compensation, and Self-Insurance Settlement funds, respectively, at December 31, 2023, are in accordance with the requirements of GASB Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, and GASB Statement No. 30, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*. These GASB statements require that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The liabilities recorded include the estimated incremental expenses to be incurred to settle the claims, including legal fees. Claims liabilities are based on evaluations of individual claims and a review of experience with respect to the probable number and nature of claims arising from losses that have been incurred but have not yet been reported. The claims liabilities represent the estimated ultimate cost of settling the claims, including the effects of inflation and other societal and economic factors. Estimated future recoveries on settled and unsettled claims, such as subrogations, if any, are evaluated in terms of their estimated realizable value and deducted from the liability for unpaid claims. Any adjustments resulting from the actual settlement of the claims are reflected in the financial statements at the time the adjustments are determined.

13. Self-Insurance Funds (Continued)

Changes in the funds' claims liabilities (both current and long-term) amounts in fiscal 2022 and 2023 were:

	<u>Beginning of Year Liability</u>	<u>Claim Adjustments</u>	<u>Current Period Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
Medical Self- Insurance Fund					
2022	3,905,631	-	39,328,484	(38,117,758)	5,116,357
2023	5,116,357	-	38,774,781	(39,292,549)	4,598,589
Workers' Compensation Reserve Fund					
2022	584,113	-	-	(146,036)	438,077
2023	438,077	(262,888)	-	-	175,189
Self-Insurance Settlement Fund					
2022	657,623	(776,020)	645,475	-	527,078
2023	527,078	(630,759)	653,900	-	550,219

14. Long-term Liabilities

The City reports the following amounts, on the Statement of Net Position, relating to the government's long-term liabilities for the year ended December 31, 2023:

	Due in More Than One Year			
	January 1, 2023	Additions	Deletions	December 31, 2023
Governmental Activities:				
Governmental Funds:				
Accrued vacation and leave (Note 8)	\$ 63,263,005	\$ 20,575,193	\$ (17,700,944)	\$ 66,137,254
Bonds, notes and loans payable	376,642,720	97,900,010	(127,300,618)	347,242,112
COPs and obligations under leases (Note 12)	75,024,394	8,547,408	(6,029,971)	77,541,831
Due to other governments (Note 4)	3,900,000	-	(190,000)	3,710,000
Employment Related Liabilities (Note 1)	736,621	-	(128,027)	608,594
Guarantees and other obligations	5,237,073	-	(772,980)	4,464,093
Net pension liability (Note 9)	196,363,652	155,848,546	-	352,212,198
OPEB liability (Note 9)	92,545,341	-	(14,765,741)	77,779,600
Liability for unpaid claims	300,003	-	-	300,003
Unearned revenue	6,369,113	-	(141,536)	6,227,577
Total Governmental Funds	820,381,922	282,871,157	(167,029,817)	936,223,262
Internal Service Funds:				
Accrued vacation and leave (Note 8)	3,500,859	421,871	(569,400)	3,353,330
Net pension liability (Note 9)	2,664,528	7,425,524	-	10,090,052
OPEB liability (Note 9)	2,896,475	-	(1,669,414)	1,227,061
Liability for unpaid claims	255,144	-	(154,023)	101,121
Total Internal Service Funds	9,317,006	7,847,395	(2,392,837)	14,771,564
Total Governmental Activities	829,698,928	290,718,552	(169,422,654)	950,994,826
Business-type Activities:				
Enterprise Funds:				
Water				
Accrued vacation and leave (Note 8)	4,175,680	1,674,694	(1,540,380)	4,309,994
Bonds, notes and loans payable (Notes 10,11)	56,849,447	12,224,250	(19,953,667)	49,120,030
COPs and obligations under leases (Note 12)	163,321	-	(83,648)	79,673
Net pension liability (Note 9)	5,339,534	15,986,391	-	21,325,925
OPEB liability (Note 9)	5,560,900	-	(3,481,267)	2,079,633
Sewer				
Accrued vacation and leave (Note 8)	2,559,200	857,058	(1,087,601)	2,328,657
Bonds, notes and loans payable (Notes 10,11)	675,122,338	58,248,165	(29,742,304)	703,628,199
COPs and obligations under leases (Note 12)	25,930,440	896,109	(2,117,333)	24,709,216
Net pension liability (Note 9)	2,791,679	8,637,294	-	11,428,973
OPEB liability (Note 9)	3,866,724	-	(2,973,743)	892,981
Other Business-type Activities				
Accrued vacation and leave (Note 8)	72,629	43,354	(20,529)	95,454
COPs and obligations under leases (Note 12)	59,645	-	(29,145)	30,500
Net pension liability (Note 9)	339,654	861,051	-	1,200,705
OPEB liability (Note 9)	-	141,074	-	141,074
Guarantees and other obligations	312,850	142,150	-	455,000
Total Business-type Activities	783,144,041	99,711,590	(61,029,617)	821,826,014
Total	\$ 1,612,842,969	\$ 390,430,142	\$ (230,452,271)	\$ 1,772,820,840

15. Compliance and Accountability

The following funds have fund balance deficits or net position deficits at December 31, 2023:

Special Revenue Funds:

Special Assessment	9,596,373
Community Environment Grants	61,673
Police Grants	941,356
City Facilities Operating	152,983
Income Tax Collection	1,234,136

Capital Projects Funds:

Streets	6,431,777
Information Technology & Improvements	69,220
Parks and Recreation	1,044,179
Public Facilities & Improvements	67,204

Internal Service Funds:

Medical Self-Insurance	1,549,671
Self-Insurance Settlement	454,311
Engineering Bureau	5,115,597
Information Technology	1,751,607

The Special Revenue Funds that have deficit fund balances at year-end have incurred expenditures that have not yet received the revenue under federal or state grant agreements or as a reimbursement including some from other funds. The Special Assessment Fund is awaiting receipt of assessments from property owners to retire the special assessment notes issued to cover the property owners assessments including street cleaning and street lighting. Community Environment Grants and Police Grants funds incurred expenditures related to grants and have not yet been reimbursed. The City will review the charges for services in the City Facilities Operating Fund and adjust rates if necessary.

The Capital Projects Funds that have deficit fund balances have incurred expenditures that have not yet been reimbursed. The City will review the Streets Fund, Information Technology and Improvements Fund, Parks and Recreation Fund and Public Facilities and Improvements Fund throughout the year to decrease deficits.

In 2018 GASB Statement No. 75, *Accounting and Financial Reporting for Post-employment Benefits other than Pension* was implemented. This implementation for OPEB (other post-employment benefits) liabilities attributes to the deficits in Medical Self-Insurance, Self-Insurance Settlement, Engineering Bureau and Information Technology. Internal Service Funds that have deficit net position balances at year-end have incurred expenses above charges for services. User charges will be assessed to eliminate the deficits. The City is reviewing the charges for services in the Information Technology Fund and will adjust rates if necessary. The Medical Self-Insurance Fund debt will continue to be repaid through user charges. The City's policy is to transfer funds from the pertinent division's operating budget for actual claim settlements to reimburse the Self-Insurance Settlement Fund. The Engineering Bureau Division will continue to review applied overhead rates charged for projects to decrease deficits going forward.

16. Income Taxes

The City levies a tax at the rate of 2.50% on substantially all income earned within the City. In addition, residents of the City are required to pay City income tax on income earned outside the City. However, a credit is allowed for income taxes paid to other municipalities. Employers within the City are required to withhold income tax on employee compensation and remit this tax to the City at least quarterly. Corporations and other individual taxpayers are required to file a declaration annually and pay their estimated tax quarterly.

On May 6, 2003, Akron voters increased the City's income tax rate from 2% to 2.25% which took effect January 1, 2004. However, the additional .25% increase is restricted exclusively for funding the Akron Public Schools' local share in obtaining State of Ohio grants for the construction and renovation of community learning centers in Akron. Therefore, the additional .25% will not be distributed according to City Charter into both operation and capital improvement funds, as described below.

On November 7, 2017, Akron voters increased the City's income tax rate from 2.25% to 2.50% which took effect January 1, 2018. However, the additional .25% increase is designated exclusively for funding public safety protection, including the capital and operating expenses of the Akron Police and Fire Departments, and public service improvements, including roadway improvements and related capital and operating expenses of the City of Akron. Therefore, the additional .25% will not be distributed according to the City Charter into both operation and capital improvement funds, as described below.

The proceeds of income taxes, after payment of the expenditures incurred from collection thereof, are allocated by the City Charter as follows: 27% to capital expenditures and 73% to the General Fund. The portion allocated to capital expenditures may be utilized for payment of debt service or capital expenditures of any City fund.

17. Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. The Property taxes collected are allocated to the various funds based upon voter authorization.

Real property taxes are levied each October on the assessed value listed as of the prior January 1. Assessed values are established by the County Fiscal Officer at 35% of appraised market value. By law, revaluation of all property based on current individual appraisals is required to be completed no less than every six years. The last revaluation was completed in tax year 2023 for collection in 2024. The next sexennial revaluation will be completed in 2029 for collection in 2030. In addition, the County Fiscal Officer is required to adjust (but without individual appraisal of properties except in the sexennial reappraisal) taxable real property values triennially to reflect true values.

Real estate and public utility taxes attach an enforceable lien on property as of December 31 in the year levied. Payments are scheduled in two installments in mid-February and mid-July of the succeeding year and are considered delinquent if unpaid as of December 31 of that year.

The assessed value upon which the 2023 property tax collections was based aggregated \$3,129,989,030. The assessed value for 2024 (upon which the 2023 property tax collections will be based) is approximately \$3,894,375,130. Under the current allocation method, the City's share was 1.05% (10.5 mills) of assessed value in 2023 for collection in 2024. The City's Charter limits the

17. Property Taxes (Continued)

maximum total tax rate that could be levied without a vote of the electors to 1.05% (10.5 mills).

The Fiscal Officer collects property taxes on behalf of all taxing districts in the County including the City of Akron and periodically remits to the City its portion of the taxes collected. Current real property tax collections for the year ended December 31, 2023, including delinquencies from prior years, were 92.77% of the current year tax levy. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue, while the remainder of the tax receivable is deferred.

18. JEDD Revenues

In an effort to promote regional growth and economic development, the City has entered into contracts with four surrounding townships and a bordering municipality to create Joint Economic Development Districts (JEDDs). The City entered into separate contracts with Copley, Coventry, and Springfield Townships to create JEDDs in 1994. Voters in each township approved the respective JEDD contracts in the November 1994 election, which became effective January 1, 1995. In accordance with state law, each of the Districts' Board of Trustees levied a 2% income tax effective January 1, 1995. In accordance with the City of Akron's income tax increases, as of January 1, 2005, Copley, Coventry and Springfield's income tax rate increased to 2.25% and as of January 1, 2018 increased to 2.5%. The proceeds of that tax are allocated, in accordance with the contract, primarily to the City. The City has utilized these JEDD revenues, in part, to construct water and sewer lines so that the JEDDs have access to the City's water and sewer system and to encourage and promote economic development.

In 1998 the City entered into a JEDD contract with Bath Township (Bath) and the City of Fairlawn (Fairlawn). This contract was approved by voters in November 1998 and became effective on January 1, 1999. As in the other JEDDs, a 2% income tax has been levied by the District. In accordance with the City of Akron's income tax increases, as of January 1, 2006, Bath's income tax rate increased to 2.25% and as of January 1, 2018 increased to 2.5%. As stated in the contract, the net JEDD revenues are allocated to the City and Fairlawn, with the City providing water and sewer services.

19. Pledged Revenues

Pursuant to GASB No. 48, *Accounting and Financial Reporting for Sales and Pledges of Receivables and Intra-Entity Transfers of Assets and Future Revenues*, the City holds different types of pledged revenue. Pledged revenues of the City are broken down into water system revenues, sewer system revenues, JEDD revenues, non-tax revenues, income tax revenues, and CLC income tax revenues.

Water System Revenues

The City has pledged future water customer revenues, net of specified operating expenses, to repay \$93.8 million in water system revenue bonds and Ohio Water Development Authority loans issued at various dates ranging from December 8, 2011 through December 14, 2023. Proceeds from the bonds and loans provided financing for various water projects. The bonds and loans are payable solely from water customer net revenues and have varying final maturity dates ranging from July 7, 2024 through January 1, 2066. The total principal and interest remaining to be paid on the bonds and loans as of December 31, 2023 is \$61,350,417. Principal and interest paid for 2023 and total customer net revenues were \$4,603,307 and \$6,090,659 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
12/18/15	\$ 8,300,000	Various Water Projects	03/01/26	\$ 936,261	\$ 2,816,449
06/28/12	1,092,305	Water Main Replacement	07/01/33	66,245	662,446
12/08/11	2,375,202	Water Wall	01/01/33	96,669	1,221,181.00
12/08/11	470,615	Stow Road Bolt Replcmnt	07/01/32	33,064	297,578
06/27/13	2,913,053	High Service Pumps Install	07/01/34	177,498	1,951,813
06/27/13	761,969	Chlorine Dioxide Feed Syst.	07/01/34	44,007	484,078
12/12/13	783,568	Johnston St. Pump Station	01/01/35	54,194	623,227
01/30/14	699,377	Standby Generator Imprvmts	07/01/24	76,961	76,961
02/27/14	2,648,531	Water Main Reloctn & Repr	01/01/35	161,277	1,854,684
02/27/14	10,161,593	Water Distribution Yard	07/01/35	727,445	8,859,887
06/25/15	850,896	N. Generator & Substation	01/01/37	50,249	670,155
09/24/15	1,596,553	Backwash Water Supply	07/01/36	93,529	1,215,884
10/29/15	441,878	Sedimentation Basin 1 & 2	01/01/37	23,544	317,842
04/27/17	759,321	Stow Rd Emerg. Connection	07/01/38	45,675	570,045
04/26/18	573,613	Spillway Improvements	01/01/29	59,866	329,260
06/28/18	209,269	Eastwood Pump Station Impr.	01/01/39	12,328	191,078
07/26/18	288,468	Lead Service Line Replacement	01/01/39	13,801	213,915
09/27/18	2,665,509	Middleton Road Water Main	07/01/39	156,584	2,505,334
01/31/2019	2,437,495	Water Main Replacement Program	01/01/40	146,365	1,530,888
02/28/19	309,895	Druid Drive Wtr Main Extension	01/01/50	10,330	268,613
03/28/19	577,695	Brittain Road Reservoir Design	01/01/25	115,539	173,308
05/30/19	309,811	Asset Management Plan	07/01/24	61,962	61,897
06/27/19	333,663	Lead Service Line Replacement	07/01/40	16,683	250,296
10/31/19	6,898,614	Enhanced Raw Wtr Pre-Trtmt Fac.	07/01/40	344,931	5,771,980
01/30/20	350,993	Lead Service Line Replacement	07/01/41	17,550	289,874
06/25/20	316,271	Akron PWS Regionalization	01/01/51	10,542	205,560
07/30/20	506,345	Force Main Steel Transmission Main Study	07/01/26	101,270	132,979
10/29/20	248,434	Risk and Resilience Assessment	01/01/27	49,687	173,135
10/29/20	90,000	Lead Service Line Replacement	01/01/52	3,000	70,798
12/10/20	14,893,716	Advanced Metering Infrastructure	07/01/38	-	7,925,361
05/27/21	1,713,567	Hudson Water Main Replacement	07/01/47	76,917	1,820,678
05/27/21	1,045,880	Water Main Replacement - 2019	01/01/48	23,469	947,809
11/18/21	6,640,080	Refinance 2009 Revenue Bonds	01/01/34	593,692	6,233,271
08/26/21	15,999	Lead Service Line Replacement	01/01/32	1,600	9,030

19. Pledged Revenues (Continued)

Water System Revenues (Continued)

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
08/26/21	\$ 1,545,591	West High Pumping Station	07/01/42	\$ 81,034	\$ 955,152
10/28/21	1,355,118	Water Main Replacement - 2021	01/01/48	29,418	1,281,464
03/31/22	2,480,285	West Side Main Lining	01/01/53	47,880	2,747,522
09/29/22	2,128,189	Caustic Soda Feed System Repl.	07/01/38	-	2,061,790
09/29/22	1,353,388	NSSM Booster Station Repl.	01/01/43	42,241	982,923
10/27/22	3,486,580	Waterline Replacement - 2022	07/01/44	-	1,237,965
03/30/23	2,603,650	University of Akron Water Main Rehab	01/01/44	-	817,436
04/27/23	2,151,900	Lead Service Line Replacement 2022	07/01/64	-	498,207
12/14/23	2,371,416	Lead Service Line Replacement 2023	01/01/66	-	40,664
	<u>\$ 93,756,295</u>			<u>\$ 4,603,307</u>	<u>\$ 61,350,417</u>

Sewer System Revenues

The City has pledged future sewer customer revenues, net of specified operating expenses to repay \$1.22 billion in Ohio Water Development Authority loans issued at various dates ranging from January 1, 2010 through August 31, 2023. Proceeds from the loans provided financing for various sewer projects. The loans are payable solely from sewer customer net revenues and have varying maturity dates ranging from July 1, 2023 through July 1, 2072. The total principal and interest remaining to be paid on the bonds as of December 31, 2023 is \$1,010,410,604. Principal and interest paid for 2023 and total customer net revenues were \$40,163,059 and \$31,189,612 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
01/14/10	\$ 989,338	Sand Run Sewer Recon	01/01/30	\$ 65,708	\$ 439,792
11/19/09	160,393	Mill Street Sewer Repair	07/01/30	10,634	76,784
12/10/09	86,741	WWTP Roof Replemnt	01/01/30	5,761	38,559
03/31/11	846,270	Lake Woods Pump Station	01/01/32	58,932	529,210
02/24/11	2,189,031	Massillon Road Sewer	01/01/32	160,287	1,377,124
02/24/11	414,210	2nd Street Pump Station	01/01/32	30,220	259,640
12/08/11	2,987,144	CSO Rack 8 Sewer Sep	07/01/32	177,672	1,626,636
12/08/11	2,375,202	Water Wall	01/01/33	155,867	1,221,181
12/08/11	903,132	Sanitary Sewer Recon 2011	01/01/32	58,321	503,894
10/27/11	23,943,236	WPC Step Feed Ph1	07/01/33	1,449,295	14,765,733
10/27/11	1,243,132	CSO Rack 25 Separation	01/01/33	80,527	778,764
10/27/11	979,845	Northside Interceptor Rehab	07/01/32	63,520	581,520
03/28/13	4,861,683	Little Cuyahoga Int Rplcmnt	07/01/34	328,877	3,617,644
05/30/13	2,593,857	Main Outfall Sewer Rehab	07/01/33	141,911	1,445,974
08/29/13	6,174,836	Mud Run Trunk Swr Lining	01/01/35	404,169	4,769,051
01/30/14	1,881,680	Main Outfall Sewer	07/01/34	101,292	1,114,210
04/24/14	3,419,313	Retention Tank #2 Rehab.	01/01/36	251,069	3,138,364
04/24/14	1,500,016	Kingswood-Rocky Hollow Swr	07/01/34	103,003	1,133,029
06/26/14	11,029,390	Rack 15 Storage Basin	01/01/36	632,463	8,161,528
06/26/14	17,900,171	Mud Run Pump Station Impr.	07/01/36	929,672	12,376,609
08/28/14	6,827,976	OCIT Lining Protection of LCI	07/01/35	430,455	5,165,462
02/26/15	5,070,277	Mud Run Dist. Cap. Impr.	01/01/36	247,719	3,170,511
02/26/15	18,319,051	Rack 14 CSO Storage Basin	01/01/38	1,039,513	15,481,503
05/28/15	1,155,041	OCIT Otto St Pump Station	01/01/36	58,474	730,926

19. Pledged Revenues (Continued)

Sewer System Revenues (Continued)

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
05/28/15	\$ 6,564,391	Sanitary Sewer Reconstruction	01/01/36	\$ 503,558	\$ 5,122,329
09/24/15	4,433,515	Sanitary Sewer Reconstruction	01/01/36	204,041	3,521,656
02/25/16	1,431,749	Sanitary Sewer Reconstruction	01/01/36	52,120	852,538
05/28/15	31,617,614	Rack 12 CSO Storage Basin	01/01/38	1,902,109	25,055,500
07/30/15	5,502,246	Sanitary Sewer Rec 2014 Ph 2	01/01/36	336,616	4,305,629
08/27/15	5,844,021	Sanitary Sewer Rec 2014 Ph 1-A	01/01/37	379,660	4,952,841
10/29/15	3,273,284	Dan Sewer Separation	01/01/37	174,657	2,416,805
10/29/15	254,744,002	Ohio Canal Interceptor Tunnel	07/01/49	11,809,257	311,016,523
12/10/15	5,653,479	Mud Run District I-I Rehab	01/01/37	203,921	2,821,922
12/10/15	4,500,378	Mud Run District Repairs	01/01/37	252,623	3,495,890
12/10/15	1,374,691	Shullo & Weathervane Pump	07/01/36	82,840	1,102,728
01/28/16	1,299,344	Seiberling Street Sewer	01/01/26	105,254	263,133
02/25/16	4,823,288	Sewer Maintenance Relocation	01/01/47	207,760	5,075,549
03/31/16	26,047,415	Main Outfall Relief Sewer	01/01/48	854,021	21,789,182
06/30/16	1,238,790	White Pond Dr Pump Station	01/01/47	45,783	1,120,000
06/30/16	22,158,491	Middlebury Separation	07/01/48	914,214	22,854,495
06/30/16	14,692,039	Merriman Separation - Rack 36	07/01/48	605,980	15,439,564
08/25/16	2,147,990	Carpenter Sewer Separation	07/01/37	109,723	1,536,121
08/25/16	1,458,160	Tallmadge Ave Sanitary Sewer	07/01/47	57,202	1,432,615
08/25/16	47,518,521	WRF Step Feed Phase 2	07/01/49	1,619,293	38,611,497
08/25/16	7,409,403	Old Main Sewer Separation	07/01/48	291,092	7,228,216
09/29/16	5,147,458	Sanitary Sewer Recon 2016	01/01/48	294,363	4,320,875
05/30/19	5,791,638	Sanitary Sewer Recon 2016	01/01/48	162,186	6,256,013
04/27/17	18,071,206	CSO Program Management	07/01/24	3,927,957	2,910,298
05/25/17	21,922,129	Howard Storage Basin	07/01/63	519,257	22,278,706
06/27/17	2,203,764	Gorge Sewer Separation CSO Rack	01/01/25	459,004	697,921
06/29/17	2,919,239	Aqueduct St Green Impr.	01/01/48	8,845	2,827,343
09/27/18	4,173,574	Sanitary Sewer Recon. 2017	07/01/65	220,399	8,841,657
12/06/18	5,253,792	Sevilla Trunk Sewer Reconstruction	07/01/64	186,499	6,861,193
12/06/18	2,378,678	Kelly Conveyance Rack 3	07/01/65	85,686	3,183,988
01/31/19	36,235,266	Hazel Storage Basin CSO	07/01/66	1,281,564	54,540,039
01/31/19	1,537,468	Chittenden Green Project	01/01/66	56,460	2,353,506
01/31/19	9,460,635	Uhler Conveyance	07/01/65	335,309	14,676,609
05/30/19	2,000,000	Sanitary Sewer Rec 2014 Ph 1-B	01/01/37	79,334	1,395,695
05/30/19	86,851,394	WRF BioCEPT	01/01/67	2,076,103	84,632,211
07/25/19	1,150,527	Hampton Ridge Sanitary Sewer	07/01/66	35,643	1,249,317
12/12/19	961,581	Sourek Road Pump Station	01/01/51	36,597	1,013,493
12/12/19	8,596,490	Duane Green (CSO Rack 3)	07/01/66	237,025	10,081,513
12/12/19	73,305,117	WRF Headworks Improvements	01/01/67	2,014,428	72,024,893
12/12/19	917,745	Mayfield Ave Sewer Impr. Study	01/01/51	34,929	931,588
02/27/20	1,680,494	Sanitary Sewer Recon. 2018 Small	07/01/66	47,227	1,512,627
03/26/20	2,584,389	Cuyahoga St. Storage Facility Impr.	07/01/51	96,875	1,468,213
08/27/20	5,468,825	Sanitary Sewer Recon. 2018 Large	07/01/66	136,909	5,642,746
10/29/20	1,156,019	Quaker Ridge Pump Station	01/01/52	40,375	946,471
12/10/20	44,681,149	Fixed Network Advanced Metering	07/01/38	-	23,776,082
12/10/20	1,538,408	Sanitary Sewer Recon. 2019 Small	07/01/67	39,713	1,280,651

19. Pledged Revenues (Continued)

Sewer System Revenues (Continued)

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
07/29/21	\$ 3,082,106	Sanitary Sewer Recon. 2019 Large	01/01/53	\$ 53,287	\$ 1,659,327
06/30/22	1,617,177	Memorial Conveyance (CSO Rack 26)	07/01/68	-	1,771,087
12/08/22	5,891,925	Lower Northside Interceptor Lining	01/01/69	-	7,957,133
12/08/22	8,655,656	Sanitary Sewer Recon. 2021 Large	01/01/69	-	10,591,957
12/08/22	8,049,421	Sanitary Sewer Recon. 2021 Small	01/01/69	-	11,222,382
02/23/23	3,033,635	WRF Process Control System Rplcmnt	07/01/45	-	885,932
02/23/23	7,500,344	Riverside Separation (CSO Rack 34)	07/01/71	-	3,620,966
08/31/23	268,891,749	Northside Interceptor Tunnel	07/01/72	-	74,479,791
	<u>\$ 1,224,292,774</u>			<u>\$ 40,163,059</u>	<u>\$ 1,010,410,604</u>

JEDD Revenues

As of December 31, 2023 the city does not have any outstanding future JEDD debt service commitments, and therefore no pledged JEDD revenues.

Non-Tax Revenues

The City has pledged future non-tax revenues, to repay \$46.6 million in non-tax revenue bonds issued November 25, 2014 through September 26, 2023. The series 2014 bonds refunded the issue from 2008. The 2015 issue refunded the issue from 2006. Proceeds from the bonds provided financing for various economic development and renovation projects. The bonds are payable from non-tax revenue including shared revenue, charges for services, licenses, fees, and fines, and miscellaneous revenue. The maturity dates range from September 25, 2024 through December 1, 2034. The total principal and interest remaining to be paid on the bonds as of December 31, 2023 is \$25,308,512. Principal and interest paid for 2023 and total non-tax revenues were \$4,202,784 and \$113,417,881 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
11/25/14	\$ 28,230,000	Various Econ Dev. Proj.	12/01/34	\$ 2,509,650	\$ 14,858,275
11/12/15	13,250,000	Various Econ. Dev. Proj.	12/01/26	1,693,134	5,083,131
09/26/23	5,163,706	Various Econ. Dev. Proj.	09/25/24	-	5,367,106
	<u>\$ 46,643,706</u>			<u>\$ 4,202,784</u>	<u>\$ 25,308,512</u>

19. Pledged Revenues (Continued)

Income Tax Revenues

The City has pledged future income tax revenues to repay \$146 million in income tax revenue bonds and bond anticipation notes issued at various dates ranging from August 8, 2013 through November 24, 2020. The 2016 issue partially refunded the 2012 issue. The 2020 issue refunded issues from 2011 and 2012. Proceeds from the bonds provided financing for various liabilities, equipment, facilities, and improvements. The bonds are payable solely from income tax revenues and have varying maturity dates ranging from December 1, 2028 through December 1, 2048. The total principal and interest remaining to be paid on the bonds as of December 31, 2023 is \$129,976,919. Principal and interest paid for 2023 and total income tax revenues were \$12,581,020 and \$173,538,707 respectively.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service	Future Debt Service
08/08/13	\$ 2,355,914	OAQDA Series B	12/01/28	\$ 415,402	\$ 1,895,350
11/25/14	32,340,000	Var Purp IT Rev Bonds	12/01/34	2,421,500	26,616,750
06/24/15	5,500,000	Var Purp IT Rev Bonds	06/01/35	350,419	4,017,296
11/12/15	25,370,000	Var Purp IT Rev Bonds	12/01/28	1,970,250	8,834,000
12/06/16	14,655,000	Var Purp IT Rev Bonds	12/01/28	1,798,950	8,998,800
11/14/18	2,000,000	Var Purp IT Rev Bonds	12/01/48	127,199	3,174,373
12/09/19	51,780,000	Var Purp IT Rev Bonds	12/01/41	4,167,850	65,448,400
11/24/20	12,030,000	Var Purp IT Rev Bonds	12/01/32	1,329,450	10,991,950
	<u>\$ 146,030,914</u>			<u>\$ 12,581,020</u>	<u>\$ 129,976,919</u>

CLC Income Tax Revenues

The City's income tax rate includes .25% Community Learning Center (CLC) income tax revenue. This is designated exclusively for funding the Akron Public Schools' local share in obtaining State of Ohio grants for the construction and renovation of community learning centers (CLC) in Akron. The City has issued bonds totaling \$295 million with final maturities in 2026 and 2033. The Akron Public Schools' annual contribution towards this debt is \$3,000,000. The City has committed each year, from the supplemental income tax revenue, amounts sufficient to cover the City's portion of the principal and interest requirements. Total principal and interest remaining on bonds are \$206,742,174. For 2023 total principal and interest paid by the City was \$20,907,850 and total income tax revenues were \$18,608,159.

