



OHIO AUDITOR OF STATE
KEITH FABER



CITY OF EUCLID
CUYAHOGA COUNTY

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CITY OF EUCLID
CUYAHOGA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program / Cluster Title	Federal AL Number	Pass Through Entity Identifying Number	Provided Through to Subrecipients	Total Federal Expenditures
U.S. DEPARTMENT OF HOMELAND SECURITY				
<i>Direct Program:</i>				
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	EMW-2019-FF-01570		\$692,938
Total U.S. Department of Homeland Security				692,938
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT				
<i>Direct Program:</i>				
<i>CDBG - Entitlement Grants Cluster:</i>				
Community Development Block Grant/Entitlement Grants	14.218	B-17-MC-39006		47,262
		B-19-MC-39006		10,404
		B-20-MC-39006		62,687
		B-21-MC-39006		150,393
		B-22-MC-39006		585,280
		B-23-MC-39006		353,320
Total CDBG - Entitlement Grants Cluster				1,209,346
<i>Passed Through Cuyahoga County:</i>				
Home Investment Partnerships Program (HOME Program)	14.239	N/A	\$155,831	155,831
Total U.S. Department of Housing and Urban Development			155,831	1,365,177
U.S. DEPARTMENT OF JUSTICE				
<i>Direct Program:</i>				
Bulletproof Vest Program	16.607	N/A		11,640
Equitable Sharing Program	16.922	OH0181800		102,159
ARRA-COPS Hiring Recovery Program (CHRP)	16.710	2020UMWX0157		145,524
<i>Pass-Through City of Cleveland:</i>				
Edward Byrne Memorial Justice Assistance	16.738	N/A		46,729
Total U.S. Department of Justice				306,052
U.S. DEPARTMENT OF TRANSPORTATION				
<i>Passed Through Ohio Department of Public Safety:</i>				
<i>Highway Safety Cluster:</i>				
State and Community Highway Safety	20.600	STEP-2022-00012	5,645	5,645
<i>Pass-Through the Ohio Department of Public Safety:</i>				
Minimum Penalties for Repeated Offenders for Driving While Intoxicated	20.608	IDEP-2022-00012	3,100	3,100
Cuyahoga County OVI Task Force 2022	20.616	OVI-2022-University Hospital	12,415	12,415
Total U.S. Department of Transportation			21,160	21,160
U.S Department of Agriculture				
<i>Passed-Through the Ohio Department of Natural Resources:</i>				
Urban Canopy Restoration/ODNR	10.664	21-DG-11094200-135	14,208	14,208
Total U.S Department of Agriculture			14,208	14,208
U.S Department of the Interior, National Park Service:				
<i>Passed-Through the Ohio Department of Natural Resources:</i>				
Land & Water Conservation	15.916	P21AP12173	36,933	36,933
Total U.S Department of the Interior, National Park Service			36,933	36,933
U.S. DEPARTMENT OF TREASURY				
<i>Direct Award:</i>				
<i>Coronavirus State and Local Fiscal Recovery Funds:</i>				
COVID-19 American Rescue Plan Act 2021	21.027	SLFRP4307		4,079,761
<i>Passed-Through the Ohio Department of Criminal Justice:</i>				
Flock Safety (ALPR) Cameras	21.027	2022-AR-LEP-1066	13,000	13,000
Total U.S. Department of Treasury			13,000	4,092,761
Total Expenditures of Federal Awards			\$241,132	\$6,529,229

The accompanying notes are an integral part of this schedule.

**CITY OF EUCLID
CUYAHOGA COUNTY**

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

NOTE A – BASIS OF PRESENTATION

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

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

NOTE C – INDIRECT COST RATE

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

NOTE D - SUBRECIPIENTS

The City passes certain federal awards received from U.S. Department of Housing and Urban Development (HUD) to other governments or not-for-profit agencies (subrecipients). As Note B describes, the City reports expenditures of Federal awards to subrecipients when paid in cash.

As a pass-through entity, 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.

NOTE E - MATCHING REQUIREMENTS

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

OHIO AUDITOR OF STATE KEITH FABER



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

City of Euclid
Cuyahoga County
585 E. 222nd Street
Euclid, Ohio 44123

To the City Council:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Euclid, Cuyahoga 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 July 25, 2024. Wherein we noted the City restated its General Fund and American Rescue Plan Act Funds' Beginning Fund Balances and Governmental Activities Beginning Net Position.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies 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 as item 2023-001 that we consider to be a material weaknesses.

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 an instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings as item 2023-001.

City's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City's responses to the findings identified in our audit and described in the accompanying schedule of findings and corrective action plan. The City's responses were not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the responses.

Purpose of This Report

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



Keith Faber
Auditor of State
Columbus, Ohio

July 25, 2024

OHIO AUDITOR OF STATE KEITH FABER



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

City of Euclid
Cuyahoga County
585 E. 222nd Street
Euclid, Ohio 44123

To the City Council:

Report on Compliance for the Major Federal Program

Qualified Opinion

We have audited the City of Euclid's, Cuyahoga County, Ohio (the City) compliance with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on the City of Euclid's major federal program for the year ended December 31, 2023. The City of Euclid's major federal program is identified in the *Summary of Auditor's Results* section of the accompanying schedule of findings.

Qualified Opinion on Coronavirus State and Local Fiscal Recovery Funds (SLFRF)

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion* section of our report, the City of Euclid complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on Coronavirus State and Local Fiscal Recovery Funds (SLFRF) for the year ended December 31, 2023.

Basis for Qualified Opinion

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 qualified opinion on compliance for the major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Matter Giving Rise to Qualified Opinion on Coronavirus State and Local Fiscal Recovery Funds (SLFRF)

As described in finding 2023-002 in the accompanying schedule of findings, the City did not comply with requirements regarding reporting applicable to its AL#21.027 Coronavirus State and Local Fiscal Recovery Funds (SLFRF) major federal program.

Compliance with such requirements is necessary, in our opinion, for the City to comply with requirements applicable to that program.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

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

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the internal control over compliance finding identified in our audit described in the accompanying schedule of findings and corrective action plan. 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 a certain deficiency 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 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 deficiency in internal control over compliance described in the accompanying schedule of findings as item 2023-002, to be a material weakness.

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 finding identified in our audit described in the accompanying schedule of findings and corrective action plan. 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 this testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate discretely presented component units and remaining fund information of the City of Euclid, Cuyahoga 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. We issued our unmodified report thereon dated July 25, 2024. Wherein we noted the City restated its General Fund and American Rescue Plan Act Funds' Beginning Fund Balances and Governmental Activities Beginning Net Position. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is the responsibility of management and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Keith Faber
Auditor of State
Columbus, Ohio

July 25, 2024

City of Euclid
Cuyahoga County

SCHEDULE OF FINDINGS
2 CFR § 200.515
December 31, 2023

1. SUMMARY OF AUDITOR'S RESULTS

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

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

FINDING NUMBER 2023-001

Material Weakness and Noncompliance - Illegal Transfers

In our audit engagement letter, as required by AU-C Section 210, Terms of Engagement, paragraph .06, management acknowledged its responsibility for the preparation and fair presentation of their financial statements; this responsibility includes designing, implementing and maintaining internal control relevant to preparing and fairly presenting financial statements free from material misstatement, whether due to fraud or error as discussed in AU-C Section 210 paragraphs .A14 & .A16. Governmental Accounting Standards Board (GASB) Cod. 1100 paragraph .101 states a governmental accounting system must make it possible both: (a) to present fairly and with full disclosure the funds and activities of the governmental unit in conformity with generally accepted accounting principles, and (b) to determine and demonstrate compliance with finance-related legal and contractual provisions.

FINDING NUMBER 2023-001(Continued)

Material Weakness and Noncompliance - Illegal Transfers – (Continued)

Ohio Rev. Code §§ 5705.14, 5705.15, and 5705.16 provide guidelines pertaining to allowable inter-fund transfers. In certain circumstances, which are detailed in Ohio Rev. Code § 5705.14, transfers from funds other than the General Fund may be made by resolution of the taxing authority, passed with a two-thirds affirmative vote. Transfers from the general fund require a resolution passed by a simple majority of the board members. In addition to the transfers allowed, which Ohio Rev. Code § 5705.14 authorizes, the taxing authority of any political subdivision, with the approval of the Tax Commissioner, may transfer from one fund to any other funds under its supervision, except the proceeds or balances of loans, bond issues, special levies for the payment of loans or bond issues, the proceeds or balances of funds derived from any excise tax levied by law for a specified purpose, and the proceeds or balances of any license fees imposed by law for a specified purpose.

In 2023, pursuant to Council approved resolution No. 15-2023 the City transferred \$3 million from its American Rescue Plan Act (ARPA) fund to its General Fund. The transfer's purpose was to reimburse the General Fund for allowable State and Local Fiscal Recovery Fund (SLFRF) general government expenditures. However, although the related grant expenditures were allowable, this transfer transaction was not allowable pursuant to Ohio Rev. Code § 5705.14 and should have been accounted for differently. As such management has agreed to and adjusted its accrual basis financial statements to follow the guidance provided for in AOS Bulletin 2021-004.

Additionally, in 2022, pursuant to Council approved resolution No. 36-2022 the City transferred \$4 million from its American Rescue Plan Act (ARPA) fund to its General Fund. City management indicated that despite this transfer being posted in 2022, the General Fund did not actually incur any related SLFRF grant expenditures in 2022. This transfer was not allowable pursuant to Ohio Rev. Code § 5705.14 and since no related expenditures were incurred cannot be considered as an "in-substance" inter-fund reimbursement. Management has agreed to and restated its January 1, 2023, ARPA and General fund beginning fund balances to negate this transaction.

Failure to record interfund transfers properly and pursuant to Ohio law can result in noncompliance with federal and state laws and material financial statement errors.

The City should ensure all interfund transfers are in accordance with the requirements of Ohio Rev. Code § 5705.14. Additionally, the City should review and follow the accounting guidance provided for in Auditor of State Bulletin 2021-004 for its ARPA grant awards. Following these guidelines will help ensure compliance with state and federal laws and regulations.

Officials' Response: See Corrective Action Plan

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

Material Weakness and Noncompliance Finding - 31 CFR § 35.4(c) Financial Reporting

Finding Number:	2023-002
Assistance Listing Number and Title:	AL # 21.027 Coronavirus State and Local Fiscal Recovery Funds (SLFRF)
Federal Award Identification Number / Year:	SLFRP43047 and 2022-AR-LEP-1066 / 2023
Federal Agency:	U.S. Department of Treasury
Compliance Requirement:	Reporting Requirement
Pass-Through Entity:	Direct Award and Passed-Through the Ohio Department of Criminal Justice
Repeat Finding from Prior Audit?	No

31 CFR § 35.4(c) requires, in part, recipients, during the period of performance, to provide the Secretary of the U.S. Department of Treasury periodic reports providing detailed accounting of the uses of funds, modifications to a State or Territory's tax revenue sources, and such other information as the Secretary may require for the administration of this section.

2 CFR 1000.10 provides that, except for the deviations set forth elsewhere in this Part, the Department of Treasury adopts the Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards set forth at 2 CFR Part 200.

2 CFR 200.302(b) states, in part, that the financial management system of each non-Federal entity must provide for the accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.328 and 200.329.

The City was required to submit a Project and Expenditure Report by April 30, 2024, to the U.S. Department of the Treasury through the Treasury's Portal. However, the lack of adequate control procedures in place for reporting resulted in the city omitting \$2,911,320 in expenditures that were reported on their 2023 Schedule of Expenditures of Federal Awards from their 2023 Project and Expenditure Report filed by April 30, 2024.

The City should establish a proper control process over reporting to ensure the timely, complete, and accurate submission of the Project and Expenditure Reports. This will help reduce the risk of Treasury taking action against the City for failure to comply with programmatic requirements.

Officials' Response: See Corrective Action Plan

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Department of Finance
James P. Smith, Director
585 East 222nd Street Euclid, Ohio 44123-2099
Phone: 216-289-8357
jsmith@cityofeuclid.com

CORRECTIVE ACTION PLAN
2 CFR § 200.511(c)
DECEMBER 31, 2023

Finding Number: 2023-001
Planned Corrective Action: The City will make transfers in accordance with ORC 5705.14
Anticipated Completion Date: 7/23/2024
Responsible Contact Person: James Smith, Finance Director

Finding Number: 2023-002
Planned Corrective Action: The City will report revenue replacement dollars as the Auditor of State recommends.
Anticipated Completion Date: 7/23/2024
Responsible Contact Person: James Smith, Finance Director

Regards,

A handwritten signature in blue ink, appearing to be "James P. Smith". The signature is stylized and includes a long horizontal line extending to the right.

James P. Smith
Finance Director

CITY OF EUCLID, OHIO

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE YEAR ENDED

DECEMBER 31, 2023

Issued by The Finance Department

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INTRODUCTORY SECTION

City of Euclid, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2023
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Annual Comprehensive Financial Report
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City of Euclid, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2023
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585 EAST 222ND STREET, EUCLID, OHIO 44123-2099

Kirsten Holzheimer Gail, Mayor

Phone: 216-289-2751

khgail@cityofeuclid.com

July 25, 2024

Members of Euclid City Council and
Residents of the City of Euclid:

We are pleased to submit to you the City of Euclid's Annual Comprehensive Financial Report. This Annual Comprehensive Financial Report the official report of the City of Euclid's operations and financial position for the fiscal year ended December 31, 2023 and has been developed to accurately detail the status of the City's finances to Euclid residents and elected officials, investment institutions and underwriters, rating agencies and other interested parties. This report is done in compliance with GASB Statement No. 34, *Basic Financial Statements-and Management Discussion and Analysis-for State and Local Governments*.

This report has been prepared in conformity with Generally Accepted Accounting Principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Management's Discussion and Analysis (MD&A) immediately follows the Independent Auditor's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. As the MD&A complements this letter of transmittal, they both should be read together.

PROFILE OF THE GOVERNMENT

The City

The City of Euclid (The City) is a municipal corporation and political subdivision of the State of Ohio. It is located on the southern shore of Lake Erie and in Cuyahoga County.

The City, which covers 10.3 square miles, is situated in the industrial Midwest and is bounded on the west by the City of Cleveland, on the north by Lake Erie, and on the south and east by other smaller cities.

City Government

The City was incorporated as a Village in 1903, became incorporated as a City in 1931, and then became a Charter City in 1951. The government established by the Charter is the Mayor/Council form. The executive power of the City is vested in the Mayor, who is elected for a term of four (4) years. The legislative power of the City is vested in a Council of nine (9) members elected for a term of four (4) years. The judicial power of the City is vested in the Municipal Court Judge, elected to a six (6) year term. The Mayor appoints the directors of Administration, Finance, Police, Fire, Planning & Development, Law, Parks & Recreation, and Public Service.

City Services

The City offers its citizens a full range of municipal services that include a municipal court, police and fire protection, sanitation and recycling services, street maintenance and improvements, health and welfare, community and economic development, a civic cultural center, and a community center that is home to many senior citizen organizations and community activities. In addition, the City's recreational facilities include an 18-hole municipal golf course, an indoor ice skating rink, a municipal swimming pool, and a variety of sports fields which provide opportunities for competitive sports. Quality health care is available in Euclid for people living and working in the City, due to the presence of Euclid Hospital, which is affiliated with the Cleveland Clinic, and University Hospital's Euclid Health Center.

The City operates three enterprises: the Waste Water Treatment Plant, the Water Line Improvement, and the Briardale Greens Golf Course. All are accounted for in the City's enterprise funds. In February, 2010, the City entered into a management agreement with Troon Golf Partners for the operation of the golf course.

The City provides waste water treatment for the Cities of Wickliffe, Willowick, Willoughby Hills, and parts of Richmond Heights and South Euclid. Each of these communities depends in whole or in part on the City's sanitary sewer system for transportation of their waste water to the City's waste water treatment plant. The maintenance of the sanitary sewer system within each community is the responsibility of each individual community. The firm of Bob Fink Consulting, Inc, determines, annually and independently, the amount of required revenues to provide waste water services and recommends a rate structure that would equitably generate these revenues from the system users.

The City provides an aggregation program for City residents using Constellation Energy as the provider of natural gas and Energy Harbor as the provider of electricity. Residents can obtain electricity and natural gas from a variety of other independent suppliers. Cleveland Public Power, a City of Cleveland owned electric utility, and The North East Ohio Regional Sewer District serve a small portion of the community. The Regional Transit Authority provides a county-wide transit system bus service within the City.

Reporting Entity

The City has reviewed its reporting entity definition in order to ensure compliance and conformance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity, as amended by GASB Statement No. 61. For financial reporting definition purposes, City management has considered all agencies, departments, and organizations comprising the City of Euclid, the primary government, and its potential component units.

The Euclid City School District has not been included in the accompanying financial statements. The Board is not appointed by the City, nor is it fiscally dependent on the City. The Euclid Development Corporation (EDCOR) is presented as a component unit. This matter is discussed in more detail later in the notes to the basic financial statements.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Condition and Outlook

The City of Euclid is committed to attracting and retaining a strong local business sector. We work with our local Euclid Chamber of Commerce as well as regional economic development agencies to assist our businesses to grow and meet changing needs. We began a partnership with RITA (Regional Income Tax Agency) in February 2021 to modernize the collection of our income tax.

Euclid's two largest industries are manufacturing and healthcare. Euclid is home to the world headquarters of Lincoln Electric and, in 2022, Lincoln Electric continued their investment through a \$6 million investment in their research and development space and creating the "factory of the future." They continue to be our largest employer and 2022 saw an increase in their employment here in Euclid.

Bluestone Business Park, Euclid's newest modern industrial park, saw continued growth in 2021 with the full operation of the newly opened Consolidated Precision Products (CPP) as well as a sixth new building being nearly completed and available for lease. CPP's investment of \$55 million in their 135,000 square-foot modern manufacturing facility brought new jobs and continued investment in our industrial corridor.

2022 also brought continued expansion at BWX Technologies with new equipment and additional space to continue to advance their state-of-the-art manufacturing facilities for the production of electro-mechanical components for naval nuclear reactors.

Cleveland Clinic Euclid Hospital completed the \$1 million renovation of the former Rehabilitation Building for expansion of primary care and cardiology in Euclid. In addition to this renovation, they continue to add community programming, new medical providers, and investments in capital improvements in both their facility and advanced equipment.

Plans were announced in 2022 for the redevelopment of the former GE Tungsten facility. The Proposed redevelopment included approximately \$45 million in environmental remediation demolition, and redevelopment of the site for new light manufacturing and/or warehousing.

Environmental remediation and demolition are projected to be complete in 2023 and construction is expected to be complete in 2024. The City of Euclid was pleased to welcome several new businesses in 2022 including: Divergent Salons, Bank of America, China Sea, Image Mart, Crenshaw's, Well Now Urgent Care, LaMarca's Barbershop, Nuclear Printing, Signature Event Center, HELP Foundation Greenhouse, Frederick Douglass High School, Euclid Chillies, Village of Healing, Flood Urban Seafood, Step Forward, and Collision Bend Brewing Company. We saw major renovations or expansions at Dave's Supermarket, Euclid Hospital, Terves, Hose Master. The City continues to work collaboratively through our Building Department and Planning and Development Department to assist small and large businesses in making Euclid their home and assisting with expansion and renovation plans for existing businesses.

The Planning and Development Department has initiated a number of programs to help promote development and support our businesses, including the Recast Program to help identify and grow small "makers" into successful storefront businesses, the downtown Special Improvement District, and a successful landbank program that has led to the increase in new home construction in the city. The Planning and Development Department maintains a storefront renovation program to assist current and prospective businesses to renovate to the exterior of their commercial-retail units. Housing values continue to improve and we have seen a record number of building permits in our residential sector.

The Waterfront Improvements Plan continues, with the $\frac{3}{4}$ mile multi-modal Lakefront Trail substantially complete and drawing additional visitors, investment, and improved quality of life. The planning continues, focusing on the creation of a 5.6-acre park at the eastern end of the Lakefront Trail and the expansion of Sims Park at the western end of the Lakefront Trail through the conservation of an additional 5.3 acres. Additional investments in community amenities across the city such as playgrounds, trails, and beautification projects demonstrate continued commitment to improving quality of life and community investment.

Long-Term Financial Planning

The City utilizes long-term planning for the funding of capital projects through a Three-Year Capital Plan. The plan is a document through which the major capital projects of the City are identified and subsequently matched to funding sources. The plan is updated annually to include new projects, revise projects listed and remove those which have been completed.

Although the City has not adopted a formal minimum fund balance policy, the City has always tried to maintain a General Fund balance that would finance a minimum of three months operations. The Finance Department reviews all monetary transactions on an on-going basis and works diligently to monitor revenues and reprioritize expenditures so that all fund balances, especially the General Fund, maintain optimal balances.

FINANCIAL INFORMATION

Summary of Accounting Policies and Budgetary Control

The City's accounting system is organized and operated on a fund basis. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. The types of funds to be used are determined by General Accepted Accounting Principles (GAAP) and the number of individual funds established is determined by sound financial administration. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund balance. The City's governmental funds include the General Fund, Special Revenue funds, Debt Service funds, and Capital Projects funds. The City's Proprietary funds are its Enterprise funds that provide services to the general public, including utilities and recreation, and Internal Service funds that provide services to City departments, divisions, and other governments. The City also maintains Fiduciary funds to account for assets held by the City as an agent, or in a trust capacity for individuals, private organizations, and other governments.

Except for budgetary purposes, the basis of accounting used by the City conforms to GAAP as applicable to governmental units. All governmental funds are accounted for using current financial resources, current assets, and current liabilities measurement focus. The modified accrual basis of accounting is utilized for governmental funds. Revenues are recognized in the accounting period when they become both measurable and available. Expenditures are recognized when the liability is incurred, if measurable, except for interest on general obligation debt, which is recognized when due. The measurement focus of the City's proprietary funds is on the flow of total economic resources. The accrual basis of accounting is utilized for the proprietary funds. Revenues are recognized when earned and expenses are recognized when incurred.

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 included in fund balances.

For the year ended December 31, 2003, the City changed its financial reporting to comply with GASB Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Accordingly, government-wide financial statements, which include all governmental and proprietary funds, are presented on the full accrual basis of accounting.

As part of the implementation of GASB Statement No. 34, the City has opted to fully implement retroactive infrastructure reporting. In doing so, the historical cost of infrastructure assets (retroactive to 1980) is included as part of the governmental capital assets. Thus, the depreciated value of construction costs for the roadway network, including streets, sidewalks, curbs and gutters, guardrails, traffic lights, signals, parking meters, and the bridge network is reported in the government-wide statement of net position. In conjunction with the implementation of GASB Statement No. 34, the City has also adopted GASB Statement No. 38, Certain Financial Statement Note Disclosures, which rescinds some and modifies other financial statement disclosure requirements.

The City's budgeting process is governed by Ohio Law and Municipal Charter and is divided between the City's Mayor, Finance Director, Council, the Cuyahoga County Budget Commission and the Office of the Cuyahoga County Fiscal Officer. Major documents associated with the budget preparation include: the County Tax Budget, the Certificate of Estimated Resources and the City's Annual Appropriation Ordinance all of which are prepared and then placed on file with the Cuyahoga County Budget Commission. All budget documents are prepared in compliance with the budgetary basis of accounting. Both the Certificate of Estimated Resources and the Appropriation Ordinance are subject to revision and amendment throughout the year; both are subject to the restriction that current appropriations cannot exceed estimated resources as disclosed on the Certificate of Estimated Resources.

In accordance with State law, all funds, with the exception of agency funds, are legally required to be budgeted and appropriated. Council controls appropriations at the personal services and other expenditures object level within each department for all funds. Modifications or amendments to control levels in the Appropriation Ordinance require Council approval; internal City financial policies permit fund transfers within control levels with approval by the Mayor and Finance Director. The County Fiscal Officer through the statutory authority of the County Budget Commission must certify that the City's Annual Appropriation does not exceed the amounts set forth in the Budget Commission's Certificate of Estimated Resources.

The City employs an encumbrance system documenting purchase commitment amounts prior to generation and release of official City purchase orders. Purchasing practices within the City require departmental review and authorization of all purchase requisitions. Where applicable, proposed purchases in excess of administrative approval limits are subject to competitive bid requirements of Council and are awarded subsequent to approved legislation authorizing the procurement of goods or services. The Finance Director certifies all purchase orders for availability of funds and the estimated expenditure is encumbered against the appropriate departmental or fund appropriation. On the government fund financial statements, these encumbrances are reported as a component of fund balance at December 31, 2022. Unencumbered appropriations lapse at year-end and become available for future appropriations.

Internal Accounting and Reporting Control

The Mayor and administrators are responsible for implementing an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse. The internal control structure ensures that accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal controls are designed within the above framework. Accordingly, we believe the City's system of internal accounting controls is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

OTHER INFORMATION

Independent Audit

In accordance with Ohio law, an annual independent audit is required to be performed on all financial operations of the City. The Auditor of the State of Ohio unmodified opinion has been included in this report. The administration plans to continue this audit procedure as required by law as part of the preparation of a Annual Comprehensive Financial Report. The annual audit and management letter submitted by The Auditor of the State of Ohio provides information to the City to enable it to maintain and strengthen the City's accounting and budgeting controls.

The City receives federal financial assistance through various federal grant programs. An audit in accordance with Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), Audits of State and Government Auditing Standards, issued by the Comptroller General of the United States, has been performed for the fiscal year ended December 31, 2023. The required reports on supplementary information, compliance, and internal controls, along with various supplementary schedules, are included in a separate report.

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 for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Annual Comprehensive Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In closing, we would especially like to recognize Finance Director James Smith and the Euclid Finance Department staff, all of whom exhibited dedication and professionalism throughout the many hours required in preparing this report.

Respectfully submitted,



Kirsten Holzheimer Gail
Mayor

CITY OF EUCLID, OHIO

“A City of Superior Services”

KIRSTEN HOLZHEIMER GAIL – Mayor



Directors & Chiefs

KELLEY SWEENEY - Law

DAN KNECHT - Public Service

JAMES SMITH - Finance

CHIEF JAY WOMACK - Fire

PATRICK GROGAN-MYERS - Economic Development

CHIEF SCOTT MEYER - Police

MAC STEPHENS - Recreation

Municipal Court

PATRICK J. GALLAGHER - Judge

Euclid City Council

CHARLENE MANCUSO - President of Council

WALLACE TANNER - Ward I

TARA HANNUM - Ward V

RICHARD TOLTON - Ward II

JOHN M. WOJTLA - Ward VI

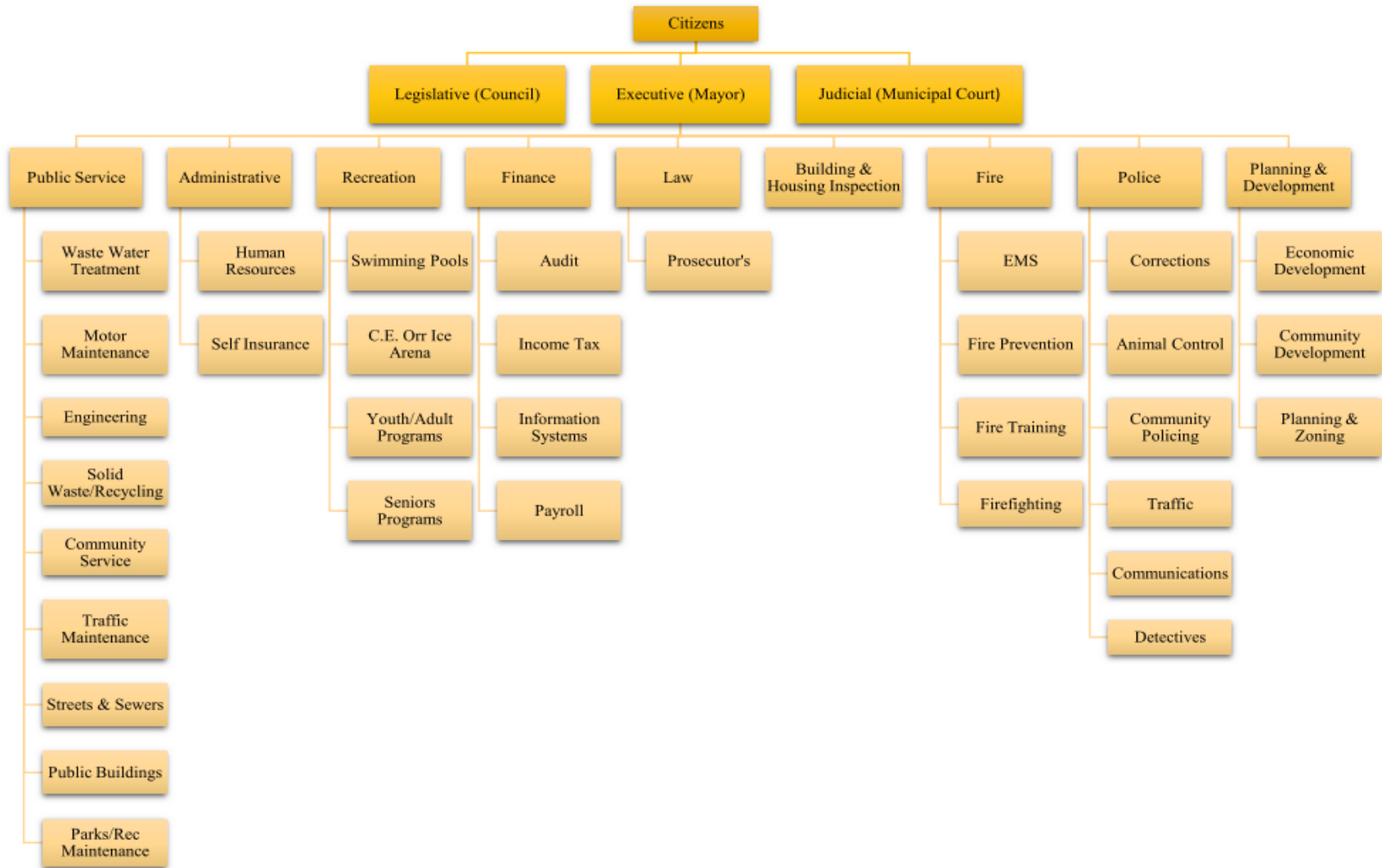
MARCUS EPPS - Ward III

MARIA JUKIC - Ward VII

KRISTIAN D. JAROSZ - Ward IV

ANGELA STEEL - Ward VIII

City of Euclid, Ohio
Organizational Chart
December 31, 2023





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Euclid
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

OHIO AUDITOR OF STATE KEITH FABER



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

INDEPENDENT AUDITOR'S REPORT

City of Euclid
Cuyahoga County
585 E. 222nd Street
Euclid, Ohio 44123

To the City Council:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Euclid, Cuyahoga 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 discretely presented component unit and remaining fund information of the City of Euclid, Cuyahoga County, Ohio as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General and American Rescue Plan Act Fund for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Emphasis of Matter

As discussed in Note 3b to the financial statements, the City restated the beginning fund balance of its General Fund and American Rescue Plan Act (ARPA) Fund and Beginning Net Position of its Governmental Activities to properly reflect unspent grant proceeds improperly transferred to the General Fund in a prior year. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Required Supplementary Information

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

Supplementary information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we will also issue our report dated July 25, 2024, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Keith Faber
Auditor of State
Columbus, Ohio

July 25, 2024

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

The discussion and analysis of the City of Euclid's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2023. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter and the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2023 are as follows:

- Total assets and deferred outflows of resources of the City exceeded liabilities and deferred inflows of resources at the close of 2023 by \$95,588,282 compared to \$88,339,439 at the end of 2022, an increase of \$7,248,843.
- Total assets decreased by \$5,774,551 with governmental activities decreasing by \$793,623 and business-type activities decreasing by \$4,980,928. The decrease in governmental and business-type activities are both reflected primarily in capital assets.
- Municipal income tax revenue for 2023 was \$35,669,480 versus \$34,086,568 in 2022, an increase of \$1,582,912 or 4.64 percent.
- Property taxes for governmental activities increased by \$173,421, or 3.40 percent, to \$5,279,304.
- Together, municipal income taxes and property taxes accounted for \$40,948,784 in revenue, or 59.13 percent, of all revenues in governmental activities.
- Charges for services in business-type activities increased by \$3,618,098, or 15.92 percent, from \$22,722,758 in 2022 to \$26,340,856 in 2023.

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

Overview of the Financial Statements

This management's discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide Financial Statements. The government-wide financial statements, which begin on page 21, are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business.

The *Statement of Net Position* presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the residual reported as net position. Over time, increases or decreases in the City's net position are one indicator of whether the City's financial health is improving or deteriorating.

The *Statement of Activities* presents information showing how the City's net position changed during the most recent 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 the 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 that are principally supported by taxes and intergovernmental revenues (governmental activities) from 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 principally include: general government, sanitation, public safety, community development, public health, parks and recreation, and economic development. The business-type activities of the City principally include waste water treatment, water line improvements, and the golf course operations.

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, 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 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.

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

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 City'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 maintains 39 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, American Rescue Plan Act Fund, and the General Obligation Bond Retirement Fund, which are considered to be major funds. Data from the other 36 governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds are provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund, Special Revenue funds, Debt Service Fund, Capital Projects funds, Enterprise funds, and Internal Service Fund. The General Fund and American Rescue Plan Fund budgetary comparisons have been provided as separate financial statements to demonstrate compliance with the budgets.

The basic governmental fund financial statements can be found on pages 24 through 29 of this report.

Proprietary Funds. The City maintains two different types of proprietary funds: enterprise funds 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 uses enterprise funds to account for its waste water treatment facility and sewer maintenance, water line improvement, and golf course operations. An internal service fund is an accounting device used to accumulate and allocate costs internally throughout the City's various functions. The City uses an internal service fund to account for its self-insurance for general liability function. Because this service predominantly benefits governmental rather than business-type functions, the fund has been included within 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 Waste Water Treatment Fund, and other Enterprise Funds, and the City's internal service fund.

The basic proprietary fund financial statements can be found on pages 30 through 33 of this report.

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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's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 34 through 35 of this report.

Notes to the Financial Statements. The notes to the financial statements 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 beginning on page 37 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain other information that the City believes readers will find useful. After the notes to the financial statements, the required supplementary information and notes to the required supplementary information related to the net pension liability and net OPEB liability, the combining statements referred to earlier in connection with non-major governmental funds are presented, as well as individual detailed budgetary comparisons for non-major funds. This information can be found on pages 108 – 188 of the report.

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Government-Wide Financial Analysis

Information regarding the government-wide net position of the City is presented in the following table for 2023 and 2022.

	Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2023	2022 *	2023	2022	2023	2022 *
ASSETS						
Current and other assets	\$ 69,681,698	\$ 67,377,777	\$ 35,782,370	\$ 36,695,561	\$ 105,464,068	\$ 104,073,338
Capital assets, net	48,692,172	51,789,716	218,472,282	222,540,019	267,164,454	274,329,735
Total Assets	118,373,870	119,167,493	254,254,652	259,235,580	372,628,522	378,403,073
DEFERRED OUTFLOWS OF RESOURCES						
Deferral on Refunding	107,654	96,759	49,296	55,618	156,950	152,377
Pension	25,402,137	16,317,059	2,777,624	1,100,771	28,179,761	17,417,830
OPEB	3,992,073	3,963,886	431,767	99,420	4,423,840	4,063,306
Total Deferred Outflows of Resources	29,501,864	20,377,704	3,258,687	1,255,809	32,760,551	21,633,513
LIABILITIES						
Current and other liabilities	27,163,081	30,447,023	2,330,359	2,905,523	29,493,440	33,352,546
Long-term liabilities:						
Due within one year	4,487,207	4,227,727	8,257,841	8,221,986	12,745,048	12,449,713
Due in more than one year						
Net Pension Liability	70,948,317	44,007,370	6,614,346	2,099,187	77,562,663	46,106,557
Net OPEB Liability	4,530,699	6,945,157	135,746	-	4,666,445	6,945,157
Other Amounts	23,063,419	26,526,428	145,827,561	153,821,050	168,890,980	180,347,478
Total Liabilities	130,192,723	112,153,705	163,165,853	167,047,746	293,358,576	279,201,451
DEFERRED INFLOWS OF RESOURCES						
Property taxes	5,207,013	5,123,430	-	-	5,207,013	5,123,430
Payments in lieu of taxes	740,383	700,739	-	-	740,383	700,739
Pension	5,448,301	18,895,011	127,762	2,642,749	5,576,063	21,537,760
OPEB	4,851,007	4,273,565	67,749	860,202	4,918,756	5,133,767
Total Deferred Inflows of Resources	16,246,704	28,992,745	195,511	3,502,951	16,442,215	32,495,696
NET POSITION						
Net investment in capital assets	31,808,381	31,756,278	70,922,261	67,557,710	102,730,642	99,313,988
Restricted	7,411,856	7,711,196	70,355	-	7,482,211	7,711,196
Unrestricted	(37,783,930)	(41,068,727)	23,159,359	22,382,982	(14,624,571)	(18,685,745)
Total Net Position	\$ 1,436,307	\$ (1,601,253)	\$ 94,151,975	\$ 89,940,692	\$ 95,588,282	\$ 88,339,439

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The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2023 and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." The City previously 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 net pension asset, net OPEB asset, and deferred outflows related to pension and OPEB.

Governmental Accounting Standards Board 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 employees' 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 *as against the public employer*.

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State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The retirement system is responsible for the administration of the pension and OPEB plans.

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

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

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, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$95,588,282 at the close of the most recent fiscal year.

By far the largest component of the City's net position, is its investment in capital assets (e.g. land, construction in progress, land improvements, buildings and improvements, infrastructure, and furniture, fixtures and equipment), net of accumulated depreciation, less any related, still outstanding debt used to acquire those assets and deferred outflows/inflows of resources. The City uses these capital assets to provide services to citizens; consequently, those assets are not available for future spending. Although the City's investment in 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.

A portion of the City's net position, \$7,482,211, represents resources that are subject to external restrictions on how they may be used. The remaining portion is unrestricted net position which may be used to meet the City's ongoing obligations to citizens and creditors.

The changes in net pension liability, net pension asset, net OPEB asset, net OPEB liability and deferred outflows and inflows of resources for pension and OPEB are due to the recording of GASB Statements No. 68 and 75 as previously discussed. The increase in current and other assets is mainly due to the increase in cash and cash equivalents and municipal income taxes receivable. The decrease in current and other liabilities is mainly due to the decrease in unearned revenue due to the ARPA fund revenue that has been spent by the City.

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The implementation of GASB Statement No. 68 and 75 requires the reader to perform additional calculations to determine the City's Total Net Position at December 31, 2023 without the implementation of GASB Statement No. 68 and 75. This is an important exercise, as the State Pension Systems (OPERS & OP&F) collect, hold, invest, and distribute pensions to our employees, not the City. These calculations are as follows:

	Governmental Activities	Business-Type Activities
Total Net Position at December 31, 2023 (with GASB 68 and 75)	\$ 1,436,307	\$ 94,151,975
GASB 68/75 Calculations:		
Add:		
Deferred Inflows related to Pension	5,448,301	127,762
Deferred Inflows related to OPEB	4,851,007	67,749
Net Pension Liability	70,948,317	6,614,346
Net OPEB Liability	4,530,699	135,746
Less:		
Net Pension Asset	(78,089)	(35,721)
Deferred Outflows related to Pension	(25,402,137)	(2,777,624)
Deferred Outflows related to OPEB	(3,992,073)	(431,767)
Total Net Position (without GASB 68 and 75)	\$ 57,742,332	\$ 97,852,466

Changes in net position for the current fiscal year are reflected in the table below and correspond to the Statement of Activities.

Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2023	2022 *	2023	2022	2023	2022 *
REVENUES						
Program Revenues:						
Charges for services	\$ 10,902,394	\$ 9,220,313	\$ 26,340,856	\$ 22,722,758	\$ 37,243,250	\$ 31,943,071
Operating grants and contributions	9,120,872	7,052,553	-	-	9,120,872	7,052,553
Capital grants and contributions	252,967	1,522,145	8,681	5,400	261,648	1,527,545
Total Program Revenues	20,276,233	17,795,011	26,349,537	22,728,158	46,625,770	40,523,169
General Revenues:						
Property taxes	5,279,304	5,105,883	-	-	5,279,304	5,105,883
Municipal income taxes	35,669,480	34,086,568	-	-	35,669,480	34,086,568
Other local taxes	425,931	586,061	-	-	425,931	586,061
Payments in lieu of taxes	682,190	780,394	-	-	682,190	780,394
Grants and entitlements	2,850,286	2,819,854	-	-	2,850,286	2,819,854
Investment income	2,408,639	(693,609)	-	-	2,408,639	(693,609)
Gain on Sale of Capital Assets	17,782	28,143	-	-	17,782	28,143
All other revenues	1,641,760	1,300,652	2,946,324	529,949	4,588,084	1,830,601
Total General Revenues	48,975,372	44,013,946	2,946,324	529,949	51,921,696	44,543,895
Total Revenues	69,251,605	61,808,957	29,295,861	23,258,107	98,547,466	85,067,064

Continued

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Changes in Net Position (Continued)

EXPENSES						
Program Expenses:						
Security of persons and property	33,966,434	29,041,025	-	-	33,966,434	29,041,025
Public health	373,252	326,392	-	-	373,252	326,392
Leisure time activities	3,299,411	2,502,086	-	-	3,299,411	2,502,086
Community and economic development	4,784,102	3,474,016	-	-	4,784,102	3,474,016
Sanitation	4,349,436	2,584,071	-	-	4,349,436	2,584,071
Transportation	4,051,317	4,564,569	-	-	4,051,317	4,564,569
General government	14,611,339	14,400,630	-	-	14,611,339	14,400,630
Interest and fiscal charges	343,754	237,810	-	-	343,754	237,810
Waste Water Treatment	-	-	19,407,056	17,127,493	19,407,056	17,127,493
Water Line Improvement	-	-	4,435,833	1,660,821	4,435,833	1,660,821
Briardale Greens Golf Course	-	-	1,676,689	1,761,392	1,676,689	1,761,392
Total Expenses	65,779,045	57,130,599	25,519,578	20,549,706	91,298,623	77,680,305
Change in Net Position before Transfers	3,472,560	4,678,358	3,776,283	2,708,401	7,248,843	7,386,759
Transfers	(435,000)	165,705	435,000	(165,705)	-	-
Change in Net Position	3,037,560	4,844,063	4,211,283	2,542,696	7,248,843	7,386,759
Net Position - Beginning of Year	(1,601,253)	(6,445,316)	89,940,692	87,397,996	88,339,439	80,952,680
Net Position - End of Year	\$ 1,436,307	\$ (1,601,253)	\$ 94,151,975	\$ 89,940,692	\$ 95,588,282	\$ 88,339,439

* Restated

Governmental Activities

Several revenue sources fund the City's governmental activities with income tax revenue being the largest source. The City levies a municipal income tax of 2.85 percent on all income earned within the City, as well as on income of residents earned outside the City, of which 2.38 percent is used to finance the City's operations, while the remaining portion is shared with the Euclid City School District. The City allows a credit of 100 percent on the income earned outside of the City and paid to another municipality.

Capital grants and contributions of governmental activities decreased by \$1,269,178 in 2023 due to the City receiving significantly more money of the waterfront project grant money in 2022. Operating grants and contributions increased by \$2,068,319 due to the ARPA monies being spent more in 2022 as compared to 2023.

The provisions of GASB Statements 68 and 75 require the City to recognize a pension/OPEB adjustment that increased expenses by \$4,168,809 in 2023 and decreased expenses by \$3,417,254 in 2022.

As a result, it is difficult to ascertain the true operational cost of services and the changes in cost of service from year to year. The table on the next page shows the total expenses by function with the GASB Statements 68 and 75 pension and OPEB expenses removed.

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	Governmental Activities	
	2023	2022 *
EXPENSES		
Program Expenses:		
Security of persons and property	\$ 30,268,912	\$ 29,538,094
Public health	373,252	326,392
Leisure time activities	3,206,556	3,100,532
Community and economic development	4,712,274	3,926,513
Sanitation	4,339,358	2,629,211
Transportation	4,001,026	4,874,530
General government	14,365,104	15,914,771
Interest and fiscal charges	343,754	237,810
Total Expenses	\$ 61,610,236	\$ 60,547,853

Using the table above, total expenses increased from 2022 in the amount of \$1,062,383. Security of Persons and Property expenses totaled \$30,268,912, or 49.13 percent of the total 2023 expenses. The increase is due to salaries, wages, and employee benefits for police officers and firefighters. As of December 31, 2023, the City employed 99 full time police officers and 84 full time firefighters. General Government expenses totaled \$14,365,104 or 23.32 percent, of total 2023 expenses. General Government is comprised of the following departments: Legislative, Municipal Court, Mayor, Finance, Law, and Administrative. A significant portion of these expenses are related to salaries, wages, and employee benefits.

A summary of governmental activity expenses and the net cost of providing these services (excluding general revenues) are presented below.

	Governmental Activities	
	Total Cost of Services	Net Cost of Services
	2023	2023
Security of persons and property	\$ 33,966,434	\$ 25,496,727
Public health	373,252	299,632
Leisure time activities	3,299,411	2,936,090
Community and economic development	4,784,102	1,526,751
Sanitation	4,349,436	1,118,670
Transportation	4,051,317	1,509,508
General government	14,611,339	12,271,680
Interest and fiscal charges	343,754	343,754
Total cost of service	\$ 65,779,045	\$ 45,502,812

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Business-type Activities

Business-type activities are principally accounted for in the City's enterprise funds. The City operates three enterprise funds, which include the Waste Water Treatment Fund, the Water Line Improvement Fund, and the Briardale Greens Golf Course Fund. The operating results of these three enterprise funds are discussed below.

Waste Water Treatment Fund: The Waste Water Treatment Fund accounts for the operation of the City's sanitary sewer and waste water treatment system which services the City and several other surrounding communities. The City has retained the services of Fink Consulting, Inc., on an annual basis, to determine the adequacy of user rates to fund continuing operations. The increase in the fund's net position can be attributed to the City receiving grant funding from OPWC for numerous waste water capital projects. The increase in depreciation is due to several large projects completed and capitalized in 2023.

Water Line Improvement Fund: The Water Line Improvement Fund accounts for distribution of treated water to individual and commercial users in various parts of the City. The increase in revenue is mainly contributed to the reimbursement amounts from the County for waterline projects in 2023. The increase in expenses is mainly attributed to contractual services related to the projects mainly completed in 2021.

Briardale Greens Golf Course Fund: The Briardale Greens Golf Course is a public golf course built upon land that was the site of a World War II housing project and is situated on the north side of the City. The City contracts with a management company to manage and operate the golf course.

Financial Analysis of the Government's Funds

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

Governmental Funds 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.

As of December 31, 2023, the City's governmental funds reported an ending combined fund balance of \$23,636,052, an increase of \$5,684,401 in comparison with the prior year. \$18,037,085 of the ending fund balance for 2023 constitutes assigned and unassigned fund balance combined, which is available for spending at the government's discretion. The remainder of fund balance is nonspendable, restricted, or committed to indicate that it is not available for new spending because it is not in spendable form or it has already been restricted by an external constraint or committed by internal constraints.

All governmental funds had total revenues of \$68,861,199 and expenditures of \$62,065,658 (not including other financing sources and uses) with revenues exceeding expenditures by \$6,795,541.

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Analysis of the General Fund

The General Fund is the chief operating fund of the City. At the beginning of the current year, total fund balance for the General Fund was \$13,616,608. General Fund expenditures (not including other financing uses) for the current year were \$49,657,639, with revenues (not including other financing sources) of \$56,529,450, leaving a total fund balance of \$19,001,104, of which \$14,307,913 is unassigned fund balance. 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 (not including other financing uses). The General Fund's unassigned fund balance represents 28.81 percent of total General Fund expenditures while total fund balance represents 38.26 percent of that same amount.

The City's General Fund experienced an increase in fund balance of \$5,384,496 due to the increase in municipal income taxes. Municipal income taxes increased due to an increase in net profits and the partnership with Regional Income Agency.

Analysis of the American Rescue Plan Act Fund

The American Rescue Plan Act had a balance of \$0 at the end of 2023 and a slight increase in fund balance of \$44,500.

Analysis of the General Obligation Bond Retirement Fund

The City's General Obligation Bond Retirement Fund experienced a slight decrease in fund balance of \$2,207 due to the payment of debt.

Proprietary Funds. The City's proprietary fund financial statements provide the same type of information found in the government-wide financial statements, but in more detail. A brief analysis of the major enterprise funds were previously discussed in another section of the Management's Discussion and Analysis.

General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts and disbursements. The most significant budgeted fund is the General Fund. During the course of 2023, the City amended its General Fund budget on various occasions. On a cash basis, projected final budgetary fund balance in the General Fund, for year ending 2023 was about \$3.7 million.

For the General Fund, original budgeted revenues (including other financing sources) were \$51,008,718. The final budgeted revenue amount (including other financing sources) were \$51,008,718. The actual revenues (including other financing sources) were higher by \$3,553,741.

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Original General Fund budgeted expenditures (including other financing uses) were \$54,663,152. The final budgeted expenditure amount (including other financing uses) was \$56,639,825. The increase was primarily due to general government expense and transfers out. The actual expenditures (including other financing uses) were lower by \$2,854,804, mainly due to the decrease in Security of Persons and Property expense.

Actual budgetary fund balance increased by \$777,438 (which includes prior year encumbrances appropriated) taking the actual budgetary fund balance from \$8,388,075 to \$10,103,760.

Capital Assets and Debt Administration

Capital Assets The City's investment in capital assets for its governmental and business-type activities as of December 31, 2023, amounts to \$267,164,454. This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, infrastructure, and furniture, fixtures, and equipment.

A summary of the City's capital assets at December 31, 2023 and 2022, is reflected in the table which follows.

Capital Assets at December 31 (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land	\$ 10,775,705	\$ 10,775,705	\$ 8,336,966	\$ 8,336,966	\$ 19,112,671	\$ 19,112,671
Construction in progress	510,399	5,120,443	-	-	510,399	5,120,443
Total Non-Depreciable	11,286,104	15,896,148	8,336,966	8,336,966	19,623,070	24,233,114
Land improvements	18,269,401	16,281,461	605,082	114,699	18,874,483	16,396,160
Buildings and Improvements	5,700,644	6,064,015	4,433,199	4,735,965	10,133,843	10,799,980
Furniture, Fixtures, and Equipment	4,603,971	4,814,547	2,550,826	2,178,658	7,154,797	6,993,205
Infrastructure:						
Streets	8,832,052	8,733,545	-	-	8,832,052	8,733,545
Sanitary Sewers	-	-	193,923,513	198,234,049	193,923,513	198,234,049
Storm Sewers	-	-	8,622,696	8,939,682	8,622,696	8,939,682
Total Depreciable,						
 Net of Depreciation	37,406,068	35,893,568	210,135,316	214,203,053	247,541,384	250,096,621
Total Capital Assets,						
 Net of Depreciation	\$ 48,692,172	\$ 51,789,716	\$ 218,472,282	\$ 222,540,019	\$ 267,164,454	\$ 274,329,735

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Major events during the current fiscal year affecting the City's capital assets included the following:

- **Construction in Progress** – ongoing projects in both the governmental activities and business-type activities consist of the following:

<i>Governmental Activities</i>	
Kenny Yuko Park	\$ 243,353
Rec Center	267,046
<i>Total Governmental Activities</i>	<u>\$ 510,399</u>

Additional information on the City's capital assets can be found in Note 10.

Debt In April 2022, Moody's Investor Services reaffirmed the City of Euclid's General Obligation Debt bond rating of "A2", which has been in place since June 2016. This investment grade rating according to Moody's reflects the government's ability to repay debt and debt-like obligations without consideration of any pledge, security or structural features. As of December 31, 2023, the City's General Obligation Bonded Debt totaled \$12,490,001.

A summary of outstanding debt at December 31, 2023 and 2022, follows.

	Outstanding Debt at December 31					
	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
General Obligation Bonds	\$ 8,903,141	\$ 10,139,250	\$ 3,586,860	\$ 4,068,752	\$ 12,490,001	\$ 14,208,002
Notes Payable	-	750,000	-	-	-	750,000
Special Obligation Bond	3,989,000	4,504,000	-	-	3,989,000	4,504,000
Loan	1,692,308	1,846,154	-	-	1,692,308	1,846,154
OWDA Loans	-	-	141,656,321	148,461,145	141,656,321	148,461,145
OPWC Loans	542,869	626,388	8,000,283	8,685,970	8,543,152	9,312,358
Financed Purchases	357,808	471,214	-	11,547	357,808	482,761
Total Outstanding Debt	<u>\$ 15,485,126</u>	<u>\$ 18,337,006</u>	<u>\$ 153,243,464</u>	<u>\$ 161,227,414</u>	<u>\$ 168,728,590</u>	<u>\$ 179,564,420</u>

The various improvement bonds and notes will be paid out of the General Obligation Bond Retirement Fund. See Notes 11, and 16 to the financial statements for more information regarding the City's outstanding debt.

Debt Capacity: The City is within the statutory limitations for both voted and unvoted debt. The computation of the legal debt margins at December 31, 2023, is included in the Statistical Section of this report under the heading "Legal Debt Margin", along with other related computations and ratios relevant to the City's notes and bonded debt.

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

The City's 2023 overall legal debt limit established by statutory limitations was \$78,923,316. The City's legal debt margin of \$69,958,773 is within the overall legal debt limit. The City's 2023 unvoted legal debt limit established by statutory limitations was of \$41,340,785. The City's unvoted legal debt margin of \$32,376,242 is within the unvoted legal debt limit.

Current Financial Related Activities

The City of Euclid has remained strong despite the challenging environment of the State and national economy. The administration has provided consistent financial management during this time, continuing to monitor expenses while maintaining City services at a high level. The City will continue to make any adjustment necessary in its day-to-day operations in order to meet and overcome these challenges. The City remains committed to transparencies and will continue working towards the goal of keeping all residents and other interested parties fully informed as to the financial status of the City of Euclid.

A private management firm has been engaged to operate the municipal-owned golf course, Briardale Greens. The operating performance, as well as, the cost savings has been very satisfactory.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show accountability for the money it receives, spends, or invests. If you have any questions about this report or need financial information contact the City's Finance Department at 585 East 222nd Street, Euclid, Ohio 44123, 216-289-2850.

Basic Financial Statements

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

	Governmental Activities	Business-Type Activities	Total	Component Unit Euclid Development Corporation
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 41,634,845	\$ 28,409,964	\$ 70,044,809	\$ 825,740
Cash and Cash Equivalents:				
In Segregated Accounts	109,601	523,026	632,627	-
With Fiscal Agents	50,132	-	50,132	-
Materials and Supplies Inventory	305,062	163,455	468,517	-
Accounts Receivable	1,745,788	6,713,367	8,459,155	-
Accrued Interest Receivable	125,708	-	125,708	-
Intergovernmental Receivable	2,892,673	-	2,892,673	-
Internal Balances	230,000	(230,000)	-	-
Prepaid Items	74,532	166,837	241,369	-
Municipal Income Taxes Receivable	11,190,058	-	11,190,058	-
Property Taxes Receivable	5,900,095	-	5,900,095	-
Payments in Lieu of Taxes Receivable	740,383	-	740,383	-
Loans Receivable	-	-	-	2,095,182
Special Assessments Receivable	4,443,572	-	4,443,572	-
Assets held for Resale	161,160	-	161,160	-
Nondepreciable Capital Assets	11,286,104	8,336,966	19,623,070	-
Depreciable Capital Assets	37,406,068	210,135,316	247,541,384	-
Net Pension Asset	78,089	35,721	113,810	-
Total Assets	118,373,870	254,254,652	372,628,522	2,920,922
DEFERRED OUTFLOWS OF RESOURCES				
Deferral on Refunding	107,654	49,296	156,950	-
Pension	25,402,137	2,777,624	28,179,761	-
OPEB	3,992,073	431,767	4,423,840	-
Total Deferred Outflows of Resources	29,501,864	3,258,687	32,760,551	-
LIABILITIES				
Accounts Payable	2,362,681	845,048	3,207,729	3,764
Contracts Payable	118,378	361,671	480,049	-
Accrued Wages and Benefits	1,292,315	164,067	1,456,382	547
Intergovernmental Payable	554,773	63,395	618,168	-
Matured Compensated Absences Payable	146,286	-	146,286	-
Accrued Interest Payable	54,091	829,961	884,052	-
Retainage Payable	19,868	45,971	65,839	-
Unearned Revenue	21,835,829	14,700	21,850,529	-
Notes Payable	778,860	-	778,860	-
Customer Deposits	-	5,546	5,546	-
Long-term Liabilities:				
Due within one year	4,487,207	8,257,841	12,745,048	-
Due in more than one year:				
Net Pension Liability	70,948,317	6,614,346	77,562,663	-
Net OPEB Liability	4,530,699	135,746	4,666,445	-
Other amounts due in more than one year	23,063,419	145,827,561	168,890,980	-
Total Liabilities	130,192,723	163,165,853	293,358,576	4,311
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	5,207,013	-	5,207,013	-
Payments in Lieu of Taxes	740,383	-	740,383	-
Pension	5,448,301	127,762	5,576,063	-
OPEB	4,851,007	67,749	4,918,756	-
Total Deferred Inflows of Resources	16,246,704	195,511	16,442,215	-
NET POSITION				
Net Investment in Capital Assets	31,808,381	70,922,261	102,730,642	-
Restricted for:				
Debt Service	1,774,417	-	1,774,417	-
Capital Projects	1,828,573	-	1,828,573	-
Transportation	2,209,421	-	2,209,421	-
Community Development	279,693	-	279,693	-
Recreation Center	76,174	-	76,174	-
Other Purposes	38,754	-	38,754	-
Public Safety	506,268	-	506,268	-
Courts	544,753	-	544,753	-
Pension	153,803	70,355	224,158	-
Unrestricted	(37,783,930)	23,159,359	(14,624,571)	2,916,611
Total Net Position	\$ 1,436,307	\$ 94,151,975	\$ 95,588,282	\$ 2,916,611

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

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

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	
Primary Government:				
Governmental activities:				
Security of Persons and Property	\$ 33,966,434	\$ 3,671,989	\$ 4,797,718	\$ -
Public Health	373,252	800	72,820	-
Leisure Time Activities	3,299,411	359,008	4,313	-
Community and Economic Development	4,784,102	1,561,150	1,443,234	252,967
Sanitation	4,349,436	3,230,766	-	-
Transportation	4,051,317	-	2,541,809	-
General Government	14,611,339	2,078,681	260,978	-
Interest and Fiscal Charges	343,754	-	-	-
<i>Total Governmental activities</i>	<u>65,779,045</u>	<u>10,902,394</u>	<u>9,120,872</u>	<u>252,967</u>
Business-type activities:				
Waste Water Treatment	19,407,056	22,886,010	-	8,681
Water Line Improvement	4,435,833	1,637,186	-	-
Briardale Greens Golf Course	1,676,689	1,817,660	-	-
<i>Total Business-type activities</i>	<u>25,519,578</u>	<u>26,340,856</u>	<u>-</u>	<u>8,681</u>
<i>Total Primary Government</i>	<u>\$ 91,298,623</u>	<u>\$ 37,243,250</u>	<u>\$ 9,120,872</u>	<u>\$ 261,648</u>
Component Unit:				
Euclid Development Corporation	181,020	181,543	500	-
<i>Total Component Unit</i>	<u>\$ 181,020</u>	<u>\$ 181,543</u>	<u>\$ 500</u>	<u>\$ -</u>

General Revenues:

Property Taxes levied for:
General Purposes
Debt Service Purpose
Capital Outlay
Other Purposes
Municipal Income Taxes levied for:
General Purposes
Other Local Taxes
Payments in Lieu of Taxes
Grants & Entitlements not restricted to specific programs
Investment Income
Gain on Sale of Capital Assets
All Other Revenues

Transfers

Total General Revenues

Change in Net Position

Net Position - Beginning of Year, Restated

Net Position - End of Year

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

Net (Expense) Revenue and Changes in Net Position			Component Unit
Governmental Activities	Business-type Activities	Total	Euclid Development Corporation
\$ (25,496,727)	\$ -	\$ (25,496,727)	\$ -
(299,632)	-	(299,632)	-
(2,936,090)	-	(2,936,090)	-
(1,526,751)	-	(1,526,751)	-
(1,118,670)	-	(1,118,670)	-
(1,509,508)	-	(1,509,508)	-
(12,271,680)	-	(12,271,680)	-
(343,754)	-	(343,754)	-
<u>(45,502,812)</u>	<u>-</u>	<u>(45,502,812)</u>	<u>-</u>
-	3,487,635	3,487,635	-
-	(2,798,647)	(2,798,647)	-
<u>-</u>	<u>140,971</u>	<u>140,971</u>	<u>-</u>
<u>-</u>	<u>829,959</u>	<u>829,959</u>	<u>-</u>
<u>(45,502,812)</u>	<u>829,959</u>	<u>(44,672,853)</u>	<u>-</u>
-	-	-	1,023
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,023</u>
1,818,114	-	1,818,114	-
2,649,540	-	2,649,540	-
459,935	-	459,935	-
351,715	-	351,715	-
35,669,480	-	35,669,480	-
425,931	-	425,931	-
682,190	-	682,190	-
2,850,286	-	2,850,286	-
2,408,639	-	2,408,639	16,553
17,782	-	17,782	-
1,641,760	2,946,324	4,588,084	960
(435,000)	435,000	-	-
<u>48,540,372</u>	<u>3,381,324</u>	<u>51,921,696</u>	<u>17,513</u>
3,037,560	4,211,283	7,248,843	18,536
(1,601,253)	89,940,692	88,339,439	2,898,075
<u>\$ 1,436,307</u>	<u>\$ 94,151,975</u>	<u>\$ 95,588,282</u>	<u>\$ 2,916,611</u>

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

	General Fund	American Rescue Plan Act	General Obligation Bond Retirement	Other Governmental Funds	Total Governmental Funds
ASSETS					
Equity in Pooled Cash and Cash Equivalents	\$ 12,839,507	\$ 21,215,507	\$ 957,722	\$ 5,412,038	\$ 40,424,774
Cash and Cash Equivalents:					
In Segregated Accounts	109,601	-	-	-	109,601
With Fiscal Agents	50,132	-	-	-	50,132
Materials and Supplies Inventory	94,678	-	-	210,384	305,062
Accrued Interest Receivable	125,708	-	-	-	125,708
Accounts Receivable	1,704,008	-	-	41,780	1,745,788
Interfund Receivable	436,305	-	358,313	-	794,618
Intergovernmental Receivable	1,091,312	13,000	159,899	1,628,462	2,892,673
Prepaid Items	74,532	-	-	-	74,532
Municipal Income Taxes Receivable	11,190,058	-	-	-	11,190,058
Property Taxes Receivable	2,020,248	-	2,977,949	901,898	5,900,095
Special Assessments Receivable	4,443,572	-	-	-	4,443,572
Payments in Lieu of Taxes Receivable	-	-	-	740,383	740,383
Assets held for Resale	-	-	-	161,160	161,160
Total Assets	\$ 34,179,661	\$ 21,228,507	\$ 4,453,883	\$ 9,096,105	\$ 68,958,156
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 1,509,826	\$ 89,756	\$ -	\$ 693,685	\$ 2,293,267
Accrued Wages and Benefits	981,366	-	-	310,949	1,292,315
Contracts Payable	63,578	-	-	54,800	118,378
Intergovernmental Payable	515,701	-	-	39,072	554,773
Matured Compensated Absences Payable	146,286	-	-	-	146,286
Accrued Interest Payable	-	-	27,179	-	27,179
Retainage Payable	-	-	-	19,868	19,868
Interfund Payable	-	-	-	564,618	564,618
Unearned Revenue	-	21,125,751	-	710,078	21,835,829
Notes Payable	-	-	778,860	-	778,860
Total Liabilities	3,216,757	21,215,507	806,039	2,393,070	27,631,373
Deferred Inflows of Resources:					
Property Taxes and Payments in Lieu of Taxes	1,784,835	-	2,625,375	1,537,186	5,947,396
Unavailable Revenue - Delinquent Property Taxes	235,413	-	352,574	105,095	693,082
Unavailable Revenue - Municipal Income Taxes	3,489,368	-	-	-	3,489,368
Unavailable Revenue - Other	6,452,184	13,000	159,899	935,802	7,560,885
Total Deferred Inflows of Resources	11,961,800	13,000	3,137,848	2,578,083	17,690,731
Fund Balances:					
Nonspendable	220,583	-	-	210,384	430,967
Restricted	-	-	509,996	4,467,619	4,977,615
Committed	172,155	-	-	18,230	190,385
Assigned	4,300,453	-	-	-	4,300,453
Unassigned (Deficit)	14,307,913	-	-	(571,281)	13,736,632
Total Fund Balances	19,001,104	-	509,996	4,124,952	23,636,052
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 34,179,661	\$ 21,228,507	\$ 4,453,883	\$ 9,096,105	\$ 68,958,156

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

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

Total Governmental Funds Balance \$ 23,636,052

*Amounts reported for Governmental Activities in the Statement of Net Position
are different because:*

Capital Assets used in Governmental Activities are not financial resources
and, therefore, are not reported in the funds 48,692,172

Other long-term assets are not available to pay for current-period expenditures
and, therefore, are unavailable revenues in the funds:

Delinquent property taxes	693,082	
Municipal income taxes	3,489,368	
Special assessments	4,443,572	
Intergovernmental	1,723,123	
Charges for services	1,159,371	
Miscellaneous	234,819	
Total		11,743,335

In the Statement of Activities, interest is accrued on outstanding
bonds, whereas in Governmental funds, an interest expenditure
is reported when due. (26,912)

Internal Service funds are used by management to charge the costs
of certain activities, such as insurance to individual funds. The assets
and liabilities of the Internal Service funds are included in Governmental
Activities in the Statement of Net Position. 1,140,657

The net pension liability/asset and the net OPEB liability are not due and payable
in the current period; and the net pension asset are not available for
spending in the current period; therefore, the liability/asset and related deferred
inflows/outflows are not reported in governmental funds:

Deferred Outflows - Pension	25,402,137	
Deferred Inflows - Pension	(5,448,301)	
Net Pension Asset	78,089	
Net Pension Liability	(70,948,317)	
Deferred Outflows - OPEB	3,992,073	
Deferred Inflows - OPEB	(4,851,007)	
Net OPEB Liability	(4,530,699)	
Total		(56,306,025)

Long-term liabilities, including bonds payable, are not due and payable in the
current period and therefore are not reported in the funds:

General obligation bonds and notes	(8,903,141)	
Income tax special obligation bonds	(3,989,000)	
Unamortized premiums	(571,398)	
Deferral on refunding	107,654	
Compensated absences	(7,871,377)	
Judgments payable	(3,150,000)	
Financed Purchases Payables	(357,808)	
OPWC loans	(542,869)	
Loan	(1,692,308)	
Landfill	(232,725)	
Asset Retirement Obligation	(240,000)	
Total		(27,442,972)

Net Position of Governmental Activities \$ 1,436,307

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

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

	General Fund	American Rescue Plan Act	General Obligation Bond Retirement	Other Governmental Funds	Total Governmental Funds
REVENUES					
Property Taxes	\$ 1,844,612	\$ -	\$ 2,690,948	\$ 823,479	\$ 5,359,039
Municipal Income Taxes	35,655,533	-	-	-	35,655,533
Other Local Taxes	425,931	-	-	-	425,931
Payments in Lieu of Taxes	-	-	-	682,190	682,190
Intergovernmental	5,678,261	1,227,017	319,797	5,439,932	12,665,007
Interest	2,406,986	-	-	1,653	2,408,639
Fees, Licenses, and Permits	604,287	-	-	-	604,287
Fines and Forfeitures	1,236,918	-	-	192,868	1,429,786
Rentals	296,176	-	-	-	296,176
Charges for Services	6,092,203	-	-	382,036	6,474,239
Contributions and Donations	7,658	-	-	14,829	22,487
Special Assessments	1,196,125	-	-	-	1,196,125
All Other Revenues	1,084,760	-	-	557,000	1,641,760
Total Revenues	56,529,450	1,227,017	3,010,745	8,093,987	68,861,199
EXPENDITURES					
Current:					
Security of Persons and Property	28,802,094	237,297	-	1,060,451	30,099,842
Public Health	327,967	-	-	-	327,967
Leisure Time Activities	1,938,450	25,000	-	1,041,117	3,004,567
Community and Economic Development	2,033,870	-	-	1,889,340	3,923,210
Sanitation	4,331,476	-	-	-	4,331,476
Transportation	-	-	-	2,090,431	2,090,431
General Government	12,153,468	653,173	79,478	983,739	13,869,858
Capital Outlay	70,314	267,047	-	784,722	1,122,083
Debt Service:					
Principal Retirement	-	-	2,501,109	350,771	2,851,880
Interest and Fiscal Charges	-	-	420,786	11,979	432,765
Debt Issuance Costs	-	-	11,579	-	11,579
Total Expenditures	49,657,639	1,182,517	3,012,952	8,212,550	62,065,658
Excess of Revenues (Under) Expenditures	6,871,811	44,500	(2,207)	(118,563)	6,795,541
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	42,685	-	-	12,656	55,341
Transfers In	-	-	-	363,519	363,519
Transfers Out	(1,530,000)	-	-	-	(1,530,000)
Total Other Financing Sources (Uses)	(1,487,315)	-	-	376,175	(1,111,140)
Net Change in Fund Balances	5,384,496	44,500	(2,207)	257,612	5,684,401
Fund Balances - Beginning of Year, Restated	13,616,608	(44,500)	512,203	3,867,340	17,951,651
Fund Balances - End of Year	\$ 19,001,104	\$ -	\$ 509,996	\$ 4,124,952	\$ 23,636,052

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

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

Net Change in Fund Balances-Total Governmental Funds \$ 5,684,401

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

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

Capital Outlay	\$	1,122,083	
Capital Contributions		(518,519)	
Depreciation		(3,663,549)	
Total			(3,059,985)

In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets. (37,559)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Delinquent property taxes		(79,735)	
Municipal income taxes		13,947	
Special assessments		624,830	
Intergovernmental		(545,223)	
Charges for services		267,082	
Miscellaneous		91,953	
Total			372,854

Repayment of City bond principal, notes, loans, and financed purchases are expenditures in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 2,851,880

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

Pension		4,606,405	
OPEB		88,681	
			4,695,086

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

Pension		(9,105,112)	
OPEB		241,187	
			(8,863,925)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in Governmental funds.

Compensated absences		320,997	
Landfill		(45,285)	
Accrued interest on bonds		13,758	
Amortization of bond premiums		75,937	
Amortization of loss on refunding		10,895	
Total			376,302

Internal Service funds are used by management to charge costs to certain activities, such as insurance to individual funds. The net revenue (expense) of Internal Service funds are reported in the Governmental Activities.

1,018,506
\$ 3,037,560

Change in Net Position of Governmental Activities

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

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 1,750,000	\$ 1,750,000	\$ 1,844,612	\$ 94,612
Income Taxes	33,000,000	33,000,000	34,393,581	1,393,581
Other Local Taxes	630,000	630,000	549,976	(80,024)
Intergovernmental	2,635,457	2,635,457	2,759,676	124,219
Interest	350,000	350,000	1,791,887	1,441,887
Licenses and Permits	661,500	661,500	604,287	(57,213)
Fines and Forfeitures	1,170,500	1,170,500	1,235,155	64,655
Rentals	35,000	35,000	39,809	4,809
Charges for Services	5,942,166	5,942,166	6,043,597	101,431
Contributions and Donations	8,000	8,000	7,658	(342)
Special Assessments	980,169	980,169	1,106,416	126,247
All Other Revenues	760,000	760,000	1,082,194	322,194
Total Revenues	<u>47,922,792</u>	<u>47,922,792</u>	<u>51,458,848</u>	<u>3,536,056</u>
Expenditures:				
Current:				
Security of Persons and Property	30,388,959	30,538,959	29,126,710	1,412,249
Public Health	327,967	327,967	327,967	-
Leisure Time Activities	1,642,280	1,694,380	1,556,449	137,931
Community and Economic Development	1,910,313	2,040,313	1,792,319	247,994
Sanitation	4,246,585	4,246,585	4,158,597	87,988
General Government	15,462,048	16,056,621	15,087,979	968,642
Total Expenditures	<u>53,978,152</u>	<u>54,904,825</u>	<u>52,050,021</u>	<u>2,854,804</u>
Excess of Revenues Over (Under) Expenditures	(6,055,360)	(6,982,033)	(591,173)	6,390,860
Other Financing Sources (Uses)				
Sale of Capital Assets	25,000	25,000	42,685	17,685
Transfers In	3,060,926	3,060,926	3,060,926	-
Transfers Out	(685,000)	(1,735,000)	(1,735,000)	-
Total Other Financing Sources (Uses)	<u>2,400,926</u>	<u>1,350,926</u>	<u>1,368,611</u>	<u>17,685</u>
Net Change in Fund Balance	(3,654,434)	(5,631,107)	777,438	6,408,545
Fund Balance - Beginning of Year, Restated	8,388,075	8,388,075	8,388,075	-
Prior Year Encumbrances Appropriated	938,247	938,247	938,247	-
Fund Balance - End of Year	<u>\$ 5,671,888</u>	<u>\$ 3,695,215</u>	<u>\$ 10,103,760</u>	<u>\$ 6,408,545</u>

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

City of Euclid, Ohio
*Statement of Revenues, Expenditures and Changes in Fund Balance –
 Budget (Non-GAAP Basis) and Actual
 American Rescue Plan Act Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 44,500	\$ 44,500
Total Revenues	<u>-</u>	<u>-</u>	<u>44,500</u>	<u>44,500</u>
Expenditures				
Current:				
General Government				
Other	18,263,768	18,263,768	2,176,539	16,087,229
Total Expenditures	<u>18,263,768</u>	<u>18,263,768</u>	<u>2,176,539</u>	<u>16,087,229</u>
Excess of Revenues Over (Under) Expenditures	<u>(18,263,768)</u>	<u>(18,263,768)</u>	<u>(2,132,039)</u>	<u>16,131,729</u>
Other Financing Uses				
Transfers Out	(3,000,000)	(3,000,000)	(3,000,000)	-
Total Other Financing Uses	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>-</u>
Net Change in Fund Balance	(21,263,768)	(21,263,768)	(5,132,039)	16,131,729
Fund Balance - Beginning of Year	25,038,791	25,038,791	25,038,791	-
Prior Year Encumbrances Appropriated	224,977	224,977	224,977	-
Fund Balance - End of Year	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	<u>\$ 20,131,729</u>	<u>\$ 16,131,729</u>

See accompanying notes to the basic financial statements.

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

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

	Enterprise Funds				Governmental Activities
	Waste Water Treatment	Water Line Improvement	Other Enterprise Fund	Total	Internal Service Fund
ASSETS					
Current Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 22,623,315	\$ 5,671,936	\$ 114,713	\$ 28,409,964	\$ 1,210,071
Cash and Cash Equivalents:					
In Segregated Accounts	-	-	523,026	523,026	-
Materials and Supplies Inventory	133,475	-	29,980	163,455	-
Accounts Receivable	6,135,160	574,185	4,022	6,713,367	-
Prepaid Items	116,169	-	50,668	166,837	-
Total Current Assets	29,008,119	6,246,121	722,409	35,976,649	1,210,071
Noncurrent Assets:					
Net Pension Asset	35,721	-	-	35,721	-
Capital Assets:					
Land	1,065,440	-	7,271,526	8,336,966	-
Depreciable Assets, Net of Depreciation	208,753,063	-	1,382,253	210,135,316	-
Total Noncurrent Assets	209,854,224	-	8,653,779	218,508,003	-
Total Assets	238,862,343	6,246,121	9,376,188	254,484,652	1,210,071
DEFERRED OUTFLOWS OF RESOURCES					
Deferral on Refunding	4,031	45,265	-	49,296	-
Pension	2,777,624	-	-	2,777,624	-
OPEB	431,767	-	-	431,767	-
Total Deferred Outflows of Resources	3,213,422	45,265	-	3,258,687	-
LIABILITIES					
Current Liabilities:					
Accounts Payable	638,927	82,978	123,143	845,048	69,414
Accrued Wages and Benefits	164,067	-	-	164,067	-
Compensated Absences Payable	71,711	-	-	71,711	-
Customer Deposits Payable	-	-	5,546	5,546	-
Contracts Payable	72,197	289,474	-	361,671	-
Retainage Payable	-	45,971	-	45,971	-
Intergovernmental Payable	63,395	-	-	63,395	-
Interfund Payable	-	-	230,000	230,000	-
Accrued Interest Payable	825,293	4,668	-	829,961	-
Unearned Revenue	-	-	14,700	14,700	-
Claims Payable	-	-	-	-	2,100,000
General Obligation Bonds Payable	134,903	357,029	-	491,932	-
OWDA Loans Payable	7,106,794	-	-	7,106,794	-
OPWC Loans Payable	387,838	199,566	-	587,404	-
Total Current Liabilities	9,465,125	979,686	373,389	10,818,200	2,169,414
Noncurrent Liabilities:					
Compensated Absences Payable	770,227	-	-	770,227	-
Claims Payable	-	-	-	-	1,050,000
General Obligation Bonds Payable	409,790	2,685,138	-	3,094,928	-
OWDA Loans Payable	134,549,527	-	-	134,549,527	-
OPWC Loans Payable	4,965,200	2,447,679	-	7,412,879	-
Net Pension Liability	6,614,346	-	-	6,614,346	-
Net OPEB Liability	135,746	-	-	135,746	-
Total Noncurrent Liabilities	147,444,836	5,132,817	-	152,577,653	1,050,000
Total Liabilities	156,909,961	6,112,503	373,389	163,395,853	3,219,414
DEFERRED INFLOWS OF RESOURCES					
Pension	127,762	-	-	127,762	-
OPEB	67,749	-	-	67,749	-
Total Deferred Inflows of Resources	195,511	-	-	195,511	-
NET POSITION					
Net Investment in Capital Assets	62,268,482	-	8,653,779	70,922,261	-
Restricted for:	-	-	-	-	-
Pension	70,355	-	-	70,355	-
Unrestricted	22,631,456	178,883	349,020	23,159,359	(2,009,343)
Total Net Position	\$ 84,970,293	\$ 178,883	\$ 9,002,799	\$ 94,151,975	\$ (2,009,343)

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

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

	Enterprise Funds				Governmental
	Waste Water Treatment	Water Line Improvement	Other	Total	Activities
			Enterprise Fund		Internal Service Fund
OPERATING REVENUES					
Charges for Services	\$ 22,886,010	\$ 1,637,186	\$ 1,817,660	\$ 26,340,856	\$ -
Miscellaneous	76,627	2,869,697	-	2,946,324	-
Total Operating Revenues	<u>22,962,637</u>	<u>4,506,883</u>	<u>1,817,660</u>	<u>29,287,180</u>	<u>-</u>
OPERATING EXPENSES					
Salaries	5,591,118	-	-	5,591,118	-
Materials and Supplies	2,604,784	-	-	2,604,784	-
Contractual Services	4,019,500	4,369,608	1,595,490	9,984,598	74,114
Depreciation	5,164,300	-	81,199	5,245,499	-
Claims	-	-	-	-	157,380
Other	181,632	2,343	-	183,975	-
Total Operating Expense	<u>17,561,334</u>	<u>4,371,951</u>	<u>1,676,689</u>	<u>23,609,974</u>	<u>231,494</u>
Operating Income (Loss)	<u>5,401,303</u>	<u>134,932</u>	<u>140,971</u>	<u>5,677,206</u>	<u>(231,494)</u>
NONOPERATING (EXPENSES)					
Interest and Fiscal Charges	(1,845,722)	(63,882)	-	(1,909,604)	-
Total Nonoperating (Expenses)	<u>(1,845,722)</u>	<u>(63,882)</u>	<u>-</u>	<u>(1,909,604)</u>	<u>-</u>
Capital Contributions	8,681	-	518,519	527,200	-
Transfers In	-	-	-	-	1,250,000
Transfers Out	(18,976)	(64,543)	-	(83,519)	-
Change in Net Position	<u>3,545,286</u>	<u>6,507</u>	<u>659,490</u>	<u>4,211,283</u>	<u>1,018,506</u>
Net Position - Beginning of Year	81,425,007	172,376	8,343,309	89,940,692	(3,027,849)
Net Position - End of Year	<u>\$ 84,970,293</u>	<u>\$ 178,883</u>	<u>\$ 9,002,799</u>	<u>\$ 94,151,975</u>	<u>\$ (2,009,343)</u>

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

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

	Enterprise Funds				Governmental
	Waste Water Treatment	Water Line Improvement	Other	Total	Internal
			Enterprise Fund		Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash Received from Charges for Services	\$ 21,934,545	\$ 1,620,621	\$ 1,819,638	\$ 25,374,804	\$ -
Other Cash Receipts	76,627	2,869,697	-	2,946,324	-
Cash Payments to Employees for Services and Benefits	(5,465,658)	-	-	(5,465,658)	-
Cash Payments for Goods and Services	(7,299,729)	(4,476,400)	(1,542,423)	(13,318,552)	(58,019)
Cash Payments for Claims	-	-	-	-	(112,113)
Other Cash Payments	(282,059)	-	-	(282,059)	-
Net Cash Provided by (Used in) Operating Activities	<u>8,963,726</u>	<u>13,918</u>	<u>277,215</u>	<u>9,254,859</u>	<u>(170,132)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Principal Paid on Debt	-	(571,735)	-	(571,735)	-
Interest Paid on Debt	-	(63,502)	-	(63,502)	-
Transfers In	2,085,000	(64,543)	-	2,020,457	1,250,000
Transfers Out	(2,103,976)	-	-	(2,103,976)	-
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>(18,976)</u>	<u>(699,780)</u>	<u>-</u>	<u>(718,756)</u>	<u>1,250,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital Grants Received	8,681	-	-	8,681	-
Proceeds from OWDA and OPWC Loans	192,524	-	-	192,524	-
Principal Paid on Debt	(7,593,192)	-	-	(7,593,192)	-
Interest Paid on Debt	(1,739,490)	-	-	(1,739,490)	-
Payments for Capital Acquisitions	(455,563)	-	-	(455,563)	-
Net Cash (Used in) Capital and Related Financing Activities	<u>(9,587,040)</u>	<u>-</u>	<u>-</u>	<u>(9,587,040)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(642,290)	(685,862)	114,196	(1,213,956)	1,079,868
Cash and Cash Equivalents - Beginning of Year	<u>23,265,605</u>	<u>6,357,798</u>	<u>523,543</u>	<u>30,146,946</u>	<u>130,203</u>
Cash and Cash Equivalents - End of Year	<u>\$ 22,623,315</u>	<u>\$ 5,671,936</u>	<u>\$ 637,739</u>	<u>\$ 28,932,990</u>	<u>\$ 1,210,071</u>

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

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

	Enterprise Funds				Governmental
	Waste Water Treatment	Water Line Improvement	Other Enterprise Fund	Total	Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS)					
TO NET CASH PROVIDED BY (USED IN)					
OPERATING ACTIVITIES					
Operating Income (Loss)	\$ 5,401,303	\$ 134,932	\$ 140,971	\$ 5,677,206	\$ (231,494)
Adjustments:					
Depreciation	5,164,300	-	81,199	5,245,499	-
(Increase) Decrease in Assets and Deferred Outflows of Resources:					
Accounts Receivable	(951,465)	(16,565)	(4,022)	(972,052)	-
Materials and Supplies Inventory	(7,226)	-	(7,848)	(15,074)	-
Prepaid Items	(101,802)	-	3,854	(97,948)	-
Net Pension Asset	43,864	-	-	43,864	-
Net OPEB Asset	728,898	-	-	728,898	-
Deferred Outflows - Pension	(1,676,853)	-	-	(1,676,853)	-
Deferred Outflows - OPEB	(332,347)	-	-	(332,347)	-
Increase (Decrease) in Liabilities and Deferred Inflows of Resources:					
Accounts Payable	(667,286)	71,094	59,073	(537,119)	61,362
Contracts Payable	-	(153,607)	-	(153,607)	-
Customer Deposits Payable	-	-	(2,012)	(2,012)	-
Unearned Revenue	-	-	6,000	6,000	-
Accrued Wages and Benefits	13,048	-	-	13,048	-
Compensated Absences Payable	32,742	-	-	32,742	-
Retainage Payable	-	(21,936)	-	(21,936)	-
Intergovernmental Payable	(20,489)	-	-	(20,489)	-
Claims Payable	(6,426)	-	-	(6,426)	-
Net Pension Liability	4,515,159	-	-	4,515,159	-
Net OPEB Liability	135,746	-	-	135,746	-
Deferred Inflows - Pension	(2,514,987)	-	-	(2,514,987)	-
Deferred Inflows - OPEB	(792,453)	-	-	(792,453)	-
Net Cash Provided by (Used in) Operating Activities	<u>\$ 8,963,726</u>	<u>\$ 13,918</u>	<u>\$ 277,215</u>	<u>\$ 9,254,859</u>	<u>\$ (170,132)</u>

Schedule of Noncash Investing, Capital, and Related Financing Activities

Net impact of accruals related to capital assets	\$ (40,661)	\$ -	\$ -	\$ (40,661)	\$ -
Capital Contribution from Governmental Activities from the Golf Course Fund.	-	-	(518,519)	(518,519)	-

See accompanying notes to the basic financial statements

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

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

	Custodial Funds
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 282,218
Cash and Cash Equivalents in Segregated Accounts	302,220
Total Assets	584,438
 LIABILITIES	
Due to External Parties	584,438
Total Liabilities	584,438
 NET POSITION	
Restricted For:	
Individuals, Organizations, and Other Governments	-
Total Net Position	\$ -

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

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

	Custodial Funds
ADDITIONS	
Fines and Forfeitures for Other Governments	\$ 4,231,104
Miscellaneous	102,262
Total Additions	4,333,366
DEDUCTIONS	
Fines and Forfeitures Distributions to Other Governments	4,231,104
Distributions to Individuals	102,262
Total Deductions	4,333,366
Net Increase (Decrease) in Fiduciary Net Position	-
Net Position - Beginning of Year	-
Net Position - End of Year	\$ -

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

Notes to the Basic Financial Statements

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

NOTE 1: DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Euclid, Ohio (the City) was incorporated in 1931 and includes an area of approximately 10.3 square miles. The City operates under an elected Mayor/Council (nine members) administrative/legislative form of government and provides services to its more than 48,000 residents. The City established a formal charter in 1951 which governs its operations.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading.