Issued	Amount of Issue	Purpose of Issue	Final Maturity	Debt Service*	Future Debt Service
07/28/10	\$ 15,060,000	Community Learning Centers	12/01/26	\$ 3,099,750	\$ 8,414,624
12/08/16	27,000,000	Community Learning Centers	12/01/33	2,301,250	23,025,000
12/20/17	36,615,000	Community Learning Centers	12/01/33	3,843,850	39,852,750
08/04/19	11,045,000	Community Learning Centers	12/01/33	428,200	13,269,400
03/03/22	114,970,000	Community Learning Centers	12/01/33	11,234,800	122,180,400
	<u>\$ 204,690,000</u>			<u>\$ 20,907,850</u>	<u>\$ 206,742,174</u>

*Net of \$3,000,000 annual contribution from Akron City School District.

20. Pollution Remediation

GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Cost* addresses reporting standards for pollution remediation obligations. The City is aware of four sites that meet the requirements for disclosure. The first site is a vacant, undeveloped piece of land known as the Middlebury Property, which includes Middlebury East. The City of Akron legally obligated itself by voluntarily commencing cleanup activities and obtained a \$750,000 grant to assist in the remediation clean-up. The projected cost to remediate Middlebury East was estimated at approximately \$1,200,000. A No Further Action (NFA) letter was submitted to the Ohio Environmental Protection Agency (OEPA) in 2014. Ohio EPA issued a Covenant Not To Sue on July 14, 2015. However, the cost of the abandonment of all the wells, piping, and vaults associated with the remediation will be completed in 2025 with an estimated cost of \$330,000. There are no expenses expected for 2024. This amount is included in the Statement of Net Position as of December 31, 2023.

The second site is known as the Cuyahoga Street Landfill - Rule 13 project where the City of Akron is performing a stream and bank restoration project on the Little Cuyahoga River. This site is in the vicinity of the Cuyahoga Street Storage Basin. In order to implement this project, the City conducted construction activities within and through a solid waste landfill. Ohio Administrative Code ("O.A.C.") 3745-27-13 requires authorization from Ohio EPA before engaging in filling, grading, excavating, building, drilling, or mining on land where a solid waste facility operated. This rule is referred to as Rule 13. The City completed the physical work under the Rule 13 in 2022. The City submitted the final certification report to Ohio EPA in March 2024. Since the closure report was completed there will be no costs for 2024 and beyond regarding remediation.

The third site for remediation work is known as the former Bridgestone property located at the southeast corner of Firestone Parkway and South Main Street. The City took ownership of the property in 2013 and with it transferred an Environmental Agreement regarding obligations for past completed remediation work. The City is obligated to operate and maintain the engineering control that is located in the basement floor in Plant N. 1. The Ohio EPA issued a Covenant Not to Sue on June 12, 2020. The City will continue to maintain financial assurance in the amount of \$10,000 for operation and maintenance activities in 2024. The City is also planning to demolish the building with an estimated cost of \$3.5 million for asbestos removal in the future after 2024. These amounts are included in the Statement of Net Position as of December 31, 2023.

The fourth site is known as the Rack 27/29 Combined Sewer Overflows (CSO) and Rack 28 Project -Rule 13. A federal Consent Decree between the City, the United States, and Ohio requires the City to implement specific control measures addressing CSO's. One set of measures includes upsizing the underflow drains to the interceptor sewer at CSO Rack 27 and CSO Rack 29 locations. In order to implement this project, the City needed to perform construction activities within and through a former solid waste landfill. Per Ohio's Rule 13, the City needed authorization from the Ohio EPA. Rule 13 authorization was issued by the Ohio EPA on October, 18, 2018. This authorization imposed obligations on the City with regard to the construction activities within the former landfill area. The City completed the work within the landfill area in 2022. The City is near completion of submitting the final certification report with an estimated cost of \$10,000 in 2024 and no cost beyond. This amount is included as a liability in the Proprietary Net Position, Sewer Fund, as of December 31, 2023.

21. Deferred Inflows/Outflows of Resources

In addition to assets, the Statement of Net Position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net assets that applies to future period(s) and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. The City has deferred charges on the issuance of bonds reported in the Government-wide and Proprietary Fund Statements of Net Position. A deferred charge results from the difference in the carrying value of the debt and its par amount. This amount is deferred and amortized over the life of the debt. Deferred outflows related to pensions and OPEB result from changes in net pension liability and the net OPEB liability not recognized as a component of current year pension and OPEB expense. This amount is deferred and amortized over various periods as instructed by the pension plan administrators.

In addition to liabilities, the Statement of Net Position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to future period(s) and so will *not* be recognized as an inflow of resources (revenue) until that time. The City has nonexchange revenue transactions and loans where a receivable has been recorded (such as when property taxes were levied), but the resources cannot be used until a future period. When the City refinances certain debt obligations, the portion of the gain that is not recognized in the current period has been deferred. These items have been reported as deferred inflows on the Government-wide Statement of Net Position. In addition, deferred inflows related to pensions and OPEB are reported in the Government-wide and Proprietary Fund Statements of Net Position. Deferred inflows related to pensions and OPEB result from changes in net pension liability and net OPEB liability not recognized as a component of current year pension and OPEB expense. This amount is deferred and amortized over various periods as instructed by the pension plan administrators.

On the Statement of Net Position Proprietary Funds, the City has recorded certain deferred items that will not be expensed in the current period. Internal service fund deferred outflows from pension and OPEB expense at December 31, 2023 were \$4,874,503 are included in governmental activities:

	Business Type Activities				
	Governmental Activities	Water	Sewer	Other Enterprise Funds	Total Enterprise Funds
OPEB	\$ 9,565,184	\$ 1,430,197	\$ 752,411	\$ 82,391	\$ 2,264,999
Pension	147,893,800	8,789,005	4,723,050	496,106	14,008,161
	<u>\$ 157,458,984</u>	<u>\$ 10,219,202</u>	<u>\$ 5,475,461</u>	<u>\$ 578,497</u>	<u>\$ 16,273,160</u>

A summary of the deferred inflows of resources reported in the Government-wide and Proprietary Fund Statement of Position follows. Internal service fund deferred inflows related to pensions and OPEB at December 31, 2023 were \$710,626 and are included in governmental activities.

	Business Type Activities					
	Governmental Activities	Water	Sewer	Off Street Parking	Other Enterprise Funds	Total Enterprise Funds
Deferred Gain	\$ 34,074,630	\$ -	\$ -	\$ -	\$ -	\$ -
Nonexchange revenues	90,998,461	155,082	506,386	12,659	-	674,127
OPEB	55,731,897	1,096,261	456,684	-	76,017	1,628,962
Pension	13,185,671	37,495	30,791	-	1,783	70,069
Pollution	6,871,600	-	-	-	-	-
Leases	25,776,776	148,129	-	2,436,867	2,159,872	4,744,868
Loans	12,609,143	-	-	-	-	-
	<u>\$ 239,248,178</u>	<u>\$ 1,436,967</u>	<u>\$ 993,861</u>	<u>\$ 2,449,526</u>	<u>\$ 2,237,672</u>	<u>\$ 7,118,026</u>

21. Deferred Inflows/Outflows of Resources (Continued)

On the modified accrual basis of accounting, the City has recorded certain receivables where the related revenue is unavailable. Unavailable revenues have been reported as deferred inflows of resources on the Governmental Fund Balance Sheet for the following:

	Governmental Funds						Total Governmental Funds
	General Fund	Community Learning Centers	Income Tax Capital Improvement	Special Assessment Fund	Various Purpose Funding	Other Governmental Funds	
Grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,585,982	\$ 4,585,982
Income Taxes	8,841,615	1,462,654	3,270,186	-	-	1,410,911	14,985,366
Leases	4,856,540	-	-	-	-	20,917,236	25,773,776
Loans	-	-	-	-	-	12,609,143	12,609,143
Property Taxes	28,580,710	-	-	1,952,577	-	30,662,648	61,195,935
Shared Revenue	4,592,108	30,000,000	-	30,598,359	-	6,600,247	71,790,714
	<u>\$ 46,870,973</u>	<u>\$ 31,462,654</u>	<u>\$ 3,270,186</u>	<u>\$ 32,550,936</u>	<u>\$ -</u>	<u>\$ 76,786,167</u>	<u>\$ 190,940,916</u>

Deferred inflows described in the table above also include shared revenues of \$30,000,000 and property taxes of \$55,407,668 where the resources cannot be used until a future period.

22. Transfers and Advances

For the year ended December 31, 2023 transfers and advances presented in conformity with generally accepted accounting principles (GAAP) are listed in the following tables. Resources are transferred annually to support other services which are accounted for in other funds, or to fulfill grant match requirements.

	Transfers Out	Transfers In				Off- Street Parking
		General	Other Governmental Funds	Water	Sewer	
Governmental Funds:						
General Fund	\$ 10,460,000	\$ -	\$ 9,500,000	\$ -	\$ -	\$ -
Various Purpose Funding	987,353	154,073	46,592	143,542	413,146	-
Other Governmental Funds	2,000,000	-	2,000,000	-	-	-
	<u>\$ 13,447,353</u>	<u>\$ 154,073</u>	<u>\$ 11,546,592</u>	<u>\$ 143,542</u>	<u>\$ 413,146</u>	

	Transfers In (Continued)			Total
	Various Purpose Funding	Other Enterprise Funds	Internal Service Funds	
Governmental Funds:				
General Fund	\$ -	\$ 960,000	\$ -	\$ 10,460,000
Various Purpose Funding	230,000	-	-	987,353
Other Governmental Funds	-	-	-	2,000,000
	<u>\$ 230,000</u>	<u>\$ 960,000</u>	<u>\$ -</u>	<u>\$ 13,447,353</u>

The table below presents the amounts the City has advanced to various funds during 2023.

	Advanced From	Advanced To					Total
		Various Purpose Funding	Off-Street Parking	Other Governmental Funds	Other Enterprise Funds	Internal Service Funds	
Governmental Funds:							
General Fund	\$ 1,605,000	\$ 85,000	\$ -	\$ 520,000	\$ -	\$ 1,000,000	\$ 1,605,000
Income Tax Capital Improvement	3,640,000	-	2,000,000	1,090,000	250,000	300,000	3,640,000
	<u>\$ 5,245,000</u>	<u>\$ 85,000</u>	<u>\$ 2,000,000</u>	<u>\$ 1,610,000</u>	<u>\$ 250,000</u>	<u>\$ 1,300,000</u>	<u>\$ 5,245,000</u>

23. Contingencies

(1) Litigation

The City is a defendant in a number of lawsuits pertaining to matters that are incidental to performing routine governmental functions. The City's management is of the opinion that ultimate settlement of all outstanding litigation and claims will not result in a material adverse effect on the City's financial position.

(2) Federal and State Grants

The City has received federal and state grants for specific purposes that are subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agencies for expenditures disallowed under the terms of the grants. The City believes that such disallowances, if any, would not have a material adverse effect on the City's financial position.

(3) Water Agreement

The City of Akron acquired a water system, located in Hudson, from the County of Summit in December of 2006 for \$6,454,845. In exchange for the water system, the County received the benefit of a future credit to be applied towards the purchase of Akron owned sewer infrastructure. As of December 31, 2023, the County has not purchased any sewer infrastructure and the full balance of the credit is remaining.

24. Closure and Post-Closure Care Costs

On November 9, 1998, the City entered into an agreement to transfer control and operating responsibility of its Hardy Road Landfill (Landfill) to Akron Regional Landfill, Inc. (ARLI), a subsidiary of Waste Management of Ohio, Inc. Under the twenty-five year agreement, ARLI assumed the full responsibility for all future costs for operation, permitting, groundwater monitoring, closure, and post-closure costs of the Landfill, which are currently expected to approximate \$6,400,000 through 2034. There are estimated costs after agreement with ARLI terminates; therefore, the City has recorded a liability for \$3,041,600 for future estimated post-closure care costs.

Pursuant to a ruling by the Ohio EPA, the Landfill officially closed on June 30, 2002. The City has begun diverting its waste to Waste Management's American Landfill located in Stark County. As part of a 1998 agreement, the City agreed to use landfill facilities controlled by Akron Regional Landfill, Inc., (a subsidiary of Waste Management) for disposal of ninety percent of the refuse collected by the City's sanitation division.

On October 4, 2004, the City entered into an Agreement with the Summit/Akron Solid Waste Management Authority (Authority) implementing a \$1.20 per ton increase in the waste management generation fee by the Authority to help fund the closure and post-closure operations of the Landfill.

25. Jointly Governed Organizations

The Akron/Summit Convention and Visitors' Bureau (Convention Center) was constructed by the City of Akron along with the County of Summit and the University of Akron, with the City paying approximately 26% of the construction costs. The Convention Center contains meeting rooms, an exhibit hall, and a large ballroom-banquet facility to accommodate a wide range of seminars, trade shows, and major community events.

26. Related Organization

The City of Akron, in conjunction with Summit County, University of Akron, Medina County, and Greater Akron Chamber of Commerce, agreed to form the Summit Medina Business Alliance (SMBA). SMBA is a not-for-profit corporation which supports economic development of the region. The organization entered into an agreement with the Kent Regional Business Alliance to carry out activities in cooperation with the Ohio Development Services Agency and the Small Business Administration. The Mayor of the City of Akron appoints three of the five voting members of the board of trustees of the Summit Medina Business Alliance. The SMBA does not pose a financial burden on the City of Akron since it receives revenues from the City and other governments in the area. During 2023, the City paid SMBA \$75,000 for operating expenses.

27. Joint Ventures

The Copley-Akron Joint Economic Development District (“Copley-Akron JEDD”) was created by contract between the City and Copley Township under the provisions of Ohio Revised Code sections 715.70 and 715.71. The Copley-Akron JEDD is governed by a six member Board of Directors of which three members are from the City (Mayor and two members of Council appointed by the Mayor and approved by Council) and three members are from the Copley Township (all three Copley Township Trustees). The Copley-Akron JEDD Boards, pursuant to the contract, levies an income tax at the same rate as the City of Akron’s income tax. The proceeds of that tax are allocated, in accordance with the contract, primarily to the City. Because it is legally separate from the City the Copley-Akron JEDD is not reported as part of the primary government. A summary of the financial information is as follows:

Statement of Receipts, Disbursements and Change in Fund Balance
(Cash Basis)

Income Tax Receipts	\$	7,648,075
Contractual Disbursements		<u>(779,300)</u>
		6,868,775
Disbursements to Akron		<u>(6,868,775)</u>
Change in Fund Cash Balance		-
 Fund Cash Balance, January 1, 2023		 -
 Fund Cash Balance, December 31, 2023	 \$	 <u><u>-</u></u>

The Coventry-Akron Joint Economic Development District (“Coventry-Akron JEDD”) was created by contract between the City and Coventry Township under the provisions of Ohio Revised Code sections 715.70 and 715.71. The Coventry-Akron JEDD is governed by a six member Board of Directors of which three members are from the City (Mayor and two members of Council appointed by the Mayor and approved by Council) and three members are from the Coventry Township (all three Coventry Township Trustees). The Coventry-Akron JEDD Board, pursuant to the contract, levies an income tax at the same rate as the City of Akron’s income tax. The proceeds of that tax are allocated, in accordance with the contract, primarily to the City. Because it is legally separate from the City the Coventry-Akron JEDD is not reported as part of the primary government. A summary of the financial information is as follows:

Statement of Receipts, Disbursements and Change in Fund Balance
(Cash Basis)

Income Tax Receipts	\$	4,138,397
Contractual Disbursements		<u>(438,546)</u>
		3,699,851
Disbursements to Akron		<u>(3,699,851)</u>
Change in Fund Cash Balance		-
 Fund Cash Balance, January 1, 2023		 -
 Fund Cash Balance, December 31, 2023	 \$	 <u><u>-</u></u>

27. Joint Ventures (Continued)

The Springfield-Akron Joint Economic Development District (“Springfield-Akron JEDD”) was created by contract between the City and Springfield Township under the provisions of Ohio Revised Code sections 715.70 and 715.71. The Springfield-Akron JEDD is governed by a six member Board of Directors of which three members are from the City (Mayor and two members of Council appointed by the Mayor and approved by Council) and three members are from the Springfield Township (all three Springfield Township Trustees). The Springfield-Akron JEDD Board, pursuant to the contract, levies an income tax at the same rate as the City of Akron’s income tax. The proceeds of that tax are allocated, in accordance with the contract, primarily to the City. Because it is legally separate from the City the Springfield-Akron JEDD is not reported as part of the primary government. A summary of the financial information is as follows:

Statement of Receipts, Disbursements and Change in Fund Balance
(Cash Basis)

Income Tax Receipts	\$	4,047,258
Contractual Disbursements		(396,434)
		3,650,824
Disbursements to Akron		(3,650,824)
Change in Fund Cash Balance		-
 Fund Cash Balance, January 1, 2023		 -
 Fund Cash Balance, December 31, 2023	 \$	 - <u><u> </u></u>

The Bath-Akron-Fairlawn Joint Economic Development District (“Bath-Akron-Fairlawn JEDD”) was created by contract between the City of Akron (City), City of Fairlawn and Bath Township under the provisions of Ohio Revised Code sections 715.70 and 715.71. The Bath-Akron-Fairlawn JEDD is governed by a nine member Board of Directors of which three members are from the City (Mayor and two members of Council appointed by the Mayor and approved by Council), three members are from the City of Fairlawn (Mayor and approved by Council) and three members are from the Bath Township (all three Bath Township Trustees). The Bath-Akron-Fairlawn JEDD Boards, pursuant to the contract, levies an income tax at the same rate as the City of Akron’s income tax. The proceeds of that tax are allocated, in accordance with the contract, primarily to the City. Because it is legally separate from the City the Bath-Akron-Fairlawn JEDD is not reported as part of the primary government. A summary of the financial information is as follows:

Statement of Receipts, Disbursements and Change in Fund Balance
(Cash Basis)

Income Tax Receipts	\$	8,341,353
Contractual Disbursements		(4,413,318)
		3,928,035
Disbursements to Akron		(3,928,035)
Change in Fund Cash Balance		-
 Fund Cash Balance, January 1, 2023		 -
 Fund Cash Balance, December 31, 2023	 \$	 - <u><u> </u></u>

28. Fund Balance

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

	<u>General Fund</u>	<u>Community Learning Centers</u>	<u>Income Tax Capital Improvement</u>	<u>Special Assessment Fund</u>	<u>Various Purpose Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund balances:							
Restricted:							
Asset Management	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,847,308	2,847,308
Building, housing and economic incentive	-	-	-	-	-	7,784	7,784
Construction and renovation of CLCs	-	19,449,399	-	-	-	-	19,449,399
Community betterment and outreach	-	-	13,478,123	-	2,717,706	14,039,388	30,235,217
Debt service reserves	-	-	-	-	-	2,745,402	2,745,402
General governance	-	-	-	-	-	-	-
Information technology	-	-	-	-	-	225,579	225,579
Life enrichment	-	-	30,153	-	-	316,259	346,412
Other Purposes	-	-	-	-	-	-	-
Police and fire equipment	-	-	-	-	-	-	-
Protection and enforcement	-	-	197,361	-	-	19,022,147	19,219,508
Transportation/mobility	-	-	-	-	-	8,159,746	8,159,746
Total restricted	<u>-</u>	<u>19,449,399</u>	<u>13,705,637</u>	<u>-</u>	<u>2,717,706</u>	<u>47,363,613</u>	<u>83,236,355</u>
Committed:							
Building, housing and economic incentive	-	-	-	-	-	14,061,609	14,061,609
Community betterment and outreach	-	-	-	-	-	-	-
Information technology	-	-	-	-	-	-	-
Life enrichment	-	-	-	-	-	-	-
Non-financial assets held for resale	-	-	-	-	-	6,108,336	6,108,336
Protection and enforcement	436,496	-	-	-	-	-	436,496
Transportation/mobility	-	-	-	-	-	9,022	9,022
Total committed	<u>436,496</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,178,967</u>	<u>20,615,463</u>
Assigned:							
Asset management	312,272	-	-	-	-	-	312,272
Building, housing and economic incentive	146,995	-	-	-	-	-	146,995
Community betterment and outreach	70,202	-	-	-	-	-	70,202
General governance	77,016	-	-	-	-	-	77,016
Life enrichment	329,783	-	-	-	-	-	329,783
Municipal justice	213,826	-	-	-	-	-	213,826
Protection and enforcement	1,024,733	-	-	-	-	-	1,024,733
Transportation/mobility	77,282	-	-	-	-	-	77,282
Waste management	106,197	-	-	-	-	-	106,197
Wellness and prevention	-	-	-	-	-	-	-
Total assigned	<u>2,358,306</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,358,306</u>
Unassigned	<u>27,760,358</u>	<u>-</u>	<u>-</u>	<u>(9,596,373)</u>	<u>-</u>	<u>(10,002,528)</u>	<u>8,161,457</u>
Total fund balances	<u>\$ 30,555,160</u>	<u>\$ 19,449,399</u>	<u>\$ 13,705,637</u>	<u>\$ (9,596,373)</u>	<u>\$ 2,717,706</u>	<u>\$ 57,540,052</u>	<u>\$ 114,371,581</u>

29. Tax Abatements

Community Reinvestment Areas (CRAs) were established under Ohio Revised Code Section 3735.66 and administered through ORC Sections 3735.66 to 3735.70. The ORC Sections prescribe that in return for building or remodeling properties within the CRA boundaries, applicants can apply for an exemption of real property taxes at 100% of the increased market value of the property.

The City established a CRA in 2010 relating to Envision Apartments. This CRA application was for a 12 year exemption from real property taxation based on new construction and/or rehabilitation or remodeling. The final year for tax abatement for Envision Apartments was 2023. For the fiscal year ended December 31, 2023, the City abated property taxes for Envision Apartments totaled \$32,482.

During 2017, the City of Akron launched the residential tax abatement program, which designates the entire City as a CRA. Through the program residential applicants can apply for an exemption of real property taxes at 100% of the added property value on any new construction or improvements for a period of 15 years. For the fiscal year ended December 31, 2023, there were 239 active residential agreements with residential taxes abated of \$521,220.

30. Subsequent Events

The impact of remote work remains a threat to the City's future tax collections. The State passed legislation in June of 2021 to allow for refunds of 2021 municipal income tax paid on behalf of remote workers to the municipality where the business was located rather than where the employee was physically working. These refunds will be requested in 2022 with the filing of the 2021 tax returns. As of January 1, 2022, the rules for taxing remote work returns back to withholding taxes where an employee is physically doing the work. The City is anticipating large impacts to income tax collections in the next fiscal year(s) given the quantity and frequency of remote work. Predicting and tracking the long-term effect of remote work and withholdings will be difficult. Not all employers have the functionality in place to track remote work and withhold correctly. The City anticipates substantial revenue losses due to remote work in 2024 and beyond.

On July 22, 2024, City Council passed ordinance 271-2024 authorizing the City to enter into loan agreements with the Northeast Ohio Areawide Coordinating Agency's (NOACA) Vibrant NEO Brownfields Revolving Loan Fund (BRLF) for \$500,000 for asbestos abatement at 1200 Firestone Parkway. This loan will serve as a local grant match for the Ohio Department of Development (ODOD) Ohio Building and Demolition and Site Revitalization Program.

On July 22, 2024, City Council passed ordinance 279-2024 authorizing the issuance of bonds in the maximum principal amount of \$8,500,000 relating to the Water Pollution Control Loan Fund of the State of Ohio (WPCLF) through the Ohio Water Development Authority (OWDA) and the Environmental Protection Agency of the State of Ohio (OEPA) to finance the costs of Renewable Energy Facility Polymer System Improvements.