The primary government of the City consists of all funds, departments, boards, and agencies that are not legally separate from the City. For the City of Euclid, this includes police and fire protection, parks and recreation, planning, zoning, public safety, public service, street maintenance, sanitation system, and a staff to provide support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers. The operation of each of these activities and entities is directly controlled by the City Council through the budgetary process. Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City has one component unit, the Euclid Development Corporation.

Euclid Development Corporation (EDCOR) The Euclid Development Corporation (EDCOR) is a legally separate, non-profit organization served by a board of trustees in which a majority is appointed by the City. Potential board members must work or live within the City. EDCOR was formed under Chapter 1702 of the Ohio Revised Code for the purpose of providing administrative program assistance to the Community Development Department while combating deterioration and lessening the burdens of government by advancing, encouraging, and promoting residential and commercial redevelopment and revitalization in the City. The City subsidizes EDCOR's entire operation from its Community Development Block Grant. Based on the significant services and resources provided by the City to EDCOR and EDCOR's administrative program assistance to the Community Development Program of the City, the City has chosen the discrete method of presentation for the EDCOR. The discrete method of presentation requires component unit data to be reported together with, but separately from the data of the primary government in the government-wide financial statements. EDCOR operates on a fiscal year ending December 31. Separately issued financial statements can be obtained from the Euclid Development Corporation, 585 East 222nd Street, Euclid, Ohio 44123.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis of Presentation

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

Government-wide Financial Statements The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. As a general rule, the activity of the Internal Service Fund is eliminated to avoid "doubling up" revenues and expenses. An exception to this general rule is that interfund services provided and used are not eliminated in the process of consolidation.

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

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Fund Accounting

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

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

General Fund This fund is the operating fund of the City and is used to account for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio.

American Rescue Plan Act Fund This fund is used to account for the economic stimulus package for the recovery from the economic and health effects of the COVID-19 pandemic.

General Obligation Bond Retirement Fund This fund is used to account for the tax levies and transfers in that are restricted for the repayment of general obligation bonded debt.

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

Proprietary Funds Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds are classified as either enterprise or internal service.

Enterprise Funds Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The following are the City's major enterprise funds:

Waste Water Treatment Fund This fund is used to account for revenues and expenses related to the operation and maintenance of the City's sewage treatment plant and the construction and maintenance of the City's sanitary and storm sewers.

Water Line Improvement Fund This fund accounts for the provision of water distribution to its residential and commercial users located within the City.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Fund Accounting (Continued)

The other enterprise fund of the City is used to account for the City owned Briardale Greens golf course.

Internal Service Fund The Internal Service Fund accounts for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's Internal Service Fund reports on a self-insurance program to ensure the City, its properties, and its officers and employees against liability, expense, loss, and damage which arise, or is claimed to have arisen, from the performance or nonperformance of official duties.

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

The City's fiduciary funds are custodial funds. Custodial funds are used to account for fines and fees collected by the Euclid Municipal Court (excluding those due to the City of Euclid), and property room and narcotics holding that are due to others.

C. Measurement Focus

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

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Measurement Focus** (Continued)

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position present increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The Statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

D. **Basis of Accounting**

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

Revenues – Exchange and Nonexchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within sixty days of year-end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 8). Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

D. Basis of Accounting (Continued)

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income tax, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), fines and forfeitures, interest, grants, fees, and rentals.

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Deferred Outflows/Inflows of Resources - In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on refunding, pension and OPEB. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 14 and 15.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes, pension, OPEB and unavailable revenues. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2023, but which were levied to finance year 2024 operations. The property taxes and payments in lieu of taxes have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, municipal income taxes, intergovernmental grants, special assessments, charges for services, and miscellaneous revenue. These amounts are deferred and recognized as inflows of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities on page 25. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (See Notes 14 and 15).

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

D. Basis of Accounting (Continued)

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

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

E. Budgetary Process

All funds, except custodial funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the personal services and other expenditures object levels within each department for all funds. Budgetary modifications at the personal service and other expenditures level may only be made by ordinance of City Council. The Finance Director has been given the authority to allocate appropriations to the specific object levels within each department and fund.

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

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

F. Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents."

The City has segregated bank accounts for monies held separate from the City's bank accounts. These interest-bearing deposits accounts are presented on the combined balance sheet as "Cash and Cash Equivalents in Segregated Accounts" since they are not required to be deposited into the City's treasury. The cash of the municipal court accounts, and Briardale Greens golf course are included in this line item.

The City has cash with a fiscal agent. This amount represents the amount the City has on deposit to cover early uses of the employee flex spending accounts.

During 2023, the City invested in State Treasurer Asset Reserve of Ohio (STAR Ohio), U.S. agency debt securities, U.S. Treasuries, money market, commercial paper, and negotiable certificates of deposit. Investments are reported at fair value, which is based on quoted market prices.

The City's investment in 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 and is recognized as an external investment pool by the City. The City measures their investment in STAR Ohio as the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value.

For 2023, there were no limitation or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$250 million. STAR Ohio reserves the right to limit the transaction to \$100 million, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

F. Cash and Cash Equivalents (Continued)

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2023 amounted to \$2,406,986.

Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are presented on the financial statements as cash equivalents. Investments with an original maturity of more than three months, not purchased from the pool, are reported as investments.

G. Inventory

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

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2023, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

I. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements.

Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide Statement of Net Position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

I. Capital Assets (Continued)

The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

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

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	20-40 Years
Building and Improvements	20-40 Years
Furniture, Fixtures, and Equipment	3-15 Years
Infrastructure	25-50 Years

The City's infrastructure consists of streets, storm sewers, and sanitary sewers.

J. Interfund Balances

On fund financial statements, outstanding interfund loans are reported as "interfund receivables/payables." Interfund loans which do not represent available expendable resources are equally offset in the nonspendable fund balance unless the proceeds from their collection are restricted, committed, or assigned. Interfund balance amounts are eliminated in the Statement of Net Position, except for any residual amounts due between governmental and business-type activities, which are presented as internal balances.

K. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end taking into consideration any limits specified in the City's termination policy.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

K. Compensated Absences (Continued)

In the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the amount “Matured Compensated Absences” in the fund or funds from which they employees who have accumulated the leave are paid.

L. Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. Bonds, capital leases, and long-term loans are recognized as a liability on the governmental fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan’s fiduciary net position is not sufficient for payment of those benefits.

M. Fund Balance

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

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are not spendable in 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 loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or is imposed by law through constitutional provisions.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

M. Fund Balance (Continued)

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of the City’s Council. Those committed amounts cannot be used for any other purpose unless the City’s Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts would represent intended uses established by City Council.

Unassigned – Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In the other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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

Net Position 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 on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

N. Net Position

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

O. Operating Revenue and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for sewer services, water services, golf, and self-insurance programs. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

P. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

Q. Bond Premium

On the government-wide financial statement, bond premiums are deferred and amortized over the term of the bonds using the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are received in the year the bonds are issued.

R. Gain/Loss on Refunding

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

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. No extraordinary or special items occurred in 2023.

T. Estimates

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

U. Pensions/Other Postemployment Benefits (OPEB)

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

NOTE 3: **CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE AND NET POSITION**

A. Change in Accounting Principles

During the fiscal year, the City implemented the following Governmental Accounting Standards Board (GASB) Statements and Guides:

GASB Implementation Guide 2021-1 provides clarification on issues related to previously established GASB guidance. These changes were incorporated in the City's financial statements; however, there was no effect on the beginning net position/fund balance.

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The primary objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). The implementation of this Statement did not have an effect on the financial statements of the City.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments).

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 3: CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF FUND BALANCE AND NET POSITION (Continued)

The implementation of this Statement did not have an effect on the financial statements of the City.

GASB Statement No. 99, *Omnibus 2022*. The 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 implementation of this Statement did not have an effect on the financial statements of the City.

B. Restatement of Fund Balance and Net Position

The City restated the fund balance and net position of the General and American Rescue Plan Act (ARPA) Funds to properly reflect \$4,000,000 of unspent grant proceeds that were improperly transferred to the General Fund in 2022. The restatement resulted in the following changes:

	Original	Restated
General Fund Beginning Fund Balance	\$ 17,616,608	\$ 13,616,608
Governmental Activities Beginning Net Position	\$ 2,398,747	\$ (1,601,253)

NOTE 4: ACCOUNTABILITY AND COMPLIANCE

A. Accountability

The following funds had deficits in fund balance or deficits in net position as of December 31, 2023:

<i>Governmental Funds</i>	
<i>Nonmajor</i>	
Other Grants	\$ 20,441
HOME Program	116,477
SAFER Grant	76,050
Public Building Construction	358,313
<i>Total Governmental Funds</i>	\$ 571,281

The deficits in the aforementioned funds resulted from recognition of accrued liabilities and negative cash balances. The General Fund is responsible to cover deficit fund balances by means of a transfer. However, this is done when cash is needed rather when accruals occur.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 4: **ACCOUNTABILITY AND COMPLIANCE** (Continued)

B. Compliance

The City has negative cash balances in the SAFER Grant fund in the amount of \$206,305. This indicates that revenue from other sources were used to pay obligations contrary to Ohio Revised Code Section 5705.10.

NOTE 5: **BUDGETARY BASIS OF ACCOUNTING**

While the City is reporting financial position, results of operations, and changes in fund balances/fund equity on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for transactions on a basis of cash receipts, disbursements, and encumbrances.

The Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the General Fund and American Rescue Plan Act Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and the GAAP basis are as follows:

- Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- Encumbrances are treated as expenditures (budget basis) rather than as a part of restricted, committed and assigned fund balance (GAAP basis); and
- Some funds are included in the General Fund (GAAP basis), but have separate legally adopted budgets (budget basis).

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 5: **BUDGETARY BASIS OF ACCOUNTING** (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund and American Rescue Plan Act Fund.

	General	American Rescue Plan Act
GAAP Basis	\$ 5,384,496	\$ 44,500
<u>Increase (Decrease) Due to:</u>		
Revenue Accruals	(1,594,498)	(4,182,517)
Expenditure Accruals	(26,046)	89,756
Fund with Legally Adopted Budgets	10,659	-
Outstanding Encumbrances	(2,997,173)	(1,083,778)
Budget Basis	\$ 777,438	\$ (5,132,039)

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City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 6: 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 governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	General Obligation Bond Retirement	Other Governmental Funds	Total
<i>Nonspendable</i>				
Prepaid Items	\$ 74,532	\$ -	\$ -	\$ 74,532
Materials and Supplies Inventory	94,678	-	210,384	305,062
Unclaimed Funds	51,373	-	-	51,373
<i>Total Nonspendable</i>	<u>220,583</u>	<u>-</u>	<u>210,384</u>	<u>430,967</u>
<i>Restricted for</i>				
Transportation	-	-	1,411,677	1,411,677
Drug & Alcohol Enforcement	-	-	186,620	186,620
Municipal Court	-	-	544,753	544,753
Recreation	-	-	63,960	63,960
Neighborhood Stabilization	-	-	13,110	13,110
Community Development Block Grant	-	-	48,930	48,930
Other Grants	-	-	33	33
Law Enforcement	-	-	304,691	304,691
Assets Held for Resale	-	-	161,160	161,160
Capital Improvements	-	-	198,958	198,958
Recreation Capital	-	-	936,249	936,249
TIF Capital Projects	-	-	593,107	593,107
Other Capital Improvements	-	-	4,371	4,371
Bond Retirement	-	509,996	-	509,996
<i>Total Restricted</i>	<u>-</u>	<u>509,996</u>	<u>4,467,619</u>	<u>4,977,615</u>
<i>Committed to</i>				
Nuisance Abatement	170,346	-	-	170,346
Community Television	1,809	-	-	1,809
Animal Shelter	-	-	18,230	18,230
<i>Total Committed</i>	<u>172,155</u>	<u>-</u>	<u>18,230</u>	<u>190,385</u>
<i>Assigned to</i>				
Subsequent Year Appropriations	1,337,857	-	-	1,337,857
Purchases on Order:				
Safety Forces	217,925	-	-	217,925
Parks and Senior Center	22,353	-	-	22,353
Community and Economic Development	79,387	-	-	79,387
Sanitation	156,187	-	-	156,187
General Government	2,486,744	-	-	2,486,744
<i>Total Assigned</i>	<u>4,300,453</u>	<u>-</u>	<u>-</u>	<u>4,300,453</u>
<i>Unassigned (Deficit)</i>	14,307,913	-	(571,281)	13,736,632
Total Fund Balances	<u>\$ 19,001,104</u>	<u>\$ 509,996</u>	<u>\$ 4,124,952</u>	<u>\$ 23,636,052</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 7: DEPOSITS AND INVESTMENTS

State statutes classify monies held by the City into three categories. Active deposits are public deposits necessary to meet current demands on the City treasury. Active monies must be maintained either as cash in the City treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that Council has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

Interim monies held by the City can be deposited or invested in the following securities:

- United States Treasury notes, bills, bonds, notes or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
- Commercial paper notes issued by an entity that has assets exceeding five hundred million;
- Bonds and other obligations of the State of Ohio;

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 7: **DEPOSITS AND INVESTMENTS** (Continued)

- No-load money market mutual funds consisting exclusively of obligations described in the first two sections above;
- The obligations described in the second section above of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
- The State Treasurer’s investment pool (STAR Ohio).

The City may also invest any monies not required to be used for a period of six months or more in the following:

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

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

Cash on Hand

The City had \$7,010 in undeposited cash on hand, which is reported on the balance sheet as part of “Equity in Pooled Cash and Cash Equivalents”.

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in possession of an outside party. At year-end, the carrying amount of the City’s deposits was \$18,818,361 (which does not include cash in segregated accounts of \$934,847 nor fiscal agent of \$50,132) and the bank balance was \$19,673,543. Of the bank balance, \$1,131,887 was covered by Federal depository insurance and \$29,632,796 uninsured and collateralized with securities held by the pledging financial institution’s trust department or agent, but not in the City’s name. One of the City’s financial institutions were approved for a reduced collateral rate of 60 percent through the Ohio Pooled Collateral System, resulting in the uninsured and uncollateralized balance.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 7: **DEPOSITS AND INVESTMENTS** (Continued)

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

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

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. The City's financial institutions were enrolled in OPCS as of December 31, 2023.

Investments

Fair value is determined by quoted market prices and acceptable other pricing methodologies. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The City's investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data. (Level 2 inputs). The following identify the City's recurring fair value measurement value. As previously discussed, Star Ohio is reported at its net asset value. As of December 31, 2023, fair value was \$592,556 below the City's net cost for investments.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 7: DEPOSITS AND INVESTMENTS (Continued)

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

	Measurement Value	Level Input	Credit Rating	Investment Maturities (in Years)		
				<1	1-3	3-5
Star Ohio	\$ 20,534,695	N/A	Aam	\$ 20,534,695	\$ -	\$ -
Money Market	1,915,939	N/A	Aam	1,915,939	-	-
Negotiable Certificates of Deposit	2,891,020	2	N/A	2,437,045	453,975	-
Commercial Paper	987,070	2	A-1/P-1	987,070	-	-
U.S. Treasury Bond	2,580,284	2	AA+/Aaa	1,485,992	624,332	469,960
U.S. Treasury Note	9,869,017	2	AA+/Aaa	1,959,650	2,883,449	5,025,918
Agency Bond	12,723,621	2	AA+/Aaa	3,663,368	5,180,061	3,880,192
Total Investments	<u>\$ 51,501,646</u>			<u>\$ 32,983,759</u>	<u>\$ 9,141,817</u>	<u>\$ 9,376,070</u>

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the City’s investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the City’s investment portfolio be structured so that the securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Federal Home Loan Bonds, and Federal National Mortgage Association securities are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty’s trust department or agent but not in the City’s name. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Finance Director or qualified trustee. The City’s investments in negotiable certificates of deposit of \$2,891,020 were fully covered by the FDIC.

Credit Risk The City has no investment policy that would further limit its investment choices. Credit ratings, if available, are provided in the aforementioned table by Standard & Poor’s.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 7: **DEPOSITS AND INVESTMENTS** (Continued)

Concentration of Credit Risk The City places no limit on the amount it may invest in any one issuer. The following is the City’s allocation as of December 31, 2023:

	Percentage of Total Investments
Star Ohio	40%
Money Market	4%
Negotiable Certificates of Deposit	5%
Commercial Paper	2%
U.S. Treasury Bond	5%
U.S. Treasury Note	19%
Agency Bond	25%
Total	100%

Component Unit - Euclid Development Corporation (EDCOR)

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, EDCOR will not be able to recover deposits or collateral securities that are in possession of an outside party. At year-end, the carrying amount and bank balance of EDCOR’s deposits was \$825,740. Of the bank balance, the full amount was covered by Federal depository insurance.

EDCOR has no deposit policy for custodial risk beyond the requirements of the State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with EDCOR or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

NOTE 8: **RECEIVABLES**

Receivables at December 31, 2023, consisted primarily of municipal income taxes, property and other taxes, accounts (billings for utility services), special assessments, accrued interest on investments, and intergovernmental receivables arising from entitlements and shared revenues. All receivables are deemed collectible in full. Special assessments outstanding at December 31, 2023, are \$4,443,572 with delinquent special assessments outstanding being \$1,024,817.

No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 8: **RECEIVABLES** (Continued)

A. Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2023 for real and public utility property taxes represents collections of 2022 taxes. Property tax payments received during 2023 for tangible personal property (other than public utility property) are for delinquent taxes from prior years.

2023 real property taxes are levied after October 1, 2023, on the assessed value as of January 1, 2023, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2021 real property taxes are collected in and intended to finance 2023.

Public utility real and tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2023 public utility property taxes which become a lien December 31, 2022 are levied after October 1, 2023, and are collected in 2023 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2023, was \$13.60 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2023 property tax receipts were based are as follows:

Real Property	\$ 714,603,130
Public Utility Property	37,047,500
Total Valuation	<u>\$ 751,650,630</u>

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

The Cuyahoga County Fiscal Officer collects property taxes on behalf of all taxing districts in the County, including the City of Euclid. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes, and outstanding delinquencies, which are measurable as of December 31, 2023, and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been offset by deferred inflows of resources since the current taxes were not levied to finance 2023 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue is deferred.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 8: **RECEIVABLES** (Continued)

B. Income Tax

The City levies a municipal income tax of 2.85 percent on substantially all income earned within the City. The City shares a portion of the income tax collected with the Euclid City School District at a ratio of 16.49 percent of the total tax collected, this percent is calculated by taking .47 percent of the municipal income tax rate of 2.85 percent. In addition, residents are required to pay City income tax on income earned outside the City; however, a 100 percent 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 the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are received by the General Fund.

C. Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

<i>Governmental Activities</i>	
Local Government (County & State)	\$ 1,016,424
Gasoline Tax	978,294
Homestead and Rollback	268,218
Permissive Tax	21,081
Motor Vehicle Tax	128,942
Various Grants	47,033
Other Intergovernmental	432,681
Total Intergovernmental Receivable	\$ 2,892,673

D. Loans Receivable

The Component Unit's loans receivable represent low interest loans for home improvements granted to eligible City residents through the Euclid Development Corporation (EDCOR) under the Federal Community Development Block Grant program. The loans bear interest at an annual rate of 3 percent. The loans are to be repaid over a period ranging up to 10 years.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 9: CONTINGENCIES

A. Grants

The City received financial assistance from Federal and State agencies in the form of grants. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City.

B. Litigation

The City is a party to legal proceedings seeking damages. City management, including the Law Director, is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

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City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 10: CAPITAL ASSETS

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

	Balance 12/30/2022	Additions	Deletions	Balance 12/31/2023
Governmental Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$ 10,775,705	\$ -	\$ -	\$ 10,775,705
Construction in Progress	5,120,443	576,295	5,186,339	510,399
<i>Total Capital Assets, Not Being Depreciated</i>	<u>15,896,148</u>	<u>576,295</u>	<u>5,186,339</u>	<u>11,286,104</u>
<i>Capital Assets, Being Depreciated</i>				
Land Improvements	23,698,362	2,929,478	-	26,627,840
Buildings and Improvements	17,290,886	-	-	17,290,886
Furniture, Fixtures, and Equipment	16,378,579	545,788	329,368	16,594,999
Infrastructure:				
Streets	134,156,400	1,738,342	-	135,894,742
<i>Total Capital Assets, Being Depreciated</i>	<u>191,524,227</u>	<u>5,213,608</u>	<u>329,368</u>	<u>196,408,467</u>
Less Accumulated Depreciation:				
Land Improvements	(7,416,901)	(941,538)	-	(8,358,439)
Buildings and Improvements	(11,226,871)	(363,371)	-	(11,590,242)
Furniture, Fixtures, and Equipment	(11,564,032)	(718,805)	(291,809)	(11,991,028)
Infrastructure:				
Streets	(125,422,855)	(1,639,835)	-	(127,062,690)
<i>Total Accumulated Depreciation</i>	<u>(155,630,659)</u>	<u>(3,663,549) *</u>	<u>(291,809)</u>	<u>(159,002,399)</u>
Total Capital Assets, Being Depreciated, Net	<u>35,893,568</u>	<u>1,550,059</u>	<u>37,559</u>	<u>37,406,068</u>
Governmental Activities Capital Assets, Net	<u>\$ 51,789,716</u>	<u>\$ 2,126,354</u>	<u>\$ 5,223,898</u>	<u>\$ 48,692,172</u>

*Depreciation Expense was charged to governmental functions as follows:

General Government	\$ 292,351
Security of Persons and Property	449,546
Leisure Time Services	245,248
Community and Economic Development	778,095
Transportation	1,898,309
	<u>\$ 3,663,549</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 10: CAPITAL ASSETS (Continued)

	Balance 12/31/2022	Additions	Deletions	Balance 12/31/2023
Business-Type Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$ 8,336,966	\$ -	\$ -	\$ 8,336,966
<i>Total Capital Assets, Not Being Depreciated</i>	<u>8,336,966</u>	<u>-</u>	<u>-</u>	<u>8,336,966</u>
<i>Capital Assets, Being Depreciated</i>				
Land Improvements	1,493,948	518,519	-	2,012,467
Buildings and Improvements	14,527,598	-	-	14,527,598
Furniture, Fixtures, and Equipment	10,630,225	659,243	-	11,289,468
Infrastructure:				
Sanitary Sewers	216,101,273	-	-	216,101,273
Storm Sewers	16,424,744	-	-	16,424,744
<i>Total Capital Assets, Being Depreciated</i>	<u>259,177,788</u>	<u>1,177,762</u>	<u>-</u>	<u>260,355,550</u>
Less Accumulated Depreciation:				
Land Improvements	(1,379,249)	(28,136)	-	(1,407,385)
Buildings and Improvements	(9,791,633)	(302,766)	-	(10,094,399)
Furniture, Fixtures, and Equipment	(8,451,567)	(287,075)	-	(8,738,642)
Infrastructure:				
Sanitary Sewers	(17,867,224)	(4,310,536)	-	(22,177,760)
Storm Sewers	(7,485,062)	(316,986)	-	(7,802,048)
<i>Total Accumulated Depreciation</i>	<u>(44,974,735)</u>	<u>(5,245,499)</u>	<u>-</u>	<u>(50,220,234)</u>
Total Capital Assets, Being Depreciated, Net	<u>214,203,053</u>	<u>(4,067,737)</u>	<u>-</u>	<u>210,135,316</u>
Business-Type Activities Capital Assets, Net	<u>\$ 222,540,019</u>	<u>\$ (4,067,737)</u>	<u>\$ -</u>	<u>\$ 218,472,282</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS

The original issue date, interest rate, original issue amount, and date of maturity of each of the City's bonds, notes and loans follows:

Debt Issue	Interest Rate	Original Issue Date	Original Issue Amount	Date of Maturity
<i>General Obligation Bonds:</i>				
Various Purpose Refunding - 2019	2.68	2019	\$ 2,931,000	2028
Various Purpose Refunding - 2020	1.87	2020	1,627,446	2031
Various Purpose Refunding - 2021	3.00	2021	8,442,480	2050
<i>Long-term Notes Payable:</i>				
Various Purpose - 2022	2.750	2022	750,000	2023
<i>Income Tax Special Obligation bonds:</i>				
Various Purpose - 2015	2.48	2015	6,999,000	2030
<i>Ohio Public Works Commission</i>				
East 222nd Reconstruction -2006	0.00	2006	1,257,200	2029
<i>Enterprise General Obligation Bonds:</i>				
Various Purpose Refunding - 2020	1.87	2020	4,952,554	2031
Various Purpose Refunding - 2021	3.00	2021	452,520	2050
<i>Enterprise OWDA Loans*:</i>				
Land Acquisition for Wastewater Treatment Plant	3.36	2012	908,840	2038
SSO Elimination	3.05	2013	718,696	2033
SSO 25, 26 & 27, E. 220th, E. 194th & E. 222nd	3.44	2014	4,473,345	2035
WWTP Sludge Transfer Force Main - 2014	2.18	2014	2,246,817	2035
Edgecliff San. Sewer Relining, SSO #28 Elimination	2.29	2015	540,603	2037
East 219th & East 221st I&I Reduction	2.28	2017	948,647	2038
Brandywine SSO Elimination	2.23	2017	408,169	2038
Effingham SSO 36 Elimination	1.84	2018	1,439,560	2038
<i>Enterprise OPWC Loans*:</i>				
East 226th Street/Edgecliff - 2003	0.00	2003	1,528,108	2023
East 197th Street - 2001	0.00	2001	759,025	2020
East 216th Street - 2004	0.00	2004	581,131	2024
Brandywine Pump Station - 2006	0.00	2006	408,000	2028
Chatworth Dr. Sanitary -2006	0.00	2006	240,400	2028
Euclid Ave/Babbitt Rd -2006	0.00	2006	540,900	2028
Miller Avenue - 2001	0.00	2001	1,689,900	2020
East 222nd Street -2003	0.00	2003	874,958	2023
East 214th Street - 2001	0.00	2001	262,735	2020
Euclid Avenue Improvement - 2008	0.00	2008	552,000	2028
East 222nd Street/Tungsten Road - 2009	0.00	2009	779,300	2039
Dille Road/East 204th Street - 2009	0.00	2009	950,000	2029
East 264th Street - 2010	0.00	2010	439,500	2030
East 248th Street/Shoreview - 2010	0.00	2010	887,600	2040
East 214th Street/Lakeshore - 2010	0.00	2010	958,500	2030
Roadway & Utility Improvement - 2011	0.00	2011	693,360	2031
E. 274th and E. 275th SSO Elimination - 2014	0.00	2014	444,774	2035
Crystal/E. 22nd Street/Bruce Storm and Sanitary - 2015	0.00	2015	1,024,500	2037
Edgecliff SSO Elimination - 2015	0.00	2015	768,624	2038
Brandywine Pump Station SSO Elimination- 2016	0.00	2016	406,460	2038
East 222nd Street Replacement - 2019	0.00	2019	1,695,330	2040

* - There are loans that the City has entered into however, these loans are not complete and an amortization schedule has not been provided to the City. Complete details of these loans are not available.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	Principal Outstanding 12/31/2022	Additions	Deletions	Principal Outstanding 12/31/2023	Due Within One Year
Governmental Activities					
<i>General Obligation Bonds:</i>					
Various Purpose Refunding - 2019	\$ 1,777,000	\$ -	\$ 328,000	\$ 1,449,000	\$ 274,000
Various Purpose Refunding - 2020	1,250,673	-	128,613	1,122,060	131,086
Various Purpose Refunding - 2021	7,111,577	-	779,496	6,332,081	806,982
Unamortized Premium	642,846	-	71,448	571,398	-
Total General Obligation Bonds	10,782,096	-	1,307,557	9,474,539	1,212,068
<i>Long-term Notes Payable:</i>					
Various Purpose - 2022	750,000	-	750,000	-	-
Unamortized Premium	4,489	-	4,489	-	-
Total Long-term Notes Payable	754,489	-	754,489	-	-
<i>Income Tax Special Obligation Bonds:</i>					
Various Purpose - 2015	4,504,000	-	515,000	3,989,000	528,000
Total Income Tax Special Obligation Bonds:	4,504,000	-	515,000	3,989,000	528,000
<i>Ohio Public Works Commission- Direct Borrowing</i>					
East 222nd Reconstruction -2006	626,388	-	83,519	542,869	83,519
<i>Net Pension Liability</i>					
OPERS	4,421,679	10,037,842	-	14,459,521	-
OP&F	39,585,691	16,903,105	-	56,488,796	-
Total Net Pension Liability	44,007,370	26,940,947	-	70,948,317	-
<i>Net OPEB Liability</i>					
OPERS	-	296,752	-	296,752	-
OP&F	6,945,157	-	2,711,210	4,233,947	-
Total Net OPEB Liability	6,945,157	296,752	2,711,210	4,530,699	-
<i>Other Obligations:</i>					
Financed Purchases Payables	471,214	-	113,406	357,808	116,288
Loan	1,846,154	-	153,846	1,692,308	153,846
Landfill	187,440	45,285	-	232,725	-
Asset Retirement Obligation	240,000	-	-	240,000	-
Claims and Judgments Payable	3,150,000	-	-	3,150,000	2,100,000
Compensated Absences	8,192,374	4,550	325,547	7,871,377	293,486
Total Other Obligations	14,087,182	49,835	592,799	13,544,218	2,663,620
Total Governmental Activities	\$ 81,706,682	\$ 27,287,534	\$ 5,964,574	\$ 103,029,642	\$ 4,487,207

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	Principal Outstanding 12/31/2022	Additions	Deletions	Principal Outstanding 12/31/2023	Due Within One Year
Business-Type Activities					
<i>General Obligation Bonds:</i>					
Waste Water Fund:					
Sewer Improvement Refunding - 2020	\$ 397,867	\$ -	\$ 41,095	\$ 356,772	\$ 41,885
Sewer Improvement Refunding - 2021	278,425	-	90,504	187,921	93,018
Water Line Fund:					
Waterline Improvement Refunding- 2020	3,392,460	-	350,293	3,042,167	357,029
<i>Total General Obligation Bonds:</i>	<u>4,068,752</u>	<u>-</u>	<u>481,892</u>	<u>3,586,860</u>	<u>491,932</u>
<i>OWDA Loans - Direct Borrowings:</i>					
Waste Water Fund:					
Land Acquisition for Wastewater					
Treatment Facilities - 2012	648,557	-	32,502	616,055	33,603
SSO Elimination - 2013	649,458	-	47,936	601,522	49,409
SSO 25, 26 & 27, E. 220th, E. 194th & E. 222nd - 2014	3,809,350	-	236,865	3,572,485	245,083
WWTP Sludge Transfer Force Main - 2014	1,914,089	-	117,495	1,796,594	120,952
Edgecliff San. Sewer, WWTP Relief Sewer, SSO Elimination - 2014	1,223,415	-	37,907	1,185,508	79,124
WWTP Headworks Phase 1 - 2015	6,157,965	130,502	-	6,288,467	-
Edgecliff San. Sewer Relining, SSO #28 Elimination - 2015	415,562	-	24,466	391,096	25,029
WWTP MBR - Procurement Phase HAB - 2015	20,407,959	883	1,445,232	18,963,610	1,445,232
Headworks part B & EW Basin Phase 1 - 2015	48,063,504	54,471	2,796,731	45,321,244	2,843,804
WWTP MBR - NRD - 2017	62,844,675	6,668	2,133,977	60,717,366	2,137,768
East 219th & East 221st I&I Reduction - 2017	771,044	-	41,990	729,054	42,952
Brandywine SSO Elimination - 2017	331,430	-	18,118	313,312	18,524
Effingham SSO 36 Elimination - 2018	1,224,137	-	64,129	1,160,008	65,314
<i>Total OWDA Loans</i>	<u>148,461,145</u>	<u>192,524</u>	<u>6,997,348</u>	<u>141,656,321</u>	<u>7,106,794</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	Principal Outstanding 12/31/2022	Additions	Deletions	Principal Outstanding 12/31/2023	Due Within One Year
Business-Type Activities (Continued)					
<i>OPWC Loans - Direct Borrowings:</i>					
Waste Water Fund:					
East 226th Street/Edgecliff - 2003	\$ 76,407	\$ -	\$ 76,407	\$ -	\$ -
East 216th Street - 2004	72,636	-	29,058	43,578	29,058
Brandywine Pump Station - 2006	101,503	-	16,920	84,583	16,920
Chatworth Dr. Sanitary -2006	70,662	-	11,776	58,886	11,776
Euclid Ave/Babbitt Rd -2006	166,844	-	23,836	143,008	23,836
Euclid Avenue Improvement -2008	234,787	-	23,480	211,307	23,480
Dille Road/ East 204 - 2009	345,569	-	36,374	309,195	36,374
E. 264th Street - 2010	94,510	-	9,948	84,562	9,948
E. 274th and E. 275th SSO Elimination - 2014	311,346	-	22,238	289,108	22,238
Edgecliff SSO Elimination - 2015	614,896	-	38,432	576,464	38,432
Crystal/E. 22nd Street/Bruce Storm and Sanitary - 2015	742,760	-	51,226	691,534	51,226
Brandywine Pump Station SSO Elimination- 2016	335,327	-	20,324	315,003	20,324
East 222nd Street Replacement - 2019	549,287	-	30,516	518,771	30,516
Monterey Avenue Sewer Replacement	2,100,749	-	73,710	2,027,039	73,710
Total Waste Water Fund	5,817,283	-	464,245	5,353,038	387,838
Water Line Fund (a):					
East 222nd Street -2003	65,620	-	43,748	21,872	21,872
East 222nd/Tungsten Road - 2009	623,444	-	25,976	597,468	25,976
Dille Road/ East 204 - 2009	105,681	-	11,126	94,555	11,126
E. 264th Street - 2010	10,400	-	1,096	9,304	1,096
E. 248th Street/Shoreview - 2010	434,529	-	21,728	412,801	21,728
E. 214 Street/Lake Shore - 2010	288,488	-	28,850	259,638	28,850
Roadway & Utility Improvement - 2011	364,014	-	34,668	329,346	34,668
East 222nd Street Replacement - 2019	976,511	-	54,250	922,261	54,250
Total Water Line Fund	2,868,687	-	221,442	2,647,245	199,566
Total OPWC Loan	8,685,970	-	685,687	8,000,283	587,404
<i>Other Obligations</i>					
Net Pension Liability - OPERS	2,099,187	4,515,159	-	6,614,346	-
Net OPEB Liability - OPERS	-	135,746	-	135,746	-
Financed Purchase Payables	11,547	-	11,547	-	-
Claims Payable	6,426	-	6,426	-	-
Compensated Absences	809,196	126,579	93,837	841,938	71,711
Total Other Obligations	2,926,356	4,777,484	111,810	7,592,030	71,711
Total Business-Type Activities	\$ 164,142,223	\$ 4,970,008	\$ 8,276,737	\$ 160,835,494	\$ 8,257,841

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: **LONG-TERM OBLIGATIONS** (Continued)

General obligation bonds will be paid from the General Obligation Bond Retirement Debt Service Fund. Special assessment bonds were paid from the proceeds of special assessments levied against benefitted property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

Governmental financed purchases will be paid from the General Permanent Improvement Fund. Business-type capital leases will be paid from the Waste Water Treatment Fund and Briardale Golf Course Fund.

Solid Waste Transfer Facility costs are based on estimates as of December 31, 2023. The actual costs may be higher and they will be paid from the General Fund.

The City participates in the State Workers' Compensation retrospective rating and payment system. This plan involves the payment of a minimum premium for administrative services and stop-loss coverage plus the actual claim costs for injured employees. The maintenance of these benefits and claims will be paid from the funds from which the employees are paid. Refer to Note 13 for further information.

There is no repayment schedule for the net pension and OPEB liability; however, employer pension contributions are made from the General Fund, Court Computerization, Court Special Projects, Animal Shelter, Street Maintenance, Community TV, Recreation, Community Development, Neighborhood Stabilization and Other Grants special revenue funds, and Waste Water enterprise fund. Refer to Notes 14 and 15 for further information regarding Net Pension and OPEB Liability.

Compensated absences will be paid from the General Fund, the Court Computerization Fund, the Court Special Projects Fund, the Animal Shelter Fund, the Street Maintenance and Construction Fund, the Community Television Fund, the Recreation Operating Fund, the Community Development Block Grant Fund, the Neighborhood Stabilization Program Fund, the Law Enforcement Trust Fund, the Other Grants Special Revenue Fund, the Recreation Capital Projects Fund, the Bond Retirement Fund, and the Waste Water Treatment Fund.

The general obligation bonds for the water line improvement, OPWC water line loans, and capital leases for machinery and equipment will be paid from water usage charges. As a result of the City entering into an agreement with the City of Cleveland, the general obligation bonds and the OPWC water line loans are no longer associated with capital assets of the City.