Required Supplementary Information

City of Akron, Ohio
 Required Supplementary Information
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 General Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 120,732,478	\$ 120,529,467	\$ 137,318,358
Grant Revenue	970,600	970,600	656,707
Fees, Fines, License, and Permits	7,378,700	7,378,700	5,360,199
Intergovernmental Revenue	14,243,625	14,243,625	12,297,976
Charges for Services	24,290,000	24,290,000	17,808,752
Other Revenue	3,167,800	3,166,800	4,063,152
Lease Revenue	771,700	771,700	503,036
Investment Earnings	536,900	536,900	4,577,181
Interfund Charge for Service	12,832,870	16,417,270	12,919,284
	<u>184,924,673</u>	<u>188,305,062</u>	<u>195,504,645</u>
Other sources:			
Interfund Transer, Advances, and Subsidy	3,677,500	94,100	154,073
Previous year's encumbrances	1,661,980	1,661,980	1,661,980
Total other sources	<u>5,339,480</u>	<u>1,756,080</u>	<u>1,816,053</u>
Total revenues and other sources	190,264,153	190,061,142	197,320,698
Expenditures and other uses			
Expenditures:			
Human Resources:			
Wages/benefits	1,499,430	1,499,430	1,403,979
Other	295,680	310,694	226,800
	<u>1,795,110</u>	<u>1,810,124</u>	<u>1,630,779</u>
Finance:			
Wages/benefits	2,564,280	2,564,280	2,348,312
Other	8,034,240	11,213,344	5,138,430
	<u>10,598,520</u>	<u>13,777,624</u>	<u>7,486,742</u>
Law:			
Wages/benefits	3,634,650	3,634,650	3,425,365
Other	1,733,160	1,928,228	1,906,106
	<u>5,367,810</u>	<u>5,562,878</u>	<u>5,331,471</u>
Legislative:			
Wages/benefits	1,370,310	1,370,310	1,354,083
Other	288,180	325,723	267,048
	<u>1,658,490</u>	<u>1,696,033</u>	<u>1,621,131</u>

City of Akron, Ohio

Required Supplementary Information
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 General Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023
 (continued)

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Municipal Court - Clerk:			
Wages/benefits	\$ 3,917,540	\$ 3,917,540	\$ 3,669,920
Other	395,580	1,770,222	1,238,566
	<hr/> 4,313,120	<hr/> 5,687,762	<hr/> 4,908,486
Municipal Court - Judges:			
Wages/benefits	5,341,160	5,461,160	5,424,656
Other	369,560	491,823	408,565
	<hr/> 5,710,720	<hr/> 5,952,983	<hr/> 5,833,221
Office of the Mayor:			
Wages/benefits	2,073,050	2,348,050	2,306,807
Other	292,240	328,556	292,220
	<hr/> 2,365,290	<hr/> 2,676,606	<hr/> 2,599,027
Planning:			
Wages/benefits	43,360	103,360	73,841
Other	1,650	11,650	7,141
	<hr/> 45,010	<hr/> 115,010	<hr/> 80,982
Public Health:			
Wages/benefits	-	5,000	1,654
Other	4,093,200	4,509,856	4,141,141
	<hr/> 4,093,200	<hr/> 4,514,856	<hr/> 4,142,795
Public Safety:			
Wages/benefits	8,191,280	8,031,280	6,659,783
Other	7,852,370	8,308,192	8,215,599
	<hr/> 16,043,650	<hr/> 16,339,472	<hr/> 14,875,382
Public Service:			
Wages/benefits	12,885,800	12,885,800	12,100,563
Other	13,508,040	16,763,268	15,599,493
	<hr/> 26,393,840	<hr/> 29,649,068	<hr/> 27,700,056
Fire:			
Wages/benefits	29,654,890	29,654,890	29,451,197
Other	14,788,450	15,261,779	14,843,291
	<hr/> 44,443,340	<hr/> 44,916,669	<hr/> 44,294,488
Police:			
Wages/benefits	58,467,790	57,467,790	57,288,718
Other	4,733,060	5,897,147	5,551,694
	<hr/> 63,200,850	<hr/> 63,364,937	<hr/> 62,840,412

City of Akron, Ohio
 Required Supplementary Information
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 General Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023
 (continued)

	<u>Budgeted Amount (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Neighborhood Assistance:			
Wages/benefits	\$ 3,092,650	\$ 2,992,650	\$ 2,906,013
Other	704,720	873,374	838,084
	<u>3,797,370</u>	<u>3,866,024</u>	<u>3,744,097</u>
Integrated Development			
Wages	6,270,060	6,270,060	5,835,038
Other	1,632,380	1,780,635	1,348,460
	<u>7,902,440</u>	<u>8,050,695</u>	<u>7,183,498</u>
Citizen's Police Oversight Board			
Wages	288,320	258,320	164,413
Other	83,680	113,680	47,480
	<u>372,000</u>	<u>372,000</u>	<u>211,893</u>
Total expenditures	198,100,760	208,352,741	194,484,460
Excess (deficiency) of revenues and other sources over expenditures	(7,836,607)	(18,291,599)	2,836,237
Fund balance (deficit), January 1, 2023	<u>23,548,093</u>	<u>23,548,093</u>	<u>23,548,093</u>
Fund balance (deficit), December 31, 2023	<u>\$ 15,711,486</u>	<u>\$ 5,256,494</u>	<u>\$ 26,384,330</u>

Note: Included in Interfund Transfer, Advances, and Subsidy is a Transfer In amount of \$154,073

Note: Included in Other expenditures above are transfers out and advances of the following:

Finance	\$ 400,000
Fire	\$ 9,500,000
Police	\$ 120,000
Public Service	\$ 2,045,000

City of Akron, Ohio
 Required Supplementary Information
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Community Learning Centers Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues			
Revenues:			
Taxes, Assessments, and JEDD	\$ 2,000,000	\$ 2,000,000	\$ 17,118,642
Intergovernmental Revenue	18,748,770	18,748,770	445,087
Other Revenue	32,500	32,500	329
Investment Earnings	1,547,330	1,547,330	389,412
Total revenues	<u>22,328,600</u>	<u>22,328,600</u>	<u>17,953,470</u>
Expenditures			
Department Wide:			
Other	<u>23,139,790</u>	<u>23,139,790</u>	<u>18,051,193</u>
Total expenditures	23,139,790	23,139,790	18,051,193
Excess (deficiency) of revenues over expenditures	(811,190)	(811,190)	(97,723)
Fund balance (deficit), January 1, 2023	<u>16,411,806</u>	<u>16,411,806</u>	<u>16,411,806</u>
Fund balance (deficit), December 31, 2023	<u>\$ 15,600,616</u>	<u>\$ 15,600,616</u>	<u>\$ 16,314,083</u>

City of Akron, Ohio
 Required Supplementary Information
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Income Tax Capital Improvement Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 37,120,520	\$ 37,120,520	\$ 43,571,611
Grant Revenue	66,300	66,300	34,732
Other Revenue	1,066,000	6,066,000	559,530
Investment Earnings	10,400	10,400	260,540
Interfund Charge for Service	3,409,040	3,409,040	1,785,000
	<u>41,672,260</u>	<u>46,672,260</u>	<u>46,211,413</u>
Other sources:			
Note/bond proceeds	-	-	1,203,380
Previous year's encumbrances	1,128,938	1,128,938	1,128,938
Total other sources	<u>1,128,938</u>	<u>1,128,938</u>	<u>2,332,318</u>
Total revenues and other sources	42,801,198	47,801,198	48,543,731
Expenditures			
Department Wide:			
Wages/benefits	620,480	620,480	566,110
Other	42,793,810	48,922,748	47,399,138
Total expenditures	<u>43,414,290</u>	<u>49,543,228</u>	<u>47,965,248</u>
Excess (deficiency) of revenues and other sources over expenditures	(613,093)	(1,742,031)	578,483
Fund balance (deficit), January 1, 2023	<u>2,889,457</u>	<u>2,889,457</u>	<u>2,889,457</u>
Fund balance (deficit), December 31, 2023	<u>\$ 2,276,364</u>	<u>\$ 1,147,426</u>	<u>\$ 3,467,940</u>

Note: Included in Other expenditures above are advances from of \$3,640,000.

City of Akron, Ohio
 Required Supplementary Information
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Special Assessment Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 30,755,100	\$ 30,755,100	\$ 18,520,637
Fees, Fines, License, and Permits	560,800	560,800	37,215
Charges for Service	-	-	1,850
Other Revenue	705,700	705,700	36,719
	<u>32,021,600</u>	<u>32,021,600</u>	<u>18,596,421</u>
Other sources:			
Note/Bond proceeds	-	-	13,000,000
Previous year's encumbrances	1,971,226	1,971,226	1,971,226
Total other sources	<u>1,971,226</u>	<u>1,971,226</u>	<u>14,971,226</u>
Total revenues and other sources	33,992,826	33,992,826	33,567,647
Expenditures			
Finance:			
Wages/benefits	186,680	186,680	150,524
Other	4,806,000	4,825,905	3,558,247
	<u>4,992,680</u>	<u>5,012,585</u>	<u>3,708,771</u>
Public Service:			
Wages/benefits	5,229,850	5,229,850	4,850,068
Other	22,098,760	23,875,715	23,850,724
	<u>27,328,610</u>	<u>29,105,565</u>	<u>28,700,792</u>
Neighborhood Assistance:			
Wages/benefits	328,420	328,420	227,454
Other	1,720,390	1,994,756	1,124,001
	<u>2,048,810</u>	<u>2,323,176</u>	<u>1,351,455</u>
Total expenditures	34,370,100	36,441,326	33,761,018
Excess (deficiency) of revenues and other sources over expenditures	(377,274)	(2,448,500)	(193,371)
Fund balance (deficit), January 1, 2023	<u>2,674,378</u>	<u>2,674,378</u>	<u>2,674,378</u>
Fund balance (deficit), December 31, 2023	<u>\$ 2,297,104</u>	<u>\$ 225,878</u>	<u>\$ 2,481,007</u>

City of Akron, Ohio
 Required Supplementary Information
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Various Purpose Funding Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 117,880	\$ 527,880	\$ 101,428
Fees, Fines, License, and Permits	8,116,330	8,276,330	1,300,988
Charges for Services	500	500	3,050
Other Revenue	94,750	94,750	39,333
Investment Earnings	56,280	56,280	2,121,391
Interfund Charge for Service	5,583,200	5,583,200	661,785
	<u>13,968,940</u>	<u>14,538,940</u>	<u>4,227,975</u>
Other sources:			
Interfund Transfers, Advances, and Subsidy	1,940,400	1,940,400	315,000
Previous year's encumbrances	1,516,345	1,516,345	1,516,345
Total other sources	<u>3,456,745</u>	<u>3,456,745</u>	<u>1,831,345</u>
Total revenues and other sources	17,425,685	17,995,685	6,059,320
Expenditures			
Department Wide:			
Wages/benefits	13,422,110	16,422,110	10,487,154
Other	51,599,690	50,116,035	33,157,313
Total expenditures	65,021,800	66,538,145	43,644,467
Excess (deficiency) of revenues and other sources over expenditures	(47,596,115)	(48,542,460)	(37,585,147)
Fund balance (deficit), January 1, 2023	<u>120,319,053</u>	<u>120,319,053</u>	<u>120,319,053</u>
Fund balance (deficit), December 31, 2023	<u>\$ 72,722,938</u>	<u>\$ 71,776,593</u>	<u>\$ 82,733,906</u>

Note: Included in Interfund Transfers, Advances, and Subsidy above are transfers of \$85,000 and advances of \$230,000.

City of Akron, Ohio

Required Supplementary Information
Schedule of Net Pension Liability and Related Ratios under OPERS

For the Year Ended December 31, 2023

Traditional Plan

Measurement Date	Proportion of Collective Net Pension Liability/(Asset)	Proportionate Share of Collective Net Pension Liability/(Asset)	Covered Payroll**	Net Pension Liability/(Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
12/31/2022	0.43864 %	\$ 129,576,223	\$ 68,016,042	190.5 %	75.7 %
12/31/2021	0.43817	38,122,390	63,582,913	60.0	92.3
12/31/2020	0.42634	63,131,523	62,792,506	100.5	86.9
12/31/2019	0.43836	85,358,175	60,759,457	140.5	82.2
12/31/2018	0.43836	120,056,821	59,205,414	202.8	74.7
12/31/2017	0.43977	68,990,774	58,131,654	118.7	84.7
12/31/2016	0.44509	101,073,278	57,520,375	175.7	77.3
12/31/2015	0.43764	75,805,111	54,382,817	139.4	81.1
12/31/2014	0.44358	53,500,585	52,357,017	102.2	86.5

OPERS Combined Plan

Measurement Date	Proportion of Collective Net Pension Liability/(Asset)	Proportionate Share of Collective Net Pension Liability/(Asset)	Covered Payroll**	Net Pension Liability/(Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
12/31/2022	0.40570 %	\$ (956,197)	\$ 1,883,964	50.8 %	137.1 %
12/31/2021	0.37497	(1,477,405)	1,709,471	86.4	169.9
12/31/2020	0.34861	(1,006,318)	1,536,636	65.5	157.7
12/31/2019	0.43185	(710,799)	1,517,579	46.8	145.3
12/31/2018	0.31576	(353,085)	1,349,550	26.2	126.6
12/31/2017	0.32691	(444,922)	1,329,738	33.5	137.3
12/31/2016	0.33706	(187,599)	1,312,142	14.3	116.6
12/31/2015	0.31566	(153,607)	1,117,900	13.7	116.9
12/31/2014	0.30583	(117,750)	1,123,475	10.5	114.8

OPERS Member Directed Plan

Measurement Date	Proportion of Collective Net Pension Liability/(Asset)	Proportionate Share of Collective Net Pension Liability/(Asset)	Covered Payroll**	Net Pension Liability/(Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
12/31/2022	0.22600 %	\$ (18,455)	\$ 1,583,164	1.17 %	126.7 %
12/31/2021	0.21961	(39,874)	1,384,650	2.88	171.9
12/31/2020	0.20177	(36,782)	1,222,221	3.01	188.2
12/31/2019	0.19367	(7,359)	1,151,207	0.64	118.1
12/31/2018	0.19508	(4,445)	1,349,550	0.33	113.4
12/31/2017	0.19522	(11,441)	1,066,892	1.07	124.5
12/31/2016	0.16885	(703)	890,550	0.08	103.4
12/31/2015	0.18979	(725)	905,960	0.08	103.9

** Covered Payroll has been estimated by the City of Akron.

City of Akron, Ohio

Required Supplementary Information
Schedule of Contributions Under OPERS to State Pension and OPEB

For the Year Ended December 31, 2023

Traditional Plan

Fiscal Year Ending	Measurement Year Ending	Statutorily Required Employer Contribution	Actual Employer Contributions	Contribution Excess (Deficiency)	Covered Payroll*	Contractually Required Contribution Rates:		
						Pension	OPEB	Total
12/31/2023	12/31/2022	\$ 9,743,238	\$ 9,743,238	\$ -	\$ 69,594,556	14.00 %	0.00 %	14.00 %
12/31/2022	12/31/2021	9,522,246	9,522,246	-	68,016,042	14.00	0.00	14.00
12/31/2021	12/31/2020	8,901,608	8,901,608	-	63,582,913	14.00	0.00	14.00
12/31/2020	12/31/2019	8,790,951	8,790,951	-	62,792,506	14.00	0.00	14.00
12/31/2019	12/31/2018	8,506,324	8,506,324	-	60,759,457	14.00	0.00	14.00
12/31/2018	12/31/2017	8,288,758	8,288,758	-	59,205,414	14.00	0.00	14.00
12/31/2017	12/31/2016	8,138,432	8,138,432	-	58,131,654	13.00	1.00	14.00
12/31/2016	12/31/2015	8,052,852	8,052,852	-	57,520,375	12.00	2.00	14.00
12/31/2015	12/31/2014	6,525,938	6,525,938	-	54,382,817	12.00	0.00	12.00
12/31/2014	12/31/2013	7,329,982	7,329,982	-	52,357,017	12.00	2.00	14.00

Combined Plan

Fiscal Year Ending	Measurement Year Ending	Statutorily Required Employer Contribution	Actual Employer Contributions	Contribution Excess (Deficiency)	Covered Payroll*	Contractually Required Contribution Rates:		
						Pension	OPEB	Total
12/31/2023	12/31/2022	\$ 265,829	\$ 265,829	\$ -	\$ 1,898,779	14.00 %	0.00 %	14.00 %
12/31/2022	12/31/2021	263,755	263,755	-	1,883,964	14.00	0.00	14.00
12/31/2021	12/31/2020	239,326	239,326	-	1,709,471	14.00	0.00	14.00
12/31/2020	12/31/2019	215,087	215,087	-	1,536,336	14.00	0.00	14.00
12/31/2019	12/31/2018	212,461	212,461	-	1,517,579	14.00	0.00	14.00
12/31/2018	12/31/2017	188,937	188,937	-	1,349,550	14.00	0.00	14.00
12/31/2017	12/31/2016	186,163	186,163	-	1,329,736	13.00	1.00	14.00
12/31/2016	12/31/2015	183,700	183,700	-	1,312,142	12.00	2.00	14.00
12/31/2015	12/31/2014	156,506	156,506	-	1,117,900	12.00	2.00	14.00

Member Directed Plan

Fiscal Year Ending	Measurement Year Ending	Statutorily Required Employer Contribution	Actual Employer Contributions	Contribution Excess (Deficiency)	Covered Payroll*	Contractually Required Contribution Rates:		
						Pension	OPEB	Total
12/31/2023	12/31/2022	\$ 243,256	\$ 243,256	\$ -	\$ 1,737,543	14.00 %	0.00 %	14.00 %
12/31/2022	12/31/2021	221,643	221,643	-	1,583,164	14.00	0.00	14.00
12/31/2021	12/31/2020	193,851	193,851	-	1,384,650	14.00	0.00	14.00
12/31/2020	12/31/2019	171,111	171,111	-	1,222,221	14.00	0.00	14.00
12/31/2019	12/31/2018	169,169	169,169	-	1,151,207	14.00	0.00	14.00
12/31/2018	12/31/2017	188,937	188,937	-	1,349,550	14.00	0.00	14.00
12/31/2017	12/31/2016	149,365	149,365	-	1,066,892	13.00	1.00	14.00
12/31/2016	12/31/2015	124,677	124,677	-	890,550	12.00	2.00	14.00

*Covered payroll has been estimated by the City of Akron.

City of Akron, Ohio

Required Supplementary Information
Schedule of Net Pension Liability and Related Ratios under OP&F

For the Year Ended December 31, 2023

Fire

Measurement Date	Proportion of Collective Net Pension Liability/(Asset)	Proportionate Share of Collective Net Pension Liability/(Asset)	Covered Payroll**	Net Pension Liability/(Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
12/31/2022	1.4876434 %	\$ 141,311,704	\$ 36,514,613	387.0 %	62.9 %
12/31/2021	1.4031386	87,659,983	29,796,658	294.2	75.0
12/31/2020	1.3730553	93,602,412	30,337,250	308.5	70.7
12/31/2019	1.3122261	88,398,559	28,140,217	314.1	69.9
12/31/2018	1.3535830	110,488,140	27,458,083	402.4	63.1
12/31/2017	1.3615340	80,801,637	25,926,353	311.7	70.9
12/31/2016	1.3274720	84,080,723	25,713,251	327.0	68.4
12/31/2015	1.3199200	84,911,384	23,457,047	362.0	66.8
12/31/2014	1.3172024	68,236,576	20,458,336	333.5	72.2

Police

Measurement Date	Proportion of Collective Net Pension Liability/(Asset)	Proportionate Share of Collective Net Pension Liability/(Asset)	Covered Payroll**	Net Pension Liability/(Asset) as a Percentage of Covered Payroll	Fiduciary Net Position as a Percentage of Total Pension Liability
12/31/2022	1.3198181 %	\$ 125,369,926	\$ 39,769,097	315.2 %	62.9 %
12/31/2021	1.3080000	81,716,674	36,725,846	222.5	75.0
12/31/2020	1.2929027	88,138,339	35,177,569	250.6	70.7
12/31/2019	1.2757506	85,941,375	33,447,297	256.9	69.9
12/31/2018	1.3062930	106,628,025	32,520,558	327.9	63.1
12/31/2017	1.3006560	79,827,131	31,566,974	252.9	70.9
12/31/2016	1.3613200	86,224,625	32,224,089	267.6	68.4
12/31/2015	1.3057420	83,998,130	29,950,321	280.5	66.8
12/31/2014	1.3597730	70,441,912	34,172,517	206.1	72.2

** Covered Payroll has been estimated by the City of Akron.

City of Akron, Ohio

Required Supplementary Information
Schedule of Contributions Under OP&F to State Pension and OPEB

For the Year Ended December 31, 2023

Fire

Fiscal Year Ending	Measurement Year Ending	Statutorily Required Employer Contributions	Actual Employer Contributions	Contribution Excess (Deficiency)	Covered Payroll**	Contractually Required Contribution Rates:		
						Pension	OPEB	Total
12/31/2023	12/31/2022	\$ 9,027,092	\$ 9,027,092	\$ -	\$ 37,612,883	23.50 %	0.50 %	24.00 %
12/31/2022	12/31/2021	8,763,507	8,763,507	-	36,514,613	23.50	0.50	24.00
12/31/2021	12/31/2020	7,151,198	7,151,198	-	29,796,658	23.50	0.50	24.00
12/31/2020	12/31/2019	7,280,940	7,280,940	-	30,337,250	23.50	0.50	24.00
12/31/2019	12/31/2018	6,753,652	6,753,652	-	25,926,353	23.50	0.50	24.00
12/31/2018	12/31/2017	6,589,940	6,589,940	-	25,926,353	23.50	0.50	24.00
12/31/2017	12/31/2016	6,092,693	6,092,693	-	25,926,353	23.50	0.50	24.00
12/31/2016	12/31/2015	6,042,614	6,042,614	-	25,713,251	23.50	0.50	24.00
12/31/2015	12/31/2014	5,512,406	5,512,406	-	23,457,047	23.50	0.50	24.00
12/31/2014	12/31/2013	4,807,709	4,807,709	-	20,458,336	23.50	0.50	24.00

Police

Fiscal Year Ending	Measurement Year Ending	Statutorily Required Employer Contributions	Actual Employer Contributions	Contribution Excess (Deficiency)	Covered Payroll**	Contractually Required Contribution Rates:		
						Pension	OPEB	Total
12/31/2023	12/31/2022	\$ 7,689,411	\$ 7,689,411	\$ -	\$ 39,432,877	19.00 %	0.50 %	19.50 %
12/31/2022	12/31/2021	7,754,974	7,754,974	-	39,769,097	19.00	0.50	19.50
12/31/2021	12/31/2020	7,161,540	7,161,540	-	36,725,846	19.00	0.50	19.50
12/31/2020	12/31/2019	6,859,626	6,859,626	-	35,177,569	19.00	0.50	19.50
12/31/2019	12/31/2018	6,522,223	6,522,223	-	33,447,297	19.00	0.50	19.50
12/31/2018	12/31/2017	6,341,509	6,341,509	-	32,520,558	19.00	0.50	19.50
12/31/2017	12/31/2016	6,155,560	6,155,560	-	31,566,974	19.00	0.50	19.50
12/31/2016	12/31/2015	6,283,697	6,283,697	-	32,224,089	19.00	0.50	19.50
12/31/2015	12/31/2014	5,840,313	5,840,313	-	29,950,321	19.00	0.50	19.50
12/31/2014	12/31/2013	6,663,641	6,663,641	-	34,172,517	15.73	3.77	19.50

**Covered Payroll has been estimated by the City of Akron.

City of Akron, Ohio

Required Supplementary Information
 Schedule of Changes in the Net OPEB Liability and Related Ratios
 For City's OPEB Plan

For the Year Ended December 31, 2023

City of Akron OPEB Plan

Total OPEB Liability	2022	2021	2020
Total OPEB Liability - Beginning of year	\$ 75,152,958	\$ 92,397,710	\$ 87,500,861
Total service cost	1,528,420	2,025,073	1,512,775
Interest cost	1,701,206	1,797,571	2,864,522
Experience (gain)/losses	1,170,369	(378,524)	253,372
Assumption changes	(17,972,516)	(18,107,712)	2,574,394
Plan amendments	-	-	-
Benefits payments	(2,156,407)	(2,581,160)	(2,308,214)
Total OPEB Liability - End of year	\$ 59,424,030	\$ 75,152,958	\$ 92,397,710
Plan Fiduciary Net Position	\$ -	\$ -	\$ -
Net OPEB Liability	\$ 59,424,030	\$ 75,152,958	\$ 92,397,710
Covered Payroll	\$ 147,766,880	\$ 133,199,538	\$ 128,309,627
Employer's Net OPEB Liability as Percentage of Covered Payroll:	40.21%	56.42%	72.01%

Total OPEB Liability	2019	2018
Total OPEB Liability - Beginning of year	\$ 101,158,647	\$ 124,741,033
Total service cost	1,982,204	1,862,320
Interest cost	3,702,807	3,977,909
Experience (gain)/losses	(962,312)	(6,049,438)
Assumption changes	(15,524,189)	(20,325,562)
Plan amendments	-	-
Benefits payments	(2,856,296)	(3,047,615)
Total OPEB Liability - End of year	\$ 87,500,861	\$ 101,158,647
Plan Fiduciary Net Position	\$ -	\$ -
Net OPEB Liability	\$ 87,500,861	\$ 101,158,647
Covered Payroll	\$ 125,015,757	\$ 119,397,841
Employer's Net OPEB Liability as Percentage of Covered-Employee Payroll:	69.99%	84.72%

City of Akron, Ohio

Required Supplementary Information
Schedule of Net OPEB Liability and Related Ratios
For State OPEB Plans

For the Year Ended December 31, 2023

OPERS OPEB Plan

Measurement Date	City's Proportion of Collective Net OPEB Liability / (Asset) %	City's Proportionate Share of Collective Net OPEB Liability / (Asset) \$	City's Covered Employee Payroll \$	City's Net OPEB Liability as a Percentage of Covered Payroll %	Fiduciary Net Position as a Percentage of Total OPEB Liability %
12/31/2022	0.43 %	\$ 2,708,005	\$ 71,483,170	0.00 %	94.79 %
12/31/2021	0.43	(13,392,616)	66,677,034	0.00	94.79
12/31/2020	0.42	(7,397,476)	65,551,363	0.00	115.60
12/31/2019	0.42	57,992,341	63,428,243	91.43	47.80
12/31/2018	0.43	55,435,783	61,904,514	89.55	46.30
12/31/2017	0.43	46,401,790	60,528,284	76.66	54.10
12/31/2016	0.43	43,158,581	59,723,067	72.26	62.10

OP&F OPEB Plan

Measurement Date	City's Proportion of Collective Net OPEB Liability / (Asset) %	City's Proportionate Share of Collective Net OPEB Liability / (Asset) \$	City's Covered Employee Payroll \$	City's Net OPEB Liability as a Percentage of Covered Payroll %	Fiduciary Net Position as a Percentage of Total OPEB Liability %
12/31/2022	2.807462 %	\$ 19,988,314	\$ 76,283,710	26.20 %	52.60 %
12/31/2021	2.711145	26,208,709	66,522,504	39.40	46.90
12/31/2020	2.665958	28,246,262	65,514,819	43.11	45.40
12/31/2018	2.587977	25,564,678	61,587,514	41.51	47.10
12/31/2018	2.659876	24,222,250	59,978,641	40.38	46.60
12/31/2017	2.61719	148,286,319	57,937,340	255.94	14.10
12/31/2016	2.61719	124,232,123	53,407,368	232.61	16.00

** City's Covered Employee Payroll has been estimated by the City of Akron.

City of Akron, Ohio

Required Supplementary Information
 Schedule of Contributions under the City of Akron's OPEB Plan

For the Year Ended December 31, 2023

<u>Fiscal Year Ending</u>	<u>Measurement Year Ending</u>	<u>Actual Employer Contributions</u>	<u>Covered- Employee Payroll*</u>
12/31/2023	12/31/2022	\$ 2,156,407	\$ 147,766,880
12/31/2022	12/31/2021	2,260,494	133,398,052
12/31/2021	12/31/2020	2,308,214	135,701,400
12/31/2020	12/31/2019	2,856,926	128,309,627
12/31/2019	12/31/2018	2,591,971	125,015,757
12/31/2018	12/31/2017	3,015,640	119,397,841
12/31/2017	N/A	4,462,299	118,465,624
12/31/2016	N/A	4,867,000	113,130,435
12/31/2015	N/A	5,048,000	108,908,085
12/31/2014	N/A	4,908,000	107,105,770
12/31/2013	N/A	4,725,000	108,275,819
12/31/2012	N/A	4,772,000	83,935,000
12/31/2011	N/A	4,335,000	88,115,000
12/31/2010	N/A	9,825,000	114,340,000

*Covered-Employee Payroll has been estimated by the City of Akron

City of Akron, Ohio

Notes to the Required Supplementary Information

For the Year Ended December 31, 2023

Budgetary Data

The City’s budgetary process is based upon accounting for certain transactions on a basis other than on generally accepted accounting principles (GAAP). The actual results of operations are presented in the Budgetary Comparison Schedule in accordance with the City’s budgetary process (budget basis) to provide a meaningful comparison of actual results with the budget. The legal level of budgetary control is by category for each department within each fund. The categories are wages/benefits, other, and capital outlay.

The major differences between budget basis and GAAP basis in the General Fund, the Community Learning Centers Fund, the Income Tax Capital Improvement Fund, the Special Assessment Fund and Various Purpose Funding Fund are:

1. Revenues are recorded when received in cash (budget) as opposed to susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are recorded as the equivalent of expenditures (budget) as opposed to restricted, committed or assigned fund balance (GAAP).

Recognition of certain revenues may be reclassified between funds to facilitate matching with the related expenditures.

	General	Community Learning Centers	Income Tax Capital Improvement	Special Assessment	Various Purpose
Excess (Deficiency) of revenues and other financing sources over expenditures and other financing uses (budgetary basis)	\$ 2,836,237	\$ (97,723)	\$ 578,483	\$ (193,372)	\$ (37,585,147)
Adjustments:					
To adjust revenues for accruals	(1,993,895)	7,274,050	(2,322,521)	(14,948,623)	40,050,334
To adjust expenditures for accruals	(360,867)	(3,182,874)	3,003,422	12,380,825	(4,897,312)
To adjust for encumbrances	2,358,306	32,625	2,845,491	2,128,024	3,517,199
Net change in fund balance (GAAP basis)	\$ 2,839,781	\$ 4,026,078	\$ 4,104,875	\$ (633,146)	\$ 1,085,074

City of Akron, Ohio

Notes to the Required Supplementary Information

For the Year Ended December 31, 2023

Schedule of City's Proportionate Share of Net Pension Liability

Information regarding the City's proportionate share of the net pension liability (asset) for fiscal years ending 2014 to 2022 has been provided by the Ohio Public Employees Retirement System (OPERS) and the Ohio Police and Fire Pension Fund (OP&F). The net pension liability (asset) presented in the City's financial statement as of December 31, 2021 is based on the measurement date of December 31, 2021. Information presented in this exhibit is not available for years prior to 2013.

Schedule of the City Contributions to State Pension Funds and OPEB

The Board of Trustees for both OPERS and OP&F determine the allocation between pension and OPEB plans annually and this allocation may change for year to year. The city pays all contractually required employer rates for OPERS and OP&F employees.

OPERS maintains three separate pension plans. The employer contribution rate is the same for all three plans. The City does not know which plan each of its employees participates in and; therefore; the information presented in the contribution schedule combines all plans from fiscal year ending December 31, 2007 through fiscal year ending December 31, 2013.

Schedule of the Net OPEB Liability and Related Ratios

Information regarding the City's proportionate share of the net OPEB liability for the fiscal year ending 2022 has been provided by OPERS and OP&F. The net OPEB liability presented in the City's financial statement as of December 31, 2022 is based on the measurement date of December 31, 2021. Information presented in this exhibit is not available prior to 2016.