The general obligation bonds for sewer improvements, OWDA waste water treatment and collections loans, OPWC waste water improvement loans, and capital leases for equipment will be paid from the sewer user charges.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: **LONG-TERM OBLIGATIONS** (Continued)

The City's total direct borrowing from OPWC contain a provision that in an event of default the amount of such default shall bear interest thereafter at the rate of 8 percent per annum, until the date of payment, and outstanding amounts become immediately due. Also, OPWC may direct the county treasurer to pay the outstanding amount from the portion of the local government fund that would otherwise be remitted to the City.

The City's direct borrowings from OWDA contain a provision that in an event of default the amount of such default shall bear interest at the default rate from the due date until the date of payment. In addition to the interest, a late charge of one percent on the amount of each default shall also be paid to OWDA by the City from the pledged revenues for failure to make the payment.

On November 25, 2014, the City issued \$7,490,000 (\$6,548,507 for governmental activities and \$941,493 for business-type activities) in bonds for the purpose of refunding the callable portion of the City's outstanding various purpose improvements, series 2004 at an interest rate of 2.380 with a final maturity date of December 1, 2025.

On June 3, 2015, the City issued \$6.999 million in various purpose income tax bonds at an interest rate of 2.480 percent with a maturity date of June 1, 2030. These bonds were used to fully retire the 2014 various purpose notes. The original various purpose notes were issued for the purposes of equipment, vehicles, street improvements, and waterfront improvements.

On March 28, 2019, the City issued \$2,931,000 in bonds for the purpose of refunding the callable portion of the City's outstanding various purpose improvements, series 2008 at an interest rate of 2.680 with a final maturity date of December 1, 2028.

In 2019 the City entered into a loan agreement with the County of Cuyahoga in the amount of \$2,000,000 with an interest rate of 3 percent and a final maturity date of July 8, 2034. The loan proceeds were used for the Euclid Waterfront improvement project, and will be paid from the Harbor Town TIF fund.

On April 29, 2020, the City issued \$5.853 million in various purpose general obligation bond anticipation notes at an interest rate of 2.250 percent with a maturity date of April 29, 2022. The proceeds of these notes were used to fully retire the 2019 various purpose notes and for various capital improvements.

On March 25, 2020 the City issued \$6,580,000 (\$1,627,446 for governmental activities and \$4,952,554 for business-type activities) in General Obligation Current Refunding Bonds that were issued to refund various general obligation bonds. The bonds were issued for a 12-year period with final maturity at December 1, 2031 with a varying interest rate of 1.87 percent. The refunded bonds were called in April 2020.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

On April 20, 2022, the City issued \$1,525,000 million in various purpose general obligation bond anticipation notes at an interest rate of 1.8507 percent with a maturity date of April 20, 2023. The proceeds of these notes were used to fully retire the 2021 various purpose notes and for various capital improvements. \$775,000 of this note is to be paid down in 2023 and is reported as a notes payable.

On April 28, 2021 the City issued \$8,895,000 (\$8,442,480 for governmental activities and \$452,520 for business-type activities) in General Obligation Bonds. The bonds were issued with final maturity at December 1, 2050. The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$3,678,120. The issuance resulted in an economic gain of \$78,120.

Prior Years' Debt Defeasance

In prior years, the City has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. Government securities that were placed in the irrevocable trust fund. The investment and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the City's government-wide financial statements. As of December 31, 2023, the amount of defeased debt outstanding but removed from the government-wide financial statements amounted to \$2,636,000.

Legal Debt Margin

The City's overall legal debt margin was \$68,938,781 and the unvoted debt margin was \$41,340,785 at December 31, 2023.

Principal and Interest Requirements

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2023 are as follows:

	<u>Governmental Activities</u>								
	General Obligation Bonds		Income Tax Special Obligation Bonds		OPWC Loan	Cuyahoga County Loan		Total	
	Principal	Interest	Principal	Interest	Principal	Principal	Principal	Interest	
2024	\$ 1,212,068	\$ 229,410	\$ 528,000	\$ 92,380	\$ 83,519	\$ 153,846	\$ 1,977,433	\$ 321,790	
2025	1,245,656	195,316	543,000	79,099	83,519	153,846	2,026,021	274,415	
2026	652,785	173,678	556,000	65,472	83,519	153,846	1,446,150	239,150	
2027	676,011	156,548	569,000	51,522	83,519	153,846	1,482,376	208,070	
2028	694,227	138,780	583,000	37,237	83,519	153,846	1,514,592	176,017	
2029-2033	1,778,520	500,237	1,210,000	30,182	125,274	769,230	3,883,024	530,419	
2034-2038	1,280,000	277,645	-	-	-	153,848	1,433,848	277,645	
2039-2043	730,000	112,645	-	-	-	-	730,000	112,645	
2044-2048	440,000	51,094	-	-	-	-	440,000	51,094	
2049-2051	193,874	10,287	-	-	-	-	193,874	10,287	
Total	<u>\$ 8,903,141</u>	<u>\$ 1,845,640</u>	<u>\$ 3,989,000</u>	<u>\$ 355,892</u>	<u>\$ 542,869</u>	<u>\$ 1,692,308</u>	<u>\$ 15,127,318</u>	<u>\$ 2,201,532</u>	

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	<u>Business Type Activities</u>						
	<u>General Obligation Bonds</u>		<u>OWDA Loans</u>		<u>OPWC Loans</u>	<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 491,932	\$ 82,485	\$ 679,990	\$ 299,047	\$ 587,404	\$ 1,759,326	\$ 381,532
2025	501,344	72,325	700,344	278,750	550,995	1,752,683	351,075
2026	413,214	48,573	721,327	257,825	536,468	1,671,009	306,398
2027	419,989	40,845	742,959	236,252	536,467	1,699,415	277,097
2028	429,772	32,992	765,262	214,010	536,469	1,731,503	247,002
2029-2033	1,330,609	49,574	4,185,845	711,499	2,286,044	7,802,498	761,073
2034-2038	-	-	2,527,116	131,785	1,570,676	4,097,792	131,785
2039-2043	-	-	42,791	396	765,034	807,825	396
2044-2048	-	-	-	-	446,481	446,481	-
2049-2051	-	-	-	-	184,245	184,245	-
Total	<u>\$ 3,586,860</u>	<u>\$ 326,794</u>	<u>\$ 10,365,634</u>	<u>\$ 2,129,564</u>	<u>\$ 8,000,283</u>	<u>\$ 21,952,777</u>	<u>\$ 2,456,358</u>

At the end of the year, the City had four OWDA projects funded through loans that are not complete and the final amortization schedules are not provided as of year-end.

NOTE 12: COMPENSATED ABSENCES

The criteria for determining the vacation and sick leave liabilities are derived from negotiated agreements and City ordinances. Full-time employees earn 10 to 30 vacation days per year, depending upon length of service. Unused vacation balances that can be carried over to the next year vary according to the employee's classification.

All non-union employees may carry over vacation for a maximum of two years. Union employees may not carry over vacation from one year to the next. Police and fire department employees may convert any unused vacation to comp time. Accumulated, unused vacation, compensatory time, and holidays are paid upon termination of employment. All employees of the City earn sick leave at the rate of 1.25 days per month of work completed except for school guards and certain part-time employees who accrue sick leave at a rate of 4.6 hours per 80 hours of work completed. Full-time fire employees earn 1.5 days of sick leave per month. Sick leave accumulation is unlimited. Upon retirement of non-union employees, total payment is determined by multiplying the hourly rate by the maximum number of hours allowed, depending on the years of service as of January 1, 2005:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 12: **COMPENSATED ABSENCES** (Continued)

<u>Years of Service as of January 1, 2005</u>	<u>Upon Retirement Sick Hours Max Out at:</u>
Hired after January 1, 2005	240
5 or less years	320
6 - 10	480
11 - 15	640
16 - 20	800
Over 20 Years	960

Upon retirement of union employees, individuals with less than 1,200 hours of accumulated sick leave will have their sick leave paid out at the accrued number of hours multiplied by the hourly rate. Individuals with more than 1,200 hours will have the first 1,200 hours multiplied by the hourly rate and any hours over 1,200 multiplied by \$2.50. The City developed this policy in order to limit the amount of sick time it will pay out in the future for retirees.

NOTE 13: **RISK MANAGEMENT**

A. Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Since 1988, the City is self-funded with regard to general liability. An internal service fund is used to process claims against the City. The City’s administrative code includes provisions that the Council shall annually appropriate funds to cover the costs of this fund.

The City does carry a police liability policy, crime policy and pier policy. The cost of the current coverage in effect as of December 31, 2023 was \$141,955.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 13: **RISK MANAGEMENT**(Continued)

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there was no significant change in insurance coverage from the prior year.

B. Health Insurance

The City participates in a shared-funding plan provided by a commercial insurance carrier. The City will pay up to a predetermined amount toward each employee’s health care costs after employees meet their deductible. Once this “funding corridor” has been met, the insurance company will pay the employee’s remaining annual health care costs.

C. Workers’ Compensation Program

The City participates in the State Workers’ Compensation retrospective rating and payment system. The Plan involves the payment of a minimum premium for administrative services and stop loss coverage plus the actual claim costs for employees injured for up to 10 years after the claim year. The program for workers’ compensation is administered by Associated Compensated Resources. Payments are made directly to the Ohio Bureau of Workers’ Compensation for actual claims processed. The plan has reached it’s 10 year maximum as mentioned above, therefore there was no claim liability at December 31, 2023.

Changes in the fund’s claims liability amount for the last three years follows:

<u>December 31,</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2021	\$ 123,006	\$ 3,425	\$ 34,432	\$ 91,999
2022	91,999	1,285	42,087	51,197
2023	51,197	-	51,197	-

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: DEFINED BENEFIT PENSION PLANS

A. Net Pension Liability/(Asset)

The net pension liability/(asset) 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/(asset) 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/(asset) calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting 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 intergovernmental payable on both the accrual and modified accrual bases of accounting.

The remainder of this note includes the required pension disclosures.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

B. 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. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses 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>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members 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' Annual Comprehensive Financial Report referenced above for additional information, including requirements for reduced and unreduced benefits):

Group A	Group B	Group C
Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit.	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit.	Age and Service Requirements: Age 62 with 60 months of service credit or Age 57 with 25 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.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

B. Plan Description - Ohio Public Employees Retirement System (OPERS) (Continued)

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 traditional plan 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. Cost-of-living adjustments for OPERS members in 2022 will be 3 percent for all those eligible to receive the annual benefit increase.

A death benefit of \$500 - \$2,500, determined by the number of years of service credit of the retiree, is paid to the beneficiary of a deceased retiree or disability benefit recipient under the Tradition pension plan and the Combined Plan.

Defined contribution plan benefits are established in the plan documents, which may be amended by the Board. Member-directed plan and combined plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the combined plan consists of the members' contributions plus or minus the investment gains or losses resulting from the members' investment selections. Combined plan members wishing to receive benefits must meet the requirements for both the defined benefit and defined contribution plans. Member-directed participants must have attained the age of 55, have money on deposit in the defined contribution plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the member-directed plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

B. Plan Description - Ohio Public Employees Retirement System (OPERS) (Continued)

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

Beginning in 2022, the combined plan was consolidated under the traditional pension plan (defined benefit plan) and the combined plan is no longer available for new hires beginning in 2022.

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

	State and Local
2023 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee *	10.0 %
 2023 Actual Contribution Rates	
Employer:	
Pension **	14.0 %
Post-Employment Health Care Benefits **	0.0
Total Employer	14.0 %
 Employee	 10.0 %

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

** These pension and employer health care rates are for the traditional plan. Beginning July 1, 2022, the employer contribution rate for the combined plan is allocated 2 percent health care with the remainder going to pension. The employer contributions rate for the member-directed plan allocated 4 percent for health care with remainder going to pension.

The portion of employer contributions used to fund pension benefits is net of postemployment health care benefits. The portion of the employer's contribution allocated to health care was 0% for 2023 for the Traditional plan. The portion of the employer's contribution allocated to health care was 2% for the Combined plan and 4% for the Member-Directed plan for 2023. Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contributions was \$1,642,461 for fiscal year ending December 31, 2023. Of this amount, \$191,187 reported as an intergovernmental payable.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

C. Plan Description - Ohio Police and Fire Pension Fund (OP&F)

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

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

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

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

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

C. Plan Description - Ohio Police and Fire Pension Fund (OP&F) (Continued)

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will receive a COLA equal to a percentage of the members' base pension benefit where the percentage is the lesser of three percent or the percentage increase in the consumer price index, if any, over the 12 month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

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

	Police	Firefighters
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	0.50	0.50
Total Employer	19.50 %	24.00 %
 Employee	 12.25 %	 12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$3,479,455 for 2023. Of this amount, \$389,472 is reported as an intergovernmental payable.

D. Pension Liabilities/(Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability/(asset) for OPERS was measured as of December 31, 2022, and the total pension liability/asset used to calculate the net pension liability/asset was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2022, and was determined by rolling forward the total pension liability as of January 1, 2022, to December 31, 2022. The City's proportion of the net pension liability/asset was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

D. Pension Liabilities/(Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

Following is information related to the proportionate share and pension expense:

	OPERS Traditional Pension Plan	OPERS Combined Pension Plan	OP&F	Total
Proportion of the Net Pension Liability/(Asset) Prior Measurement Date	0.074949%	0.062746%	0.6336325%	
Proportion of the Net Pension Liability/(Asset) Current Measurement Date	<u>0.071340%</u>	<u>0.048288%</u>	<u>0.5946796%</u>	
Change in Proportionate Share	<u>-0.003609%</u>	<u>-0.014458%</u>	<u>-0.0389529%</u>	
Proportionate Share of the Net Pension Liability	\$ 21,073,867	\$ -	\$ 56,488,796	\$ 77,562,663
Proportionate Share of the Net Pension (Asset)	\$ -	\$ (113,810)	\$ -	\$ (113,810)
Pension Expense	\$ 3,074,117	\$ 22,106	\$ 6,891,583	\$ 9,987,806

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	OPERS Combined	OP&F	Total
Deferred Outflows of Resources				
Net difference between projected and actual earnings on pension plan investments	\$ 6,006,714	\$ 41,479	\$ 8,224,074	\$ 14,272,267
Differences between expected and actual experience	699,985	6,996	847,310	1,554,291
Changes of assumptions	222,630	7,531	5,095,095	5,325,256
Changes in proportion and differences between City contributions and proportionate share of contributions	164,111	57,839	1,684,081	1,906,031
City contributions subsequent to the measurement date	<u>1,621,668</u>	<u>20,793</u>	<u>3,479,455</u>	<u>5,121,916</u>
Total Deferred Outflows of Resources	<u>\$ 8,715,108</u>	<u>\$ 134,638</u>	<u>\$ 19,330,015</u>	<u>\$ 28,179,761</u>
Deferred Inflows of Resources				
Changes of assumptions	\$ -	\$ -	\$ 1,101,515	\$ 1,101,515
Differences between expected and actual experience	-	16,257	1,286,982	1,303,239
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>382,769</u>	<u>8,033</u>	<u>2,780,507</u>	<u>3,171,309</u>
Total Deferred Inflows of Resources	<u>\$ 382,769</u>	<u>\$ 24,290</u>	<u>\$ 5,169,004</u>	<u>\$ 5,576,063</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

D. Pension Liabilities/(Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

\$5,121,916 reported as deferred outflows of resources related to pension resulting from City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability or increase to the net pension asset in the year ending December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>OPERS Traditional</u>	<u>OPERS Combined</u>	<u>OP&F</u>	<u>Total</u>
Year Ending December 31:				
2024	\$ 720,470	\$ 9,203	\$ 999,584	\$ 1,729,257
2025	1,279,627	14,863	2,658,067	3,952,557
2026	1,768,068	17,540	3,046,392	4,832,000
2027	2,942,506	24,368	4,470,336	7,437,210
2028	-	7,170	(492,823)	(485,653)
Thereafter	-	16,411	-	16,411
Total	<u>\$ 6,710,671</u>	<u>\$ 89,555</u>	<u>\$ 10,681,556</u>	<u>\$ 17,481,782</u>

E. 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 prior periods included in the measurement in accordance with the requirements of GASB 67.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

E. Actuarial Assumptions – OPERS (Continued)

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

	<u>Traditional Pension Plan</u>	<u>Combined Plan</u>
Wage Inflation		
Current Measurement Date:	2.75 percent	2.75 percent
Prior Measurement Date:	2.75 percent	2.75 percent
Future Salary Increases, including inflation		
Current Measurement Date:	2.75 to 10.75 percent including wage inflation	2.75 to 8.25 percent including wage inflation
Prior Measurement Date:	2.75 to 10.75 percent including wage inflation	2.75 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA		
Pre 1/7/2013 retirees:	3 percent, simple	3 percent, simple
Post 1/7/2013 retirees:		
Current Measurement Date:	3 percent, simple through 2023, then 2.05 percent simple	3 percent, simple through 2023, then 2.05 percent simple
Prior Measurement Date:	3 percent, simple through 2022, then 2.05 percent simple	3 percent, simple through 2022, then 2.05 percent simple
Investment Rate of Return		
Current Measurement Date:	6.9 percent	6.9 percent
Prior Measurement Date:	6.9 percent	6.9 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

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.

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

D. Actuarial Assumptions – OPERS (Continued)

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. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money weighted rate of return expressing investment performance, net of investments expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was a loss of 12.1 percent for 2022.

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Geometric)</u>
Fixed Income	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	<u>100.00 %</u>	

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

D. Actuarial Assumptions – OPERS (Continued)

Discount Rate The discount rate used to measure the total pension liability was 6.9 percent, post-experience study results. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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

City's proportionate share of the net pension liability/(asset)	1% Decrease (5.90%)	Current Discount Rate (6.90%)	1% Increase (7.90%)
Traditional Pension Plan	\$ 31,567,950	\$ 21,073,867	\$ 12,344,674
Combined Plan	\$ (59,394)	\$ (113,810)	\$ (156,936)

F. Actuarial Assumptions – OP&F

OP&F’s total pension liability as of December 31, 2022 is based on the results of an actuarial valuation date of January 1, 2022, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F’s actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

F. **Actuarial Assumptions – OP&F** (Continued)

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2022, are presented below:

Valuation Date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.50 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple

Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% 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 table with rates adjusted by 135% for males and 97.9% for females. All rates are projected using the MP-2021 Improvement Scale.

The most recent experience study was completed December 31, 2021.

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 on the following page:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

F. Actuarial Assumptions – OP&F (Continued)

<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
International Equity	12.40	5.50
Core Fixed Income *	25.00	2.50
U.S. Inflation Linked Bonds *	15.00	2.00
High Yield Fixed Income	7.00	4.40
Private Real Estate	12.00	5.30
Private Markets	10.00	7.90
Midstream Energy Infrastructure	5.00	5.90
Private Credit	5.00	5.90
Real Assets	8.00	5.90
Gold	5.00	3.60
Commodities	2.00	3.60
 Total	 <u>125.00 %</u>	

Note: Assumptions are geometric

* levered 2.5x

** Geometric mean, net of expected inflation

OP&F’s Board of Trustees has incorporated the “risk parity” concept into OP&F’s asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.25 times due to the application of leverage in certain fixed income asset classes.

Discount Rate The total pension liability was calculated using the discount rate of 7.50 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 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.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

F. **Actuarial Assumptions – OP&F** (Continued)

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

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's proportionate share of the net pension liability	\$ 74,519,622	\$ 56,488,796	\$ 41,499,770

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City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: DEFINED BENEFIT OPEB PLANS

A. Net OPEB Liability/Asset

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

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

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

GASB 75 assumes that any liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The proportionate share of each plan's unfunded and funded benefits are presented as a long-term *net OPEB liability or net OPEB asset* on the accrual basis of accounting. Any liability for the contractually-required OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

B. Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional pension plan, a cost-sharing, multiple-employer defined benefit pension plan; the member-directed plan, a defined contribution plan; and the combined plan, a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan. Effective January 1, 2022 the Combined Plan is no longer available for member selection.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the traditional pension and the combined plans. This trust is also used to fund health care for member-directed plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

Currently, Medicare-eligible retirees can select medical and prescription drug plans from a range of options and may elect optional vision and dental plans. Retirees and eligible dependents enrolled in Medicare Parts A and B have the option to enroll in a Medicare supplemental plan with the assistance of the OPERS Medicare Connector. The OPERS Medicare Connector is a relationship with a vendor selected by OPERS to assist retirees, spouses, and dependents with selecting a medical and pharmacy plan. Monthly allowances, based on years of service and the age at which the retiree first enrolled in OPERS coverage, are deposited into an HRA.

For non-Medicare retirees and eligible dependents, OPERS sponsors medical and prescription coverage through a professionally managed self-insured plan. An allowance to offset a portion of the monthly premium is offered to retirees and eligible dependents. The allowance is based on the retiree's years of service and age when they first enrolled in OPERS coverage.

The base HRA allowance is determined by OPERS. Retirees receive a percentage of the base allowance, calculated based on years of qualifying service credit and age when the retiree first enrolled in OPERS health care. Monthly allowances range between 51 percent and 90 percent of the base allowance. OPERS members enrolled in the Traditional Pension Plan or Combined Plan retiring with an effective date of January 1, 2022 or after must meet the following health care eligibility requirements to receive an HRA allowance:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

C. Plan Description – Ohio Public Employees Retirement System (OPERS) (Continued)

1. Medicare Retirees – Medicare-eligible with a minimum of 20 years of qualifying service credit.
2. Non-Medicare Retirees – Non-Medicare retirees qualify based on the following age-and-service criteria:
 - a. Group A – 30 years of qualifying service credit at any age;
 - b. Group B – 32 years of qualifying service credit at any age or 31 years of qualifying service credit and minimum age 52;
 - c. Group C – 32 years of qualifying service credit and minimum age 55; or,
 - d. A retiree from groups A, B or C who qualifies for an unreduced pension, but a portion of their service credit is not health care qualifying service, can still qualify for health care at age 60 if they have at least 20 years of qualifying health care service credit.

Retirees who don't meet the requirement for coverage as a non-Medicare participant can become eligible for coverage at age 65 if they have at least 20 years of qualifying service. Members with a retirement date prior to January 1, 2022 who were eligible to participate in the OPERS health care program will continue to be eligible after January 1, 2022, as summarized in the following table:

Retirement Date	Group A		Group B		Group C	
	Age	Service	Age	Service	Age	Service
December 1, 2014 or Prior	Any	10	Any	10	Any	10
January 1, 2015 through December 31, 2021	60	20	52 60	31 20	55	32
	Any	30	Any	32	60	20

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

The Ohio Revised Code permits, but does not require OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the Board in Chapter 145 of the Ohio Revised Code. Disclosures for the health care plan are presented separately in the OPERS financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml>, by writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling (614) 222-5601 or 800-222-7377.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

B. Plan Description – Ohio Public Employees Retirement System (OPERS) (Continued)

Funding Policy - The Ohio Revised Code provides the statutory authority requiring public employers to fund postemployment health care through their contributions to OPERS. When funding is approved by OPERS Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans.

Employer contribution rates are expressed as a percentage of covered payroll. In 2022, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. For 2023, OPERS did not allocate employer contributions to health care for members in the Traditional Pension Plan. Effective July 1, 2022, OPERS began allocating 2.0 percent of the employer contribution rate to health care funding for the Combined Plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2023 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$9,131 for 2023.

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

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) a cost-sharing, multiple-employer defined post-employment healthcare plan that provides various levels of health care to retired, disabled and beneficiaries, as well as their dependents. On January 1, 2019, OP&F changed the way it supports retiree health care. A stipend-based health care model has replaced the self-insured group health care plan that had been in place. A stipend funded by OP&F is available to these members through a Health Reimbursement Arrangement and can be used to reimburse retirees for qualified health care expenses. A summary of the full benefit provisions can be found in OP&F's annual comprehensive financial report.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

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

OP&F provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit, or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 75. The Ohio Revised Code allows, but does not mandate, OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2023, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The City's contractually required contribution to OP&F was \$82,416 for 2023. Of this amount, \$9,232 is reported as an intergovernmental payable.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

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

The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2022, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2022, and was determined by rolling forward the total OPEB liability as of January 1, 2022, to December 31, 2022.

The City's proportion of the net OPEB liability/asset was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net OPEB Liability/Asset			
Prior Measurement Date	0.072290%	0.6336325%	
Proportion of the Net OPEB Liability			
Current Measurement Date	<u>0.068594%</u>	<u>0.5946796%</u>	
Change in Proportionate Share	<u>-0.003696%</u>	<u>-0.0389529%</u>	
Proportionate Share of the Net OPEB			
Liability	\$ 432,498	\$ 4,233,947	\$ 4,666,445
OPEB Expense	\$ (817,204)	\$ 318,727	\$ (498,477)

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City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

D. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

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

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments	\$ 858,959	\$ 363,148	\$ 1,222,107
Changes of assumptions	422,431	2,109,965	2,532,396
Differences between expected and actual experience	-	252,656	252,656
Changes in proportion and differences between City contributions and proportionate share of contributions	85,126	240,008	325,134
City contributions subsequent to the measurement date	<u>9,131</u>	<u>82,416</u>	<u>91,547</u>
Total Deferred Outflows of Resources	<u>\$ 1,375,647</u>	<u>\$ 3,048,193</u>	<u>\$ 4,423,840</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ 107,883	\$ 834,844	\$ 942,727
Changes of assumptions	34,760	3,463,025	3,497,785
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>73,214</u>	<u>405,030</u>	<u>478,244</u>
Total Deferred Inflows of Resources	<u>\$ 215,857</u>	<u>\$ 4,702,899</u>	<u>\$ 4,918,756</u>

\$91,547 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Year Ending December 31:			
2024	\$ 157,628	\$ (90,459)	\$ 67,169
2025	310,231	(58,345)	251,886
2026	267,852	(200,480)	67,372
2027	414,948	(113,869)	301,079
2028	-	(364,634)	(364,634)
Thereafter	<u>-</u>	<u>(909,335)</u>	<u>(909,335)</u>
Total	<u>\$ 1,150,659</u>	<u>\$ (1,737,122)</u>	<u>\$ (586,463)</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. 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 and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2022. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	
Current Measurement Date:	2.75 percent
Prior Measurement Date:	2.75 percent
Projected Salary Increases, including inflation	
Current Measurement Date:	2.75 to 10.75 percent, including wage inflation
Prior Measurement Date:	2.75 to 10.75 percent, including wage inflation
Single Discount Rate:	
Current Measurement Date:	5.22 percent
Prior Measurement Date:	6.00 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate	
Current Measurement Date:	4.05 percent
Prior Measurement Date:	1.84 percent
Health Care Cost Trend Rate	
Current Measurement Date:	5.50 percent initial, 3.50 percent ultimate in 2036
Prior Measurement Date:	5.50 percent initial, 3.50 percent ultimate in 2034

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. **Actuarial Assumptions – OPERS** (Continued)

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.

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

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

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. **Actuarial Assumptions – OPERS** (Continued)

The table below displays the Board-approved asset allocation policy for 2021 and the long-term expected real rates of return:

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
Real Estate Investment Trust	7.00	4.70
International Equities	25.00	5.51
Risk Parity	2.00	4.37
Other investments	6.00	1.84
Total	<u>100.00 %</u>	

Discount Rate A single discount rate of 5.22 percent was used to measure the OPEB liability on the measurement date of December 31, 2022. A single discount rate of 6.00 percent was used to measure the OPEB asset on the measurement date of December 31, 2021. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 4.05 percent. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2054. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2054, and the municipal bond rate was applied to all health care costs after that date.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. **Actuarial Assumptions – OPERS** (Continued)

Sensitivity of the City’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net OPEB asset calculated using the single discount rate of 5.22 percent, as well as what the City’s proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is one-percentage-point lower (4.22 percent) or one-percentage-point higher (6.22) than the current rate:

	1% Decrease (4.22%)	Current Discount Rate (5.22%)	1% Increase (6.22%)
City’s proportionate share of the net OPEB liability	\$ 1,472,027	\$ 432,498	\$ (425,283)

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

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2023 is 5.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City’s proportionate share of the net OPEB liability	\$ 405,391	\$ 432,498	\$ 463,010

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

F. Actuarial Assumptions – OP&F

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

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

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

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

Valuation Date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.5 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Single discount rate:	
Current measurement date	4.27 percent
Prior measurement date	2.84 percent
Cost of Living Adjustments	2.2 percent simple

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

F. Actuarial Assumptions – OP&F (Continued)

Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% 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 table with rates adjusted by 135% for males and 97.9% for females. All rates are projected using the MP-2021 Improvement Scale.

The most recent experience study was completed for the five year period ended December 31, 2021.

The long-term expected rate of return on OPEB plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F’s target asset allocation as of December 31, 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
Core Fixed Income *	25.00	2.50
U.S. Inflation Linked Bonds *	15.00	2.00
High Yield Fixed Income	7.00	4.40
Private Real Estate	12.00	5.30
Private Markets	10.00	7.90
Midstream Energy Infrastructure	5.00	5.90
Private Credit	5.00	5.90
Real Assets	8.00	5.90
Gold	5.00	3.60
Commodities	2.00	3.60
Total	<u>125.00 %</u>	

Note: Assumptions are geometric
* levered 2.5x

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

F. **Actuarial Assumptions – OP&F** (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 the relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.2 times due to the application of leverage in certain fixed income asset classes in core fixed income and asset classes.

Discount Rate The total OPEB liability was calculated using the discount rate of 4.27 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by state statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return 7.50 percent. Based on those assumptions, OP&F’s fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the long-term assumed rate of return on investments of 7.50 percent was applied to periods before December 31, 2035, resulting in a discount rate of 4.27 percent.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net OPEB liability calculated using the discount rate of 4.27 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.27 percent), or one percentage point higher (5.27 percent) than the current rate.

	1% Decrease (3.27%)	Current Discount Rate (4.27%)	1% Increase (5.27%)
City's proportionate share of the net OPEB liability	\$ 5,213,707	\$ 4,233,947	\$ 3,406,776

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 16: FINANCED PURCHASES PAYABLES

In previous years the City entered into leases for the following collateral: computer software, pumper trucks, a mower, vehicles, a VAC/Sewer jet truck, pump station, and equipment. Financed purchase payments are reflected as program expenditures on the budgetary statements and part of debt service on the Statement of Revenue, Expenditures, and Changes in Fund Balances.

Capital assets acquired by lease have been capitalized and depreciated as follows as of December 31, 2023:

	Governmental Activities	Business-Type Activities
<i>Capital Assets being Depreciated:</i>		
Furniture, Fixtures, and Equipment	\$ 1,461,022	\$ 471,823
Less: Accumulated Depreciation	(814,278)	(180,069)
<i>Total Capital Assets being Depreciated</i>	<i>\$ 646,744</i>	<i>\$ 291,754</i>
Year Ending		
<u>December 31,</u>		
2024	\$ 125,384	\$ -
2025	125,384	-
2026	125,383	-
Total Minimum Lease Payments	376,151	-
Less: Amount Representing Interest	(18,343)	-
Present Value of Minimum Lease Payments	<u>\$ 357,808</u>	<u>\$ -</u>

In the event of a default the lender may require the City, at the City's cost, to promptly deliver possession of the collateral to the lender, and may recover all expenses and collection costs which the lender has incurred.

NOTE 17: OTHER COMMITMENTS

Other Commitments

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year-end are components of fund balance for subsequent year expenditures and may be reported as part of restricted, committed, or assigned classifications of fund balance. As of December 31, 2023, the City's commitments for encumbrances in the governmental funds were as follows:

	Outstanding Encumbrances
General	\$ 2,962,596
American Rescue Plan Act	1,058,057
General Obligation Bond Retirement	309
All Other Governmental Funds	896,809
Total	<u>\$ 4,917,771</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 18: INTERFUND TRANSFERS AND BALANCES

A. Transfers

Transfers made during the year ended December 31, 2023, were as follows:

<u>Transfers To</u>	Transfers From		<u>Total</u>
	General Fund	Waste Water Treatment Fund	
Governmental Funds:			
Nonmajor Governmental Funds	\$ 280,000	\$ 83,519	\$ 363,519
Total Governmental Funds	280,000	83,519	363,519
Internal Service Fund	1,250,000	-	1,250,000
Total	\$ 1,530,000	\$ 83,519	\$ 1,613,519

Transfers made from the General Fund to various other funds provided additional resources for current operations. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15, and 5705.16. Transfers between governmental funds are eliminated on the statement of activities.

B. Interfund Balances

As of December 31, 2023, the \$358,313 interfund receivable in the General Obligation Bond Retirement Debt Service Fund is from manuscript notes from the Public Building Construction Capital Projects Fund. This interfund loan is used to fund repairs to the clubhouse located at the Briardale Greens Golf Course.

The Public Building Construction Capital Projects Fund will repay this portion of the interfund loan with annual transfers from the General Fund. The interfund payables in the SAFER Grant fund in the amount of \$206,305 is from a negative cash balance from grants not yet received. The interfund payables in the Public Building Construction fund in the amount of \$358,313 is from the General Fund to cover operating expenses.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 19: TAX ABATEMENTS

As of December 31, 2023, the City of Euclid provides tax incentives under two programs: The Community Reinvestment Area Program and the Euclid Incentive Grant Program.

Real Estate Tax Abatement

Pursuant to Ohio Revised Code Chapter 5709, the City established six Community Reinvestment Area Program districts targeting specific portions of the City for development and redevelopment. The City of Euclid provides administrative approval of tax abatement for qualifying investments. The amount of the abatement is deducted from the recipient's property tax bill. The establishment of the Community Reinvestment Areas gave the City the ability to maintain and expand businesses and residential dwellings located in the City.

Income Tax Abatement

The Euclid Incentive Grant Program is an economic development tool used to support large-scale job creation within the City. Through the program, the Euclid City Council may approve a rebate of payroll tax withholdings to a company when specific job creation levels are met. Incentive Grant agreements are considered on a case-by-case basis. Each agreement defines the annual job creation requirements, the withholding tax rebate percentage, and the term of the agreement.

The City considers the size of the investment of the projects, along with the quantity of new jobs created when determining the amount of the incentive to award.

The following are the tax abatements or other economic incentives provided in 2023 by the City, identified by dollar amount and type:

Total real property taxes exempted through six active Community Reinvestment Area Program districts (tax year 2021, collection year 2022, latest information available), amounted to \$263,868 ().

Total Euclid Incentive Grant Program rebates paid after confirmation that participating companies met their annual employment and payroll requirements, amounted to \$154,346.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2023
(Continued)

NOTE 20: NOTES PAYABLE

	Balance 1/1/2023	Issued	Retired	Balance 12/31/2023
Various Purpose - 2022	\$ 775,000	\$ -	\$ 775,000	\$ -
Various Purpose - 2023	-	775,000	-	775,000
Premium	-	11,579	7,719	3,860
Total Notes Payable	\$ 775,000	\$ 786,579	\$ 782,719	\$ 778,860

On April 19, 2023, the City issued \$775,000 in various purpose general obligation bond anticipation notes at an interest rate of 5.00 percent with a maturity date of April 18, 2024. The proceeds of these notes were used to fully retire the 2022 various purpose notes and for various capital improvements.

NOTE 21: ASSET RETIREMENT OBLIGATIONS

Ohio Revised Code Section 6111.44 requires the City to submit any changes to their sewage system to the Ohio EPA for approval. Through this review process, the City would be responsible to address any public safety issues associated with their wastewater treatment facilities. At this time, due to limitation associated with the existing plant's age and building materials within the plant, the engineer consulted would not have a reasonable estimate to calculate a liability for this year.

Required Supplementary Information

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

Traditional Plan	2023	2022	2021	2020
City's Proportion of the Net Pension Liability	0.071340%	0.074949%	0.070311%	0.073254%
City's Proportionate Share of the Net Pension Liability	\$ 21,073,867	\$ 6,520,866	\$ 10,411,528	\$ 14,479,150
City's Covered Payroll	\$ 11,058,493	\$ 10,877,343	\$ 9,902,971	\$ 10,306,700
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	190.57%	59.95%	105.14%	140.48%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.74%	92.62%	86.88%	82.17%
Combined Plan	2023	2022	2021	2020
City's Proportion of the Net Pension (Asset)	0.048288%	0.062746%	0.070122%	0.069570%
City's Proportionate Share of the Net Pension (Asset)	\$ (113,810)	\$ (247,222)	\$ (202,417)	\$ (145,070)
City's Covered Payroll	\$ 224,636	\$ 286,057	\$ 309,021	\$ 309,693
City's Proportionate Share of the Net Pension (Asset) as a Percentage of its Covered Payroll	50.66%	86.42%	65.50%	46.84%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	137.14%	169.88%	157.67%	145.28%

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

See accompanying notes to the required supplementary information

2019	2018	2017	2016	2015	2014
0.074884%	0.073983%	0.075259%	0.079128%	0.090545%	0.090545%
\$ 20,509,209	\$ 11,606,498	\$ 17,090,039	\$ 13,705,968	\$ 10,920,739	\$ 10,674,076
\$ 10,132,093	\$ 9,776,938	\$ 9,728,775	\$ 9,852,258	\$ 11,137,600	\$ 11,744,800
202.42%	118.71%	175.66%	139.11%	98.05%	90.88%
74.70%	84.66%	77.25%	81.08%	86.45%	86.36%
2019	2018	2017	2016	2015	2014
0.073976%	0.062578%	0.073948%	0.075810%	0.091255%	0.091255%
\$ (82,722)	\$ (85,189)	\$ (41,157)	\$ (36,890)	\$ (35,135)	\$ (9,574)
\$ 2,694,114	\$ 256,285	\$ 287,842	\$ 275,908	\$ 336,092	\$ 305,492
3.07%	33.24%	14.30%	13.37%	10.45%	3.13%
126.64%	137.28%	116.55%	116.90%	114.83%	104.33%

City of Euclid, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Ohio Police and Fire Pension Fund
Last Ten Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
City's Proportion of the Net Pension Liability	0.594680%	0.633632%	0.596595%	0.607910%
City's Proportionate Share of the Net Pension Liability	\$ 56,488,796	\$ 39,585,691	\$ 40,670,394	\$ 40,952,055
City's Covered Payroll	\$ 16,226,004	\$ 16,184,213	\$ 14,633,382	\$ 14,173,379
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	348.14%	244.59%	277.93%	288.94%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.90%	75.03%	70.65%	69.89%

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

See accompanying notes to the required supplementary information

2019	2018	2017	2016	2015	2014
0.617907%	0.618035%	0.617741%	0.625241%	0.642233%	0.642233%
\$ 50,437,539	\$ 37,931,586	\$ 39,127,096	\$ 40,222,166	\$ 34,090,478	\$ 31,278,781
\$ 14,075,998	\$ 13,560,063	\$ 13,396,841	\$ 12,766,007	\$ 12,879,609	\$ 12,777,346
358.32%	279.73%	292.06%	315.07%	264.69%	244.80%
63.07%	70.91%	68.36%	66.77%	71.71%	73.00%

City of Euclid, Ohio
Required Supplementary Information
Schedule of the City Contributions – Pension
Ohio Public Employees Retirement System
Last Ten Years

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Contractually Required Contributions</u>				
Traditional Plan	\$ 1,621,668	\$ 1,548,189	\$ 1,522,828	\$ 1,386,416
Combined Plan	<u>20,793</u>	<u>31,449</u>	<u>40,048</u>	<u>43,263</u>
Total Required Contributions	\$ 1,642,461	\$ 1,579,638	\$ 1,562,876	\$ 1,429,679
Contributions in Relation to the Contractually Required Contribution	<u>(1,642,461)</u>	<u>(1,579,638)</u>	<u>(1,562,876)</u>	<u>(1,429,679)</u>
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll				
Traditional Plan	\$ 11,583,343	\$ 11,058,493	\$ 10,877,343	\$ 9,902,971
Combined Plan	\$ 148,521	\$ 224,636	\$ 286,057	\$ 309,021
<u>Pension Contributions as a Percentage of Covered Payroll</u>				
Traditional Plan	14.00%	14.00%	14.00%	14.00%
Combined Plan	14.00%	14.00%	14.00%	14.00%

See accompanying notes to the required supplementary information

2019	2018	2017	2016	2015	2014
\$ 1,442,938	\$ 1,418,493	\$ 1,271,002	\$ 1,167,453	\$ 1,182,271	\$ 1,336,512
<u>43,357</u>	<u>377,176</u>	<u>33,317</u>	<u>34,541</u>	<u>33,109</u>	<u>40,331</u>
\$ 1,486,295	\$ 1,795,669	\$ 1,304,319	\$ 1,201,994	\$ 1,215,380	\$ 1,376,843
<u>(1,486,295)</u>	<u>(1,795,669)</u>	<u>(1,304,319)</u>	<u>(1,201,994)</u>	<u>(1,215,380)</u>	<u>(1,376,843)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 10,306,700	\$ 10,132,093	\$ 9,776,938	\$ 9,728,775	\$ 9,852,258	\$ 11,137,600
\$ 309,693	\$ 2,694,114	\$ 256,285	\$ 287,842	\$ 275,908	\$ 336,092
14.00%	14.00%	13.00%	12.00%	12.00%	12.00%
14.00%	14.00%	13.00%	12.00%	12.00%	12.00%

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

	2023	2022	2021	2020
Contractually Required Contributions	\$ 3,479,455	\$ 3,421,870	\$ 3,419,325	\$ 3,092,633
Contributions in Relation to the Contractually Required Contribution	(3,479,455)	(3,421,870)	(3,419,325)	(3,092,633)
Contribution Deficiency / (Excess)	\$ -	\$ -	\$ -	\$ -
City's Covered Payroll	\$ 16,483,144	\$ 16,226,004	\$ 16,184,213	\$ 14,633,382
Contributions as a Percentage of Covered-Employee Payroll	21.11%	21.09%	21.13%	21.13%

See accompanying notes to the required supplementary information

2019	2018	2017	2016	2015	2014
\$ 2,983,756	\$ 2,972,428	\$ 2,864,843	\$ 2,828,081	\$ 2,689,289	\$ 2,710,870
<u>(2,983,756)</u>	<u>(2,972,428)</u>	<u>(2,864,843)</u>	<u>(2,828,081)</u>	<u>(2,689,289)</u>	<u>(2,710,870)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 14,173,379	\$ 14,075,998	\$ 13,560,063	\$ 13,396,841	\$ 12,766,007	\$ 12,879,609
21.05%	21.12%	21.13%	21.11%	21.07%	21.05%

City of Euclid, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net OPEB Liability
Ohio Public Employees Retirement System
Last Seven Years (1)

	2023	2022	2021
City's Proportion of the Net OPEB Liability/Asset	0.068594%	0.072290%	0.067940%
City's Proportionate Share of the Net OPEB Liability/(Asset)	\$ 432,498	\$ (2,264,230)	\$ (1,210,405)
City's Covered Payroll	\$ 11,416,649	\$ 11,272,923	\$ 10,274,886
City's Proportionate Share of the Net OPEB Liability/Asset as a Percentage of its Covered Payroll	3.79%	-20.09%	-11.78%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability/Asset	94.79%	115.57%	115.57%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

2020	2019	2018	2017
0.070703%	0.072732%	0.071860%	0.073540%
\$ 9,765,921	\$ 9,482,536	\$ 7,803,467	\$ 7,427,790
\$ 10,663,082	\$ 10,549,529	\$ 10,179,195	\$ 10,162,743
91.59%	89.89%	76.66%	73.09%
47.80%	46.33%	54.14%	54.04%

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

	2023	2022	2021
City's Proportion of the Net OPEB Liability	0.5946796%	0.6336325%	0.5965947%
City's Proportionate Share of the Net OPEB Liability	\$ 4,233,947	\$ 6,945,154	\$ 6,321,018
City's Covered Payroll	\$ 16,226,004	\$ 16,184,213	\$ 14,633,382
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	26.09%	42.91%	43.20%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	52.59%	46.86%	45.42%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

2020	2019	2018	2017
0.6079099%	0.6179063%	0.6180348%	0.6177400%
\$ 6,004,770	\$ 5,626,985	\$ 35,016,985	\$ 29,322,729
\$ 14,173,379	\$ 14,075,998	\$ 13,560,063	\$ 13,396,841
42.37%	39.98%	258.24%	218.88%
47.08%	46.57%	14.13%	15.96%

City of Euclid, Ohio
Required Supplementary Information
Schedule of the City Contributions – OPEB
Ohio Public Employees Retirement System
Last Nine Years (1)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually Required Contribution	\$ 9,131	\$ 5,341	\$ 4,381	\$ 2,516
Contributions in Relation to the Contractually Required Contribution	<u>(9,131)</u>	<u>(5,341)</u>	<u>(4,381)</u>	<u>(2,516)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 11,898,263	\$ 11,416,649	\$ 11,272,923	\$ 10,274,886
Contributions as a Percentage of Covered Payroll	0.08%	0.05%	0.04%	0.02%

(1) Information prior to 2015 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

See accompanying notes to the required supplementary information

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 2,615	\$ 4,403	\$ 106,170	\$ 206,176	\$ 202,352
<u>(2,615)</u>	<u>(4,403)</u>	<u>(106,170)</u>	<u>(206,176)</u>	<u>(202,352)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 10,663,082	\$ 10,549,529	\$ 10,179,195	\$ 10,162,743	\$ 10,300,470
0.02%	0.04%	1.04%	2.03%	1.96%

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually Required Contribution	\$ 82,416	\$ 81,130	\$ 80,921	\$ 73,167
Contributions in Relation to the Contractually Required Contribution	<u>(82,416)</u>	<u>(81,130)</u>	<u>(80,921)</u>	<u>(73,167)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 16,483,144	\$ 16,226,004	\$ 16,184,213	\$ 14,633,382
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%

See accompanying notes to the required supplementary information

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 70,867	\$ 70,380	\$ 71,420	\$ 66,628	\$ 63,663	\$ 63,834
<u>(70,867)</u>	<u>(70,380)</u>	<u>(71,420)</u>	<u>(66,628)</u>	<u>(63,663)</u>	<u>(63,834)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 14,173,379	\$ 14,075,998	\$ 13,560,063	\$ 13,396,841	\$ 12,766,007	\$ 12,879,609
0.50%	0.50%	0.50%	0.50%	0.50%	0.50%

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

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Net Pension Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2023.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2016 and 2018. For 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected investment return was reduced from 8.00% to 7.50%, (b) the expected long-term average wage inflation rate was reduced from 3.75% to 3.25%, (c) the expected long-term average price inflation rate was reduced from 3.00% to 2.50%, (d) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality rates were updated to the RP-2014 Health Annuitant Mortality Table, adjusted for mortality improvement back to the observant period base year of 2006 and then established the base year as 2015 (f) mortality rates used in evaluating disability allowances were updated to the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and a base year of 2015 for males and 2010 for females (g) Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables. For 2019, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected investment return was reduced from 7.50% to 7.20%. For 2020, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the cost-of-living adjustments for post-1/7/2013 retirees were reduced from 3.00% simple through 2018 to 1.40% simple through 2020, then 2.15% simple. For 2021, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the cost-of-living adjustments for post-1/7/2013 retirees were reduced from 1.40% simple through 2020 to 0.50% simple through 2021, then 2.15% simple. For 2022, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected long-term average wage inflation rate was reduced from 3.25% to 2.75% (b) the cost-of-living adjustments for post-1/7/2013 retirees were increased from 0.50% simple through 2021 to 3.00% simple through 2022, then 2.05% simple (c) the expected investment return was reduced from 7.20% to 6.90%. There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2023.

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018-2023.

Changes in assumptions: For 2018, the single discount rate changed from 4.23% to 3.85%. For 2019, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the expected investment return was reduced from 6.50% to 6.00% (b) In January 2019, the Board adopted changes to health care coverage for Medicare and pre-Medicare retirees. It will include discontinuing the PPO plan for pre-Medicare retirees and replacing it with a monthly allowance to help participants pay for a health care plan of their choosing. The base allowance for Medicare eligible retirees will be reduced. The specific effect of these changes on the net OPEB liability and OPEB expense are unknown at this time (c) the single discount rate changed from 3.85% to 3.96%. For 2020, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 3.96% to 3.16%.

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

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS) (Continued)

Net OPEB Liability (Continued)

For 2021, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 3.16% to 6.00% (b) the municipal bond rate changed from 2.75% to 2.00% (c) the health care cost trend rate changed from 10.50% initial and 3.50% ultimate in 2030 to 8.50% initial and 3.50% ultimate in 2035. For 2022, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the expected long-term average wage inflation rate was reduced from 3.25% to 2.75%. (b) the municipal bond rate changed from 2.00% to 1.84% (c) the health care cost trend rate changed from 8.50% initial and 3.50% ultimate in 2035 to 5.50% initial and 3.50% ultimate in 2034. For 2023, the following changes in assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 6.00% to 5.22% (b) the municipal bond rate changed from 1.84% to 4.05% (c) the health care cost trend rate changed from 5.50% initial and 3.50% ultimate in 2034 to 5.50% initial and 3.50% ultimate in 2036.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Net Pension Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2023.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2017. For 2018, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the investment rate of return was reduced from 8.25 percent to 8.00 percent (b) the projected salary increases was reduced from 4.25% to 3.75% (c) the payroll increases was reduced from 3.75% to 3.25% (d) the inflation assumptions was reduced from 3.25% to 2.75% (e) the cost of living adjustments was reduced from 2.60% to 2.20% (f) rates of withdrawal, disability and service retirement were updated to reflect recent experience (g) mortality rates were updated to the RP-2014 Total Employee and Health Annuitant Mortality Table, adjusted for mortality improvement back to the observant period base year of 2006 and then established the base year as 2016 (h) mortality rates used in evaluating disability allowances were updated to the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and a base year of 2016. For 2019-2021, there have been no OP&F pension plan amendments adopted or changes in assumptions between the measurement date and the report date that would have impacted the actuarial valuation of the pension plan as of the measurement date. For 2022, the investment rate of return was reduced from 8.00 percent to 7.50 percent. For 2023, Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. Mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135% for males and 97.9% for females. Mortality for contingent annuitants is based on the Pub-2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates 68 adjusted by 108.9% for males and 131% for females. Mortality for active members is based on the Pub-2010 Below Medium Safety Amount-Weighted Employee mortality table. All rates are projected using the MP-2021 Improvement Scale.

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

OHIO POLICE AND FIRE (OP&F) PENSION FUND (Continued)

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018 and 2020-2023. For 2019, see below regarding changes to stipend-based model.

Changes in assumptions: For 2018, the single discount rate changed from 3.79 percent to 3.24 percent. For 2019, the changes of assumptions were: (a) beginning January 1, 2019 OP&F changed its retiree health care model and the current self-insured health care plan is no longer offered. In its place will be a stipend-based health care model. OP&F has contracted with a vendor who will assist eligible retirees in choosing health care plans from their marketplace (both Medicare-eligible and pre-Medicare populations).

Combining Statements

Fund Descriptions – Nonmajor Governmental Funds

Non-Major Special Revenue Funds

Special Revenue funds are established to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. A description of the City's special revenue funds follows:

State Highway Fund - This fund accounts for that portion of State gasoline tax and motor vehicle registration fees restricted for the maintenance of State highways within the City.

Indigent Drivers Alcohol Treatment Fund - This fund accounts for fees collected by the Municipal Court from persons whose driver's license or permit has been suspended for driving under the influence of alcohol. By order of the court, this fund will provide for the cost of rehabilitation for those deemed to be indigent.

Court Computerization Fund - This fund accounts for court fees collected by the Municipal Court to be used for equipment, computers and improvements for the Court.

Court Special Projects Fund - This fund accounts for court fees collected by the Municipal Court designated for the hiring of security bailiffs for the Euclid Municipal Court.

Animal Shelter Fund - This fund accounts for revenues and expenditures related to the Euclid Animal Shelter.

Nuisance Abatement Fund - This fund accounts for services provided and assessments collected for the abatement of neighborhood nuisances. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Indigent Drivers Interlock and Alcohol Monitoring – This fund accounts for revenues from fines as established by the State to pay for alcohol monitoring programs for indigent people.

Street Maintenance & Construction Fund - This fund accounts for that portion of State gasoline tax and motor vehicle registration fees used for the maintenance and repair of dedicated streets within in the City.

Community Television Fund - This fund accounts for cable franchise tax used for the operating activities of community television. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Recreation Operating Fund - This fund accounts for operations and maintenance of all recreational facilities within the City as well as City sponsored recreation programs which are funded by participation fees and facility rentals.

Fund Descriptions – Nonmajor Governmental Funds

Non-Major Special Revenue Funds (continued)

Community Development Block Grant Fund - This fund accounts for revenues received from the federal government related to the United States Department of Housing and Urban Development.

Neighborhood Stabilization Program Fund – This fund accounts for the City’s share of a Federal Grant passed through the Ohio Department of Development and Cuyahoga County to provide funding for activities that assist with the stabilization of residential property values. These funds can be used for several types of activities, including the demolition of blighted residential structures, the rehabilitation of abandoned and foreclosed residential units; or the development of new single-family residential units to replace blighted structures that have been demolished.

Other Grants Fund- This fund accounts for monies received from the Federal and State governments.

Law Enforcement Trust Fund - This fund accounts for monies received from fines from convictions related to drug cases and is used for the education of the community.

HOME Program Fund – This fund accounts for and reports grants restricted to help first-time homebuyers with low and moderate income to purchase a new home.

COPS Grant Fund – This fund accounts for grant proceeds which cover 75 percent of the approved entry-level salaries and fringe benefits of each newly hired officers, up to \$125,000 per officer position, for 3 years.

SAFER Grant Fund – This fund accounts for grant proceeds from the Federal Emergency Management Agency which help attract and retain new and existing firefighters.

CARES Act Fund- This fund accounts for grant proceeds provided to the local governments who have been financially impacted by the outbreak of COVID-19. The Coronavirus Aid, Relief and Economic Security Act (CARES Act) funding may only be used to cover costs that are necessary expenditures incurred in response to the COVID-19 outbreak.

Building Deposits Fund – This fund accounts for the receipt of refundable deposits required of contractors, builders, residents or others to ensure compliance with various City ordinances.

Street Opening Fund - This fund accounts for the receipt of refundable deposits required of contractors, builders, residents or others to ensure compliance with various City ordinances.

Shore Corporation – This fund accounts for the operating costs of the Shore Cultural Center. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Fund Descriptions – Nonmajor Governmental Funds

Non-Major Capital Project Funds

Capital Project funds are established to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). A description of the City's capital project funds follows:

General Permanent Improvement Fund - This fund accounts for tax revenues and grants expended for various capital projects of the City.

Recreation Capital Fund - This fund accounts for tax revenues for the ongoing maintenance and construction of all recreational facilities.

Sidewalk Repair and Replacement Fund - This fund accounts for the collection of assessments for costs associated with the construction and improvement of City sidewalks.

Public Building Construction Fund - This fund accounts for tax revenues used for the construction of public buildings. This fund did not have any budgetary activity in 2023, therefore, budgetary information is not provided.

Sims Park Fund - This fund accounts for the erosion control project.

Bennington Hamlet Fund – This fund accounts for the collection of assessments for costs associated with economic development.

CMP Properties Fund- This fund accounts for the collection of assessments for costs associated with economic development.

Harbor Town TIF Fund – This fund is for the redevelopment of the various parcels of real property located north of Lakeshore Boulevard, generally between East 238th Street and East 252nd Street.

Downtown District A TIF Fund– This fund is for the redevelopment of the various parcels of real property located in the Downtown Euclid business district.

O'Reilly Public Improvement Fund – This fund accounts for the collection of assessments for costs associated with economic development.

SID Waterfront District Fund – This fund accounts for a special assessment levied on properties within the city within the Lake Shoreline Special Improvement District to be used for abating erosion along the shoreline of lake shore.

Nickel TIF Fund – This fund accounts for the collection of assessments for the costs associated with economic development.

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

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 3,563,877	\$ 1,848,161	\$ 5,412,038
Materials and Supplies Inventory	210,384	-	210,384
Accounts Receivable	41,780	-	41,780
Intergovernmental Receivable	1,609,518	18,944	1,628,462
Property Taxes Receivable	390,822	511,076	901,898
Payments in Lieu of Taxes Receivable	-	740,383	740,383
Assets Held for Resale	161,160	-	161,160
Total Assets	\$ 5,977,541	\$ 3,118,564	\$ 9,096,105
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 578,209	\$ 115,476	\$ 693,685
Accrued Wages and Benefits	310,949	-	310,949
Contracts Payable	54,800	-	54,800
Intergovernmental Payable	39,072	-	39,072
Retainage Payable	19,868	-	19,868
Interfund Payable	206,305	358,313	564,618
Unearned Revenue	710,078	-	710,078
Total Liabilities	1,919,281	473,789	2,393,070
Deferred Inflows of Resources:			
Property Taxes and Payments in Lieu of Taxes	345,281	1,191,905	1,537,186
Unavailable Revenue - Delinquent Property Taxes	45,541	59,554	105,095
Unavailable Revenue - Other	916,858	18,944	935,802
Total Deferred Inflows of Resources	1,307,680	1,270,403	2,578,083
Fund Balances:			
Nonspendable	210,384	-	210,384
Restricted	2,734,934	1,732,685	4,467,619
Committed	18,230	-	18,230
Unassigned (Deficit)	(212,968)	(358,313)	(571,281)
Total Fund Balances	2,750,580	1,374,372	4,124,952
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 5,977,541	\$ 3,118,564	\$ 9,096,105

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

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES			
Property Taxes	\$ 356,841	\$ 466,638	\$ 823,479
Payments in Lieu of Taxes	-	682,190	682,190
Intergovernmental	5,402,042	37,890	5,439,932
Interest	1,653	-	1,653
Fines and Forfeitures	192,868	-	192,868
Charges for Services	382,036	-	382,036
Contributions and Donations	14,829	-	14,829
All Other Revenues	484,064	72,936	557,000
Total Revenues	6,834,333	1,259,654	8,093,987
EXPENDITURES			
Current:			
Security of Persons and Property	1,060,451	-	1,060,451
Leisure Time Activities	929,459	111,658	1,041,117
Community and Economic Development	1,375,797	513,543	1,889,340
Transportation	1,953,456	136,975	2,090,431
General Government	918,785	64,954	983,739
Capital Outlay	405,391	379,331	784,722
Debt Service:			
Principal Retirement	-	350,771	350,771
Interest and Fiscal Charges	-	11,979	11,979
Total Expenditures	6,643,339	1,569,211	8,212,550
Excess of Revenues Over (Under) Expenditures	190,994	(309,557)	(118,563)
OTHER FINANCING SOURCES			
Sale of Capital Assets	12,656	-	12,656
Transfers In	280,000	83,519	363,519
Total Other Financing Sources	292,656	83,519	376,175
Net Change in Fund Balances	483,650	(226,038)	257,612
Fund Balances - Beginning of Year	2,266,930	1,600,410	3,867,340
Fund Balances - End of Year	\$ 2,750,580	\$ 1,374,372	\$ 4,124,952

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

	<u>State Highway</u>	<u>Indigent Drivers Alcohol Treatment</u>	<u>Court Computer- ization</u>	<u>Court Special Projects</u>
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 191,172	\$ 171,779	\$ 163,232	\$ 371,421
Materials and Supplies Inventory	-	-	-	-
Accounts Receivable	-	-	5,050	5,050
Intergovernmental Receivable	83,040	-	-	-
Property Taxes Receivable	-	-	-	-
Assets Held for Resale	-	-	-	-
Total Assets	<u>\$ 274,212</u>	<u>\$ 171,779</u>	<u>\$ 168,282</u>	<u>\$ 376,471</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 982	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-
Contracts Payable	-	-	-	-
Intergovernmental Payable	-	-	-	-
Retainage Payable	-	-	-	-
Interfund Payable	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	<u>982</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:				
Property Taxes	-	-	-	-
Unavailable Revenue - Delinq. Property Taxes	-	-	-	-
Unavailable Revenue - Other	55,412	-	-	-
Total Deferred Inflows of Resources	<u>55,412</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	217,818	171,779	168,282	376,471
Committed	-	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balances (Deficit)	<u>217,818</u>	<u>171,779</u>	<u>168,282</u>	<u>376,471</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 274,212</u>	<u>\$ 171,779</u>	<u>\$ 168,282</u>	<u>\$ 376,471</u>

(Continued)

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

	Animal Shelter	Indigent Drivers Interlock and Alcohol Monitoring	Street Maintenance & Construction	Recreation Operating
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 24,460	\$ 14,841	\$ 1,143,526	\$ 157,150
Materials and Supplies Inventory	-	-	210,384	-
Accounts Receivable	-	-	-	-
Intergovernmental Receivable	-	-	1,045,277	14,487
Property Taxes Receivable	-	-	-	390,822
Assets Held for Resale	-	-	-	-
Total Assets	\$ 24,460	\$ 14,841	\$ 2,399,187	\$ 562,459
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 1,324	\$ -	\$ 255,079	\$ 76,118
Accrued Wages and Benefits	4,088	-	41,016	12,041
Contracts Payable	-	-	-	-
Intergovernmental Payable	818	-	15,407	5,031
Retainage Payable	-	-	-	-
Interfund Payable	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	6,230	-	311,502	93,190
Deferred Inflows of Resources:				
Property Taxes	-	-	-	345,281
Unavailable Revenue - Delinq. Property Taxes	-	-	-	45,541
Unavailable Revenue - Other	-	-	683,442	14,487
Total Deferred Inflows of Resources	-	-	683,442	405,309
Fund Balances:				
Nonspendable	-	-	210,384	-
Restricted	-	14,841	1,193,859	63,960
Committed	18,230	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balances (Deficit)	18,230	14,841	1,404,243	63,960
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 24,460	\$ 14,841	\$ 2,399,187	\$ 562,459

Community Development Block Grant	Neighborhood Stabilization Program	Other Grants	Law Enforcement Trust	HOME Program
\$ 94,227	\$ 13,110	\$ 572,767	\$ 329,658	\$ 10,750
-	-	-	-	-
-	-	-	-	-
44,761	-	140,617	-	40,434
-	-	-	-	-
-	161,160	-	-	-
<u>\$ 138,988</u>	<u>\$ 174,270</u>	<u>713,384</u>	<u>\$ 329,658</u>	<u>\$ 51,184</u>

\$ 74,135	\$ -	\$ 18,377	\$ 24,967	\$ 127,227
11,422	-	221,100	-	-
-	-	54,800	-	-
4,501	-	-	-	-
-	-	19,868	-	-
-	-	-	-	-
-	-	372,647	-	-
<u>90,058</u>	<u>-</u>	<u>686,792</u>	<u>24,967</u>	<u>127,227</u>

-	-	-	-	-
-	-	-	-	-
-	-	47,033	-	40,434
<u>-</u>	<u>-</u>	<u>47,033</u>	<u>-</u>	<u>40,434</u>

-	-	-	-	-
48,930	174,270	-	304,691	-
-	-	-	-	-
-	-	(20,441)	-	(116,477)
<u>48,930</u>	<u>174,270</u>	<u>(20,441)</u>	<u>304,691</u>	<u>(116,477)</u>
<u>\$ 138,988</u>	<u>\$ 174,270</u>	<u>\$ 713,384</u>	<u>\$ 329,658</u>	<u>\$ 51,184</u>

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

	COPS Grant	SAFER Grant	CARES Act	Building Deposits	Street Opening	Total Nonmajor Special Revenue Funds
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ -	\$ 33	\$ 199,201	\$ 106,550	\$ 3,563,877
Materials and Supplies Inventory	-	-	-	-	-	210,384
Accounts Receivable	-	-	-	31,680	-	41,780
Intergovernmental Receivable	-	240,902	-	-	-	1,609,518
Property Taxes Receivable	-	-	-	-	-	390,822
Assets Held for Resale	-	-	-	-	-	161,160
Total Assets	<u>-</u>	<u>240,902</u>	<u>33</u>	<u>\$ 230,881</u>	<u>\$ 106,550</u>	<u>\$ 5,977,541</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 578,209
Accrued Wages and Benefits	-	21,282	-	-	-	310,949
Contracts Payable	-	-	-	-	-	54,800
Intergovernmental Payable	-	13,315	-	-	-	39,072
Retainage Payable	-	-	-	-	-	19,868
Interfund Payable	-	206,305	-	-	-	206,305
Unearned Revenue	-	-	-	230,881	106,550	710,078
Total Liabilities	<u>-</u>	<u>240,902</u>	<u>-</u>	<u>230,881</u>	<u>106,550</u>	<u>1,919,281</u>
Deferred Inflows of Resources:						
Property Taxes	-	-	-	-	-	345,281
Unavailable Revenue - Delinq. Property Taxes	-	-	-	-	-	45,541
Unavailable Revenue - Other	-	76,050	-	-	-	916,858
Total Deferred Inflows of Resources	<u>-</u>	<u>76,050</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,307,680</u>
Fund Balances:						
Nonspendable	-	-	-	-	-	210,384
Restricted	-	-	33	-	-	2,734,934
Committed	-	-	-	-	-	18,230
Unassigned	-	(76,050)	-	-	-	(212,968)
Total Fund Balances (Deficit)	<u>-</u>	<u>(76,050)</u>	<u>33</u>	<u>-</u>	<u>-</u>	<u>2,750,580</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ -</u>	<u>\$ 240,902</u>	<u>\$ 33</u>	<u>\$ 230,881</u>	<u>\$ 106,550</u>	<u>\$ 5,977,541</u>

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

	State Highway	Indigent Drivers Alcohol Treatment	Court Computer- ization	Court Special Projects	Animal Shelter	Indigent Drivers Interlock and Alcohol Monitoring
REVENUES						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	169,450	-	-	-	-	-
Interest	-	-	-	-	-	-
Fines and Forfeitures	-	5,085	59,003	59,532	-	2,954
Charges for Services	-	-	-	-	23,028	-
Contributions and Donations	-	-	-	-	-	-
All Other Revenues	-	-	-	-	-	-
Total Revenues	<u>169,450</u>	<u>5,085</u>	<u>59,003</u>	<u>59,532</u>	<u>23,028</u>	<u>2,954</u>
EXPENDITURES						
Current:						
Security of Persons and Property	-	-	5,654	230	154,515	1,402
Leisure Time Activities	-	-	-	-	-	-
Community and Economic Development	-	-	-	-	-	-
Transportation	94,892	-	-	-	-	-
General Government	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	<u>94,892</u>	<u>-</u>	<u>5,654</u>	<u>230</u>	<u>154,515</u>	<u>1,402</u>
Excess of Revenues Over (Under) Expenditures	<u>74,558</u>	<u>5,085</u>	<u>53,349</u>	<u>59,302</u>	<u>(131,487)</u>	<u>1,552</u>
OTHER FINANCING SOURCES						
Sale of Capital Assets	-	-	-	-	-	-
Transfers In	-	-	-	-	130,000	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>130,000</u>	<u>-</u>
Net Change in Fund Balances	<u>74,558</u>	<u>5,085</u>	<u>53,349</u>	<u>59,302</u>	<u>(1,487)</u>	<u>1,552</u>
Fund Balances - Beginning of Year	143,260	166,694	114,933	317,169	19,717	13,289
Fund Balances - End of Year	<u>\$ 217,818</u>	<u>\$ 171,779</u>	<u>\$ 168,282</u>	<u>\$ 376,471</u>	<u>\$ 18,230</u>	<u>\$ 14,841</u>

Street Maintenance & Construction	Recreation Operating	Community Development Block Grant	Neighborhood Stabilization Program	Other Grants	Law Enforcement Trust	HOME Program
\$ -	\$ 356,841	\$ -	\$ -	\$ -	\$ -	\$ -
2,354,273	28,975	1,028,437	20,000	795,970	-	107,062
-	-	-	-	-	1,653	-
-	-	-	-	964	65,330	-
-	359,008	-	-	-	-	-
-	863	-	-	13,966	-	-
352,446	984	-	-	25,000	105,634	-
2,706,719	746,671	1,028,437	20,000	835,900	172,617	107,062
-	-	-	-	-	68,351	-
-	929,459	-	-	-	-	-
-	-	1,145,368	6,890	-	-	223,539
1,858,564	-	-	-	-	-	-
-	-	-	-	914,618	-	-
-	-	-	-	340,576	64,815	-
1,858,564	929,459	1,145,368	6,890	1,255,194	133,166	223,539
848,155	(182,788)	(116,931)	13,110	(419,294)	39,451	(116,477)
-	-	-	-	-	12,656	-
-	150,000	-	-	-	-	-
-	150,000	-	-	-	12,656	-
848,155	(32,788)	(116,931)	13,110	(419,294)	52,107	(116,477)
556,088	96,748	165,861	161,160	398,853	252,584	-
\$ 1,404,243	\$ 63,960	\$ 48,930	\$ 174,270	\$ (20,441)	\$ 304,691	\$ (116,477)

City of Euclid, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2023
(Continued)

	COPS Grant	SAFER Grant	Cares Act	Building Deposits	Street Opening	Total Nonmajor Special Revenue Funds
REVENUES						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 356,841
Intergovernmental	223,394	674,481	-	-	-	5,402,042
Interest	-	-	-	-	-	1,653
Fines and Forfeitures	-	-	-	-	-	192,868
Charges for Services	-	-	-	-	-	382,036
Contributions and Donations	-	-	-	-	-	14,829
All Other Revenues	-	-	-	-	-	484,064
Total Revenues	223,394	674,481	-	-	-	6,834,333
EXPENDITURES						
Current:						
Security of Persons and Property	133,889	696,410	-	-	-	1,060,451
Leisure Time Activities	-	-	-	-	-	929,459
Community Environment	-	-	-	-	-	1,375,797
Transportation	-	-	-	-	-	1,953,456
General Government	-	-	4,167	-	-	918,785
Capital Outlay	-	-	-	-	-	405,391
Total Expenditures	133,889	696,410	4,167	-	-	6,643,339
Excess of Revenues Over (Under) Expenditures	89,505	(21,929)	(4,167)	-	-	190,994
OTHER FINANCING SOURCES						
Sale of Capital Assets	-	-	-	-	-	12,656
Transfer In	-	-	-	-	-	280,000
Total Other Financing Sources	-	-	-	-	-	292,656
Net Change in Fund Balances	89,505	(21,929)	(4,167)	-	-	483,650
Fund Balances (Deficit) - Beginning of Year	(89,505)	(54,121)	4,200	-	-	2,266,930
Fund Balances (Deficit) - End of Year	\$ -	\$ (76,050)	\$ 33	\$ -	\$ -	\$ 2,750,580

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

	General Permanent Improvement	Recreation Capital	Sidewalk Repair & Replacement	Public Building Construction
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 222,173	\$ 966,915	\$ 64	\$ -
Intergovernmental Receivable	11,143	7,801	-	-
Property Taxes Receivable	300,634	210,442	-	-
Payments in Lieu of Taxes Receivable	-	-	-	-
Total Assets	533,950	1,185,158	64	-
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 23,215	\$ 30,666	\$ -	\$ -
Interfund Payable	-	-	-	358,313
Total Liabilities	23,215	30,666	-	358,313
Deferred Inflows of Resources:				
Property Taxes and Payments in Lieu of Taxes	265,602	185,920	-	-
Unavailable Revenue - Delinquent Property Taxes	35,032	24,522	-	-
Unavailable Revenue - Other	11,143	7,801	-	-
Total Deferred Inflows of Resources	311,777	218,243	-	-
Fund Balances:				
Restricted	198,958	936,249	64	-
Unassigned (Deficit)	-	-	-	(358,313)
Total Fund Balances (Deficit)	198,958	936,249	64	(358,313)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 533,950	\$ 1,185,158	\$ 64	\$ -

Sims Park	Bennington Hamlet	CMP Properties	Harbor Town TIF	Downtown District A TIF	O'Reilly Public Improvement	SID Waterfront District	Nickel TIF	Total Nonmajor Capital Projects Funds
\$ 4,307	\$ 16,504	\$ 125,380	\$ 250,343	\$ 93,692	\$ 87,607	\$ 2,456	\$ 78,720	\$ 1,848,161
-	-	-	-	-	-	-	-	18,944
-	-	-	-	-	-	-	-	511,076
-	83,797	61,493	462,434	57,541	39,104	-	36,014	740,383
<u>4,307</u>	<u>100,301</u>	<u>186,873</u>	<u>712,777</u>	<u>151,233</u>	<u>126,711</u>	<u>2,456</u>	<u>114,734</u>	<u>3,118,564</u>
\$ -	\$ 7,600	\$ 900	\$ 11,669	\$ 41,426	\$ -	\$ -	\$ -	\$ 115,476
-	-	-	-	-	-	-	-	358,313
-	<u>7,600</u>	<u>900</u>	<u>11,669</u>	<u>41,426</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>473,789</u>
-	83,797	61,493	462,434	57,541	39,104	-	36,014	1,191,905
-	-	-	-	-	-	-	-	59,554
-	-	-	-	-	-	-	-	18,944
-	<u>83,797</u>	<u>61,493</u>	<u>462,434</u>	<u>57,541</u>	<u>39,104</u>	<u>-</u>	<u>36,014</u>	<u>1,270,403</u>
4,307	8,904	124,480	238,674	52,266	87,607	2,456	78,720	1,732,685
-	-	-	-	-	-	-	-	(358,313)
<u>4,307</u>	<u>8,904</u>	<u>124,480</u>	<u>238,674</u>	<u>52,266</u>	<u>87,607</u>	<u>2,456</u>	<u>78,720</u>	<u>1,374,372</u>
<u>\$ 4,307</u>	<u>\$ 100,301</u>	<u>\$ 186,873</u>	<u>\$ 712,777</u>	<u>\$ 151,233</u>	<u>\$ 126,711</u>	<u>\$ 2,456</u>	<u>\$ 114,734</u>	<u>\$ 3,118,564</u>

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

	General Permanent Improvement	Recreation Capital	Sidewalk Repair & Replacement	Public Building Construction
REVENUES				
Property Taxes	\$ 274,483	\$ 192,155	\$ -	\$ -
Payment in Lieu of Taxes	-	-	-	-
Intergovernmental	22,287	15,603	-	-
All Other Revenues	32,503	-	-	-
Total Revenues	<u>329,273</u>	<u>207,758</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Leisure Time Activities	-	111,658	-	-
Community Environment	-	-	-	-
Transportation	136,975	-	-	-
General Government	19,790	4,718	-	-
Capital Outlay	370,184	-	-	-
Debt Service:				
Principal Retirement	196,925	-	-	-
Interest and Fiscal Charges	11,979	-	-	-
Total Expenditures	<u>735,853</u>	<u>116,376</u>	<u>-</u>	<u>-</u>
Excess of Revenues (Under) Expenditures	<u>(406,580)</u>	<u>91,382</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfer In	83,519	-	-	-
Total Other Financing Sources	<u>83,519</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(323,061)	91,382	-	-
Fund Balances - Beginning of Year	522,019	844,867	64	(358,313)
Fund Balances - End of Year	<u>\$ 198,958</u>	<u>\$ 936,249</u>	<u>\$ 64</u>	<u>\$ (358,313)</u>

Sims Park	Bennington Hamlet	CMP Properties	Harbor Town TIF	Downtown District A TIF	O'Reilly Public Improvement	SID Waterfront District	Nickel TIF	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 466,638
-	87,218	60,697	456,722	44,400	19,299	-	13,854	682,190
-	-	-	-	-	-	-	-	37,890
-	-	-	-	-	-	40,433	-	72,936
-	87,218	60,697	456,722	44,400	19,299	40,433	13,854	1,259,654
-	-	-	-	-	-	-	-	111,658
-	96,605	31,910	272,748	112,280	-	-	-	513,543
-	-	-	-	-	-	-	-	136,975
-	13	-	-	-	-	40,433	-	64,954
-	-	-	9,147	-	-	-	-	379,331
-	-	-	153,846	-	-	-	-	350,771
-	-	-	-	-	-	-	-	11,979
-	96,618	31,910	435,741	112,280	-	40,433	-	1,569,211
-	(9,400)	28,787	20,981	(67,880)	19,299	-	13,854	(309,557)
-	-	-	-	-	-	-	-	83,519
-	-	-	-	-	-	-	-	83,519
-	(9,400)	28,787	20,981	(67,880)	19,299	-	13,854	(226,038)
4,307	18,304	95,693	217,693	120,146	68,308	2,456	64,866	1,600,410
\$ 4,307	\$ 8,904	\$ 124,480	\$ 238,674	\$ 52,266	\$ 87,607	\$ 2,456	\$ 78,720	\$ 1,374,372

Fund Descriptions – Fiduciary Funds

Custodial Funds

Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. These funds do not account for the City's own source revenue. The following is a description of the City's custodial funds:

Revolving Fund - This fund accounts for the property room and narcotics holding accounts that are due to others.

Municipal Court and Jail Commissary Fund - This fund accounts for funds that flow through the Municipal Court office. In addition, this account includes funds received and expended from the City's Jail Commissary fund.