The City also maintains its own plan that is funded on a "Pay-as-you-go" basis. The net OPEB liability for presented in the City's financial statements as of December 31, 2022 is based on the measurement date of December 31, 2021. There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.101 to pay related benefits for the OPEB plan.

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Supplementary Information

NON-MAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - are used to account for types of resources for which specific uses are mandated by City ordinances or federal and state statutes. The title of the fund is descriptive of the activities accounted for therein. The non-major Special Revenue Funds are:

To Account for Special Purposes:

Income Tax Collection	Canal Park Stadium COPs
Emergency Medical Service	Downtown District Heating COPs
Street and Highway Maintenance	Safety Programs
Tax Equivalency	City Facilities Operating
E.D.A. Revolving Loans	Deposits
Joint Economic Development Districts	Police, Fire, and Road Activity
Akron Muni. Court Information System	

Federal and/or State Statutes to Account for Grants and Subsidies:

Community Development	H.O.M.E. Program
Community Environment Grants	Police Grants
Akron Metro. Area Transportation Study	General Grants

NON-MAJOR GOVERNMENTAL FUNDS (Continued)

Debt Service Funds - are used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest and related costs. The non-major Debt Service Funds are as follows:

General Bond Payment	JEDD Bond Payment
Debt Service Bond Payment	Income Tax Bond Payment
Special Assessment Bond Payment	Taxable Revenue Bond Payment
Non-Tax Revenue Bond Payment	

Capital Project Funds – are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds). The non-major Capital Projects Funds are as follows:

To Account for Grant Revenue and Other Funding Sources:

Information Technology and Improvements	Public Parking
Parks and Recreation	Economic Development
Public Facilities and Improvements	Streets

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2023

B-1

Special Revenue Funds

	Income Tax Collection	Emergency Medical Service	Street and Highway Maintenance	Community Development	Community Environment Grants
Assets					
Pooled cash and investments	\$ 5,388,097	\$ 775,716	\$ 2,997,440	\$ 230,155	\$ 17,547
Restricted cash and investments	-	-	-	-	-
Receivables, net of allowances for uncollectibles	-	13,167,318	8,726,360	68,744	-
Loans receivable	-	-	-	5,423,416	212,129
Due from other governments	-	-	-	-	-
Due from other funds	427,215	-	48,673	-	-
Due from others	241,751	-	-	-	-
Assets held for resale	-	-	-	-	-
Total assets	\$ 6,057,063	\$ 13,943,034	\$ 11,772,473	\$ 5,722,315	\$ 229,676
Liabilities					
Accounts payable	\$ 4,355,938	\$ 800,759	\$ 470,460	\$ 20,518	\$ 13,076
Deposits	-	-	-	-	-
Advances from other funds	-	-	-	-	60,000
Due to other governments	-	-	-	1,850,000	-
Due to other funds	2,854,376	30,909	211,625	657	-
Due to others	-	-	-	-	-
Accrued liabilities	35,884	794,812	157,151	53,417	203
Accrued wages	45,001	425,704	201,092	55,802	-
Total liabilities	7,291,199	2,052,184	1,040,328	1,980,394	73,279
Deferred Inflows of Resources	-	11,303,106	6,565,432	1,721,361	218,070
Fund balances					
Restricted	-	587,744	4,166,713	2,020,560	-
Committed	-	-	-	-	-
Unassigned	(1,234,136)	-	-	-	(61,673)
Total fund balances (deficits)	(1,234,136)	587,744	4,166,713	2,020,560	(61,673)
Total liabilities, deferred inflows and fund balances	\$ 6,057,063	\$ 13,943,034	\$ 11,772,473	\$ 5,722,315	\$ 229,676

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2023

B-1

Special Revenue Funds						
	Akron Metro. Area Transportation Study	H.O.M.E. Program	Tax Equivalency	E.D.A. Revolving Loans	Joint Economic Development Districts	
Assets						
Pooled cash and investments	\$ 100,029	\$ 846,489	\$ 14,505,610	\$ 12,280	\$ 3,172,303	
Restricted cash and investments	-	-	-	-	-	
Receivables, net of allowances for uncollectibles	-	-	17,402,192	-	1,218,508	
Loans receivable	-	3,282,933	-	-	2,000,000	
Due from other governments	128,966	-	-	-	-	
Due from other funds	-	-	-	-	600,000	
Due from others	-	-	-	-	-	
Assets held for resale	-	-	-	-	1,600,000	
Total assets	\$ 228,995	\$ 4,129,422	\$ 31,907,802	\$ 12,280	\$ 8,590,811	
Liabilities						
Accounts payable	\$ 11,410	\$ 3,295	\$ 3,665	\$ -	\$ 276,113	
Deposits	-	-	-	-	-	
Advances from other funds	-	-	-	-	-	
Due to other governments	-	-	-	-	-	
Due to other funds	240	-	-	-	242,947	
Due to others	-	-	468,042	-	685,228	
Accrued liabilities	32,322	244	-	12	25,263	
Accrued wages	32,854	165	-	-	32,826	
Total liabilities	76,826	3,704	471,707	12	1,262,377	
Deferred Inflows of Resources	-	1,868,104	17,374,486	4,484	1,733,933	
Fund balances						
Restricted	152,169	2,257,614	-	7,784	5,594,501	
Committed	-	-	14,061,609	-	-	
Unassigned	-	-	-	-	-	
Total fund balances (deficits)	152,169	2,257,614	14,061,609	7,784	5,594,501	
Total liabilities, deferred inflows and fund balances	\$ 228,995	\$ 4,129,422	\$ 31,907,802	\$ 12,280	\$ 8,590,811	

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2023

B-1

Special Revenue Funds					
	Akron Muni. Court Information System	Canal Park Stadium COPs	Downtown District Heating COPs	Police Grants	Safety Programs
Assets					
Pooled cash and investments	\$ 99,033	\$ -	\$ -	\$ 129,461	\$ 2,135,485
Restricted cash and investments	-	204,550	594,537	-	-
Receivables, net of allowances for uncollectibles	20,547	-	-	-	177,111
Loans receivable	-	-	-	-	-
Due from other governments	-	-	-	1,874,088	4,537,935
Due from other funds	112,457	-	-	-	1,554
Due from others	-	-	-	-	-
Assets held for resale	-	-	-	-	-
Total assets	\$ 232,037	\$ 204,550	\$ 594,537	\$ 2,003,549	\$ 6,852,085
Liabilities					
Accounts payable	\$ 2,318	\$ -	\$ -	\$ 2,103	\$ 57
Deposits	-	-	-	-	-
Advances from other funds	-	-	-	350,000	70,000
Due to other governments	-	-	-	-	-
Due to other funds	-	-	-	1,004,236	436,835
Due to others	-	-	-	-	-
Accrued liabilities	1,472	-	-	42,980	262,126
Accrued wages	2,668	-	-	39,907	8,927
Total liabilities	6,458	-	-	1,439,226	777,945
Deferred Inflows of Resources	-	-	-	1,505,679	4,537,935
Fund balances					
Restricted	225,579	204,550	594,537	-	1,536,205
Committed	-	-	-	-	-
Unassigned	-	-	-	(941,356)	-
Total fund balances (deficits)	225,579	204,550	594,537	(941,356)	1,536,205
Total liabilities, deferred inflows and fund balances	\$ 232,037	\$ 204,550	\$ 594,537	\$ 2,003,549	\$ 6,852,085

City of Akron, Ohio
 Combining Balance Sheet - Non-Major Governmental Funds
 December 31, 2023

B-1

Special Revenue Funds

	City Facilities Operating	Deposits	Police, Fire, and Road Activity	General Grants
Assets				
Pooled cash and investments	\$ 34,285	\$ 8,740,838	\$ 21,778,039	\$ 284,475
Restricted cash and investments	-	-	-	-
Receivables, net of allowances for uncollectibles	19,666,196	2,006,638	3,130,589	-
Loans receivable	-	-	-	-
Due from other governments	-	-	-	53,999
Due from other funds	-	-	1,425,716	-
Due from others	-	-	-	-
Assets held for resale	-	-	-	-
Total assets	\$ 19,700,481	\$ 10,747,476	\$ 26,334,344	\$ 338,474
Liabilities				
Accounts payable	\$ 26,921	-	\$ 17,658	\$ 1,248
Deposits	-	783,799	-	-
Advances from other funds	-	-	-	-
Due to other governments	-	-	-	-
Due to other funds	600,000	140,741	-	162,400
Due to others	135,197	7,570,165	-	-
Accrued liabilities	-	-	-	3,635
Accrued wages	-	-	-	5,483
Total liabilities	762,118	8,494,705	17,658	172,766
Deferred Inflows of Resources	19,091,346	-	1,410,911	53,999
Fund balances				
Restricted	-	2,252,771	24,905,775	111,709
Committed	-	-	-	-
Unassigned	(152,983)	-	-	-
Total fund balances (deficits)	(152,983)	2,252,771	24,905,775	111,709
Total liabilities, deferred inflows and fund balances	\$ 19,700,481	\$ 10,747,476	\$ 26,334,344	\$ 338,474

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2023

B-1

Debt Service Funds			
	General Bond Payment	Debt Service Bond Payment	Special Assessment Bond Payment
Assets			
Pooled cash and investments	\$ 1,102,887	\$ -	\$ -
Restricted cash and investments	-	860,542	40,482
Receivables, net of allowances for uncollectibles	2,762,608	-	-
Loans receivable	-	-	-
Due from other governments	-	-	-
Due from other funds	-	-	-
Due from others	-	-	-
Assets held for resale	-	-	-
Total assets	\$ 3,865,495	\$ 860,542	\$ 40,482
Liabilities			
Accounts payable	\$ 17,866	\$ -	\$ -
Deposits	-	-	-
Advances from other funds	-	-	-
Due to other governments	-	-	-
Due to other funds	35	-	-
Due to others	-	-	2,000
Accrued liabilities	11,753	-	-
Accrued wages	11,504	-	-
Total liabilities	41,158	-	2,000
Deferred Inflows of Resources	2,577,013	-	-
Fund balances			
Restricted	1,247,324	860,542	38,482
Committed	-	-	-
Unassigned	-	-	-
Total fund balances (deficits)	1,247,324	860,542	38,482
Total liabilities, deferred inflows and fund balances	\$ 3,865,495	\$ 860,542	\$ 40,482

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2023

B-1

	Debt Service Funds				Capital Project Funds	
	Non-Tax Revenue Bond Payment	JEDD Bond Payment	Income Tax Bond Payment	Taxable Revenue Bond Payment	Streets	Information Technology and Improvements
Assets						
Pooled cash and investments	\$ -	\$ -	\$ -	\$ -	\$ 2,302,965	\$ 37,323
Restricted cash and investments	274,967	-	198,850	125,237	-	-
Receivables, net of allowances for uncollectibles	-	-	-	-	-	-
Loans receivable	-	-	-	-	4,700,000	-
Due from other governments	-	-	-	-	357,422	-
Due from other funds	-	-	-	-	-	-
Due from others	-	-	-	-	-	-
Assets held for resale	-	-	-	-	-	-
Total assets	\$ 274,967	\$ -	\$ 198,850	\$ 125,237	\$ 7,360,387	\$ 37,323
Liabilities						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 7,614,165	\$ 6,543
Deposits	-	-	-	-	-	-
Advances from other funds	-	-	-	-	-	100,000
Due to other governments	-	-	-	-	612,219	-
Due to other funds	-	-	-	-	534,958	-
Due to others	-	-	-	-	-	-
Accrued liabilities	-	-	-	-	308,974	-
Accrued wages	-	-	-	-	21,848	-
Total liabilities	-	-	-	-	9,092,164	106,543
Deferred Inflows of Resources	-	-	-	-	4,700,000	-
Fund balances						
Restricted	274,967	-	198,850	125,237	-	-
Committed	-	-	-	-	-	-
Unassigned	-	-	-	-	(6,431,777)	(69,220)
Total fund balances (deficits)	274,967	-	198,850	125,237	(6,431,777)	(69,220)
Total liabilities, deferred inflows and fund balances	\$ 274,967	\$ -	\$ 198,850	\$ 125,237	\$ 7,360,387	\$ 37,323

City of Akron, Ohio
Combining Balance Sheet - Non-Major Governmental Funds
December 31, 2023

B-1

Capital Project Funds					
	Parks and Recreation	Public Facilities and Improvements	Public Parking	Economic Development	Total
Assets					
Pooled cash and investments	\$ 5,524	\$ 2,342,744	\$ 11,299	\$ 34,254	\$ 67,084,278
Restricted cash and investments	-	-	-	-	2,299,165
Receivables, net of allowances for uncollectibles	-	-	-	480	68,347,291
Loans receivable	-	-	-	1,936,210	17,554,688
Due from other governments	120,419	-	-	143,711	7,216,540
Due from other funds	-	-	-	-	2,615,615
Due from others	-	-	-	-	241,751
Assets held for resale	-	-	-	8,464,523	10,064,523
Total assets	\$ 125,943	\$ 2,342,744	\$ 11,299	\$ 10,579,178	\$ 175,423,851
Liabilities					
Accounts payable	\$ 819,212	\$ 1,073,858	\$ 1	\$ 338,829	\$ 15,876,013
Deposits	-	-	-	-	783,799
Advances from other funds	30,000	900,000	-	100,000	1,610,000
Due to other governments	-	-	-	1,900,000	4,362,219
Due to other funds	190,022	117,349	2,187	32,035	6,561,552
Due to others	-	-	-	98,763	8,959,395
Accrued liabilities	5,975	317,596	89	1,255	2,055,163
Accrued wages	4,494	1,145	-	71	889,491
Total liabilities	1,049,703	2,409,948	2,277	2,470,953	41,097,632
Deferred Inflows of Resources	120,419	-	-	1,999,889	76,786,167
Fund balances					
Restricted	-	-	-	-	47,363,613
Committed	-	-	9,022	6,108,336	20,178,967
Unassigned	(1,044,179)	(67,204)	-	-	(10,002,528)
Total fund balances (deficits)	(1,044,179)	(67,204)	9,022	6,108,336	57,540,052
Total liabilities, deferred inflows and fund balances	\$ 125,943	\$ 2,342,744	\$ 11,299	\$ 10,579,178	\$ 175,423,851

City of Akron, Ohio
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
For the Year Ended December 31, 2023

B-2

Special Revenue Funds					
	Income Tax Collection	Emergency Medical Service	Street and Highway Maintenance	Community Development	Community Environment Grants
Revenues					
Income taxes	\$ 2,849,655	\$ -	\$ -	\$ -	\$ -
Property taxes	-	6,840,855	-	-	-
JEDD revenues	-	-	-	-	-
Special assessments	-	-	-	19,679	-
Grants and subsidies	-	661	-	6,432,926	1,006,402
Investment earnings	8,315	42,497	69,835	41,918	14,899
Shared revenues	65,104	2,006,906	8,586,457	-	-
Licenses, fees and fines	417,995	-	62,704	27,358	794
Charges for services	427,070	2,688,991	43,462	16,782	-
Miscellaneous	387	141,225	490,157	935,316	-
	<u>3,768,526</u>	<u>11,721,135</u>	<u>9,252,615</u>	<u>7,473,979</u>	<u>1,022,095</u>
Expenditures					
Current:					
General government	6,391,805	-	-	-	-
Public service	-	389,786	10,942,665	(44,308)	-
Public safety	-	22,727,083	215,083	-	-
Community environment	-	-	768	9,711,613	1,887,253
Recreation and parks	-	-	-	-	-
Debt service:					
Principal retirement	-	6,600	-	-	-
Interest	-	396	-	-	-
Bond issuance expenditures	-	-	-	-	-
	<u>6,391,805</u>	<u>23,123,865</u>	<u>11,158,516</u>	<u>9,667,305</u>	<u>1,887,253</u>
Excess (deficiency) of revenues over (under) expenditures	(2,623,279)	(11,402,730)	(1,905,901)	(2,193,326)	(865,158)
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on debt	-	-	-	-	-
Issuance of leases	-	-	-	-	-
Transfers-in	-	11,500,000	-	-	-
Transfers-out	-	-	-	-	-
	<u>-</u>	<u>11,500,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(2,623,279)	97,270	(1,905,901)	(2,193,326)	(865,158)
Fund balances (deficit), January 1, 2023	1,389,143	490,474	6,072,614	4,213,886	803,485
Fund balances (deficit), December 31, 2023	<u>\$ (1,234,136)</u>	<u>\$ 587,744</u>	<u>\$ 4,166,713</u>	<u>\$ 2,020,560</u>	<u>\$ (61,673)</u>

City of Akron, Ohio
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
For the Year Ended December 31, 2023

B-2

Special Revenue Funds					
	Akron Metro. Area Transportation Study	H.O.M.E. Program	Tax Equivalency	E.D.A. Revolving Loans	Joint Economic Development Districts
Revenues					
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ 118,042
Property taxes	-	-	43,282	-	-
JEDD revenues	-	-	-	-	9,904,895
Special assessments	-	-	-	-	-
Grants and subsidies	1,435,456	664,457	-	-	-
Investment earnings	-	18,757	-	261	144,744
Shared revenues	-	-	16,677,788	-	-
Licenses, fees and fines	11,480	-	-	-	22,627
Charges for services	(114)	-	-	-	1,042,057
Miscellaneous	163,075	12,500	594,514	-	371,455
	<u>1,609,897</u>	<u>695,714</u>	<u>17,315,584</u>	<u>261</u>	<u>11,603,820</u>
Expenditures					
Current:					
General government	817	-	237,187	(1)	1,946,727
Public service	-	-	-	-	-
Public safety	-	-	-	-	(5,592)
Community environment	1,801,606	1,116,850	13,132,545	(83)	2,767,293
Recreation and parks	-	-	-	-	4,266,785
Debt service:					
Principal retirement	-	-	366,588	-	2,361,270
Interest	-	-	41,901	-	150,731
Bond issuance expenditures	-	-	-	-	999
	<u>1,802,423</u>	<u>1,116,850</u>	<u>13,778,221</u>	<u>(84)</u>	<u>11,488,213</u>
Excess (deficiency) of revenues over (under) expenditures	(192,526)	(421,136)	3,537,363	345	115,607
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	1,678,667
Premium on debt	-	-	-	-	-
Issuance of leases	-	-	-	-	-
Transfers-in	46,592	-	-	-	-
Transfers-out	-	-	-	-	-
	<u>46,592</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,678,667</u>
Net change in fund balances	(145,934)	(421,136)	3,537,363	345	1,794,274
Fund balances (deficit), January 1, 2023	<u>298,103</u>	<u>2,678,750</u>	<u>10,524,246</u>	<u>7,439</u>	<u>3,800,227</u>
Fund balances (deficit), December 31, 2023	<u>\$ 152,169</u>	<u>\$ 2,257,614</u>	<u>\$ 14,061,609</u>	<u>\$ 7,784</u>	<u>\$ 5,594,501</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2023

B-2

Special Revenue Funds					
	Akron Muni. Court Information System	Canal Park Stadium COPs	Downtown District Heating COPs	Police Grants	Safety Programs
Revenues					
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-	-
JEDD revenues	-	-	-	-	-
Special assessments	-	-	-	-	-
Grants and subsidies	-	-	-	3,247,696	3,204,557
Investment earnings	-	-	51,430	-	90,548
Shared revenues	-	-	-	-	1,064,448
Licenses, fees and fines	235,078	-	-	-	17,339
Charges for services	103,502	-	-	-	931,744
Miscellaneous	170,059	36,960	-	191,642	519,380
	<u>508,639</u>	<u>36,960</u>	<u>51,430</u>	<u>3,439,338</u>	<u>5,828,016</u>
Expenditures					
Current:					
General government	517,410	-	-	-	-
Public service	-	-	-	-	-
Public safety	-	-	-	4,408,428	7,583,240
Community environment	-	-	495,064	-	-
Recreation and parks	-	-	-	-	-
Debt service:					
Principal retirement	-	-	-	-	-
Interest	-	-	5,779	-	-
Bond issuance expenditures	-	-	-	-	-
	<u>517,410</u>	<u>-</u>	<u>500,843</u>	<u>4,408,428</u>	<u>7,583,240</u>
Excess (deficiency) of revenues over (under) expenditures	(8,771)	36,960	(449,413)	(969,090)	(1,755,224)
Other financing sources (uses)					
Issuance of bonds	-	-	-	-	-
Premium on debt	-	-	-	-	-
Issuance of leases	-	-	-	-	-
Transfers-in	-	-	-	-	-
Transfers-out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(8,771)	36,960	(449,413)	(969,090)	(1,755,224)
Fund balances (deficit), January 1, 2023	234,350	167,590	1,043,950	27,734	3,291,429
Fund balances (deficit), December 31, 2023	<u>\$ 225,579</u>	<u>\$ 204,550</u>	<u>\$ 594,537</u>	<u>\$ (941,356)</u>	<u>\$ 1,536,205</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2023

B-2

Special Revenue Funds				
	City Facilities Operating	Deposits	Police, Fire, and Road Activity	General Grants
Revenues				
Income taxes	\$ -	\$ -	\$ 18,517,073	\$ -
Property taxes	-	-	-	-
JEDD revenues	-	-	-	-
Special assessments	-	-	-	-
Grants and subsidies	-	-	15,435	289,427
Investment earnings	2,567	(220,728)	-	4,011
Shared revenues	-	-	-	-
Licenses, fees and fines	574,233	5,606,051	-	-
Charges for services	-	-	-	-
Miscellaneous	2,765,648	732,691	1,035	255,584
	<u>3,342,448</u>	<u>6,118,014</u>	<u>18,533,543</u>	<u>549,022</u>
Expenditures				
Current:				
General government	-	7,476,535	-	301,528
Public service	595,059	-	5,116,347	-
Public safety	-	-	16,007,192	-
Community environment	2,809,889	-	-	75,758
Recreation and parks	-	-	-	2
Debt service:				
Principal retirement	-	-	2,001,935	-
Interest	104,279	-	378,077	-
Bond issuance expenditures	-	-	-	-
	<u>3,509,227</u>	<u>7,476,535</u>	<u>23,503,551</u>	<u>377,288</u>
Excess (deficiency) of revenues over (under) expenditures	(166,779)	(1,358,521)	(4,970,008)	171,734
Other financing sources (uses)				
Issuance of bonds	-	-	900,000	-
Premium on debt	-	-	-	-
Issuance of leases	-	-	7,457,142	-
Transfers-in	-	-	-	-
Transfers-out	-	-	(2,000,000)	-
	<u>-</u>	<u>-</u>	<u>6,357,142</u>	<u>-</u>
Net change in fund balances	(166,779)	(1,358,521)	1,387,134	171,734
Fund balances (deficit), January 1, 2023	<u>13,796</u>	<u>3,611,292</u>	<u>23,518,641</u>	<u>(60,025)</u>
Fund balances (deficit), December 31, 2023	<u>\$ (152,983)</u>	<u>\$ 2,252,771</u>	<u>\$ 24,905,775</u>	<u>\$ 111,709</u>

City of Akron, Ohio
 Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
 For the Year Ended December 31, 2023

B-2

Debt Service Funds						
	General Bond Payment	Debt Service Bond Payment	Special Assessment Bond Payment	Non-Tax Revenue Bond Payment	Pension Obligation Refunding	JEDD Bond Payment
Revenues						
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Property taxes	1,605,888	-	-	-	-	-
JEDD revenues	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-
Grants and subsidies	-	-	-	-	-	-
Investment earnings	-	-	1,009	695	-	-
Shared revenues	332,050	-	-	-	-	-
Licenses, fees and fines	-	-	-	-	-	-
Charges for services	(40)	-	-	-	-	-
Miscellaneous	29,740	6,551	-	-	-	-
	<u>1,967,638</u>	<u>6,551</u>	<u>1,009</u>	<u>695</u>	<u>-</u>	<u>-</u>
Expenditures						
Current:						
General government	590,833	38,923	-	-	-	8,295
Public service	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Community environment	-	-	-	-	-	-
Recreation and parks	-	-	-	-	-	-
Debt service:						
Principal retirement	512,400	46,643,065	-	-	-	-
Interest	169,230	1,605,299	-	-	-	-
Bond issuance expenditures	-	177,231	-	-	-	-
	<u>1,272,463</u>	<u>48,464,518</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,295</u>
Excess (deficiency) of revenues over (under) expenditures	695,175	(48,457,967)	1,009	695	-	(8,295)
Other financing sources (uses)						
Issuance of bonds	-	48,248,364	-	-	-	-
Premium on debt	-	701,975	-	-	-	-
Issuance of leases	-	-	-	-	-	-
Transfers-in	-	-	-	-	-	-
Transfers-out	-	-	-	-	-	-
	<u>-</u>	<u>48,950,339</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	695,175	492,372	1,009	695	-	(8,295)
Fund balances (deficit), January 1, 2023	<u>552,149</u>	<u>368,170</u>	<u>37,473</u>	<u>274,272</u>	<u>-</u>	<u>8,295</u>
Fund balances (deficit), December 31, 2023	<u>\$ 1,247,324</u>	<u>\$ 860,542</u>	<u>\$ 38,482</u>	<u>\$ 274,967</u>	<u>\$ -</u>	<u>\$ -</u>

City of Akron, Ohio
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
For the Year Ended December 31, 2023

B-2

	<u>Debt Service Funds</u>		<u>Capital Projects Funds</u>	
	<u>Income Tax Bond Payment</u>	<u>Taxable Revenue Bond Payment</u>	<u>Streets</u>	<u>Information Technology and Improvements</u>
Revenues				
Income taxes	\$ -	\$ -	\$ -	\$ -
Property taxes	-	-	-	-
JEDD revenues	-	-	-	-
Special assessments	-	-	-	-
Grants and subsidies	-	-	7,525,403	-
Investment earnings	-	125,578	43	-
Shared revenues	-	-	2,507,571	-
Licenses, fees and fines	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	434,872	-
	-	125,578	10,467,889	-
Expenditures				
Current:				
General government	-	-	-	58,655
Public service	-	-	22,508,658	-
Public safety	-	-	70	-
Community environment	-	-	4,702,947	-
Recreation and parks	-	-	-	-
Debt service:				
Principal retirement	-	5,013,712	-	-
Interest	-	186,705	-	-
Bond issuance expenditures	-	-	-	-
	-	5,200,417	27,211,675	58,655
Excess (deficiency) of revenues over (under) expenditures	-	(5,074,839)	(16,743,786)	(58,655)
Other financing sources (uses)				
Issuance of bonds	-	5,163,706	17,705,895	-
Premium on debt	-	-	-	-
Issuance of leases	-	-	-	-
Transfers-in	-	-	-	-
Transfers-out	-	-	-	-
	-	5,163,706	17,705,895	-
Net change in fund balances	-	88,867	962,109	(58,655)
Fund balances (deficit), January 1, 2023	198,850	36,370	(7,393,886)	(10,565)
Fund balances (deficit), December 31, 2023	\$ 198,850	\$ 125,237	\$ (6,431,777)	\$ (69,220)

City of Akron, Ohio
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Non-Major Governmental Funds
For the Year Ended December 31, 2023