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

	Revolving	Municipal Court	Total
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 282,218	\$ -	\$ 282,218
Cash and Cash Equivalents in Segregated Accounts	-	302,220	302,220
Total Assets	282,218	302,220	584,438
LIABILITIES			
Due to External Parties	282,218	302,220	584,438
Total Liabilities	282,218	302,220	584,438
NET POSITION			
Restricted For:			
Individuals, Organizations, and Other Governments	-	-	-
Total Net Position	\$ -	\$ -	\$ -

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

	<u>Revolving</u>	<u>Municipal Court</u>	<u>Total</u>
ADDITIONS			
Fines and Forfeitures for Other Governments	\$ -	\$ 4,231,104	\$ 4,231,104
Miscellaneous	102,262	-	102,262
Total Additions	<u>102,262</u>	<u>4,231,104</u>	<u>4,333,366</u>
DEDUCTIONS			
Fines and Forfeitures Distributions to Other Governments	-	4,231,104	4,231,104
Distributions to Individuals	102,262	-	102,262
Total Deductions	<u>102,262</u>	<u>4,231,104</u>	<u>4,333,366</u>
Net Increase (Decrease) in Fiduciary Net Position	-	-	-
Net Position - Beginning of Year	-	-	-
Net Position - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 1,750,000	\$ 1,750,000	\$ 1,844,612	\$ 94,612
Income Taxes	33,000,000	33,000,000	34,393,581	1,393,581
Hotel Taxes	630,000	630,000	549,976	(80,024)
Intergovernmental	2,635,457	2,635,457	2,759,676	124,219
Interest	350,000	350,000	1,791,887	1,441,887
Licenses and Permits	661,500	661,500	604,287	(57,213)
Fines and Forfeitures	1,170,500	1,170,500	1,235,155	64,655
Rentals	35,000	35,000	39,809	4,809
Charges for Services	5,942,166	5,942,166	6,043,597	101,431
Contributions and Donations	8,000	8,000	7,658	(342)
Special Assessments	980,169	980,169	1,106,416	126,247
All Other Revenues	760,000	760,000	1,082,194	322,194
Total Revenues	47,922,792	47,922,792	51,458,848	3,536,056
Expenditures:				
Current:				
Security of Persons and Property				
Police				
Personal Services	14,435,275	14,435,275	13,705,350	729,925
Other	1,822,170	1,822,170	1,796,267	25,903
Total Police	16,257,445	16,257,445	15,501,617	755,828
Police Administration				
Personal Services	864,511	864,511	744,227	120,284
Other	295,234	295,234	274,485	20,749
Total Police Administration	1,159,745	1,159,745	1,018,712	141,033
Corrections				
Other	502,158	652,158	637,158	15,000
Total Corrections	502,158	652,158	637,158	15,000
Fire				
Personal Services	12,057,577	12,057,577	11,569,069	488,508
Other	286,776	286,776	275,482	11,294
Total Fire	12,344,353	12,344,353	11,844,551	499,802
Fire Administration				
Personal Services	101,856	101,856	101,309	547
Other	23,402	23,402	23,363	39
Total Fire Administration	125,258	125,258	124,672	586
Total Security of Persons and Property	30,388,959	30,538,959	29,126,710	1,412,249

(Continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Health				
Health				
Other	327,967	327,967	327,967	-
Total Public Health	327,967	327,967	327,967	-
Community and Economic Development				
Planning and Development				
Personal Services	375,967	375,967	340,111	35,856
Other Expenses	428,909	528,909	425,567	103,342
Total Planning and Development	804,876	904,876	765,678	139,198
Building/Housing				
Personal Services	875,827	875,827	783,095	92,732
Other Expenses	229,610	259,610	243,546	16,064
Total Building/Housing	1,105,437	1,135,437	1,026,641	108,796
Total Community and Economic Development	1,910,313	2,040,313	1,792,319	247,994
Sanitation				
Public Works				
Personal Services	231,239	231,239	230,059	1,180
Other Expenses	1,014,646	1,014,646	927,891	86,755
Total Public Works	1,245,885	1,245,885	1,157,950	87,935
Sanitation				
Other Expenses	3,000,700	3,000,700	3,000,647	53
Total Sanitation	3,000,700	3,000,700	3,000,647	53
Total Sanitation	4,246,585	4,246,585	4,158,597	87,988
Leisure Time Activities				
Parks				
Personal Services	1,145,884	1,187,984	1,053,895	134,089
Other Expenses	123,182	123,182	121,444	1,738
Total Parks	1,269,066	1,311,166	1,175,339	135,827
Senior Center				
Personal Services	313,181	320,181	319,669	512
Other Expenses	60,033	63,033	61,441	1,592
Total Senior Center	373,214	383,214	381,110	2,104
Total Leisure Time Activities	1,642,280	1,694,380	1,556,449	137,931

(Continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
General Government				
Council				
Personal Services	186,032	186,032	184,511	1,521
Other Expenses	6,300	6,300	6,189	111
Total Council	<u>192,332</u>	<u>192,332</u>	<u>190,700</u>	<u>1,632</u>
Court				
Personal Services	1,612,832	1,612,832	1,465,861	146,971
Other Expenses	761,903	761,903	628,081	133,822
Total Court	<u>2,374,735</u>	<u>2,374,735</u>	<u>2,093,942</u>	<u>280,793</u>
Mayor				
Personal Services	468,877	468,877	462,132	6,745
Other Expenses	20,183	20,183	10,808	9,375
Total Mayor	<u>489,060</u>	<u>489,060</u>	<u>472,940</u>	<u>16,120</u>
Human Resources				
Personal Services	142,038	142,038	132,701	9,337
Other Expenses	20,896	20,896	9,742	11,154
Total Human Resources	<u>162,934</u>	<u>162,934</u>	<u>142,443</u>	<u>20,491</u>
Civil Services				
Personal Services	19,480	19,480	19,326	154
Other Expenses	41,832	111,832	104,944	6,888
Total Civil Services	<u>61,312</u>	<u>131,312</u>	<u>124,270</u>	<u>7,042</u>
Law				
Personal Services	836,977	850,827	837,092	13,735
Other Expenses	355,139	355,139	272,187	82,952
Total Law Department	<u>1,192,116</u>	<u>1,205,966</u>	<u>1,109,279</u>	<u>96,687</u>
Finance Department				
Personal Services	444,445	450,345	432,457	17,888
Other Expenses	108,605	108,605	103,620	4,985
Total Finance	<u>553,050</u>	<u>558,950</u>	<u>536,077</u>	<u>22,873</u>
Tax				
Personal Services	189,059	189,059	187,776	1,283
Other Expenses	1,156,663	1,156,663	1,154,053	2,610
Total Tax	<u>1,345,722</u>	<u>1,345,722</u>	<u>1,341,829</u>	<u>3,893</u>

(Continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Information Technology				
Personal Services	257,539	257,539	252,163	5,376
Other Expenses	375,396	375,396	298,862	76,534
Total Information Technology	<u>632,935</u>	<u>632,935</u>	<u>551,025</u>	<u>81,910</u>
Public Buildings				
Personal Services	705,380	705,380	697,493	7,887
Other Expenses	351,139	351,139	337,623	13,516
Total Public Buildings	<u>1,056,519</u>	<u>1,056,519</u>	<u>1,035,116</u>	<u>21,403</u>
Motor Maintenance				
Personal Services	791,179	791,179	765,102	26,077
Other Expenses	3,582,531	4,077,354	3,806,187	271,167
Total Motor Maintenance	<u>4,373,710</u>	<u>4,868,533</u>	<u>4,571,289</u>	<u>297,244</u>
Engineering				
Other Expenses	111,234	111,234	102,090	9,144
Total Engineering	<u>111,234</u>	<u>111,234</u>	<u>102,090</u>	<u>9,144</u>
Planning and Zoning				
Personal Services	195,970	195,970	155,545	40,425
Other	17,062	17,062	15,014	2,048
Total Planning and Zoning	<u>213,032</u>	<u>213,032</u>	<u>170,559</u>	<u>42,473</u>
General Services				
Personal Services	12,000	22,000	16,187	5,813
Other Expenses	2,691,357	2,691,357	2,630,233	61,124
Total General Services	<u>2,703,357</u>	<u>2,713,357</u>	<u>2,646,420</u>	<u>66,937</u>
Total General Government	<u>15,462,048</u>	<u>16,056,621</u>	<u>15,087,979</u>	<u>968,642</u>
Total Expenditures	<u>53,978,152</u>	<u>54,904,825</u>	<u>52,050,021</u>	<u>2,854,804</u>
Excess of Revenues Over (Under) Expenditures	(6,055,360)	(6,982,033)	(591,173)	6,390,860
Other Financing Sources (Uses)				
Sale of Capital Assets	25,000	25,000	42,685	17,685
Transfers In	3,060,926	3,060,926	3,060,926	-
Transfers Out	(685,000)	(1,735,000)	(1,735,000)	-
Total Other Financing Sources (Uses)	<u>2,400,926</u>	<u>1,350,926</u>	<u>1,368,611</u>	<u>17,685</u>
Net Change in Fund Balance	(3,654,434)	(5,631,107)	777,438	6,408,545
Fund Balance - Beginning of Year	8,388,075	8,388,075	8,388,075	-
Prior Year Encumbrances Appropriated	938,247	938,247	938,247	-
Fund Balance - End of Year	<u>\$ 5,671,888</u>	<u>\$ 3,695,215</u>	<u>\$ 10,103,760</u>	<u>\$ 6,408,545</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 American Rescue Plan Act Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 44,500	\$ 44,500
Total Revenues	<u>-</u>	<u>-</u>	<u>44,500</u>	<u>44,500</u>
Expenditures				
Current:				
General Government				
Other	18,263,768	18,263,768	2,176,539	16,087,229
Total Expenditures	<u>18,263,768</u>	<u>18,263,768</u>	<u>2,176,539</u>	<u>16,087,229</u>
Excess of Revenues Over (Under) Expenditures	<u>(18,263,768)</u>	<u>(18,263,768)</u>	<u>(2,132,039)</u>	<u>16,131,729</u>
Other Financing Uses				
Transfers Out	(3,000,000)	(3,000,000)	(3,000,000)	-
Total Other Financing Uses	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>(3,000,000)</u>	<u>-</u>
Net Change in Fund Balance	(21,263,768)	(21,263,768)	(5,132,039)	16,131,729
Fund Balance - Beginning of Year	25,038,791	25,038,791	25,038,791	-
Prior Year Encumbrances Appropriated	224,977	224,977	224,977	-
Fund Balance - End of Year	<u>\$ 4,000,000</u>	<u>\$ 4,000,000</u>	<u>\$ 20,131,729</u>	<u>\$ 16,131,729</u>

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

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$ 2,475,000	\$ 2,690,948	\$ 215,948
Intergovernmental	274,294	319,797	45,503
Total Revenues	<u>2,749,294</u>	<u>3,010,745</u>	<u>261,451</u>
Expenditures:			
Current:			
General Government			
Other	<u>80,570</u>	<u>79,787</u>	<u>783</u>
Debt Service:			
Principal	3,281,109	3,276,109	5,000
Interest & Fiscal Charges	<u>413,124</u>	<u>411,346</u>	<u>1,778</u>
Total Debt Service	<u>3,694,233</u>	<u>3,687,455</u>	<u>6,778</u>
Total Expenditures	<u>3,774,803</u>	<u>3,767,242</u>	<u>7,561</u>
Excess of Revenues Over (Under) Expenditures	(1,025,509)	(756,497)	269,012
Other Financing Sources			
Bond Anticipation Notes Issued	<u>780,000</u>	<u>775,000</u>	<u>(5,000)</u>
Total Other Financing Sources	<u>780,000</u>	<u>775,000</u>	<u>(5,000)</u>
Net Change in Fund Balance	(245,509)	18,503	264,012
Fund Balance - Beginning of Year	938,625	938,625	-
Prior Year Encumbrances Appropriated	<u>285</u>	<u>285</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ 693,401</u>	<u>\$ 957,413</u>	<u>\$ 264,012</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Self Insurance Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Expenses:			
Current:			
Contractual Services	\$ 76,000	\$ 76,000	\$ -
Other	1,270,000	112,113	1,157,887
Total Expenses	<u>1,346,000</u>	<u>188,113</u>	<u>1,157,887</u>
Excess of Revenues Over (Under) Expenses	(1,346,000)	(188,113)	1,157,887
Other Financing Sources			
Transfer In	1,250,000	1,250,000	-
Total Other Financings Sources	<u>1,250,000</u>	<u>1,250,000</u>	<u>-</u>
Net Change in Fund Equity	(96,000)	1,061,887	1,157,887
Fund Equity - Beginning of Year	130,203	130,203	-
Prior Year Encumbrances Appropriated	-	-	-
Fund Equity - End of Year	<u>\$ 34,203</u>	<u>\$ 1,192,090</u>	<u>\$ 1,157,887</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 State Highway Fund
 For the Year Ended December 31, 2023*

	<u>Budgeted Amounts</u> Final	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 169,000	\$ 170,068	\$ 1,068
Total Revenues	<u>169,000</u>	<u>170,068</u>	<u>1,068</u>
Expenditures:			
Current:			
Transportation			
Other	176,684	174,928	1,756
Total Expenditures	<u>176,684</u>	<u>174,928</u>	<u>1,756</u>
Net Change in Fund Balance	(7,684)	(4,860)	2,824
Fund Balance - Beginning of Year	94,461	94,461	-
Prior Year Encumbrances Appropriated	27,684	27,684	-
Fund Balance - End of Year	<u>\$ 114,461</u>	<u>\$ 117,285</u>	<u>\$ 2,824</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Indigent Drivers Alcohol Treatment Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines and Forfeitures	\$ 6,000	\$ 5,085	\$ (915)
Total Revenues	<u>6,000</u>	<u>5,085</u>	<u>(915)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	100,000	-	100,000
Total Expenditures	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Net Change in Fund Balance	(94,000)	5,085	99,085
Fund Balance - Beginning of Year	166,694	166,694	-
Fund Balance - End of Year	<u>\$ 72,694</u>	<u>\$ 171,779</u>	<u>\$ 99,085</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Court Computerization Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final			
Revenues:				
Fines and Forfeitures	\$ 50,000		\$ 53,953	\$ 3,953
Total Revenues	50,000		53,953	3,953
Expenditures:				
Current:				
Security of Persons and Property				
Other	157,327		37,327	120,000
Total Expenditures	157,327		37,327	120,000
Net Change in Fund Balance	(107,327)		16,626	123,953
Fund Balance - Beginning of Year	87,306		87,306	-
Prior Year Encumbrances Appropriated	37,327		37,327	-
Fund Balance - End of Year	\$ 17,306		\$ 141,259	\$ 123,953

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Court Special Projects Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines and Forfeitures	\$ 50,000	\$ 54,252	\$ 4,252
Total Revenues	50,000	54,252	4,252
Expenditures:			
Current:			
Security of Persons and Property			
Other	250,000	-	250,000
Total Expenditures	250,000	-	250,000
Net Change in Fund Balance	(200,000)	54,252	254,252
Fund Balance - Beginning of Year	317,169	317,169	-
Fund Balance - End of Year	\$ 117,169	\$ 371,421	\$ 254,252

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Animal Shelter Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 22,500	\$ 23,028	\$ 528
Total Revenues	<u>22,500</u>	<u>23,028</u>	<u>528</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	156,577	148,549	8,028
Other	13,774	9,431	4,343
Total Expenditures	<u>170,351</u>	<u>157,980</u>	<u>12,371</u>
Excess of Revenues Over (Under) Expenditures	(147,851)	(134,952)	12,899
Other Financing Sources			
Transfers In	130,000	130,000	-
Total Other Financing Sources	<u>130,000</u>	<u>130,000</u>	<u>-</u>
Net Change in Fund Balance	(17,851)	(4,952)	12,899
Fund Balance - Beginning of Year	22,309	22,309	-
Prior Year Encumbrances Appropriated	3,738	3,738	-
Fund Balance - End of Year	<u>\$ 8,196</u>	<u>\$ 21,095</u>	<u>\$ 12,899</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Nuisance Abatement Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 15,750	\$ 129,934	\$ 114,184
Special Assessments	135,000	89,709	(45,291)
Total Revenues	<u>150,750</u>	<u>219,643</u>	<u>68,893</u>
Expenditures:			
Current:			
Community and Economic Development			
Personal Services	214,835	153,889	60,946
Other	152,408	122,398	30,010
Total Expenditures	<u>367,243</u>	<u>276,287</u>	<u>90,956</u>
Excess of Revenues Over (Under) Expenditures	(216,493)	(56,644)	159,849
Other Financing Sources			
Transfers In	50,000	50,000	-
Total Other Financing Sources	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Net Change in Fund Balance	(166,493)	(6,644)	159,849
Fund Balance - Beginning of Year	179,329	179,329	-
Prior Year Encumbrances Appropriated	5,508	5,508	-
Fund Balance - End of Year	<u>\$ 18,344</u>	<u>\$ 178,193</u>	<u>\$ 159,849</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Indigent Drivers Interlock and Alcohol Monitoring Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final			
Revenues:				
Fines and Forfeitures	\$ 3,000		\$ 2,954	\$ (46)
Total Revenues	3,000		2,954	(46)
Expenditures:				
Current:				
Security of Persons and Property				
Police and Others:				
Other	12,000		1,732	10,268
Total Expenditures	12,000		1,732	10,268
Net Change in Fund Balance	(9,000)		1,222	10,222
Fund Balance - Beginning of Year	13,619		13,619	-
Fund Balance - End of Year	\$ 4,619		\$ 14,841	\$ 10,222

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Street Maintenance and Construction Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
Revenues:			
Intergovernmental	\$ 2,365,000	\$ 2,361,674	\$ (3,326)
All Other Revenues	205,000	352,446	147,446
Total Revenues	<u>2,570,000</u>	<u>2,714,120</u>	<u>144,120</u>
Expenditures:			
Current:			
Transportation			
Personal Services	1,149,768	1,141,829	7,939
Other	1,719,775	1,219,782	499,993
Total Expenditures	<u>2,869,543</u>	<u>2,361,611</u>	<u>507,932</u>
Net Change in Fund Balance	(299,543)	352,509	652,052
Fund Balance - Beginning of Year	103,025	103,025	-
Prior Year Encumbrances Appropriated	215,125	215,125	-
Fund Balance - End of Year	<u>\$ 18,607</u>	<u>\$ 670,659</u>	<u>\$ 652,052</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Community Television Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts <u>Final</u>	Actual	Variance with Final Budget Positive (Negative)
Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures			
Current:			
Community and Economic Development			
Other	1,809	-	1,809
Total Expenditures	<u>1,809</u>	<u>-</u>	<u>1,809</u>
Net Change in Fund Balance	(1,809)	-	1,809
Fund Balance - Beginning of Year	1,809	1,809	-
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ 1,809</u></u>	<u><u>\$ 1,809</u></u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Recreation Operating Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 325,068	\$ 356,841	\$ 31,773
Intergovernmental	29,500	28,975	(525)
Charges for Services	326,100	359,008	32,908
Contributions and Donations	-	863	863
All Other Revenues	-	984	984
Total Revenues	<u>680,668</u>	<u>746,671</u>	<u>66,003</u>
Expenditures:			
Current:			
Leisure Time Activities			
Personal Services	510,430	484,689	25,741
Other	464,554	432,507	32,047
Total Expenditures	<u>974,984</u>	<u>917,196</u>	<u>57,788</u>
Excess of Revenues Over (Under) Expenditures	(294,316)	(170,525)	123,791
Other Financing Sources (Uses)			
Transfers In	150,000	150,000	-
Total Other Financing Sources (Uses)	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Net Change in Fund Balance	(144,316)	(20,525)	123,791
Fund Balance - Beginning of Year	113,472	113,472	-
Prior Year Encumbrances Appropriated	36,754	36,754	-
Fund Balance - End of Year	<u>\$ 5,910</u>	<u>\$ 129,701</u>	<u>\$ 123,791</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 1,405,687	\$ 1,217,977	\$ (187,710)
Total Revenues	<u>1,405,687</u>	<u>1,217,977</u>	<u>(187,710)</u>
Expenditures:			
Current:			
Community and Economic Development			
Personal Services	393,602	386,415	7,187
Other	1,097,681	825,029	272,652
Total Expenditures	<u>1,491,283</u>	<u>1,211,444</u>	<u>279,839</u>
Net Change in Fund Balance	(85,596)	6,533	92,129
Fund Balance - Beginning of Year	9,195	9,195	-
Prior Year Encumbrances Appropriated	76,401	76,401	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 92,129</u>	<u>\$ 92,129</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Neighborhood Stabilization Program Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 10,000	\$ 20,000	\$ 10,000
Total Revenues	<u>10,000</u>	<u>20,000</u>	<u>10,000</u>
Expenditures:			
Current:			
Community and Economic Development			
Other	\$ 10,000	\$ 6,890	\$ 3,110
Total Expenditures	<u>10,000</u>	<u>6,890</u>	<u>3,110</u>
Net Change in Fund Balance	-	13,110	13,110
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 13,110</u>	<u>\$ 13,110</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Other Grants Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 3,843,976	\$ 1,075,033	\$ (2,768,943)
Fines and Forfeitures	-	964	964
Contributions and Donations	-	13,966	13,966
All Other Revenues	-	25,000	25,000
Total Revenues	<u>3,843,976</u>	<u>1,114,963</u>	<u>(2,729,013)</u>
Expenditures:			
Current:			
General Government			
Other	4,283,751	1,044,421	3,239,330
Capital Outlay			
Other	90,000	90,000	-
Total Expenditures	<u>4,373,751</u>	<u>1,134,421</u>	<u>3,239,330</u>
Net Change in Fund Balance	(529,775)	(19,458)	510,317
Fund Balance (Deficit) - Beginning of Year	156,024	156,024	-
Prior Year Encumbrances Appropriated	373,751	373,751	-
Fund Balance- End of Year	<u>\$ -</u>	<u>\$ 510,317</u>	<u>\$ 510,317</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Law Enforcement Trust Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Interest	\$ -	\$ 1,653	\$ 1,653
Fines and Forfeitures	-	65,330	65,330
All Other Revenues	-	105,634	105,634
Total Revenues	<u>-</u>	<u>172,617</u>	<u>172,617</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	251,981	133,102	118,879
Total Expenditures	<u>251,981</u>	<u>133,102</u>	<u>118,879</u>
Excess of Revenues Over (Under) Expenditures	(251,981)	39,515	291,496
Other Financing Sources			
Sale of Capital Assets	-	12,656	12,656
Total Other Financing Sources	<u>-</u>	<u>12,656</u>	<u>12,656</u>
Net Change in Fund Balance	(251,981)	52,171	304,152
Fund Balance - Beginning of Year	186,550	186,550	-
Prior Year Encumbrances Appropriated	66,981	66,981	-
Fund Balance - End of Year	<u>\$ 1,550</u>	<u>\$ 305,702</u>	<u>\$ 304,152</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
HOME Program Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
All Other Revenues	\$ 200,000	\$ 107,062	\$ (92,938)
Total Revenues	<u>200,000</u>	<u>107,062</u>	<u>(92,938)</u>
Expenditures:			
Current:			
Community and Economic Development			
Other	200,000	166,265	33,735
Total Expenditures	<u>200,000</u>	<u>166,265</u>	<u>33,735</u>
Net Change in Fund Balance	-	(59,203)	(59,203)
Fund Balance - Beginning of Year	59,519	59,519	-
Fund Balance - End of Year	<u>\$ 59,519</u>	<u>\$ 316</u>	<u>\$ (59,203)</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 COPS Grant Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 428,945	\$ 317,144	\$ (111,801)
Total Revenues	<u>428,945</u>	<u>317,144</u>	<u>(111,801)</u>
Expenditures:			
Current:			
Security of Persons and Property:			
Personal Services	242,694	145,523	97,171
Total Expenditures	<u>242,694</u>	<u>145,523</u>	<u>97,171</u>
Net Change in Fund Balance	186,251	171,621	(14,630)
Fund Balance (Deficit) - Beginning of Year	(171,621)	(171,621)	-
Fund Balance - End of Year	<u>\$ 14,630</u>	<u>\$ -</u>	<u>\$ (14,630)</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 SAFER Grant Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 985,468	\$ 777,447	\$ (208,021)
Total Revenues	<u>985,468</u>	<u>777,447</u>	<u>(208,021)</u>
Expenditures:			
Current:			
Security of Persons and Property:			
Personal Services	694,654	692,938	1,716
Total Expenditures	<u>694,654</u>	<u>692,938</u>	<u>1,716</u>
Net Change in Fund Balance	290,814	84,509	(206,305)
Fund Balance (Deficit) - Beginning of Year	(290,814)	(290,814)	-
Fund Balance (Deficit) - End of Year	<u>\$ -</u>	<u>\$ (206,305)</u>	<u>\$ (206,305)</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 CARES Act Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Current:			
Community Development			
Other	33	-	33
Total Expenditures	<u>33</u>	<u>-</u>	<u>33</u>
Excess of Revenues Over (Under) Expenditures	<u>(33)</u>	<u>-</u>	<u>33</u>
Net Change in Fund Balance	(33)	-	33
Fund Balance - Beginning of Year	34	34	-
Fund Balance - End of Year	<u>\$ 1</u>	<u>\$ 34</u>	<u>\$ 33</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Building Deposit Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ -	\$ 50,020	\$ 50,020
Total Revenues	<u>-</u>	<u>50,020</u>	<u>50,020</u>
Expenditures:			
Current:			
General Government			
Other	100,000	31,130	68,870
Total Expenditures	<u>100,000</u>	<u>31,130</u>	<u>68,870</u>
Net Change in Fund Balance	(100,000)	18,890	118,890
Fund Balance - Beginning of Year	180,311	180,311	-
Fund Balance - End of Year	<u>\$ 80,311</u>	<u>\$ 199,201</u>	<u>\$ 118,890</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual*

Street Opening Fund

For the Year Ended December 31, 2023

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
All Other Revenues	\$ -	\$ 700	\$ 700
Total Revenues	<u>-</u>	<u>700</u>	<u>700</u>
Expenditures:			
Current:			
Transportation			
Other	75,000	5,500	69,500
Total Expenditures	<u>75,000</u>	<u>5,500</u>	<u>69,500</u>
Net Change in Fund Balance	(75,000)	(4,800)	70,200
Fund Balance - Beginning of Year	111,350	111,350	-
Fund Balance - End of Year	<u>\$ 36,350</u>	<u>\$ 106,550</u>	<u>\$ 70,200</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Shore Corporation Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Rentals	240,250	256,367	16,117
Total Revenues	<u>240,250</u>	<u>256,367</u>	<u>16,117</u>
Expenditures:			
Current:			
Leisure Time Activities			
Personal Services	330,117	264,485	65,632
Other	173,429	155,728	17,701
Total Expenditures	<u>503,546</u>	<u>420,213</u>	<u>83,333</u>
Excess of Revenues Over (Under) Expenditures	(263,296)	(163,846)	99,450
Other Financing Sources			
Transfers In	155,000	155,000	-
Total Other Financing Sources	<u>155,000</u>	<u>155,000</u>	<u>-</u>
Net Change in Fund Balance	(108,296)	(8,846)	99,450
Fund Balance - Beginning of Year	99,974	99,974	-
Prior Year Encumbrances Appropriated	12,129	12,129	-
Fund Balance - End of Year	<u>\$ 3,807</u>	<u>\$ 103,257</u>	<u>\$ 99,450</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
General Permanent Improvement Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final			
Revenues:				
Property Taxes	\$ 250,000		\$ 274,483	\$ 24,483
Intergovernmental	21,975		22,287	312
All Other Revenues	-		32,503	32,503
Total Revenues	271,975		329,273	57,298
Expenditures:				
Current:				
General Government				
Other	6,750		6,736	14
Capital Outlay:				
Other	809,845		730,225	79,620
Debt Service:				
Principal	114,826		114,826	-
Interest & Fiscal Charges	10,559		10,559	-
Total Debt Service	125,385		125,385	-
Total Expenditures	941,980		862,346	79,634
Net Change in Fund Balance	(670,005)		(533,073)	136,932
Fund Balance - Beginning of Year	316,266		316,266	-
Prior Year Encumbrances Appropriated	355,145		355,145	-
Fund Balance - End of Year	\$ 1,406		\$ 138,338	\$ 136,932

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Recreation Capital Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 177,000	\$ 192,155	\$ 15,155
Intergovernmental	15,000	15,603	603
Total Revenues	<u>192,000</u>	<u>207,758</u>	<u>15,758</u>
Expenditures:			
Current:			
General Government			
Other	4,720	4,718	2
Capital Outlay:			
Other	1,011,354	110,425	900,929
Total Expenditures	<u>1,016,074</u>	<u>115,143</u>	<u>900,931</u>
Net Change in Fund Balance	(824,074)	92,615	916,689
Fund Balance - Beginning of Year	821,542	821,542	-
Prior Year Encumbrances Appropriated	16,074	16,074	-
Fund Balance - End of Year	<u>\$ 13,542</u>	<u>\$ 930,231</u>	<u>\$ 916,689</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Sidewalk Repair and Replacement Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
Expenditures:			
Capital Outlay:			
Other	\$ 63	\$ -	\$ 63
Total Expenditures	<u>63</u>	<u>-</u>	<u>63</u>
 Net Change in Fund Balance	 (63)	 -	 63
 Fund Balance - Beginning of Year	 64	 64	 -
Fund Balance - End of Year	<u><u>\$ 1</u></u>	<u><u>\$ 64</u></u>	<u><u>\$ 63</u></u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Sims Park Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Expenditures:			
Capital Outlay:			
Other	\$ 4,307	\$ -	\$ 4,307
Total Expenditures	<u>4,307</u>	<u>-</u>	<u>4,307</u>
 Net Change in Fund Balance	 (4,307)	 -	 4,307
 Fund Balance - Beginning of Year	 4,307	 4,307	 -
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ 4,307</u></u>	<u><u>\$ 4,307</u></u>

City of Euclid Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Bennington Hamlet Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 90,000	\$ 87,218	\$ (2,782)
Total Revenues	90,000	87,218	(2,782)
Expenditures:			
Current:			
General Government			
Other	15	13	2
Capital Outlay:			
Other	99,985	89,005	10,980
Total Expenditures	100,000	89,018	10,982
Net Change in Fund Balance	(10,000)	(1,800)	8,200
Fund Balance - Beginning of Year	18,304	18,304	-
Fund Balance - End of Year	\$ 8,304	\$ 16,504	\$ 8,200

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
CMP Properties Fund
For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 66,000	\$ 60,697	\$ (5,303)
Total Revenues	66,000	60,697	(5,303)
Expenditures:			
Capital Outlay:			
Other	159,500	41,245	118,255
Net Change in Fund Balance	(93,500)	19,452	112,952
Fund Balance - Beginning of Year	93,193	93,193	-
Prior Year Encumbrances Appropriated	2,500	2,500	-
Fund Balance - End of Year	\$ 2,193	\$ 115,145	\$ 112,952

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Harbor Town TIF Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 500,000	\$ 456,722	\$ (43,278)
Total Revenues	<u>500,000</u>	<u>456,722</u>	<u>(43,278)</u>
Expenditures:			
Capital Outlay:			
Other	815,059	609,315	205,744
Total Expenditures	<u>815,059</u>	<u>609,315</u>	<u>205,744</u>
Net Change in Fund Balance	(315,059)	(152,593)	162,466
Fund Balance - Beginning of Year	214,125	214,125	-
Prior Year Encumbrances Appropriated	115,059	115,059	-
Fund Balance - End of Year	<u>\$ 14,125</u>	<u>\$ 176,591</u>	<u>\$ 162,466</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Downtown District A TIF Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 23,000	\$ 44,400	\$ 21,400
Total Revenues	<u>23,000</u>	<u>44,400</u>	<u>21,400</u>
Expenditures:			
Capital Outlay:			
Other	141,000	140,676	324
Total Expenditures	<u>141,000</u>	<u>140,676</u>	<u>324</u>
Net Change in Fund Balance	(118,000)	(96,276)	21,724
Fund Balance - Beginning of Year	20,146	20,146	-
Prior Year Encumbrances Appropriated	100,000	100,000	-
Fund Balance - End of Year	<u>\$ 2,146</u>	<u>\$ 23,870</u>	<u>\$ 21,724</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 O'Reilly Public Improvement Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
	\$ 20,000	\$ 19,299	\$ (701)
Total Revenues	<u>20,000</u>	<u>19,299</u>	<u>(701)</u>
Expenditures:			
Capital Outlay:			
Council	80,000	-	80,000
Total Expenditures	<u>80,000</u>	<u>-</u>	<u>80,000</u>
Net Change in Fund Balance	(60,000)	19,299	79,299
Fund Balance - Beginning of Year	68,308	68,308	-
Fund Balance - End of Year	<u>\$ 8,308</u>	<u>\$ 87,607</u>	<u>\$ 79,299</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 SID Waterfront District Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Special Assessments	\$ 38,550	\$ 40,433	\$ 1,883
Total Revenues	<u>38,550</u>	<u>40,433</u>	<u>1,883</u>
Expenditures:			
Current:			
General Government			
Other	500	400	100
Capital Outlay:			
Other	40,500	40,033	467
Total Expenditures	<u>41,000</u>	<u>40,433</u>	<u>567</u>
Net Change in Fund Balance	(2,450)	-	2,450
Fund Balance - Beginning of Year	2,456	2,456	-
Fund Balance - End of Year	<u>\$ 6</u>	<u>\$ 2,456</u>	<u>\$ 2,450</u>

See accompanying notes to the basic financial statements.

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Nickel TIF Fund
 For the Year Ended December 31, 2023*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 63,000	\$ 13,854	\$ (49,146)
Total Revenues	<u>63,000</u>	<u>13,854</u>	<u>(49,146)</u>
Expenditures:			
Current:			
Capital Outlay:			
Other	120,000	-	120,000
Total Expenditures	<u>120,000</u>	<u>-</u>	<u>120,000</u>
Net Change in Fund Balance	(57,000)	13,854	70,854
Fund Balance - Beginning of Year	64,866	64,866	-
Fund Balance - End of Year	<u>\$ 7,866</u>	<u>\$ 78,720</u>	<u>\$ 70,854</u>

STATISTICAL SECTION

City of Euclid, Ohio

Statistical Section

This part of City's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page(s)</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.	S2 – S15
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, property taxes and municipal income taxes.	S16 – S22
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.	S24 – S30
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	S31 – S32
Operating Information These schedules contain service 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.	S33 – S42

Sources: Unless otherwise noted, the information in these schedules is derived from the basic financial statements for the relevant year.

City of Euclid, Ohio

Net Position by Component
Accrual Basis of Accounting
Last Ten Years

	2023	2022 Restated	2021	2020 Restated
<u>Governmental Activities</u>				
Net Investment in Capital Assets	\$ 31,808,381	\$ 31,756,278	\$ 24,638,826	\$ 25,274,148
Restricted	7,411,856	7,711,196	10,309,732	10,310,716
Unrestricted	(37,783,930)	(41,068,727)	(41,393,874)	(46,375,501)
Total Governmental Activities Net Position	\$ 1,436,307	\$ (1,601,253)	\$ (6,445,316)	\$ (10,790,637)
<u>Business Type - Activities</u>				
Net Investment in Capital Assets	\$ 70,922,261	\$ 67,557,710	\$ 64,996,706	\$ 59,409,426
Restricted	70,355	-	-	-
Unrestricted	23,159,359	22,382,982	22,401,290	21,581,367
Total Business-Type Activities Net Position	\$ 94,151,975	\$ 89,940,692	\$ 87,397,996	\$ 80,990,793
<u>Primary Government</u>				
Net Investment in Capital Assets	\$ 102,730,642	\$ 99,313,988	\$ 89,635,532	\$ 84,683,574
Restricted	7,482,211	7,711,196	10,309,732	10,310,716
Unrestricted	(14,624,571)	(18,685,745)	(18,992,584)	(24,794,134)
Total Primary Government Net Position	\$ 95,588,282	\$ 88,339,439	\$ 80,952,680	\$ 70,200,156

- (1) The City implemented GASB Statement No. 68. As a result, the 2014 and 2015 Net Position was restated.
- (2) The City implemented GASB Statement No.75. As a result, the 2017 Net Position was restated.

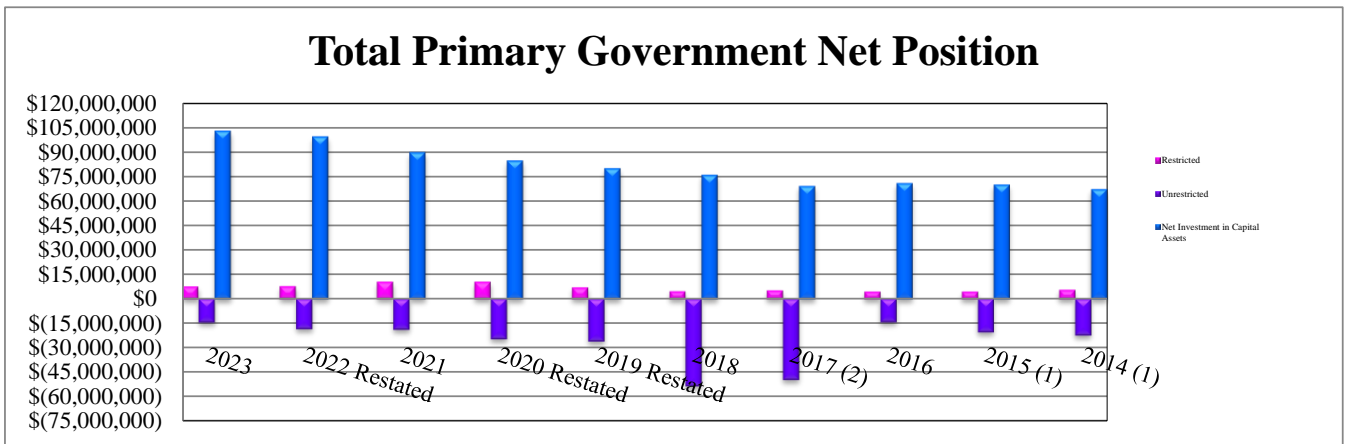


Table 1

2019 Restated	2018	2017 (2)	2016	2015 (1)	2014 (1)
\$ 24,936,122	\$ 24,074,861	\$ 21,530,048	\$ 24,766,951	\$ 27,228,440	\$ 30,734,068
7,048,569	4,710,052	5,234,805	4,613,091	4,514,553	5,572,849
(46,073,604)	(71,286,632)	(65,129,395)	(26,738,157)	(26,065,765)	(26,559,107)
<u>\$ (14,088,913)</u>	<u>\$ (42,501,719)</u>	<u>\$ (38,364,542)</u>	<u>\$ 2,641,885</u>	<u>\$ 5,677,228</u>	<u>\$ 9,747,810</u>
\$ 55,065,315	\$ 51,873,706	\$ 47,629,041	\$ 46,148,436	\$ 42,710,192	\$ 36,541,168
-	-	-	-	-	-
19,928,651	17,957,478	15,625,946	12,251,787	6,386,794	4,187,683
<u>\$ 74,993,966</u>	<u>\$ 69,831,184</u>	<u>\$ 63,254,987</u>	<u>\$ 58,400,223</u>	<u>\$ 49,096,986</u>	<u>\$ 40,728,851</u>
\$ 80,001,437	\$ 75,948,567	\$ 69,159,089	\$ 70,915,387	\$ 69,938,632	\$ 67,275,236
7,048,569	4,710,052	5,234,805	4,613,091	4,514,553	5,572,849
(26,144,953)	(53,329,154)	(49,503,449)	(14,486,370)	(20,499,081)	(22,371,424)
<u>\$ 60,905,053</u>	<u>\$ 27,329,465</u>	<u>\$ 24,890,445</u>	<u>\$ 61,042,108</u>	<u>\$ 53,954,104</u>	<u>\$ 50,476,661</u>

City of Euclid, Ohio

Changes in Net Position Accrual Basis of Accounting Last Ten Years

	2023	2022	2021	2020
<u>Program Revenues</u>				
Governmental Activities:				
Charges for Services:				
General Government	\$ 2,078,681	\$ 2,033,870	\$ 1,876,702	\$ 1,676,644
Security of Persons and Property	3,671,989	3,273,123	3,167,494	2,891,704
Public Health	800	100	23,205	86,792
Leisure Time Activities	359,008	352,180	327,597	399,190
Community and Economic Development	1,561,150	2,416,066	2,343,488	2,371,370
Sanitation	3,230,766	1,144,974	2,205,998	2,208,106
Transportation	-	-	-	427,250
Subtotal - Charges for Services	<u>10,902,394</u>	<u>9,220,313</u>	<u>9,944,484</u>	<u>10,061,056</u>
Operating Grants and Contributions:				
General Government	260,978	1,534,470	1,734,546	356,928
Security of Persons and Property	4,797,718	1,295,660	2,600	5,359,129
Public Health	72,820	38,888	39,098	33,492
Leisure Time Activities	4,313	3,812	612	4
Community and Economic Development	1,443,234	720,827	1,893,689	581,948
Transportation	2,541,809	3,458,896	2,592,124	2,398,662
Subtotal - Operating Grants and Contributions	<u>9,120,872</u>	<u>7,052,553</u>	<u>6,262,669</u>	<u>8,730,163</u>
Capital Grants and Contributions:				
General Government	-	-	-	-
Security of Persons and Property	-	-	-	-
Transportation	-	-	-	-
Community and Economic Development	252,967	1,522,145	3,874,243	1,000,004
Subtotal - Capital Grants and Contributions	<u>252,967</u>	<u>1,522,145</u>	<u>3,874,243</u>	<u>1,000,004</u>
Total Governmental Activities Program Revenues	<u>20,276,233</u>	<u>17,795,011</u>	<u>20,081,396</u>	<u>19,791,223</u>
<u>Business-Type Activities</u>				
Charges for Services:				
Briardale Greens Golf Course	1,817,660	1,853,240	1,439,398	1,233,599
Waste Water Treatment	22,886,010	19,137,109	18,497,339	20,117,234
Water Line Improvement	1,637,186	1,732,409	1,686,955	1,837,305
Operating Grants and Contributions:				
Water Line Improvement	-	-	-	198,794
Capital Grants and Contributions				
Briardale Golf Course	-	-	-	-
Waste Water Treatment	8,681	5,400	10,449	-
Total Business-Type Activities Program Revenues	<u>26,349,537</u>	<u>22,728,158</u>	<u>21,634,141</u>	<u>23,386,932</u>
Total Primary Government Program Revenues	<u>\$ 46,625,770</u>	<u>\$ 40,523,169</u>	<u>\$ 41,715,537</u>	<u>\$ 43,178,155</u>

Table 2

2019	2018	2017	2016	2015	2014
\$ 1,506,092	\$ 1,335,403	\$ 2,146,060	\$ 1,806,019	\$ 1,899,438	\$ 1,884,612
3,422,029	3,453,611	3,695,435	4,039,613	3,520,400	3,316,938
133,822	132,249	131,993	106,213	102,102	91,297
258,630	500,163	518,824	308,629	371,949	368,130
2,831,254	2,841,379	2,151,060	1,611,124	1,833,210	1,769,947
1,830,895	1,804,919	1,808,746	1,941,239	1,849,666	1,907,893
307,064	332,488	-	-	-	-
<u>10,289,786</u>	<u>10,400,212</u>	<u>10,452,118</u>	<u>9,812,837</u>	<u>9,576,765</u>	<u>9,338,817</u>
35,413	17,363	2,550	240,924	-	84,216
90,441	111,709	535,938	697,848	548,918	95,757
48,811	49,315	42,021	38,623	40,646	18,326
267,225	182	993	19,415	380	391
2,682,812	1,714,870	1,660,021	2,238,870	1,593,676	934,765
-	-	-	-	-	-
2,427,768	2,158,291	1,802,921	1,750,921	1,773,437	1,874,674
<u>5,552,470</u>	<u>4,051,730</u>	<u>4,044,444</u>	<u>4,986,601</u>	<u>3,957,057</u>	<u>3,008,129</u>
116,470	1,331	-	116,470	-	191,784
-	23,502	9,596	-	-	-
-	-	-	-	-	-
-	-	500,000	-	-	-
3,102,710	-	-	-	1,985	-
-	-	-	-	-	-
<u>3,219,180</u>	<u>24,833</u>	<u>509,596</u>	<u>116,470</u>	<u>1,985</u>	<u>191,784</u>
<u>19,061,436</u>	<u>14,476,775</u>	<u>15,006,158</u>	<u>14,915,908</u>	<u>13,535,807</u>	<u>12,538,730</u>
1,160,195	1,183,368	1,026,527	698,725	760,598	709,972
18,801,081	17,635,675	18,130,416	15,196,076	14,618,099	15,433,332
1,800,245	1,752,798	2,047,715	1,838,834	1,785,669	2,003,009
690,781	1,848,465	-	-	735,805	2,042,210
-	51,383	-	70,914	26,598	110,582
388,564	1,862,719	168,012	3,862,258	6,555,091	2,528,406
<u>22,840,866</u>	<u>24,334,408</u>	<u>21,372,670</u>	<u>21,666,807</u>	<u>24,481,860</u>	<u>22,827,511</u>
<u>\$ 41,902,302</u>	<u>\$ 38,811,183</u>	<u>\$ 36,378,828</u>	<u>\$ 36,582,715</u>	<u>\$ 38,017,667</u>	<u>\$ 35,366,241</u>

City of Euclid, Ohio

Changes in Net Position (continued)

Accrual Basis of Accounting

Last Ten Years

	2023	2022	2021	2020
<u>Expenses</u>				
Governmental Activities:				
General Government	\$ 14,611,339	\$ 14,400,630	\$ 8,093,814	\$ 10,755,586
Security of Persons and Property	33,966,434	29,041,025	27,967,724	29,998,710
Sanitation	4,349,436	2,584,071	3,238,408	2,751,812
Public Health	373,252	326,392	281,742	324,831
Leisure Time Activities	3,299,411	2,502,086	1,643,025	2,732,624
Community and Economic Development	4,784,102	3,474,016	2,714,793	3,439,882
Transportation	4,051,317	4,564,569	6,888,263	5,733,744
Interest and Fiscal Charges	343,754	237,810	629,453	500,942
Total Governmental Activities Expenses	65,779,045	57,130,599	51,457,222	56,238,131
<u>Business-Type Activities</u>				
Briardale Golf Course	1,676,689	1,761,392	1,295,194	1,287,917
Waste water Treatment	19,407,056	17,127,493	13,256,343	15,028,386
Water Line Improvement	4,435,833	1,660,821	2,753,182	2,891,539
Total Business-Type Activities Expenses	25,519,578	20,549,706	17,304,719	19,207,842
Total Primary Government Program Expenses	91,298,623	77,680,305	68,761,941	75,445,973
<u>Net (Expense)/Revenue</u>				
Governmental Activities	(45,502,812)	(39,335,588)	(31,375,826)	(36,446,908)
Business-Type Activities	829,959	2,178,452	4,329,422	4,179,090
Total Primary Government Net Expense	(44,672,853)	(37,157,136)	(27,046,404)	(32,267,818)

Table 2 (Continued)

2019	2018	2017	2016	2015	2014
\$ 11,480,021	\$ 10,842,408	\$ 13,350,744	\$ 14,996,193	\$ 13,569,848	\$ 13,851,860
2,551,384	29,540,104	23,622,226	23,033,620	21,344,311	20,975,180
2,649,462	2,562,686	2,548,206	2,156,988	2,292,854	2,274,374
349,719	294,163	305,534	464,708	294,862	279,500
3,336,559	3,042,131	2,912,241	2,245,540	1,930,889	1,987,341
3,269,323	3,300,179	4,236,334	2,746,663	3,108,042	2,606,619
5,101,508	5,279,478	5,783,848	6,090,854	6,476,034	5,930,036
498,392	636,247	645,515	799,472	846,847	830,823
<u>29,236,368</u>	<u>55,497,396</u>	<u>53,404,648</u>	<u>52,534,038</u>	<u>49,863,687</u>	<u>48,735,733</u>
1,294,061	1,368,458	1,211,719	894,434	871,822	806,348
14,597,680	12,551,560	12,690,066	11,157,630	11,958,134	10,053,697
2,545,430	1,356,857	988,430	312,351	3,409,410	2,125,851
<u>18,437,171</u>	<u>15,276,875</u>	<u>14,890,215</u>	<u>12,364,415</u>	<u>16,239,366</u>	<u>12,985,896</u>
<u>47,673,539</u>	<u>70,774,271</u>	<u>68,294,863</u>	<u>64,898,453</u>	<u>66,103,053</u>	<u>61,721,629</u>
(10,174,932)	(41,020,621)	(38,398,490)	(37,618,130)	(36,327,880)	(36,197,003)
4,403,695	9,057,533	6,482,455	9,302,392	8,242,494	9,841,615
<u>(5,771,237)</u>	<u>(31,963,088)</u>	<u>(31,916,035)</u>	<u>(28,315,738)</u>	<u>(28,085,386)</u>	<u>(26,355,388)</u>

City of Euclid, Ohio

Changes in Net Position (continued)
Accrual Basis of Accounting
Last Ten Years

	2023	2022	2021	2020
<u>General Revenues and Other Changes in Net Position</u>				
Governmental Activities				
Property and Other Local Taxes	5,705,235	5,691,944	5,295,953	5,449,210
Municipal Income Taxes	35,669,480	34,086,568	26,242,686	27,969,279
Grants and Entitlements not Restricted to				
Specific Programs	2,850,286	2,819,854	2,548,508	2,473,124
Payments in Lieu of Taxes	682,190	780,394	591,181	531,690
Investment Income	2,408,639	(693,609)	(109,924)	744,828
Gain on Sale of Capital Assets	17,782	28,143	68,187	-
Miscellaneous	1,641,760	1,300,652	1,001,037	4,052,973
Transfers	(435,000)	165,705	83,519	524,080
Total Governmental Activities	<u>48,540,372</u>	<u>44,179,651</u>	<u>35,721,147</u>	<u>41,745,184</u>
Business-Type Activities				
Investment Income	-	-	-	-
Miscellaneous	2,946,324	529,949	2,161,300	2,341,817
Transfers	435,000	(165,705)	(83,519)	(524,080)
Total Business-Type Activities	<u>3,381,324</u>	<u>364,244</u>	<u>2,077,781</u>	<u>1,817,737</u>
Total Primary Government General Revenues	<u>51,921,696</u>	<u>44,543,895</u>	<u>37,798,928</u>	<u>43,562,921</u>
Business-Type Activities				
Special Items	-	-	-	-
Total Primary Government General Revenues and Other Changes in Net Position	<u>51,921,696</u>	<u>44,543,895</u>	<u>37,798,928</u>	<u>43,562,921</u>
<u>Change in Net Position</u>				
Governmental Activities	3,037,560	4,844,063	4,345,321	5,298,276
Business-Type Activities	4,211,283	2,542,696	6,407,203	5,996,827
Total Primary Government Change in Net Position	<u>\$ 7,248,843</u>	<u>\$ 7,386,759</u>	<u>\$ 10,752,524</u>	<u>\$ 11,295,103</u>

Table 2 (Continued)

2019	2018	2017	2016	2015	2014
5,393,253	4,821,321	4,096,416	4,774,698	4,687,118	4,746,669
28,858,946	25,989,593	23,451,267	26,199,511	24,435,672	22,555,188
2,157,023	2,002,431	2,184,167	2,227,555	2,332,890	2,576,299
532,008	330,113	340,398	246,429	330,248	259,991
697,183	321,373	245,311	195,775	168,425	64,882
6,022	37,336	14,888	45,904	48,163	192,874
1,183,303	898,940	1,555,622	1,781,650	380,129	746,440
-	2,482,337	(101,858)	(68,625)	(125,347)	-
<u>38,827,738</u>	<u>36,883,444</u>	<u>31,786,211</u>	<u>35,402,897</u>	<u>32,257,298</u>	<u>31,142,343</u>
-	-	1,629	-	127	21
759,087	1,001	447,603	845	167	-
-	(2,482,337)	101,858	-	125,347	-
<u>759,087</u>	<u>(2,481,336)</u>	<u>551,090</u>	<u>845</u>	<u>125,641</u>	<u>21</u>
<u>39,586,825</u>	<u>34,402,108</u>	<u>32,337,301</u>	<u>35,403,742</u>	<u>32,382,939</u>	<u>31,142,364</u>
-	-	-	-	-	(26,263,065)
<u>39,586,825</u>	<u>34,402,108</u>	<u>32,337,301</u>	<u>35,403,742</u>	<u>32,382,939</u>	<u>4,879,299</u>
28,652,806	(4,137,177)	(6,612,279)	(2,215,233)	(4,070,582)	(5,054,660)
5,162,782	6,576,197	7,033,545	9,303,237	8,368,135	(16,421,429)
<u>\$ 33,815,588</u>	<u>\$ 2,439,020</u>	<u>\$ 421,266</u>	<u>\$ 7,088,004</u>	<u>\$ 4,297,553</u>	<u>\$ (21,476,089)</u>

City of Euclid, Ohio

*Fund Balances, Governmental Funds
Modified Accrual Basis of Accounting
Last Ten Years*

	2023	2022	2021	2020
<u>General Fund</u>				
Nonspendable	\$ 220,583	\$ 457,283	\$ 542,520	\$ 590,108
Committed	172,155	178,457	290,596	315,283
Assigned	4,300,453	3,583,086	1,099,679	2,304,291
Unassigned	14,307,913	9,397,782	11,897,790	11,039,794
Total General Fund	<u>19,001,104</u>	<u>13,616,608</u>	<u>13,830,585</u>	<u>14,249,476</u>
<u>All Other Governmental Funds</u>				
Nonspendable	210,384	39,892	10,539	147,372
Restricted	4,977,615	4,821,873	7,693,251	9,064,392
Committed	18,230	19,717	9,553	18,751
Unassigned	(571,281)	(546,439)	(1,927,650)	(1,011,218)
Total All Other Governmental Funds	<u>4,634,948</u>	<u>4,335,043</u>	<u>5,785,693</u>	<u>8,219,297</u>
Total Governmental Funds	<u>\$ 23,636,052</u>	<u>\$ 17,951,651</u>	<u>\$ 19,616,278</u>	<u>\$ 22,468,773</u>

Table 3

2019	2018	2017	2016	2015	2014
\$ 663,136	\$ 738,608	\$ 818,965	\$ 977,122	\$ 1,059,658	\$ 1,077,737
30,384	83,297	50,027	92,977	127,031	107,724
1,225,564	326,641	1,791,976	331,822	836,076	69,288
7,008,059	5,684,242	5,094,528	6,083,614	4,664,182	4,631,088
<u>8,927,143</u>	<u>6,832,788</u>	<u>7,755,496</u>	<u>7,485,535</u>	<u>6,686,947</u>	<u>5,885,837</u>
220,709	100,913	32,542	23,840	93,182	173,105
5,670,485	3,681,850	3,839,784	3,880,296	2,884,961	4,131,784
10,376	2,086	11,895	25,346	22,959	18,324
(1,278,507)	(2,164,050)	(412,805)	(1,551,650)	(419,411)	(408,930)
<u>4,623,063</u>	<u>1,620,799</u>	<u>3,471,416</u>	<u>2,377,832</u>	<u>2,581,691</u>	<u>3,914,283</u>
<u>\$ 13,550,206</u>	<u>\$ 8,453,587</u>	<u>\$ 11,226,912</u>	<u>\$ 9,863,367</u>	<u>\$ 9,268,638</u>	<u>\$ 9,800,120</u>

City of Euclid, Ohio

Changes in Fund Balances, Governmental Funds Modified Accrual Basis of Accounting Last Ten Years

	2023	2022	2021	2020
<u>Revenues</u>				
Property and Other Local Taxes	\$ 5,784,970	\$ 5,649,363	\$ 5,540,028	\$ 5,285,263
Municipal Income Taxes	35,655,533	33,193,338	30,018,752	28,018,378
Charges for Services	6,474,239	6,343,246	6,335,780	6,101,348
Fees, Licenses and Permits	604,287	652,499	737,719	840,217
Fines and Forfeitures	1,429,786	1,400,693	1,361,141	1,372,538
Payments in Lieu of Taxes	682,190	780,394	591,181	531,690
Intergovernmental	12,665,007	15,435,324	12,167,727	12,615,151
Special Assessments	1,196,125	1,083,803	1,137,325	1,162,385
Rentals	296,176	275,610	183,847	249,790
Contributions and Donations	22,487	14,456	8,443	11,615
Interest	2,408,639	(693,609)	(109,924)	744,828
Miscellaneous	1,641,760	1,430,537	871,153	4,140,778
Total Revenues	68,861,199	65,565,654	58,843,172	61,073,981
<u>Expenditures</u>				
Current:				
General Government	13,869,858	12,164,079	11,159,297	9,032,315
Security of Persons and Property	30,099,842	28,957,632	27,564,317	26,816,073
Public Health	327,967	298,152	295,537	324,570
Leisure Time Activities	3,004,567	2,847,805	2,734,143	2,324,587
Community and Economic Development	3,923,210	3,473,841	3,540,004	3,069,957
Sanitation	4,331,476	2,623,258	3,237,875	2,729,500
Transportation	2,090,431	2,981,591	4,954,026	2,588,284
Capital Outlay	1,122,083	6,427,211	7,081,440	2,593,262
Debt Service:				
Principal Retirement	2,851,880	3,587,861	7,640,873	7,254,681
Interest and Fiscal Charges	432,765	475,600	508,443	515,841
Debt Issuance Costs	11,579	13,466	199,629	39,828
Advance Refund Escrow	-	-	-	-
Total Expenditures	62,065,658	63,850,496	68,915,584	57,288,898
Excess of Revenues Over (Under) Expenditures	6,795,541	1,715,158	(10,072,412)	3,785,083

Table 4

2019	2018	2017	2016	2015	2014
\$ 5,368,297	\$ 4,905,606	\$ 4,722,114	\$ 4,820,808	\$ 4,684,888	\$ 4,733,723
27,868,161	25,318,825	24,183,801	24,827,667	24,671,958	24,508,171
6,128,794	5,962,392	6,345,334	6,467,478	6,113,352	6,082,512
1,281,103	1,598,189	639,869	529,927	462,830	274,714
1,739,973	1,784,044	2,111,894	2,302,963	1,931,591	2,049,775
532,008	330,113	340,398	251,094	330,248	259,991
10,392,601	5,254,530	7,627,542	6,015,259	5,984,434	5,479,675
1,064,109	1,106,835	1,076,849	913,178	918,829	1,103,167
310,565	279,855	307,233	52,671	54,197	74,938
53,161	17,545	20,742	27,401	15,703	50,905
697,183	321,373	245,311	195,775	168,425	64,882
1,095,497	930,137	971,532	1,795,553	375,078	342,989
<u>56,531,452</u>	<u>47,809,444</u>	<u>48,592,619</u>	<u>48,199,774</u>	<u>45,711,533</u>	<u>45,025,442</u>
9,786,914	10,055,502	12,006,222	14,489,591	13,389,106	13,590,209
25,720,825	24,701,364	21,015,670	20,637,641	20,172,947	20,997,711
342,965	292,616	298,928	311,695	293,531	273,132
2,698,484	2,719,940	2,471,909	1,993,717	1,687,257	1,731,598
2,758,310	3,131,858	3,899,965	2,708,395	2,491,988	2,603,656
2,628,184	2,551,740	2,523,999	2,156,988	2,163,084	2,412,938
1,766,241	1,961,186	1,876,515	2,686,849	2,140,656	1,931,627
6,020,296	1,626,253	264,013	2,034,544	2,159,371	1,297,529
4,081,439	4,824,093	3,930,395	2,713,679	7,841,552	2,963,741
421,982	553,991	616,394	719,439	741,042	643,280
66,746	13,535	10,563	19,585	74,494	67,315
-	-	-	-	-	148,751
<u>56,292,386</u>	<u>52,432,078</u>	<u>48,914,573</u>	<u>50,472,123</u>	<u>53,155,028</u>	<u>48,661,487</u>
<u>239,066</u>	<u>(4,622,634)</u>	<u>(321,954)</u>	<u>(2,272,349)</u>	<u>(7,443,495)</u>	<u>(3,636,045)</u>

(Continued)

City of Euclid, Ohio

Changes in Fund Balances, Governmental Funds Modified Accrual Basis of Accounting (continued) Last Ten Years

	2023	2022	2021	2020
Other Financing Sources (Uses)				
Sale of Capital Assets	55,341	53,230	77,050	46,867
General Obligation Bonds Issued	-	-	8,442,480	-
Refunding Bonds Issued	-	-	-	1,627,446
Premium on Debt Issued	-	13,466	777,468	40,327
Notes Issued	-	750,000	1,525,000	5,853,000
Inception of Capital Lease	-	-	-	-
Transfers In	363,519	286,321	153,519	294,795
Transfers Out	(1,530,000)	(482,802)	(530,000)	(1,118,036)
Payment to Refunded Bond Escrow Agent	-	-	(3,225,600)	(1,610,915)
Total Other Financing Sources (Uses)	(1,111,140)	620,215	7,219,917	5,133,484
Net Change in Fund Balances	\$ 5,684,401	\$ 2,335,373	\$ (2,852,495)	\$ 8,918,567

Debt Service as a Percentage of Noncapital Expenditures

5.39% 7.08% 13.18% 14.21%

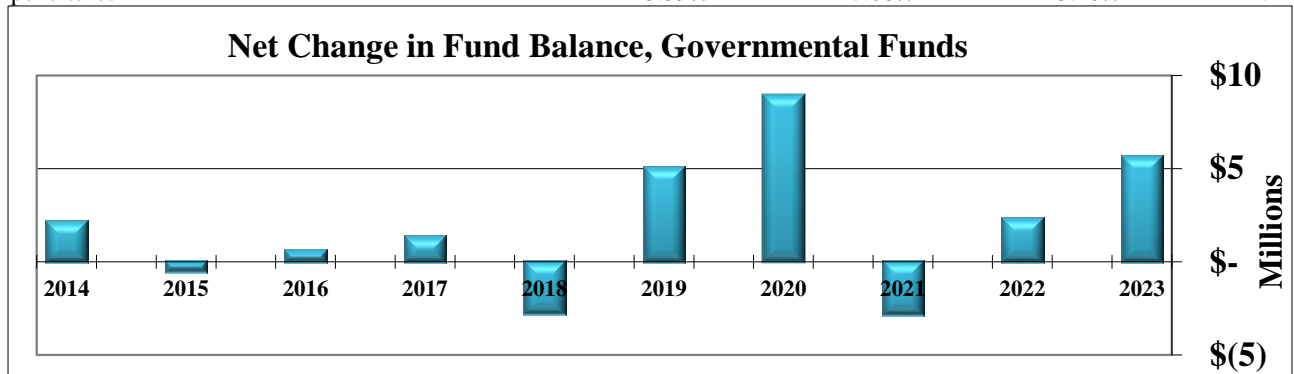


Table 4 (Continued)

2019	2018	2017	2016	2015	2014
48,136	73,602	66,573	56,581	48,163	192,874
2,931,000	-	-	-	-	-
-	-	-	-	6,999,000	6,548,507
62,200	14,707	11,826	11,888	-	25,851
5,000,000	2,001,000	2,001,000	1,501,000	-	5,265,000
-	-	161,100	1,338,609	-	420,000
415,551	1,292,500	311,000	430,000	364,850	944,815
(715,551)	(1,532,500)	(866,000)	(471,000)	(500,000)	(1,077,315)
(2,883,783)	-	-	-	-	(6,507,049)
<u>4,857,553</u>	<u>1,849,309</u>	<u>1,685,499</u>	<u>2,867,078</u>	<u>6,912,013</u>	<u>5,812,683</u>
<u>\$ 5,096,619</u>	<u>\$ (2,773,325)</u>	<u>\$ 1,363,545</u>	<u>\$ 594,729</u>	<u>\$ (531,482)</u>	<u>\$ 2,176,638</u>
8.96%	10.59%	9.35%	7.09%	16.38%	7.55%

City of Euclid, Ohio

Property Tax Rates – Direct and Overlapping Governments (Per \$1,000 of Assessed Valuation)

Last Ten Years

	Collection Year 2023	Collection Year 2022	Collection Year 2021	Collection Year 2020	Collection Year 2019
Unvoted Millage					
Bond Sinking Fund	3.88	3.88	3.88	3.88	3.88
Total Unvoted Millage	3.88	3.88	3.88	3.88	3.88
Voted Millage					
1964 Charter Current Expense	6.72	6.72	6.72	6.72	6.72
1964 Charter Perm Improvement	1.00	1.00	1.00	1.00	1.00
1964 Charter Recreational	0.70	0.70	0.70	0.70	0.70
1964 Charter Recreational	1.30	1.30	1.30	1.30	1.30
1976 Sewage Levy	0.00	0.00	0.00	0.00	0.00
Total Voted Millage	9.72	9.72	9.72	9.72	9.72
Total Millage	13.60	13.60	13.60	13.60	13.60
Overlapping Rates by Taxing District					
City of Euclid					
Residential/Agricultural Effective Rate	6.5085	6.5097	6.9982	6.9863	6.9823
Commercial/Industrial and Public Utility Effective Rate	9.4107	9.4378	10.0277	9.7327	9.8179
General Business and Public Utility Personal Property	13.6000	13.6000	13.6000	13.6000	13.6000
Euclid City Schools					
Residential/Agricultural Effective Rate	57.2177	69.0829	74.8844	66.5296	68.1765
Commercial/Industrial and Public Utility Effective Rate	71.9362	84.0267	88.6707	77.8487	80.3055
General Business and Public Utility Personal Property	94.0700	105.9200	105.3200	97.1200	98.8200
Cuyahoga County					
Residential/Agricultural Effective Rate	12.2519	12.2552	14.0063	12.8012	12.7973
Commercial/Industrial and Public Utility Effective Rate	13.6331	13.6706	14.3037	13.2303	13.0770
General Business and Public Utility Personal Property	14.8500	14.8500	14.8500	14.0500	14.0500
Special Taxing Districts (1)					
Residential/Agricultural Effective Rate	10.8886	10.3013	12.2713	11.9408	11.5362
Commercial/Industrial and Public Utility Effective Rate	11.7855	11.5358	12.3509	12.0951	11.6815
General Business and Public Utility Personal Property	13.3800	13.3800	13.3800	13.3800	12.9800

Source: Cuyahoga County Fiscal Officer

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Charter millage is consistently applied to all types of property.

The real property tax rates for the voted levies of the overlapping taxing districts are reduced so that inflationary increases in value do not generate additional revenue.

Overlapping rates are those of local and county governments that apply to property owners within the City.

(1) Metro Parks (1.85 mills), Port Authority (0.13 mills), Euclid Library (4.00 mills), Community College (3.10 mills)

Table 5

Collection Year 2018	Collection Year 2017	Collection Year 2016	Collection Year 2015	Collection Year 2014
3.88	3.88	3.88	3.88	3.88
3.88	3.88	3.88	3.88	3.88
6.72	6.72	6.72	6.72	6.72
1.00	1.00	1.00	1.00	1.00
0.70	0.70	0.70	0.70	0.70
1.30	1.30	1.30	1.30	1.30
0.00	0.00	0.00	0.00	0.00
9.72	9.72	9.72	9.72	9.72
13.60	13.60	13.60	13.60	13.60
7.4632	7.4435	7.4252	7.3102	7.2808
10.7500	10.5317	10.5638	10.2345	9.9585
13.6000	13.6000	13.6000	13.6000	13.6000
85.4798	86.4056	77.3439	75.9075	74.7478
99.5924	99.5527	90.9418	88.8396	86.3873
109.8200	110.9200	102.0200	101.6000	100.7000
13.9140	13.8802	13.8698	14.0500	14.0500
14.0060	14.0124	14.0500	14.0195	13.9495
14.0500	14.0500	14.0500	14.0500	14.0500
14.2881	12.3701	10.7674	10.8643	9.9639
14.3434	12.4200	10.8676	10.8401	9.8843
14.3800	12.4800	10.8800	10.8800	9.9800

City of Euclid, Ohio

Assessed Valuations and Estimated Actual Values of Taxable Property

Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2023	\$ 519,637,900	\$ 194,965,230	\$ 2,041,723,229	\$ 37,047,500	\$ 42,099,432
2022	\$ 518,200,980	\$ 194,094,240	\$ 2,035,129,200	\$ 32,892,320	\$ 37,377,636
2021	\$ 436,884,440	\$ 181,584,630	\$ 1,767,054,486	\$ 30,293,700	\$ 34,424,659
2020	\$ 437,911,120	\$ 177,999,030	\$ 1,759,743,286	\$ 27,795,980	\$ 31,586,341
2019	\$ 438,293,760	\$ 179,547,300	\$ 1,765,260,171	\$ 25,841,240	\$ 29,365,045
2018	\$ 379,520,140	\$ 152,620,010	\$ 1,520,400,429	\$ 23,303,290	\$ 26,481,011
2017	\$ 381,595,260	\$ 155,568,740	\$ 1,534,754,286	\$ 21,846,670	\$ 24,825,761
2016	\$ 383,494,150	\$ 153,257,260	\$ 1,533,575,457	\$ 20,642,090	\$ 23,456,920
2015	\$ 396,231,090	\$ 164,449,260	\$ 1,601,943,857	\$ 20,085,560	\$ 22,824,500
2014	\$ 399,245,760	\$ 168,521,720	\$ 1,622,192,800	\$ 19,072,000	\$ 21,672,727

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

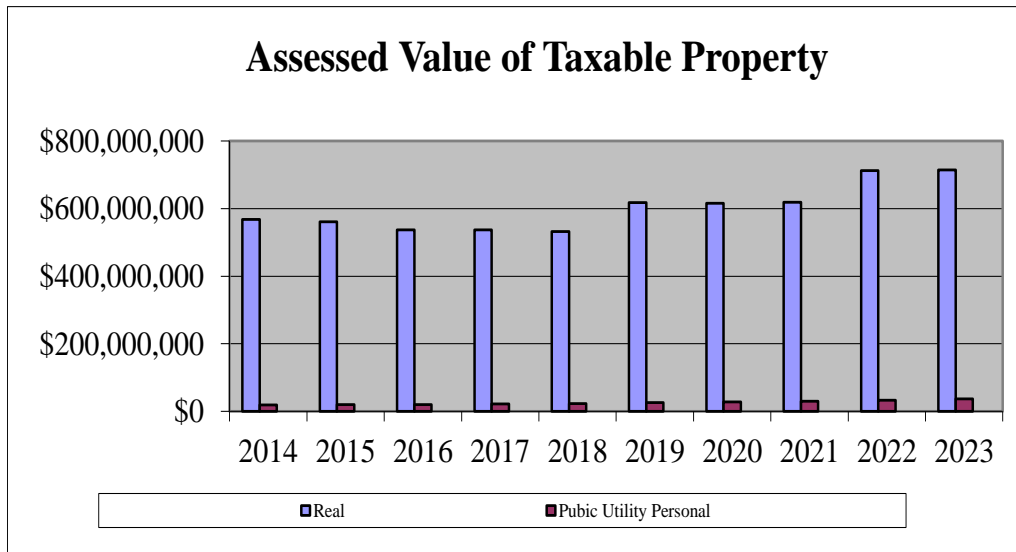
The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed.

Source: Ohio Department of Taxation

Table 6

Total			
Assessed Value	Estimated Actual Value	Ratio	Weighted Average Tax Rate
\$ 751,650,630	\$ 2,083,822,661	36.07%	0.3449
\$ 745,187,540	\$ 2,072,506,836	35.96%	0.6003
\$ 648,762,770	\$ 1,801,479,145	36.01%	0.6350
\$ 643,706,130	\$ 1,791,329,627	35.93%	0.3015
\$ 643,682,300	\$ 1,794,625,216	35.87%	0.5460
\$ 555,443,440	\$ 1,546,881,440	35.91%	0.5706
\$ 559,010,670	\$ 1,559,580,047	35.84%	0.5315
\$ 557,393,500	\$ 1,557,032,377	35.80%	0.5037
\$ 580,765,910	\$ 1,624,768,357	35.74%	0.4704
\$ 586,839,480	\$ 1,643,865,527	35.70%	8.2551



City of Euclid, Ohio

Property Tax Levies and Collections

Last Ten Years

Table 7

Year	Current Tax Levy	Current Tax Collections (1)	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections to Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage of Delinquent Taxes to Current Tax Levy
2023	\$ 6,428,006	\$ 6,120,827	95.22%	\$ 456,390	\$ 6,577,217	102.32%	\$ 693,201	10.78%
2022	\$ 6,430,513	\$ 6,062,269	94.27%	\$ 320,338	\$ 6,382,607	99.26%	\$ 768,531	11.95%
2021	\$ 5,848,414	\$ 5,561,616	95.10%	\$ 325,127	\$ 5,886,743	100.66%	\$ 730,235	12.49%
2020	\$ 5,690,930	\$ 5,352,853	94.06%	\$ 356,604	\$ 5,709,457	100.33%	\$ 847,691	14.90%
2019	\$ 5,650,564	\$ 5,326,660	94.27%	\$ 398,446	\$ 5,725,106	101.32%	\$ 810,364	14.34%
2018	\$ 5,103,954	\$ 4,750,411	93.07%	\$ 312,845	\$ 5,063,256	99.20%	\$ 785,409	15.39%
2017	\$ 5,090,507	\$ 4,710,282	92.53%	\$ 243,805	\$ 4,954,087	97.32%	\$ 869,694	17.08%
2016	\$ 5,141,300	\$ 4,748,698	92.36%	\$ 345,719	\$ 5,094,417	99.09%	\$ 902,733	17.56%
2015	\$ 5,201,241	\$ 4,641,127	89.23%	\$ 285,470	\$ 4,926,597	94.72%	\$ 948,843	18.24%
2014	\$ 5,242,049	\$ 4,612,167	87.98%	\$ 302,689	\$ 4,914,856	93.76%	\$ 946,613	18.06%

Source: Cuyahoga County Fiscal Officer

(1) State reimbursement of rollback and homestead exemptions are included.

Note: The County is aware of the requirement to report delinquent tax collections by levy year rather than by collection year. The County's current computer system tracks levy amounts by either current levy or delinquent levy. Once amounts become part of the delinquent levy, the ability to track information by levy year is lost. The County is looking at options to provide this information in the future.

City of Euclid, Ohio

Principal Taxpayers – Real Estate Tax

2023 and 2014

Table 8

Taxpayer	2023	
	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
K&D Properties	\$ 18,315,910	2.89 %
Euclid Indian Hills LLC	14,904,740	2.36
Euclid Apartment Holdings LLC	10,121,340	1.60
Euclid AENG LLC	7,248,680	1.15
Lincoln Electric Co	5,821,570	0.92
HBP Euclid I LLC	5,630,150	0.89
Euclid Hill Preservation Owner LLC	4,048,490	0.64
Normandy Towers East I & East II LLC	3,518,280	0.56
FC Euclid OH Landlord LLC	3,423,670	0.54
Euclid-Richmond Gardens LTD	3,162,950	0.50
Total	<u>\$ 76,195,780</u>	<u>12.05 %</u>
Total Assessed Valuation	<u>\$ 632,876,350</u>	

Taxpayer	2014	
	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Cleveland Electric Illuminating Co.	\$ 16,522,190	2.89 %
Niederst Indian Hills, LLC	10,967,880	1.92
Lincoln Electric Co	8,252,740	1.45
Northpointe Towers LTD	7,700,000	1.35
Harbor Crest LTD.	5,593,740	0.98
Euclid Leasing Housing Associates 1, Ltd.	3,025,770	0.53
AE Portfolio, LLC	2,940,000	0.52
Horizon House LTD	2,967,580	0.52
Normandy Towers East I & II, LLC	2,552,350	0.45
The Sisters of St. Joseph of Mark Generalate	2,303,390	0.40
Total	<u>\$ 62,825,640</u>	<u>11.01 %</u>
Total Assessed Valuation	<u>\$ 570,267,210</u>	

Source: Cuyahoga County Fiscal Officer

(1) The amounts presented represent the assessed values upon which 2023 and 2014 collections were based.

(2) Most recent information available.

City of Euclid, Ohio

Income Tax Collection

Last Ten Years

Table 9

<u>Year</u>	<u>Tax Rate</u>	<u>Individual</u>	<u>Net Profit</u>	<u>Payroll Withholding</u>	<u>Penalty and Interest</u>	<u>Miscellaneous Revenue/Fees</u>	<u>Gross Collections</u>	<u>Refunds and Adjustments</u>	<u>Net Collections</u>	<u>Net Collections for the City</u>	<u>Net Collections for the School District</u>
2023	2.85%	\$4,103,886	\$7,193,045	\$31,835,749	\$999,388	(\$165,703)	\$43,966,365	\$1,478,949	\$42,487,416	\$34,303,683	\$8,183,733
2022	2.85%	\$3,755,915	\$6,287,744	\$30,728,326	\$802,044	(\$72,393)	\$41,501,635	(\$1,880,608)	\$39,621,027	\$30,761,582	\$8,008,858
2021	2.85%	\$3,787,296	\$5,027,783	\$28,566,492	\$675,135	(\$26,473)	\$38,030,233	(\$1,349,327)	\$36,680,906	\$30,256,614	\$7,743,212
2020	2.85%	\$3,489,858	\$3,987,203	\$28,566,492	\$527,017	(\$57,815)	\$36,512,756	(\$905,870)	\$35,606,886	\$28,348,013	\$7,258,872
2019	2.85%	\$3,860,654	\$4,211,408	\$25,272,522	\$514,341	(\$93,297)	\$33,765,628	(\$963,912)	\$32,801,716	\$27,370,343	\$5,431,373
2018	2.85%	\$3,706,698	\$4,449,157	\$22,972,757	\$559,997	(\$89,289)	\$31,599,320	(\$910,613)	\$30,688,707	\$24,737,092	\$5,951,615
2017	2.85%	\$4,691,337	\$4,155,935	\$21,633,888	\$679,049	\$40,541	\$31,200,752	(\$831,661)	\$30,369,090	\$24,354,737	\$6,014,353
2016	2.85%	\$5,395,236	\$4,512,341	\$21,533,377	\$597,022	(\$148,987)	\$31,888,990	(\$743,204)	\$31,145,786	\$25,135,350	\$6,010,436
2015	2.85%	\$4,876,343	\$4,567,901	\$21,697,241	\$600,040	\$2,024	\$31,743,549	(\$607,558)	\$31,135,991	\$24,954,644	\$6,367,756
2014	2.85%	\$4,864,917	\$3,645,543	\$22,189,891	\$605,852	\$32,405	\$31,338,608	(\$890,681)	\$30,447,927	\$24,486,985	\$5,960,942

Note: The information provided was determined on a cash basis.

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City of Euclid, Ohio

Ratio of Outstanding Debt to Total Personal Income and Debt Per Capita

Last Ten Years

Year	Governmental Activities							
	General Obligation Bonds (1)	Long-term Notes Payable (1)	Special Obligation Bonds	Special Assessment Bonds (1)	OPWC Loans	Financed Purchases/ Capital Leases	Loan	Development Revenue Bonds (1)
2023	\$ 9,474,539	\$ -	\$ 3,989,000	\$ -	\$ 542,869	\$ 357,808	\$ 1,692,308	\$ -
2022	\$ 10,782,096	\$ 754,489	\$ 4,504,000	\$ -	\$ 626,388	\$ 471,214	\$ 1,846,154	\$ -
2021	\$ 12,067,446	\$ 1,530,181	\$ 5,005,000	\$ -	\$ 709,907	\$ 581,808	\$ 2,000,000	\$ -
2020	\$ 7,114,783	\$ 5,866,439	\$ 5,495,000	\$ -	\$ 793,426	\$ 740,108	\$ 2,000,000	\$ -
2019	\$ 8,627,549	\$ 5,020,733	\$ 5,975,000	\$ -	\$ 835,185	\$ 940,557	\$ 2,000,000	\$ -
2018	\$ 9,954,146	\$ 2,005,902	\$ 6,442,000	\$ -	\$ 918,704	\$ 1,115,838	\$ -	\$ -
2017	\$ 11,825,809	\$ 2,004,942	\$ 6,899,000	\$ 131,287	\$ 1,002,223	\$ 1,416,259	\$ -	\$ -
2016	\$ 13,646,915	\$ 1,504,963	\$ 6,949,000	\$ 262,575	\$ 1,085,742	\$ 1,623,997	\$ -	\$ -
2015	\$ 15,757,778	\$ -	\$ 6,999,000	\$ 398,863	\$ 1,169,261	\$ 461,253	\$ -	\$ 185,000
2014	\$ 17,754,494	\$ 5,276,848	\$ -	\$ 530,151	\$ 1,252,780	\$ 681,136	\$ -	\$ 360,000

(1) Amounts include associated premiums

Note: Population and Personal Income data are presented on Demographic and Economic Statistics

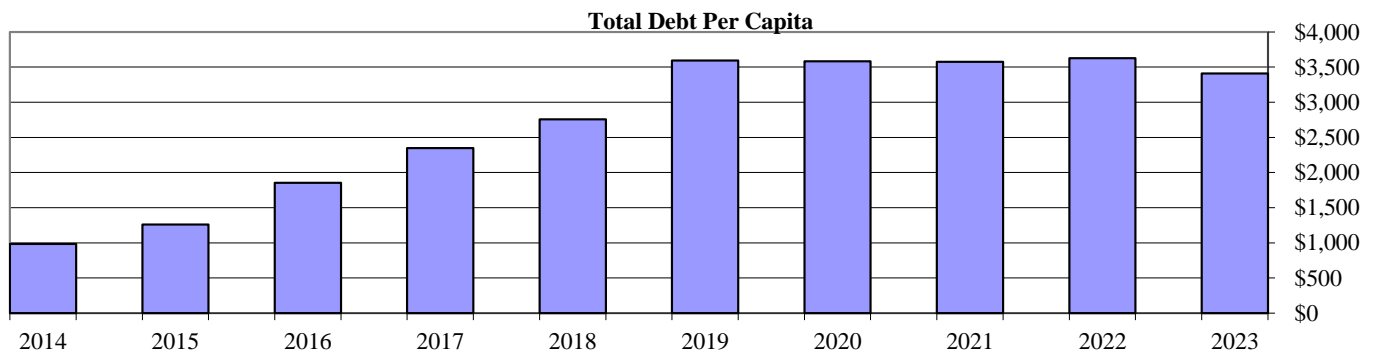


Table 10

Business-Type Activities						
General Obligation Bonds (1)	Financed Purchases/ Capital Leases	OWDA Loans	OPWC Loans	Total Debt	Percentage of Personal Income	Per Capita
\$ 3,586,860	\$ -	\$ 141,656,321	\$ 8,000,283	\$ 169,299,988	14.00%	\$ 3,407
\$ 4,068,752	\$ 11,547	\$ 148,461,145	\$ 8,685,970	\$ 180,211,755	14.90%	\$ 3,627
\$ 4,539,850	\$ 22,446	\$ 141,713,251	\$ 9,391,681	\$ 177,561,570	14.68%	\$ 3,573
\$ 5,003,793	\$ 119,805	\$ 140,528,161	\$ 10,128,330	\$ 177,789,845	17.04%	\$ 3,583
\$ 5,745,976	\$ 315,011	\$ 138,129,954	\$ 8,188,922	\$ 175,778,887	16.85%	\$ 3,593
\$ 6,472,944	\$ 454,073	\$ 100,118,844	\$ 7,319,347	\$ 134,801,798	12.92%	\$ 2,756
\$ 7,483,716	\$ 654,347	\$ 75,476,173	\$ 7,934,339	\$ 114,828,095	11.01%	\$ 2,347
\$ 8,463,935	\$ 850,072	\$ 47,995,724	\$ 8,340,564	\$ 90,723,487	8.70%	\$ 1,855
\$ 9,426,897	\$ 546,182	\$ 18,253,817	\$ 8,515,622	\$ 61,713,673	5.91%	\$ 1,262
\$ 10,351,004	\$ 86,012	\$ 4,726,790	\$ 7,171,677	\$ 48,190,892	4.62%	\$ 985

City of Euclid, Ohio

*Ratio of Net General Bonded Debt to Assessed
Value and Net Bonded Debt Per Capita
Last Ten Years*

Table 11

<u>Year</u>	<u>Population (1)</u>		<u>Estimated Actual Value of Taxable Property (2)</u>	<u>Net Bonded Debt (3)</u>	<u>Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property</u>	<u>Net Bonded Debt Per Capita</u>
2023	49,692	(a)	\$ 2,083,822,661	\$ 12,551,403	0.60 %	\$ 253
2022	49,692	(a)	\$ 2,072,506,836	\$ 15,093,134	0.73 %	\$ 304
2021	49,692	(a)	\$ 1,801,479,145	\$ 17,504,997	0.97 %	\$ 352
2020	49,692	(a)	\$ 1,791,329,627	\$ 17,264,559	0.96 %	\$ 347
2019	48,920	(b)	\$ 1,794,625,216	\$ 18,654,549	1.04 %	\$ 381
2018	48,920	(b)	\$ 1,546,881,440	\$ 18,069,915	1.17 %	\$ 369
2017	48,920	(b)	\$ 1,559,580,047	\$ 20,939,523	1.34 %	\$ 428
2016	48,920	(b)	\$ 1,557,032,377	\$ 23,154,601	1.49 %	\$ 473
2015	48,920	(b)	\$ 1,624,768,357	\$ 24,415,751	1.50 %	\$ 499
2014	48,920	(b)	\$ 1,643,865,527	\$ 33,382,346	2.03 %	\$ 682

Sources:

(1) Source: U. S. Census

(a) Years 2020 through 2023 - 2020 Federal Census

(b) Years 2010 through 2019 - 2010 Federal Census

(2) Cuyahoga County Fiscal Officer

(3) Includes all general obligation bonded debt with the exception of Special Assessment debt minus the debt service fund balance available to pay the general obligation debt.