B-2

Capital Projects Funds					
	Parks and Recreation	Public Facilities and Improvements	Public Parking	Economic Development	Total
Revenues					
Income taxes	\$ -	\$ -	\$ -	\$ -	\$ 21,484,770
Property taxes	-	-	-	-	8,490,025
JEDD revenues	-	-	-	-	9,904,895
Special assessments	-	-	-	-	19,679
Grants and subsidies	383,926	2,507,173	-	-	26,713,519
Investment earnings	-	-	-	4,900	401,279
Shared revenues	-	-	-	-	31,240,324
Licenses, fees and fines	-	-	-	-	6,975,659
Charges for services	-	-	-	-	5,253,454
Miscellaneous	20,000	1,282	-	274,155	8,148,228
	<u>403,926</u>	<u>2,508,455</u>	<u>-</u>	<u>279,055</u>	<u>118,631,832</u>
Expenditures					
Current:					
General government	-	(89,354)	-	-	17,479,360
Public service	540,567	11,136,839	67,477	-	51,253,090
Public safety	-	597	-	-	50,936,101
Community environment	75	934	-	1,954,105	40,456,617
Recreation and parks	4,220,811	(188,024)	-	-	8,299,574
Debt service:					
Principal retirement	-	-	-	-	56,905,570
Interest	-	-	-	5,309	2,647,706
Bond issuance expenditures	-	-	-	-	178,230
	<u>4,761,453</u>	<u>10,860,992</u>	<u>67,477</u>	<u>1,959,414</u>	<u>228,156,248</u>
Excess (deficiency) of revenues over (under) expenditures	(4,357,527)	(8,352,537)	(67,477)	(1,680,359)	(109,524,416)
Other financing sources (uses)					
Issuance of bonds	3,000,000	7,000,000	-	-	83,696,632
Premium on debt	-	-	-	-	701,975
Issuance of leases	-	-	-	-	7,457,142
Transfers-in	-	-	-	-	11,546,592
Transfers-out	-	-	-	-	(2,000,000)
	<u>3,000,000</u>	<u>7,000,000</u>	<u>-</u>	<u>-</u>	<u>101,402,341</u>
Net change in fund balances	(1,357,527)	(1,352,537)	(67,477)	(1,680,359)	(8,122,075)
Fund balances (deficit), January 1, 2023	313,348	1,285,333	76,499	7,788,695	65,662,127
Fund balances (deficit), December 31, 2023	<u>\$ (1,044,179)</u>	<u>\$ (67,204)</u>	<u>\$ 9,022</u>	<u>\$ 6,108,336</u>	<u>\$ 57,540,052</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Income Tax Collection Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 823,900	\$ 823,900	\$ 6,184,103
Charges for Services	7,400	7,400	587
Investment Earnings	80,000	80,000	8,316
Interfund Charge for Service	5,446,350	5,446,350	430,353
	<u>6,357,650</u>	<u>6,357,650</u>	<u>6,623,359</u>
Other sources:			
Previous year's encumbrances	140,892	140,892	140,892
Total other sources	<u>140,892</u>	<u>140,892</u>	<u>140,892</u>
Total revenues and other sources	6,498,542	6,498,542	6,764,251
Expenditures			
Finance:			
Wages/benefits	1,811,100	1,811,100	1,630,322
Other	9,179,600	9,320,492	4,608,330
Total expenditures	10,990,700	11,131,592	6,238,652
Excess (deficiency) of revenues and other sources over expenditures	..	(4,633,050)	525,599
Fund balance (deficit), January 1, 2023	<u>4,858,869</u>	<u>4,858,869</u>	<u>4,858,869</u>
Fund balance (deficit), December 31, 2023	<u>\$ 366,712</u>	<u>\$ 225,820</u>	<u>\$ 5,384,468</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Emergency Medical Services Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 10,783,092	\$ 10,773,980	\$ 8,586,308
Grant Revenue	10,600	10,600	8,154
Charges for Services	2,180,300	2,180,300	2,323,174
Other Revenue	245,100	245,100	190,609
Investment Earnings	-	-	42,498
Total revenues	<u>13,219,092</u>	<u>13,209,980</u>	<u>11,150,743</u>
Other sources:			
Interfund Transfer, Advances, and Subsidy	11,685,470	11,685,470	11,500,000
Total other sources	<u>11,685,470</u>	<u>11,685,470</u>	<u>11,500,000</u>
Total revenues and other sources	24,904,562	24,895,450	22,650,743
Expenditures			
Fire:			
Wages/benefits	22,465,670	21,665,670	20,194,798
Other	1,756,630	2,556,630	2,299,196
Total expenditures	<u>24,222,300</u>	<u>24,222,300</u>	<u>22,493,994</u>
Excess (deficiency) of revenues and other sources over expenditures	682,262	673,150	156,749
Fund balance (deficit), January 1, 2023	<u>70,381</u>	<u>70,381</u>	<u>70,381</u>
Fund balance (deficit), December 31, 2023	<u>\$ 752,643</u>	<u>\$ 743,531</u>	<u>\$ 227,130</u>

Note: Included in the Interfund Transfer, Advances, and Subsidy above is transfers of \$11,500,000.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Police Pension Employer's Liability Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues			
Taxes, Assessments, and JEDD	\$ 919,617	\$ 918,641	\$ 918,717
Total revenues	919,617	918,641	918,717
Expenditures			
Police:			
Wages/benefits	550,000	540,000	540,000
Other	359,570	369,570	366,275
Total expenditures	909,570	909,570	906,275
Excess (deficiency) of revenues over expenditures	10,047	9,071	12,442
Fund balance (deficit), January 1, 2023	9,180	9,180	9,180
Fund balance (deficit), December 31, 2023	\$ 19,227	\$ 18,251	\$ 21,622

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Fire Pension Employer's Liability Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues			
Taxes, Assessments, and JEDD	\$ 919,617	\$ 918,641	\$ 918,717
Total revenues	919,617	918,641	918,717
Expenditures			
Fire:			
Wages/benefits	550,000	540,000	540,000
Other	359,570	369,570	366,273
Total expenditures	909,570	909,570	906,273
Excess (deficiency) of revenues over expenditures	10,047	9,071	12,444
Fund balance (deficit), January 1, 2023	9,180	9,180	9,180
Fund balance (deficit), December 31, 2023	\$ 19,227	\$ 18,251	\$ 21,624

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Street and Highway Maintenance Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Fees, Fines, License, and Permits	\$ 57,400	\$ 57,400	\$ 57,700
Intergovernmental Revenue	10,560,680	12,150,680	10,720,693
Other Revenue	426,900	426,900	486,551
Lease Revenue	4,400	4,400	-
Interfund Charge for Service	154,200	154,200	69,835
	<u>11,203,580</u>	<u>12,793,580</u>	<u>11,334,779</u>
Other sources:			
Interfund Transfers, Advances, and Subsidy	1,500,000	1,500,000	2,504,043
Previous year's encumbrances	419,964	419,964	419,964
Total other sources	<u>1,919,964</u>	<u>1,919,964</u>	<u>2,924,007</u>
Total revenues and other sources	13,123,544	14,713,544	14,258,786
Expenditures			
Public Service:			
Wages/benefits	6,916,230	6,916,230	6,776,990
Other	5,794,650	6,214,614	6,210,764
Total expenditures	<u>12,710,880</u>	<u>13,130,844</u>	<u>12,987,754</u>
Excess (deficiency) of revenues and other sources over expenditures	412,664	1,582,700	1,271,032
Fund balance (deficit), January 1, 2023	<u>1,905,675</u>	<u>1,905,675</u>	<u>1,905,675</u>
Fund balance (deficit), December 31, 2023	<u>\$ 2,318,339</u>	<u>\$ 3,488,375</u>	<u>\$ 3,176,707</u>

Note: Included above in Interfund Transfers, Advances, and Subsidy is a Transfer In amount of \$2,504,043.

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

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 9,254,830	\$ 10,754,830	\$ 19,678
Grant Revenue	-	-	7,294,757
Loan/Repayment Revenue	400,400	400,400	341,915
Fees, Fines, License, and Permits	-	-	2,750
Other Revenue	7,600	7,600	602,525
Lease Revenue	-	-	16,576
Investment Earnings	-	-	17,967
Interfund Charge for Service	130,100	130,100	120,978
	<u>9,792,930</u>	<u>11,292,930</u>	<u>8,417,146</u>
Other sources:			
Previous year's encumbrances	1,741,181	1,741,181	1,741,181
Total other sources	<u>1,741,181</u>	<u>1,741,181</u>	<u>1,741,181</u>
Total revenues and other sources	11,534,111	13,034,111	10,158,327
Expenditures			
Department Wide:			
Wages/benefits	2,306,660	2,306,660	2,088,582
Other	9,184,400	10,925,581	9,170,201
Total expenditures	<u>11,491,060</u>	<u>13,232,241</u>	<u>11,258,783</u>
Excess (deficiency) of revenues and other sources over expenditures	43,051	(198,130)	(1,100,456)
Fund balance (deficit), January 1, 2023	<u>604,304</u>	<u>604,304</u>	<u>604,304</u>
Fund balance (deficit), December 31, 2023	<u>\$ 647,356</u>	<u>\$ 406,175</u>	<u>\$ (496,152)</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Community Environment Grants Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 1,976,170	\$ 2,079,870	\$ 1,264,056
Fees, Fines, License, and Permits	-	-	791
Other Revenue	3,700	-	-
	<u>1,979,870</u>	<u>2,079,870</u>	<u>1,264,847</u>
Other sources:			
Inerfund Transfer, Advances, and Subsidy	-	-	60,000
Previous year's encumbrances	402,339	402,339	402,339
Total other sources	<u>402,339</u>	<u>402,339</u>	<u>462,339</u>
Total revenues and other sources	2,382,209	2,482,209	1,727,186
Expenditures			
Department Wide:			
Wages/benefits	42,000	42,000	14,236
Other	1,100,250	2,502,589	1,957,996
Total expenditures	<u>1,142,250</u>	<u>2,544,589</u>	<u>1,972,233</u>
Excess (deficiency) of revenues and other sources over expenditures	1,239,959	(62,380)	(245,047)
Fund balance (deficit), January 1, 2023	<u>129,874</u>	<u>129,874</u>	<u>129,874</u>
Fund balance (deficit), December 31, 2023	<u>\$ 1,369,833</u>	<u>\$ 67,494</u>	<u>\$ (115,173)</u>

Note: Included in the Interfund Transfer, Advances, and Subsidy above is transfers of \$60,000.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Akron Metropolitan Area Transportation Study Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 2,190,920	\$ 2,190,920	\$ 1,681,003
Fees, Fines, License, and Permits	3,100	3,100	11,480
	<u>2,194,020</u>	<u>2,194,020</u>	<u>1,692,483</u>
Other sources:			
Interfund Transfer, Advances, and Subsidy	58,500	58,500	46,592
Previous year's encumbrances	10,450	10,450	10,450
Total other sources	<u>68,950</u>	<u>68,950</u>	<u>57,042</u>
Total revenues and other sources	2,262,970	2,262,970	1,749,525
Expenditures			
Planning:			
Wages/benefits	1,428,450	1,428,450	1,403,311
Other	724,480	734,930	456,424
Total expenditures	<u>2,152,930</u>	<u>2,163,380</u>	<u>1,859,736</u>
Excess (deficiency) of revenues and other sources over expenditures	110,040	99,590	(110,211)
Fund balance (deficit), January 1, 2023	<u>127,808</u>	<u>127,808</u>	<u>127,808</u>
Fund balance (deficit), December 31, 2023	<u>\$ 237,848</u>	<u>\$ 227,398</u>	<u>\$ 17,597</u>

Note: Included in the Interfund Transfer, Advances, and Subsidy above is transfers of \$46,592.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 H.O.M.E. Program Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 2,522,720	\$ 2,922,720	\$ 714,422
Loan/Repayment Revenue	-	-	12,500
Investment Earnings	-	-	18,757
	<u>2,522,720</u>	<u>2,922,720</u>	<u>745,679</u>
Other sources:			
Previous year's encumbrances	422,322	422,322	422,322
Total Other sources	<u>422,322</u>	<u>422,322</u>	<u>422,322</u>
Total revenues and other sources	2,945,042	3,345,042	1,168,001
Expenditures			
Department Wide:			
Wages/Benefits	15,750	15,750	11,391
Other	3,490,000	3,912,322	1,341,398
Total expenditures	<u>3,505,750</u>	<u>3,928,072</u>	<u>1,352,790</u>
Excess (deficiency) of revenues and other sources over expenditures	(560,708)	(583,030)	(184,789)
Fund balance (deficit), January 1, 2023	<u>798,172</u>	<u>798,172</u>	<u>798,172</u>
Fund balance (deficit), December 31, 2023	<u>\$ 237,464</u>	<u>\$ 215,142</u>	<u>\$ 613,383</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Tax Equivalency Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 16,641,460	\$ 16,641,460	\$ 16,724,168
Other Revenue	106,200	106,200	638,064
Lease Revenue	24,650	24,650	18,772
	<u>16,772,310</u>	<u>16,772,310</u>	<u>17,381,004</u>
Other Sources			
Previous year's encumbrances	<u>1,566,600</u>	<u>1,566,600</u>	<u>1,566,600</u>
Total revenues	18,338,910	18,338,910	18,947,604
Expenditures			
Department Wide:			
Other	<u>14,519,490</u>	<u>16,086,090</u>	<u>13,581,085</u>
Total expenditures	14,519,490	16,086,090	13,581,085
Excess (deficiency) of revenues and other sources over expenditures	3,819,420	2,252,820	5,366,519
Fund balance (deficit), January 1, 2023	<u>9,139,091</u>	<u>9,139,091</u>	<u>9,139,091</u>
Fund balance (deficit), December 31, 2023	<u>\$ 12,958,511</u>	<u>\$ 11,391,911</u>	<u>\$ 14,505,610</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Special Revenue Loans Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues			
Investment Earnings	\$ 100	\$ 100	\$ 262
Total revenues	100	100	262
Expenditures			
Office of the Mayor:			
Other	12,020	12,020	-
Total expenditures	12,020	12,020	-
Excess (deficiency) of revenues over expenditures	(11,920)	(11,920)	262
Fund balance (deficit), January 1, 2023	12,018	12,018	12,018
Fund balance (deficit), December 31, 2023	\$ 98	\$ 98	\$ 12,280

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Joint Economic Development Districts Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 16,077,870	\$ 16,077,870	16,075,083
Charges for Services	356,200	356,200	448,801
Other Revenue	397,000	397,000	421,137
Lease Revenue	47,700	47,700	47,469
Investment Earnings	7,800	7,800	144,743
Total revenues	<u>16,886,570</u>	<u>16,886,570</u>	<u>17,137,233</u>
Other sources:			
Note/Bond proceeds	-	-	1,678,667
Previous year's encumbrances	557,959	557,959	557,959
Total other sources	<u>557,959</u>	<u>557,959</u>	<u>2,236,626</u>
Total revenues and other sources	17,444,529	17,444,529	19,373,859
Expenditures			
Department Wide:			
Wages/benefits	784,710	784,710	734,391
Other	15,979,020	18,536,979	18,302,167
Total expenditures	<u>16,763,730</u>	<u>19,321,689</u>	<u>19,036,558</u>
Excess (deficiency) of revenues and other sources over expenditures	680,799	(1,877,160)	337,301
Fund balance (deficit), January 1, 2023	<u>2,235,962</u>	<u>2,235,962</u>	<u>2,235,962</u>
Fund balance (deficit), December 31, 2023	<u>\$ 2,916,761</u>	<u>\$ 358,802</u>	<u>\$ 2,573,263</u>

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Akron Municipal Court Information System Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 118,800	\$ 118,800	\$ 170,000
Fees, Fines, License, and Permits	381,100	431,100	228,336
Service revenues	100	100	59
	<u>500,000</u>	<u>550,000</u>	<u>398,395</u>
Other sources:			
Previous year's encumbrances	39,810	39,810	39,810
Total other sources	<u>39,810</u>	<u>39,810</u>	<u>39,810</u>
Total revenues and other sources	539,810	589,810	438,205
Expenditures			
Court Clerk:			
Wages and Benefits	-	-	-
Other	374,450	339,364	320,867
	<u>374,450</u>	<u>339,364</u>	<u>320,867</u>
Judges:			
Wages and Benefits	-	70,000	68,882
Other	148,350	223,246	201,378
	<u>148,350</u>	<u>293,246</u>	<u>270,260</u>
Total expenditures	522,800	632,610	591,127
Excess (deficiency) of revenues and other sources over expenditures	17,010	(42,800)	(152,922)
Fund balance (deficit), January 1, 2023	<u>250,671</u>	<u>250,671</u>	<u>250,671</u>
Fund balance (deficit), December 31, 2023	<u>\$ 267,681</u>	<u>\$ 207,871</u>	<u>\$ 97,749</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Police Grants Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 6,360,190	\$ 6,360,190	\$ 3,240,750
Other Revenue	118,600	118,600	191,483
	<u>6,478,790</u>	<u>6,478,790</u>	<u>3,432,233</u>
Other sources:			
Interfund Transfer, Advances, and Subsidy	-	-	350,000
Previous year's encumbrances	86,387	86,387	86,387
Total other sources	<u>86,387</u>	<u>86,387</u>	<u>436,387</u>
Total revenues and other sources	6,565,177	6,565,177	3,868,620
Expenditures			
Police:			
Wages/benefits	3,759,510	3,759,510	2,091,402
Other	2,089,420	2,175,807	1,673,041
Total expenditures	5,848,930	5,935,317	3,764,443
Excess (deficiency) of revenues and other sources over expenditures	716,247	629,860	104,177
Fund balance (deficit), January 1, 2023	<u>(257,525)</u>	<u>(257,525)</u>	<u>(257,525)</u>
Fund balance (deficit), December 31, 2023	<u>\$ 458,722</u>	<u>\$ 372,335</u>	<u>\$ (153,348)</u>

Note: Included in Interfund Transfer, Advances, and Subsidy above is advances of \$350,000.

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Safety Programs Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 10,321,630	\$ 11,109,030	\$ 4,444,652
Fees, Fine, License, and Permits	50,820	110,820	22,923
Intergovernmental Revenue	629,420	797,420	1,064,448
Charges for Services	803,380	1,553,380	1,090,041
Other Revenue	194,460	194,460	252,670
Investment Earnings	935,230	937,830	90,549
Interfund Charge for Service	11,300	11,300	115,900
	<u>12,946,240</u>	<u>14,714,240</u>	<u>7,081,183</u>
Other sources:			
Interfund Transfer, Advances, and Subsidy	-	-	70,000
Previous year's encumbrances	425,709	425,709	425,709
Total other sources	<u>425,709</u>	<u>425,709</u>	<u>495,709</u>
Total revenues and other sources	13,371,949	15,139,949	7,576,892
Expenditures			
Public Safety:			
Wages/benefits	480,290	480,290	464,546
Other	384,910	493,506	125,215
	<u>865,200</u>	<u>973,796</u>	<u>589,761</u>
Fire:			
Wages/Benefits	5,979,070	7,579,070	4,329,451
Other	817,680	836,362	250,964
	<u>6,796,750</u>	<u>8,415,432</u>	<u>4,580,415</u>
Police:			
Wages/benefits	1,335,910	1,335,910	1,232,568
Other	3,529,380	3,827,811	693,165
	<u>4,865,290</u>	<u>5,163,721</u>	<u>1,925,733</u>
Total expenditures	12,527,240	14,552,949	7,095,909
Excess (deficiency) of revenues and other sources over expenditures	844,709	587,000	480,983
Fund balance (deficit), January 1, 2023	<u>1,608,976</u>	<u>1,608,976</u>	<u>1,608,976</u>
Fund balance (deficit), December 31, 2023	<u>\$ 2,453,685</u>	<u>\$ 2,195,976</u>	<u>\$ 2,089,959</u>

Note: Included in Interfund Transfer, Advances, and Subsidy above is advances of \$70,000.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 City Facilities Operating Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Loan/Repayment Revenue	\$ 755,100	\$ 755,100	\$ 273,286
Fees, Fines, License, and Permits	595,860	1,225,860	574,233
Other Revenue	1,626,340	1,826,340	1,865,529
Lease Revenue	93,000	93,000	119,154
Investment Earnings	7,500	7,500	2,570
Total revenues	<u>3,077,800</u>	<u>3,907,800</u>	<u>2,834,772</u>
Other Sources			
Previous year's encumbrances	-	-	-
Total other sources	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues and other sources	3,077,800	3,907,800	2,834,772
Expenditures			
Department Wide:			
Other	<u>3,036,530</u>	<u>3,236,530</u>	<u>2,889,342</u>
Total expenditures	3,036,530	3,236,530	2,889,342
Excess (deficiency) of revenues and other sources over expenditures	41,270	671,270	(54,570)
Fund balance (deficit), January 1, 2023	<u>88,855</u>	<u>88,855</u>	<u>88,855</u>
Fund balance (deficit), December 31, 2023	<u>\$ 130,125</u>	<u>\$ 760,125</u>	<u>\$ 34,285</u>

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Deposits Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues			
Revenues			
Fees, Fines, License, and Permits	\$ 10,000	\$ 10,000	842
Other Revenue	1,050,000	1,050,000	5,876,650
Investment Earnings	150,000	150,000	1,026,050
Total revenues	1,210,000	1,210,000	6,903,542
Expenditures			
Finance:			
Other	1,649,040	1,649,040	1,084
Total expenditures	1,649,040	1,649,040	1,084
Excess (deficiency) of revenues over expenditures	(439,040)	(439,040)	6,902,458
Fund balance (deficit), January 1, 2023	3,337,042	3,337,042	3,337,042
Fund balance (deficit), December 31, 2023	\$ 2,898,002	\$ 2,898,002	\$ 10,239,500

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Police, Fire, and Road Activity Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ -	\$ -	17,091,357
Grant Revenue	-	-	15,435
Other Revenue	17,200,390	17,200,390	1,034
Total revenues	<u>17,200,390</u>	<u>17,200,390</u>	<u>17,107,826</u>
Other Sources			
Note/Bond proceeds	-	-	900,000
Previous year's encumbrances	1,088,434	1,088,434	1,088,434
Total other sources	<u>1,088,434</u>	<u>1,088,434</u>	<u>1,988,434</u>
Total revenues and other sources	18,288,824	18,288,824	19,096,260
Expenditures			
Department Wide:			
Wages/benefits	-	-	-
Other	36,602,520	37,690,954	20,522,047
Total expenditures	<u>36,602,520</u>	<u>37,690,954</u>	<u>20,522,047</u>
Excess (deficiency) of revenues and other sources over expenditures	(18,313,696)	(19,402,130)	(1,425,787)
Fund balance (deficit), January 1, 2023	<u>20,769,041</u>	<u>20,769,041</u>	<u>20,769,041</u>
Fund balance (deficit), December 31, 2023	<u>\$ 2,455,345</u>	<u>\$ 1,366,911</u>	<u>\$ 19,343,254</u>

Note: Included in Other expenses above is transfers of \$2,000,000.

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
General Grants Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 800,000	\$ 800,000	\$ 545,010
Investment Earnings	-	-	4,014
Total revenues	800,000	800,000	549,024
Total revenues and other Sources	800,000	800,000	549,024
Expenditures			
Department Wide:			
Wages	152,390	152,390	55,747
Other	612,330	612,330	255,915
Total expenditures	764,720	764,720	311,662
Excess (deficiency) of revenues over expenditures	35,280	35,280	237,362
Fund balance (deficit), January 1, 2023	49,277	49,277	1,051
Fund balance (deficit), December 31, 2023	\$ 84,557	\$ 84,557	\$ 238,413

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
General Bond Payment Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Taxes, Assessments, and JEDD	\$ 1,900,591	\$ 1,895,497	\$ 1,898,170
Other Revenue	-	-	29,740
Total revenues	1,900,591	1,895,497	1,927,910
Total revenues and other sources	1,900,591	1,895,497	1,927,910
Expenditures			
Finance:			
Wages/benefits	421,390	466,390	461,161
Other	1,457,380	1,412,380	793,924
Total expenditures	1,878,770	1,878,770	1,255,085
Excess (deficiency) of revenues and other sources over expenditures	21,821	16,727	672,825
Fund balance (deficit), January 1, 2023	430,062	430,062	430,062
Fund balance (deficit), December 31, 2023	\$ 451,883	\$ 446,789	\$ 1,102,887

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Streets Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 8,346,940	\$ 8,346,940	\$ 434,218
Intergovernmental revenues	-	-	2,507,571
Other revenue	5,782,500	8,872,500	473,601
Interfund Charges for Service	6,996,400	6,996,400	363,958
Total revenues	21,125,840	24,215,840	3,779,348
Other sources:			
Note/Bond proceeds	-	-	17,705,894
Previous year's encumbrances	1,472,117	1,472,117	1,472,117
Total other sources	1,472,117	1,472,117	19,178,011
Total revenues and other sources	22,597,957	25,687,957	22,957,359
Expenditures			
Department Wide:			
Wages/benefits	176,900	976,900	698,706
Other	20,971,590	22,443,707	22,458,263
Total expenditures	21,148,490	23,420,607	23,156,968
Excess (deficiency) of revenues and other sources over expenditures	1,449,467	2,267,350	(199,609)
Fund balance (deficit), January 1, 2023	(1,417,921)	(1,417,921)	(1,417,921)
Fund balance (deficit), December 31, 2023	\$ 31,546	\$ 849,429	\$ (1,617,530)

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Information Technology and Improvements Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues			
Revenues			
Other Financing Sources	\$ 850,000	\$ 850,000	-
Total Revenues	850,000	850,000	-
Interfund Transfer, Advances, and Subsidy	-	-	100,000
Total revenues and other sources	850,000	850,000	100,000
Expenditures			
Department Wide:			
Other	500,000	500,000	72,616
Total expenditures	500,000	500,000	72,616
Excess (deficiency) of revenues and other sources over expenditures	350,000	350,000	27,384
Fund balance (deficit), January 1, 2023	9,939	9,939	9,939
Fund balance (deficit), December 31, 2023	<u>\$ 359,939</u>	<u>\$ 359,939</u>	<u>\$ 37,323</u>

Note: Included in the Interfund Transfer, Advances, and Subsidy above is advances of \$100,000.

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Parks and Recreation Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Grant Revenue	\$ -	\$ -	383,925
Other Revenue	2,100,360	2,700,360	20,000
Lease Revenue	3,000,000	3,000,000	-
Total Revenues	<u>5,100,360</u>	<u>5,700,360</u>	<u>403,925</u>
Other sources:			
Interfund Transfer, Advances, and Subsidy	-	-	30,000
Note/Bond proceeds	-	-	3,000,000
Previous years encumbrances	508,134	508,134	508,134
Total other sources	<u>508,134</u>	<u>508,134</u>	<u>3,538,134</u>
Total revenues and other sources	5,608,494	6,208,494	3,942,059
Expenditures			
Department Wide:			
Wages/Benefits	-	140,000	123,764
Other	5,301,460	5,669,594	4,161,778
Total expenditures	5,301,460	5,809,594	4,285,542
Excess (deficiency) of revenues and other sources over expenditures	307,034	398,900	(343,483)
Fund balance (deficit), January 1, 2023	<u>155,003</u>	<u>155,003</u>	<u>155,003</u>
Fund balance (deficit), December 31, 2023	<u>\$ 462,037</u>	<u>\$ 553,903</u>	<u>\$ (188,480)</u>

Note: Included in the Interfund Transfer, Advances, and Subsidy above is advances of \$30,000.

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Public Facilities and Improvements Fund, Non-GAAP Budget Basis
 For the Year Ended December 31, 2023

	<u>Budgeted Amounts (Unaudited)</u>		
	<u>Original</u>	<u>Final</u>	<u>Actual Amounts</u>
Revenues and other sources			
Revenues:			
Grant Revenue	\$ 6,055,820	\$ 6,055,820	\$ 2,507,174
Other Revenue	21,200	6,221,200	1,282
Total Revenues	<u>6,077,020</u>	<u>12,277,020</u>	<u>2,508,456</u>
Other sources:			
Interfund Transfer, Advances, and Subsidy	-	-	900,000
Note/Bond Proceeds	-	-	7,000,000
Previous year's encumbrances	802,391	802,391	802,391
Total other sources	<u>802,391</u>	<u>802,391</u>	<u>8,702,391</u>
Total revenues and other sources	6,879,411	13,079,411	11,210,847
Expenditures			
Department Wide:			
Wages	-	115,000	97,732
Other	7,189,840	12,992,231	12,547,817
Total expenditures	<u>7,189,840</u>	<u>13,107,231</u>	<u>12,645,549</u>
Excess (deficiency) of revenues and other sources over expenditures	(310,429)	(27,820)	(1,434,702)
Fund balance (deficit), January 1, 2023	<u>1,086,174</u>	<u>1,086,174</u>	<u>1,086,174</u>
Fund balance (deficit), December 31, 2023	<u>\$ 775,745</u>	<u>\$ 1,058,354</u>	<u>\$ (348,528)</u>

Note: Included in the Interfund Transfer, Advances, and Subsidy above is advances of \$900,000.

City of Akron, Ohio

Schedule of Revenues, Expenditures and
Changes in Fund Balance - Budget and Actual -
Public Parking Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Other Revenue	\$ 5,000,000	\$ 5,000,000	\$ -
Total revenues	5,000,000	5,000,000	-
Other sources:			
Note/Bond proceeds	58,000	-	-
Previous year's encumbrances	18,806	18,806	18,806
Total other sources	76,806	18,806	18,806
Total revenues and other sources	5,076,806	5,018,806	18,806
Expenditures			
Department Wide:			
Wages/benefits	-	20,000	5,201
Other	1,017,180	1,015,986	78,066
Total expenditures	1,017,180	1,035,986	83,267
Excess (deficiency) of revenues and other sources over expenditures	4,059,626	3,982,820	(64,461)
Fund balance (deficit), January 1, 2023	75,760	75,760	75,760
Fund balance (deficit), December 31, 2023	\$ 4,135,386	\$ 4,058,580	\$ 11,299

City of Akron, Ohio
 Schedule of Revenues, Expenditures and
 Changes in Fund Balance - Budget and Actual -
 Economic Development Fund, Non-GAAP Budget Basis

For the Year Ended December 31, 2023

	Budgeted Amounts (Unaudited)		
	Original	Final	Actual Amounts
Revenues and other sources			
Revenues:			
Loan/Repayment Revenue	\$ 1,322,480	\$ 1,322,480	\$ 262,939
Other Revenue	62,500	62,500	10,734
Other Financing Sources	650,000	650,000	-
Interfund Charge for Service	61,300	61,300	91,498
Total revenues	<u>2,096,280</u>	<u>2,096,280</u>	<u>365,171</u>
Other sources:			
Interfund Transfer, Advances, and Subsidy	-	-	100,000
Previous year's encumbrances	3,406	3,406	3,406
Total other sources	<u>3,406</u>	<u>3,406</u>	<u>103,406</u>
Total revenues and other sources	2,099,686	2,099,686	468,577
Expenditures			
Department Wide:			
Wages/benefits	-	90,000	49,646
Other	3,333,230	3,246,636	1,911,530
Total expenditures	3,333,230	3,336,636	1,961,176
Excess (deficiency) of revenues and other sources over expenditures	(1,233,544)	(1,236,950)	(1,492,599)
Fund balance (deficit), January 1, 2023	<u>1,395,155</u>	<u>1,395,155</u>	<u>1,395,155</u>
Fund balance (deficit), December 31, 2023	<u>\$ 161,611</u>	<u>\$ 158,205</u>	<u>\$ (97,444)</u>

Note: Included in the Interfund Transfer, Advances, and Subsidy above is advances of \$100,000.

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NON-MAJOR ENTERPRISE FUNDS

Enterprise Funds – are used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The non-major Enterprise Funds are as follows:

- Oil and Gas
- Golf Course
- Airport

City of Akron, Ohio
Combining Statement of Net Position - Non-Major Enterprise Funds
December 31, 2023

C-1

	Oil and Gas	Golf Course	Airport	Total
Assets				
Current assets:				
Pooled cash and investments	\$ 403,973	\$ 41,751	\$ 144,646	\$ 590,370
Receivables, net of allowances for uncollectibles	-	5,705	2,147,017	2,152,722
Due from other governments	-	-	70,096	70,096
Due from other funds	-	-	23,540	23,540
Inventories, at cost	-	95,607	-	95,607
Total current assets	403,973	143,063	2,385,299	2,932,335
Noncurrent assets:				
Net pension asset	-	8,969	-	8,969
Total noncurrent assets	-	8,969	-	8,969
Property, plant and equipment, net of accumulated depreciation	395,487	949,377	11,178,969	12,523,833
Total assets	799,460	1,101,409	13,564,268	15,465,137
Deferred Outflows of Resources	-	578,497	-	578,497
Total assets and deferred outflows	799,460	1,679,906	13,564,268	16,043,634
Liabilities				
Current liabilities:				
Accounts payable	175	9,629	646,067	655,871
Advances from other funds	-	-	250,000	250,000
Due to other funds	-	3,796	-	3,796
Accrued interest payable	-	2,774	-	2,774
Accrued liabilities	130,000	14,317	2,912	147,229
Accrued wages	-	10,551	-	10,551
Accrued vacation and leave	-	17,184	-	17,184
Obligation under leases	-	29,145	-	29,145
Total current liabilities	130,175	87,396	898,979	1,116,550
Noncurrent liabilities:				
Obligations under leases	-	30,500	-	30,500
Due in more than one year	455,000	95,454	-	550,454
Net pension liability	-	1,200,705	-	1,200,705
Net OPEB liability	-	141,074	-	141,074
Total noncurrent liabilities	455,000	1,467,733	-	1,922,733
Total liabilities	585,175	1,555,129	898,979	3,039,283
Deferred Inflows of Resources	-	77,800	2,159,872	2,237,672
Total liabilities and deferred inflows	585,175	1,632,929	3,058,851	5,276,955
Net Position				
Net investment in capital assets	395,487	889,732	10,861,288	12,146,507
Restricted for net pension asset	-	8,969	-	8,969
Unrestricted (deficit)	(181,202)	(851,724)	(355,871)	(1,388,797)
Total net position	\$ 214,285	\$ 46,977	\$ 10,505,417	\$ 10,766,679

City of Akron, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Nonmajor Enterprise Funds
For the Year Ended December 31, 2023

C-2

	Oil and Gas	Golf Course	Airport	Total
Operating revenues				
Charges for services	\$ -	\$ 1,336,246	\$ 259,781	\$ 1,596,027
Other	89,115	320,043	66,047	475,205
	<u>89,115</u>	<u>1,656,289</u>	<u>325,828</u>	<u>2,071,232</u>
Operating expenses				
Personal services	-	1,069,456	45	1,069,501
Direct expenses	260,791	1,001,178	859,895	2,121,864
Claims	-	303	-	303
Rentals and lease	-	77,682	-	77,682
Utilities	-	60,265	3,980	64,245
Insurance	16,035	6,260	9,703	31,998
Depreciation, depletion and amortization	-	100,543	313,769	414,312
Other	-	28,703	-	28,703
	<u>276,826</u>	<u>2,344,390</u>	<u>1,187,392</u>	<u>3,808,608</u>
Operating income (loss)	<u>(187,711)</u>	<u>(688,101)</u>	<u>(861,564)</u>	<u>(1,737,376)</u>
Interest expense	-	(2,774)	-	(2,774)
	<u>-</u>	<u>(2,774)</u>	<u>-</u>	<u>(2,774)</u>
Income (loss) before transfers	<u>(187,711)</u>	<u>(690,875)</u>	<u>(861,564)</u>	<u>(1,740,150)</u>
Transfers-in	-	960,000	-	960,000
Capital contributions	-	-	697,394	697,394
	<u>-</u>	<u>960,000</u>	<u>697,394</u>	<u>1,657,394</u>
Change in net position	<u>(187,711)</u>	<u>269,125</u>	<u>(164,170)</u>	<u>(82,756)</u>
Net position, January 1, 2023	<u>401,996</u>	<u>(222,148)</u>	<u>10,669,587</u>	<u>10,849,435</u>
Net position, December 31, 2023	<u>\$ 214,285</u>	<u>\$ 46,977</u>	<u>\$ 10,505,417</u>	<u>\$ 10,766,679</u>

City of Akron, Ohio
Combining Statement of Cash Flows - Non-Major Enterprise Funds
For the Year Ended December 31, 2023

	Oil and Gas	Golf	Airport	Total Non-Major Enterprise Funds
Operating activities				
Cash received from customers	\$ 4,810	\$ 1,330,709	\$ 670,791	\$ 2,006,310
Cash payments to suppliers for goods and services	(79,497)	(1,197,202)	(246,281)	(1,522,980)
Cash paid for salaries and employee benefits	-	(801,033)	(147)	(801,180)
Other revenues	89,115	320,043	66,047	475,205
Other expenses	-	(28,703)	-	(28,703)
Net cash provided by (used for) operating activities	14,428	(376,186)	490,410	128,652
Non-capital financing activities				
Transfers from other funds	-	960,000	-	960,000
Transfers/advances in for negative cash balances	-	-	250,000	250,000
Transfers/advances out for negative cash balances	-	(530,000)	(380,000)	(910,000)
Net cash provided by non-capital financing activities	-	430,000	(130,000)	300,000
Capital and related financing activities				
Interest paid on bonds and loans	-	(4,069)	-	(4,069)
Acquisition and construction of capital assets	-	(27,848)	(915,752)	(943,600)
Capital Contributions	-	-	697,394	697,394
Net cash provided by (used for) capital and related financing activities	-	(31,917)	(218,358)	(250,275)
Investment activities				
Purchase of investments securities	-	-	-	-
Interest on investments	-	-	-	-
Net cash provided by (used for) investing activities	-	-	-	-
Net increase (decrease) in cash and cash equivalents	14,428	21,897	142,052	178,377
Cash and cash equivalents, January 1, 2023	389,545	19,854	2,594	411,993
Cash and cash equivalents, December 31, 2023	\$ 403,973	\$ 41,751	\$ 144,646	\$ 590,370

	Oil and Gas	Golf	Airport	Total Non-Major Enterprise Funds
Operating income (loss)	\$ (187,711)	\$ (688,101)	\$ (861,564)	\$ (1,737,376)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation, depletion and amortization	-	100,543	313,769	414,312
(Increase) decrease in operating assets:				
Receivables	4,810	(5,705)	434,551	433,656
Due from other funds	-	168	(23,540)	(23,372)
Inventories	-	(54,807)	-	(54,807)
Increase (decrease) in operating liabilities:				
Accounts payable	(11,825)	6,504	630,688	625,367
Due to other funds	(426)	(3,514)	(3,391)	(7,331)
Due to other governments	-	-	-	-
Accrued liabilities	209,580	255,785	-	465,365
Accrued wages	-	(1,006)	(102)	(1,108)
Accrued vacation and leave	-	13,947	-	13,947
Net cash provided by (used for) operating activities	<u>\$ 14,428</u>	<u>\$ (376,186)</u>	<u>\$ 490,411</u>	<u>\$ 128,653</u>

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INTERNAL SERVICE FUNDS

Internal Service Funds – are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis. The title of the funds indicate the type of service provided. The Internal Service Funds are:

- Motor Equipment
- Medical Self-Insurance
- Workers' Compensation Reserve
- Self-Insurance Settlement
- Telephone System
- Engineering Bureau
- Information Technology

City of Akron, Ohio
Combining Statement of Net Position - Internal Service Funds
December 31, 2023

D-1

	Motor Equipment	Medical Self- Insurance	Workers' Compensation Reserve
Assets			
Current assets:			
Pooled cash and investments	\$ 1,008,216	\$ 2,983,759	\$ 3,950,071
Receivables, net of allowances from uncollectibles	23,740	994,662	-
Due from other funds	1,280,797	-	-
Inventories, at cost	1,095,575	-	-
Total current assets	3,408,328	3,978,421	3,950,071
Noncurrent assets:			
Net pension asset	26,091	7,451	-
Property, plant and equipment, net of accumulated depreciation	2,036,350	-	-
Total noncurrent assets	2,062,441	7,451	-
Total assets	5,470,769	3,985,872	3,950,071
Deferred Outflows of Resources			
	1,663,387	474,273	-
Total assets and deferred outflows	7,134,156	4,460,145	3,950,071
Liabilities			
Current liabilities:			
Accounts payable	1,690,421	264	-
Advances from other funds	-	-	-
Due to other funds	2,809	7,187	40
Accrued interest payable	-	-	-
Accrued liabilities	67,288	12,586	2,078,872
Accrued wages	75,798	13,977	-
Accrued vacation and leave	117,952	17,991	-
Obligation under leases	-	-	-
Liability for unpaid claims	-	4,598,589	56,793
Debt:			
Total current liabilities	1,954,268	4,650,594	2,135,705
Noncurrent liabilities:			
Due in more than one year	611,844	38,100	101,121
Net pension liability	3,467,994	973,002	-
Net OPEB liability	296,399	220,426	-
Total noncurrent liabilities	4,376,237	1,231,528	101,121
Total liabilities	6,330,505	5,882,122	2,236,826
Deferred Inflows of Resources			
	162,845	127,694	-
Total liabilities and deferred inflows	6,493,350	6,009,816	2,236,826
Net Position			
Net investment in capital assets	2,036,350	-	-
Restricted for net pension asset	26,091	7,451	-
Unrestricted (deficit)	(1,421,635)	(1,557,122)	1,713,245
Total net position	\$ 640,806	\$ (1,549,671)	\$ 1,713,245

Self-Insurance Settlement	Telephone System	Engineering Bureau	Information Technology	Total Internal Service Funds
\$ 17,942	\$ 912,624	\$ (19,056)	\$ 13,235	\$ 8,866,791
77,966	480	-	-	1,096,848
-	52,844	1,235,696	-	2,569,337
-	-	-	-	1,095,575
95,908	965,948	1,216,640	13,235	13,628,551
-	-	24,871	18,297	76,710
-	117,810	98,896	1,759,179	4,012,235
-	117,810	123,767	1,777,476	4,088,945
95,908	1,083,758	1,340,407	1,790,711	17,717,496
-	-	1,583,116	1,153,727	4,874,503
95,908	1,083,758	2,923,523	2,944,438	22,591,999
-	1,439	139,714	7,654	1,839,492
-	-	1,200,000	100,000	1,300,000
-	2,427	4,715	244	17,422
-	-	-	34,119	34,119
-	1,096	58,684	44,275	2,262,801
-	1,142	79,767	50,079	220,763
-	-	295,432	114,687	546,062
-	-	-	1,126,030	1,126,030
550,219	-	-	-	5,205,601
550,219	6,104	1,778,312	1,477,088	12,552,290
-	-	2,142,395	560,991	3,454,451
-	-	3,224,538	2,424,518	10,090,052
-	-	551,622	158,614	1,227,061
-	-	5,918,555	3,144,123	14,771,564
550,219	6,104	7,696,867	4,621,211	27,323,854
-	3,000	342,253	74,834	710,626
550,219	9,104	8,039,120	4,696,045	28,034,480
-	117,810	98,896	1,759,179	4,012,235
-	-	24,871	18,297	76,710
(454,311)	956,844	(5,239,364)	(3,529,083)	(9,531,426)
\$ (454,311)	\$ 1,074,654	\$ (5,115,597)	\$ (1,751,607)	\$ (5,442,481)

City of Akron, Ohio

D-2

Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Internal Service Funds
For the Year Ended December 31, 2023

	Motor Equipment	Medical Self- Insurance	Workers' Compensation Reserve
Operating revenues			
Charges for services	\$ 11,454,797	\$ 35,015,705	\$ 3,179,803
Other	41,651	7,429,396	158,593
	<u>11,496,448</u>	<u>42,445,101</u>	<u>3,338,396</u>
Operating expenses			
Personal services	2,228,021	1,150,865	-
Direct expenses	7,033,968	3,092,155	1,964,887
Claims	-	39,292,549	-
Rentals and lease	-	30,476	-
Utilities	53,181	1,868	-
Insurance	11,476	5	-
Depreciation, depletion and amortization	50,100	-	-
Other	14,167	-	-
	<u>9,390,913</u>	<u>43,567,918</u>	<u>1,964,887</u>
Operating income (loss)	<u>2,105,535</u>	<u>(1,122,817)</u>	<u>1,373,509</u>
Nonoperating revenues (expenses)			
Interest expense	(3,208)	-	-
Other revenues (expenses)	13,086	-	-
	<u>9,878</u>	<u>-</u>	<u>-</u>
Changes in net position	2,115,413	(1,122,817)	1,373,509
Net position (deficit), January 1, 2023	<u>(1,474,607)</u>	<u>(426,854)</u>	<u>339,736</u>
Net position (deficit), December 31, 2023	<u>\$ 640,806</u>	<u>\$ (1,549,671)</u>	<u>\$ 1,713,245</u>

Self- Insurance Settlement	Telephone System	Engineering Bureau	Information Technology	Total Internal Service Funds
\$ -	\$ 733,960	\$ 747,519	\$ 4,196,088	\$ 55,327,872
54,825	9,788	2,895,107	3,552	10,592,912
54,825	743,748	3,642,626	4,199,640	65,920,784
-	36,802	2,092,569	1,172,760	6,681,017
-	331,008	500,234	1,043,022	13,965,274
-	-	44	-	39,292,593
-	-	238,088	94,628	363,192
-	69,300	49,942	16,438	190,729
-	6,017	5,052	300	22,850
-	17,883	4,964	570,411	643,358
-	1,645	2,242	-	18,054
-	462,655	2,893,135	2,897,559	61,177,067
54,825	281,093	749,491	1,302,081	4,743,717
-	-	-	(34,119)	(37,327)
-	-	-	-	13,086
-	-	-	(34,119)	(24,241)
54,825	281,093	749,491	1,267,962	4,719,476
(509,136)	793,561	(5,865,088)	(3,019,569)	(10,161,957)
\$ (454,311)	\$ 1,074,654	\$ (5,115,597)	\$ (1,751,607)	\$ (5,442,481)

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

	Motor Equipment	Medical Self - Insurance	Workers' Compensation	Self - Insurance Settlement
Operating activities				
Cash received from customers	11,080,806	34,919,673	3,179,803	(77,966)
Cash payments to suppliers for goods and services	(5,931,963)	(3,132,923)	(2,449,544)	-
Cash paid for salaries and employee benefits	(2,789,861)	(40,489,162)	(142,851)	23,141
Other revenues	41,651	7,429,396	158,593	54,825
Other expense	(14,167)	-	-	-
Net cash provided by (used for) operating activities	2,386,466	(1,273,016)	746,001	-
Non-capital financing activities				
Transfers from other funds	-	-	-	-
Transfers/advances out for negative cash balances	(570,000)	-	-	-
Principal paid on bonds, loans and notes	-	-	-	-
Interest paid on bonds, loans and notes	-	-	-	-
Net cash provided by (used for) non-capital financing activities	(570,000)	-	-	-
Capital and related financing activities				
Interest paid on bonds and loans	(3,208)	-	-	-
Acquisition and construction of capital assets	(828,420)	-	-	-
Net cash used for capital financing activities	(831,628)	-	-	-
Investing activities				
Interest on investments	-	-	-	-
Net cash provided by investing activities	-	-	-	-
Net increase (decrease) in cash and cash equivalents	984,838	(1,273,016)	746,001	-
Cash and cash equivalents, January 1, 2023	23,378	4,256,775	3,204,070	17,942
Cash and cash equivalents, December 31, 2023	1,008,216	2,983,759	3,950,071	17,942

Telephone System	Engineering Bureau	Information Technology	Total
766,702	2,406,402	4,196,229	56,471,649
(419,022)	(714,627)	(1,313,858)	(13,961,937)
(36,434)	(2,956,169)	(1,845,770)	(48,237,106)
9,788	2,895,107	3,552	10,592,912
(1,645)	(2,242)	-	(18,054)
319,389	1,628,471	1,040,153	4,847,464
-	-	100,000	100,000
-	(1,626,255)	-	(2,196,255)
-	-	-	-
-	-	-	-
-	(1,626,255)	100,000	(2,096,255)
-	-	-	(3,208)
2	(34,970)	(1,140,639)	(2,004,027)
2	(34,970)	(1,140,639)	(2,007,235)
-	-	-	-
-	-	-	-
319,391	(32,754)	(486)	743,974
593,233	13,698	13,721	8,122,817
912,624	(19,056)	13,235	8,866,791

City of Akron, Ohio
Combining Statement of Cash Flows - Internal Service Funds
For the Year Ended December 31, 2023
(continued)

	Motor Equipment	Medical Self - Insurance	Workers' Compensation	Self - Insurance Settlement
Operating income (loss)	2,105,535	(1,122,817)	1,373,509	54,825
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:				
Depreciation, depletion and amortization	50,100	-	-	-
(Increase) decrease in operating assets:				
Receivables	73,628	(96,032)	-	(77,966)
Due from other funds	(447,619)	-	-	-
Inventories	(224,112)	-	-	-
Increase (decrease) in operating liabilities:				
Accounts payable	1,415,064	126	(484,651)	-
Due to other funds	(24,290)	(8,545)	(6)	-
Due to other governments	-	-	-	-
Accrued liabilities	(537,247)	480,679	-	-
Accrued wages	4,360	(4,138)	-	-
Accrued vacation and leave	(28,953)	(4,521)	-	-
Estimated liability for unpaid claims	-	(517,768)	(142,851)	23,141
Net cash provided by (used for) operating activities	<u>2,386,466</u>	<u>(1,273,016)</u>	<u>746,001</u>	<u>-</u>

Telephone System	Engineering Bureau	Information Technology	Total
281,093	749,491	1,302,081	4,743,717
17,883	4,964	570,411	643,358
(240)	-	-	(100,610)
32,982	1,658,883	141	1,244,387
-	-	-	(224,112)
(774)	137,263	(135,844)	931,184
(11,923)	(58,574)	(23,626)	(126,964)
-	-	-	-
630	(745,652)	(606,788)	(1,408,378)
(262)	(5,221)	3,609	(1,652)
-	(112,683)	(69,831)	(215,988)
-	-	-	(637,478)
319,389	1,628,471	1,040,153	4,847,464

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FIDUCIARY FUNDS

Custodial Funds – are used to account for assets held by the City for individuals, private organizations, or other governments. The City reports on the following seven custodial funds:

Claire Merrix Fund – is used to account for assets held by the City for tennis related expenditures to individuals, private organizations, and other governments.

Police/Fire Beneficiary Fund - is used to account for assets held by the City to provide scholarships to beneficiaries of deceased Police and Fire uniformed staff.

Police Property Monetary Evidence Fund – is used to account for funds held by the Police Department that will be returned to the other agencies.

Copley-Akron JEDD Fund – is used to account for JEDD income taxes levied by the JEDD Board and disbursements pursuant to the contract.

Coventry-Akron JEDD Fund – is used to account for JEDD income taxes levied by the JEDD Board and disbursements pursuant to the contract.

Springfield-Akron JEDD Fund – is used to account for JEDD income taxes levied by the JEDD Board and disbursements pursuant to the contract.

Bath-Akron-Fairlawn JEDD Fund – is used to account for JEDD income taxes levied by the JEDD Board and disbursements pursuant to the contract.

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

	Claire Merrix	Police/Fire Beneficiary	Police Property Monetary Evidence
Assets			
Cash	\$ 1,060	\$ 8,665	\$ 1,480,397
Receivables	-	-	9,515
Total assets	<u>1,060</u>	<u>8,665</u>	<u>1,489,912</u>
Liabilities			
Due to other governments	-	-	-
Due to others	-	-	4,633
Total liabilities	<u>-</u>	<u>-</u>	<u>4,633</u>
Deferred Inflows of Resources			
Restricted for individuals, organizations, and governments	1,060	8,665	1,485,279
Net Position	<u>\$ 1,060</u>	<u>\$ 8,665</u>	<u>\$ 1,485,279</u>

	Copley - Akron JEDD	Coventry - Akron JEDD	Springfield - Akron JEDD	Bath - Akron - Fairlawn JEDD	Total
\$	- \$	- \$	- \$	- \$	1,490,122
	2,060,089	698,874	4,343,278	1,197,321	8,309,077
	2,060,089	698,874	4,343,278	1,197,321	9,799,199
	76,481	41,384	40,472	83,414	241,751
	-	-	-	-	4,633
	76,481	41,384	40,472	83,414	246,384
	1,186,704	248,311	3,927,147	550,337	5,912,499
	796,904	409,179	375,659	563,570	3,640,316
\$	796,904 \$	409,179 \$	375,659 \$	563,570 \$	3,640,316

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

	Claire Merrix	Police/Fire Beneficiary	Police Property Monetary Evidence
Additions			
Contributions	\$ -	\$ 300	\$ -
Confiscated evidence	-	-	242,400
JEDD income tax	-	-	-
Miscellaneous	-	-	35,007
	-	300	277,407
Deductions			
Distribution to participants	-	-	536,264
Education and awareness	-	-	2,338
JEDD district expenses	-	-	-
Refunds	-	-	-
	-	-	538,602
Net Increase (Decrease) in Fiduciary Net Position	-	300	(261,195)
Net position, January 1, 2023	1,060	8,365	1,746,474
Net position, December 31, 2023	\$ 1,060	\$ 8,665	\$ 1,485,279

Copley - Akron JEDD	Coventry - Akron JEDD	Springfield - Akron JEDD	Bath - Akron - Fairlawn JEDD	Total
\$ -	\$ -	\$ -	\$ -	300
-	-	-	-	242,400
1,101,443	211,029	424,892	4,466,196	6,203,560
-	-	-	-	35,007
1,101,443	211,029	424,892	4,466,196	6,481,267
-	-	-	-	536,264
-	-	-	-	2,338
580,284	327,801	270,529	3,977,779	5,156,393
87,336	49,775	37,245	283,102	457,458
667,620	377,576	307,774	4,260,881	6,152,453
433,823	(166,547)	117,118	205,315	328,814
363,081	575,726	258,541	358,255	3,311,502
\$ 796,904	\$ 409,179	\$ 375,659	\$ 563,570	\$ 3,640,316

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Statistical Section

This part of the City of Akron's (City) annual comprehensive financial report presents detailed historical information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	224
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources which are income tax and property tax.	231
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	236
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within the City.	244
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	246

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

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City of Akron, Ohio
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)

Schedule 1

	2014	2015 *	2016 *	2017 *	2018 *
Governmental Activities					
Net Investment in Capital Assets	\$ 352,411,914	\$ 373,605,736	\$ 361,614,290	\$ 371,386,210	\$ 380,255,982
Restricted	43,314,132	36,462,300	26,685,480	128,290,211	141,116,295
Unrestricted	<u>(13,531,515)</u>	<u>(184,719,280)</u>	<u>(169,438,185)</u>	<u>(316,858,123)</u>	<u>(525,895,655)</u>
Total Governmental Activities Net Position	<u>382,194,531</u>	<u>225,348,756</u>	<u>218,861,585</u>	<u>182,818,298</u>	<u>(4,523,378)</u>
Business-Type Activities					
Net Investment in Capital Assets	400,523,178	396,984,561	389,215,183	374,890,468	390,472,592
Restricted	9,854,895	9,498,992	9,389,310	5,849,447	3,488,611
Unrestricted	<u>16,815,329</u>	<u>29,988,650</u>	<u>47,446,909</u>	<u>81,463,305</u>	<u>56,572,126</u>
Total Business-Type Activities Net Position	<u>427,193,402</u>	<u>436,472,203</u>	<u>446,051,402</u>	<u>462,203,220</u>	<u>450,533,329</u>
Primary Government					
Net Investment in Capital Assets	752,935,092	770,590,297	750,829,473	746,276,678	770,728,574
Restricted	53,169,027	45,961,292	36,074,790	134,139,658	144,604,906
Unrestricted	<u>3,283,814</u>	<u>(154,730,630)</u>	<u>(121,991,276)</u>	<u>(235,394,818)</u>	<u>(469,323,529)</u>
Total Primary Government Net Position	<u>\$ 809,387,933</u>	<u>\$ 661,820,959</u>	<u>\$ 664,912,987</u>	<u>\$ 645,021,518</u>	<u>\$ 446,009,951</u>
	<u>2019*</u>	<u>2020*</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Governmental Activities					
Net Investment in Capital Assets	\$ 402,657,024	\$ 1,050,184,244	\$ 581,070,389	\$ 601,393,040	\$ 635,417,902
Restricted	96,912,454	167,289,538	82,475,248	86,841,603	86,735,207
Unrestricted	<u>(388,771,009)</u>	<u>(848,988,859)</u>	<u>(436,255,747)</u>	<u>(420,040,518)</u>	<u>(451,740,640)</u>
Total Governmental Activities Net Position	<u>110,798,469</u>	<u>368,484,923</u>	<u>227,289,890</u>	<u>268,194,125</u>	<u>270,412,469</u>
Business-Type Activities					
Net Investment in Capital Assets	368,625,151	931,190,360	473,064,230	468,805,249	497,985,880
Restricted	3,518,634	7,072,010	3,171,585	6,526,140	3,549,354
Unrestricted	<u>53,082,959</u>	<u>104,817,819</u>	<u>47,979,543</u>	<u>65,814,705</u>	<u>39,186,028</u>
Total Business-Type Activities Net Position	<u>425,226,744</u>	<u>1,043,080,189</u>	<u>524,215,358</u>	<u>541,146,094</u>	<u>540,721,262</u>
Primary Government					
Net Investment in Capital Assets	771,282,175	1,981,374,604	1,054,134,619	1,070,198,289	1,133,403,782
Restricted	100,431,088	174,361,548	85,646,833	93,367,743	90,284,561
Unrestricted	<u>(335,688,050)</u>	<u>(744,171,040)</u>	<u>(388,276,204)</u>	<u>(354,225,813)</u>	<u>(412,554,612)</u>
Total Primary Government Net Position	<u>\$ 536,025,213</u>	<u>\$ 1,411,565,112</u>	<u>\$ 751,505,248</u>	<u>\$ 809,340,219</u>	<u>\$ 811,133,731</u>

City of Akron, Ohio
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)

Schedule 2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Program Revenues										
Governmental Activities										
Charges for Services:										
General Government	\$ 9,553,457	\$ 7,505,352	\$ 15,271,721	\$ 21,698,159	\$ 20,571,001	\$ 27,549,825	\$ 14,949,935	\$ 17,793,124	\$ 19,515,823	\$ 22,235,465
Public Service	18,489,527	19,949,672	18,353,558	18,382,609	16,188,076	18,393,670	19,329,986	18,069,414	18,417,119	18,895,319
Public Safety	4,717,778	4,349,617	4,176,521	4,181,992	4,103,197	3,898,022	2,794,954	3,913,251	970,509	3,591,782
Community Environment	2,230,381	228,261	3,467,416	5,371,735	4,225,621	10,125,087	1,162,149	565,085	52,083	63,586
Public Health	-	-	-	-	-	-	-	436,549	821,250	19,991
Recreation and Parks	730,079	721,422	1,053,610	701,426	631,324	642,457	320,905	811,210	969,328	841,006
Operating Grants and Contributions	19,326,836	12,724,856	13,345,362	10,412,337	12,012,934	15,542,987	34,624,705	19,068,622	50,417,634	37,875,265
Capital Grants and Contributions	41,095,526	44,349,143	46,353,664	34,742,428	37,671,943	40,581,958	33,942,817	30,554,804	37,158,495	47,285,641
Total Governmental Activities Program Revenues	96,143,584	89,828,323	102,021,852	95,490,686	95,404,096	116,734,006	107,125,451	91,212,059	128,322,241	130,808,055
Business-Type Activities										
Charges for Services:										
Water	33,986,195	35,391,626	34,910,383	33,677,422	31,044,651	32,787,975	36,041,511	34,963,360	34,360,695	33,224,990
Sewer	70,951,430	89,170,077	89,740,016	93,781,115	85,405,280	88,194,394	82,903,797	86,778,048	89,569,914	89,463,359
Oil & Gas	241,905	130,030	61	112,969	96,571	-	7,988	-	4,810	-
Parking Facilities	4,570,975	4,275,513	4,507,555	2,268,832	3,347,593	4,170,306	2,227,090	2,508,596	762,193	779,099
Golf Course	826,503	917,712	931,126	912,616	860,100	952,419	1,028,762	1,183,016	1,087,514	1,336,246
Airport	156,983	182,663	169,577	163,568	472,756	150,826	172,607	150,836	84,315	259,781
Operating Grants and Contributions	-	-	-	-	-	191,814	636,436	45,044	95,967	-
Capital Grants and Contributions	4,871,914	4,916,124	5,481,149	4,741,494	1,502,429	7,531,338	8,107,380	30,857,643	6,576,114	11,931,699
Total Business-Type Activities Program Revenues	115,605,905	134,983,745	135,739,867	135,658,016	122,729,380	133,979,072	131,125,571	156,486,543	132,541,522	136,995,174
Total Primary Government Program Revenues	\$ 211,749,489	\$ 224,812,068	\$ 237,761,719	\$ 231,148,702	\$ 218,133,476	\$ 250,713,078	\$ 238,251,022	\$ 247,698,602	\$ 260,863,763	\$ 267,803,229
Expenses										
Governmental Activities										
General Government	\$ 38,547,406	\$ 31,954,663	\$ 42,940,494	\$ 40,785,375	\$ 36,394,068	\$ 55,913,497	\$ 75,185,888	\$ 34,596,136	\$ 58,961,573	\$ 50,189,304
Public Service	67,516,145	74,133,731	71,811,167	72,033,027	74,255,760	69,325,498	54,341,168	57,385,904	77,118,211	67,931,834
Public Safety	120,176,274	124,943,875	140,165,348	129,124,366	115,754,910	49,458,260	114,497,815	139,428,813	131,875,742	190,375,834
Community Environment	42,970,628	44,393,603	98,362,358	60,901,084	25,299,743	47,822,419	79,810,910	62,392,356	66,345,703	80,704,794
Public Health	4,832,375	4,452,937	4,354,820	4,424,817	4,491,876	4,450,531	5,807,771	3,868,615	4,557,880	4,288,121
Recreation and Parks	6,811,470	5,567,353	5,717,798	4,449,281	4,129,340	5,720,103	5,331,824	7,348,914	13,043,898	15,838,062
Interest	27,940,204	30,189,381	23,923,218	24,834,592	21,389,588	23,887,099	19,813,627	16,916,709	24,852,120	13,982,852
Unallocated Depreciation	16,091,850	17,065,802	18,830,770	17,913,455	18,312,112	18,000,420	17,527,935	18,598,761	18,935,385	18,866,681
Total Governmental Activities Expenses	324,886,352	332,701,345	406,105,973	354,465,997	300,027,397	274,577,827	372,316,938	340,536,208	395,690,512	442,177,482
Business-Type Activities										
Water	32,522,741	37,964,538	34,913,805	33,952,382	38,510,047	46,575,277	29,519,413	35,104,122	45,947,108	41,516,703
Sewer	71,709,972	70,908,326	83,933,150	83,743,770	63,822,180	103,946,790	86,925,639	102,089,333	70,835,872	95,184,976
Oil & Gas	350,060	321,767	49,571	39,589	42,528	371,965	137,109	18,505	42,651	276,430
Parking Facilities	7,189,194	7,063,162	7,269,596	5,375,745	6,502,595	7,277,980	6,940,659	7,565,409	5,402,767	5,747,901
Golf Course	1,106,275	1,275,762	1,408,269	1,283,427	1,689,944	2,057,143	1,323,277	1,293,622	1,851,442	2,336,019
Airport	720,934	920,765	741,052	760,807	1,353,358	1,449,933	1,004,480	1,589,723	558,471	1,186,913
Total Business-Type Activities Expenses	113,599,176	118,454,320	128,315,443	125,155,720	111,920,652	161,679,088	125,850,577	147,660,714	124,638,311	146,248,942
Total Primary Government Expenses	\$ 438,485,528	\$ 451,155,665	\$ 534,421,416	\$ 479,621,717	\$ 411,948,049	\$ 436,256,915	\$ 498,167,515	\$ 488,196,922	\$ 520,328,823	\$ 588,426,424

City of Akron, Ohio
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(continued)

Schedule 2

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Net (Expense)/Revenue										
Governmental Activities	\$ (228,742,768)	\$ (242,873,022)	\$ (304,084,121)	\$ (258,975,311)	\$ (204,623,301)	\$ (157,843,821)	\$ (265,191,487)	\$ (249,324,149)	\$ (267,368,271)	\$ (311,369,427)
Business-Type Activities	2,006,729	1,652,942	7,424,425	9,274,126	10,808,728	(27,700,016)	5,274,994	8,825,829	7,903,211	(9,253,768)
Total Primary Government Net Expense	<u>\$ (226,736,039)</u>	<u>\$ (226,343,597)</u>	<u>\$ (296,659,696)</u>	<u>\$ (249,701,185)</u>	<u>\$ (193,814,573)</u>	<u>\$ (185,543,837)</u>	<u>\$ (259,916,493)</u>	<u>\$ (240,498,320)</u>	<u>\$ (259,465,060)</u>	<u>\$ (320,623,195)</u>
General Revenue and Other Changes in Net Position										
Governmental Activities:										
Taxes:										
Income Taxes	\$ 141,389,904	\$ 143,231,380	\$ 152,856,443	\$ 139,183,876	\$ 171,426,317	\$ 170,036,813	\$ 165,377,490	\$ 189,794,686	\$ 186,718,101	\$ 193,305,199
Property Taxes	23,342,160	23,681,267	23,341,356	24,831,344	26,166,396	24,048,160	29,148,725	30,876,448	30,560,442	25,293,514
JEDD Revenues	17,758,520	19,271,731	12,341,811	14,800,350	14,905,073	16,083,393	15,785,527	18,712,404	18,323,843	18,004,895
Investment Earnings	300,784	848,901	1,170,199	1,221,577	3,409,213	5,909,657	2,392,019	969,340	4,080,098	12,703,268
Unrestricted Shared Revenues	46,752,194	46,387,254	98,487,030	42,726,783	40,613,726	45,058,850	74,663,063	56,869,246	53,813,529	53,607,227
Miscellaneous	10,155,196	7,853,357	11,211,091	10,221,319	14,364,534	11,591,233	37,981,073	13,060,214	17,991,220	12,144,834
Gain (loss) on Sale of Capital Assets	14,239	2,738	33,590	101,878	53,360	12,423	24,764	39,815	42,104	45,522
Transfers	(466,000)	(887,300)	(611,000)	(941,000)	(791,000)	(730,000)	(1,700,000)	(2,987,757)	(2,617,722)	(1,516,688)
Total Governmental Activities	<u>\$ 239,246,997</u>	<u>\$ 240,389,328</u>	<u>\$ 298,830,520</u>	<u>\$ 232,146,127</u>	<u>\$ 270,147,619</u>	<u>\$ 272,010,529</u>	<u>\$ 323,672,661</u>	<u>\$ 307,334,396</u>	<u>\$ 308,911,615</u>	<u>\$ 313,587,771</u>
Business-Type Activities:										
Investment Earnings	\$ 727	\$ 107,676	\$ 107,655	\$ 137,758	\$ 31,820	\$ 35,927	\$ 8,671	\$ 3,553	\$ 122,413	\$ 106,831
Miscellaneous	3,760,632	2,166,460	1,355,459	4,570,764	1,298,135	2,661,110	1,596,874	6,559,740	6,372,690	7,205,417
Unrestricted shared revenues	-	-	-	-	-	321	-	-	-	-
Transfers	466,000	887,300	611,000	941,000	791,000	730,000	1,700,000	2,987,757	2,617,722	1,516,688
Total Business-Type Activities	<u>\$ 4,227,359</u>	<u>\$ 3,161,436</u>	<u>\$ 2,074,114</u>	<u>\$ 5,649,522</u>	<u>\$ 2,120,955</u>	<u>\$ 3,427,358</u>	<u>\$ 3,305,545</u>	<u>\$ 9,551,050</u>	<u>\$ 9,112,825</u>	<u>\$ 8,828,936</u>
Total Primary Government	<u>\$ 243,474,356</u>	<u>\$ 243,550,764</u>	<u>\$ 300,904,634</u>	<u>\$ 237,795,649</u>	<u>\$ 272,268,574</u>	<u>\$ 275,437,887</u>	<u>\$ 326,978,206</u>	<u>\$ 316,885,446</u>	<u>\$ 318,024,440</u>	<u>\$ 322,416,707</u>
Change in Net Position										
Governmental Activities	\$ 10,504,229	\$ (2,483,694)	\$ (5,253,601)	\$ (26,829,184)	\$ 65,524,318	\$ 114,166,708	\$ 58,481,174	\$ 58,010,247	\$ 41,543,344	\$ 2,218,344
Business-Type Activities	6,234,088	19,690,861	9,498,539	16,151,818	12,929,683	(24,272,658)	8,580,539	18,376,879	17,016,036	(424,832)
Total Primary Government Change in Net Position	<u>\$ 16,738,317</u>	<u>\$ 17,202,167</u>	<u>\$ 4,244,938</u>	<u>\$ (10,677,366)</u>	<u>\$ 78,454,001</u>	<u>\$ 89,894,050</u>	<u>\$ 67,061,713</u>	<u>\$ 76,387,126</u>	<u>\$ 58,559,380</u>	<u>\$ 1,793,512</u>

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

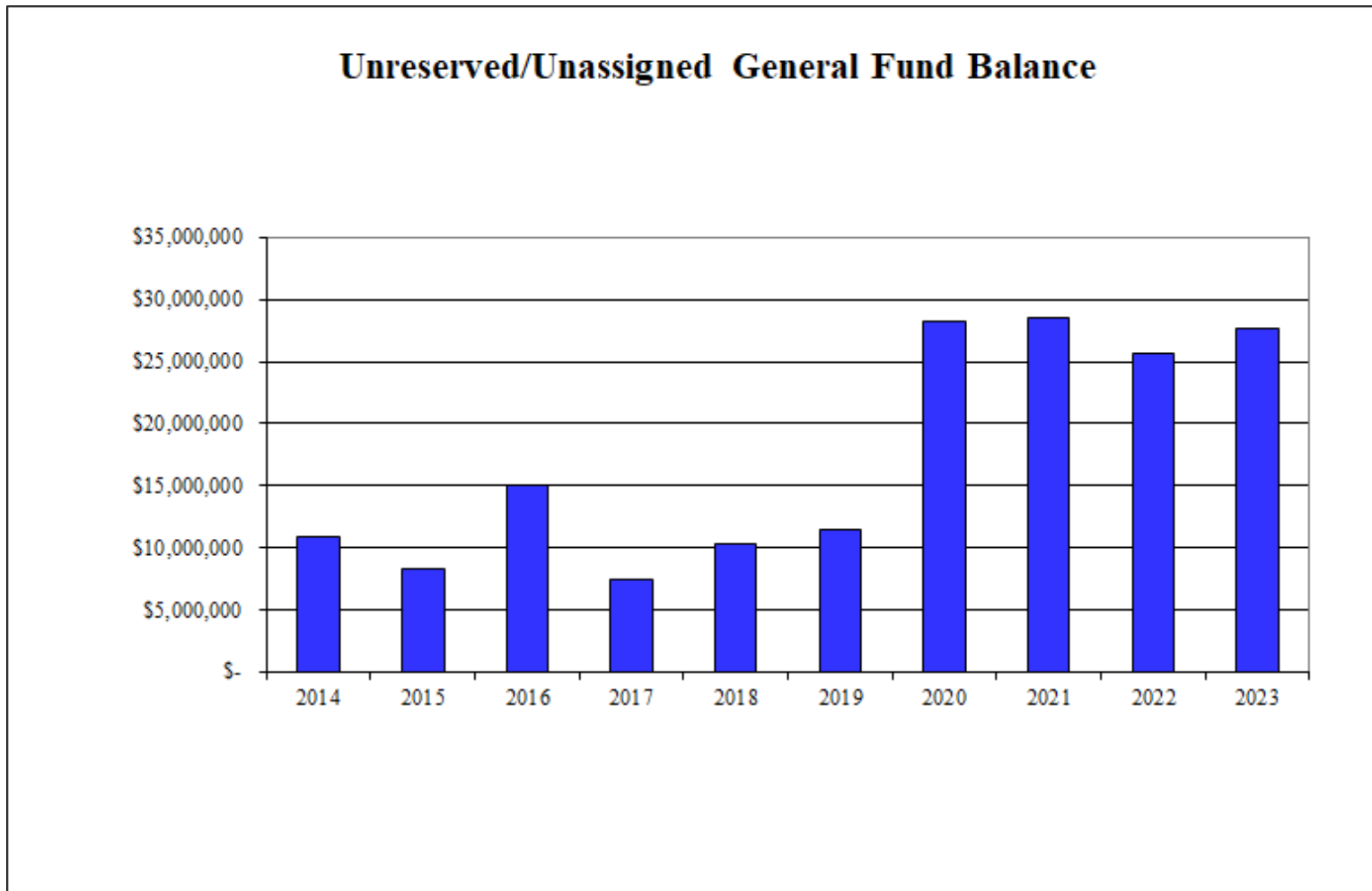
Schedule 3

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Committed	\$ 329,961	\$ 377,840	\$ 397,517	\$ 443,599	\$ 471,456	\$ 486,244	\$ 507,535	\$ 521,033	\$ 425,279	\$ 436,496
Assigned	1,593,954	4,174,015	1,904,060	1,576,347	1,579,205	1,469,146	2,839,740	2,442,681	1,661,980	2,358,306
Unassigned	10,911,360	8,382,029	15,022,169	7,485,924	10,299,737	11,525,081	28,220,027	28,598,763	25,628,120	27,760,358
Total General Fund	12,835,275	12,933,884	17,323,746	9,505,870	12,350,398	13,480,471	31,567,302	31,562,477	27,715,379	30,555,160
All Other Governmental Funds										
Nonspendable	4,786,232	4,786,232	-	-	-	-	-	-	-	-
Restricted	144,630,245	117,100,123	138,007,616	112,431,220	111,823,898	87,737,364	85,464,213	76,187,891	79,678,910	83,236,355
Committed	13,829,487	10,510,914	14,811,603	8,988,056	8,544,024	9,461,573	12,965,388	18,585,615	20,104,408	20,178,967
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	(9,415,521)	(12,285,255)	(12,182,727)	(14,682,443)	(17,911,698)	(14,947,576)	(21,024,369)	(27,321,102)	(16,427,703)	(19,598,901)
Total All Other Governmental Funds	153,830,443	120,112,014	140,636,492	106,736,833	102,456,224	82,251,361	77,405,232	67,452,404	83,355,615	83,816,421
Total Governmental Funds	\$ 166,665,718	\$ 133,045,898	\$ 157,960,238	\$ 116,242,703	\$ 114,806,622	\$ 95,731,832	\$ 108,972,534	\$ 99,014,881	\$ 111,070,994	\$ 114,371,581

Source: City of Akron, Ohio Finance Department

*Schedule 3 has been prepared in conformity of GASB Statement #54, *Fund Balance Reporting and Governmental Fund Type Definitions* beginning with 2011.

City of Akron, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)



City of Akron, Ohio
 Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

Schedule 4

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Revenues										
Income Taxes *	\$ 140,311,367	\$ 143,288,651	\$ 151,256,789	\$ 143,176,743	\$ 163,595,720	\$ 167,479,460	\$ 168,873,806	\$ 185,608,165	\$ 188,171,386	\$ 192,146,866
Property Taxes	23,518,118	23,414,232	23,423,002	24,465,922	24,860,892	24,931,135	27,841,496	28,416,104	32,566,424	28,002,874
JEDD Revenues	17,395,933	18,723,573	14,389,449	14,800,350	14,905,073	16,083,393	15,785,527	18,712,404	18,805,535	18,004,895
Special Assessments	31,952,817	30,670,330	31,179,498	15,421,762	17,492,848	19,320,283	50,636,634	19,651,870	20,305,641	18,620,550
Grants and Subsidies:										
Community Development	-	-	-	-	-	-	-	-	-	-
Other	30,266,381	24,490,969	25,972,981	28,054,783	29,462,796	36,906,384	18,737,104	32,201,192	64,957,598	65,508,018
Investment Earnings	338,698	850,214	1,199,289	1,211,665	3,450,900	5,944,564	2,416,775	996,265	3,619,047	12,847,505
Shared Revenues	47,351,951	45,807,596	100,326,020	45,555,266	45,895,097	49,582,291	75,522,159	53,482,152	49,057,992	53,234,470
Licenses, Fees and Fines	10,192,771	9,460,174	17,512,114	17,610,982	18,651,618	30,553,448	26,131,914	20,782,091	21,528,712	21,242,371
Charges for Services	23,500,665	20,636,462	20,749,779	23,965,100	25,023,360	18,991,270	19,094,686	20,165,556	18,906,320	26,636,969
Miscellaneous	12,805,149	9,444,997	12,629,211	16,658,409	16,415,882	14,777,822	31,126,403	15,222,778	15,500,288	12,304,071
Total Revenues	\$ 337,633,850	\$ 326,787,198	\$ 398,638,132	\$ 330,920,982	\$ 359,754,186	\$ 384,570,050	\$ 436,166,504	\$ 395,238,577	\$ 433,418,943	\$ 448,548,589
Expenditures										
Current:										
General Government	\$ 37,323,779	\$ 28,762,899	\$ 39,813,138	\$ 38,586,495	\$ 39,659,633	\$ 48,324,235	\$ 45,085,163	\$ 58,962,479	\$ 74,195,735	\$ 50,652,589
Public Service	85,268,655	84,760,878	81,121,929	74,211,608	87,997,887	84,923,153	109,242,179	86,002,085	85,932,627	97,254,987
Public Safety	122,016,445	118,700,986	131,547,744	128,736,104	146,412,046	141,016,489	131,295,531	134,168,660	142,228,517	175,697,641
Community Environment	53,399,049	61,897,061	111,756,653	61,472,588	53,299,612	65,396,130	76,968,702	50,802,103	82,764,618	73,951,738
Public Health	4,600,444	4,186,224	4,253,940	4,239,096	4,337,323	4,242,002	4,401,390	4,122,895	4,308,004	4,133,669
Recreation and Parks	6,747,832	5,320,130	5,411,445	3,942,488	4,751,840	4,731,236	5,636,004	10,568,938	13,117,000	16,193,810
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Debt service:										
Principal Retirement	59,819,902	39,655,124	51,066,536	66,716,806	79,131,809	87,310,632	44,703,194	68,014,973	80,244,002	99,347,584
Interest	28,714,831	29,406,901	27,428,807	27,171,776	26,140,929	26,725,225	24,499,504	22,741,389	21,695,772	20,470,461
Bond Issuance Expenditures	1,811,645	934,296	1,197,595	763,315	299,669	766,692	422,304	-	374,965	178,230
Total Expenditures	\$ 399,702,582	\$ 373,624,499	\$ 453,597,787	\$ 405,840,276	\$ 442,030,748	\$ 463,435,794	\$ 442,253,971	\$ 435,383,522	\$ 504,861,240	\$ 537,880,709
Excess of Revenues Under Expenditures	\$ (62,068,732)	\$ (46,837,301)	\$ (54,959,655)	\$ (74,919,294)	\$ (82,276,562)	\$ (78,865,744)	\$ (6,087,467)	\$ (40,144,945)	\$ (71,442,297)	\$ (89,332,120)

City of Akron, Ohio
 Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 (continued)

Schedule 4

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Other Financing Sources (Uses)										
Issuance of General Obligation Bond	\$ 88,288,000	\$ 15,500,000	\$ 52,000,000	\$ 33,575,419	\$ 45,709,593	\$ 53,325,611	\$ 19,037,194	\$ 33,925,049	\$ 59,114,262	\$ 84,900,012
Capital Contributions	-	-	2,933,930	-	-	-	-	-	545,100	-
Issuance of Loans	3,373,515	9,248	-	-	-	-	-	-	-	-
Issuance of COP's	-	-	11,965,000	-	24,445,000	-	-	-	-	-
Issuance of Refunding Obligations	88,085,000	63,945,000	32,545,000	48,960,000	-	20,405,000	28,835,000	-	114,970,000	-
Proceeds of Refunding Bonds Premium	-	-	-	-	-	-	-	-	-	-
Premium on G.O. Debt	9,761,734	4,873,665	6,159,498	4,067,813	927,200	7,525,204	1,817,190	-	16,742,874	701,975
Proceeds of Refund Obligations	-	-	-	-	-	-	-	-	-	-
Proceeds of collateralized borrowings	-	-	-	4,028,194	-	-	-	-	-	-
Payment for Refunding Obligations	-	-	-	-	-	-	-	-	-	-
Original Bond Issue Discount **	(431,029)	(148,132)	(115,961)	(153,408)	(239,461)	-	-	-	(490,648)	-
Issuance of Capital Lease	159,284	731,754	10,635,000	1,039,985	10,789,149	-	793,785	-	23,039,544	8,547,408
Payment to Refunding Agent	(62,680,000)	(70,075,000)	(34,403,902)	(51,846,782)	-	(21,890,000)	(27,605,000)	-	(127,805,000)	-
Lease - Financed Capital Assets	-	(731,754)	-	-	-	-	-	-	-	-
Transfers-in	2,727,000	8,090,322	3,216,961	12,894,168	11,186,061	10,720,922	7,865,755	12,983,087	9,233,826	11,930,665
Transfers-out	(3,193,000)	(8,977,622)	(3,827,961)	(13,835,168)	(11,977,061)	(11,450,922)	(11,415,755)	(16,720,844)	(11,851,548)	(13,447,353)
Total Other Financing Sources (Uses)	126,090,504	13,217,481	81,107,565	38,730,221	80,840,481	58,635,815	19,328,169	30,187,292	83,498,410	92,632,707
Net Change in Fund Balance	\$ 64,021,772	\$ (33,619,820)	\$ 26,147,910	\$ (36,189,073)	\$ (1,436,081)	\$ (20,229,929)	\$ 13,240,702	\$ 9,957,663	\$ 12,056,113	\$ 3,300,587
Debt Service as a Percentage of Noncapital Expenditures	24.57%	20.64%	19.57%	25.77%	28.60%	28.18%	18.78%	22.73%	22.45%	24.02%

Source: City of Akron, Ohio Finance Department

* Since 2018, the Income Tax rate was 2.5%.

** Prior to 2014, Original Bond Issue Discount was included in Bond Issuance Expenditures.

City of Akron, Ohio
 Assessed Value and Estimated Actual Value of Taxable Property
 Last Ten Fiscal Years
(in thousands of dollars)

Schedule 5

Tax Collection Year	Real Property		Public Utilities		Total		Total Direct Rate	Percent of Total Assessed Value to Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2015	\$ 2,437,486	\$ 6,964,246	\$ 145,400	\$ 415,429	\$ 2,582,886	\$ 7,379,675	10.30	35.00 %
2016	2,409,852	6,885,291	165,213	472,037	2,575,065	7,357,328	10.30	35.00
2017	2,427,755	6,936,443	208,226	594,931	2,635,981	7,531,374	10.50	35.00
2018	2,473,755	7,067,871	222,043	634,409	2,695,798	7,702,280	10.50	35.00
2019	2,498,129	7,137,511	210,667	634,409	2,708,796	7,771,920	10.50	35.00
2020	2,627,796	7,507,989	218,864	624,201	2,846,660	8,132,190	10.50	35.00
2021	2,944,327	8,412,363	224,563	255,184	3,168,890	8,667,547	10.50	35.00
2022	2,898,181	8,280,517	233,002	264,776	3,131,183	8,946,237	10.50	35.00
2023	2,889,998	8,257,137	239,991	272,716	3,129,989	8,529,853	10.50	35.00
2024	3,648,721	10,424,917	245,654	279,152	3,894,375	10,704,069	10.50	35.00

Source: City of Akron, Ohio Finance Department

Note: For real property, the estimated actual value is derived by dividing the assessed value by 35%.

City of Akron, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
(rate per \$1,000 of assessed value)

Schedule 6

Tax Collection Year	City Direct Rates					Overlapping Rates		
	Operating	Police Pension	Fire Pension	Debt Retirement	Total Direct Rate	Akron City School District	Summit County	Akron Metro Parks
2015	9.28	0.30	0.30	0.42	10.30	79.56	14.80	1.46
2016	9.28	0.30	0.30	0.42	10.30	79.56	15.32	1.46
2017	9.28	0.30	0.30	0.62	10.50	79.56	15.30	1.46
2018	9.28	0.30	0.30	0.62	10.50	79.56	15.26	1.46
2019	9.28	0.30	0.30	0.62	10.50	79.56	15.26	1.46
2020	9.28	0.30	0.30	0.62	10.50	79.56	16.22	1.46
2021	9.28	0.30	0.30	0.62	10.50	79.56	15.60	1.46
2022	9.28	0.30	0.30	0.62	10.50	79.56	16.00	2.00
2023	9.28	0.30	0.30	0.62	10.50	79.56	16.00	2.00
2024	9.28	0.30	0.30	0.62	10.50	79.56	16.00	2.00

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Principal Property Tax Payers
12/31/2023 and 12/31/2014
(in thousands of dollars)

Schedule 7

Taxpayer	12/31/2023		Taxpayer	12/31/2014	
	Taxable Assessed Value	Percentage of Taxable Assessed Value		Taxable Assessed Value	Percentage of Taxable Assessed Value
Ohio Edison	\$ 105,975	2.73 %	Ohio Edison	\$ 84,686	3.28 %
American Transmission	96,843	2.49	American Transmission	28,985	1.12
Akron Romig Road LLC	65,947	1.70	East Ohio Gas	13,069	0.51
Childrens Hospital Medical Center	49,791	1.28	Albrecht Incorporated	11,809	0.46
East Ohio Gas	36,316	0.93	CHM Akron LLC	10,233	0.40
Albrecht Incorporated	17,812	0.46	Ohio Edison Tower Limited Liability	8,154	0.32
Akron General Hospital	14,704	0.38	Bernard B. Busson	7,486	0.29
Timber Top Apartment Holding	13,726	0.35	Hampton Knoll Apartments LLC	7,455	0.29
Chapel Hill Associate, Inc.	11,982	0.31	Plaza Chapel Hill Ltd.	6,592	0.26
Summa Health System	6,528	0.17	Akron Management Corporation	6,356	0.25
	<u>\$ 419,624</u>	<u>10.80 %</u>		<u>\$ 184,825</u>	<u>7.18 %</u>

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Property Tax Levies and Collections
Last Ten Fiscal Years

Schedule 8

Fiscal Year Ending 12/31	Tax Levied For The Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Tax Collections	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2014	\$ 26,984,750	\$ 25,022,030	92.7 %	\$ 1,697,650	\$ 26,719,680	99.0 %
2015	26,604,375	24,737,683	93.0	1,577,892	26,315,575	98.9
2016	26,523,326	24,987,814	94.2	1,535,512	26,470,741	99.8
2017	27,619,239	25,985,068	94.1	1,634,171	28,982,301	104.9
2018	28,305,710	26,421,069	93.3	1,884,641	28,005,409	98.9
2019	28,442,279	26,368,089	92.7	2,074,190	28,035,771	98.6
2020	29,892,321	26,143,074	87.5	3,749,246	27,937,820	93.5
2021	33,273,000	29,177,042	87.7	4,095,958	31,233,070	93.9
2022	32,877,570	30,400,285	92.5	2,477,285	32,534,238	99.0
2023	32,865,032	30,490,352	92.8	2,374,681	32,195,570	98.0

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Income Tax Collections by Annual Collection Amount (Withholding and Direct Accounts)
Fiscal Years 2022 and 2023

Schedule 9

Fiscal Year 2022				
Collection Level	Number of Accounts	Percentage of Total	Total Income Tax Collections	Percentage of Total
\$1,000 and under	26,846	74.80 %	\$ 6,050,918	3.20 %
\$1,001 - \$2,500	4,139	11.53	6,530,113	3.46
\$2,501 - \$5,000	1,959	5.46	6,890,936	3.65
\$5,001 - \$10,000	1,211	3.38	8,580,007	4.54
\$10,001 - \$50,000	1,305	3.64	27,159,807	14.38
\$50,001- \$100,000	220	0.61	15,117,079	8.00
\$100,001 - \$250,000	137	0.38	21,037,441	11.14
\$250,001 - \$1,000,000	53	0.15	23,988,977	12.70
Over \$1,000,001	19	0.05	73,570,879	38.93
	<u>35,889</u>	<u>100.00 %</u>	<u>\$ 188,926,157</u>	<u>100.00 %</u>
Fiscal Year 2023				
Collection Level	Number of Accounts	Percentage of Total	Total Income Tax Collections	Percentage of Total
\$1,000 and under	25,729	73.19 %	\$ 5,712,135	2.97 %
\$1,001 - \$2,500	4,349	12.37	6,863,920	3.57
\$2,501 - \$5,000	2,087	5.94	7,289,101	3.79
\$5,001 - \$10,000	1,217	3.46	8,517,533	4.43
\$10,001 - \$50,000	1,310	3.73	28,158,509	14.64
\$50,001- \$100,000	239	0.68	16,275,503	8.46
\$100,001 - \$250,000	148	0.42	22,642,321	11.77
\$250,001 - \$1,000,000	53	0.15	21,070,235	10.96
Over \$1,000,001	22	0.06	75,796,319	39.41
	<u>35,154</u>	<u>100.00 %</u>	<u>\$ 192,325,576</u>	<u>100.00 %</u>

Source: City of Akron, Ohio Finance Department

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the sources of the City's revenue.

City of Akron, Ohio
Ratios of Outstanding Debt, Leases, and Direct Financing Purchases by Type
Last Ten Fiscal Years

Schedule 10

Governmental Activities

Fiscal Year	General Obligation	OPWC Loan	Ohio		Non-Tax Revenue	Income Tax Revenue	Income Tax Revenue Direct Borrowings	Special Revenue	Special Assessment	Leases and Direct Financing Purchases	SIB Loans
			Development Services Agency Loan	Agency Loan							
2014	\$ 201,378,834	\$ 9,084,164	\$ 5,378,553	\$ 53,565,000	\$ 318,681,087	\$ -	\$ 25,245,000	\$ 4,079,527	\$ 67,106,099	\$ 313,205	
2015	186,840,707	7,640,794	5,270,229	48,035,000	339,110,565	-	22,030,000	2,860,321	30,735,417	-	
2016	174,601,391	7,006,306	5,156,492	43,745,000	353,714,654	-	18,705,000	1,897,997	47,643,975	-	
2017	156,929,261	6,371,819	4,610,162	39,170,000	339,080,250	-	15,220,000	5,013,087	43,441,695	-	
2018	138,368,631	5,737,340	4,265,000	33,435,000	324,617,059	-	11,555,000	6,722,319	64,162,866	-	
2019	121,000,958	5,140,863	3,955,000	30,410,000	348,945,000	9,684,297	7,720,000	7,271,537	59,312,753	-	
2020	105,085,000	5,842,624	3,635,000	27,305,000	335,125,000	8,974,788	3,680,000	7,598,284	64,106,974	-	
2021	86,610,000	5,238,163	3,305,000	24,115,000	315,325,000	8,249,560	1,870,000	6,978,049	58,506,958	-	
2022	71,240,000	4,666,366	2,970,000	20,830,000	280,780,000	7,618,043	-	8,644,608	119,812,718	-	
2023	68,780,000	4,155,380	2,630,000	17,435,000	259,835,000	6,990,043	-	9,555,614	112,468,153	-	

Governmental Activities

Fiscal Year	Internal Service		Special	Capital	Internal Service
	Income Tax Revenue	Assessment Notes Payable	Assessment Notes Payable	Projects Notes Payable	General Health Notes Payable
2014	\$ 1,230,000	\$ 13,000,000	\$ -	\$ -	\$ 6,500,000
2015	830,000	13,000,000	10,000,000	-	4,500,000
2016	420,000	13,000,000	20,000,000	-	3,500,000
2017	-	13,000,000	30,000,000	-	3,500,000
2018	-	13,000,000	41,300,000	-	2,500,000
2019	-	13,000,000	-	-	1,500,000
2020	-	13,000,000	17,400,000	-	-
2021	-	13,000,000	32,900,000	-	-
2022	-	13,000,000	55,258,712	-	-
2023	-	13,000,000	70,314,117	-	-

City of Akron, Ohio
Ratios of Outstanding Debt, Leases, and Direct Financing Purchases by Type
Last Ten Fiscal Years
(continued)

Schedule 10

Fiscal Year	Business-Type Activities						Leases and Direct Financing Purchases	Total Government	Per Capita ^a	Percentage Personal Income ^a
	General Obligation	Mortgage Revenue	Mortgage Revenue Direct Placements	Revenue	OWDA	OPWC				
2014	\$ 616,599	\$ 30,360,000	\$ -	\$ 11,075,000	\$ 95,300,583	\$ 1,341,248	\$ 240,130	\$ 820,743,297	\$ 4,122	20.96 %
2015	544,229	26,970,000	-	6,550,000	161,974,294	1,139,734	157,320	868,188,610	4,360	22.17
2016	468,481	23,100,000	-	1,800,000	293,170,614	938,220	72,820	1,008,940,950	5,067	25.77
2017	389,355	19,040,000	-	-	438,423,233	736,707	-	1,114,925,569	5,600	28.48
2018	306,369	14,785,000	-	-	521,794,733	535,193	35,871,347	1,218,955,857	6,122	31.13
2019	219,042	7,660,000	5,995,000	-	572,807,222	354,989	33,853,224	1,228,829,885	6,172	31.39
2020	-	7,285,000	5,205,000	-	663,817,587	290,491	31,833,275	1,300,184,023	6,826	26.19
2021	-	-	4,395,000	-	738,531,019	206,857	29,811,423	1,329,042,029	6,978	26.77
2022	-	-	3,565,000	-	761,296,738	988,325	28,477,561	1,379,148,071	7,241	27.78
2023	-	-	2,710,000	-	784,628,440	906,125	28,783,595	1,382,191,466	7,257	27.84

Source: City of Akron, Ohio Finance Department

^aSee Schedule 16 for population and personal income data

City of Akron, Ohio
 Legal Debt Margin Information
 Unvoted Debt Limit (5 1/2%)
 Last Ten Fiscal Years

Schedule 11

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Debt limit	\$ 142,058,748	\$ 141,628,588	\$ 144,978,947	\$ 144,341,287	\$ 148,268,842
Total net debt applicable to limit	<u>137,009,121</u>	<u>131,654,324</u>	<u>118,799,745</u>	<u>105,721,985</u>	<u>93,148,655</u>
Legal debt margin	<u>\$ 5,049,627</u>	<u>\$ 9,974,264</u>	<u>\$ 26,179,202</u>	<u>\$ 38,619,302</u>	<u>\$ 55,120,187</u>
Total net debt applicable to limit as a percentage of debt limit	96.45%	92.96%	81.94%	73.24%	62.82%
Total unvoted net debt as a percentage of total assessed value of all property	5.30%	5.11%	4.51%	3.92%	3.46%
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Debt limit	\$ 141,628,588	\$ 152,641,662	\$ 164,460,227	\$ 169,721,800	\$ 168,596,455
Total net debt applicable to limit	<u>105,721,985</u>	<u>81,294,060</u>	<u>58,350,000</u>	<u>95,675,000</u>	<u>110,920,410</u>
Legal debt margin	<u>\$ 35,906,603</u>	<u>\$ 71,347,602</u>	<u>\$ 106,110,227</u>	<u>\$ 74,046,800</u>	<u>\$ 57,676,045</u>
Total net debt applicable to limit as a percentage of debt limit	74.65%	53.26%	35.48%	56.37%	65.79%
Total unvoted net debt as a percentage of total assessed value of all property	3.92%	2.57%	1.89%	3.10%	3.62%

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
 Legal Debt Margin Information
 Total Debt Limit (10 1/2%)
 Last Ten Fiscal Years

Schedule 12

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Debt limit	\$ 271,203,065	\$ 270,381,850	\$ 276,777,990	\$ 275,560,639	\$ 283,058,699
Total net debt applicable to limit	<u>137,009,121</u>	<u>131,654,324</u>	<u>118,799,745</u>	<u>105,721,985</u>	<u>93,148,655</u>
Legal debt margin	<u>\$ 134,193,944</u>	<u>\$ 138,727,526</u>	<u>\$ 157,978,245</u>	<u>\$ 169,838,654</u>	<u>\$ 189,910,044</u>
Total net debt applicable to limit as a percentage of debt limit	50.52%	48.69%	42.92%	38.37%	32.91%
Total net debt as a percentage of total assessed value of all property	5.30%	5.11%	4.51%	3.92%	3.46%
	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Debt limit	\$ 270,381,850	\$ 291,406,810	\$ 313,969,524	\$ 324,014,346	\$ 321,865,960
Total net debt applicable to limit	<u>105,721,985</u>	<u>81,294,060</u>	<u>58,350,000</u>	<u>95,675,000</u>	<u>110,920,410</u>
Legal debt margin	<u>\$ 164,659,865</u>	<u>\$ 210,112,750</u>	<u>\$ 255,619,524</u>	<u>\$ 228,339,346</u>	<u>\$ 210,945,550</u>
Total net debt applicable to limit as a percentage of debt limit	39.10%	27.90%	18.58%	29.53%	34.46%
Total net debt as a percentage of total assessed value of all property	3.92%	2.57%	1.89%	3.10%	3.62%

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
 Computation of Direct and Overlapping Debt
 As of December 31, 2023

Schedule 13

Political Subdivision	Amount of Debt	Percent Applicable to City	City's Share
Direct			
City of Akron	\$ 496,340,153	100.00 %	\$ 496,340,153
Total direct debt	\$ 496,340,153		\$ 496,340,153
Overlapping			
Summit County	\$ 70,305,000	21.12 %	\$ 14,848,416
Copley-Fairlawn City School District	49,550,000	7.55	3,741,025
Coventry Local School District	26,354,461	8.75	2,306,016
Revere Local School District	57,145,154	2.78	1,588,635
Springfield Local School District	24,310,000	6.60	1,604,460
Woodridge Local School District	28,630,062	27.42	7,850,363
Portage Lakes Career Center	715,000	3.12	22,308
Total overlapping debt	\$ 257,009,677		\$ 31,961,223
Total direct and overlapping debt	\$ 753,349,830		\$ 528,301,376

Sources: Debt outstanding for overlapping governments, taken from Ohio Municipal Advisory Council (OMAC) as of 1/1/2024 and City of Akron, Ohio Finance Department.

Note: Percentages determined by dividing the amount of assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivisions.

City of Akron, Ohio
Ratios of General Bonded Debt Outstanding
Last Ten Fiscal Years
(in thousands of dollars, except per capita amount)

Schedule 14

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property ¹	Per Capita ²
2014	\$ 206,075	\$ 951	\$ 205,124	2.78 %	\$ 1,030
2015	195,245	554	194,691	2.64	978
2016	176,968	852	176,116	2.39	885
2017	175,548	514	175,034	2.39	879
2018	145,397	526	144,871	1.86	728
2019	105,721	504	105,217	1.30	528
2020	81,294	511	80,783	0.93	406
2021	93,588	446	93,142	0.92	489
2022	79,885	367	79,518	0.93	417
2023	78,336	860	77,476	0.72	407

Source: City of Akron, Ohio Finance Department

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

¹ See Schedule 5, Assessed Value and Estimated Actual Value of Taxable Property, for property value data.

² See Schedule 16, Demographics and Economic Statistics, for population data.

City of Akron, Ohio
Pledged-Revenue Coverage
Last Ten Fiscal Years
(in thousands of dollars)

Schedule 15

Fiscal Year	Sewer Revenue Bonds and OWDA Loans						JEDD Bonds				
	Sewer Gross Revenue	Less: Operating Expenses ¹	Net Available Revenue	Debt Service ²		Coverage	JEDD Gross Revenue	Debt Service		Coverage	
				Principal	Interest			Principal	Interest		
2014	\$ 73,527	\$ 61,118	\$ 12,409	\$ 18,201	\$ 2,773	0.59 %	\$ 17,396	\$ 1,920	\$ 1,149	5.67 %	
2015	89,800	62,139	27,661	37,080	3,356	0.68	18,724	3,215	1,072	4.37	
2016	89,839	72,182	17,657	12,677	2,849	1.14	14,389	3,325	944	3.37	
2017	94,716	71,787	22,929	16,483	4,359	1.10	14,800	3,485	778	3.47	
2018	85,575	47,231	38,344	14,352	5,210	1.96	14,905	3,665	603	3.49	
2019	88,649	85,088	3,561	17,612	6,190	0.15	16,083	3,835	420	3.78	
2020	83,797	54,858	28,939	26,874	11,609	0.75	15,786	4,040	228	3.70	
2021	87,944	68,073	19,871	27,874	11,402	0.51	18,712	1,810	117	9.71	
2022	89,808	32,545	57,263	26,996	12,563	1.45	18,806	1,870	36	9.87	
2023	89,927	58,737	31,190	29,894	12,611	0.73	18,005	-	-	-	

Fiscal Year	Water Revenue Bonds and OWDA Loans						Non-Tax Revenue Bonds			
	Water Gross Revenue	Less: Operating Expenses ¹	Net Available Revenue	Debt Service ³		Coverage	Non-Tax Collections	Debt Service		Coverage
				Principal	Interest			Principal	Interest	
2014	\$ 35,076	\$ 25,598	\$ 9,478	\$ 4,491	\$ 1,808	1.50 %	\$ 93,851	\$ 23,140	\$ 1,857	3.75 %
2015	36,839	30,720	6,119	13,122	2,009	0.40	85,349	18,780	1,547	4.20
2016	37,817	28,016	9,801	5,365	1,612	1.40	151,217	4,290	1,473	26.24
2017	34,579	27,762	6,817	5,729	1,663	0.92	103,790	4,575	1,380	17.43
2018	32,246	28,608	3,638	5,970	1,473	0.49	105,986	5,735	1,296	15.07
2019	34,637	36,450	(1,813)	3,028	1,250	(0.42)	113,905	3,025	1,173	27.13
2020	36,499	29,642	6,857	3,358	1,215	1.50	154,994	3,105	1,098	36.88
2021	39,238	25,399	13,839	3,059	1,144	3.29	115,695	3,190	1,013	27.53
2022	39,827	36,209	3,618	2,251	659	1.24	104,993	3,285	915	25.00
2023	40,335	34,244	6,091	2,991	706	1.65	113,418	3,395	808	26.98

City of Akron, Ohio
Pledged-Revenue Coverage
Last Ten Fiscal Years
(in thousands of dollars)
(continued)

Schedule 15

Fiscal Year	CLC Bonds					Income Tax Revenue Bonds				
	CLC Collections	Debt Service		Coverage		Income Tax Collections	Debt Service		Coverage	
		Principal	Interest				Principal	Interest		
2014	\$ 12,937	\$ 7,455	\$ 11,390	0.69	%	\$ 127,375	\$ 1,914	\$ 1,296	39.68	%
2015	17,254	7,545	12,042	0.88		126,035	3,296	2,815	20.62	
2016	15,935	7,870	11,797	0.81		135,322	19,591	3,999	5.74	
2017	15,231	44,980	39,263	0.18		122,418	6,689	3,752	11.72	
2018	16,917	10,130	12,000	0.76		146,679	6,333	3,483	14.94	
2019	16,454	10,650	11,374	0.75		151,025	6,108	3,314	16.03	
2020	15,977	10,940	10,831	0.73		152,897	4,815	2,686	20.38	
2021	17,975	12,995	10,349	0.77		167,633	7,530	5,079	13.29	
2022	17,941	14,465	7,006	0.84		170,230	7,877	5,026	13.19	
2023	18,608	13,390	7,518	0.89		173,539	8,183	4,398	13.79	

Source: City of Akron, Ohio Finance Department

¹ Net of Depreciation

²The 2023 amounts for debt service include the final principal payments totaling \$62,538 for OWDA loans that were retired during the year and not reflected on Note 19. The debt service amounts also include the final principal payments totaling \$2,266,969 and interest payments of \$12,238 for OWDA loans that were rolled during the year and not reflected on Note 19.

³The 2023 amounts for debt service include the final principal payment of \$29,661 and interest payment of \$808 for OWDA loans that were retired during the year and not reflected on Note 19.

City of Akron, Ohio
Demographic and Economic Statistics
Last Ten Fiscal Years

Schedule 16

Year	Population ¹	Personal Income ¹	Per Capita Personal Income ¹	Median Household Income ¹	Median Age ¹	Education - Bachelor's Degree or Higher ¹	School Enrollment ¹	Unemployment Rate ²
2023	190,469	\$ 4,964,384,016	\$ 26,064	\$ 42,129	39.5	22 %	39,140	4.3 %
2022	190,469	4,964,384,016	26,064	42,129	39.5	22	39,140	4.7
2021	190,469	4,964,384,016	26,064	42,129	39.5	22	39,140	6.7
2020	190,469	4,964,384,016	26,064	42,129	39.5	22	39,140	10.1
2019	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	4.9
2018	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	5.3
2017	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	5.8
2016	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	5.8
2015	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	5.7
2014	199,110	3,915,299,040	19,664	34,359	35.5	20	56,760	6.6

Source: ¹ U.S. Census Bureau

² Ohio Department of Job and Family Services

City of Akron, Ohio
Principal Employers
12/31/2023 and 12/31/2014

Schedule 17

12/31/2023				12/31/2014			
Employer	Employees	Rank	Percentage of Total City Employment	Employer	Full-Time Employees	Rank	Percentage of Total City Employment
Amazon.com Services LLC	9,226	1	10.83 %	Summa Health System	8,100	1	8.90 %
Summa Health System	7,964	2	9.35	Akron General Health Systems	5,928	2	6.51
The University of Akron	5,099	3	5.98	FirstMerit	4,392	3	4.83
Akron General Medical Center	4,426	4	5.19	Akron Children's Hospital	3,697	4	4.06
Summit County Fiscal Office	3,430	5	4.03	Goodyear Tire & Rubber Company	3,000	5	3.30
Goodyear Tire & Rubber Company	3,027	6	3.55	County of Summit	2,969	6	3.26
City of Akron	1,945	7	2.28	Sterling Jewelers Inc	2,856	7	3.14
FirstEnergy	1,453	8	1.71	Akron Public Schools	2,645	8	2.91
Sterling Jewelers	961	9	1.13	The University of Akron	2,622	9	2.88
Huntington National Bank	901	10	1.06	FirstEnergy Corp	2,500	10	2.75
	<u>38,432</u>		<u>45.11 %</u>		<u>38,709</u>		<u>42.54 %</u>

Source: City of Akron, Ohio Finance Department

Employment numbers include all tax filing(s) with the City of Akron.

City of Akron, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years

Schedule 18

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government:										
City Council	3	3	3	3	3	3	3	2	3	3
Courts	92	89	93	99	96	95	98	85	83	93
Elected and Appointed Officials	45	44	51	53	52	50	53	63	68	56
Economic Development	3	4	5	5	6	6	-	-	-	-
Finance Department	99	98	92	77	76	77	73	72	68	70
Information Technology	-	-	-	6	9	9	20	17	18	18
Lock 3	-	-	-	3	3	3	-	-	-	-
Civil/Criminal	7	8	8	8	7	8	7	5	9	8
Personnel Department	8	10	-	-	-	-	-	-	-	-
Human Resources Department	-	-	14	16	15	17	16	14	17	19
Office of the Mayor	-	-	-	-	-	-	-	-	1	-
Public Safety:										
Elected and Appointed Officials	1	2	1	-	-	1	1	1	1	1
Communications	16	14	15	-	-	-	-	-	-	-
Information Tech Communications	-	-	-	15	13	13	14	-	-	-
Safety Communications	55	59	55	58	63	58	64	81	79	70
Fire Department	368	372	350	374	375	380	371	366	388	416
Police Department	493	485	489	470	473	500	483	483	479	478
Citizens' Police Oversight Board	-	-	-	-	-	-	-	-	-	1
Traffic Engineering	19	-	-	-	-	-	-	-	-	-

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
 Full-Time Equivalent City Government Employees by Function/Program
 Last Ten Years
 (continued)

Schedule 18

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Public Service:										
Elected and Appointed Officials	3	4	3	3	3	3	2	3	2	2
Public Service Administration	5	4	4	1	2	2	2	1	-	1
Customer Service	11	11	12	-	-	-	-	-	-	-
Housing	12	11	11	-	-	-	-	-	-	-
Information Technology	-	-	-	7	5	5	-	-	-	-
Plans and Permits Center	2	2	2	3	2	2	2	5	5	6
Customer Service Response	8	8	8	-	-	-	-	-	-	-
Engineering Bureau	39	44	49	47	44	44	41	37	38	35
Building Maintenance	25	24	27	27	25	27	27	27	22	26
Motor Equipment	29	29	30	31	30	28	28	30	29	27
Golf Course	4	4	4	5	5	5	5	3	4	4
Sewer Bureau	59	56	52	51	50	50	47	95	92	92
Water Bureau	167	162	156	164	163	160	169	126	134	138
Public Works Administration	7	7	5	6	7	6	7	7	5	5
Highway Maintenance	60	59	61	61	57	58	61	54	56	59
Sanitation Services	41	41	38	40	40	37	43	49	55	51
Street Cleaning	41	41	37	41	41	39	40	38	41	40
Parks Maintenance	32	32	31	32	31	31	27	35	32	35
Traffic Engineering	-	19	18	19	19	22	20	20	17	16
Community Environment:										
Elected and Appointed Officials	2	2	2	2	2	5	5	7	7	7
Neighborhood Assistance Administration	-	-	-	-	-	-	-	-	1	-
3-1-1 Call Center	-	-	-	7	8	8	8	6	8	6
Housing Compliance	-	-	-	11	12	12	11	12	13	12
Housing & Community Services	-	-	-	9	9	9	9	7	12	12
Nuisance Compliance	-	-	-	12	12	12	12	11	12	14
Planning Department	49	48	44	34	32	32	15	13	13	10
Office of Integrated Development (OID)	-	-	-	-	-	-	26	30	24	24
Recreation & Downtown Operations	-	-	-	-	-	-	22	20	24	24
Recreation Bureau	19	22	21	21	21	19	-	-	-	-
Totals:	1,824	1,818	1,791	1,821	1,811	1,836	1,832	1,825	1,860	1,879

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Operating Indicators by Function/Program
Last Ten Fiscal Years

Schedule 19

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Government										
Total Number of Permits Issued	1,237	1,294	1,447	1,171	1,183	1,458	1,388	1,199	1,149	1,216
City Council Ordinances Passed	382	418	415	342	388	321	307	251	301	339
Fire										
Emergency Responses	35,789	37,806	40,013	40,387	41,597	43,549	42,298	44,214	45,216	44,159
Fire/Rescue	7,833	8,428	9,546	9,786	9,088	9,809	9,795	11,163	12,151	12,418
Police										
Calls for Service*	205,276	213,020	220,479	210,278	199,961	182,260	149,805	148,644	140,902	135,039
Civil Division Cases Filed	10,145	9,372	9,698	10,347	10,775	11,081	6,640	7,847	8,138	8,499
Criminal/Traffic Division Cases Filed	34,823	35,103	33,187	33,614	33,913	32,145	24,797	24,966	22,549	22,989
Parking Division Cases Filed	24,140	25,087	25,231	21,009	21,873	20,385	11,347	8,933	11,704	14,858
Parks and Recreation										
Good Park Golf Course Attendance	31,231	37,511	38,912	37,244	32,515	30,685	32,081	39,228	35,817	33,979
Mud Run Golf Course Attendance	10,660	15,262	14,986	13,726	14,297	18,292	18,692	19,528	19,079	18,332
Business Services										
Curb Service Accounts	60,931	61,099	61,498	62,024	62,267	62,294	62,543	62,841	62,989	62,969
Sewer										
Sewer Accounts	76,706	76,570	75,507	75,557	75,690	75,634	75,966	75,600	76,300	77,234
Sewer Amounts Billed (in thousands)	\$ 75,485	\$ 91,575	\$ 92,116	\$ 75,830	\$ 75,287	\$ 73,290	\$ 70,648	\$ 70,312	\$ 71,361	\$ 72,015
Water										
Water Accounts	82,621	80,684	80,806	80,834	80,926	81,055	83,482	83,500	83,800	84,950
Water Amounts Billed (in thousands)	\$ 31,312	\$ 30,056	\$ 29,615	\$ 30,485	\$ 30,362	\$ 29,677	\$ 29,564	\$ 29,998	\$ 29,849	\$ 29,935

*Prior to 2020 the Police Calls for Service represents all calls less station calls, meal breaks and out of service calls. The new CAD system does not include some calls that were previously reported.

Source: City of Akron, Ohio Finance Department

City of Akron, Ohio
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Schedule 20

Function/Program	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Police										
Number of Uniformed Police Officers	450	445	453	435	441	468	453	452	449	447
Number of Districts	12	12	12	12	12	12	12	12	12	12
Fire										
Number of Firefighters and Officers	349	349	328	353	352	357	349	343	366	395
Number of Stations	13	13	13	13	13	*	13	13	13	13
Parks and Recreation										
City Park System (in acres)	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100	2,100
City Owned/Operated Golf Courses	2	2	2	2	2	2	2	2	2	2
Water										
Miles of Pipe	1,226	1,228	1,230	1,231	1,237	1,230	1,239	1,182	1,182	1,250
Average Daily Pumpage (in millions of gallons)	34	34	34	34	34	33	31	30	30	30
Distribution-Storage Reservoirs	15	15	15	15	15	15	14	14	14	14
Sewer										
Sanitary Sewers (miles)	672	678	678	686	683	682	683	683	683	684
Storm Sewers (miles)	374	361	361	369	365	364	370	370	370	370
Storm and Combined Sewer Inlets (miles)	303	309	309	298	295	294	293	293	294	293
Pump Stations	33	33	33	37	37	37	36	36	36	36
Other Public Works										
Oil Wells	13	13	13	13	13	12	12	12	12	9
Parking Decks	10	10	10	10	10	10	10	10	10	10

Source: City of Akron, Ohio Finance Department

*During 2018, one fire station was razed and new construction began. The count includes this station.

OHIO AUDITOR OF STATE KEITH FABER



CITY OF AKRON

SUMMIT 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 11/7/2024

65 East State Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

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