City of Euclid, Ohio

Computation of Direct and Overlapping Governmental Activities Debt

December 31, 2022

Table 12

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City
Direct - City of Euclid (2)			
General Obligation Bonds, net	\$ 9,474,539	100.00%	\$ 9,474,539
Special Obligation Bonds, net	3,989,000	100.00%	3,989,000
OPWC Loans	542,869	100.00%	542,869
Financed Purchases	357,808	100.00%	357,808
Loan	1,692,308	100.00%	1,692,308
Total Direct Debt	<u>16,056,524</u>		<u>16,056,524</u>
Overlapping (3)			
Euclid City School District	121,042,290	100.00%	121,042,290
Cuyahoga County	254,150,000	2.14%	5,447,360
Cuyahoga Community College	195,825,000	2.14%	4,197,243
Total Overlapping Debt	<u>571,017,290</u>		<u>130,686,893</u>
Total	<u>\$ 587,073,814</u>		<u>\$ 146,743,417</u>

Source: Cuyahoga County Fiscal Officer

- (1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.
- (2) Amounts include associated premiums
- (3) As of December 31, 2022 (latest information available)

City of Euclid, Ohio

Legal Debt Margin

Last Ten Years

	2023	2022	2021	2020	2019	2018
Total Assessed Property Value	<u>\$ 751,650,630</u>	<u>\$ 745,187,540</u>	<u>\$ 648,762,770</u>	<u>\$ 643,706,130</u>	<u>\$ 643,682,300</u>	<u>\$ 555,443,440</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>78,923,316</u>	<u>78,244,692</u>	<u>68,120,091</u>	<u>67,589,144</u>	<u>67,586,642</u>	<u>58,321,561</u>
Debt Outstanding:						
General Obligation Bonds	\$ 9,474,539	\$ 10,782,096	\$ 12,067,446	\$ 7,114,783	\$ 8,627,549	\$ 9,954,146
General Obligation Bonds - Enterprise	3,586,860	4,068,752	4,539,850	5,003,793	5,745,976	6,472,944
Income Tax Special Obligation Bonds	3,989,000	4,504,000	5,005,000	5,495,000	5,975,000	6,442,000
Special Assessment Bonds	-	-	-	-	-	-
Notes	-	754,489	1,530,181	5,866,439	5,020,733	2,005,902
OPWC Loans	542,869	626,388	709,907	793,426	835,185	918,704
OPWC Loans - Enterprise	8,000,283	8,685,970	9,391,681	10,128,330	8,188,922	7,319,347
OWDA Loans - Enterprise	141,656,321	148,461,145	141,713,251	140,528,161	138,129,954	100,118,844
Industrial Development Revenue Bonds	-	-	-	-	-	-
Total Gross Indebtedness	<u>167,249,872</u>	<u>177,882,840</u>	<u>174,957,316</u>	<u>174,929,932</u>	<u>172,523,319</u>	<u>133,231,887</u>
Less:						
General Obligation Bonds - Enterprise	(3,586,860)	(4,068,752)	(4,539,850)	(5,003,793)	(5,745,976)	(6,472,944)
Income Tax Special Obligation Bonds	(3,989,000)	(4,504,000)	(5,005,000)	(5,495,000)	(5,975,000)	(6,442,000)
Special Assessment Bonds	-	-	-	-	-	-
OPWC Loans	(542,869)	(626,388)	(709,907)	(793,426)	(835,185)	(918,704)
OPWC Loans - Enterprise	(8,000,283)	(8,685,970)	(9,391,681)	(10,128,330)	(8,188,922)	(7,319,347)
OWDA Loans	(141,656,321)	(148,461,145)	(141,713,251)	(140,528,161)	(138,129,954)	(100,118,844)
Industrial Development Revenue Bonds	-	-	-	-	-	-
General Obligation Bond Retirement Fund Balance	<u>(509,996)</u>	<u>(512,203)</u>	<u>(632,480)</u>	<u>(720,456)</u>	<u>(739,709)</u>	<u>(363,077)</u>
Total Net Debt Applicable to Debt Limit	<u>8,964,543</u>	<u>11,024,382</u>	<u>12,965,147</u>	<u>12,260,766</u>	<u>12,908,573</u>	<u>11,596,971</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$ 69,958,773</u>	<u>\$ 67,220,310</u>	<u>\$ 55,154,944</u>	<u>\$ 55,328,378</u>	<u>\$ 54,678,069</u>	<u>\$ 46,724,590</u>
Legal Debt Margin as a Percentage of the Debt Limit	88.64%	85.91%	80.97%	81.86%	80.90%	80.12%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$ 41,340,785</u>	<u>\$ 40,985,315</u>	<u>\$ 35,681,952</u>	<u>\$ 35,403,837</u>	<u>\$ 35,402,527</u>	<u>\$ 30,549,389</u>
Total Gross Indebtedness	\$ 167,249,872	\$ 177,882,840	\$ 174,957,316	\$ 174,929,932	\$ 172,523,319	\$ 133,231,887
Less:						
General Obligation Bonds - Enterprise	(3,586,860)	(4,068,752)	(4,539,850)	(5,003,793)	(5,745,976)	(6,472,944)
Income Tax Special Obligation Bonds	(3,989,000)	(4,504,000)	(5,005,000)	(5,495,000)	(5,975,000)	(6,442,000)
Special Assessment Bonds	-	-	-	-	-	-
OPWC Loans	(542,869)	(626,388)	(709,907)	(793,426)	(835,185)	(918,704)
OPWC Loans - Enterprise	(8,000,283)	(8,685,970)	(9,391,681)	(10,128,330)	(8,188,922)	(7,319,347)
OWDA Loans	(141,656,321)	(148,461,145)	(141,713,251)	(140,528,161)	(138,129,954)	(100,118,844)
Industrial Development Revenue Bonds	-	-	-	-	-	-
General Obligation Bond Retirement Fund Balance	<u>(509,996)</u>	<u>(512,203)</u>	<u>(632,480)</u>	<u>(720,456)</u>	<u>(739,709)</u>	<u>(363,077)</u>
Net Debt Within 5 ½ % Limitations	<u>8,964,543</u>	<u>11,024,382</u>	<u>12,965,147</u>	<u>12,260,766</u>	<u>12,908,573</u>	<u>11,596,971</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$ 32,376,242</u>	<u>\$ 29,960,933</u>	<u>\$ 22,716,805</u>	<u>\$ 23,143,071</u>	<u>\$ 22,493,954</u>	<u>\$ 18,952,418</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	78.32%	73.10%	63.66%	65.37%	63.54%	62.04%

Source: City Financial Records

Table 13

	2017	2016	2015	2014
	<u>\$ 559,010,670</u>	<u>\$ 557,393,500</u>	<u>580,765,910</u>	<u>\$ 586,839,480</u>
(10 ½ % of Assessed Valuation)	<u>58,696,120</u>	<u>58,526,318</u>	<u>60,980,421</u>	<u>61,618,145</u>
General Obligation Bonds	\$ 11,825,809	\$ 13,646,915	15,757,778	\$ 17,754,494
General Obligation Bonds - Enterprise	7,483,716	8,463,935	9,426,897	10,351,004
Income Tax Special Obligation Bonds	6,899,000	6,949,000	6,999,000	-
Special Assessment Bonds	131,287	262,575	398,863	530,151
Notes	2,004,942	1,504,963	-	5,276,848
OPWC Loans	1,002,223	1,085,742	1,169,261	1,252,780
OPWC Loans - Enterprise	7,934,339	8,340,564	8,515,622	7,171,677
OWDA Loans	75,476,173	47,995,724	18,253,817	4,726,790
Industrial Development Revenue Bonds	-	-	185,000	360,000
	<u>112,757,489</u>	<u>88,249,418</u>	<u>60,706,238</u>	<u>47,423,744</u>
General Obligation Bonds - Enterprise	(7,483,716)	(8,463,935)	(9,426,897)	(10,351,004)
Income Tax Special Obligation Bonds	(6,899,000)	(6,949,000)	(6,999,000)	-
Special Assessment Bonds	(131,287)	(262,575)	(398,863)	(530,151)
OPWC Loans	(1,002,223)	(1,085,742)	(1,169,261)	(1,252,780)
OPWC Loans - Enterprise	(7,934,339)	(8,340,564)	(8,515,622)	(7,171,677)
OWDA Loans	(75,476,173)	(47,995,724)	(18,253,817)	(4,726,790)
Industrial Development Revenue Bonds	-	-	(185,000)	(360,000)
General Obligation Bond Retirement Fund Balance	(374,944)	(461,212)	(768,924)	(961,843)
	<u>13,455,807</u>	<u>14,690,666</u>	<u>14,988,854</u>	<u>23,031,342</u>
	<u>\$ 45,240,313</u>	<u>\$ 43,835,652</u>	<u>45,991,567</u>	<u>\$ 38,586,803</u>
	77.08%	74.90%	75.42%	62.62%
(5 ½ % of Assessed Valuation)	<u>\$ 30,745,587</u>	<u>\$ 30,656,643</u>	<u>31,942,125</u>	<u>\$ 32,276,171</u>
	<u>\$ 112,757,489</u>	<u>\$ 88,249,418</u>	<u>60,706,238</u>	<u>\$ 47,423,744</u>
General Obligation Bonds - Enterprise	(7,483,716)	(8,463,935)	(9,426,897)	(10,351,004)
Income Tax Special Obligation Bonds	(6,899,000)	(6,949,000)	(6,999,000)	-
Special Assessment Bonds	(131,287)	(262,575)	(398,863)	(530,151)
OPWC Loans	(1,002,223)	(1,085,742)	(1,169,261)	(1,252,780)
OPWC Loans - Enterprise	(7,934,339)	(8,340,564)	(8,515,622)	(7,171,677)
OWDA Loans	(75,476,173)	(47,995,724)	(18,253,817)	(4,726,790)
Industrial Development Revenue Bonds	-	-	(185,000)	(360,000)
General Obligation Bond Retirement Fund Balance	(374,944)	(461,212)	(768,924)	(961,843)
	<u>13,455,807</u>	<u>14,690,666</u>	<u>14,988,854</u>	<u>22,069,499</u>
	<u>\$ 17,289,780</u>	<u>\$ 15,965,977</u>	<u>16,953,271</u>	<u>\$ 10,206,672</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	56.23%	52.08%	53.07%	31.62%

City of Euclid, Ohio

Pledged Revenue Coverage
Industrial Development Revenue Bonds – General Fund
Last Ten Years

Table 14

Year (2)	Net Revenues (1)	Net Revenue Available for Debt Service	Debt Service			Coverage
			Principal	Interest	Total	
2023	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2022	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2021	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2020	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2019	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2018	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2017	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2016	\$ 109,336	\$ 109,336	\$ 185,000	\$ 8,048	\$ 193,048	0.57
2015	\$ 109,336	\$ 109,336	\$ 175,000	\$ 15,660	\$ 190,660	0.57
2014	\$ 109,336	\$ 109,336	\$ 170,000	\$ 23,055	\$ 193,055	0.57

(1) Net revenues include principal and interest received from repayment of loan from Lincoln Electric Company

(2) The revenue bond was paid in full as of December 31, 2016.

Detail regarding the City's outstanding debt can be found in the notes to the basic financial statements

City of Euclid, Ohio

Principal Employers

2023 and 2014

Table 15

2023		
Employer	Number of W-2 Issued	Percentage of Total City Employment
Amazon Com Services LLC	11,269	44.15%
Lincoln Electric	2,903	11.37%
Cleveland Clinic	1,647	6.45%
Euclid Board of Education	1,019	3.99%
Hose Masters	559	2.19%
City of Euclid	537	2.10%
Babcock & Wilcox Nuclear Operations	455	1.78%
Eaton Industrial Corporation	378	1.48%
Progressive Casualty Insurance Co.	347	1.36%
Remedi Senior	240	0.94%
Total	19,354	75.82%
Total Estimated Employment within the City	<u>25,525</u>	

2014		
Employer	Number of W-2 Issued	Percentage of Total City Employment
Lincoln Electric	2,604	10.47%
Cleveland Clinic	1,507	6.06%
Euclid Board of Education	1,025	4.12%
University Hospital Health System	836	3.36%
City of Euclid	590	2.37%
Cuyahoga County	515	2.07%
Eaton Industrial Corporation	416	1.67%
Hose Masters	388	1.56%
Babcock & Wilcox Nuclear Operations	297	1.19%
HC Starck Incorporated	150	0.60%
Total	8,328	33.48%
Total Estimated Employment within the City	<u>24,879</u>	

Source: City Income Tax Department

City of Euclid, Ohio

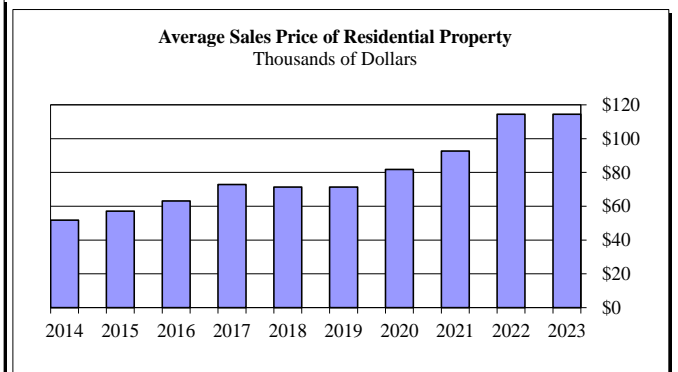
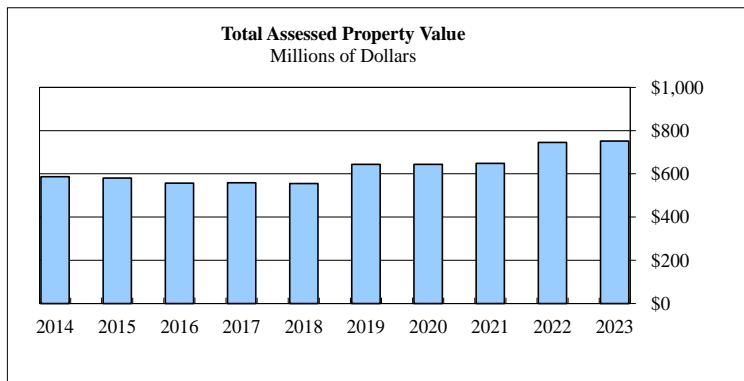
Demographic and Economic Statistics

Last Ten Years

Table 16

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	Cuyahoga County Unemployment Rate (3)	Average Sales Price of Residential Property (4)	Total Assessed Property Value (4)
2023	49,692 (a)	\$ 1,209,652,356	\$ 24,343 (a)	\$ 38,242 (a)	41	19.5%	4,295	3.8%	\$ 114,400	\$ 751,650,630
2022	49,692 (a)	\$ 1,209,652,356	\$ 24,343 (a)	\$ 38,242 (a)	41	19.5%	4,661	3.5%	\$ 114,400	\$ 745,187,540
2021	49,692 (a)	\$ 1,209,652,356	\$ 24,343 (a)	\$ 38,242 (a)	41	19.5%	4,686	4.1%	\$ 92,600	\$ 648,762,770
2020	48,920 (b)	\$ 1,043,365,760	\$ 21,328 (b)	\$ 36,263 (b)	41	19.6%	4,852	6.8%	\$ 81,800	\$ 643,706,130
2019	48,920 (b)	\$ 1,043,365,760	\$ 21,328 (b)	\$ 36,263 (b)	41	19.6%	5,002	3.6%	\$ 71,400	\$ 643,682,300
2018	48,920 (b)	\$ 1,043,365,760	\$ 21,328 (b)	\$ 36,263 (b)	41	19.6%	5,194	5.0%	\$ 71,400	\$ 555,443,440
2017	48,920 (b)	\$ 1,043,365,760	\$ 21,328 (b)	\$ 36,263 (b)	41	19.6%	5,218	5.9%	\$ 72,854	\$ 559,010,670
2016	48,920 (b)	\$ 1,043,365,760	\$ 21,328 (b)	\$ 36,263 (b)	41	19.6%	5,341	5.4%	\$ 63,072	\$ 557,393,500
2015	48,920 (b)	\$ 1,043,365,760	\$ 21,328 (b)	\$ 36,263 (b)	41	19.6%	5,382	4.0%	\$ 57,125	\$ 580,765,910
2014	48,920 (b)	\$ 1,043,365,760	\$ 21,328 (b)	\$ 36,263 (b)	41	19.6%	5,277	5.3%	\$ 51,752	\$ 586,839,480

- (1) Source: U. S. Census
 - (a) Years 2020-2022 Federal Census
 - (b) Years 2013 through 2019 - 2010 Federal Census
- (2) Source: Ohio Department of Education Website: "<http://www.ode.state.oh.us/>"
- (3) Source: County Planning Commission
- (4) Source: County Auditor (latest information available)
- (5) Computation of per capita personal income multiplied by population



City of Euclid, Ohio

Full-Time Equivalent City Employees by Function/Program

Last Ten Years

Table 17

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Government										
Council	10	10	10	10	10	10	10	10	10	11
Finance	5	5	6	6	8	7	7	9	9	9
Tax	2	2	3	3	5	6	5	6	5	8
Mayor	21	21	21	21	20	22	22	22	24	24
Law	8	9	8	8	7	8	8	6	6	7
Municipal Court	32	31	30	27	27	30	25	23	26	25
Public Service Administration	7	7	7	7	7	7	6	4	5	4
Engineer	0	0	0	0	0	0	0	2	1	3
Public Building	8	8	8	8	7	7	7	7	7	8
Security of Persons and Property										
Police	99	96	96	94	91	91	92	91	93	91
Police - Administration	6	5	5	7	11	12	12	12	12	12
Police - Records Room	6	6	6	6	6	6	6	5	5	6
Police - School Guards	8	8	8	7	10	10	10	10	9	10
Police - Communications	0	0	0	0	0	0	0	0	0	18
Police - Corrections	0	0	0	0	0	0	0	0	0	0
Police - Animal Control	2	2	2	2	2	2	2	2	1	1
Fire	84	85	81	81	80	80	80	81	83	77
Fire - Administration	2	2	2	2	2	2	2	2	2	2
Leisure Time Activities										
Recreation - Administration	4	4	4	3	3	3	4	4	4	4
Parks & Rec Maintenance	11	11	11	15	12	13	14	13	13	13
Recreation - Programs	60	60	60	60	62	60	53	60	67	59
Shore Cultural Center	3	3	3	0	0	0	0	0	0	0
Golf Course	0	0	0	0	0	0	0	0	0	0
Community Development										
Economic Development	7	6	6	4	7	7	6	6	5	6
Building	6	4	4	3	4	3	0	0	2	2
Housing	11	11	11	10	11	10	13	11	12	10
Weatherization	1	1	1	1	1	1	1	2	3	4
Senior Programs	10	10	10	11	10	11	10	8	10	10
Transportation										
Motor Maintenance	8	8	8	8	8	8	8	8	8	9
Traffic Maintenance	0	0	0	0	0	0	0	1	1	1
Street M&R	22	22	22	24	24	24	24	25	25	24
Basic Utility Services										
Wastewater	34	33	33	34	34	33	35	37	39	36
Totals:	<u>477</u>	<u>470</u>	<u>466</u>	<u>462</u>	<u>469</u>	<u>473</u>	<u>462</u>	<u>467</u>	<u>487</u>	<u>494</u>

Source: Annual Operating Budget - Employee Count (Appendix A)

City of Euclid, Ohio

Operating Indicators by Function/Program

Last Ten Years

Function/Program	2023	2022	2021	2020
General Government				
<i>Council and Clerk</i>				
Number of Ordinances & Resolutions Passed	141	150	151	150
<i>Finance Department</i>				
Number of checks/ vouchers issued	4,965	3,527	3,892	3,897
Amount of checks written	\$ 45,923,803	\$ 31,288,254	\$ 34,144,859	\$ 23,238,422
Interest earnings for fiscal year (cash basis)	\$ 1,441,887	\$ 209,137	\$ 209,934	\$ 377,178
Agency Ratings - Moody's Financial Services	A2	A2	A2	A2
Health Insurance Costs vs General Fund Expenditures %	12.90%	12.00%	10.00%	10.71%
General Fund Receipts (cash basis)	\$ 49,923,043	\$ 46,647,978	\$ 40,629,975	\$ 42,684,787
General Fund Expenditures (cash basis)	\$ 47,413,442	\$ 44,934,997	\$ 41,762,071	\$ 37,855,735
General Fund Cash Balances	\$ 14,052,372	\$ 12,275,766	\$ 7,185,238	\$ 8,938,699
** Income Tax Department				
Number of Individual Returns	32,519	14,346	24,632	28,489
Number of Business Returns	3,185	1,620	2,645	2,048
Number of Business Withholding Accounts	4,015	3,698	3,189	4,041
Amount of Penalties and Interest Collected	\$ 802,044	\$ 334,223	\$ 649,826	\$ 527,017
Annual number of Corporate withholding forms processed	47,670	39,300	33,469	23,692
Annual number of balance due statements forms processed	8,498	8,498	9,840	13,513
Annual number of estimated payment forms processed	6,720	6,171	5,912	10,026
Annual number of reconciliations of withholdings processed	3,449	3,593	2,538	0
** With The Regional Income Tax Agency (RITA) as of February, 2021				
<i>Municipal Court</i>				
Number of Civil Cases	4,060	3,959	3,315	3,082
Number of Traffic/Criminal cases	2,620	3,262	1,374	2,830
<i>Vital Statistics</i>				
Certificates Filed				
Number of Births	N/A	N/A	3	2
Number of Deaths	N/A	N/A	142	396
Certificates Issued				
Number of Births	N/A	N/A	100	4,104
Number of Deaths	N/A	N/A	109	1,263
Burial Permits Issued	N/A	N/A	94	632
<i>Civil Service</i>				
Number of police entry tests administered	1	1	0	0
Number of fire entry tests administered	1	1	0	1
Number of police promotional tests administered	3	0	3	3
Number of fire promotional tests administered	2	3	3	0
Number of hires of Police Officers from certified lists	10	2	0	4
Number of hires of Fire/Medics from certified lists	1	2	13	0
Number of promotions from police certified lists	8	3	7	0
Number of promotions from fire certified lists	3	0	6	0
Number of Police Lateral Hires	1	7	17	0
Number of Fire Lateral Hires	7	1	2	0

(a) Test Not administered
n/a Information not available

Table 18

2019	2018	2017	2016	2015	2014
133	169	150	150	170	141
4,754	6,105	3,904	6,995	3,840	4,046
\$ 31,053,762	\$ 37,487,960	\$ 24,367,940	\$ 24,941,887	\$ 24,752,868	\$ 16,794,496
\$ 412,120	\$ 351,763	\$ 321,554	\$ 222,218	\$ 148,230	\$ 84,071
A2	A2	A2	A2	Aa2	Aa2
9.93%	10.75%	11.13%	11.71%	16.03%	12.49%
\$ 42,367,999	\$ 39,650,563	\$ 38,541,284	\$ 38,878,016	\$ 37,928,351	\$ 37,286,945
\$ 40,843,805	\$ 40,452,031	\$ 37,983,039	\$ 38,399,647	\$ 36,909,912	\$ 39,097,396
\$ 4,596,850	\$ 3,207,798	\$ 3,809,240	\$ 3,454,978	\$ 3,324,922	\$ 2,306,483
26,954	23,422	25,777	26,443	29,184	36,866
3,206	2,315	2,960	3,148	3,351	3,414
4,466	4,052	3,791	3,773	3,773	3,514
\$ 514,341	\$ 559,997	\$ 679,049	\$ 597,022	\$ 600,040	\$ 605,852
22,134	20,423	20,129	19,270	17,784	17,016
16,300	16,249	18,206	20,745	22,695	27,357
8,361	15,773	15,642	12,923	17,293	15,049
2,487	2,335	2,341	2,314	2,245	2,247
4,800	4,045	4,184	4,369	3,454	3,853
4,366	4,631	4,782	5,474	5,474	7,592
2	3	3	0	1	5
350	384	374	378	404	423
4,041	3,900	3,803	2,743	2,500	1,969
1,216	1,325	1,312	1,262	1,490	1,577
662	640	742	734	775	743
1	0	1	0	0	0
0	0	1	0	0	0
0	3	0	1	0	0
1	0	0	3	0	0
2	2	1	0	0	8
1	1	0	0	7	7
5	3	4	1	0	10
0	0	3	2	0	9
3	0	0	4	5	0
0	0	0	2	0	0

City of Euclid, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Function/Program	2023	2022	2021	2020
General Government				
<i>Building Department Indicators</i>				
Estimated Value of Construction	\$ 49,473,515	\$ 36,404,339	\$ 42,726,922	\$ 60,410,630
Number of permits issued	2,380	2,513	4,812	5,573
Amount of Revenue generated from permits	\$ 467,210	\$ 513,437	\$ 375,421	\$ 583,387
Number of contractor registrations issued	795	575	823	624
<i>Housing Department Indicators</i>				
Total dwelling / housing units	15,670	15,670	15,670	15,500
Number of point of sale inspections	1,916	2,358	1,377	1,077
Number of rental inspections performed	2,735	4,538	3,152	2,123
Revenue generated from Housing Fees	\$ 982,745	\$ 1,067,673	\$ 1,588,750	\$ 658,558
Security of Persons & Property				
<i>Police</i>				
Total Crimes/Offenses	7,038	7,581	7,414	7,627
Motor Vehicle Accidents	1,407	1,656	1,625	1,536
Fatalities from Motor Vehicle Accidents	8	4	4	5
Number of criminal arrests	794	1,139	796	803
Number of traffic citations issued	2,275	2,911	1,309	1,707
Number of parking citations issued	5,616	5,060	7,467	4,421
Narcotics & Vice Criminal Charges	1260	831	740	460
Warrants Processed	1,842	2,123	1,763	1,922
Emergency Response Team (ERT) calls for service	77	66	60	72
Police Dept. Auxiliary hours worked	528.25	377.50	844	494
Grant Awards	529,376.00	512,628.00	\$ 398,803	\$ 333,761
Prisoners (Total Jail Days)	4748	3763	0	0
Prisoner revenue	0	0	0	0
Juvenile Diversion Program - referred	0	0	N/A	0
Juvenile Diversion Program - accepted	0	0	N/A	0
<i>Fire</i>				
EMS Calls	10,593	10,109	10,092	9,799
Ambulance Billing Collections (net)	\$ -	\$ 1,757,275	\$ 1,411,945	\$ 1,373,360
Fire Calls	2,222	2,522	1,888	1,788
Fire Losses	\$ 2,397,807	\$ 1,425,995	\$ 4,053,600	\$ 14,569,300
Fire Safety Company Inspections	177	340	408	337
Fire Prevention Bureau Inspections	1,146	1,411	1,021	1,138
EMS Training (Man Hours)	556.00	1,070.00	1,131	2,500
Fire Training (Man Hours)	9,739.00	10,424.00	14,167	7,400
Public Health and Welfare				
Cemetery burials	1	1	1	1
Cemetery cremations	0	0	0	0
Cemetery sale of lots	0	0	0	0
Cemetery receipts	\$ 600	\$ 100	\$ 100	\$ 675

(a) Test Not administered
n/a Information not available

Table 18 (Continued)

2019	2018	2017	2016	2015	2014
\$ 131,734,189	\$ 157,339,091	\$ 21,719,393	\$ 22,050,010	\$ 21,058,012	\$ 7,816,356
3,178	4,163	5,607	6,683	3,066	3,419
\$ 1,129,424	\$ 984,667	\$ 430,688	\$ 523,049	\$ 449,442	\$ 418,511
792	540	695	918	927	875
26,008	26,008	26,005	26,020	26,050	26,053
1,208	1,128	1,062	1,049	1,764	923
2,346	2,042	4,691	13,614	13,663	11,779
\$ 1,525,074	\$ 649,775	\$ 1,451,281	\$ 1,552,292	\$ 1,072,447	\$ 968,029
7,948	7,402	8,906	8,681	9,240	11,584
1,554	1,552	1,502	1,448	1,367	1,229
5	4	7	1	3	2
1,345	1,588	2,870	2,375	2,514	3,017
4,171	5,069	5,228	9,724	8,756	11,678
4,161	4,216	4,505	5,278	4,183	4,983
1,154	1,533	2,037	2,166	1,380	1,295
2,085	2,297	3,112	3,682	3,169	4,256
70	76	81	71	40	17
1,119	1,533	1,826	1,492	1,242	1,506
\$ 102,425	\$ 128,034	\$ 37,407	\$ 91,736	\$ 110,833	\$ 100,040
0	0	0	0	0	699
0	0	0	0	0	0
0	25	101	72	142	156
0	13	37	39	50	85
9,440	9,349	9,203	8,687	8,091	7,634
\$ 1,499,438	\$ 1,426,203	\$ 1,437,590	\$ 1,552,703	\$ 1,541,848	\$ 1,107,475
1,730	1,709	1,621	1,620	1,464	1,535
\$ 1,415,577	\$ 1,095,150	\$ 1,837,000	\$ 1,368,700	\$ 867,217	\$ 1,698,670
0	64	0	1,063	1,154	1,167
1,570	846	1,807	438	589	693
1,231	1,012	973	753	826	1,920
12,629	8,610	8,900	1,407	1,321	10,573
1	0	0	2	0	0
0	0	0	0	0	0
0	0	0	0	0	0
\$ 300	\$ 0	\$ 0	\$ 400	\$ 0	\$ 0

City of Euclid, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Function/Program	2023	2022	2021	2020
Leisure Time Activities				
<i>Recreation</i>				
Swimming pool receipts	\$ 24,460	\$ 43,161	\$ 40,759	\$ 1,040
Ice Arena receipts	\$ 212,753	\$ 191,361	\$ 181,900	\$ 146,774
Youth & Adult Sports receipts	\$ 120,335	\$ 117,090	\$ 138,717	\$ 43,015
Shore Cultural Facility rentals			\$ 161,157	\$ 211,363
<i>Golf</i>				
Rounds of Golf	39,917	33,041	36,049	34,793
Golf/Pro-shop receipts	\$ 434,166	\$ 928,362	\$ 804,498	\$ 751,769
Food & Beverage receipts	\$ 1,129,385	\$ 339,143	\$ 313,582	\$ 230,612
Community Development				
Grant amounts received due to Economic Development Dept.	\$ 2,260,000	\$ 2,524,633	\$ 3,276,405	\$ 3,934,872
Transportation				
Motor Maintenance - Number of vehicles & equip. maintained	561	518	505	512
Motor Maintenance - Repair Orders	903	1,149	1,089	1,782
Traffic Maintenance - No. of responses to EPD Signals/Signs	660	526	511.00	360.00
Snow & Ice Removal - Salt (tons)	3,702.37	7,441.64	4,361.43	5,359.94
Snow & Ice Removal - Salt (cost)	\$ 262,239	\$ 500,440	\$ 283,406	\$ 383,772
Street Repair Maintenance - Cold Patch (tons)	169.87	224.22	117.27	108.80
Street Repair Maintenance - Cold Patch (cost)	\$ 21,234	\$ 24,216	\$ 12,462	\$ 11,315
Street Repair Maintenance - Hot Mix (tons)	619.67	706.54	783.73	977.56
Street Repair Maintenance - Hot Mix (cost)	\$ 54,066	\$ 49,105	\$ 53,294	\$ 65,008
Street Repair Maintenance - Emulsion/Crack Sealer (gallons)	0	0	1,071	2,175
Street Repair Maintenance - Emulsion/Crack Sealer (cost)	\$ -	\$ -	\$ 5,535	\$ 10,800
Sewer Jet Cleaning - Sanitary Sewers (feet)	149,888	86,040	38,241	40,182
Sewer Jet Cleaning - Storm Sewers (feet)	15,776	9,048	8,855	7,615
Sewer Repairs (includes Water Department damage)	29	63	63	52
House Call Sewer Jobs/Residential & Business	1,088	1,207	1,383	1,241
Catch Basin Repairs	35	36	35	57
Catch Basin Cleaning	555	464	214	454
Man Hole Repairs	19	18	31	29
Sidewalk Repairs	11	11	13	16
Curb & Apron Repairs	28	23	23	33
Leaf Collection - Number of Loads	433	524	426	574
Street Sweeping - Number of Loads (dirt & debris)	368	249	243	342
Street Sweeping - Number of times whole city sweep	2	1	4	4
Water Hole Maintenance - New Water Openings	175	203	284	254
Water Hole Maintenance - Completed (cemented/asphalted)	227	148	242	287
Water Hole Maintenance - Total not completed	45	102	29	35
Fire Hydrants Painted	0	0	0	0

Table 18 (Continued)

2019	2018	2017	2016	2015	2014
\$ 44,194	\$ 46,480	\$ 47,887	\$ 44,538	\$ 55,748	\$ 62,021
\$ 130,442	\$ 135,629	\$ 140,653	\$ 118,908	\$ 95,140	\$ 130,171
\$ 81,855	\$ 74,600	\$ 90,824	\$ 101,952	\$ 110,187	\$ 123,931
\$ 256,694	\$ 246,370	\$ 393,120	\$ 300,345	\$ 293,480	\$ 285,183
29,175	27,572	28,679	29,345	31,943	28,800
\$ 562,317	\$ 552,091	\$ 545,650	\$ 572,534	\$ 619,465	\$ 584,158
\$ 313,429	\$ 308,150	\$ 287,711	\$ 270,879	\$ 298,896	\$ 214,110
\$ 3,914,983	\$ 2,089,738	\$ 2,463,099	\$ 3,972,381	\$ 7,428,017	\$ 1,617,312
527	511	495	485	499	509
1,266	1,563	1,519	1,416	1,459	1,462
350.00	285.00	300.00	271.00	124.00	398.00
5,768.34	5,540.78	5,552.76	4,533.58	6,306.74	5,642.00
\$ 402,018	\$ 341,188	\$ 308,001	\$ 296,021	\$ 413,185	\$ 330,000
115.61	152.73	210.85	120.45	246.15	310.89
\$ 11,792	\$ 14,815	\$ 19,407	\$ 12,045	\$ 24,306	\$ 31,089
751.80	587.66	673.01	549.00	661.71	719.18
\$ 48,491	\$ 36,141	\$ 40,381	\$ 34,707	\$ 43,009	\$ 45,308
429	214	857	214	317	504
\$ 2,160	\$ 1,080	\$ 4,320	\$ 1,114	\$ 729	\$ 1,159
61,583	118,006	59,465	81,968	51,509	91,220
63,893	8,932	39,279	53,207	0	0
54	90	53	51	42	40
1,163	1,378	1,254	1,194	1,163	1,154
38	30	49	63	67	30
638	475	318	897	531	467
35	29	23	5	8	8
15	16	7	21	10	7
46	40	29	47	37	39
717	835	944	633	871	891
361	392	390	275	303	434
4	4	4	3	3	3
315	218	176	229	170	287
234	208	207	201	185	234
81	39	31	78	60	90
225	0	0	0	0	0

City of Euclid, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Function/Program	2023	2022	2021	2020
Wastewater Department				
Wastewater Rates for Water Consumption Based Customers (per 1000 MCF)				
Euclid	\$ 73.56	\$ 73.56	\$ 72.56	\$ 72.56
Cuyahoga County (So.Euclid, Highland Hts, Richmond Hts)	54.07	54.07	53.07	53.07
Willoughby Hills	50.27	50.27	49.27	49.27
Waste Water Flow MGD (Million Gallons per Day)				
Euclid	13.030	12.383	\$ 10.04	\$ 8.91
Wickliffe	2.300	2.181	1.95	2.31
Willowick	1.845	1.800	1.75	1.91
Total	<u>17.18</u>	<u>16.36</u>	<u>13.74</u>	<u>13.12</u>
Water Line Construction Fund				
Euclid (charges included with wastewater billing) (per 1000 MCF)	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00
Wastewater Rates				
Wickliffe & Willowick (master metered per 1,000 GA)				
Operating, Maintenance & Repairs	\$ 1.98	\$ 1.74	\$ 1.74	\$ 1.74
Capital Costs	1.72	1.22	1.22	1.22
Lakeshore Trunk Sewer Line maintenance	0.00	0.00	0.00	0.00
Total	<u>\$ 3.70</u>	<u>\$ 2.96</u>	<u>\$ 2.96</u>	<u>\$ 2.96</u>
Willoughby Hills (per MCF of water consumption)				
Operating, Maintenance & Repairs	\$ 33.60	\$ 29.60	\$ 28.60	\$ 28.60
Capital Costs	29.10	20.67	20.67	20.67
Satellite Sewer Discharge Program services	0.00	0.00	0.00	0.00
Total	<u>\$ 62.70</u>	<u>\$ 50.27</u>	<u>\$ 49.27</u>	<u>\$ 49.27</u>
Cuyahoga County (So.Euclid, Highland Hts, Richmond Hts)				
Operating, Maintenance & Repairs	\$ 33.60	\$ 29.60	\$ 28.60	\$ 28.60
Capital Costs	29.10	20.67	20.67	20.67
Satellite Sewer Discharge Program services	0.00	0.00	0.00	0.00
Equalization under billing (2nd quarter 2000)	0.00	0.00	0.00	0.00
Equalization under billing (3rd quarter 2000)	0.00	0.00	0.00	0.00
Meter Reading/Billing Charges (City of Cleveland)	2.30	2.30	2.30	2.30
Administrative Expenses (City of Euclid)	1.50	1.50	1.50	1.50
Total	<u>\$ 66.50</u>	<u>\$ 54.07</u>	<u>\$ 53.07</u>	<u>\$ 53.07</u>
Euclid				
Operating, Maintenance & Repairs	\$ 33.60	\$ 29.60	\$ 28.60	\$ 28.60
Capital Costs	29.10	20.62	20.62	20.62
Peterson Construction Fund	21.04	21.04	21.04	21.04
Meter Reading/Billing Charges	2.30	2.30	2.30	2.30
Total	<u>\$ 86.04</u>	<u>\$ 73.56</u>	<u>\$ 72.56</u>	<u>\$ 72.56</u>

Source: City Departments

(a) Test not administered

n/a Information not available

Table 18 (Continued)

2019	2018	2017	2016	2015	2014
\$ 71.56	\$ 67.11	\$ 62.24	\$ 58.76	\$ 56.23	\$ 56.23
47.61	43.75	39.25	36.19	35.19	35.19
43.81	39.94	35.45	32.38	31.38	31.38
\$ 8.70	\$ 12.74	\$ 12.73	\$ 12.18	\$ 13.02	\$ 14.46
2.18	2.51	2.34	2.11	2.20	2.35
1.73	1.85	1.73	1.67	1.73	1.75
<u>12.61</u>	<u>17.10</u>	<u>16.80</u>	<u>15.96</u>	<u>16.95</u>	<u>18.56</u>
\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00
\$ 1.73	\$ 1.73	\$ 1.72	\$ 1.72	\$ 1.71	\$ 1.71
0.96	0.73	0.53	0.39	0.39	0.39
0.00	0.00	0.00	0.00	0.00	0.00
<u>\$ 2.69</u>	<u>\$ 2.46</u>	<u>\$ 2.25</u>	<u>\$ 2.11</u>	<u>\$ 2.10</u>	<u>\$ 2.10</u>
\$ 27.60	\$ 27.60	\$ 26.60	\$ 26.60	\$ 25.60	\$ 25.60
16.21	12.34	8.85	5.78	5.78	5.78
0.00	0.00	0.00	0.00	0.00	0.00
<u>\$ 43.81</u>	<u>\$ 39.94</u>	<u>\$ 35.45</u>	<u>\$ 32.38</u>	<u>\$ 31.38</u>	<u>\$ 31.38</u>
\$ 27.60	\$ 27.60	\$ 26.60	\$ 26.60	\$ 25.60	\$ 25.60
16.21	12.34	8.85	5.78	5.78	5.78
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	0.00
2.30	2.30	2.30	2.31	2.31	2.31
1.50	1.50	1.50	1.50	1.50	1.50
<u>\$ 47.61</u>	<u>\$ 43.74</u>	<u>\$ 39.25</u>	<u>\$ 36.19</u>	<u>\$ 35.19</u>	<u>\$ 35.19</u>
\$ 27.60	\$ 27.60	\$ 26.60	\$ 26.60	\$ 25.60	\$ 25.60
20.62	17.06	13.97	11.18	9.95	9.95
21.04	20.15	19.37	18.67	18.37	18.37
2.30	2.30	2.30	2.31	2.31	2.31
<u>\$ 71.56</u>	<u>\$ 67.11</u>	<u>\$ 62.24</u>	<u>\$ 58.76</u>	<u>\$ 56.23</u>	<u>\$ 56.23</u>

City of Euclid, Ohio

Capital Assets Statistics by Function/Program

Last Ten Years

Table 19

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Government										
Square Footage Occupied	11,392	11,392	11,392	11,392	11,392	11,392	11,392	11,392	11,392	11,392
Administrative Vehicles	2	2	2	2	1	2	2	2	2	2
Inspection Vehicles	15	14	10	10	13	10	10	10	10	14
Municipal Court Vehicles	1	1	1	1	1	1	1	1	1	1
Lands & Buildings Vehicles	9	9	8	8	8	8	8	8	8	11
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Mini-stations	0	2	2	2	1	2	2	2	2	2
Square Footage of Buildings	48,000	58,384	58,384	58,384	48,000	58,384	58,384	58,384	58,384	58,384
Vehicles	51	58	61	61	61	61	58	58	62	62
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
Square Footage of Buildings	27,389	27,389	27,389	27,389	27,389	27,389	27,389	27,389	27,389	27,389
Vehicles	20	20	19	19	20	19	20	20	18	19
Recreation										
Number of Parks	6	6	6	6	6	6	6	6	6	6
Acres of Parks	106	106	106	106	106	106	106	106	106	106
Acres of Playgrounds/Recreation	254	254	254	254	254	254	254	254	254	254
Number of Playgrounds	14	14	14	14	14	14	14	14	14	14
Number of Tennis Courts	6	6	6	6	6	6	6	6	6	6
Number of Skateboarding Areas	1	1	1	1	1	1	1	1	1	1
Number of Baseball Diamonds	9	9	9	9	9	9	9	9	9	9
Number of Soccer Fields	7	7	7	7	7	7	7	7	7	7
Number of Swimming Pools	4	4	4	4	1	4	4	4	4	4
Number of Spray Parks	1	1	1	1	1	1	1	1	1	1
Number of Ice Rinks	1	1	1	1	1	1	1	1	1	1
Acres of Golf Course	126	126	126	126	126	126	126	126	126	126
Square Footage of Shore Center Building	153,525	153,525	153,525	153,525	153,525	153,525	153,525	153,525	153,525	153,525
Vehicles	23	14	14	14	12	14	14	14	12	13
Other Public Works										
Streets (miles)	143.065	143.065	143.065	143.065	143.065	143.065	143.065	143.065	143.065	143.065
Service Vehicles	51	58	59	59	53	59	59	59	57	57
Wastewater										
Sanitary Sewers (miles)	262.38	262.38	262.38	262.38	262.38	262.38	262.38	262.38	262.38	262.38
Vehicles	19	19	14	14	13	14	13	13	13	11
Water Department										
Water Lines (miles)	139.65	139.65	139.65	139.65	139.65	139.65	139.65	139.65	139.65	139.65

Source: City Departments

OHIO AUDITOR OF STATE KEITH FABER



**CITY OF EUCLID
CUYAHOGA COUNTY**

AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 8/6/2024

65 East State Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov