

CITY OF WADSWORTH

MEDINA COUNTY, OHIO

REGULAR AUDIT

For the Year Ended December 31, 2023





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Columbus, Ohio 43215
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Members of City Council
City of Wadsworth
120 Maple Street
Wadsworth, Ohio 44281

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

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

Keith Faber
Auditor of State
Columbus, Ohio

August 30, 2024

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CITY OF WADSWORTH
MEDINA COUNTY, OHIO
Regular Audit
For the Year Ended December 31, 2023

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

City of Wadsworth
Medina County
120 Maple Street
Wadsworth, Ohio 44281

To the Members of Council:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Wadsworth, Medina 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 June 19, 2024. wherein we noted that the City adopted new accounting guidance in Governmental Accounting Standards Board Statement No. 96, *Subscriptions-Based Information Technology Arrangements*.

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 purposes of expressing our opinion 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

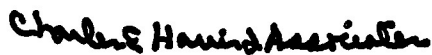
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

However, we noted certain matters not requiring inclusion in this report that we reported to the City's management in a separate letter dated June 19, 2024.

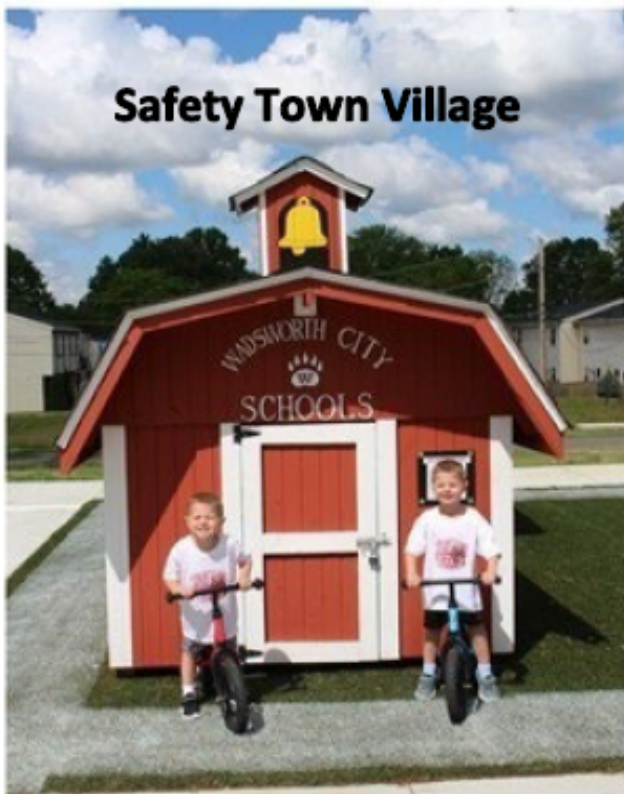
Purpose of this Report

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.



Charles E. Harris & Associates, Inc.
June 19, 2024

CITY OF WADSWORTH
Medina County, Ohio
Annual Comprehensive Financial Report
For the Year Ending December 31, 2023



Prepared by the Auditor's Office
Catherine Fix, Auditor





CITY OF WADSWORTH

MEDINA COUNTY, OHIO

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

FOR THE YEAR ENDING DECEMBER 31, 2023

**PREPARED BY THE AUDITOR'S OFFICE
CATHERINE FIX, AUDITOR**



INTRODUCTORY SECTION



CITY OF WADSWORTH, OHIO

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2023**

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CITY OF WADSWORTH, OHIO

**ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2023**

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CITY OF WADSWORTH

SINCE 1814

A COMMUNITY UNMATCHED

June 19, 2024

To Members of City Council and the Residents of the City of Wadsworth, Ohio

It is our privilege to present to you the City of Wadsworth (the City) Annual Comprehensive Financial Report. This annual report represents the official report of the City's operations and financial position for the year ended December 31, 2023. It details the status of City finances to residents, elected officials, investment bankers, underwriters, rating agencies and all other interested parties. This report enables the City to comply with Ohio Administrative Code Section 117-2-03(B) which requires reporting on a Generally Accepted Accounting Principles (GAAP) basis and Ohio Revised Code (ORC) Section 117.38 which require cities reporting on a GAAP basis to file an unaudited annual report with the Auditor of State within 150 days of year end.

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

Charles E. Harris & Associates, Inc. has issued an unmodified ("clean") opinion on the City of Wadsworth's financial statements for the year ended December 31, 2023. Charles E. Harris & Associates, Inc.'s report is located at the front of the financial section of this report.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussions and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following Charles E. Harris & Associates, Inc., CPA's report.

Background

Settlement in Wadsworth Township began in 1814 on land that included the land sold to early settlers by General Elijah Wadsworth of Canfield, Ohio. Wadsworth Township population increased significantly after the completion of the railroad in 1863, that led to the development of coal mines. The Village of Wadsworth was incorporated in 1866. In the 1890's, coal mining declined and the local economy came to be dominated by the Ohio Injector Company and the Ohio Match Company until World War II. The classification of the municipal corporation then changed from village to city as a result of the census of 1930, which reported a population of more than 5,000 residents.

The City of Wadsworth has not adopted a city charter, and is governed in accordance with the general statutory form of government, of Ohio cities. The citizens of the City of Wadsworth elect a mayor, president of council, judge, auditor, director of law, treasurer and seven members of council. Appointed directors of public service, and public safety are responsible for the administration of various departments. The mayor also appoints a human resource manager and an economic development director. The City has considered all departments for financial reporting purposes and the compilation of this Annual Comprehensive Financial Report.

120 MAPLE STREET • WADSWORTH, OHIO 44281 • 330-335-1521

WWW.WADSWORThCITY.COM

The City reports financial activity based on a calendar year. The preparation of the annual budget is started by passing a Tax Budget in July of the preceding year. The Tax Budget generates the estimated resources for the next year and is certified by the Budget Commission of Medina County. These certified estimated resources are available for appropriations by City Council. The annual appropriations are passed in December of the preceding year through an ordinance and are in accordance with ORC 5705.38(C) which establishes the minimum level of budgetary control to "...each office, department, and division, and, within each, the amount appropriated for personal services and other." Appropriations are either supplemented or reduced during the period according to resource availability and/or timing of projects.

The City provides many services to residents and businesses. These services include: police; fire; EMS services; street maintenance; storm water management; water treatment and distribution; waste water collection and treatment; electric transmission and distribution; cable television (with community access); high speed internet access; VOIP telephone service; sanitation collection and disposal; business services and economic development; recreational facilities; municipal court; and a center for older adults.

The Wadsworth City School District is a completely separate form of government and produces its own set of financial statements. The school district is highly rated in academics, athletics, and arts. Many residents are drawn to our community due in part to the excellent school system.

Local Economy

Our location offers ease of access without traffic congestion experienced by other communities. We have three interchanges on I-76 which are assets for business development. We are located within ten miles of I-77 and I-71 which makes highway travel convenient. The City owns and operates an airport, which is primarily a general aviation airport. Wadsworth is a short commute to Cleveland Hopkins International and Akron-Canton Regional Airports. Travel and shipping to and from our City is smooth and simple.

Wadsworth has long been considered a "bedroom community" to both Akron and Cleveland. The City is recognized as one of the fastest growing communities in northeast Ohio. Wadsworth has experienced an 11.3% increase in its population since the 2010 census. The current population for Wadsworth is approximately 25,000 residents.

Knowledgeable administrators and responsible council members have allowed the City to preserve the small town charm without jeopardizing services to residents and businesses. Planning for the future and maximizing the level of services to our citizens has always been the philosophy of the public administrators.

In 2004, City Council approved the first Tax Increment Financing (TIF) district in Medina County. It was in this district that Wal-Mart and Home Depot developed at the I-76 and S.R. 94 interchange. Two years later, the City Council approved the second TIF district for the development of Kohl's, Target, and Home Depot located at the I-76 and S.R. 261 interchange. Our third interchange at I-76 and S.R. 57 has yet to be developed and remains primarily vacant with agricultural uses.

National brands, such as Kohl's, Lowe's, Petco, Key Bank, Giant Eagle and Target opened in the City's newest retail development, Wadsworth Crossings. With direct access and high travel exposure to I-76, the area is ideal for commerce. Currently, over 500,000 square feet of retail, restaurants, finance and service oriented businesses exist. More recently, additional development in the area includes but not limited to Pulp Juice and Smoothie Bar, Huntington Bank, Jiffy Lube, Five Below, Michaels, and ULTA Beauty is slated to open in 2024. Undeveloped land remains along the interstate and provides many opportunities for additional economic development and future growth.

Along the High Street corridor has been extensive development and redevelopment in commercial locations which include Panera Bread, Starbucks, Kentucky Fried Chicken, Dunkin Donuts, Chipotle, Wendy's, McDonald's, GetGo Cafe & Market, Trillium Creek Dermatology, Aldi's and the Auto Oasis car wash. Construction of a 30,000 square foot Class A office building along High Street was completed in 2023. Construction is set for Sheetz along the highway interchange in the first part of 2024. The City is experiencing growth in the industrial and manufacturing sectors. The City had three (3) large expansions completed in 2023 which account for over \$35 million of capital investment.

- Soprema USA has added 16,000 square feet to its headquarters and lab. The \$12,651,500 total investment includes \$8.5 million in new construction, \$3 million in interior improvements, \$54,000 in machinery and equipment, and \$1 million in furniture and fixtures. In addition to adding ten new jobs, the expansion will generate \$500,000 annual payroll.
- ECS Tuning has expanded their facility by approximately 110,000 square feet along with 10,000 square feet of renovations for greater distribution, R&D, and offices at their corporate headquarters. The \$23,800,000 project consists of approximately \$12 million in machinery and equipment, \$9.8 million in construction, \$1 million in improvements to existing buildings, and \$1 million in furniture and fixtures. It is projected to result in the creation of 98 new full-time permanent jobs with a total annual payroll of \$4 million by 2026.
- Celebrate Vitamins has expanded its distribution and sales facility on Corporate Pkwy by building a 15,000 square foot facility. The total investment is \$2,200,000 and will create an additional fifteen (15) new jobs.

In addition to the above \$35 million of capital investment, the City had over \$4 million dollars of new capital investments in 2023. The City saw nine (9) new companies open their doors for business.

New residential construction is also underway. Pulte Homes of Ohio is currently developing phase 1 of the Mount Eaton Estates which is a 45-unit single family residential subdivision. Sales of individual lots have been strong since the model home opened in April of 2023. Plans are underway to continue the development into phase 2 which will consist of an additional 46 lots becoming available for future sale. The City is currently reviewing the design of an 140 unit housing development.

Public improvements including roads extending E. Smokerise and Park Centre Drive, LaVern Drive, sidewalks, water mains, electric, communication, street lighting, sanitary sewer and storm sewer were constructed in 2016. The cost of public improvements, after developer contribution, were financed by the issuance of bonds with debt service paid by the levy of special assessments against the four commercial sub lots of Phase I. The City is also actively discussing potential development projects for this area.

Redevelopment of the former Ohio Injector facility on Main Street (S.R. 94) is complete. This project is an example of adaptive re-use for our community and provides start-up and growth opportunities for small/medium sized businesses. The City has various industrial zoned property available for development. 247 acres of vacant industrial land were available for development at the end of 2022. Additionally, 80,335 square feet of industrial space was available for new businesses to purchase or lease. Similarly, 100 acres of commercially zoned retail land was available for sale and 37,529 square feet of building space was available. The City monitors the real estate market closely so as to connect businesses with available land or building opportunities.

The Wadsworth School District completed the construction of four new school facilities in 2012. The highlight of their projects was the completion of the \$97 million high school campus. This campus contains the high school and a new community center. The community center features an exercise facility (operated by the YMCA), a senior center, indoor pools, a Summa Healthcare facility and a satellite office for the Wadsworth Public Library. The City of Wadsworth completed construction of the new outdoor pool facility that is located at the Community Campus complex. This \$3 million project features two outdoor pools and a pool house. Additionally, the Wadsworth City Schools has begun the construction of the new Central Intermediate School (CIS) which will consist of a two-story building with 115,000 + square feet and will be located with frontage on Broad Street. The new school is anticipated to be completed and ready to educate students by fall of 2025.

In 2023, the Wadsworth Fire Department completed the new Headquarters Fire Station #1 building. The new facility replaced the current Station #1 which was originally built in 1963. The new 21,755 square foot headquarters consists of five double drive-through apparatus bays, administrative offices, bay support and deacon spaces, living quarters for six firefighter/paramedics, a gym, tornado shelter, training room, training spaces and a new 9-1-1 dispatch center. The modern centrally located station meets the city-wide demand for more overnight staffing capacity in the facility and improves response times and services delivered to the Wadsworth community. The total construction cost for the new Headquarters facility was \$8.6 million.

In 2023, the City completed its master plan for the Wadsworth Municipal Airport. Under this plan the City will be modifying and expanding the runways which will allow the airport to accommodate more corporate jet traffic. Additionally, the City made capital improvements to the Wadsworth Municipal Airport, including resurfacing of the two runways and improvements to the parking lot and the office facilities.

The City completed construction of diesel generators to supply necessary power during peak power demand and to improve the electric system's already low instances of power outages. This was a joint effort between AMP Partners, PowerSecure and the City of Wadsworth. The generators are located on City owned property, they connect to City owned electric infrastructure and City employees provided labor to install necessary equipment to accept the generation capacity on to our system. Two solar energy generating plants the City purchases power from were completed in 2020, adding to the City's clean energy portfolio and placing the City among progressive communities that support the development and use of sustainable energy.

Major Incentives

We look forward to continued business growth in the future. The City created a Department of Economic Development within the Administration to help facilitate increased economic growth. The Economic Development office is actively implementing a 3-year strategic plan which further drives community investment and strategic planning initiatives.

The City has many incentives available to help existing and future companies be successful in Wadsworth. The most commonly used incentive program is the Community Reinvestment Area agreement (CRA). The CRA program offers tax abatements on new construction or additions and interior renovations for up to 100% for up to 15 years on the improved value. Terms are negotiated in advance and depend upon the project's total construction value and the amount of new payroll. All industrial zoned property within the City are located within a CRA zone. Additionally, in 2018 the City established a Downtown CRA to encourage and incentivize reinvestment in residential and commercial property. At the end of 2023, nine (9) companies are actively participating in the CRA incentive program. As a result, these companies have added a total capital investment of over \$53 million dollars in real estate improvements, the creation of 361 full-time jobs and an additional annual payroll of nearly \$23 million dollars.

The City also administers a Job Creation Grant. The Job Creation Grant is an incentive program designed to encourage the creation of new jobs in Wadsworth by providing an annual grant payment based on the percentage of the annual payroll withholding taxes generated by new employees to the City of Wadsworth. A company is required to make an investment in building and/or machinery and equipment, and within a three-year period, create a minimum of 10 new full-time jobs within the City of Wadsworth and a minimum of \$300,000 in new annual payroll. At the end of 2023, three (3) companies were participating in the program.

The Façade Improvement Grant is a program designed to enhance the visual appeal of buildings in the Match District. Five businesses have been awarded funding of up to 75%, with a maximum grant amount of \$15,000 per project. These grants have resulted in exterior façade improvements and site enhancements, representing an impressive investment of over \$82,000 into five small, locally-owned businesses within the Match District in 2023.

The City has launched the Restaurant Expansion and Attraction Program (REAP) which is intended to assist in offsetting the cost to prospective food-related businesses in Wadsworth to help attract new restaurants while also supporting the expansion of existing food establishments. The first round was funded with a total budget of \$50,000 and offered a 50% reimbursement on eligible improvements associated with new or expanding restaurants within the city. Almost \$1M of private investment has been made for additional restaurant and kitchen upgrades. The second round was funded with a total budget of \$75,000 and offered a 50% reimbursement on eligible kitchen and restaurant build-outs. Eligible participants needed to be establishing or expanding a full-service dining restaurant. In part due to this program, the City has seen the addition or expansion of four family owned restaurants in our City including fine dining downtown. The City has also created a Designated Outdoor Refreshment Area in our central business district to help spur economic growth.

The City's income tax rate and property tax rates are very competitive when compared to other communities. The City of Wadsworth has been able to maintain its level of services with low tax rates due to growth in the community. The City and its many benefits are marketed in trade journals and through our website.

The City finalized updating the Park and Trail Master Plan and presented to the community in March 2023 after an extensive consultation process involving heavy park users, special interest groups, and the general public. The aim of this plan is to ensure that future improvements align with the community's vision and needs for the next generation. These improvements include 6 new pickle ball courts, 4 new tennis courts and a new basketball court within our park systems. Construction on the new facilities is expected to be completed by the summer of 2024. Additional plans for subsequent phases include improvements to the disc golf course, an amphitheater, and possible ice skating rink.

Memorial Destination Playground

After serving the community for nearly 29 years, the Kaleidoscope playground will be replaced with a new Destination Playground. The new 14,000 square foot space will cater to various age groups and include features accessible to those with disabilities. The destination playground will feature additional amenities such as a splash pad, a zipline, small pavilion, restroom, parking, and roadway improvements.

Downtown Pocket Park

To further enhance our downtown, a new pocket park will be constructed on Main Street which will be in part funded by a state capital appropriation grant. This compact grassy area nestled amongst the buildings will feature casual seating, a fire pit, and a small stage for hosting concerts and events.

The Brickyard Property/New Athletic Complex

In 2023, the City acquired the Brickyard parcel in order to create a truly one of a kind asset to our park system. The 204 acres is planned to be divided into two portions. One half would retain its natural beauty, and have expanded hiking trails. The other half is planned to house an athletic complex with multiple baseball fields, pickle ball and tennis courts, and multi-use paths. Phase I of the truly transformative project is commencing as early as 2025.

The Parks and Trails Master Plan Update outlines significant developments aimed at enhancing recreational opportunities and meeting the evolving needs of the community.

Long-Term Financial Planning & Financial Policies

City Council believes in the passage of a “balanced budget”. This is defined as resources exceeding annual expenditures. Budgetary appropriations may not exceed estimated resources and are monitored during the year to ensure compliance. Encumbered appropriations carry over to the next year and must be substantiated with a confirmed obligation of the City.

The City recognizes that one-time revenues are to be used for one-time expenses such as capital. These revenues are never used to pay for ongoing operational costs. All transfers of cash between funds require the approval of City Council. Some capital expenditures and small to medium capital projects are financed internally using interfund loans supported by one-year bond anticipation notes authorized by Council.

A cash reserve policy was passed by Council in 2009 for the City’s general fund. This policy requires that 20% of operating expenditures and 100% of the next years debt service is maintained in the fund’s combined cash balances. In addition, a cash reserve policy was passed in 2009 for the City’s Electric fund. This policy requires that 25% of operating expenditures, 10% of purchase power, 100% of next year’s debt service, 1% of the historical investment in assets, 15% of next year's capital improvements less any improvements funded through a bond issuance and 15% of the five year capital improvement program less improvements funded through the issuance of bonds is maintained in the fund’s cash balance. Included with these cash reserve policies are five-year financial projections. All known factors and historical experience is taken into consideration when making our projections. Council and the administration have found this type of financial planning necessary to making informed decisions.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Wadsworth, Ohio, for its annual comprehensive financial report for the year ended December 31, 2022. This was the fifteenth consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit 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 a period of one year. We believe that 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.

The City has received the Auditor of State Award with Distinction for seven years for filing a timely Annual Comprehensive Financial Report, having a “clean” audit, that did not contain findings for recovery, material weaknesses, significant deficiencies, Single Audit findings or any questioned costs.

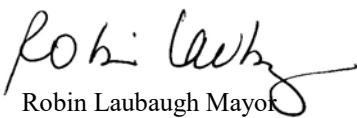
The City’s Electric and Communications department has earned the Reliable Public Power Provider (RP3) Diamond Level designation from American Public Power Association. Of the more than 2,000 public power communities only 5% achieved this prestigious award. The RP3 designation recognizes public power utilities that demonstrate proficiency in four key disciplines: reliability, safety, workforce development, and system improvement.

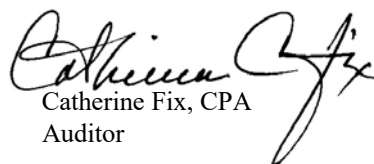
For the past forty one years, Wadsworth has retained the recognition of Tree City USA from the Arbor Day Foundation. This recognition promotes the City’s public image and citizen pride which in turn benefits the community’s economic growth and financial stability

Acknowledgments

This report was a collaborative effort of the City’s administration, department heads, and the employees of the Finance Department. We sincerely appreciate their dedication and loyalty. We also would like to thank City Council for their support in this effort and their continued attention to fiscal responsibility for the benefit of the residents and businesses of the City of Wadsworth.

Respectfully submitted,

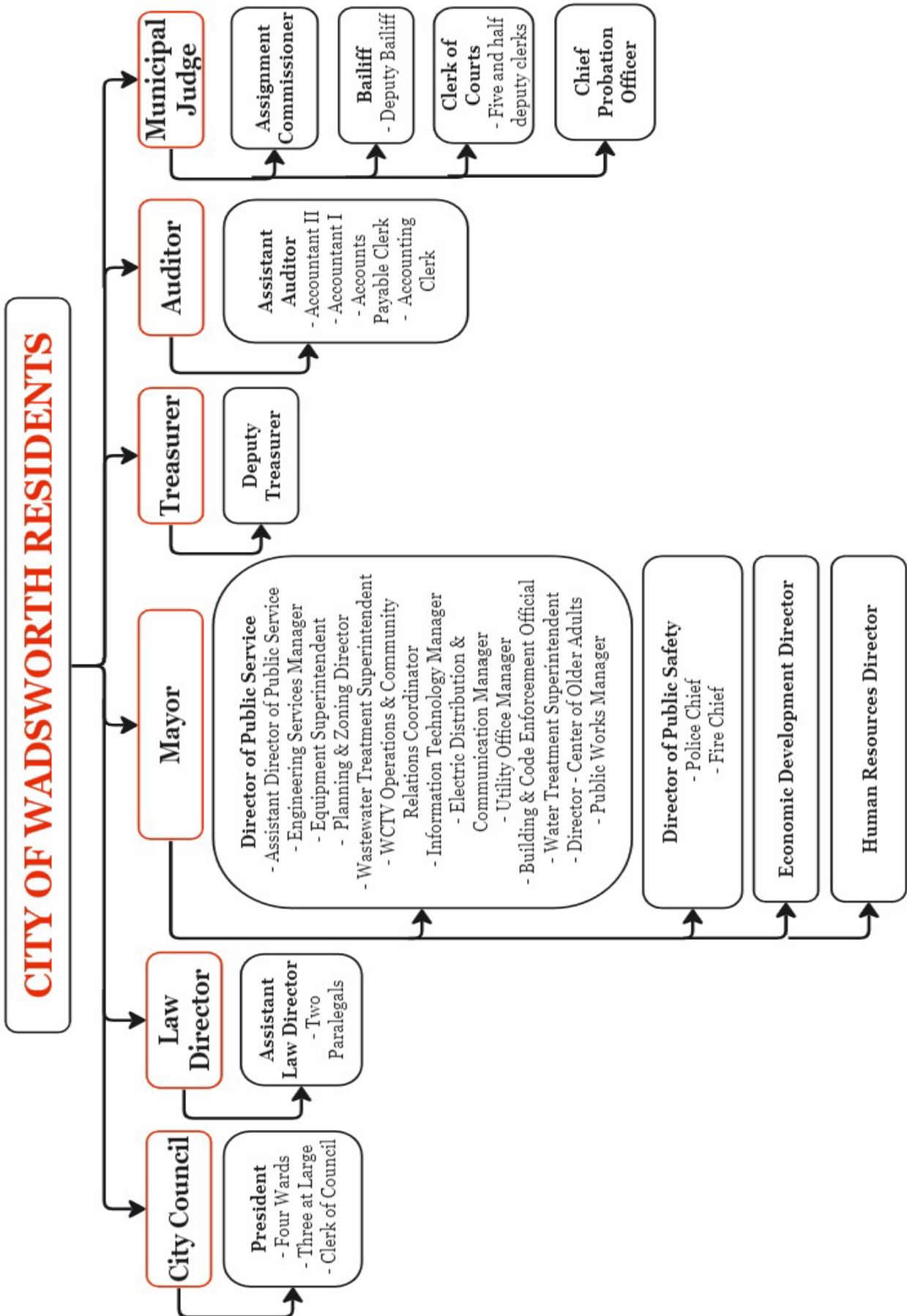

Robin Laubaugh Mayork


Catherine Fix, CPA
Auditor

City of Wadsworth, Ohio
Principal Officials
December 31, 2023

Mayor	Robin Laubaugh
President of Council	Robert Thurber
Councilman – Ward I	Ralph Copley
Councilman – Ward II	Jon Yurchiak
Councilman – Ward III	Jeanne Hines
Councilman – Ward IV	Bruce Darlington
Council-at-Large	Dan Rospert
Council-at-Large	Tom Stugmyer
Council-at-Large	Dave Williams
Clerk of Council	Julie Darlington
Law Director	Tom Morris
Auditor	Catherine Fix
Assistant Auditor	Lee-Ann Dunkle
Treasurer	Lisa Jones
Safety Director	Matthew Hiscock
Service Director	Robert Patrick
Assistant Service Director	Mike Testa
Economic Development Director	Vacant
Human Resources Manager	Tara McCulloch

**CITY OF WADSWORTH, OHIO
ORGANIZATIONAL CHART**





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Wadsworth
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Morrill

Executive Director/CEO



FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

City of Wadsworth
Medina County
120 Maple Street
Wadsworth, Ohio 44281

To the Members of Council:

Report on the Audit of the Financial Statements

Opinion

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

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

Basis for Opinion

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 opinion.

Emphasis of Matter

As described in Note 3 to the financial statements, the City adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*. We did not modify our opinion regarding 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 opinion. 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/assets 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 an opinion on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

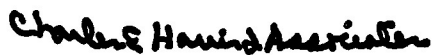
Other Information

Management is responsible for the other information included in the annual 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 opinion on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 19, 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.



Charles E. Harris & Associates, Inc.
June 19, 2024



CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2023 (UNAUDITED)

The management's discussion and analysis of the City of Wadsworth'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 basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2023 are as follows:

- The total net position of the City increased \$8,627,669 in 2023 from a balance of \$188,185,971 in 2022 to the ending net position of \$196,813,640. Net position of governmental activities increased \$6,983,333 or 8.99% from 2022's net position and net position of business-type activities increased \$1,644,336 or 1.49% from 2022's net position.
- General revenues accounted for \$25,740,144 or 78.94% of total governmental activities revenue. Program specific revenues accounted for \$6,867,938 or 21.06% of total governmental activities revenue.
- The City had \$25,275,410 in expenses related to governmental activities; \$6,867,938 of these expenses were offset by program specific charges for services, grants or contributions. The remaining expenses of the governmental activities of \$18,407,472 were offset by general revenues (primarily incomes taxes, property and other local taxes and unrestricted grants and entitlements) of \$25,740,144.
- The City's major governmental funds are the general fund, the general obligation bond retirement fund and the fire levy capital projects fund. The general fund had revenues and other financing sources of \$17,929,270 in 2023. The general fund had expenditures and other financing uses of \$15,362,585 in 2023. The net increase in fund balance for the general fund was \$2,566,685 or 16.42%. This increase was mainly a result of increased property taxes, interest and intergovernmental revenues for 2023. The general obligation bond retirement fund had revenues of \$1,959,138 and expenditures of \$1,744,165 in 2023. The increase in fund balance for the general obligation bond retirement fund was \$214,973. This increase was mainly the result of increased income tax and debt service allocations. The fire levy capital projects fund had revenues and other financing sources of \$1,585,258 and expenditures of \$5,820,811 in 2023. The decrease in fund balance for the fire levy capital projects fund was \$4,235,553. This is due to capital outlay expenditures for the new fire station.
- Net position for the business-type activities, which is made up of the storm water, telecom, sewer, water, electric, and sanitation major enterprise funds, increased in 2023 by \$1,644,336. This increase in net position was due to charges for services covering majority of the expenses and current year capital contributions.
- In the general fund, the actual revenues and other financing sources were \$3,641,176 more than they were in the final budget due to higher than expected income taxes, intergovernmental revenues and interest. Actual expenditures and other financing uses were \$2,235,223 less than the amount in the final budget. The reduction from budget to actual expenditures was a result of conservative spending in general government and security of persons and property. Budgeted revenues increased \$373,781 from original to the final budget and budgeted expenditures increased \$940,037 from original to the final budget.
- For 2023, there was a significant change in the net pension liability and the deferred outflow of resources for the Ohio Public Employees Retirement System (OPERS). These changes resulted in insignificant increases in expenditures on the statement of activities as compared to the prior year.
- During the year the City implemented a new accounting standard for subscription based information technology arrangements and restated capital assets in the sewer and water funds. This restatement in the sewer and water funds was due to several sanitary sewer lift stations, land and a water tower previously not reported.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2023 (UNAUDITED)

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to these statements. These statements are organized so the reader can understand the City as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The statement of net position and statement of activities provide information about the activities of the City as a whole, presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column.

Reporting the City as a Whole

Statement of Net Position and the Statement of Activities

While this document contains a large number of funds used by the City to provide programs and activities, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2023?" The statement of net position and the statement of activities answer this question. These statements include all (non-fiduciary) assets, deferred outflows, liabilities, deferred inflows, revenues and expenses using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net position and changes in that position. This change in net position is important because it tells the reader that, for the City as a whole, the financial position of the City has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the City's tax base, current tax laws in Ohio restricting revenue growth, facility conditions, required community programs and other factors.

In the statement of net position and the statement of activities, the City is divided into two distinct kinds of activities:

Governmental activities - Most of the City's programs and services reported here include: public safety, street maintenance, parks and recreation, senior center, airport, general government, capital improvements and administration. These services are funded primarily by income taxes, property and other local taxes and intergovernmental revenues including federal and state grants and other shared revenues.

Business-type activities - These services are provided on a charge for services basis to recover all or a significant portion of the expenses of the services provided. The City's storm water, telecom, sewer, water, electric, and sanitation operations are reported here.

Reporting the City's Most Significant Funds

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.

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2023 (UNAUDITED)

Governmental Funds

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

Because the focus of the 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, the readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains a multitude of individual governmental funds. The City has segregated these funds into major funds and nonmajor funds. The City's major governmental funds are the general fund, the general obligation bond retirement fund and the fire levy capital projects fund. Information for major funds is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances. Data from the other governmental funds are combined into a single, aggregated presentation.

Proprietary Funds

The City maintains two different types of proprietary funds, enterprise and internal service. 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 storm water, telecom, sewer, water, electric, and sanitation functions. The City's enterprise funds are considered major funds. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet maintenance, information technology, health and workers compensation self-insurance, and benefit reserves.

Fiduciary Funds

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

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Required Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's net pension asset/liability and net OPEB asset/liability, along with contributions to the pension systems.

CITY OF WADSWORTH, OHIO

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)**

Government-Wide Financial Analysis

The statement of net position provides the perspective of the City as a whole. The table below provides a summary of the City's net position for 2023 compared to 2022.

	Net Position					
	2023 Governmental Activities	Restated 2022 Governmental Activities	2023 Business-type Activities	Restated 2022 Business-type Activities	2023 Total	Restated 2022 Total
<u>Assets</u>						
Current and other assets	\$ 62,869,444	\$ 69,684,720	\$ 39,256,551	\$ 42,492,535	\$ 102,125,995	\$ 112,177,255
Capital assets, net	<u>82,418,033</u>	<u>71,555,914</u>	<u>97,728,025</u>	<u>95,352,160</u>	<u>180,146,058</u>	<u>166,908,074</u>
Total assets	<u>145,287,477</u>	<u>141,240,634</u>	<u>136,984,576</u>	<u>137,844,695</u>	<u>282,272,053</u>	<u>279,085,329</u>
Deferred outflows	<u>10,640,403</u>	<u>5,797,240</u>	<u>5,283,766</u>	<u>1,628,207</u>	<u>15,924,169</u>	<u>7,425,447</u>
<u>Liabilities</u>						
Other liabilities	5,537,726	18,737,054	3,522,688	3,927,142	9,060,414	22,664,196
Long-term liabilities	<u>48,119,378</u>	<u>38,271,917</u>	<u>26,207,240</u>	<u>19,644,454</u>	<u>74,326,618</u>	<u>57,916,371</u>
Total liabilities	<u>53,657,104</u>	<u>57,008,971</u>	<u>29,729,928</u>	<u>23,571,596</u>	<u>83,387,032</u>	<u>80,580,567</u>
Deferred inflows	<u>17,619,613</u>	<u>12,361,073</u>	<u>375,937</u>	<u>5,383,165</u>	<u>17,995,550</u>	<u>17,744,238</u>
<u>Net Position</u>						
Net investment in capital assets	61,498,892	52,422,465	83,227,900	79,918,594	144,726,792	132,341,059
Restricted	10,080,334	25,245,365	140,077	-	10,220,411	25,245,365
Unrestricted	<u>13,071,937</u>	<u>-</u>	<u>28,794,500</u>	<u>30,599,547</u>	<u>41,866,437</u>	<u>30,599,547</u>
Total net position	<u>\$ 84,651,163</u>	<u>\$ 77,667,830</u>	<u>\$ 112,162,477</u>	<u>\$ 110,518,141</u>	<u>\$ 196,813,640</u>	<u>\$ 188,185,971</u>

Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2023, the City's assets and deferred outflows exceeded liabilities and deferred inflows by \$196,813,640. At year-end, net position was \$84,651,163 and \$112,162,477 for the governmental activities and the business-type activities, respectively.

As of December 31, 2023, the City's governmental activities unrestricted net position was \$13,071,937. A portion of the City's net position, \$10,080,334 represents resources that are subject to external restriction on how they may be used.

Capital assets reported on the government-wide statements represent the largest portion of the City's net position. At year-end, net capital assets represented 63.82% of total assets. Capital assets include land, land improvements, buildings, building improvements, equipment, vehicles, intangible assets, intangible right-to-use leased equipment, intangible right-to-use software, construction in progress and infrastructure. The net investment in capital assets at December 31, 2023, was \$61,498,892 and \$83,227,900 in the governmental activities and business-type activities, respectively. These capital assets are used to provide services to citizens and 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 to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

The table below shows the changes in net position for years 2023 and 2022.

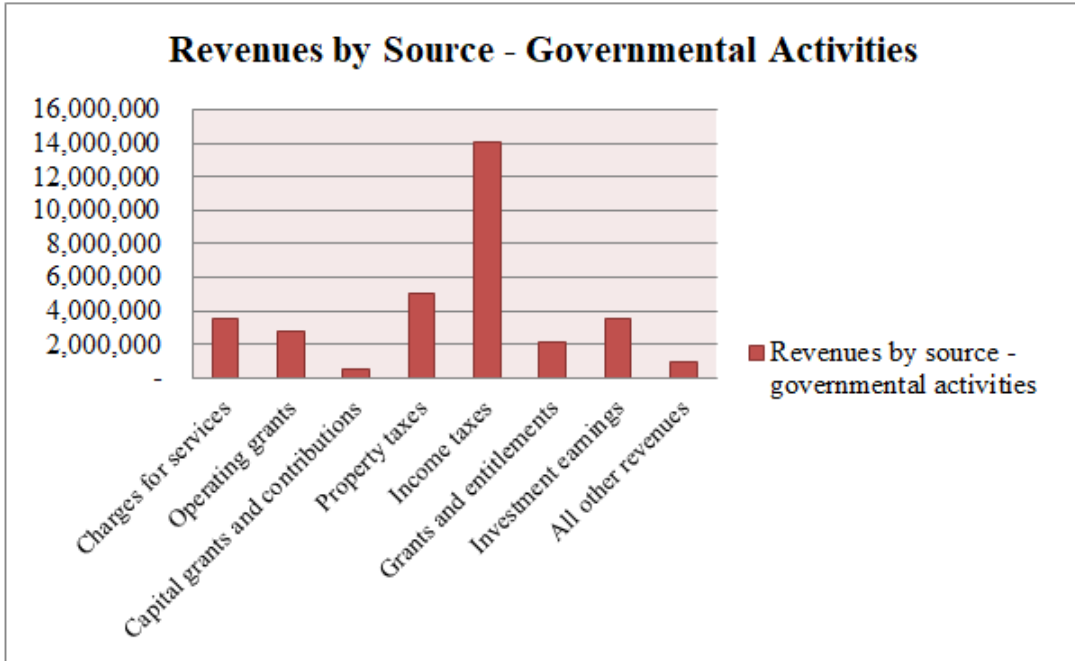
	Change in Net Position					
	2023 Governmental Activities	2022 Governmental Activities	2023 Business-type Activities	2022 Business-type Activities	2023 Total	2022 Total
Revenues						
Program revenues:						
Charges for services and sales	\$ 3,546,667	\$ 3,286,695	\$ 48,414,518	\$ 49,593,714	\$ 51,961,185	\$ 52,880,409
Operating grants and contributions	2,765,336	2,248,714	808	916	2,766,144	2,249,630
Capital grants and contributions	555,935	1,803,678	816,734	1,879,861	1,372,669	3,683,539
Total program revenues	<u>6,867,938</u>	<u>7,339,087</u>	<u>49,232,060</u>	<u>51,474,491</u>	<u>56,099,998</u>	<u>58,813,578</u>
General revenues:						
Taxes	19,112,139	17,475,571	-	-	19,112,139	17,475,571
Unrestricted grants and entitlements	2,165,932	1,117,057	-	-	2,165,932	1,117,057
Investment earnings	3,509,469	687,964	3,311	2,974	3,512,780	690,938
Miscellaneous	952,604	403,490	553,696	908,043	1,506,300	1,311,533
Total general revenues	<u>25,740,144</u>	<u>19,684,082</u>	<u>557,007</u>	<u>911,017</u>	<u>26,297,151</u>	<u>20,595,099</u>
Total revenues	<u>32,608,082</u>	<u>27,023,169</u>	<u>49,789,067</u>	<u>52,385,508</u>	<u>82,397,149</u>	<u>79,408,677</u>
Expenses						
General government	6,675,420	3,786,284	-	-	6,675,420	3,786,284
Security of persons and property	10,285,324	7,740,327	-	-	10,285,324	7,740,327
Public health	139,708	145,682	-	-	139,708	145,682
Transportation	2,968,942	3,583,531	-	-	2,968,942	3,583,531
Community and economic development	643,320	404,602	-	-	643,320	404,602
Leisure time services	3,807,761	1,366,081	-	-	3,807,761	1,366,081
Intergovernmental	-	-	-	-	-	-
Interest and fiscal charges	754,935	875,607	-	-	754,935	875,607
Storm water	-	-	971,331	995,797	971,331	995,797
Telecom	-	-	6,144,061	5,535,475	6,144,061	5,535,475
Sewer	-	-	3,773,619	3,420,507	3,773,619	3,420,507
Water	-	-	4,207,099	2,979,969	4,207,099	2,979,969
Electric	-	-	30,444,843	31,117,792	30,444,843	31,117,792
Sanitation	-	-	2,953,117	2,168,691	2,953,117	2,168,691
Total expenses	<u>25,275,410</u>	<u>17,902,114</u>	<u>48,494,070</u>	<u>46,218,231</u>	<u>73,769,480</u>	<u>64,120,345</u>
Increase in net position before transfers	7,332,672	9,121,055	1,294,997	6,167,277	8,627,669	15,288,332
Transfers	<u>(349,339)</u>	<u>(336,717)</u>	<u>349,339</u>	<u>336,717</u>	<u>-</u>	<u>-</u>
Change in net position	6,983,333	8,784,338	1,644,336	6,503,994	8,627,669	15,288,332
Net position at beginning of year, restated	<u>77,667,830</u>	<u>68,883,492</u>	<u>110,518,141</u>	<u>104,014,147</u>	<u>188,185,971</u>	<u>172,897,639</u>
Net position at end of year	<u>\$ 84,651,163</u>	<u>\$ 77,667,830</u>	<u>\$ 112,162,477</u>	<u>\$ 110,518,141</u>	<u>\$ 196,813,640</u>	<u>\$ 188,185,971</u>

CITY OF WADSWORTH, OHIO

**MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)**

Governmental Activities

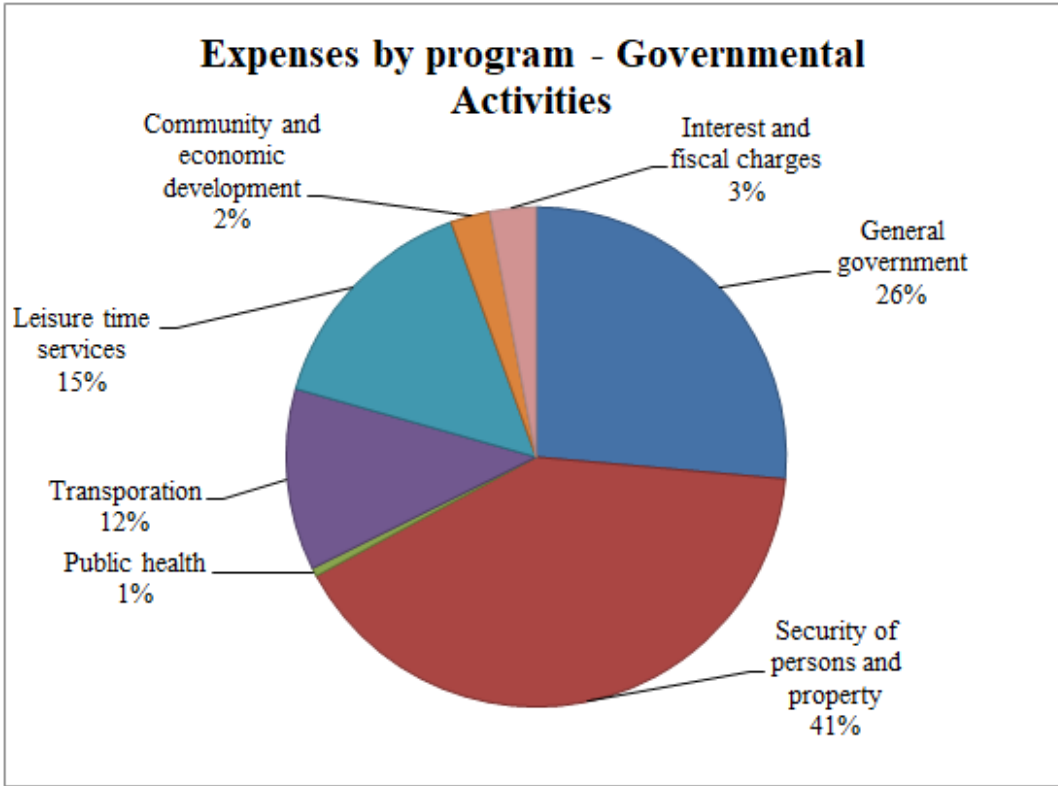
Governmental activities net position increased \$6,983,333 in 2023. General revenues totaled \$25,740,144 and amounted to 78.94% of total governmental revenues. The City is reporting an increase in total governmental activities revenue in the amount of \$5,584,913. This is mainly due to an increase of \$1,636,568 in the collection of taxes due to growth and wage increases and an increase of \$2,821,505 in investment earnings due to an increase in interest rates. The City continues to show steady growth and improvement.



The City is dependent on property and income taxes as well as unrestricted grants and entitlements to furnish the quality of life to businesses and citizens to which they have always been committed. The City has a strong and conservative general fund cash reserve policy which provides stability during periods of fluctuation in revenue.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)



As indicated in the expenses by program chart, citizen safety and well being is emphasized as well as maintaining the City's street infrastructure. Security of persons and property, which primarily supports the operations of the police, fire, and EMS departments, accounted for \$10,285,324 or 40.69% of the total governmental expenses. These expenses were partially funded by \$1,545,421 in direct charges to users of the services, \$573,210 in operating grants and contributions and \$75,000 in capital grants. Transportation expenses totaled \$2,968,942 or 11.75% of total governmental expenses. These expenses were partially funded by \$166,016 in direct charges to users of the services, \$1,647,537 in operating grants and contributions, and \$298,699 in capital grants and contributions.

CITY OF WADSWORTH, OHIO

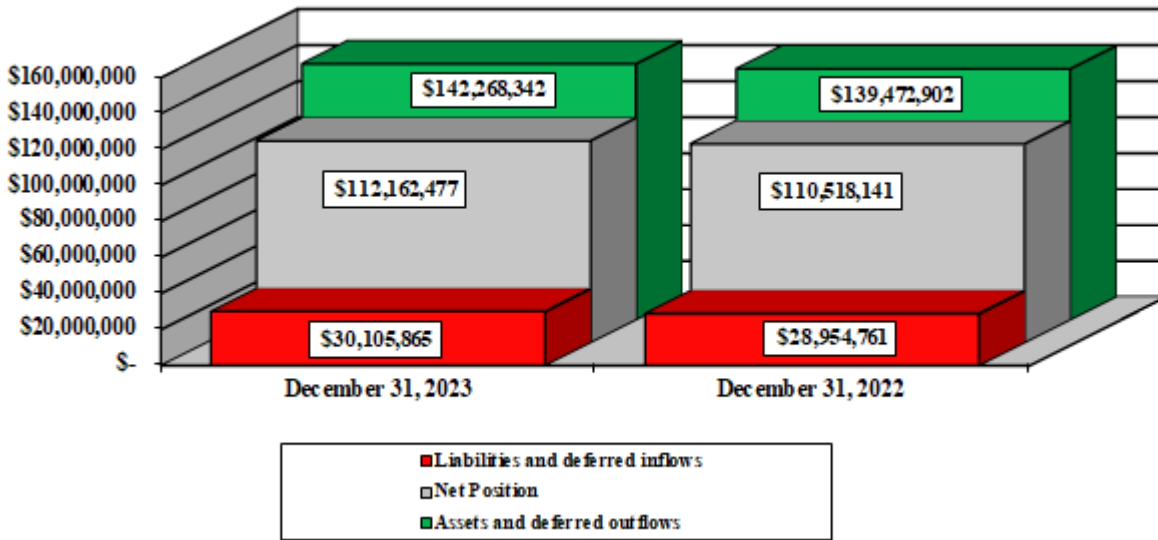
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

Business-type Activities

Business-type activities include the storm water, telecom, sewer, water, electric and sanitation enterprise funds. These programs had program revenues of \$49,232,060 and expenses of \$48,494,070 for 2023.

The graph on the following page shows the business-type activities assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position at year-end 2023 and 2022.

Net Position in Business-type Activities



CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

Financial Analysis of Pension and Other Post-employment Benefits (OPEB)

The City's statement of activities prepared on an accrual basis of accounting includes an annual pension expense and an annual OPEB expense equal to its proportionate share of the each plan's change in the net pension liability and net OPEB liability or asset, not accounted for as deferred inflows/outflows. Users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding back \$15,913,089 to the governmental activities net position and \$5,495,993 to the business-type activities net position. For 2023, there was an insignificant change in the expenditures due to changes in the pension and OPEB plans.

The following table further explains the impact of the accounting standard for pension and OPEB plans on the City's net position and the related expenses.

	2023	2022	2023	2022
	Governmental	Governmental	Business-type	Business-type
	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>
Net pension asset	\$ 145,461	\$ 220,949	\$ 140,077	\$ 210,921
Net OPEB asset	-	1,143,170	-	1,091,276
Deferred outflows - pension	8,346,169	3,956,137	4,442,478	1,396,694
Deferred outflows - OPEB	1,294,590	774,444	674,357	23,295
Deferred inflows - pension	(1,102,416)	(7,027,000)	(135,864)	(3,994,774)
Deferred inflows - OPEB	(1,088,044)	(1,795,141)	(85,925)	(1,165,385)
Net pension liability	(22,401,501)	(11,179,004)	(10,308,966)	(3,036,076)
Net OPEB liability	<u>(1,107,348)</u>	<u>(1,403,316)</u>	<u>(222,150)</u>	<u>-</u>
Impact of pension/OPEB accounting standard on the City's net position	<u>\$ (15,913,089)</u>	<u>\$ (15,309,761)</u>	<u>\$ (5,495,993)</u>	<u>\$ (5,474,049)</u>
Related expenses:				
General government	\$ 16,992	\$ (1,016,614)	\$ -	\$ -
Security of persons and property	574,943	(444,025)	-	-
Transportation	6,538	(383,302)	-	-
Leisure time services	5,260	(273,254)	-	-
Community and economic development	842	(39,599)	-	-
Internal service	(1,247)	(325,910)	-	-
Telecom	-	-	(32,123)	(315,457)
Sewer	-	-	(12,294)	(276,494)
Water	-	-	70,713	(364,650)
Electric	-	-	(25,695)	(1,197,042)
Sanitation	-	-	21,343	(187,282)
Net expense impact	<u>\$ 603,328</u>	<u>\$ (2,482,704)</u>	<u>\$ 21,944</u>	<u>\$ (2,340,925)</u>

See notes to the required supplementary information for additional information on current year changes.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

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 City has three major governmental funds: the general fund, the general obligation bond retirement fund and the fire levy capital projects fund. 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 the City's net resources available for spending at year-end.

The City's governmental funds (as presented on the balance sheet on page 24) reported a combined fund balance of \$34,931,047, which is \$4,063,344 less than last year's total of \$38,994,391.

The schedule below indicates the fund balances and the total change in fund balances as of December 31, 2023 for all major and nonmajor governmental funds.

	Fund balances 12/31/23	Fund balances 12/31/22	Increase/ (decrease)
General	\$ 18,194,067	\$ 15,627,382	\$ 2,566,685
General obligation bond retirement	374,849	159,876	214,973
Fire levy	2,883,400	7,118,953	(4,235,553)
Other nonmajor governmental funds	13,478,731	16,088,180	(2,609,449)
Total	<u>\$ 34,931,047</u>	<u>\$ 38,994,391</u>	<u>\$ (4,063,344)</u>

Nonmajor governmental funds fund balance decreased by \$2,609,449 from 2022. This is due to capital outlay expenditures in the EMS reserve fund for the construction costs of the new fire station.

General fund

The City's general fund balance increased \$2,566,685. The table that follows assists in illustrating the revenues of the general fund.

<u>Revenues</u>	<u>2023</u>	<u>2022</u>	<u>Percentage change</u>
Taxes	\$ 11,457,925	\$ 11,536,670	(0.68)%
Charges for services	297,781	283,386	5.08%
Licenses and permits	456,298	418,703	8.98%
Fines, forfeitures and settlements	414,228	372,355	11.25%
Intergovernmental	1,525,046	1,067,865	42.81%
Interest	3,509,469	687,964	410.12%
Other	249,995	237,290	5.35%
Total	<u>\$ 17,910,742</u>	<u>\$ 14,604,233</u>	22.64%

Total revenues in the general fund increased 22.64% or \$3,306,509 in 2023. Tax revenue represents 63.97% of all general fund revenue. Tax revenues decreased 0.68% over the prior year due to increased income tax allocations to other governmental funds. As noted above, there was also an increase of \$2,821,505 in investment income due to higher interest rates.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

The table that follows assists in illustrating the expenditures of the general fund.

Expenditures	<u>2023</u>	<u>2022</u>	<u>Percentage change</u>
General government	\$ 4,534,937	\$ 3,809,395	19.05%
Security of persons and property	5,994,228	5,716,013	4.87%
Public health	137,190	138,991	(1.30)%
Leisure time services	1,711,896	1,317,073	29.98%
Community and economic development	327,514	263,003	24.53%
Capital outlay	13,086	278,083	(95.29)%
Debt service	46,405	31,006	49.66%
Total	<u>\$ 12,765,256</u>	<u>\$ 11,553,564</u>	10.49%

Total expenditures increased 10.49% from 2022. This increase is due to an increase in wages and separation payouts in the areas of general government, security of persons and property and leisure time services during the year.

General obligation bond retirement fund

The general obligation bond retirement fund balance increased \$214,973 over the prior year. This is due to an increase in income tax allocations to cover debt service payments.

Fire levy fund

The fire levy fund balance decreased \$4,235,553 over the prior year. This is due to an increase in capital expenditures for construction costs of the new fire station.

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, disbursements, and encumbrances. The most significant budgeted fund is the general fund. From time to time during the year, the fund's budget may be amended as needs change.

The City made several revisions to the original appropriations approved by City Council. Overall, these changes resulted in an increase of \$940,037 from the original budgeted expenditures and other financing uses to the final budgeted expenditures and other financing uses.

The City's general fund actual expenditures were \$3,843,661, less than the final appropriations, excluding advances out, which are not legally required to be budgeted. Furthermore, the City's budgeting philosophy is conservative, as we budget expenditures higher than expected.

The City's actual revenues, excluding other financing sources, were \$2,740,860 or 16.36% more than budgeted revenues. The City received \$2,943,039 more than expected in interest income due to higher than expected interest rates.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, except in more detail. The only difference between the amounts reported as business-type activities and the amounts reported in the proprietary fund statements are interfund eliminations between proprietary funds and internal balances due from governmental activities for internal service activities.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE YEAR ENDED DECEMBER 31, 2023 (UNAUDITED)

During the year, the business-type activities are reporting a \$2,275,839 increase in expenses as compared to the prior year. This is due to prior year adjustments for pension and OPEB as noted in the table on page 13.

The storm water fund had operating revenues of \$936,230 and operating expenses of \$947,593 in 2023. The storm water fund also had non-operating revenue of \$391,496, non-operating expense of \$224,590, transfers in of \$1,432, and capital contributions of \$244,210. The net increase in net position for the storm water fund was \$401,185 or 2.16%. This increase is due to current year capital contributions and intergovernmental revenues for a culvert project completed during the year.

The telecom fund had operating revenues of \$6,815,211 and operating expenses of \$6,074,829 in 2023. The telecom fund also had non-operating revenues of \$1,979, non-operating expenses of \$35,021, and transfers in of \$9,290. The net increase in net position for the telecom fund was \$716,630 or 9.88%. This increase is due to current year operating revenues exceeding current year operating expenses and continued growth in internet and VOIP customers.

The sewer fund had operating revenues of \$4,557,899 and operating expenses of \$3,491,106 in 2023. The sewer fund also had non-operating revenues of \$177,625, non-operating expenses of \$288,888, transfers in of \$7,292, transfers out of \$8,855 and capital contributions of \$147,865. The net increase in net position for the sewer fund was \$1,101,832 or 4.71%. This increase is primarily due to current year revenues exceeding current year expenses and capital contributions for sewer lines at the new fire station.

The water fund had operating revenues of \$3,926,387 and operating expenses of \$3,860,647 in 2023. The water fund also had non-operating revenue of \$374,004, non-operating expenses of \$289,511, transfers in of \$17,325, and capital contributions of \$412,427. The net increase in net position for the water fund was \$579,985 or 2.53%. The water fund experienced a slight increase in charges for services during 2023 and acquired capital contributions for a business expansions.

The electric fund had operating revenues of \$29,031,853 and operating expenses of \$30,008,601 in 2023. The electric fund also had non-operating revenues of \$33,084, and non-operating expenses of \$210,262. The electric fund is also reporting transfers in of \$37,648. The net decrease in net position for the electric fund was \$1,116,278 or 3.49%. The electric fund had a decrease in charges for services and an increase in personal services from the prior year.

The sanitation fund had operating revenues of \$3,181,574 and operating expenses of \$2,875,473 in 2023. The sanitation fund had non-operating revenues of \$22,391, and transfers in of \$5,905. The net increase in net position for the sanitation fund was \$334,397 or 6.22%. For 2023, the sanitation fund had an increase in charges for services due an increase in the number of customers and an increase in expenses due to increased personal services.

Capital Assets and Debt Administration

Capital Assets

At the end of 2023, the City had \$180,146,058 (net of accumulated depreciation/amortization) invested in land, construction in progress, land improvements, buildings, equipment, vehicles, intangible assets, intangible right-to-use leased equipment and software and infrastructure. Of this total, \$82,418,033 was reported in governmental activities and \$97,728,025 was reported in business-type activities.

CITY OF WADSWORTH, OHIO

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

The following table shows 2023 capital asset balances compared to 2022 balances:

**Capital Assets at December 31
(Net of Depreciation)**

	Governmental activities		Business-type activities		Total	
	2023	Restated 2022	2023	Restated 2022	2023	Restated 2022
Land	\$ 7,966,393	\$ 6,010,145	\$ 757,040	\$ 757,040	\$ 8,723,433	\$ 6,767,185
Construction in progress	612,084	2,152,995	3,229,073	693,915	3,841,157	2,846,910
Intangible assets	19,526,605	19,892,006	417,723	492,277	19,944,328	20,384,283
Land improvements	4,453,348	3,997,483	225,056	243,003	4,678,404	4,240,486
Buildings	13,145,978	4,995,502	11,313,896	11,408,011	24,459,874	16,403,513
Equipment	1,676,088	1,356,027	7,515,130	7,442,062	9,191,218	8,798,089
Right-to-use leased equipment	87,456	103,667	-	-	87,456	103,667
Right-to-use software	146,332	171,520	267,147	27,911	413,479	199,431
Vehicles	4,546,014	2,695,244	3,029,787	3,252,169	7,575,801	5,947,413
Infrastructure	30,257,735	30,181,325	70,973,173	71,035,772	101,230,908	101,217,097
Totals	<u>\$ 82,418,033</u>	<u>\$ 71,555,914</u>	<u>\$ 97,728,025</u>	<u>\$ 95,352,160</u>	<u>\$ 180,146,058</u>	<u>\$ 166,908,074</u>

The City's largest capital asset category is infrastructure which includes roads, water lines, electric lines, storm sewer lines, cable and internet lines and sanitary sewer lines. These items are immovable and of value only to the City, however, the annual cost of purchasing these items is quite significant. The net book value of the City's infrastructure (cost less accumulated depreciation) represents approximately 56.19% of the City's total capital assets. See Note 10 to the basic financial statements for additional capital asset detail.

Debt Administration

The City had the following long-term obligations outstanding at December 31, 2023 and 2022:

	Governmental activities	
	2023	Restated 2022
Revenue bonds	\$ 14,178,388	\$ 14,905,095
Special assessment bonds	1,046,549	1,104,534
General obligation bonds	6,540,644	6,881,932
OPWC loan	451,072	442,220
Right-to-use equipment	88,253	103,919
Right-to-use software	144,450	171,520
Police and fire past service costs	56,116	59,850
Total long-term obligations	<u>\$ 22,505,472</u>	<u>\$ 23,669,070</u>

CITY OF WADSWORTH, OHIO

MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2023
(UNAUDITED)

	Business-type activities	
	2023	Restated 2022
General obligation bonds	\$ 7,174,211	\$ 7,985,802
OWDA loans	6,739,939	7,170,943
OPWC loans	227,721	132,567
AMP stranded costs	-	1,435
Right-to-use software	183,416	27,911
Asset retirement obligation	30,244	27,673
Total long-term obligations	\$ 14,355,531	\$ 15,346,331

See Note 14 to the basic financial statements for detail on the City’s long-term obligations.

Economic Factors

The City’s annual budget utilizes conservative revenue estimates combined with limited spending increases. Residential citizens and businesses enjoy a wide range of utility services at competitive and sometimes below market prices. In tough economic times, the City strives to maintain services with minimal fee increases. The level of services remained consistent in 2023.

Income tax revenues continue to increase mainly from small industry growth, and wage rates increasing. In 2023, the property tax valuation increased \$141,127,590 or 22.60% from 2022. This is a result of the tax year 2022 Triennial update for Medina County real estate values. The county reassessed based on sales data from the prior three years.

City council and administration continues to pursue new revenue sources, while reviewing the possibility of increasing existing revenue sources, in addition to a continued review of reducing expenditures. City council and administration seek out ways to attract new businesses to Wadsworth through continued enhancements to utility services and economic development incentives. A close watch of current economic conditions is ongoing to determine if increased revenues, or further reductions in expenditures, are necessary in order to maintain fiscal stability.

Contacting the City’s Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the city’s finances and to show the city’s accountability for the money it receives. Additional information about the City is available on our website www.wadsworthcity.org. If you have questions about this report or need additional financial information, please contact the Finance Office of Catherine Fix, CPA, City of Wadsworth, 120 Maple Street, Wadsworth, Ohio 44281, (330) 335-2742, cityauditor@wadsworthcity.org.

BASIC
FINANCIAL STATEMENTS

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF NET POSITION
DECEMBER 31, 2023

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Equity in pooled cash and investments	\$ 33,859,550	\$ 30,565,609	\$ 64,425,159
Cash with fiscal and escrow agents	-	1,472	1,472
Cash in segregated accounts	542,153	780,856	1,323,009
Restricted cash	-	30,244	30,244
Receivables:			
Income taxes	4,010,976	-	4,010,976
Real and other taxes	4,125,080	-	4,125,080
Accounts	1,671,217	7,457,508	9,128,725
Lease	11,747,404	159,952	11,907,356
Special assessments	1,321,217	40,726	1,361,943
Accrued interest	125,967	148	126,115
Due from other governments	1,678,602	15,190	1,693,792
Materials and supplies inventory	1,112,163	2,053,486	3,165,649
Prepayments	301,659	124,713	426,372
Net pension asset	145,461	140,077	285,538
Investment in joint venture	-	114,565	114,565
Internal balance	2,227,995	(2,227,995)	-
Capital assets:			
Capital assets, not being depreciated/amortized	13,501,905	4,333,862	17,835,767
Capital assets, net of accumulated depreciation/amortization	68,916,128	93,394,163	162,310,291
Total capital assets, net	<u>82,418,033</u>	<u>97,728,025</u>	<u>180,146,058</u>
Total assets	<u>145,287,477</u>	<u>136,984,576</u>	<u>282,272,053</u>
Deferred outflows of resources:			
Unamortized deferred charges on debt refunding	999,644	151,380	1,151,024
Pension	8,346,169	4,442,478	12,788,647
OPEB	1,294,590	674,357	1,968,947
Asset retirement obligation	-	15,551	15,551
Total deferred outflows of resources	<u>10,640,403</u>	<u>5,283,766</u>	<u>15,924,169</u>
Total assets and deferred outflows of resources	<u>155,927,880</u>	<u>142,268,342</u>	<u>298,196,222</u>
Liabilities:			
Account payable	106,211	2,101,384	2,207,595
Retainage payable	257,882	-	257,882
Contracts payable	515,978	311,525	827,503
Accrued wages and benefits payable	258,869	142,000	400,869
Matured compensated absences payable	27,151	-	27,151
Due to other governments	237,118	123,977	361,095
Accrued interest payable	64,764	36,351	101,115
Undistributed monies	107,737	-	107,737
Refundable deposits	400	780,856	781,256
Deposits held and due to others	1,984,310	25,123	2,009,433
Matured interest payable	128	1,472	1,600
Claims payable	566,591	-	566,591
Unearned revenue	1,410,587	-	1,410,587
Long-term liabilities:			
Due within one year	2,092,844	2,890,252	4,983,096
Due in more than one year:			
Net pension liability	22,401,501	10,308,966	32,710,467
Net OPEB liability	1,107,348	222,150	1,329,498
Other amounts due in more than one year	<u>22,517,685</u>	<u>12,785,872</u>	<u>35,303,557</u>
Total liabilities	<u>53,657,104</u>	<u>29,729,928</u>	<u>83,387,032</u>

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF NET POSITION
DECEMBER 31, 2023

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	3,895,401	-	3,895,401
Leases	11,533,752	154,148	11,687,900
Pension	1,102,416	135,864	1,238,280
OPEB	1,088,044	85,925	1,173,969
Total deferred inflows of resources	<u>17,619,613</u>	<u>375,937</u>	<u>17,995,550</u>
Total liabilities and deferred inflows of resources	<u>71,276,717</u>	<u>30,105,865</u>	<u>101,382,582</u>
Net position:			
Net investment in capital assets	61,498,892	83,227,900	144,726,792
Restricted for:			
Debt service	595,199	-	595,199
Capital projects	4,266,331	-	4,266,331
Transportation projects	2,453,870	-	2,453,870
Community improvements	410,915	-	410,915
Emergency medical services	1,203,420	-	1,203,420
Fire	5,019	-	5,019
Police	222,049	-	222,049
Municipal court	778,070	-	778,070
Pension asset	145,461	140,077	285,538
Unrestricted	<u>13,071,937</u>	<u>28,794,500</u>	<u>41,866,437</u>
Total net position	<u>\$ 84,651,163</u>	<u>\$ 112,162,477</u>	<u>\$ 196,813,640</u>

See accompanying notes to the basic financial statements

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2023

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
Current:				
General government	\$ 6,675,420	\$ 903,616	\$ 13,007	\$ 71,688
Security of persons and property	10,285,324	1,545,421	573,210	75,000
Public health	139,708	6,790	-	-
Transportation	2,968,942	166,016	1,647,537	298,699
Leisure time services	3,807,761	823,507	301,582	110,548
Community and economic development	643,320	101,317	230,000	-
Interest and fiscal charges	754,935	-	-	-
Total governmental activities	25,275,410	3,546,667	2,765,336	555,935
Business-type activities:				
Storm Water	971,331	912,501	-	391,496
Telecom	6,144,061	6,809,636	-	-
Sewer	3,773,619	4,557,399	-	18,625
Water	4,207,099	3,926,102	-	406,613
Electric	30,444,843	29,028,052	808	-
Sanitation	2,953,117	3,180,828	-	-
Total business-type activities	48,494,070	48,414,518	808	816,734
Total primary government	\$ 73,769,480	\$ 51,961,185	\$ 2,766,144	\$ 1,372,669

General revenues:

Property and other local taxes levied for:

- General purposes
- Capital projects
- Emergency medical services/projects
- Other

Income taxes for:

- General purposes
- Capital projects
- Debt service
- Special revenue funds

Grants and entitlements not restricted to specific

- Interest
- Miscellaneous

Total general revenues

Transfers

Total general revenues and transfers

Changes in net position

Net position at beginning of year, restated

Net position at end of year

See accompanying notes to the basic financial statements

**Net (Expense) Revenue
and Changes in Net Position**

Governmental Activities	Business-type Activities	Total
\$ (5,687,109)	\$ -	\$ (5,687,109)
(8,091,693)	-	(8,091,693)
(132,918)	-	(132,918)
(856,690)	-	(856,690)
(2,572,124)	-	(2,572,124)
(312,003)	-	(312,003)
(754,935)	-	(754,935)
<u>(18,407,472)</u>	<u>-</u>	<u>(18,407,472)</u>
-	332,666	332,666
-	665,575	665,575
-	802,405	802,405
-	125,616	125,616
-	(1,415,983)	(1,415,983)
-	227,711	227,711
-	<u>737,990</u>	<u>737,990</u>
<u>(18,407,472)</u>	<u>737,990</u>	<u>(17,669,482)</u>
2,511,319	-	2,511,319
956,804	-	956,804
1,529,387	-	1,529,387
62,400	-	62,400
9,178,249	-	9,178,249
2,749,759	-	2,749,759
847,568	-	847,568
1,276,653	-	1,276,653
2,165,932	-	2,165,932
3,509,469	3,311	3,512,780
952,604	553,696	1,506,300
<u>25,740,144</u>	<u>557,007</u>	<u>26,297,151</u>
<u>(349,339)</u>	<u>349,339</u>	<u>-</u>
<u>25,390,805</u>	<u>906,346</u>	<u>26,297,151</u>
6,983,333	1,644,336	8,627,669
<u>77,667,830</u>	<u>110,518,141</u>	<u>188,185,971</u>
<u>\$ 84,651,163</u>	<u>\$ 112,162,477</u>	<u>\$ 196,813,640</u>

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2023

	General	General Obligation Bond Retirement	Fire Levy	Other Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 15,296,840	\$ 434,495	\$ 2,762,059	\$ 13,897,255
Cash in segregated accounts	342,625	-	-	199,528
Receivables:				
Income taxes	4,010,976	-	-	-
Real and other taxes	1,618,790	-	974,581	1,531,709
Accounts	82,743	-	-	1,519,146
Lease	16,041	11,731,363	-	-
Special assessments	-	-	-	1,321,217
Interfund loans receivable	2,946,515	-	263,668	1,204,372
Accrued interest	102,260	23,707	-	-
Due from other funds	94,565	-	-	-
Due from other governments	427,516	-	7,218	1,243,868
Materials and supplies inventory	174,618	-	-	523,122
Prepayments	103,182	-	-	47,110
Total assets	<u>\$ 25,216,671</u>	<u>\$ 12,189,565</u>	<u>\$ 4,007,526</u>	<u>\$ 21,487,327</u>
Liabilities:				
Accounts payable	\$ 66,050	\$ -	\$ -	\$ 13,973
Retainage payable	257,882	-	-	-
Contracts payable	-	-	194,527	321,451
Accrued wages and benefits payable	156,356	-	-	81,555
Matured compensated absences payable	27,151	-	-	-
Interfund loans payable	282,015	296,900	-	1,054,807
Due to other governments	122,067	-	-	111,553
Due to other funds	-	-	-	24,783
Matured interest payable	-	128	-	-
Undistributed monies	107,737	-	-	-
Refundable deposits	400	-	-	-
Unearned revenue	105,091	-	-	1,305,496
Deposits held and due to others	1,984,310	-	-	-
Total liabilities	<u>3,109,059</u>	<u>297,028</u>	<u>194,527</u>	<u>2,913,618</u>
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	1,559,786	-	904,763	1,430,852
Leases	16,064	11,517,688	-	-
Delinquent property tax revenue not available	33,304	-	17,618	29,941
Income tax revenue not available	1,930,965	-	-	-
Unavailable revenue - other	373,426	-	7,218	3,634,185
Total deferred inflows of resources	<u>3,913,545</u>	<u>11,517,688</u>	<u>929,599</u>	<u>5,094,978</u>
Fund balances:				
Nonspendable	3,224,315	-	-	570,232
Restricted	-	374,849	2,883,400	8,344,836
Committed	-	-	-	4,697,353
Assigned	357,691	-	-	-
Unassigned (deficit)	14,612,061	-	-	(133,690)
Total fund balances	<u>18,194,067</u>	<u>374,849</u>	<u>2,883,400</u>	<u>13,478,731</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 25,216,671</u>	<u>\$ 12,189,565</u>	<u>\$ 4,007,526</u>	<u>\$ 21,487,327</u>

**Total
Governmental
Funds**

\$ 32,390,649
542,153

4,010,976

4,125,080

1,601,889

11,747,404

1,321,217

4,414,555

125,967

94,565

1,678,602

697,740

150,292

\$ 62,901,089

\$ 80,023

257,882

515,978

237,911

27,151

1,633,722

233,620

24,783

128

107,737

400

1,410,587

1,984,310

6,514,232

3,895,401

11,533,752

80,863

1,930,965

4,014,829

21,455,810

3,794,547

11,603,085

4,697,353

357,691

14,478,371

34,931,047

\$ 62,901,089

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2023

Total governmental fund balances		\$ 34,931,047
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>		
Capital assets and right-to-use leased assets used in governmental activities are not financial resources and therefore are not reported in the funds.		82,418,033
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows of resources in the funds.		
Income taxes receivable	1,930,965	
Real and other taxes receivable	111,679	
Unavailable revenue - other:		
Accounts receivable	1,403,265	
Intergovernmental receivable	1,259,531	
Special assessments receivable	1,321,217	
Total	6,026,657	6,026,657
Internal service funds are used by management to charge the costs to individual funds. The assets (less capital assets and pension asset plus deferred outflows related to pension/OPEB) and liabilities (less pension/OPEB and compensated absences liabilities plus deferred inflows related to pension/OPEB) of the internal service fund are included in governmental activities on the statement of net position.		864,164
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.		(64,764)
Unamortized premiums on bond issuances are not recognized in the governmental funds.		(690,581)
Unamortized deferred amounts on refundings are not recognized in the governmental funds.		999,644
The net pension asset is not available to pay for current period expenditures; therefore, the asset is not reported in the governmental funds.		145,461
The net pension liability is not due and payable in the current period; therefore, liability and related deferred inflows and deferred outflows are not reported in governmental funds.		(15,157,748)
The net OPEB liability is not available to pay for current period expenditures and are not due and payable in the current period, respectively; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds.		(900,802)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	(2,105,057)	
Police past service costs	(56,116)	
Special assessment bonds payable	(1,005,000)	
General obligation bonds payable	(6,290,000)	
Revenue bonds payable	(13,780,000)	
OPWC loan payable	(451,072)	
Leases	(88,253)	
Subscription based information technology arrangements	(144,450)	
Total	(23,919,948)	(23,919,948)
Net position of governmental activities		\$ 84,651,163

See accompanying notes to the basic financial statements



**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>General</u>	<u>General Obligation Bond Retirement</u>	<u>Fire Levy</u>	<u>Other Governmental Funds</u>
Revenues:				
Income taxes	\$ 8,933,557	\$ 847,568	\$ -	\$ 4,026,412
Real and other taxes	2,524,368	-	873,350	1,663,926
Charges for services	297,781	-	227,579	1,199,115
Licenses and permits	456,298	-	-	23,200
Fines, forfeitures and settlements	414,228	-	-	101,225
Intergovernmental	1,525,046	-	14,173	3,413,799
Special assessments	-	-	-	144,560
Interest income	3,509,469	286,474	-	1,637
Rental income	21,740	336,170	-	70,048
Contributions and donations	8,837	-	1,500	325,908
Other	219,418	488,926	2,680	287,785
Total revenues	<u>17,910,742</u>	<u>1,959,138</u>	<u>1,119,282</u>	<u>11,257,615</u>
Expenditures:				
Current:				
General government	4,534,937	-	-	1,274,128
Security of persons and property	5,994,228	-	530,929	2,578,671
Public health	137,190	-	-	2,445
Transportation	-	-	-	2,689,511
Leisure time services	1,711,896	-	-	467,846
Community and economic development	327,514	-	-	292,843
Capital outlay	13,086	-	5,289,882	8,713,732
Debt service:				
Principal retirement	34,572	1,070,278	-	55,000
Interest and fiscal charges	11,833	673,887	-	55,425
Total expenditures	<u>12,765,256</u>	<u>1,744,165</u>	<u>5,820,811</u>	<u>16,129,601</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,145,486</u>	<u>214,973</u>	<u>(4,701,529)</u>	<u>(4,871,986)</u>
Other financing sources (uses):				
Loan issued	-	-	-	64,130
Sale of capital assets	6,197	-	59,700	83,175
Leases issued	12,331	-	-	-
Transfers in	-	-	406,276	2,118,115
Transfers out	(2,597,329)	-	-	(2,883)
Total other financing sources (uses)	<u>(2,578,801)</u>	<u>-</u>	<u>465,976</u>	<u>2,262,537</u>
Net change in fund balances	2,566,685	214,973	(4,235,553)	(2,609,449)
Fund balances at beginning of year	<u>15,627,382</u>	<u>159,876</u>	<u>7,118,953</u>	<u>16,088,180</u>
Fund balances at end of year	<u>\$ 18,194,067</u>	<u>\$ 374,849</u>	<u>\$ 2,883,400</u>	<u>\$ 13,478,731</u>

See accompanying notes to the basic financial statements

**Total
Governmental
Funds**

\$ 13,807,537
5,061,644
1,724,475
479,498
515,453
4,953,018
144,560
3,797,580
427,958
336,245
998,809
32,246,777

5,809,065
9,103,828
139,635
2,689,511
2,179,742
620,357
14,016,700

1,159,850
741,145
36,459,833

(4,213,056)

64,130
149,072
12,331
2,524,391
(2,600,212)
149,712

(4,063,344)

38,994,391
\$ 34,931,047

**CITY OF WADSWORTH
MEDINA COUNTY, 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 \$ (4,063,344)

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

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

Capital asset, right-to-use leased equipment and software additions	14,016,700	
Capital contributions	110,548	
Assets transferred in/out during the year	(271,153)	
Current year depreciation/amortization	<u>(2,861,968)</u>	
Total		10,994,127

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position. (224,053)

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

Income taxes	244,692	
Real and other taxes	(1,734)	
Intergovernmental revenues	(47,105)	
Special assessments	(23,769)	
Licenses and permits	(4,315)	
Fines and forfeitures	4,943	
Charges for services	120,550	
Rental income	(300)	
Miscellaneous	<u>32,726</u>	
Total		325,688

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position. 1,159,850

The issuance of loans and leases are reported as an other financing source in the governmental funds, however, in the statement of activities, they are not reported as revenue as they increase the liabilities on the statement of net position. (76,461)

In the statement of activities, interest is accrued on outstanding bonds and loans, whereas in governmental funds, an interest expenditure is reported when due.

Increase in accrued interest payable	1,287	
Amortization of deferred amounts on refunding	(67,015)	
Amortization of bond premiums and discounts	<u>55,980</u>	
Total		(9,748)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (84,530)

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

Pension		1,634,941
OPEB		33,344

**CITY OF WADSWORTH
MEDINA COUNTY, 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

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

Pension	(2,565,802)
OPEB	292,942

The internal service fund used by management to charge the costs to individual funds is not reported in
government-wide statement of activities. Governmental fund expenditures and the related internal
service fund revenues are eliminated. The net revenue (expense) of the internal service fund is
allocated among the governmental activities.

(433,621)

Change in net position of governmental activities

\$ 6,983,333

See accompanying notes to the basic financial statements

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 8,588,294	\$ 8,588,294	\$ 9,071,987	\$ 483,693
Real and other taxes	2,589,205	2,588,968	2,539,216	(49,752)
Charges for services	2,243,063	2,243,063	2,251,434	8,371
Licenses and permits	128,500	128,500	100,859	(27,641)
Fines, forfeitures and settlements	449,600	449,600	408,619	(40,981)
Intergovernmental	1,072,531	1,446,549	1,582,388	135,839
Interest income	273,382	273,382	3,216,421	2,943,039
Rental income	55,518	55,518	23,650	(31,868)
Contributions and donations	755,600	755,600	10,565	(745,035)
Other	221,650	221,650	286,845	65,195
Total revenues	<u>16,377,343</u>	<u>16,751,124</u>	<u>19,491,984</u>	<u>2,740,860</u>
Expenditures:				
<i>Current:</i>				
General government				
Council				
Personal services	163,733	163,732	154,028	9,704
Other	27,195	37,195	14,066	23,129
Total council	<u>190,928</u>	<u>200,927</u>	<u>168,094</u>	<u>32,833</u>
Mayor				
Personal services	398,906	405,806	345,810	59,996
Other	231,593	231,594	196,511	35,083
Total mayor	<u>630,499</u>	<u>637,400</u>	<u>542,321</u>	<u>95,079</u>
Auditor				
Personal services	745,002	756,372	717,228	39,144
Other	1,839,219	1,879,000	1,849,656	29,344
Total auditor	<u>2,584,221</u>	<u>2,635,372</u>	<u>2,566,884</u>	<u>68,488</u>
Treasurer				
Personal services	46,568	46,568	46,566	2
Other	66,920	66,920	56,996	9,924
Total treasurer	<u>113,488</u>	<u>113,488</u>	<u>103,562</u>	<u>9,926</u>
Law Director				
Personal services	401,611	405,471	401,590	3,881
Other	18,650	18,650	7,338	11,312
Total law director	<u>420,261</u>	<u>424,121</u>	<u>408,928</u>	<u>15,193</u>
Service Director				
Personal services	1,691,734	1,718,214	1,248,407	469,807
Other	702,984	680,812	530,558	150,254
Total service director	<u>2,394,718</u>	<u>2,399,026</u>	<u>1,778,965</u>	<u>620,061</u>

See accompanying notes to the basic financial statements

(Continued)

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Municipal Court				
Personal services	958,611	975,761	886,015	89,746
Other	89,694	89,694	74,093	15,601
Total municipal court	<u>1,048,305</u>	<u>1,065,455</u>	<u>960,108</u>	<u>105,347</u>
Records Commission				
Personal services	2,275	8,275	8,093	182
Other	600	600	-	600
Total council clerk	<u>2,875</u>	<u>8,875</u>	<u>8,093</u>	<u>782</u>
Total general government	<u>7,385,295</u>	<u>7,484,664</u>	<u>6,536,955</u>	<u>947,709</u>
Security of persons and property				
Security of persons and property				
Personal services	6,143,389	6,868,041	5,503,033	1,365,008
Other	682,189	752,853	596,977	155,876
Total security of persons and property	<u>6,825,578</u>	<u>7,620,894</u>	<u>6,100,010</u>	<u>1,520,884</u>
Public health				
Service Director				
Other	143,281	142,681	137,159	5,522
Total public health	<u>143,281</u>	<u>142,681</u>	<u>137,159</u>	<u>5,522</u>
Leisure time services				
Service Director				
Personal services	1,132,952	1,153,854	1,038,154	115,700
Other	300,264	321,756	282,765	38,991
Total leisure time services	<u>1,433,216</u>	<u>1,475,610</u>	<u>1,320,919</u>	<u>154,691</u>
Community and economic development				
Service Director				
Personal services	321,724	327,102	304,372	22,730
Other	67,835	66,015	37,707	28,308
Total community and economic development	<u>389,559</u>	<u>393,117</u>	<u>342,079</u>	<u>51,038</u>
See accompanying notes to the basic financial statements				(Continued)

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Debt service:				
Principal retirement	3,611	317,084	317,084	-
Interest and fiscal charges	2,628	10,339	10,338	1
Total debt service	<u>6,239</u>	<u>327,423</u>	<u>327,422</u>	<u>1</u>
Total expenditures	<u>16,183,168</u>	<u>17,444,389</u>	<u>14,764,544</u>	<u>2,679,845</u>
Excess (deficiency) of revenues over (under) expenditures	<u>194,175</u>	<u>(693,265)</u>	<u>4,727,440</u>	<u>5,420,705</u>
Other financing sources (uses):				
Note issuance	-	-	282,015	282,015
Sale of assets	5,000	5,000	6,197	1,197
Advances in	-	-	617,104	617,104
Advances out	-	-	(1,608,438)	(1,608,438)
Transfers out	(4,082,752)	(3,761,568)	(2,597,752)	1,163,816
Total other financing sources (uses)	<u>(4,077,752)</u>	<u>(3,756,568)</u>	<u>(3,300,874)</u>	<u>455,694</u>
Net change in fund balances	(3,883,577)	(4,449,833)	1,426,566	5,876,399
Fund balances at beginning of year	14,308,277	14,308,277	14,308,277	-
Prior year encumbrances appropriated	<u>99,677</u>	<u>99,677</u>	<u>99,677</u>	<u>-</u>
Fund balance at end of year	<u>\$ 10,524,377</u>	<u>\$ 9,958,121</u>	<u>\$ 15,834,520</u>	<u>\$ 5,876,399</u>

See accompanying notes to the basic financial statements



**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2023

Business-type Activities - Enterprise Funds

	Storm Water	Telecom	Sewer	Water
Assets:				
Current assets:				
Equity in pooled cash and investments	\$ 1,083,685	\$ 5,418,571	\$ 3,256,720	\$ 4,474,182
Cash in segregated accounts	-	-	-	-
Cash with fiscal and escrow agents	-	-	-	1,472
Restricted cash	-	-	-	-
Receivables:				
Accounts	133,968	1,466,863	780,848	560,327
Lease	-	159,952	-	-
Special assessments	-	-	-	40,726
Interfund loans	93,287	455,030	277,684	258,715
Due from other governments	-	15,190	-	-
Accrued interest	-	148	-	-
Materials and supplies inventory	-	105,205	66,494	185,560
Prepayments	39	19,564	25,432	36,901
Total current assets	<u>1,310,979</u>	<u>7,640,523</u>	<u>4,407,178</u>	<u>5,557,883</u>
Noncurrent assets:				
Investment in joint venture	-	-	-	-
Net pension asset	-	16,635	15,825	26,644
Capital assets:				
Land and construction in progress	99,154	1,215,793	235,171	1,966,900
Depreciable capital assets, net	18,663,288	1,145,358	28,175,227	27,030,928
Total capital assets, net	<u>18,762,442</u>	<u>2,361,151</u>	<u>28,410,398</u>	<u>28,997,828</u>
Total noncurrent assets	<u>18,762,442</u>	<u>2,377,786</u>	<u>28,426,223</u>	<u>29,024,472</u>
Total assets	<u>20,073,421</u>	<u>10,018,309</u>	<u>32,833,401</u>	<u>34,582,355</u>
Deferred outflows of resources:				
Unamortized deferred charges on debt refunding	1,256	-	-	150,124
Pension	-	522,542	497,101	850,089
OPEB	-	79,983	76,090	128,950
Asset retirement obligation	-	-	-	-
Total deferred outflows of resources	<u>1,256</u>	<u>602,525</u>	<u>573,191</u>	<u>1,129,163</u>
Total assets and deferred outflows of resources	<u>20,074,677</u>	<u>10,620,834</u>	<u>33,406,592</u>	<u>35,711,518</u>
Liabilities:				
Current liabilities:				
Accounts payable	490	269,817	36,913	13,044
Contracts payable	41,978	31,172	186,677	51,698
Accrued wages and benefits payable	-	15,895	16,705	28,593
Due to other funds	-	-	-	-
Due to other governments	23	2,652	4,814	5,237
Interfund loans payable	525,970	600,000	540,500	3,019,544
Accrued interest payable	3,713	3,645	5,328	20,246
Compensated absences payable - current	-	70,025	42,572	105,399
Subscriptions payable - current	-	12,460	-	-

Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
Electric	Sanitation	Total	
\$ 12,947,513	\$ 3,384,938	\$ 30,565,609	\$ 1,468,901
780,856	-	780,856	-
-	-	1,472	-
-	30,244	30,244	-
4,026,154	489,348	7,457,508	69,328
-	-	159,952	-
-	-	40,726	-
1,082,034	326,016	2,492,766	140,223
-	-	15,190	-
-	-	148	-
1,696,227	-	2,053,486	414,423
37,830	4,947	124,713	151,367
<u>20,570,614</u>	<u>4,235,493</u>	<u>43,722,670</u>	<u>2,244,242</u>
114,565	-	114,565	-
69,203	11,770	140,077	21,444
816,844	-	4,333,862	-
16,256,752	2,122,610	93,394,163	457,533
<u>17,073,596</u>	<u>2,122,610</u>	<u>97,728,025</u>	<u>457,533</u>
<u>17,257,364</u>	<u>2,134,380</u>	<u>97,982,667</u>	<u>478,977</u>
<u>37,827,978</u>	<u>6,369,873</u>	<u>141,705,337</u>	<u>2,723,219</u>
-	-	151,380	-
2,193,111	379,635	4,442,478	673,606
332,740	56,594	674,357	103,107
-	15,551	15,551	-
<u>2,525,851</u>	<u>451,780</u>	<u>5,283,766</u>	<u>776,713</u>
<u>40,353,829</u>	<u>6,821,653</u>	<u>146,989,103</u>	<u>3,499,932</u>
1,772,427	8,693	2,101,384	26,188
-	-	311,525	-
66,181	14,626	142,000	20,958
69,782	-	69,782	-
26,960	84,291	123,977	3,498
539,500	-	5,225,514	188,308
3,419	-	36,351	3,271
309,532	29,775	557,303	122,392
81,301	-	93,761	21,074

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2023

Business-type Activities - Enterprise Funds

	Storm Water	Telecom	Sewer	Water
Claims payable	-	-	-	-
Deposits held and due to others	-	-	8,126	16,997
Refundable deposits	-	-	-	-
Matured interest payable	-	-	-	1,472
General obligation bonds payable - current	102,209	10,000	55,000	667,791
OWDA loans payable - current	-	-	1,388,700	-
OPWC loans payable - current	10,870	-	-	4,618
Total current liabilities	<u>685,253</u>	<u>1,015,666</u>	<u>2,285,335</u>	<u>3,934,639</u>
Long-term liabilities:				
Asset retirement obligation	-	-	-	-
Compensated absences payable	-	65,874	69,672	161,478
General obligation bonds payable	255,897	96,287	918,345	5,068,682
OWDA loans payable	-	-	4,436,275	-
OPWC loans payable	133,721	-	-	993,476
Subscriptions payable	-	6,081	-	-
Net pension liability	-	1,224,241	1,164,637	1,960,850
Net OPEB liability	-	26,381	25,097	42,255
Total long-term liabilities	<u>389,618</u>	<u>1,418,864</u>	<u>6,614,026</u>	<u>8,226,741</u>
Total liabilities	<u>1,074,871</u>	<u>2,434,530</u>	<u>8,899,361</u>	<u>12,161,380</u>
Deferred inflows of resources:				
Leases	-	154,148	-	-
Pension	-	52,536	19,503	3,750
OPEB	-	10,279	10,501	14,242
Total deferred inflows of resources	<u>-</u>	<u>216,963</u>	<u>30,004</u>	<u>17,992</u>
Total liabilities and deferred inflows of resources	<u>1,074,871</u>	<u>2,651,493</u>	<u>8,929,365</u>	<u>12,179,372</u>
Net position:				
Net investment in capital assets	18,219,023	2,205,151	21,425,401	22,361,687
Restricted	-	16,635	15,825	26,644
Unrestricted	780,783	5,747,555	3,036,001	1,143,815
Total net position	<u>\$ 18,999,806</u>	<u>\$ 7,969,341</u>	<u>\$ 24,477,227</u>	<u>\$ 23,532,146</u>

Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds.

Net position of business-type activities

See accompanying notes to the basic financial statements

Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
Electric	Sanitation	Total	
-	-	-	566,591
-	-	25,123	-
780,856	-	780,856	-
-	-	1,472	-
-	-	835,000	-
-	-	1,388,700	-
-	-	15,488	-
<u>3,649,958</u>	<u>137,385</u>	<u>11,708,236</u>	<u>952,280</u>
-	30,244	30,244	-
417,452	48,814	763,290	110,757
-	-	6,339,211	-
-	-	4,436,275	-
-	-	1,127,197	-
83,574	-	89,655	114,860
5,092,990	866,248	10,308,966	1,578,162
109,750	18,667	222,150	34,008
<u>5,703,766</u>	<u>963,973</u>	<u>23,316,988</u>	<u>1,837,787</u>
<u>9,353,724</u>	<u>1,101,358</u>	<u>35,025,224</u>	<u>2,790,067</u>
-	-	154,148	-
56,004	4,071	135,864	40,104
44,270	6,633	85,925	14,938
<u>100,274</u>	<u>10,704</u>	<u>375,937</u>	<u>55,042</u>
<u>9,453,998</u>	<u>1,112,062</u>	<u>35,401,161</u>	<u>2,845,109</u>
16,908,721	2,107,917	83,227,900	321,599
69,203	11,770	140,077	21,444
13,921,907	3,589,904	28,219,965	311,780
<u>\$ 30,899,831</u>	<u>\$ 5,709,591</u>	<u>111,587,942</u>	<u>\$ 654,823</u>
		574,535	
		<u>\$ 112,162,477</u>	

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

Business-type Activities - Enterprise Funds

	Storm Water	Telecom	Sewer	Water
Operating revenues:				
Charges for services	\$ 912,501	\$ 6,760,483	\$ 4,557,399	\$ 3,891,110
Rental income	-	49,153	-	34,992
Other operating revenues	23,729	5,575	500	285
Total operating revenues	<u>936,230</u>	<u>6,815,211</u>	<u>4,557,899</u>	<u>3,926,387</u>
Operating expenses:				
Personal services	315,683	1,469,053	1,470,827	2,011,054
Contract services	153,062	3,653,288	587,128	467,268
Materials and supplies	64,237	492,761	277,476	384,012
Purchased power	-	-	-	-
Claims expense	-	-	-	-
Depreciation	413,428	203,774	1,133,411	997,325
Other	1,183	255,953	22,264	988
Total operating expenses	<u>947,593</u>	<u>6,074,829</u>	<u>3,491,106</u>	<u>3,860,647</u>
Operating income (loss)	<u>(11,363)</u>	<u>740,382</u>	<u>1,066,793</u>	<u>65,740</u>
Nonoperating revenues (expenses):				
Interest income	-	1,979	-	44
Interest and fiscal charges	(23,738)	(6,872)	(245,907)	(229,511)
Gain (loss) on sale of capital assets	(200,852)	(8,149)	(42,981)	8,641
Intergovernmental	391,496	-	-	40,023
Other nonoperating expenses	-	(20,000)	-	(60,000)
Other nonoperating revenues	-	-	177,625	325,296
Investment in joint venture	-	-	-	-
Total nonoperating revenues (expenses)	<u>166,906</u>	<u>(33,042)</u>	<u>(111,263)</u>	<u>84,493</u>
Income (loss) before contributions and transfers	<u>155,543</u>	<u>707,340</u>	<u>955,530</u>	<u>150,233</u>
Transfer in	1,432	9,290	7,292	17,325
Transfer out	-	-	(8,855)	-
Capital contributions	244,210	-	147,865	412,427
Change in net position	401,185	716,630	1,101,832	579,985
Net position at beginning of year, restated	<u>18,598,621</u>	<u>7,252,711</u>	<u>23,375,395</u>	<u>22,952,161</u>
Net position at end of year	<u>\$ 18,999,806</u>	<u>\$ 7,969,341</u>	<u>\$ 24,477,227</u>	<u>\$ 23,532,146</u>

Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds.

Change in net position of business-type activities

See accompanying notes to the basic financial statements

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
<u>Electric</u>	<u>Sanitation</u>	<u>Total</u>	
\$ 29,028,052	\$ 3,180,828	\$ 48,330,373	\$ 6,989,642
-	-	84,145	-
3,801	746	34,636	8,203
<u>29,031,853</u>	<u>3,181,574</u>	<u>48,449,154</u>	<u>6,997,845</u>
4,875,601	941,558	11,083,776	1,519,122
1,046,026	1,446,773	7,353,545	1,428,214
1,096,035	201,501	2,516,022	620,045
20,585,445	-	20,585,445	-
-	-	-	4,173,059
1,276,005	256,149	4,280,092	54,537
1,129,489	29,492	1,439,369	15,214
<u>30,008,601</u>	<u>2,875,473</u>	<u>47,258,249</u>	<u>7,810,191</u>
<u>(976,748)</u>	<u>306,101</u>	<u>1,190,905</u>	<u>(812,346)</u>
-	1,288	3,311	-
(38,112)	-	(544,140)	(4,042)
14,352	-	(228,989)	(8,149)
-	-	431,519	-
(150,000)	-	(230,000)	-
18,732	21,103	542,756	50
(22,150)	-	(22,150)	-
<u>(177,178)</u>	<u>22,391</u>	<u>(47,693)</u>	<u>(12,141)</u>
<u>(1,153,926)</u>	<u>328,492</u>	<u>1,143,212</u>	<u>(824,487)</u>
37,648	5,905	78,892	5,784
-	-	(8,855)	-
-	-	804,502	-
<u>(1,116,278)</u>	<u>334,397</u>	<u>2,017,751</u>	<u>(818,703)</u>
<u>32,016,109</u>	<u>5,375,194</u>		<u>1,473,526</u>
<u>\$ 30,899,831</u>	<u>\$ 5,709,591</u>		<u>\$ 654,823</u>
		<u>(373,415)</u>	
		<u>\$ 1,644,336</u>	

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Business-type Activities - Enterprise Funds			
	Storm Water	Telecom	Sewer	Water
Cash flows from operating activities:				
Cash received from customers	\$ 910,437	\$ 6,762,496	\$ 4,569,012	\$ 4,199,191
Cash received from other operations	23,729	65,117	277,625	325,581
Cash payments to employees for services	-	(1,148,640)	(1,075,201)	(1,855,950)
Cash payments for goods and services	(542,713)	(4,395,186)	(1,353,269)	(1,214,150)
Cash payments for claims	-	-	-	-
Cash payments for other expenses	(1,160)	(269,119)	(24,658)	(84,219)
	390,293	1,014,668	2,393,509	1,370,453
Net cash provided by (used in) operating activities				
Cash flows from noncapital financing activities:				
Cash received from transfers in	1,432	9,290	7,292	8,470
Cash received from advances in	-	-	-	979,519
	1,432	9,290	7,292	987,989
Net cash provided by noncapital financing activities				
Cash flows from capital and related financing activities:				
Sale of capital assets	-	-	16,575	13,200
Acquisition of capital assets	(672,071)	(1,274,983)	(736,211)	(1,764,733)
Proceeds from loans	105,374	-	-	914,738
Principal payments	(97,643)	(19,370)	(1,395,968)	(657,577)
Interest and fiscal charges	(20,558)	(4,151)	(247,392)	(194,383)
Cash received from internal notes and bonds	603,867	1,089,222	821,422	2,279,739
Cash used for internal notes	(478,772)	(455,030)	(790,684)	(2,460,165)
Cash received from capital grants	391,496	-	-	40,023
	(168,307)	(664,312)	(2,332,258)	(1,829,158)
Net cash provided by (used in) capital and related financing activities				
Cash flows from investing activities:				
Investment income	-	2,017	-	57
	-	2,017	-	57
Net cash provided by investing activities				
Net increase (decrease) in cash and cash equivalents	223,418	361,663	68,543	529,341
Cash and cash equivalents at beginning of year	860,267	5,056,908	3,188,177	3,946,313
Cash and cash equivalents at end of year	\$ 1,083,685	\$ 5,418,571	\$ 3,256,720	\$ 4,475,654

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities - Internal Service Funds</u>
<u>Electric</u>	<u>Sanitation</u>	<u>Total</u>	
\$ 29,044,279	\$ 3,169,330	\$ 48,654,745	\$ 6,916,969
453,867	21,849	1,167,768	8,043
(4,625,772)	(792,038)	(9,497,601)	(1,465,349)
(23,024,406)	(1,755,293)	(32,285,017)	(2,074,609)
-	-	-	(4,124,690)
<u>(1,420,268)</u>	<u>(28,767)</u>	<u>(1,828,191)</u>	<u>(15,363)</u>
427,700	615,081	6,211,704	(754,999)
37,648	5,905	70,037	5,784
-	-	979,519	188,308
<u>37,648</u>	<u>5,905</u>	<u>1,049,556</u>	<u>194,092</u>
30,209	-	59,984	-
(1,286,846)	(232,199)	(5,967,043)	(154,731)
-	-	1,020,112	-
-	-	(2,170,558)	(24,229)
(41,289)	-	(507,773)	(771)
1,503,035	293,135	6,590,420	207,271
(2,733,535)	(326,016)	(7,244,202)	(140,223)
-	-	431,519	-
<u>(2,528,426)</u>	<u>(265,080)</u>	<u>(7,787,541)</u>	<u>(112,683)</u>
-	1,288	3,362	-
-	1,288	3,362	-
(2,063,078)	357,194	(522,919)	(673,590)
15,791,447	3,057,988	31,901,100	2,142,491
<u>\$ 13,728,369</u>	<u>\$ 3,415,182</u>	<u>\$ 31,378,181</u>	<u>\$ 1,468,901</u>

(Continued)

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

Business-type Activities - Enterprise Funds

	<u>Storm Water</u>	<u>Telecom</u>	<u>Sewer</u>	<u>Water</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (11,363)	\$ 740,382	\$ 1,066,793	\$ 65,740
Adjustments:				
Depreciation	413,428	203,774	1,133,411	997,325
Changes in assets, deferred inflows, liabilities and deferred outflows:				
Accounts receivable	(2,064)	(64,105)	287,640	263,320
Lease receivable	-	40,965	-	24,550
Due from other governments	-	60,291	-	-
Materials and supplies inventory	-	67,229	(11,895)	(3,115)
Deferred outflows - pension	-	(344,851)	(339,147)	(568,452)
Deferred outflows - OPEB	-	(79,035)	(73,230)	(117,702)
Deferred outflows - asset retirement obligation	-	-	-	-
Net pension asset	-	10,876	8,206	12,860
Net OPEB asset	-	142,336	124,334	204,389
Prepayments	(5)	19,318	(642)	(2,617)
Refundable deposits	-	-	(8,883)	(5,866)
Accounts payable	(6,142)	24,772	(41,516)	(14,757)
Accrued wages and benefits	-	(826)	1,297	6,681
Due to other governments	(3,561)	(138)	2,217	1,439
Compensated absences payable	-	(122)	(22,619)	(8,851)
Unearned revenue	-	-	-	-
Net pension liability	-	828,242	818,723	1,392,212
Net OPEB liability	-	26,381	25,097	42,255
Deferred inflows - pension	-	(469,868)	(452,301)	(697,915)
Deferred inflows - OPEB	-	(146,204)	(123,976)	(196,934)
Deferred inflows - leases	-	(44,749)	-	(24,109)
Due to other funds	-	-	-	-
Claims payable	-	-	-	-
Net cash provided by (used in) operating activities	<u>\$ 390,293</u>	<u>\$ 1,014,668</u>	<u>\$ 2,393,509</u>	<u>\$ 1,370,453</u>

Non-cash transactions:

The Storm Water fund received \$244,210 in capital contributions in 2023.

The Sewer fund received \$147,865 in capital contributions in 2023.

The Water fund received \$412,427 in capital contributions in 2023.

See accompanying notes to the basic financial statements

<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
<u>Electric</u>	<u>Sanitation</u>	<u>Total</u>	<u>Activities -</u>
			<u>Internal</u>
			<u>Service Funds</u>
\$ (976,748)	\$ 306,101	\$ 1,190,905	\$ (812,346)
1,276,005	256,149	4,280,092	54,537
(47,683)	9,605	446,713	(68,745)
-	-	65,515	-
-	-	60,291	-
437,693	-	489,912	13,157
(1,528,374)	(264,960)	(3,045,784)	(439,025)
(328,197)	(52,898)	(651,062)	(87,363)
-	7,775	7,775	-
33,587	5,315	70,844	11,709
531,822	88,395	1,091,276	171,532
65,690	182	81,926	(106)
(25,400)	-	(40,149)	-
(362,215)	5,595	(394,263)	3,855
4,316	2,137	13,605	(44)
700	2,001	2,658	(7)
83,045	4,193	55,646	11,667
-	-	-	(4,089)
3,613,392	620,321	7,272,890	1,100,937
109,750	18,667	222,150	34,008
(1,931,021)	(307,805)	(3,858,910)	(621,113)
(526,654)	(85,692)	(1,079,460)	(171,932)
-	-	(68,858)	-
(2,008)	-	(2,008)	-
-	-	-	48,369
<u>\$ 427,700</u>	<u>\$ 615,081</u>	<u>\$ 6,211,704</u>	<u>\$ (754,999)</u>

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2023

	<u>Custodial</u>
Assets:	
Current assets:	
Equity in pooled cash and investments	\$ 29,260
Cash in segregated accounts	<u>116,995</u>
Total assets	<u>146,255</u>
Liabilities:	
Due to other governments	<u>125,665</u>
Total liabilities	<u>125,665</u>
Net Position:	
Restricted for individuals, organizations, and other governments	<u><u>\$ 20,590</u></u>

See accompanying notes to the basic financial statements

**CITY OF WADSWORTH
MEDINA COUNTY, OHIO**

STATEMENT OF CHANGES IN
FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Custodial
Additions:	
Fines and forfeitures for other governments	\$ 867,542
Police property collected	3,577
Total additions	871,119
Deductions:	
Distributions to other governments	867,542
Police property disbursed	304
Total deductions	867,846
Change in net position	3,273
Net position at beginning of year	17,317
Net position at end of year	\$ 20,590

See accompanying notes to the basic financial statements

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 1 - DESCRIPTION OF THE CITY

The City of Wadsworth, Ohio, (the “City”) was incorporated in 1866 under the laws of the State of Ohio. The City operates under the Mayor-Council form of government.

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 Wadsworth this includes police and fire-fighting forces, emergency medical services, sewage and water treatment plants, an electric utility, a cable utility, an internet utility, a street maintenance department, a parks and recreation system, a community access television program, a trash collection service, an airport, planning and zoning, and a staff to provide the necessary support for these services. The City also includes a municipal court with a jurisdiction extending beyond the boundaries of the City. These service departments and the Wadsworth Municipal Court are included as part of the primary reporting entity.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization’s Governing Board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization’s resources; the City is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the financial statements incomplete or misleading. The City has no component units.

The City is associated with the Ohio Municipal Electric Generation Agency Joint Venture 2, 5 and 6 and the Woodlawn Union Cemetery, all of which are joint ventures. The City is also associated with the Municipal Energy Services Agency, which is defined as a jointly governed organization. These organizations are presented in Notes 17 and 18.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting-body for establishing governmental accounting and financial principles. The most 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 activity of the internal service fund is eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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 and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function 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. The internal service funds are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by type.

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. The following categories and fund types are used by the City:

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 and liabilities and deferred inflows is reported as fund balance.

The following is the City's major governmental funds:

General Fund - The general fund accounts 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.

General Obligation Bond Retirement Fund - The general obligation bond retirement fund accounts for various revenues collected for the payment of general obligation debt.

Fire Levy Fund - The fire levy capital projects fund accounts for fire levy dollars for the purpose of providing and maintaining fire apparatus, appliances, buildings, or sites.

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

Proprietary Funds - Proprietary fund reporting focuses on 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:

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Storm Water Fund - The Storm Water Fund accounts for the regulation of the discharge, distribution and treatment of storm water within the City.

Telecom Fund - The Telecom Fund accounts for the provision of cable television, high-speed internet service and VOIP service to the residents and commercial users located within the City.

Sewer Fund - The Sewer Fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City and surrounding townships.

Water Fund - The Water Fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City.

Electric Fund - The Electric Fund accounts for the cost of operating the municipally-owned electric utility and the related revenue from charges for services.

Sanitation Fund - The Sanitation Fund accounts for the provision of trash collection and disposal services for residents and commercial users located within the City and surrounding areas.

Internal Service Funds - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service funds report on an equipment maintenance garage for city owned vehicles and equipment, an information technology support services department for city owned computers and networks, a self-insurance program for employee medical benefits, an insurance retention for employee liability, and a self-insurance workers' compensation.

Fiduciary Funds - Fiduciary fund reporting focuses on net position and changes in net position. The Fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are distinguished from agency 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 does not have trust funds. The City's custodial funds account for municipal court collections that are distributed to various local governments excluding the City's portion, maintaining the law library, and police property.

C. Fund Accounting

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows and all liabilities and deferred inflows associated with the operation of the City are included on the Statement of Net Position.

Fund Financial Statements - All governmental fund types are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows and current liabilities and deferred inflows are generally 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 reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Like the government-wide statements, all proprietary funds and fiduciary are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows and all liabilities and deferred inflows associated with the operation of these funds are included on the Statement of Fund Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The Statement of Cash Flows provides information about how the 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. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows and outflows 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 fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal 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 7). 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 a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income tax, intergovernmental, fines and forfeitures, interest, grants, fees and rentals.

Deferred Outflows of Resources and Deferred Inflows of Resources - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, See Notes 11 and 12 for deferred outflows of resources related the City's net pension asset/liability and net OPEB liability, respectively. In addition, deferred outflows of resources include a deferred charge on debt refunding and asset retirement obligations. 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 the asset retirement obligation is originally measured at the amount of the corresponding liability. This amount is expensed in a systematic and rational manner over the tangible asset's useful life.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements 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, unavailable revenue and leases. 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 2024 operations. These amounts have been recorded as a deferred inflow of resources 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, but is not limited to, income taxes, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

The deferred inflow for leases is related to the lease receivable and is being amortized to lease revenue in a systematic and rational manner over the term of the lease. See Notes 11 and 12 for deferred inflows of resources related to the City's net pension asset/liability and net OPEB asset/liability, respectively. This deferred inflow of resources is only reported on the government-wide statement of net position.

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

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

E. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources, and the Annual Appropriation Ordinance, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Annual Appropriation Ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. Except for custodial funds, all funds are legally required to be budgeted and appropriated. The legal level of budgetary control is at the fund, department and object level (personal and other). Any budgetary modifications at this level may only be made by an ordinance of the City Council.

Tax Budget - In July, the City Administration presents the annual Tax Budget for the following year to City Council for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

Estimated Resources - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the Annual Appropriation Ordinance. On or about January 1, the Certificate of Estimated Resources is amended to include unencumbered fund balances at December 31 of the preceding year. The Certificate may be further amended during the year if the Auditor determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statements reflect the amount in the final amended official Certificate of Estimated Resources issued during the year.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Appropriations - For management, a temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. The Annual Appropriation Ordinance must be passed by April 1 of each year for the period January 1 to December 31. Appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriations at any level of control. Any revisions that alter the appropriations of a fund must first be approved by City Council. Council may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent Certificate of Estimated Resources.

Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions. Appropriation amounts are as originally adopted, or as amended by City Council throughout the year by supplemental appropriations which either reallocate or increase the original appropriation amounts. During the year, supplemental appropriation measures were legally enacted. The budgetary figures which appear in the statement of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

Encumbrances - As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations at the legal level of budgetary control. On the GAAP basis, encumbered amounts will be included in the restricted, committed, and assigned fund balance classifications.

Lapsing of Appropriations - At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding year; however, carried over balance can only be used for the obligation it was encumbered for. If that obligation goes away, Council would have to re-appropriate those funds to be spent.

F. Equity in Pooled Cash and Investments

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

During 2023, the City invested in State Treasury Asset Reserve of Ohio (Star Ohio), US Bank Commercial Money Market, securities issued by the Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, Federal Farm Credit Bank, Federal Home Loan Bank, US Treasury Notes, and negotiable certificates of deposits.

For purposes of the Statement of Cash Flows and for presentation on the Statement of Net Position/Balance Sheet, investments with original maturities of three months or less at the time they are purchased by the City and investments of the cash management pool are considered to be cash equivalents. Investments with a maturity of more than three months are reported as investments. Nonparticipating investment contracts such as overnight repurchase agreements and nonnegotiable certificates of deposit are reported at cost. Investments other than nonparticipating investment contracts, are reported at fair value which is based on quoted market prices.

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

For 2023, there were no limitations 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 \$100 million. STAR Ohio reserves the right to limit the transaction to \$250 million, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Following Ohio statutes, the City has, by ordinance, specified the funds to receive an allocation of interest earnings. Interest revenue of \$3,509,469 was credited to the general fund during 2023, which includes \$648,053 assigned from other City funds.

The City utilizes a fiscal agent to hold matured bonds and coupons. The balance in this account is presented on the balance sheet as "Cash with Fiscal and Escrow Agents". Bank accounts held outside the general cash pool are presented on the balance sheet as "Cash in Segregated Account". "Restricted Cash" is cash held in an account required by the Environmental Protection Agency (EPA) for future postclosure costs.

G. Interfund Balances

On fund financial statements, interfund loans are classified as "Interfund Receivable/Payable" on the balance sheet, and are either restricted or committed fund balance. These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

H. Inventory

On government-wide and fund financial statements, inventories are presented at cost on a first-in, first-out basis and are expensed when used. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types and proprietary funds when used.

I. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 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 it was consumed.

J. Capital Assets

General capital assets are those capital assets which are associated with and generally arise from governmental activities. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide Statement of Net Position, but are not reported in the 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 (except for intangible right-to-use lease and software assets, the measurement of which is discussed in Note 2 M) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. The City maintains a capitalization threshold of \$25,000 for infrastructure, \$10,000 for land improvements and building improvements, \$5,000 for equipment, vehicles, and intangible assets and capitalizes all land and buildings. The City's infrastructure consists of bridges, culverts, curbs, sidewalks, storm sewers, streets, cable, irrigation systems and water and sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add capacity or materially extend an asset's life are expensed.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

<u>Description</u>	Governmental activities <u>estimated lives</u>	Business-type activities <u>estimated lives</u>
Land improvements	20 to 75 years	20 to 75 years
Buildings	25 to 100 years	25 to 100 years
Equipment	3 to 50 years	3 to 50 years
Right-to-use leased equipment	5 years	
Right-to-use software	5 years	5 years
Vehicles	8 to 30 years	8 to 30 years
Infrastructure	3 to 110 years	3 to 110 years
Intangibles	50 years	50 years

The City is reporting intangible right-to-use leased equipment and right-to-use software (Subscription Based Information Technology Arrangements). The right-to-use leased equipment and software assets are being amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

K. Compensated Absences

The City reports compensated absences in accordance with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences.” Vacation benefits and compensatory time are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributed to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all eligible employees with more than one year of service and all compensatory time.

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

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

L. Accrued 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.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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, and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, leases, SBITAs and police past service costs are recognized as a liability on the 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. Leases/Subscription based information technology arrangements (SBITAs)

Lessee: The City is a lessee for several noncancelable leases of equipment and software. The City recognizes a lease/SBITA liability and an intangible right-to-use lease/software asset (lease/software asset) in the government-wide financial statements.

At the commencement of a lease/SBITA, the City initially measures the lease/SBITA liability at the present value of payments expected to be made during the lease/SBITA term. Subsequently, the lease/SBITA liability is reduced by the principal portion of lease/SBITA payments made. The lease/SBITA asset is initially measured as the initial amount of the lease/SBITA liability, adjusted for lease/SBITA payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease/SBITA asset is amortized on a straight-line basis over its useful life.

Key estimates and judgments related to leases/SBITAs include how the City determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease/SBITA term, and (3) lease/SBITA payments.

- The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for leases/SBITAs.
- The lease/SBITA term includes the noncancelable period of the lease/SBITA. Lease/SBITA payments included in the measurement of the lease/SBITA liability are composed of fixed payments and purchase option price that the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a remeasurement of its lease/SBITA and will remeasure the lease/SBITA asset and liability if certain changes occur that are expected to significantly affect the amount of the lease/SBITA liability. Lease/SBITA assets are reported with other capital assets and lease/SBITA liabilities are reported with long-term debt on the statement of net position.

Lessor: The City is a lessor for several noncancelable leases for a building, a water tower, land and fiber/internet services. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide statement of net position, governmental fund financial statements and the proprietary statement of net position.

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

Key estimates and judgments include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The City monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

N. 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 in spendable form or legally 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.

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

Committed - The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of City Council (the highest level of decision making authority). Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) 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 nor 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 represent intended uses established by policies of City Council. In addition, the City Auditor is authorized to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

Unassigned - Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is only used to report a deficit fund 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 restricted and unrestricted (committed, assigned, and unassigned) fund balance is available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

O. Net Position

Net position represents assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources. Net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation/amortization, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included. Net position is reported as restricted when there are limitations imposed on its use either through the enabling legislation adopted by the City or through external restrictions imposed by the creditors, grantors or laws or regulations of other governments.

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

P. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues include charges for services for storm water, telecom, sewer, water, electric, and sanitation services. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. Revenues and expenses not meeting those definitions are reported as nonoperating.

Q. Contributions of Capital

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

R. 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 non-operating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. 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. The City had neither type of transaction during the year.

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.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

U. Bond Premium and Discount/Accounting Gain or Loss

Bond premiums and discounts are deferred and amortized over the term of the bonds using the straight line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds. Bond discounts are presented as a reduction to the face amount of the bonds.

For advance refundings resulting in the defeasance of debt reported in the government-wide financial statements and in the proprietary funds, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred inflow or deferred outflow of resources.

On the governmental fund financial statements, bond premiums and discounts are recognized in the current period. The reconciliation between the bonds face value and the amount reported on the statement of net position is presented in Note 14.

V. Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB asset/liability, deferred outflows of resources and deferred inflows of resources related pension/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.

The current accounting standard requires Cities to report their proportionate share of the net pension/OPEB liability using the earning approach to pension and OPEB accounting instead of the funding approach as previously used. The funding approach limited pension and postemployment costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension/OPEB liability. Under the new standards, the net pension/OPEB liability equals the City's proportionate share of each plan's collective present value of estimated future pension/OPEB benefits attributable to active and inactive employees' past service minus plan assets available to pay these benefits.

Pension and OPEB obligations, whether funded or unfunded, are part of the employment exchange. The employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. The unfunded portion of this benefit of exchange is a liability of the City. However, the City is not responsible for key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension/OPEB benefits with the employer. Benefit provisions and both employer and employee contribution rates are determined by State statute. The employee and employer enter the employment exchange with the knowledge that the exchange is limited by law. The pension system is responsible for the administration of the pension and OPEB plans.

There is no repayment schedule for the net pension/OPEB liability. The City has no control over the changes in the benefits, contributions rates, and return on investments affecting the balance of the liabilities. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not identify the responsible party for the unfunded portion. Due to the unique nature of how the pension/OPEB liability is satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

W. Fair Value Measurements

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.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 3 - ACCOUNTABILITY

A. Change in Accounting Principles

For 2023, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 96, Subscription based Information Technology Arrangements.

GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset, an intangible asset and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. These changes were incorporated in the City's 2023 financial statements. The City recognized \$171,520 and \$27,911 in governmental activities and business-type activities, respectively, in SBITAs payable at January 1, 2021; however, this entire amount was offset by the intangible asset, right-to-use software.

B. Restatement of Net Position

As of December 31, 2022, capital assets were restated in the water and sewer business-type activities funds. These funds were restated due to a water tower, sanitary sewer lift stations and land not previously reported.

	Governmental Activities	Business-type Activities	Total
Net postion, December 31, 2022	\$ 77,667,830	\$ 108,558,475	\$ 186,226,305
Adjustment:			
Capital asset additions	-	1,959,666	1,959,666
Adjusted net postion, December 31, 2022	\$ 77,667,830	\$ 110,518,141	\$ 188,185,971

The restatement of the water and sewer business-type activities funds are as follows:

	Storm Water	Telcom	Sewer	Water	Electric	Sanitation	Total
Net postion, December 31, 2022	\$ 18,598,621	\$ 7,252,711	\$ 22,836,265	\$ 21,531,625	\$ 32,016,109	\$ 5,375,194	\$ 107,610,525
Adjustment:							
Capital asset additions	-	-	539,130	1,420,536	-	-	1,959,666
Adjusted net postion, December 31, 2022	\$ 18,598,621	\$ 7,252,711	\$ 23,375,395	\$ 22,952,161	\$ 32,016,109	\$ 5,375,194	\$ 109,570,191
Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds.							947,950
Net position of business-type activities							\$ 110,518,141

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 3 - ACCOUNTABILITY - (Continued)

C. Deficit Fund Balances/Net Position

Fund balances/net position at December 31, 2023 included the following individual fund deficits:

Recreation	\$	34,944
Roundabout at SR 57 & Seville Rd.		29,870
Safety Town Village		29,294
Special Assessments		35,452
Internal service fund		
Information Technology		364,267
Health Insurance Retention		146,609

The general fund is liable for any deficit in these funds and provides transfers when cash is required, not when accruals occur. The deficit fund balances resulted from adjustments for accrued liabilities.

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

The Statements of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with State statute. The major differences between the budget basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual;
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP);
3. Outstanding year-end encumbrances are treated as expenditures (budget) rather than as part of restricted, committed, or assigned fund balance (GAAP);
4. Unreported cash represents amounts received, but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement;
5. Advances-in and advances-out are operating transactions (budget) as opposed to balance sheet transactions (GAAP); and,
6. Some funds included in the general fund (GAAP basis) have separate legally adopted budgets (budget basis).

CITY OF WADSWORTH, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

The following table summarizes the adjustments necessary to reconcile the budget basis statements to the GAAP basis statements for the general fund.

Net Changes in Fund Balance

	<u>General</u>
Budgetary basis	\$ 1,426,566
Net adjustment for revenue accruals	(1,962,232)
Net adjustment for expenditure accruals	2,272,150
Funds with separate legally adopted budgets	(27,517)
Net adjustment for other sources/uses	721,650
Encumbrances	<u>136,068</u>
GAAP basis	<u>\$ 2,566,685</u>



CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 5 - 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 resources in the governmental funds. The constraints placed on fund balance for the major governmental funds and all nonmajor governmental funds are presented below:

<u>Fund balance</u>	General	General Obligation Bond Retirement	Fire Levy	Nonmajor governmental funds	Total governmental funds
Nonspendable:					
Materials and supplies inventory	\$ 174,618	\$ -	\$ -	\$ 523,122	\$ 697,740
Prepayments	103,182	-	-	47,110	150,292
Interfund loan receivable	2,946,515	-	-	-	2,946,515
Total nonspendable	3,224,315	-	-	570,232	3,794,547
Restricted:					
Capital projects	-	-	2,883,400	867,836	3,751,236
Street maintenance	-	-	-	2,598,288	2,598,288
Emergency medical services	-	-	-	3,538,227	3,538,227
Municipal court	-	-	-	752,723	752,723
Law enforcement	-	-	-	176,343	176,343
Community improvements	-	-	-	306,903	306,903
Community developments	-	-	-	97,357	97,357
Fire protection	-	-	-	5,019	5,019
Debt service	-	374,849	-	2,140	376,989
Total restricted	-	374,849	2,883,400	8,344,836	11,603,085
Committed:					
Capital projects	-	-	-	3,834,046	3,834,046
Recreation	-	-	-	237,046	237,046
Other	-	-	-	626,261	626,261
Total committed	-	-	-	4,697,353	4,697,353
Assigned:					
General government	309,971	-	-	-	309,971
Security of persons and property	32,037	-	-	-	32,037
Leisure time activities	1,050	-	-	-	1,050
Community and economic development	14,633	-	-	-	14,633
Total assigned	357,691	-	-	-	357,691
Unassigned (deficit)	14,612,061	-	-	(133,690)	14,478,371
Total fund balances	\$ 18,194,067	\$ 374,849	\$ 2,883,400	\$ 13,478,731	\$ 34,931,047

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 6 - 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 treasury. Such 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 the City 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 may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. 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;
4. Bonds and other obligations of the State of Ohio, and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in items (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool, the State Treasury Asset Reserve of Ohio (STAR Ohio); and,
8. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy days) in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 6 - DEPOSITS AND INVESTMENTS – (Continued)

Protection of the deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institutions participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

Investments in stripped principal or interest obligations reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Except as noted above, an investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Deposits with Financial Institutions

At December 31, 2023, the carrying amount of all City deposits was \$5,560,332. As of December 31, 2023, \$2,875,314 of the City's bank balance of \$6,935,840 was exposed to custodial risk as discussed below, while \$4,060,526 was covered by the FDIC.

Custodial credit risk 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 the possession of an outside party. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by (1) eligible securities pledged to the City's 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 (2) participation in the 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. For 2023, the City's financial institutions were approved for a reduced collateral rate of 50 percent through the OPCS. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

B. Investments

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 6 - DEPOSITS AND INVESTMENTS – (Continued)

<u>Measurement/investment type</u>	<u>Measurement amount</u>	<u>Investment Maturities (in years)</u>			<u>Percentage of investments</u>
		<u>< 1 year</u>	<u>< 2 years</u>	<u>< 3 years</u>	
Fair value:					
FHLMC	\$ 830,988	\$ 830,988	\$ -	\$ -	1.38%
FNMA	441,647	-	441,647	-	0.73%
FFCB	1,072,556	247,568	194,516	630,472	1.78%
FHLB	3,335,559	1,255,973	820,789	1,258,797	5.53%
US Treasury notes	7,999,863	3,203,797	3,264,433	1,531,633	13.25%
Negotiable certificates of deposit	247,723	-	-	247,723	0.41%
US government mutual funds	1,177,437	1,177,437	-	-	1.95%
Amortized cost:					
STAR Ohio	45,260,034	45,260,034	-	-	74.98%
Total	<u>\$ 60,365,807</u>	<u>\$ 51,975,797</u>	<u>\$ 4,721,385</u>	<u>\$ 3,668,625</u>	<u>100.00%</u>

The City's investments in US Government Money Market Mutual Funds are valued using quoted market prices (Level 1 inputs). As previously discussed, Star Ohio is reported at its net asset value and all other investments of the City are valued using Level 2 inputs using valuation techniques that incorporate market data for similar investments, broker quotes and inactive transaction prices.

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 investment or collateral securities that are in the possession of an outside party. The investments in Federal Home Loan Mortgage Corporation (FHLMC), Federal National Mortgage Association (FNMA), Federal Farm Credit Bank (FFCB), and Federal Home Loan Bank (FHLB) are held by the counterparty's trust department or agent and not in the City's name. The City has no investment policy dealing with investment custodial risk beyond the requirement in Ohio law that prohibits payments for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

Interest Rate Risk: The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk by requiring the consideration of market conditions and cash flow requirements in determining the term of an investment.

Credit Risk: The City's investments in FHLMC, FNMA, FFCB, FHLB, and US Treasury Notes have an Aaa credit rating from Moody's. The City's investment in negotiable certificates of deposit were not rated or the ratings were unavailable. STAR Ohio and the US Government Money Market Mutual fund carry a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City's investment policy does not specifically address credit risk beyond requiring the City to only invest in securities authorized by State statute.

Concentration of Credit Risk: is the possibility of loss attributed to the magnitude of the City's investment in a single issuer. The City's investment in US Treasury notes and FHLB were the only investments that were 5% or more for a single issuer. The City places no limit on the amount the City may invest in any one issuer. The table above is the City's allocation as of December 31, 2023.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 7 - RECEIVABLES

Receivables at December 31, 2023, consisted of taxes, accounts (billings for user charged services, rents and royalties), income taxes, interfund, special assessments, leases and intergovernmental receivables arising from grants, entitlements and shared revenues. Accounts, taxes, interfund, special assessments and intergovernmental receivables are deemed collectible in full.

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

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Taxes collected from real property taxes (other than public utility) in one calendar year are levied in the preceding calendar year on the assessed value as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revaluated every six years. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Public utility tangible personal property 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 became a lien December 31, 2022, are levied after October 1, 2023, and are collected in 2024 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Auditor collects property taxes on behalf of all taxing districts in the County, including the City of Wadsworth. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes represent real property taxes, public utility taxes, tangible personal property taxes and outstanding delinquencies which are measurable as of December 31, 2023 and for which there is an enforceable legal claim.

The full tax rate for all City operations for the year ended December 31, 2023 was \$6.90 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2022 property tax receipts were based as follows:

<u>Real property</u>	<u>Assessed value</u>
Residential/agricultural	\$ 596,522,980
Commercial/industrial/mineral	162,306,080
<u>Personal property</u>	
Public utility	<u>6,670,000</u>
Total assessed value	<u>\$ 765,499,060</u>

Income Taxes

The City levies and collects an income tax on taxable income earned within the City as well as taxable incomes earned outside the City. The taxable income rate is 1.4%. For residents working outside the City, the City allows for a credit of income taxes paid to another municipality of up to 1.0%. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Income tax collections for 2023 and prior years received 60 days after year-end have been recognized as revenue in 2023. Corporations and individual taxpayers are also billed for their estimated taxes quarterly. They must pay at least 90% by January 15th and must file an annual return by April 15th.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 7 - RECEIVABLES - (Continued)

Income tax revenues are distributed, as needed, to the various funds of the City pursuant to Council ordinance. In 2023, income tax revenues were distributed to the following funds: the general fund, the recreation, street maintenance, developers shade tree, community reinvestment, safety town village special revenue funds, the general obligation bond retirement debt service fund and the airport improvements, general capital improvements, street improvement and special assessments capital projects funds.

In 2011, the voters of the City increased the income tax rate from 1.3% to 1.4%, effective January 1, 2012. This increase is for a ten year period and to be used for street improvements. In November 2021, the voters of the City voted to renew the .1% income tax rate for an additional ten years, effective January 1, 2022.

Due from other governments

A summary of due from other governments follows:

Governmental activities:	<u>Amounts</u>
Local government and local government revenue assistance	\$ 228,857
Homestead and rollback	171,249
Gasoline and excise tax	575,012
Motor vehicle license fees	70,584
Permissive motor vehicle license tax	20,640
Grants	517,197
Other	95,063
Total	<u>\$ 1,678,602</u>

Special assessments

Special assessments include annually assessed service assessments. Service type special assessments are levied against all property owners who benefit from the provided service. Special assessments are payable by the time and in the manner stipulated in the assessing ordinance and are a lien from the date of the passage of the ordinance.

The City’s special assessments include the construction, repair or improvement of streets, sidewalks, waterlines and public parking lots which are billed by the County Auditor and collected by the County Treasurer. The County Auditor periodically remits these collections to the City. Special assessments collected in one calendar year are levied and certified in the preceding calendar year.

Special assessments expected to be collected in the in the special assessment bond retirement fund and the water fund amount to \$1,321,217 and \$40,726, respectively. At December 31, 2023, none of the special assessments were delinquent.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 7 - RECEIVABLES - (Continued)

Lease receivable

The following is a summary of the lease receivable, by fund, during 2023. Also summarized below are the deferred inflow of resources that will be recognized as revenue over the lease term, current year lease revenues and interest revenues associated with these leases.

<u>Fund</u>	<u>Lease receivable</u>	<u>Deferred inflow of resources</u>	<u>Lease revenues</u>	<u>Interest revenues</u>
Governmental activities:				
General	\$ 16,041	\$ 16,064	\$ 11,260	\$ 276
General obligation bond retirement	11,731,363	11,517,688	178,166	286,834
Total governmental activities	<u>11,747,404</u>	<u>11,533,752</u>	<u>189,426</u>	<u>287,110</u>
Business-type activities:				
Telecom	159,952	154,148	40,965	2,017
Water	-	-	24,550	57
Total business-type activities	<u>159,952</u>	<u>154,148</u>	<u>65,515</u>	<u>2,074</u>
Total	<u>\$ 11,907,356</u>	<u>\$ 11,687,900</u>	<u>\$ 254,941</u>	<u>\$ 289,184</u>

A description of the City's leasing arrangements is as follows:

<u>Fund</u>	<u>Leased asset</u>	<u>Lease commencement date</u>	<u>Term</u>	<u>Payment</u>
General	three hangar land leases	1985/1999	40 years	Quarterly
General	two land leases	2019/2020	5 years	Annually
General	land lease	2009	20 years	Annually
General obligation bond retirement	two buildings	2013	50 years	Monthly
Telecom	storage/internet	2022	5 years	Monthly
Telecom	fiber/internet	2017	10 years	Monthly
Water	water tower	1998	25 years	Monthly

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 7 - RECEIVABLES - (Continued)

A summary of future lease payments to be received is as follows:

Year	Governmental activities			Business-type activities		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 185,861	\$ 282,782	\$ 468,643	\$ 43,327	\$ 1,551	\$ 44,878
2025	190,016	278,199	468,215	45,810	1,059	46,869
2026	193,348	273,578	466,926	48,421	540	48,961
2027	198,074	268,852	466,926	22,394	72	22,466
2028	202,915	264,011	466,926	-	-	-
2029-2033	1,083,882	1,243,398	2,327,280	-	-	-
2034-2038	1,223,421	1,103,859	2,327,280	-	-	-
2039-2043	1,378,902	946,440	2,325,342	-	-	-
2044-2048	1,556,080	768,920	2,325,000	-	-	-
2049-2053	1,756,455	568,546	2,325,001	-	-	-
2054-2058	1,982,631	342,369	2,325,000	-	-	-
2059-2063	1,795,819	91,681	1,887,500	-	-	-
Total	\$ 11,747,404	\$ 6,432,635	\$ 18,180,039	\$ 159,952	\$ 3,222	\$ 163,174

The water tower lease ended during the year. The lease is currently month to month.

NOTE 8 - TAX ABATEMENTS

As of December 31, 2023, the City provides tax abatements through Community Reinvestment Area (CRA). This program relates to the abatement of property taxes.

CRA - Under the authority of Ohio Revised Code (ORC) Section 3735.67, the CRA program is an economic development tool administered by municipal and county governments that provides real property tax exemptions for property owners who renovate existing or construct new buildings. CRA's are areas of land in which property owners can receive tax incentives for investing in real property improvements. Under the CRA program, local governments petition to the Ohio Development Services Agency (ODSA) for confirmation of a geographical area in which investment is desired. Once an area is confirmed by the ODSA, local governments may offer real property tax exemptions to taxpayers that invest in that area. Property owners in the CRA can receive temporary tax abatements for renovation of existing structures and new construction in these areas. Property owners apply to the local legislative authority for approval to renovate or construct in the CRA. The local legislative authority negotiates the terms of the CRA with the business, which may include job creation and/or tax sharing with the Board of Education. The local legislative authority must pass legislation to approve the Agreement. All agreements must be finalized before the project begins and may contain provisions for the recoupment of taxes should the individual or entity fail to perform. The amount of the abatement is deducted from the business's property tax bill.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 8 - TAX ABATEMENTS - (Continued)

The City has nine agreements to abate property taxes through this program. During 2023, the City’s property tax revenues were reduced as a result of these agreements as follows:

<u>Purpose</u>	<u>Percentage of taxes abated during the fiscal year</u>	<u>Amount of taxes abated during the fiscal year</u>	<u>Term</u>
Expansion for manufacturing and warehousing	50%	\$ 8,565	9 years
Expansion for R&D and office space	70%	\$ 4,165	10 years
Expansion for warehousing, distribution, and office space	50%	\$ 6,530	10 years
Senior living facility	90%	\$ 21,435	11 years
Expansion for manufacturing	50%	\$ 3,044	12 years
Expansion for manufacturing	40%	\$ 1,439	12 years
Expansion for warehousing and office space	90%	\$ 3,641	15 years

NOTE 9 - RISK MANAGEMENT

A. Liability Insurance

The City is exposed to various risks of loss related to torts, theft, damage to or destruction of assets, errors or omissions, and natural disasters. Insurance against loss is provided as follows:

1. Blanket building and personal property insurance, with a \$2,500 deductible and a \$84,823,188 limit on buildings and property in the open and business personal property.
2. Vehicle liability insurance with physical damage and comprehensive subject to a \$1,000,000 limit per accident or loss. Comprehensive deductibles are \$2,000 for fire trucks, \$1,000 for ambulances, and \$500 for other vehicles.
3. Law enforcement liability coverage with a \$1,000,000 limit for each person/wrongful act/annual aggregate and a \$10,000 deductible for each Law Enforcement Wrongful Act.
4. Public officials’ liability coverage with a \$1,000,000 limit for each claim/each aggregate and a \$10,000 deductible per 'claim'.
5. Umbrella liability coverage of \$10,000,000 per occurrence/aggregate.

There were no reductions in insurance coverage from the previous year, nor have settlements exceeded insurance coverage in any of the prior three years.

B. Workers’ Compensation

The City became self-insured on November 1, 2010. The City has specific stop loss coverage of \$500,000 for all employees.

The City maintains an Internal Service Fund named Workers’ Compensation Retention. The fund is financed by assessing the City departments the amount necessary to cover all costs and maintain a reasonable fund balance. The City continues to build a cash reserve for future claims and other expenses related to self-insurance.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 9 - RISK MANAGEMENT - (Continued)

The City’s third party administrator (TPA) is Sedgwick Inc. The claims liability reported in the workers’ comp internal service fund at December 31, 2023 of \$51,619, is based on the requirements of GASB statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. A summary of the fund’s claims liability during the past two years is as follows:

		<u>Balance at beginning of year</u>		<u>Current year claims</u>		<u>Claims payments</u>		<u>Balance at end of year</u>
2023	\$	81,132	\$	20,202	\$	(49,715)	\$	51,619
2022		93,827		1,194		(13,889)		81,132

C. Health Insurance

The City has elected to provide employee medical, prescription, dental, and vision benefits through a self-insurance program with a Stop Loss Policy to insure against specific and aggregate losses. The City maintains a Self-Insurance Fund, to account for and finance its risk of loss. The specific stop loss amount is \$150,000 with a maximum claims aggregate of \$4,616,462. The aggregate amount is generally calculated on 120.0% of the expected claims.

The Fund is financed by assessing City departments the amount necessary to pay all costs and maintain a reasonable carryover balance. As of December 31, 2023, the Departments were assessed per each employee per month at the rate of \$1,100 per individual coverage and \$1,800 per family coverage. Following the health insurance renewal on September 1, 2023, non-bargaining employee contributions per bi-weekly pay period were \$30 for single coverage and \$60 for family coverage. Some bargaining unit employees pay a contribution rate at \$56.10 for single coverage and \$122.35 for family coverage. Other bargaining unit employees contribute \$65.45 for single coverage and \$142.74 for family coverage. Health coverage (i.e., medical and prescription) was administered by Medical Mutual. Dental coverage was provided through Delta Dental.

The plan provides comprehensive medical coverage with a \$500 deductible per individual and \$1,000 per family and subject to a 10% co-insurance payment for expenses in-network and 20% out-of- network.

The Dental Plan is subject to a \$25 deductible and no co-payment, with a maximum coverage of \$1,000 annually.

The City also provides prescription drug insurance to its employees through the self-insurance program. The plan pays the cost of prescriptions with a required co-payment of \$30 Tier 1 drugs, \$60 for Tier 2 drugs and \$120 for Tier 3 drugs at a retail pharmacy or through the mail order system.

The claims liability of \$514,972 reported in the self-insurance fund at December 31, 2023 is based on the requirements of GASB Statement No. 10 “Accounting and Financial Reporting for Risk Financing and Related Insurance Services” which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred, but not reported claims, be reported. The claims liability is based on an estimate supplied by the City’s third party administrator. This estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. A summary of the fund’s claims liability during the past two years is as follows:

		<u>Balance at beginning of year</u>		<u>Current year claims</u>		<u>Claims payments</u>		<u>Balance at end of year</u>
2023	\$	437,090	\$	4,152,857	\$	(4,074,975)	\$	514,972
2022		370,470		3,427,514		(3,360,894)		437,090

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 10 - CAPITAL ASSETS

Due to the implementation of GASB Statement No. 96 (see Note 3A), the City is reporting capital assets for the right-to-use software in the schedule below. Governmental activities capital asset activity for the year ended December 31, 2023, was as follows.

	Restated Balance 1/1/23	Additions	Reductions	Balance 12/31/23
Governmental activities:				
Capital assets, not being depreciated/amortized:				
Land	\$ 6,010,145	\$ 1,956,248	\$ -	\$ 7,966,393
Intangible asset, not depreciated	4,830,610	92,818	-	4,923,428
Construction in progress	2,152,995	7,426,669	(8,967,580)	612,084
Total capital assets, not being depreciated/amortized	<u>12,993,750</u>	<u>9,475,735</u>	<u>(8,967,580)</u>	<u>13,501,905</u>
Capital assets, being depreciated/amortized				
Intangible assets	19,420,928	-	-	19,420,928
Land improvements	5,805,828	614,704	-	6,420,532
Buildings and improvements	10,372,665	8,414,325	(12,831)	18,774,159
Equipment	3,574,337	529,447	(242,650)	3,861,134
Right-to-use leased equipment	127,282	12,332	-	139,614
Right-to-use software	171,520	-	-	171,520
Vehicles	7,383,848	2,250,016	(1,275,957)	8,357,907
Infrastructure	41,357,539	1,688,319	(490,492)	42,555,366
Total capital assets, being depreciated/amortized	<u>88,213,947</u>	<u>13,509,143</u>	<u>(2,021,930)</u>	<u>99,701,160</u>
Accumulated depreciation/amortization:				
Intangible assets	(4,359,532)	(458,219)	-	(4,817,751)
Land improvements	(1,808,345)	(158,839)	-	(1,967,184)
Buildings and improvements	(5,377,163)	(260,629)	9,611	(5,628,181)
Equipment	(2,218,310)	(173,850)	207,114	(2,185,046)
Right-to-use leased equipment	(23,615)	(28,543)	-	(52,158)
Right-to-use software	-	(25,188)	-	(25,188)
Vehicles	(4,688,604)	(397,246)	1,273,957	(3,811,893)
Infrastructure	(11,176,214)	(1,428,612)	307,195	(12,297,631)
Total accumulated depreciation/amortization	<u>(29,651,783)</u>	<u>(2,931,126)</u>	<u>1,797,877</u>	<u>(30,785,032)</u>
Total capital assets, being depreciated/amortized, net	<u>58,562,164</u>	<u>10,578,017</u>	<u>(224,053)</u>	<u>68,916,128</u>
Governmental capital assets, net	<u>\$ 71,555,914</u>	<u>\$ 20,053,752</u>	<u>\$ (9,191,633)</u>	<u>\$ 82,418,033</u>

During the year, the police department transferred a vehicle with a cost of \$14,621 and accumulated depreciation of \$14,621 to the information technology internal service fund.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 10 - CAPITAL ASSETS - (Continued)

Depreciation/amortization expense was charged to governmental activities as follows:

Governmental activities:	
General government	\$ 761,775
Security of persons and property	371,306
Transportation	1,546,540
Community and economic development	392
Leisure time services	181,955
Internal service funds	<u>54,537</u>
Total depreciation/amortization expense	<u><u>\$ 2,916,505</u></u>

Business-type activities capital asset activity for the year ended December 31, 2023, was as follows:

	Restated Balance 1/1/23	Additions	Reductions	Balance 12/31/23
Business-type activities:				
Capital assets, not being depreciated				
Land	\$ 757,040	\$ -	\$ -	\$ 757,040
Intangible asset, not depreciated	347,749	-	-	347,749
Construction in progress	693,915	4,012,065	(1,476,907)	3,229,073
Total capital assets, not being depreciated	<u>1,798,704</u>	<u>4,012,065</u>	<u>(1,476,907)</u>	<u>4,333,862</u>
Capital assets, being depreciated				
Intangible assets	745,538	-	-	745,538
Land improvements	300,198	-	-	300,198
Buildings and improvements	19,649,046	338,735	(9,082)	19,978,699
Equipment	15,800,021	794,423	(106,753)	16,487,691
Vehicles	7,728,968	296,634	(177,674)	7,847,928
Infrastructure	128,566,744	2,570,585	(221,004)	130,916,325
Right-to-use software	27,911	250,785	-	278,696
Total capital assets, being depreciated	<u>172,818,426</u>	<u>4,251,162</u>	<u>(514,513)</u>	<u>176,555,075</u>
Accumulated depreciation/amortization:				
Intangible assets	(601,010)	(74,554)	-	(675,564)
Land improvements	(57,195)	(17,947)	-	(75,142)
Buildings and improvements	(8,241,035)	(427,749)	3,981	(8,664,803)
Equipment	(8,357,959)	(693,196)	78,594	(8,972,561)
Vehicles	(4,476,799)	(499,275)	157,933	(4,818,141)
Infrastructure	(57,530,972)	(2,555,822)	143,642	(59,943,152)
Right-to-use software	-	(11,549)	-	(11,549)
Total accumulated depreciation/amortization	<u>(79,264,970)</u>	<u>(4,280,092)</u>	<u>384,150</u>	<u>(83,160,912)</u>
Total capital assets, being depreciated, net	<u>93,553,456</u>	<u>(28,930)</u>	<u>(130,363)</u>	<u>93,394,163</u>
Business-type activities capital assets, net	<u><u>\$ 95,352,160</u></u>	<u><u>\$ 3,983,135</u></u>	<u><u>\$ (1,607,270)</u></u>	<u><u>\$ 97,728,025</u></u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 10 - CAPITAL ASSETS - (Continued)

During the year, the business-type assets were restated for a water tower, three lift stations, and land where a lift station is located. The total restatement was for \$1,959,666. Infrastructure in the water fund was restated for \$1,844,852, with related accumulated depreciation expense of \$424,316. Infrastructure in the sewer fund was restated for \$768,000, with accumulated depreciation of \$241,310 and land for \$12,440. See the restatement note for more information. Depreciation expense was charged to the business-type activities as follows:

Business-type activities:	
Storm Water	\$ 413,428
Telecom	203,774
Sewer	1,133,411
Water	997,325
Electric	1,276,005
Sanitation	<u>256,149</u>
Total depreciation/amortization expense	<u><u>\$ 4,280,092</u></u>

During 2010, the City acquired an intangible asset due to the agreement with the Wadsworth City School District. Per the agreement, the City has the right to occupy and use the Community Center (“CC”), subject to the terms and conditions of the agreement. The entire asset value was capitalized as of December 31, 2011. The construction of the Community Center was substantially complete by the end of the 2012.

The remaining amortization schedule is as follows:

<u>Year Ending December 31</u>	<u>Governmental activities</u>
2024	\$ 365,800
2025	365,800
2026	365,800
2027	365,800
2028	365,800
2029-2033	1,829,000
2034-2038	1,829,000
2039-2043	1,829,000
2044-2048	1,829,000
2049-2053	1,829,000
2054-2058	1,829,000
2059-2061	<u>1,097,400</u>
Total	<u><u>\$ 13,900,400</u></u>

NOTE 11 - DEFINED BENEFIT PENSION PLANS

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

Net pension liability/asset and net OPEB liability

The net pension liability/asset and the net OPEB liability reported on the statement of net position represents a liability or asset to employees for pensions and OPEB, respectively.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

The net pension liability/asset and the net OPEB liability represent the City's proportionate share of each pension/OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension/OPEB plan's fiduciary net position. The net pension/OPEB liability 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.

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

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

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

The remainder of this note includes the pension disclosures. See Note 12 for the OPEB disclosures.

Plan Description – Ohio Public Employees Retirement System (OPERS)

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after 1/7/2013
State and Local	State and Local	State and Local
Age and service requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and service requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and service requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
Traditional plan formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Traditional plan formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Traditional plan formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
Combined plan formula: 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	Combined plan formula: 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	Combined plan formula: 1% of FAS multiplied by years of service for the first 35 years and 1.25% for service years in excess of 35

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

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount. The amount of a member's pension benefit is vested upon receipt of the initial benefit payment. The options for public safety and law enforcement permit early retirement under qualifying circumstances as early as age 48 with a reduce benefit.

When a traditional plan benefit recipient has received benefits for 12 months, current law provides for an annual cost of living adjustment (COLA). This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. Members retiring under the combined plan receive a cost-of-living adjustment on the defined benefit portion of their pension benefit. For those who retired prior to January 7, 2013, the cost of living adjustment is 3 percent. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, current law provides that the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3.00%.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Defined contribution plan benefits are established in the plan documents, which may be amended by the Board. Member-directed plan and combined plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the combined plan consists of the member's contributions plus or minus the investment gains or losses resulting from the member's investment selections. Combined plan members wishing to receive benefits must meet the requirements for both the defined benefit and defined contribution plans. Member-directed participants must have attained the age of 55, have money on deposit in the defined contribution plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the member-directed plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20 percent each year. At retirement, members may select one of several distribution options for payment of the vested balance in their individual OPERS accounts.

Options include the annuitization of the benefit (which includes joint and survivor options), partial lump-sum payments(subject to limitations), a rollover of the vested account balance to another financial institution, receipt of entire account balance, net of taxes withheld, or a combination of these options. When members choose to annuitize their defined contribution benefit, the annuitized portion of the benefit is reclassified to a defined benefit.

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

	State and Local	
	Traditional	Combined
2023 Statutory maximum contribution rates		
Employer	14.0%	14.0%
Employee*	10.0%	10.0%
 2023 Actual contribution rates		
Employer:		
Pension	14.0%	12.0%
Post-employment health care benefits**	0.00%	2.00%
 Total Employer	 14.0%	 14.0%
Total Employee	10.0%	10.0%

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

**These pension and employer health care rates are for the traditional and combined plans. The employer contribution rate for the member-directed plan is allocated 4 percent for health care with the remainder going to pension; however, effective July 1, 2022, a portion of the health care rate is funded with reserves.

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

The City's contractually required contribution for the Traditional Pension Plan, the Combined Plan and Member-Directed Plan was \$1,906,730 for 2023. Of this amount, \$37,959 is reported as due to other governments.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

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

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

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% for each of the first 20 years of service credit, 2.00% for each of the next five years of service credit and 1.50% for each year of service credit in excess of 25 years. The maximum pension of 72.00% of the allowable average annual salary is paid after 33 years of service credit (see OP&F Annual Comprehensive Financial Report referenced above for additional information, including requirements for Deferred Retirement Option Plan provisions and reduced and unreduced benefits).

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

The COLA amount for members who have 15 or more years of service credit as of July 1, 2013, and members who are receiving a pension benefit that became effective before July 1, 2013, will be equal to 3.00% of the member's base pension benefit.

The COLA amount for members who have less than 15 years of service credit as of July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will be equal to a percentage of the member's base pension benefit where the percentage is the lesser of 3.00% or the percentage increase in the consumer price index, if any, over the twelve-month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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%
Total 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 \$806,793 for 2023. Of this amount, \$17,591 is reported as due to other governments.

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

The net pension liability and net pension asset for OPERS was measured as of December 31, 2022, and the total pension liability or asset used to calculate the net pension liability or 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 or asset was based on the City’s share of contributions to the pension plan relative to the contributions of all participating entities.

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

	OPERS - Traditional	OPERS - Combined	OPERS - Member - Directed	OP&F	Total
Proportion of the net pension liability/asset prior to measurement date	0.0714510%	0.1076700%	0.0421070%	0.1280297%	
Proportion of the net pension liability/asset current measurement date	0.0711380%	0.1193280%	0.0549040%	0.1231310%	
Change in proportionate share	(0.0003130)%	0.0116580%	0.0127970%	(0.0048987)%	
 Proportionate share of the net pension liability	 \$ 21,014,197	 \$ -	 \$ -	 \$ 11,696,270	 \$ 32,710,467
Proportionate share of the net pension asset	-	(281,244)	(4,294)	-	(285,538)
Pension expense	2,743,502	36,059	(416)	1,356,787	4,135,932

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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	OPERS - Member - Directed	OP&F	Total
Deferred outflows of resources					
Differences between expected and actual experience	\$ 698,004	\$ 17,290	\$ 12,334	\$ 175,439	\$ 903,067
Net difference between projected and actual earnings on pension plan investments	5,989,706	102,498	2,014	1,702,831	7,797,049
Changes of assumptions	221,999	18,620	272	1,054,964	1,295,855
Changes in employer's proportionate percentage/difference between employer contributions	42,314	-	-	36,839	79,153
Contributions subsequent to the measurement date	1,783,917	76,529	46,284	806,793	2,713,523
Total deferred outflows of resources	<u>\$ 8,735,940</u>	<u>\$ 214,937</u>	<u>\$ 60,904</u>	<u>\$ 3,776,866</u>	<u>\$ 12,788,647</u>

	OPERS - Traditional	OPERS - Combined	OPERS - Member - Directed	OP&F	Total
Deferred inflows of resources					
Differences between expected and actual experience	\$ -	\$ 40,188	\$ -	\$ 266,475	\$ 306,663
Change of assumptions	-	-	-	228,074	228,074
Changes in employer's proportionate percentage/difference between employer contributions	252,563	-	-	450,980	703,543
Total deferred outflows of resources	<u>\$ 252,563</u>	<u>\$ 40,188</u>	<u>\$ -</u>	<u>\$ 945,529</u>	<u>\$ 1,238,280</u>

\$2,713,523 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability/asset in the year ending December 31, 2024.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

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

Year Ending December 31:	OPERS - Traditional	OPERS - Combined	OPERS - Member - Directed	OP&F	Total
2024	\$ 619,939	\$ 4,159	\$ 2,045	\$ 158,032	\$ 784,175
2025	1,382,281	18,854	2,197	501,814	1,905,146
2026	1,763,063	26,163	2,234	555,565	2,347,025
2027	2,934,178	44,127	2,531	880,662	3,861,498
2028	-	(112)	1,455	(71,529)	(70,186)
Thereafter	-	5,028	4,158	-	9,186
Total	<u>\$ 6,699,461</u>	<u>\$ 98,219</u>	<u>\$ 14,620</u>	<u>\$ 2,024,544</u>	<u>\$ 8,836,844</u>

Actuarial Assumptions - OPERS

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

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

Wage inflation	
Current measurement date	2.75%
Prior measurement date	2.75%
Future salary increases, including inflation	
Current measurement date	2.75% to 10.75% including wage inflation
Prior measurement date	2.75% to 10.75% including wage inflation
COLA or ad hoc COLA	
Current measurement date	Pre 1/7/2013 retirees: 3.00%, simple Post 1/7/2013 retirees: 3.00%, simple through 2022, then 2.05% simple
Prior measurement date	Pre 1/7/2013 retirees: 3.00%, simple Post 1/7/2013 retirees: 3.00%, simple through 2022, then 2.05% simple
Investment rate of return	
Current measurement date	6.90%
Prior measurement date	6.90%
Actuarial cost method	Individual entry age

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (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 Defined Benefit portfolio contains the investment assets for the Traditional Pension Plan, the defined benefit component of the Combined Plan and the annuitized accounts of the Member-Directed Plan. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was 12.1% 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 arithmetic real rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2022, these best estimates are summarized in the following table:

Asset class	Target allocation	Weighted average long-term expected real rate of return (arithmetic)
Fixed income	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
	100.00 %	

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Discount Rate - The discount rate used to measure the total pension liability/asset was 6.90%, post-experience study results, for the Traditional Pension Plan, the Combined Plan and Member-Directed Plan. The discount rate used to measure total pension liability prior to December 31, 2022 was 6.90%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments for the Traditional Pension Plan, Combined Plan and Member-Directed Plan was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability/Asset to Changes in the Discount Rate - The following table presents the City's proportionate share of the net pension liability/asset calculated using the current period discount rate assumption of 6.90%, as well as what the City's proportionate share of the net pension liability/asset would be if it were calculated using a discount rate that is one-percentage-point lower (5.90%) or one-percentage-point higher (7.90%) than the current rate:

	1% decrease	Current discount rate	1% increase
City's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 31,478,565	\$ 21,014,197	\$ 12,309,720
Combined Plan	(146,773)	(281,244)	(387,816)
Member-Directed Plan	(2,745)	(4,294)	(5,490)

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2022, is based on the results of an actuarial valuation date of January 1, 2022, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Experience study assumptions were performed by OP&F's prior actuary and completed as of December 31, 2016. Changes in demographic and economic actuarial assumptions were made. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth. The changes in assumptions are being amortized over the estimated remaining useful lives of the participants which was 5.81 years at December 31, 2022.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of December 31, 2022 are presented below.

Valuation date	1/1/22 with actuarial liabilities rolled forward to 12/31/22
Actuarial cost method	Entry age normal (level percent of payroll)
Investment rate or return	
Current measurement date	7.50%
Prior measurement date	7.50%
Projected salary increases	3.75% - 10.50%
Payroll increases	3.25% per annum, compounded annually, consisting of inflation rate of 2.75%, plus productivity increase rate of 0.50%
Cost of living adjustments	2.20% per year simple

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Health Mortality - 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.

Disabled Mortality - 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.

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

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

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

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

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2022 are summarized below:

Asset class	Target allocation	Long term expected real rate of return **
Domestic equity	18.60 %	4.80 %
Non-U.S. equity	12.40	5.50
Private markets	10.00	7.90
Core fixed income *	25.00	2.50
High yield fixed income	7.00	4.40
Private credit	5.00	5.90
U.S. inflation linked bonds*	15.00	2.00
Midstream energy infrastructure	5.00	5.90
Real assets	8.00	5.90
Gold	5.00	3.60
Private real estate	12.00	5.30
Commodities	2.00	3.60
Total	125.00 %	

Note: assumptions are geometric.

* levered 2x

** numbers include inflation

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

OP&F’s Board of Trustees has incorporated the risk parity concept into OP&F’s asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return and creating a more risk-balanced portfolio based on the 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%. A discount rate of 7.50% was used in the previous measurement date. 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%. Based on those assumptions, the plan’s fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate - Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50%, 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%), or one percentage point higher (8.50%) than the current rate.

	1% decrease	Current discount rate	1% increase
City's proportionate share of the net pension liability	\$ 15,429,637	\$ 11,696,270	\$ 8,592,722

NOTE 12 - DEFINED BENEFIT OPEB PLANS

Net OPEB liability

See Note 11 for a description of the net OPEB liability.

Plan Description – Ohio Public Employees Retirement System (OPERS)

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

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

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

CITY OF WADSWORTH, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

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

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

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

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

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

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

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

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

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

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

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

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

OPERS reimburses retirees who are not eligible for premium-free Medicare Part A (hospitalization) for their Part A premiums as well as any applicable surcharges (late-enrollment fees). Retirees within this group must enroll in Medicare Part A and select medical coverage, and may select prescription coverage, through the OPERS Connector. OPERS also will reimburse 50.00% of the Medicare Part A premium and any applicable surcharges for eligible spouses. Proof of enrollment in Medicare Part A and confirmation that the retiree is not receiving reimbursement or payment from another source must be submitted. The premium reimbursement is added to the monthly pension benefit.

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

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

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

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2023, state and local employers contributed at a rate of 14.00% of earnable salary and public safety and law enforcement employers contributed at 18.10%. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. For 2023, OPERS did not allocate any employer contribution to health care for members in the Traditional Pension Plan and beginning July 1, 2022, there was a 2.00% allocation to health care for the Combined Plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the member-directed plan for 2023 was 4.00%; however, effective July 1, 2022, a portion of the health care rate was funded with reserves.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$31,269 for 2023. Of this amount, \$622 is reported as due to other governments.

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

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

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

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

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.50% and 24.00% of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50% of covered payroll for police employer units and 24.00% of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2023, the portion of employer contributions allocated to health care was 0.50% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees’ primary responsibility to ensure that pension benefits are adequately funded.

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

The City’s contractually required contribution to OP&F was \$19,763 for 2023. Of this amount, \$431 is reported due to other governments.

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

The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2022, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F’s total OPEB liability was measured as of December 31, 2022, and was determined by rolling forward the total OPEB liability as of January 1, 2022, to December 31, 2022. The City's proportion of the net OPEB liability was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities.

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

	OPERS	OP&F	Total
Proportion of the net OPEB liability prior measurement date	0.07133900%	0.12802970%	
Proportion of the net OPEB liability current measurement date	0.07182000%	0.12313120%	
Change in proportionate share	0.00048100%	-0.00489850%	
Proportionate share of the net OPEB liability	\$ 452,839	\$ 876,659	\$ 1,329,498
OPEB expense	(785,287)	39,183	(746,104)

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (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			
Changes of assumptions	\$ 442,298	\$ 436,880	\$ 879,178
Differences between expected and actual experience	-	52,313	52,313
Net difference between projected and actual earnings on OPEB plan investments	899,355	75,189	974,544
Changes in employer's proportionate percentage/difference between employer contributions	842	11,038	11,880
Contributions subsequent to the measurement date	<u>31,269</u>	<u>19,763</u>	<u>51,032</u>
Total deferred outflows of resources	<u>\$ 1,373,764</u>	<u>\$ 595,183</u>	<u>\$ 1,968,947</u>
	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 112,956	\$ 172,861	\$ 285,817
Changes of assumptions	36,393	717,034	753,427
Changes in employer's proportionate percentage/difference between employer contributions	<u>29,564</u>	<u>105,161</u>	<u>134,725</u>
Total deferred inflows of resources	<u>\$ 178,913</u>	<u>\$ 995,056</u>	<u>\$ 1,173,969</u>

\$51,032 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending December 31, 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	\$ 121,183	\$ (45,543)	\$ 75,640
2025	327,486	(34,721)	292,765
2026	280,448	(44,250)	236,198
2027	434,465	(26,694)	407,771
2028	-	(79,529)	(79,529)
Thereafter	<u>-</u>	<u>(188,899)</u>	<u>(188,899)</u>
Total	<u>\$ 1,163,582</u>	<u>\$ (419,636)</u>	<u>\$ 743,946</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

Actuarial Assumptions - OPERS

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

Projections of health care costs for financial reporting purposes are based on the substantive plan 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%
Prior measurement date	2.75%
Projected salary increases, including inflation	
Current measurement date	2.75 to 10.75%
	including wage inflation
Prior measurement date	2.75 to 10.75%
	including wage inflation
Single discount rate:	
Current measurement date	5.22%
Prior measurement date	6.00%
Investment rate of return	
Current measurement date	6.00%
Prior measurement date	6.00%
Municipal bond rate	
Current measurement date	4.05%
Prior measurement date	1.84%
Health care cost trend rate	
Current measurement date	5.50% initial, 3.50% ultimate in 2036
Prior measurement date	5.50% initial, 3.50% ultimate in 2034
Actuarial cost method	Individual entry age normal

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 WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

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% for 2022.

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

For each major asset class that is included in the Health Care's portfolio's target asset allocation as of December 31, 2022, these best estimates are summarized in the following table:

Asset class	Target allocation	Weighted average long-term expected real rate of return (arithmetic)
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	100.00 %	

Discount Rate - A single discount rate of 5.22% was used to measure the total OPEB liability on the measurement date of December 31, 2022; however, the single discount rate used at the beginning of the year was 6.00%. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) a 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 the actuarial assumed rate of return on the health care investment portfolio of 6.00% and a municipal bond rate of 4.05%. The projection of cash flows used to determine this single discount rate assumed that 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 the year 2054. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2054, and the municipal bond rate was applied to all health care costs after that date.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

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

	1% decrease	Current discount rate	1% increase
City's proportionate share of the net OPEB liability/(asset)	\$ 1,541,257	\$ 452,839	\$ (445,284)

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate - Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.00% lower or 1.00% higher than the current rate.

Retiree health care valuations use a health care cost trend assumption with changes over several years built into that assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2023 is 5.50%. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is the health care 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% in the most recent valuation.

	1% decrease	Current health care trend rate assumption	1% increase
City's proportionate share of the net OPEB liability	\$ 424,456	\$ 452,839	\$ 484,785

Actuarial Assumptions – OP&F

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

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

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

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

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

Valuation date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial cost method	Entry age normal (level percent of payroll)
Investment rate of return	
Current measurement date	7.50%
Prior measurement date	7.50%
Projected salary increases	3.75% to 10.50%
Payroll growth	3.25%
Single discount rate:	
Current measurement date	4.27%
Prior measurement date	2.84%
Cost of living adjustments	2.20% simple per year

Health Mortality - 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.

Disabled Mortality - 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.

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

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

The 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.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

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:

Asset class	Target Allocation	Long-term expected real rate of return**
Domestic equity	18.60 %	4.80 %
Non-U.S. equity	12.40	5.50
Private markets	10.00	7.90
Core fixed income *	25.00	2.50
High yield fixed income	7.00	4.40
Private credit	5.00	5.90
U.S. inflation linked bonds*	15.00	2.00
Midstream energy infrastructure	5.00	5.90
Real assets	8.00	5.90
Gold	5.00	3.60
Private real estate	12.00	5.30
Commodities	2.00	3.60
Total	125.00 %	

Note: assumptions are geometric.

* levered 2x

** numbers include 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 - For 2022, the total OPEB liability was calculated using the discount rate of 4.27%. For 2021, the total OPEB liability was calculated using the discount rate of 2.84%. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from members would be computed based on contribution requirements as stipulated by state statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return 7.50%. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payment of current plan members. Therefore, the long-term assumed rate of return on investments of 7.50% was applied to periods before December 31, 2035 and the Municipal Bond Index Rate of 3.65% was applied to periods on and after December 31, 2035, resulting in a discount rate of 4.27%.

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%, 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%), or one percentage point higher (5.27%) than the current rate.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 12 - DEFINED BENEFIT OPEB PLANS - (Continued)

	<u>1% decrease</u>	<u>Current discount rate</u>	<u>1% increase</u>
City's proportionate share of the net OPEB liability	\$ 1,079,523	\$ 876,659	\$ 705,389

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

NOTE 13 - COMPENSATED ABSENCES

City employees earn vacation, compensatory time and sick leave at varying rates depending on length of service and department policy. All accumulated, unused vacation time is paid upon separation if the employee has acquired at least one year of service with the City. All accumulated, unused compensatory time is paid regardless of years of service. Accumulated, unused sick leave is paid to a retiring employee up to a maximum of 160 days. As of December 31, 2023, the City's liability for compensated absences was \$2,132,208 for governmental activities and \$1,320,593 for business-type activities.

NOTE 14 - LONG-TERM OBLIGATIONS

The interest rate, maturity date, and original issuance amount for each of the City's long-term obligations are as follows:

	<u>Rate</u>	<u>Issue amount</u>	<u>Maturity</u>
Governmental activities:			
1968 Liability for police past service cost	2.36%	\$ 124,769	May 15, 2035
2016 Income tax revenue bonds	2.00 - 4.00%	17,630,000	December 1, 2038
2017 Special assessment bonds	3.50%	1,310,000	December 1, 2037
2017 General obligation bonds	3.48%	910,000	December 1, 2037
2022 General obligation bonds	3.00 - 4.00%	5,870,000	December 1, 2042
OPWC loan - SR 94 corridor safety improvements	0.00%	663,332	July 1, 2031
OPWC loan - SR 57/Seville road	0.00%	94,000	not yet finalized
Business-type activities:			
2009 General obligation bonds	4.00%	2,860,000	December 1, 2024
2010 General obligation bonds	3.41%	9,420,000	December 1, 2032
2017 Storm water bonds	3.44%	345,000	December 1, 2037
2017 Telecommunications bonds	2.93%	150,000	December 1, 2033
2017 Wastewater treatment bonds	3.49%	1,220,000	December 1, 2037
2017 Water distribution bonds	3.49%	1,080,000	December 1, 2037
2019 Various purpose refunding bonds	1.66%	7,460,000	December 1, 2032
OPWC loan - College street improvements	0.00%	84,034	July 1, 2031
OPWC loan - Valley View/Baker street waterline replacement	0.00%	92,366	January 1, 2042
OPWC loan - Rainbow/Mill culvert replacement	0.00%	105,374	January 1, 2044
OWDA loan - Wastewater treatment plant expansion	3.15%	23,037,730	January 1, 2028
OWDA loan - Water treatment plant improvements	3.01%	1,670,891	not yet finalized

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

The changes in the City's governmental activities long-term obligations during the year consist of the following:

	Restated beginning balance	Additions	Deletions	Ending balance	Amount due in one year
Governmental activities:					
2016 Income tax revenue bonds	\$ 14,480,000	\$ -	\$ (700,000)	\$ 13,780,000	\$ 740,000
Unamortized bond premium	425,095	-	(26,707)	398,388	-
2017 Special assessment bonds	1,060,000	-	(55,000)	1,005,000	60,000
Unamortized bond premium	44,534	-	(2,985)	41,549	-
2017 General obligation bonds	735,000	-	(40,000)	695,000	40,000
Unamortized bond premium	30,479	-	(2,043)	28,436	-
2022 General obligation bonds	5,870,000	-	(275,000)	5,595,000	285,000
Unamortized bond premium	246,453	-	(24,245)	222,208	-
Total long-term debt	<u>22,891,561</u>	<u>-</u>	<u>(1,125,980)</u>	<u>21,765,581</u>	<u>1,125,000</u>
Direct borrowings:					
1968 Liability for police past service cost	59,850	-	(3,734)	56,116	3,895
OPWC loan - SR 94 corridor safety improvements	442,220	-	(55,278)	386,942	55,278
OPWC loan - SR 57/Seville Road	<u>-</u>	<u>64,130</u>	<u>-</u>	<u>64,130</u>	<u>-</u>
Total direct borrowings	<u>502,070</u>	<u>64,130</u>	<u>(59,012)</u>	<u>507,188</u>	<u>59,173</u>
Other long-term obligations:					
Leases	103,919	12,331	(27,997)	88,253	28,828
SBITAs	171,520	-	(27,070)	144,450	23,834
Compensated absences	<u>2,020,527</u>	<u>1,169,971</u>	<u>(1,085,441)</u>	<u>2,105,057</u>	<u>856,009</u>
Total other long-term obligations	<u>2,295,966</u>	<u>1,182,302</u>	<u>(1,140,508)</u>	<u>2,337,760</u>	<u>908,671</u>
Net pension liability	11,179,004	11,222,497	-	22,401,501	-
Net OPEB liability	<u>1,403,316</u>	<u>230,689</u>	<u>(526,657)</u>	<u>1,107,348</u>	<u>-</u>
Total governmental activities - long-term liabilities	<u>\$ 38,271,917</u>	<u>\$ 12,699,618</u>	<u>\$ (2,852,157)</u>	<u>\$ 48,119,378</u>	<u>\$ 2,092,844</u>

On February 4, 2010, the City issued \$18,290,000 in revenue bonds for the purpose of funding a portion of the costs of designing, constructing, furnishing and equipping a new community center, with related site improvements, and acquiring land. The bonds are payable solely from the income tax revenues in the recreation fund, which payment is secured by a pledge of the income tax revenues. These bonds were refunded during 2016.

CITY OF WADSWORTH, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

On June 29, 2016, the City issued \$17,630,000 in income tax revenue bonds. The proceeds of these bonds were used to advance refund the \$16,535,000 in outstanding 2010 Community Center revenue bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded 2010 Community Center revenue bonds at December 31, 2023, is \$12,935,000.

The reacquisition price exceeded the net carrying amount of the old debt by \$101,310. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

On June 21, 2017, the City issued \$5,015,000 in general obligation bonds. These bonds were used to pay off the bond anticipation notes outstanding as of December 31, 2016. Of the \$5,015,000, \$910,000 was for State Route 94 improvements, \$1,310,000 for special assessments, \$345,000 for storm water, \$150,000 for telecommunications, \$1,220,000 for wastewater treatment, and \$1,080,000 for water distribution.

On May 19, 2022, the City issued \$5,870,000 in general obligation bonds. Of the \$5,870,000, \$1,495,000 was for the acquisition of a new fire truck and \$4,375,000 for a new fire station and furnishings. These bonds will be paid from ad valorem property taxes.

During the year, the City entered into a five year lease agreement as lessee for the acquisition and use of a printer. An initial lease liability was recorded in the amount of \$12,331. In a prior year, the City entered into lease agreement for the acquisition and use of copiers in the amount of \$98,020 and postage machines in the amount of \$29,262. The City is reporting intangible capital assets and a corresponding lease liability for the future scheduled payments under the lease.

During the year, the City entered into a three year agreement as lessee for the acquisition and use of a subscription based information technology arrangement (SBITA) software. An initial SBITA liability was recorded in the amount of \$250,786 in the electric fund. In a prior year, the City entered into SBITA agreement for right-to-use software in the general fund in the amount of \$11,357, the information technology internal service fund in the amount of \$160,163 and the telecom fund in the amount of \$27,911. The City is reporting intangible capital assets and a corresponding SBITA liability for the future scheduled payments under the SBITA agreements.

The liability for police past service costs relates to the City's liability to certain employees incurred prior to the establishment of the statewide Ohio Police and Fire Pension Fund. The City is required to make payments of approximately \$6,200 annually, which includes interest, through the year 2035. These past service costs are payable from taxes levied on all taxable property in the City.

The business-type activities general obligation bonds will be paid from the storm water, water, telecommunications, and sewer funds.



CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

	Restated beginning balance	Additions	Deletions	Ending balance	Amount due in one year
Business-type activities:					
2017 Storm Water improvements					
general obligation bonds	\$ 275,000	\$ -	\$ (15,000)	\$ 260,000	\$ 15,000
Unamortized premium on bonds	11,680	-	(783)	10,897	-
2017 Telecom					
general obligation bonds	110,000	-	(10,000)	100,000	10,000
Unamortized premium on bonds	6,920	-	(633)	6,287	-
2017 Sewer system improvements					
general obligation bonds	985,000	-	(50,000)	935,000	55,000
Unamortized premium on bonds	41,100	-	(2,755)	38,345	-
2017 Water system improvements					
general obligation bonds	875,000	-	(45,000)	830,000	50,000
Unamortized premium on bonds	36,102	-	(2,420)	33,682	-
2019 Storm Water refunding					
general obligation bonds	164,250	-	(77,041)	87,209	87,209
2019 Water refunding					
general obligation bonds	240,750	-	(117,959)	122,791	122,791
2019 Water system improvements refunding					
general obligation bonds	5,240,000	-	(490,000)	4,750,000	495,000
Total general obligation bonds	<u>7,985,802</u>	<u>-</u>	<u>(811,591)</u>	<u>7,174,211</u>	<u>835,000</u>
Direct borrowings:					
OWDA loan - Wastewater treatment plant	7,170,943	-	(1,345,968)	5,824,975	1,388,700
OWDA loan - Water treatment plant	-	914,964	-	914,964	-
OPWC loan - College street improvements	44,819	-	(5,602)	39,217	5,602
OPWC loan - Valley View/Baker waterline	87,748	-	(4,618)	83,130	4,618
OPWC loan - Rainbow/Mill culvert	-	105,374	-	105,374	5,268
Total direct borrowings	<u>7,303,510</u>	<u>1,020,338</u>	<u>(1,356,188)</u>	<u>6,967,660</u>	<u>1,404,188</u>
Other obligations:					
Compensated absences	1,262,047	654,807	(596,261)	1,320,593	557,303
SBITAs	27,911	250,786	(95,281)	183,416	93,761
AMP stranded costs	1,435	-	(1,435)	-	-
Asset retirement obligation	27,673	2,571	-	30,244	-
Total other obligations	<u>1,319,066</u>	<u>908,164</u>	<u>(692,977)</u>	<u>1,534,253</u>	<u>651,064</u>
Net pension liability	3,036,076	7,272,890	-	10,308,966	-
Net OPEB liability	-	222,150	-	222,150	-
Total business-type activities - long term liabilities	<u>\$ 19,644,454</u>	<u>\$ 9,423,542</u>	<u>\$ (2,860,756)</u>	<u>\$ 26,207,240</u>	<u>\$ 2,890,252</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

On January 27, 2005, the City obtained an OWDA loan for improvements to the sewer treatment plant. This is a direct borrowing. In the event of default, the OWDA may declare the full amount of the then unpaid original loan amount to be immediately due and payable and/or require the City to pay any fines, penalties, interest and/or late charges associated with the default. The City has pledged future revenues net of expenditures to repay the OWDA loans. The loans are payable solely from revenues generated by the ownership and operation of the sewer utility system. Revenues include all revenues received by the sewer utility less all operating expenses other than depreciation expense. All debt is payable solely from net revenues and is payable through 2027. Annual principal and interest payments on the OWDA loans are expected to require 85.09% of net revenues and 37.87% of total revenues. The total principal and interest remaining to be paid on the debt is \$6,245,344. Principal and interest paid for the current year were \$1,345,968 and \$215,368, respectively. Total net customer revenues were \$2,200,204 and total operating revenues were \$4,557,899.

During 2023, the City obtained an OWDA loan for Water Treatment Plant Improvements. Proceeds received during the year were \$914,964. This loan is not yet finalized.

On September 30, 2009, the City issued \$3.875 million in general obligation bonds for capital improvements. General obligation bonds are direct obligations of the City for which its full faith, credit and resources are pledged. The 2009 bonds were used to retire \$3.188 million in interfund loans, and to fund new street improvements and storm water drainage and management facilities. These bonds were to be paid by storm water revenues, water revenues, electric revenues, hotel/motel tax, income tax, and ad valorem property taxes.

On October 14, 2010, the City issued \$9,420,000 in general obligation bonds for the purpose of constructing and installing various waterworks system improvements in the City, including, but not limited to a water tower, approximately six miles of water line and an automated meter reading system. The bonds are payable from a limited ad valorem tax on all real and personal property in the City subject to taxation by the City or the revenues generated by the ownership and operation of the water utility system. Revenues include all revenues received by the water utility less all operating expenses other than depreciation expense.

On September 25, 2019, the City issued \$7,460,000 in various purpose bonds (Series 2019 various purpose refunding bonds). This issuance was used to advance refund a portion of the Series 2009 various purpose bonds and series 2010 various purpose bonds. This refunded debt is considered defeased (in-substance) and accordingly, has been removed from the statement of net position. The balance of the refunded Series 2009 various purpose bonds and 2010 various purpose bonds at December 31, 2022, is \$600,000 and \$5,840,000, respectively.

The reacquisition price exceeded the net carrying amount of the old debt by \$371,672. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued. This advance refunding was undertaken to reduce the combined total debt service payments over the next 13 years by \$667,014 and resulted in an economic gain of \$607,636.

During 2015, the City obtained an OPWC loan, a direct borrowing, in the amount of \$84,034 for storm water improvements. The loan has a zero percent interest rate, with semiannual payments and a final maturity of July 2031. During 2017, the City obtained an OPWC loan in the amount of \$663,332 for widening of High street. The loan has a zero percent interest rate, with semiannual payments and a final maturity of July 2031. In 2020, the City obtained an OPWC loan, a direct borrowing, in the amount of \$92,366 for the Valley View/Baker street waterline replacement. The loan has a zero percent interest rate, with semiannual payments and a final maturity of January 2042. In 2023, the City obtained an OPWC loan, a direct borrowing, in the amount of \$105,374 for the Rainbow/Mill street culvert replacement. The loan has a zero percent interest rate with semiannual payments and final maturity of January 1, 2044. The City also received OPWC proceeds in the amount of \$64,130 for the State Route 57/Seville road roundabout project. This loan is not yet finalized.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

In the event of default, the OPWC may (1) charge an 8% default interest rate from the date of the default to the date of the payment and charge the City for all costs incurred by the OPWC in curing the default, (2) in accordance with Ohio Revised Code 164.05, direct the county treasurer of the county in which the City is located to pay the amount of the default from funds that would otherwise be appropriated to the City from such county's undivided local government fund pursuant to ORC 5747.51-5747.53 or (3) at its discretion, declare the entire principal amount of loan then remaining unpaid, together with all accrued interest and other charges become immediately due and payable.

The City is reporting an asset retirement obligation (ARO) in the amount of \$30,244. The ARO is a legally enforceable liability associated with the retirement of the solid waste transfer station. A review is completed each year with the Ohio EPA in accordance with Ohio Revised Code Chapter 3734. The City is responsible to address any public safety issues associated with the closing of the solid waste transfer station. The public safety issues include cleaning and removing equipment and hazardous waste cleanup. The remaining useful life of the solid waste transfer station is three years. The restricted cash in the amount of \$30,244 is being held in a trust for the ARO. The ARO will be paid from the sanitation fund.

Compensated absences will be paid from general operating revenues of the fund from which the employees' salaries are paid. The most significant of these funds are the general fund, street maintenance and emergency medical services special revenue funds, telecom, sewer, water, electric, and sanitation enterprise funds.

See Notes 11 and 12 for detail on the net pension liability and net OPEB liability, respectively. The City pays obligations related to employee compensation from the fund benefiting from their service. In the past this has been the general fund, street maintenance, emergency medical services, economic development special revenue funds, and telecom, sewer, water, electric and sanitation enterprise funds.

Principal and interest requirements to retire the City's long-term obligations outstanding at December 30, 2023 are as follows:

December 31 year ending	Governmental activities			
	Police past <u>service costs</u>		Income tax <u>revenue bonds</u>	
	Principal	Interest	Principal	Interest
2024	\$ 3,895	\$ 2,343	\$ 740,000	\$ 408,756
2025	4,062	2,176	770,000	379,156
2026	4,236	2,002	800,000	348,356
2027	4,418	1,820	830,000	316,356
2028	4,608	1,630	835,000	299,756
2029-2033	26,184	5,006	4,550,000	1,181,418
2034-2038	<u>8,713</u>	<u>367</u>	<u>5,255,000</u>	<u>482,400</u>
Total	<u>\$ 56,116</u>	<u>\$ 15,344</u>	<u>\$ 13,780,000</u>	<u>\$ 3,416,198</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

Governmental activities					
December 31 year ending	General obligation bonds		Special assessment bonds		OPWC
	Principal	Interest	Principal	Interest	Principal
2024	\$ 325,000	\$ 223,315	\$ 60,000	\$ 29,540	\$ 55,278
2025	340,000	210,315	60,000	27,140	55,278
2026	355,000	196,715	65,000	24,740	55,278
2027	365,000	182,515	65,000	22,140	55,278
2028	380,000	168,500	65,000	20,385	55,278
2029-2033	1,955,000	614,425	360,000	74,115	110,552
2034-2038	1,445,000	333,653	330,000	22,545	-
2039-2042	1,125,000	99,925	-	-	-
Total	<u>\$ 6,290,000</u>	<u>\$ 2,029,363</u>	<u>\$ 1,005,000</u>	<u>\$ 220,605</u>	<u>\$ 386,942</u>

Business-type activities					
December 31 Year Ending	General obligation bonds		OWDA		OPWC
	Principal	Interest	Principal	Interest	Principal
2024	\$ 835,000	\$ 144,846	\$ 1,388,700	\$ 164,415	\$ 15,488
2025	630,000	127,943	1,432,789	122,426	15,488
2026	645,000	114,443	1,478,277	79,103	15,488
2027	660,000	100,577	1,525,209	34,407	15,489
2028	670,000	88,165	-	-	15,489
2029-2033	2,990,000	245,490	-	-	60,635
2034-2038	655,000	44,685	-	-	49,433
2039-2043	-	-	-	-	40,211
Total	<u>\$ 7,085,000</u>	<u>\$ 866,149</u>	<u>\$ 5,824,975</u>	<u>\$ 400,351</u>	<u>\$ 227,721</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

The future principal and interest lease/SBITA payments as of December 31, 2023, were as follows:

December 31 Year Ending	Governmental activities	
	Leases	
	Principal	Interest
2024	\$ 28,828	\$ 1,281
2025	29,284	825
2026	24,437	365
2027	5,264	77
2028	440	2
Total	\$ 88,253	\$ 2,550

December 31 Year Ending	Governmental activities		Business-type activities	
	SBITAs		SBITAs	
	Principal	Interest	Principal	Interest
2024	\$ 23,834	\$ 4,166	\$ 93,761	\$ 4,982
2025	24,521	3,479	89,655	2,380
2026	25,227	2,773	-	-
2027	22,954	2,046	-	-
2028	23,616	1,384	-	-
2029	24,298	702	-	-
Total	\$ 144,450	\$ 14,550	\$ 183,416	\$ 7,362

Stranded Costs Payable

The City is a member of American Municipal Power (AMP) and has participated in the AMP Generating Station (AMPGS) Project. This project was intended to develop a pulverized coal power plant in Meigs County, Ohio. The City's project share was 34,650 kilowatts (kW) of a total 771,281 kW, giving the City a 4.49 percent project share. The AMPGS Project required participants to sign "take or pay" contracts with AMP. As such, the participants are obligated to pay any costs incurred for the project. In November 2009, the participants voted to terminate the AMPGS Project due to projected escalating costs. All project costs incurred prior to the cancellation and related to the cancellation were therefore deemed impaired and participants were obligated to pay those incurred costs. As a result of a March 2014 legal ruling, the AMP Board of Trustees on April 15, 2014 and the AMPGS participants on April 16, 2014 approved the collection of the impaired costs and provided the participants with an estimate of their liability.

The City's estimated share of the impaired costs at March 31, 2014 was \$6,014,238. The City received a credit of \$1,372,291 related to their participation in the AMP Fremont Energy Center (AFEC) Project and a credit of \$1,567,041 related to the AMPGS costs deemed to have future benefit for the project participants, classified as Plant Held for Future Use (PHFU). The City also made payments totaling \$425,037 leaving an estimated net impaired costs balance of \$2,649,869. Because payment is now probable and reasonably estimable, the City is reporting a payable to AMP in its business-type activities and in its electric enterprise fund for these impaired costs. AMP financed these costs on its revolving line of credit. Any additional costs (including line-of-credit interest and legal fees) or amounts received related to the project will impact the City's net impaired cost balance either positively or negatively. These amounts will be recorded as they become estimable.

CITY OF WADSWORTH, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

In late 2016, AMP reached a Settlement in the Bechtel Corporation litigation. On December 8, 2016, at the AMPGS Participants meeting, options for the allocation of the Settlement funds were approved. The AMPGS Participants and the AMP Board of Trustees voted to allocate the Settlement among the participants and the AMP General Fund based on each participant's original project share in kW including the AMP General Fund's project share.

Since March 31, 2014 the City has made payments of \$2,938,100 to AMP toward its net impaired cost estimate. Also since March 31, 2014, the City's allocation of additional costs incurred by the project is \$74,714 and interest expense incurred on AMP's line-of-credit of \$213,517, resulting in a zero balance net impaired cost estimate at December 31, 2023. The City does have a potential PHFU Liability of \$1,191,701 resulting in a net total potential liability of \$1,193,136, assuming the assets making up the PHFU (principally the land comprising the Meigs County site) have no value and also assuming the City's credit balance would earn zero interest. Stranded costs as well as PHFU costs are subject to change, including future borrowing costs on the AMP line of credit. Activities include items such negative items as property taxes as well as positive items revenue from leases or sale of all or a portion of the Meigs County site property.

The City has made a payment arrangement with AMP with a variable interest rate. As of December 31, 2023, the balance of the liabilities have been repaid. Principal and interest payments were made from the electric fund.

NOTE 15 - INTERFUND TRANSACTIONS

Internal borrowings consist of internal notes and bonds issued by various funds to finance projects internally rather than through outside parties. Each internal note or bond is identified as to which fund is liable for repayment. However, the actual borrowing comes from a pool of funds rather than specific funds. The borrowings pay interest to specified funds based on the percentage of fund balances.

For reporting purposes, these interfund transactions were reflected as an interfund receivable and an interfund payable in the respective funds.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

The following is a summary of interfund notes receivable/payable, by debt issue, during 2023:

	Balance 1/1/2023	Additions	Deletions	Balance 12/31/2023
Governmental activities:				
General fund				
2022 SW Parking Lot				
Issue 11/23, maturity 11/24, rate 4.5%	\$ 300,000	\$ -	\$ (300,000)	\$ -
2022 Street Equipment				
Issue 11/23, maturity 11/24, rate 4.5%	-	282,015	-	282,015
General obligation bond retirement fund				
2022 SW Parking Lot				
Issue 11/23, maturity 11/24, rate 4.5%	-	270,000	-	270,000
High Street Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	48,650	26,900	(48,650)	26,900
Nonmajor governmental funds				
2012 Airport Land Acquisition				
Issue 11/23, maturity 11/24, rate 4.5%	45,000	36,000	(45,000)	36,000
2013 Outdoor Pool				
Issue 11/23, maturity 11/24, rate 4.5%	452,002	376,669	(452,002)	376,669
2022 Street Equipment				
Issue 11/23, maturity 11/24, rate 4.5%	313,350	-	(313,350)	-
2021 State Street Staging Culvert				
Issue 11/23, maturity 11/24, rate 4.5%	118,800	105,600	(118,800)	105,600
Total nonmajor governmental funds	929,152	518,269	(929,152)	518,269
Total governmental activities	\$ 1,277,802	\$ 1,097,184	\$ (1,277,802)	\$ 1,097,184

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

	<u>Balance</u> <u>1/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2023</u>
Business-type activities:				
Storm Water fund				
2010 Stormwater Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	\$ 25,002	\$ 16,669	\$ (25,002)	\$ 16,669
2011 Stormwater Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	63,000	56,000	(63,000)	56,000
2012 Stormwater Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	112,500	101,250	(112,500)	101,250
2013 Stormwater Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	55,000	50,000	(55,000)	50,000
2015 Stormwater Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	38,205	25,470	(38,205)	25,470
2021 Seville Road Culvert				
Issue 11/23, maturity 11/24, rate 4.5%	91,778	81,581	(91,778)	81,581
2023 Wolf Ave Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	<u>-</u>	<u>195,000</u>	<u>-</u>	<u>195,000</u>
Total storm water fund	<u>\$ 385,485</u>	<u>\$ 525,970</u>	<u>\$ (385,485)</u>	<u>\$ 525,970</u>
	<u>Balance</u> <u>1/1/23</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/23</u>
Business-type activities:				
Telecom fund				
2023 Telecom Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	\$ -	\$ 600,000	\$ -	\$ 600,000
Total telecom fund	<u>\$ -</u>	<u>\$ 600,000</u>	<u>\$ -</u>	<u>\$ 600,000</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

	<u>Balance</u> <u>1/1/2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>12/31/2023</u>
Business-type activities:				
Sewer fund				
2012 Brookwood Gravity Sewer				
Issue 11/23, maturity 11/24, rate 4.5%	\$ 285,000	\$ 256,500	\$ (285,000)	\$ 256,500
2021 WWTP Blended Sludge Tank Rehab				
Issue 11/23, maturity 11/24, rate 4.5%	108,000	96,000	(108,000)	96,000
2022 Dewatering Station				
Issue 11/23, maturity 11/24, rate 4.5%	120,000	108,000	(120,000)	108,000
2023 Backhoe				
Issue 11/23, maturity 11/24, rate 4.5%	<u>-</u>	<u>80,000</u>	<u>-</u>	<u>80,000</u>
Total sewer fund	<u>\$ 513,000</u>	<u>\$ 540,500</u>	<u>\$ (513,000)</u>	<u>\$ 540,500</u>



CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

	Balance 1/1/2023	Additions	Deletions	Balance 12/31/2023
Business-type activities:				
Water fund				
2004 Rogues Hollow Well				
Issue 11/23, maturity 11/24, rate 4.5%	\$ 450,200	\$ 393,925	\$ (450,200)	\$ 393,925
2009 Water System Improvement				
Issue 11/23, maturity 11/24, rate 4.5%	122,500	105,000	(122,500)	105,000
2011 Water Distribution Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	119,250	106,000	(119,250)	106,000
2012 Water Distribution Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	160,000	144,000	(160,000)	144,000
2012 Water Plan Generator				
Issue 11/23, maturity 11/24, rate 4.5%	187,500	168,750	(187,500)	168,750
2013 Water Tank Maintenance				
Issue 11/23, maturity 11/24, rate 4.5%	50,000	-	(50,000)	-
2013 Water Distribution Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	192,500	175,000	(192,500)	175,000
2013 Water Plant Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	55,000	50,000	(55,000)	50,000
2014 Water Distribution Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	154,500	141,625	(154,500)	141,625
2021 SR57 Waterline Project				
Issue 11/23, maturity 11/24, rate 4.5%	350,000	315,000	(350,000)	315,000
2021 Baker/Valleyview Waterline				
Issue 11/23, maturity 11/24, rate 4.5%	360,000	320,000	(360,000)	320,000
2023 Backhoe				
Issue 11/23, maturity 11/24, rate 4.5%	-	80,000	-	80,000
Total water fund	<u>\$ 2,201,450</u>	<u>\$ 1,999,300</u>	<u>\$ (2,201,450)</u>	<u>\$ 1,999,300</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

	<u>Balance</u> 1/1/2023	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> 12/31/2023
Business-type activities:				
Electric fund				
2006 Valleyview Sub Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	\$ 66,875	\$ 53,500	\$ (66,875)	\$ 53,500
2007 Subs/Dist/Meters				
Issue 11/23, maturity 11/24, rate 4.5%	192,872	-	(192,872)	-
2008 Electric Capital Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	235,500	-	(235,500)	-
2009 Electric Capital Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	206,500	-	(206,500)	-
2010 Electric Capital Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	278,004	-	(278,004)	-
2011 Electric Capital Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	546,750	486,000	(546,750)	486,000
2012 Electric Capital Improvements				
Issue 11/23, maturity 11/24, rate 4.5%	<u>125,000</u>	<u>-</u>	<u>(125,000)</u>	<u>-</u>
Total electric fund	<u>\$ 1,651,501</u>	<u>\$ 539,500</u>	<u>\$ (1,651,501)</u>	<u>\$ 539,500</u>
	<u>Balance</u> 1/1/23	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> 12/31/23
Governmental activities:				
Nonmajor governmental funds				
2021 Sidewalk Assessment				
Issue 11/22, maturity 11/27, rate 3.5%	\$ 13,020	\$ -	\$ (2,427)	\$ 10,593
2022 Southwest Parking Lot				
Issue 11/23, maturity 11/33, rate 0.00%	<u>-</u>	<u>85,333</u>	<u>-</u>	<u>85,333</u>
Total governmental activities	<u>\$ 13,020</u>	<u>\$ 85,333</u>	<u>\$ (2,427)</u>	<u>\$ 95,926</u>
Business-type activities:				
Water fund				
2022 Stover Court Waterline				
Issue 11/23, maturity 11/43, rate 0.00%	\$ -	\$ 40,726	\$ -	\$ 40,726
Total business-type activities	<u>\$ -</u>	<u>\$ 40,726</u>	<u>\$ -</u>	<u>\$ 40,726</u>

The following is a detail of advances in/out included in interfund receivable/payable during 2023:

<u>Payable fund</u>	<u>Receivable fund</u>	<u>Amount</u>
Nonmajor governmental funds	General fund	\$ 440,612
Water fund	General fund	979,518
Equipment Maintenance fund	General fund	152,463
Information Technology fund	General fund	<u>35,845</u>
		<u>\$ 1,608,438</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

The following is a summary of interfund receivable/payable, outstanding at December 31, 2023:

	<u>Total interfund payable activity</u>
Interfund payable funds:	
Governmental funds:	
General	\$ 282,015
General obligation bond retirement	296,900
Nonmajor governmental	<u>1,054,807</u>
Total governmental funds	<u>1,633,722</u>
Enterprise funds:	
Storm Water	525,970
Telecom	600,000
Sewer	540,500
Water	3,019,544
Electric	<u>539,500</u>
Total enterprise funds	<u>5,225,514</u>
Internal service funds:	
Equipment maintenance	152,463
Information technology	<u>35,845</u>
Total internal service funds	<u>188,308</u>
Total interfund payable	<u><u>\$ 7,047,544</u></u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

	Total interfund receivable activity
	<u> </u>
Interfund receivable funds:	
Governmental funds:	
General	\$ 2,946,515
Fire levy	263,668
Nonmajor governmental	<u>1,204,372</u>
Total governmental funds	<u>4,414,555</u>
Enterprise funds:	
Storm Water	93,287
Telecom	455,030
Sewer	277,684
Water	258,715
Electric	1,082,034
Sanitation	<u>326,016</u>
Total enterprise funds	<u>2,492,766</u>
Internal service funds:	
Equipment maintenance	2,411
Information technology	16,761
Health insurance retention	32,100
Liability insurance retention	3,529
Benefits reserve	2,552
Workers' compensation retention	<u>82,870</u>
Total internal service funds	<u>140,223</u>
 Total interfund receivable	 <u><u>\$ 7,047,544</u></u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 15 - INTERFUND TRANSACTIONS - (Continued)

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

	Transfers in									Total
	Fire Levy fund	Nonmajor governmental funds	Storm Water fund	Telecom fund	Sewer fund	Water fund	Electric fund	Sanitation fund	Internal service funds	
<u>Transfers out</u>										
General fund	\$ 406,276	\$ 2,115,232	\$ 1,432	\$ 9,290	\$ 7,292	\$ 8,470	\$ 37,648	\$ 5,905	\$ 5,784	\$ 2,597,329
Nonmajor governmental funds	-	2,883	-	-	-	-	-	-	-	2,883
Sewer fund	-	-	-	-	-	8,855	-	-	-	8,855
Total transfers in	<u>\$ 406,276</u>	<u>\$ 2,118,115</u>	<u>\$ 1,432</u>	<u>\$ 9,290</u>	<u>\$ 7,292</u>	<u>\$ 17,325</u>	<u>\$ 37,648</u>	<u>\$ 5,905</u>	<u>\$ 5,784</u>	<u>\$ 2,609,067</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

NOTE 16 - RELATED ORGANIZATIONS

In June 2022, the City granted a new franchise agreement with Flight Services for a period to end on May 31, 2027. The City of Wadsworth paid six thousand seven hundred seventy (\$6,770) dollars per month to Flight Services through May 31, 2023 and seven thousand one hundred nine (\$7,109) dollars per month through December 31, 2023 and pays for liability insurance not to exceed eight thousand (\$8,000) dollars per year. Flight Services agrees to pay the City of Wadsworth six (\$0.06) cents per gallon of aviation fuel sold up to 125,000 gallons annually. After 125,000 gallons are sold Flight Services agrees to pay the City of Wadsworth twelve (\$0.12) cents per gallon of aviation fuel sold and participate in capital improvements at the airport.

NOTE 17 - JOINT VENTURES

OMEGA JV2

The City of Wadsworth is a Financing Participant and an Owner Participant with percentages of liability and ownership of 7.41% and 5.81% respectively and shares participation with thirty-five other subdivisions within the State of Ohio in the Ohio Municipal Electric Generation Agency (OMEGA JV2). Owner Participants own undivided interests, as tenants in common, in the OMEGA JV2 Project in the amount of their respective Project Shares. Purchaser Participants agree to purchase the output associated with their respective Project shares, ownership of which is held in trust for such Purchaser Participants.

CITY OF WADSWORTH, OHIO

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023**

NOTE 17 - JOINT VENTURES - (Continued)

Pursuant to the OMEGA JV2 Agreement (Agreement), the participants jointly undertook as either Financing Participants or Non-Financing Participants and as either Owner Participants or Purchaser Participants, the acquisition, construction, and equipping of OMEGA JV2, including such portions of OMEGA JV2 as have been acquired, constructed or equipped by AMP and to pay or incur the costs of the same in accordance with the Agreement.

Pursuant to the Agreement each participant has an obligation to pay its share of debt service on the Distributive Generation Bonds (Bonds) from the revenues of its electric system, subject only to the prior payment of Operating & Maintenance Expenses (O&M) of each participant's System, and shall be on a parity with any outstanding and future senior electric system revenue bonds, notes or other indebtedness payable from any revenues of the System. Under the terms of the Agreement each Financing Participant is to fix, charge and collect rates, fees and charges at least sufficient in order to maintain a debt coverage ratio equal to 110% of the sum of OMEGA JV2 debt service and any other outstanding senior lien electric system revenue obligations. As of December 31, 2023, the City of Wadsworth has met their debt coverage obligation.

OMEGA JV2 was created to provide additional sources of reliable, reasonably priced electric power and energy when prices are high or during times of generation shortages or transmission constraints, and to improve the reliability and economic status of the participants' respective municipal electric utility system. The Project consists of 138.65 MW of distributed generation of which 134.081MW is the participants' entitlement and 4.569MW are held in reserve. On dissolution of OMEGA JV2, the net assets will be shared by the participants on a percentage of ownership basis. OMEGA JV2 is managed by AMP, which acts as the joint venture's agent. During 2001, AMP issued \$50,260,000 of 20 year fixed rate bonds on behalf of the Financing Participants of OMEGA JV2. The net proceeds of the bond issue of \$45,904,712 were contributed to OMEGA JV2. On January 3, 2011, AMP redeemed all of the \$31,110,000 OMEGA JV2 Project Distributive Generation Bonds then outstanding by borrowing on AMP's revolving credit facility. As such, the remaining outstanding bond principal of the OMEGA JV2 indebtedness was reduced to zero. As of December 31, 2023, the City's net investment and its share of operating results of OMEGA JV2 are reported in the City's electric fund (an enterprise fund). The City's net investment in OMEGA JV2 was (\$114,444) at December 31, 2023. Complete financial statements for OMEGA JV2 may be obtained from AMP or from the State Auditor's website at www.ohioauditor.gov

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 17 - JOINT VENTURES - (Continued)

The thirty-six participating subdivisions and their respective ownership shares at December 31, 2023 are:

<u>Municipality</u>	<u>Percent ownership</u>	<u>Kw entitlement</u>	<u>Municipality</u>	<u>Percent ownership</u>	<u>Kw entitlement</u>
Hamilton	23.87%	32,000	Grafton	0.79%	1,056
Bowling Green	14.32%	19,198	Brewster	0.75%	1,000
Niles	11.48%	15,400	Monroeville	0.57%	764
Cuyahoga Falls	7.46%	10,000	Milan	0.55%	737
Wadsworth	5.81%	7,784	Oak Harbor	0.55%	737
Painesville	5.22%	7,000	Elmore	0.27%	364
Dover	5.22%	7,000	Jackson Center	0.22%	300
Galion	4.29%	5,753	Napoleon	0.20%	264
Amherst	3.73%	5,000	Lodi	0.16%	218
St. Mary's	2.98%	4,000	Genoa	0.15%	199
Montpelier	2.98%	4,000	Pemberville	0.15%	197
Shelby	1.89%	2,536	Lucas	0.12%	161
Versailles	1.24%	1,660	South Vienna	0.09%	123
Ederton	1.09%	1,460	Bradner	0.09%	119
Yellow Springs	1.05%	1,408	Woodville	0.06%	81
Oberlin	0.91%	1,217	Haskins	0.05%	73
Pioneer	0.86%	1,158	Areanum	0.03%	44
Seville	0.80%	1,066	Custar	0.00%	4
Subtotal	95.20	127,640	Subtotal	4.80	6,441
		Grand Total		100.00%	134,081

The following is a summary of audited financial information of OMEGA JV2:

	<u>OMEGA</u>	
	<u>JV 2</u>	
Total assets	\$	7,258,982
Deferred outflows		1,438,624
Total liabilities		3,024,781
Deferred inflows		7,642,598
Net position		(1,969,773)
Total revenues		15,343,911
Total expenses		16,281,222
Change in net position		(937,311)

OMEGA JV 5

The City of Wadsworth is a Financing Participant with an ownership percentage of 5.62%, and shares participation with forty-one other subdivisions within the State of Ohio in the Ohio Municipal Electric Generation Agency Joint Venture 5 (OMEGA JV5). Financing Participants own undivided interests, as tenants in common, without right of partition in the OMEGA JV5 Project.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 17 - JOINT VENTURES - (Continued)

Pursuant to the OMEGA Joint Venture JV5 Agreement (Agreement), the participants jointly undertook as Financing Participants, the acquisition, construction, and equipping of OMEGA JV5, including such portions of OMEGA JV5 as have been acquired, constructed or equipped by AMP.

OMEGA JV5 was created to construct a 42 Megawatt (MW) run-of-the-river hydroelectric plant (including 40MW of backup generation) and associated transmission facilities (on the Ohio River near the Bellville, West Virginia Locks and Dam) and sells electricity from its operations to OMEGA JV5 Participants.

Also pursuant to the Agreement, each participant has an obligation to pay its share of debt service on the Beneficial Interest Certificates (Certificates) from the revenues of its electric system, subject only to the prior payment of Operating & Maintenance Expenses (O&M) of each participant's System, and shall be on a parity with any outstanding and future senior electric system revenue bonds, notes or other indebtedness payable from any revenues of the System. On dissolution of OMEGA JV5, the net assets will be shared by the financing participants on a percentage of ownership basis. Under the terms of the Agreement each participant is to fix, charge and collect rates, fees and charges at least sufficient in order to maintain a debt coverage ratio equal to 110% of the sum of OMEGA JV5 debt service and any other outstanding senior lien electric system revenue obligations. As of December 31, 2023, Wadsworth has met its debt coverage obligation.

The Agreement provides that the failure of any JV5 participant to make any payment due by the due date thereof constitutes a default. In the event of a default, OMEGA JV5 may take certain actions including the termination of a defaulting JV5 Participant's entitlement to Project Power. Each Participant may purchase a pro rata share of the defaulting JV5 Participant's entitlement to Project Power, which together with the share of the other non-defaulting JV5 Participants, is equal to the defaulting JV5 Participant's ownership share of the Project, in kilowatts ("Step Up Power") provided that the sum of any such increases shall not exceed, without consent of the non-defaulting JV5 Participant, an accumulated maximum kilowatts equal to 25% of such non-defaulting JV5 Participant's ownership share of the project prior to any such increases.

OMEGA JV5 is managed by AMP, which acts as the joint venture's agent. During 1993 and 2001 AMP issued \$153,415,000 and \$13,899,981 respectively of 30 year fixed rate Beneficial Interest Certificates (Certificates) on behalf of the Financing Participants of OMEGA JV5. The 2001 Certificates accrete to a value of \$56,125,000 on February 15, 2030. The net proceeds of the bond issues were used to construct the OMEGA JV5 Project. On February 17, 2004 the 1993 Certificates were refunded by issuing 2004 Beneficial Interest Refunding Certificates in the amount of \$116,910,000, which resulted in a savings to the membership of \$34,951,833 from the periods 2005 through 2024. On February 15, 2014, all of the 2004 BIRCs were redeemed from funds held under the trust agreement securing the 2004 BIRCs and the proceeds of a promissory note issued to AMP by OMEGA JV5. This was accomplished with a draw on AMP's revolving credit facility. The resulting balance was \$65,891,509 at February 28, 2014. On January 29, 2016, OMEGA JV5 issued the 2016 Beneficial Interest Certificates ("2016 Certificates") in the amount of \$49,745,000 for the purpose of refunding the promissory note to AMP in full. The outstanding amount on the promissory note had been reduced to \$49,243,377 at the time of refunding as compared to its value at December 31, 2015 of \$49,803,187. The promissory note represented the February 2014 redemption of the 2004 Certificates from funds held under the trust agreement securing the 2004 BIRCs.

The City's net investment and its share of operating results of OMEGA JV5 are reported in the City's electric fund (an enterprise fund). The City's net investment to date in OMEGA JV5 was \$167,891 at December 31, 2023. Complete financial statements for OMEGA JV5 may be obtained from AMP or from the State Auditor's website at www.ohioauditor.gov.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 17 - JOINT VENTURES - (Continued)

The following is a summary of audited financial information of OMEGAJV5 for the year ended December 31, 2023:

	OMEGA JV 5
Total assets	\$ 101,910,843
Total liabilities	53,336,820
Deferred inflows	45,586,136
Net position	2,987,887
Total revenues	28,244,495
Total expenses	28,244,495
Change in net position	-

OMEGA JV 6

The City of Wadsworth is a Financing Participant with an ownership percentage of 3.47%, and shares participation with nine other subdivisions within the State of Ohio in the Ohio Municipal Electric Generation Agency Joint Venture 6 (OMEGA JV6). Financing Participants, after consideration of the potential risks and benefits can choose to be Owner Participants or Purchaser Participants. Owner Participants own undivided interests, as tenants in common in the Project in the amount of its Project Share. Purchaser Participants purchase the Project Power associated with its Project Share.

Pursuant to the OMEGA Joint Venture JV6 Agreement (Agreement), the participants agree jointly to plan, acquire, construct, operate and maintain the Project, and hereby agree, to pay jointly for the electric power, energy and other services associated with the Project.

OMEGA JV6 was created to construct four (4) wind turbines near Bowling Green Ohio. Each turbine has a nominal capacity of 1.8 MW and sells electricity from its operations to OMEGA JV6 Participants.

Pursuant to the Agreement each participant has an obligation to pay its share of debt service on the Adjustable Rate Revenue Bonds (Bonds) from the revenues of its electric system, subject only to the prior payment of Operating & Maintenance Expenses (O&M) of each participant's System, and shall be on a parity with any outstanding and future senior electric system revenue bonds, notes or other indebtedness payable from any revenues of the System. On dissolution of OMEGA JV6, any excess funds shall be refunded to the Non-Financing Participants in proportion to each Participant's Project Share and to Financing Participant's respective obligations first by credit against the Financing Participant's respective obligations. Any other excess funds shall be paid to the Participants in proportion to their respective Project Shares. Under the terms of the Agreement each financing participant is to fix, charge and collect rates, fees, charges, including other available funds, at least sufficient in order to maintain a debt coverage ratio equal to 110% of the sum of OMEGA JV6 debt service and any other outstanding senior lien electric system revenue obligations. As of December 31, 2023 Wadsworth has met its debt coverage obligation.

The Agreement provides that the failure of any JV6 participant to make any payment due by the due date constitutes a default. In the event of a default and one in which the defaulting Participant failed to cure its default as provided for in the Agreement, the remaining participants would acquire the defaulting Participant's interest in the project and assume responsibility for the associated payments on a pro rata basis up to a maximum amount equal to 25% of such non-defaulting Participant's Project share ("Step Up Power").

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 17 - JOINT VENTURES - (Continued)

OMEGA JV6 is managed by American Municipal Power, Inc., which acts as the joint venture’s agent. On July 30, 2004 AMP issued \$9,861,000 adjustable rate bonds that matured on August 15, 2019. The interest rate on the bonds will be set every six months until maturity. No fixed amortization schedule exists. The net proceeds of the bond issues were used to construct the OMEGA JV6 Project. On August 15, 2015 the remaining balance was paid on the OMEGA JV6 Bonds.

The City’s net investment and its share of operating results of OMEGA JV6 are reported in the City’s electric fund (an enterprise fund). The City’s net investment to date in OMEGA JV6 was \$61,118 at December 31, 2023. Complete financial statements for OMEGA JV6 may be obtained from AMP or from the State Auditor’s website at www.ohioauditor.gov.

The ten participating subdivisions and their respective ownership shares at December 31, 2023 are:

Participant	KW Amount	% of Financing
Bowling Green	3,075.00	56.94%
Cuyahoga Falls	1,350.00	25.00%
Napoleon	225.00	4.17%
Oberlin	187.50	3.47%
Wadsworth	187.50	3.47%
Edgeton	75.00	1.39%
Elmore	75.00	1.39%
Montpelier	75.00	1.39%
Pioneer	75.00	1.39%
Monroeville	75.00	1.39%
Total	5,400.00	100.00%

The following is a summary of audited financial information of OMEGA JV 6 for the year ended December 31, 2023:

	OMEGA JV 6
Total assets	\$ 3,390,248
Total deferred outflows	623,262
Total liabilities	1,415,967
Total deferred inflows	836,217
Net position	1,761,326
Total revenues	951,066
Total expenses	1,925,368
Change in net position	(974,302)

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 17 - JOINT VENTURES - (Continued)

Woodlawn Union Cemetery

The City is a participant along with Wadsworth Township in a joint venture to establish and manage the Woodlawn Union Cemetery. This establishment is allowable under Ohio Revised Code Section 759.27. This joint venture is considered a separate reporting entity by the City and has not been included in these basic financial statements. Complete financial statements for the Woodlawn Cemetery can be obtained from the Secretary-Treasurer of the Cemetery. Financial information for the year ended December 31, 2023 was as follows:

Total receipts	\$ 327,365
Total disbursements	<u>(346,646)</u>
Change in net income	<u>\$ (19,281)</u>

The Cemetery has no outstanding debt.

NOTE 18 - JOINTLY GOVERNED ORGANIZATION

Municipal Energy Services Agency (MESA)

The Municipal Energy Services Agency (MESA) joint venture was formed to provide existing member communities with a new source of technical assistance. The organization began with 16 participating communities and has since expanded to 54, including the City of Wadsworth. MESA uses its own and AMP staff to provide planning, design and engineering, field services, training assistance and other aspects of the operation and maintenance of municipal electric and other utility systems. Unlike other joint ventures, participants do not own physical assets and provide no financing for the joint venture. There are no fees other than for services provided through contracts with the joint venture. The continued existence of MESA is not dependent on the City's continued participation and the City does not have an equity interest in or financial responsibility for MESA. MESA has no outstanding debt.

NOTE 19 - CONTINGENCIES

A. Grants

The City received financial assistance from federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and 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 at December 31, 2023.

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 19 - CONTINGENCIES - (Continued)

B. Litigation

The City is not currently a party to any legal proceedings that would have a materially adverse effect on the financial statements at December 31, 2023.

C. Community Center

The City is currently in negotiations with the School District regarding the final payment and close-out of the Community Center project. The City has funds set aside for this final payment; however, there may be a need for other resources. The final amount has not been determined nor can it be reasonably estimated.

D. Sanitary Sewer Overflow (SSO)

The City is currently in negotiations with the Ohio Environmental Protection Agency (EPA) over the time period for required work to be performed on the City's SSO remediation plan. The remediation plan is currently for 25 years, which will likely be reduced to 15-20 years by the Ohio EPA. The City estimates the costs of implementing the remediation plan to be approximately \$49 million as of December 31, 2023. Funding for this project is included in the City's capital plan.

NOTE 20 - OTHER COMMITMENTS

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year end may be reported as part of restricted, committed, or assigned classifications of fund balance. At year end, the City's commitments for encumbrances in the governmental funds were as follows:

<u>Fund</u>	<u>Year end encumbrances</u>
General fund	\$ 136,068
Fire levy fund	282,051
Nonmajor governmental funds	<u>2,057,344</u>
Total	<u>\$ 2,475,463</u>

CITY OF WADSWORTH, OHIO

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

NOTE 21 - CONTRACTUAL COMMITMENTS

As of December 31, 2023, the City had the following contractual commitments outstanding related to various City projects and purchases:

<u>Vendor</u>	<u>Amount of contract</u>	<u>Amount paid as of 12/31/2023</u>	<u>Remaining commitment 12/31/2023</u>
AECOM Technical Services Inc.	\$ 165,093	\$ 67,677	\$ 97,416
Aspen Smart Networks	180,000	15,000	165,000
Best Equipment Company	390,466	-	390,466
C&S Engineering Inc.	133,917	56,576	77,341
Chagrin Valley Paving Inc.	444,133	373,374	70,759
DLZ Ohio Inc.	341,546	135,879	205,667
Flight Services of Wadsworth LLC	448,908	131,003	317,905
GPD Group	279,493	268,455	11,038
Henderson Products Inc.	214,099	-	214,099
Insituform Technologies LLC	676,346	-	676,346
Pfund Superior Sales Co Inc.	402,705	247,674	155,031
North Bay Construction	1,670,655	970,198	700,457
RFC Contracting LLC	8,679,326	8,582,087	97,239
Stantec Consulting Services Inc.	674,900	630,262	44,638
Tri-Mor Corporation	1,799,920	-	1,799,920
Total	<u>\$ 16,501,507</u>	<u>\$ 11,478,185</u>	<u>\$ 5,023,322</u>

NOTE 22 – CORONAVIRUS PANDEMIC 2019 (COVID-19)

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the Coronavirus Pandemic 2019 (COVID-19). Ohio’s state of emergency ended in June, 2021, while the national state of emergency continues. During 2022, the City received COVID-19 funding. The City will continue to spend available COVID-19 funding consistent with the applicable program guidelines.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF WADSWORTH, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY/NET PENSION ASSET
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TEN YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Traditional Plan</u>				
City's proportion of the net pension liability	0.071138%	0.071451%	0.759100%	0.074196%
City's proportionate share of the net pension liability	\$ 21,014,197	\$ 6,216,525	\$ 11,240,618	\$ 14,665,344
City's covered payroll	\$ 11,061,386	\$ 10,422,071	\$ 10,774,100	\$ 10,482,657
City's proportionate share of the net pension liability as a percentage of its covered payroll	189.98%	59.65%	104.33%	139.90%
Plan fiduciary net position as a percentage of the total pension liability	75.74%	92.62%	86.88%	82.17%
<u>Combined Plan</u>				
City's proportion of the net pension asset	0.119328%	0.107670%	0.108156%	0.100650%
City's proportionate share of the net pension asset	\$ 281,244	\$ 424,225	\$ 312,208	\$ 209,879
City's covered payroll	\$ 554,157	\$ 490,864	\$ 476,643	\$ 448,050
City's proportionate share of the net pension asset as a percentage of its covered payroll	50.75%	86.42%	65.50%	46.84%
Plan fiduciary net position as a percentage of the total pension asset	137.14%	169.88%	157.67%	145.28%
<u>Member Directed Plan</u>				
City's proportion of the net pension asset	0.054904%	0.042107%	0.038501%	0.037922%
City's proportionate share of the net pension asset	\$ 4,294	\$ 7,645	\$ 7,018	\$ 1,433
City's covered payroll	\$ 372,190	\$ 263,990	\$ 231,230	\$ 225,420
City's proportionate share of the net pension asset as a percentage of its covered payroll	1.15%	2.90%	3.04%	0.64%
Plan fiduciary net position as a percentage of the total pension asset	126.74%	171.84%	188.21%	118.84%

Note: Amounts presented for each fiscal year were determined 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
	0.072930%	0.075270%	0.078938%	0.079541%	0.080360%	0.080360%
\$	19,974,047	\$ 11,808,403	\$ 17,925,477	\$ 13,777,505	\$ 9,692,314	\$ 9,473,397
\$	9,906,379	\$ 9,973,654	\$ 9,878,042	\$ 9,878,600	\$ 9,860,667	\$ 10,202,015
	201.63%	118.40%	181.47%	139.47%	98.29%	92.86%
	74.70%	84.66%	77.25%	81.08%	86.45%	86.36%
	0.094592%	0.082516%	0.087455%	0.088980%	0.091286%	0.091286%
\$	105,776	\$ 112,331	\$ 48,676	\$ 43,300	\$ 35,148	\$ 9,578
\$	404,564	\$ 330,554	\$ 340,425	\$ 319,175	\$ 333,683	*
	26.15%	33.98%	14.30%	13.57%	10.53%	*
	126.64%	137.28%	116.55%	116.90%	114.83%	104.56%
	0.040103%	0.039616%	0.035981%	0.031724%	n/a	n/a
\$	914	\$ 1,383	\$ 150	\$ 121	n/a	n/a
\$	229,240	\$ 217,130	\$ 147,875	\$ 176,675	n/a	n/a
	0.40%	0.64%	0.10%	0.07%	n/a	n/a
	113.42%	124.46%	103.40%	103.91%	n/a	n/a

CITY OF WADSWORTH, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET PENSION LIABILITY
OHIO POLICE AND FIRE (OP&F) 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:	0.12313100%	0.12802970%	0.13121740%	0.12990720%
City's proportionate share of the net pension liability	\$ 11,696,270	\$ 7,998,555	\$ 8,945,208	\$ 8,751,243
City's covered payroll	\$ 3,490,265	\$ 3,433,616	\$ 3,391,034	\$ 3,242,464
City's proportionate share of the net pension liability as a percentage of its covered payroll	335.11%	232.95%	263.79%	269.89%
Plan fiduciary net position as a percentage of the total pension liability	62.90%	75.03%	70.65%	69.89%

Note: Amounts presented for each fiscal year were determined 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
0.13155100%	0.13130000%	0.13532300%	0.13101700%	0.10724110%	0.10724110%
\$ 10,738,038	\$ 8,058,476	\$ 8,571,192	\$ 8,428,423	\$ 6,597,877	\$ 5,222,978
\$ 3,146,270	\$ 3,006,826	\$ 2,953,904	\$ 2,778,726	\$ 3,300,129	\$ 2,526,022
341.29%	268.01%	290.16%	303.32%	199.93%	206.77%
63.07%	70.91%	68.36%	66.77%	72.20%	73.00%

CITY OF WADSWORTH, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY PENSION CONTRIBUTIONS
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TEN YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Traditional Plan</u>				
Contractually required contribution	\$ 1,783,917	\$ 1,548,594	\$ 1,459,090	\$ 1,508,374
Contributions in relation to the contractually required contribution	<u>(1,783,917)</u>	<u>(1,548,594)</u>	<u>(1,459,090)</u>	<u>(1,508,374)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 12,742,264	\$ 11,061,386	\$ 10,422,071	\$ 10,774,100
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%
<u>Combined Plan</u>				
Contractually required contribution	\$ 76,529	\$ 77,582	\$ 68,721	\$ 66,730
Contributions in relation to the contractually required contribution	<u>(76,529)</u>	<u>(77,582)</u>	<u>(68,721)</u>	<u>(66,730)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 637,742	\$ 554,157	\$ 490,864	\$ 476,643
Contributions as a percentage of covered payroll	12.00%	14.00%	14.00%	14.00%
<u>Member Directed Plan</u>				
Contractually required contribution	\$ 46,284	\$ 37,219	\$ 26,399	\$ 23,123
Contributions in relation to the contractually required contribution	<u>(46,284)</u>	<u>(37,219)</u>	<u>(26,399)</u>	<u>(23,123)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 462,840	\$ 372,190	\$ 263,990	\$ 231,230
Contributions as a percentage of covered payroll	10.00%	10.00%	10.00%	10.00%

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>
\$ 1,467,572	\$ 1,386,893	\$ 1,296,575	\$ 1,185,365	\$ 1,185,432	\$ 1,183,280
<u>(1,467,572)</u>	<u>(1,386,893)</u>	<u>(1,296,575)</u>	<u>(1,185,365)</u>	<u>(1,185,432)</u>	<u>(1,183,280)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 10,482,657	\$ 9,906,379	\$ 9,973,654	\$ 9,878,042	\$ 9,878,600	\$ 9,860,667
14.00%	14.00%	13.00%	12.00%	12.00%	12.00%
\$ 62,727	\$ 56,639	\$ 42,972	\$ 40,851	\$ 38,301	\$ 40,042
<u>(62,727)</u>	<u>(56,639)</u>	<u>(42,972)</u>	<u>(40,851)</u>	<u>(38,301)</u>	<u>(40,042)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 448,050	\$ 404,564	\$ 330,554	\$ 340,425	\$ 319,175	\$ 333,683
14.00%	14.00%	13.00%	12.00%	12.00%	12.00%
\$ 22,542	\$ 22,924	\$ 21,713	\$ 17,745	\$ 21,201	
<u>(22,542)</u>	<u>(22,924)</u>	<u>(21,713)</u>	<u>(17,745)</u>	<u>(21,201)</u>	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ 225,420	\$ 229,240	\$ 217,130	\$ 147,875	\$ 176,675	
10.00%	10.00%	10.00%	12.00%	12.00%	

CITY OF WADSWORTH, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CITY PENSION CONTRIBUTIONS
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST TEN YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Police</u>				
Contractually required contribution	\$ 515,269	\$ 468,558	\$ 482,240	\$ 474,991
Contributions in relation to the contractually required contribution	<u>(515,269)</u>	<u>(468,558)</u>	<u>(482,240)</u>	<u>(474,991)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 2,711,942	\$ 2,466,095	\$ 2,538,105	\$ 2,499,953
Contributions as a percentage of covered payroll	19.00%	19.00%	19.00%	19.00%
 <u>Fire</u>				
Contractually required contribution	\$ 291,524	\$ 240,680	\$ 210,445	\$ 209,404
Contributions in relation to the contractually required contribution	<u>(291,524)</u>	<u>(240,680)</u>	<u>(210,445)</u>	<u>(209,404)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,240,528	\$ 1,024,170	\$ 895,511	\$ 891,081
Contributions as a percentage of covered payroll	23.50%	23.50%	23.50%	23.50%

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>
\$ 455,443	\$ 458,071	\$ 416,861	\$ 417,026	\$ 402,612	\$ 481,740
<u>(455,443)</u>	<u>(458,071)</u>	<u>(416,861)</u>	<u>(417,026)</u>	<u>(402,612)</u>	<u>(481,740)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 2,397,068	\$ 2,410,900	\$ 2,194,005	\$ 2,194,874	\$ 2,119,011	\$ 2,535,474
19.00%	19.00%	19.00%	19.00%	19.00%	19.00%
\$ 198,668	\$ 172,812	\$ 191,013	\$ 178,372	\$ 155,033	\$ 179,694
<u>(198,668)</u>	<u>(172,812)</u>	<u>(191,013)</u>	<u>(178,372)</u>	<u>(155,033)</u>	<u>(179,694)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 845,396	\$ 735,370	\$ 812,821	\$ 759,030	\$ 659,715	\$ 764,655
23.50%	23.50%	23.50%	23.50%	23.50%	23.50%

CITY OF WADSWORTH, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY/NET OPEB ASSET
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST SEVEN YEARS

	<u>2022</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
City's proportion of the net OPEB liability	0.071820%	0.071339%	0.075375%	0.073556%
City's proportionate share of the net OPEB liability/(asset)	\$ 452,839	\$ (2,234,446)	\$ (1,342,865)	\$ 10,159,994
City's covered payroll	\$ 11,987,733	\$ 11,176,925	\$ 11,481,973	\$ 11,156,127
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	3.78%	(19.99)%	(11.70)%	91.07%
Plan fiduciary net position as a percentage of the total OPEB liability	94.79%	128.23%	115.57%	47.80%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

Amounts presented for each fiscal year were determined as of the City's measurement data which is the prior year-end.

See accompanying notes to the required supplementary information.

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.072282%	0.074170%	0.077379%
\$ 9,423,867	\$ 8,054,315	\$ 7,815,570
\$ 10,540,183	\$ 10,521,338	\$ 10,366,342
89.41%	76.55%	75.39%
46.33%	54.14%	54.05%

CITY OF WADSWORTH, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF
THE NET OPEB LIABILITY
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST SEVEN YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
City's proportion of the net OPEB liability	0.12313120%	0.12802970%	0.13121740%	0.12990720%
City's proportionate share of the net OPEB liability	\$ 876,659	\$ 1,403,316	\$ 1,390,270	\$ 1,283,188
City's covered payroll	\$ 3,490,265	\$ 3,433,616	\$ 3,391,034	\$ 3,242,464
City's proportionate share of the net OPEB liability as a percentage of it covered payroll	25.12%	40.87%	41.00%	39.57%
Plan fiduciary net position as a percentage of the total OPEB liability	52.59%	46.86%	45.42%	47.08%

Note: Information prior to 2017 was unavailable. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

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

See accompanying notes to the required supplementary information.

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.13155100%	0.13130000%	0.13532300%
\$ 1,197,974	\$ 7,439,280	\$ 6,423,478
\$ 3,146,270	\$ 3,006,826	\$ 2,953,904
38.08%	247.41%	217.46%
46.57%	14.13%	15.96%

CITY OF WADSWORTH, OHIO

SCHEDULE OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY OPEB CONTRIBUTIONS
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

LAST TEN YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 31,269	\$ 14,887	\$ 10,560	\$ 9,250
Contributions in relation to the contractually required contribution	<u>(31,269)</u>	<u>(14,887)</u>	<u>(10,560)</u>	<u>(9,250)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 13,842,846	\$ 11,987,733	\$ 11,176,925	\$ 11,481,973
Contributions as a percentage of covered payroll	0.23%	0.12%	0.09%	0.08%

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>
\$ 9,016	\$ 9,169	\$ 111,727	\$ 212,774	\$ 203,956	\$ 203,487
<u>(9,016)</u>	<u>(9,169)</u>	<u>(111,727)</u>	<u>(212,774)</u>	<u>(203,956)</u>	<u>(203,487)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 11,156,127	\$ 10,540,183	\$ 10,521,338	\$ 10,366,342	\$ 10,374,450	\$ 10,194,350
0.08%	0.09%	1.06%	2.05%	1.97%	2.00%

CITY OF WADSWORTH, OHIO

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE CITY OPEN CONTRIBUTIONS
OHIO POLICE AND FIRE (OP&F) PENSION FUND

LAST TEN YEARS

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<u>Police</u>				
Contractually required contribution	\$ 13,560	\$ 12,330	\$ 12,691	\$ 12,500
Contributions in relation to the contractually required contribution	<u>(13,560)</u>	<u>(12,330)</u>	<u>(12,691)</u>	<u>(12,500)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 2,711,942	\$ 2,466,095	\$ 2,538,105	\$ 2,499,953
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%
<u>Fire</u>				
Contractually required contribution	\$ 6,203	\$ 5,121	\$ 4,478	\$ 4,455
Contributions in relation to the contractually required contribution	<u>(6,203)</u>	<u>(5,121)</u>	<u>(4,478)</u>	<u>(4,455)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,240,528	\$ 1,024,170	\$ 895,511	\$ 891,081
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>
\$ 11,985	\$ 12,054	\$ 10,970	\$ 11,271	\$ 10,881	\$ 10,092
<u>(11,985)</u>	<u>(12,054)</u>	<u>(10,970)</u>	<u>(11,271)</u>	<u>(10,881)</u>	<u>(10,092)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 2,397,068	\$ 2,410,900	\$ 2,194,005	\$ 2,194,874	\$ 2,119,011	\$ 2,535,474
0.50%	0.50%	0.50%	0.50%	0.50%	0.50%
\$ 4,227	\$ 3,677	\$ 4,064	\$ 3,975	\$ 3,299	\$ 3,167
<u>(4,227)</u>	<u>(3,677)</u>	<u>(4,064)</u>	<u>(3,975)</u>	<u>(3,299)</u>	<u>(3,167)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 845,396	\$ 735,370	\$ 812,821	\$ 759,030	\$ 659,715	\$ 764,655
0.50%	0.50%	0.50%	0.50%	0.50%	0.50%

CITY OF WADSWORTH, OHIO

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023**

PENSION

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

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. For 2017, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 8.00% down to 7.50%, (b) for defined benefit investments, decreasing the wage inflation from 3.75% to 3.25% and (c) changing the future salary increases from a range of 4.25%-10.05% to 3.25%-10.75%. There were no changes in assumptions for 2018. For 2019, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the assumed rate of return and discount rate were reduced from 7.50% down to 7.20%. There were no changes in assumptions for 2020-2021. For 2022, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) wage inflation from 3.25% to 2.75%, (b) future salary increases, including inflation were changed from 3.25%-10.75% to 2.75%-10.75%, (c) COLA for post 1/7/2013 retirees were changed from 0.50%, simple through 2021, then 2.15% simple to 3.00%, simple through 2022, then 2.05% simple and (d) the actuarially assumed rate of return was changed to 7.20% to 6.90%. There were no changes in assumptions for 2023.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

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 were the most significant changes of assumptions that affected the total pension since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 8.50% down to 8.00%, (b) changing the future salary increases from a range of 4.25%-11.00% to 3.75%-10.50%, (c) reduction in payroll increases from 3.75% down to 3.25%, (d) reduction in inflation assumptions from 3.25% down to 2.75% and (e) Cost of Living Adjustments (COLA) were reduced from 2.60% and 3.00% simple to 2.20% and 3.00% simple. There were no changes in assumptions for 2019-2021. For 2022, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the actuarially assumed rate of return was changed from 8.00% to 7.50%. For 2023, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the mortality rates were changed from the RP-2014 Total Employee and Healthy Annuitant mortality tables to various Pub-2010 mortality tables using the MP-2021 Improvement Scale.

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms : There were no changes in benefit terms from the amounts reported for 2017-2020. For 2021, the following were the most significant changes in benefit terms since the prior measurement date: The Board approved several changes to the health care plan offered to Medicare and non-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022 and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for non-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are not reflected in the current year financial statements, however, they are reflected in the December 31, 2020 measurement date health care valuation. These changes significantly decreased the total OPEB liability for the measurement date December 31, 2020. There was no changes in benefit terms from the amounts reported for 2022-2023.

CITY OF WADSWORTH, OHIO

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2023**

OTHER POSTEMPLOYMENT BENEFITS (OPEB) (continued)

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2017. For 2018, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 4.23% down to 3.85%. For 2019, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.85% up to 3.96%, (b) The investment rate of return was decreased from 6.50% percent down to 6.00%, (c) the municipal bond rate was increased from 3.31% up to 3.71% and (d) the health care cost trend rate was increased from 7.50%, initial/3.25%, ultimate in 2028 up to 10.00%, initial/3.25% ultimate in 2029. For 2020, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 3.96% up to 3.16%, (b) the municipal bond rate was decreased from 3.71% up to 2.75% and (c) the health care cost trend rate was increased from 10.0%, initial/3.25%, ultimate in 2029 up to 10.50%, initial/3.50% ultimate in 2030. For 2021, the following where the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.16% up to 6.00%, (b) the municipal bond rate was decreased from 2.75% down to 2.00% and (c) the health care cost rate trend was decreased from 10.00%, initial/3.50%, ultimate in 2030 down to 8.50%, initial/3.50% ultimate in 2035. For 2022, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: a) wage inflation from 3.25% to 2.75%, (b) projected salary increases, including inflation were changed from 3.25%-10.75% to 2.75%-10.75%, (c) the municipal bond rate was changed from 2.00% to 1.84% and (d) the health care cost trend rate was changed from 8.50% initial, 3.50% ultimate in 2035 to 5.50% initial, 3.50% ultimate in 2034. For 2023, the following were the most significant changes of assumptions that affect 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 was changed from 1.84% to 4.05% and (c) the health care cost trend rate was changed from 5.50% initial, 3.50% ultimate in 2034 to 5.50% initial, 3.50% ultimate in 2036.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2017-2018. For 2019, OP&F changed its retiree health care model from a self-insured health care plan to a stipend-based health care model. There were no changes in benefit terms for 2020-2023.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2017. For 2018, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date: (a) DROP interest rate was reduced from 4.50% to 4.00%, (b) CPI-based COLA was reduced from 2.60% to 2.20%, (c) investment rate of return was reduced from 8.25% to 8.00%, (d) salary increases were reduced from 3.75% to 3.25% and (e) payroll growth was reduced from 3.75% to 3.25%. For 2019, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.24% up to 4.66%. For 2020, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 4.66% up to 3.56%. For 2021, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 3.56% down to 2.96%. For 2022, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the investment rate of return was changed from 8.00% to 7.50% and (b) the discount rate was changed from 2.96% to 2.84%. For 2023, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate changed from 2.84% to 4.27%, (b) the mortality rates were changed from the RP-2014 Total Employee and Healthy Annuitant mortality tables to various Pub-2010 mortality tables using the MP-2021 Improvement Scale.

COMBINING STATEMENTS
AND INDIVIDUAL FUND STATEMENTS

CITY OF WADSWORTH, OHIO

COMBINING STATEMENTS - NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. The term proceeds of specific revenue sources establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund. The following are the special revenue funds which the City operates:

Recreation Fund

To account for income tax revenue, lease payments received, and the operation of the Community Center.

Street Maintenance Fund

To account for the income tax revenue, a portion of the gasoline excise tax, a portion of the motor vehicle license tax, and miscellaneous street related sales used in the operations of the Street Department.

Emergency Medical Services Fund

To account for the EMS levy collections, charges for services, interest and donations used to support the operations of EMS.

Municipal Court Special Programs Fund

To account for a portion of the fines collected from civil and criminal court orders used to maintain and purchase computer software and equipment for the municipal court.

Municipal Court Improvements Fund

To account for a portion of the fines collected from civil and criminal court orders used to provide the municipal court with furniture, equipment and building improvements.

Developers Shade Tree Fund

To account for the collection of fees for street trees in lieu of planting such street trees. This fee is generally paid for by developers when the City's Engineering department does a plat of a new development. These fees are used to pay for new plantings and maintenance of existing trees.

Dare Education Fund

To account for drug fines and donations used to support the annual safety forces camp and drug prevention programs.

DWI Enforcement and Education Fund

To account for the collection of DUI Fines received by the Municipal Court and used to purchase items that will assist the Police Department in enforcing the law.

Indigent Drivers Alcohol Treatment Fund

To account for fines received through the criminal cases and for monies received from the State of Ohio for the purpose of treating indigent drivers for alcohol abuse.

Law Enforcement Trust Fund

To account for seized property by Federal, State, and local governments used to enhance law enforcement.

Permissive Motor Vehicle License Fund

To account for the collection of the local motor vehicle license tax used to plan, construct, maintain, and repair public roads, highways and streets.

CITY OF WADSWORTH, OHIO

COMBINING STATEMENTS - NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Fund - (continued)

State Highway Fund

The State Highway fund is required by the Ohio Revised Code to account for State gasoline tax and motor vehicle registration fees designated for maintenance of State highways within the City.

Abatement of Public Nuisance Fund

To account for costs associated with the reduction of public nuisances supported by general fund transfers and special assessments.

Chippewa Creek Well Reserve Fund

To account for funds set aside per the settlement agreement between the City and the County of Wayne to be used for the purpose of water well restoration for property owners in Wayne County whose wells have been dewatered as a result of the development and use of groundwater resources in the Chippewa Creek buried valley aquifer by the City.

Community Reinvestment Fund

To account for the annual fee paid by local businesses associated with the community reinvestment agreement and for the administration of the tax incentive program.

Local Fiscal Recovery Fund

To account for American Rescue Plan Act grant monies received to provide additional relief to address the continued impact of COVID-19 on the economy, public health and local governments.

Roundabout at SR 57 & Seville Rd. Fund

To account for grant funding to improve the SR 57 and Seville Rd. intersection.

OneOhio Opioid Settlement Fund

To account for settlement monies received to be used to expand the availability of treatment, develop and promote substance abuse prevention strategies, provide substance use avoidance and awareness education and to decrease the oversupply of licit and illicit opioids.

Recreation Tax Fund

To account for taxes collected related to residential building permits and used for the development of City owned recreation sites and facilities within the City.

Safety Town Village Fund

To account for income tax revenue, donations, and grant dollars to assist and equip the safety town village and 9/11 memorial.

Fire Department Education Grant Fund

To account for State of Ohio grant dollars and donations received for the education of fire department employees.

Police Continuing Professional Training Fund

To account for the activity associated with a grant provided by the State of Ohio Attorney General's Office. These dollars are to be used for paying the cost of continuing professional training programs per ORC 109.802.

Chip Revolving Loan Fund

To account for the portion of CHIP loans required to be paid back to the City and reused for other home improvement loans in the future per State of Ohio requirements.

Economic Development Fund

To account for the portion of the motel taxes and other contributions made by various funds used for costs related to economic development.

CITY OF WADSWORTH, OHIO

COMBINING STATEMENTS - NONMAJOR GOVERNMENTAL FUNDS

Nonmajor Special Revenue Fund - (continued)

Tax Increment Financing Fund

To account for the collection of Tax Increment Financing dollars related to the Heritage Development (Wal-mart and Home Depot) and Wadsworth Crossings Development (Lowe's, Target and Kohl's) used to pay for the construction of City owned infrastructure.

Revolving Loan Fund

To account for transfers and money received from the State of Ohio Development Services Agency to assist eligible businesses within the City limits.

Nonmajor Debt Service Funds

Special Assessment Bond Retirement Fund

To account for the money collected by the County Auditor for the payment of the bonds issued for the assessed projects.

Nonmajor Capital Projects Funds

Downtown Improvement Project Fund

To account for costs associated with the downtown improvements made using income tax dollars.

Airport Improvements Fund

To account for the federal grant dollars and local matches used for the capital improvements of the Wadsworth Municipal Airport.

General Capital Improvements Fund

To account for income tax dollars used for various governmental capital improvements.

EMS Reserve Fund

To account for EMS levy dollars set aside for EMS capital improvements.

Park Land Acquisition Fund

To account for fees paid in lieu of residential subdivision land dedication for public use by the developers and exclusively used for park land acquisition as determined by City Council.

Street Improvement Fund

To account for the costs associated with the street improvements made using income tax dollars.

Special Assessments Fund

To account for transfers and cash payments by property owners related to improvements that are assessed to the property owner.

CITY OF WADSWORTH, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2023

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 8,837,218	\$ 2,140	\$ 5,057,897	\$ 13,897,255
Cash in segregated accounts	199,528	-	-	199,528
Receivables:				
Real and other taxes	1,500,893	-	30,816	1,531,709
Accounts	1,509,941	392	8,813	1,519,146
Special assessments	-	1,321,217	-	1,321,217
Interfund loans receivable	705,776	-	498,596	1,204,372
Due from other governments	840,241	-	403,627	1,243,868
Materials and supplies inventory	523,122	-	-	523,122
Prepayments	46,748	-	362	47,110
Total assets	\$ 14,163,467	\$ 1,323,749	\$ 6,000,111	\$ 21,487,327
Liabilities:				
Accounts payable	\$ 13,788	\$ -	\$ 185	\$ 13,973
Contracts payable	-	-	321,451	321,451
Accrued wages and benefits payable	81,555	-	-	81,555
Interfund loans payable	469,360	-	585,447	1,054,807
Due to other governments	111,553	-	-	111,553
Due to other funds	24,783	-	-	24,783
Unearned revenue	1,305,496	-	-	1,305,496
Total liabilities	2,006,535	-	907,083	2,913,618
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	1,430,852	-	-	1,430,852
Delinquent property tax revenue not available	29,941	-	-	29,941
Unavailable revenue - other	1,869,320	1,321,609	443,256	3,634,185
Total deferred inflows of resources	3,330,113	1,321,609	443,256	5,094,978
Fund balances:				
Nonspendable	569,870	-	362	570,232
Restricted	7,491,880	2,140	850,816	8,344,836
Committed	863,307	-	3,834,046	4,697,353
Unassigned (deficit)	(98,238)	-	(35,452)	(133,690)
Total fund balances (deficit)	8,826,819	2,140	4,649,772	13,478,731
Total liabilities, deferred inflows of resources and fund balance	\$ 14,163,467	\$ 1,323,749	\$ 6,000,111	\$ 21,487,327

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Income taxes	\$ 1,276,653	\$ -	\$ 2,749,759	\$ 4,026,412
Real and other taxes	994,304	-	669,622	1,663,926
Charges for services	1,199,115	-	-	1,199,115
Licenses and permits	-	-	23,200	23,200
Fines, forfeitures and settlements	101,225	-	-	101,225
Intergovernmental	3,313,018	-	100,781	3,413,799
Special assessments	-	109,531	35,029	144,560
Interest income	1,637	-	-	1,637
Rental income	70,048	-	-	70,048
Contributions and donations	325,908	-	-	325,908
Other	11,403	-	276,382	287,785
Total revenues	7,293,311	109,531	3,854,773	11,257,615
Expenditures:				
Current:				
General government	968,512	-	305,616	1,274,128
Security of persons and property	2,466,627	-	112,044	2,578,671
Public health	2,445	-	-	2,445
Transportation	2,637,994	-	51,517	2,689,511
Leisure time services	420,651	-	47,195	467,846
Community and economic development	292,843	-	-	292,843
Capital outlay	402,928	-	8,310,804	8,713,732
Debt service:				
Principal retirement	-	55,000	-	55,000
Interest and fiscal charges	11,300	31,740	12,385	55,425
Total expenditures	7,203,300	86,740	8,839,561	16,129,601
Excess of revenues over (under) expenditures	90,011	22,791	(4,984,788)	(4,871,986)
Other financing sources (uses):				
Loan issued	64,130	-	-	64,130
Sale of capital assets	42,181	-	40,994	83,175
Transfers in	17,974	-	2,100,141	2,118,115
Transfers out	-	(2,883)	-	(2,883)
Total other financing sources (uses)	124,285	(2,883)	2,141,135	2,262,537
Net change in fund balances	214,296	19,908	(2,843,653)	(2,609,449)
Fund balances at beginning of year	8,612,523	(17,768)	7,493,425	16,088,180
Fund balances (deficit) at end of year	\$ 8,826,819	\$ 2,140	\$ 4,649,772	\$ 13,478,731

CITY OF WADSWORTH, OHIO
COMBINING BALANCE SHEET
INDIVIDUAL NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2023

Nonmajor Special Revenue

	Recreation Fund	Street Maintenance Fund	Emergency Medical Services Fund	Municipal Court Special Programs Fund
Assets:				
Equity in pooled cash and investments	\$ 311,551	\$ 1,514,797	\$ 3,071,313	\$ 156,596
Cash in segregated accounts	-	-	27,942	-
Receivables:				
Real and other taxes	-	-	1,500,893	-
Accounts	-	1,017	1,502,269	-
Special assessments	-	-	-	-
Interfund loans receivable	27,669	144,603	293,190	14,949
Due from other governments	-	597,176	67,204	1,130
Materials and supplies inventory	-	329,710	-	-
Prepayments	4,130	7,027	11,718	1,644
Total assets	\$ 343,350	\$ 2,594,330	\$ 6,474,529	\$ 174,319
Liabilities:				
Accounts payable	\$ 1,625	\$ 3,273	\$ 8,236	\$ 94
Contracts payable	-	-	-	-
Accrued wages and benefits payable	-	22,181	58,261	-
Matured compensated absences payable	-	-	-	-
Interfund loans payable	376,669	-	-	-
Due to other governments	-	3,719	38,383	-
Due to other funds	-	-	-	-
Undistributed monies	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	378,294	29,173	104,880	94
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	-	-	1,430,852	-
Delinquent property tax revenue not available	-	-	29,941	-
Unavailable revenue - other	-	394,905	1,358,911	-
Total deferred inflows of resources	-	394,905	2,819,704	-
Fund balances:				
Nonspendable	4,130	336,737	11,718	1,644
Restricted	-	1,833,515	3,538,227	172,581
Committed	-	-	-	-
Unassigned (deficit)	(39,074)	-	-	-
Total fund balances (deficit)	(34,944)	2,170,252	3,549,945	174,225
Total liabilities, deferred inflows of resources and fund balance	\$ 343,350	\$ 2,594,330	\$ 6,474,529	\$ 174,319

CITY OF WADSWORTH, OHIO

COMBINING BALANCE SHEET
INDIVIDUAL NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2023

Nonmajor Special Revenue

	State Highway Fund	Abatement of Public Nuisance Fund	Chippewa Creek Well Reserve Fund	Community Reinvestment Fund
Assets:				
Equity in pooled cash and investments	\$ 282,362	\$ 79,281	\$ 91,286	\$ 54,566
Cash in segregated accounts	-	-	-	-
Receivables:				
Real and other taxes	-	-	-	-
Accounts	-	6,655	-	-
Special assessments	-	-	-	-
Interfund loans receivable	26,954	7,568	8,714	5,209
Due from other governments	48,420	-	-	-
Materials and supplies inventory	82,247	-	-	-
Prepayments	-	-	-	-
Total assets	\$ 439,983	\$ 93,504	\$ 100,000	\$ 59,775
Liabilities:				
Accounts payable	\$ -	\$ -	\$ -	\$ -
Contracts payable	-	-	-	-
Accrued wages and benefits payable	-	-	-	-
Matured compensated absences payable	-	-	-	-
Interfund loans payable	-	-	-	-
Due to other governments	-	-	-	46,091
Due to other funds	-	-	-	-
Undistributed monies	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	-	-	-	46,091
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	-	-	-	-
Delinquent property tax revenue not available	-	-	-	-
Unavailable revenue - other	31,938	6,655	-	-
Total deferred inflows of resources	31,938	6,655	-	-
Fund balances:				
Nonspendable	82,247	-	-	-
Restricted	325,798	86,849	100,000	13,684
Committed	-	-	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances (deficit)	408,045	86,849	100,000	13,684
Total liabilities, deferred inflows of resources and fund balance	\$ 439,983	\$ 93,504	\$ 100,000	\$ 59,775

Nonmajor Special Revenue

Local Fiscal Recovery Fund	Roundabout at SR 57 & Seville Rd. Fund	OneOhio Opioid Settlement Fund	Recreation Tax Fund	Safety Town Village Fund	Fire Department Education Grant Fund	Police Continuing Professional Training Fund
\$ 1,305,496	\$ 10,265	\$ 21,700	\$ 237,545	\$ 21,235	\$ 4,582	\$ 4,781
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	2,072	22,676	2,027	437	456
-	-	-	-	75,000	-	24,783
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,305,496</u>	<u>\$ 10,265</u>	<u>\$ 23,772</u>	<u>\$ 260,221</u>	<u>\$ 98,262</u>	<u>\$ 5,019</u>	<u>\$ 30,020</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	40,135	-	-	52,556	-	-
-	-	-	23,175	-	-	-
-	-	-	-	-	-	24,783
-	-	-	-	-	-	-
1,305,496	-	-	-	-	-	-
<u>1,305,496</u>	<u>40,135</u>	<u>-</u>	<u>23,175</u>	<u>52,556</u>	<u>-</u>	<u>24,783</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	75,000	-	-
-	-	-	-	75,000	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	23,772	-	-	5,019	5,237
-	-	-	237,046	-	-	-
-	(29,870)	-	-	(29,294)	-	-
-	<u>(29,870)</u>	<u>23,772</u>	<u>237,046</u>	<u>(29,294)</u>	<u>5,019</u>	<u>5,237</u>
<u>\$ 1,305,496</u>	<u>\$ 10,265</u>	<u>\$ 23,772</u>	<u>\$ 260,221</u>	<u>\$ 98,262</u>	<u>\$ 5,019</u>	<u>\$ 30,020</u>

(Continued)

CITY OF WADSWORTH, OHIO

COMBINING BALANCE SHEET
INDIVIDUAL NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2023

	Nonmajor Special Revenue			
	CHIP Revolving Loan Fund	Economic Development Fund	Tax Increment Financing Fund	Revolving Loan Fund
Assets:				
Equity in pooled cash and investments	\$ 106,370	\$ 510,838	\$ 15,537	\$ -
Cash in segregated accounts	-	-	-	97,357
Receivables:				
Real and other taxes	-	-	-	-
Accounts	-	-	-	-
Special assessments	-	-	-	-
Interfund loans receivable	-	48,765	1,483	-
Due from other governments	-	-	-	-
Materials and supplies inventory	-	-	-	-
Prepayments	-	437	-	-
Total assets	\$ 106,370	\$ 560,040	\$ 17,020	\$ 97,357
Liabilities:				
Accounts payable	\$ -	\$ 560	\$ -	\$ -
Contracts payable	-	-	-	-
Accrued wages and benefits payable	-	1,113	-	-
Matured compensated absences payable	-	-	-	-
Interfund loans payable	-	-	-	-
Due to other governments	-	185	-	-
Due to other funds	-	-	-	-
Undistributed monies	-	-	-	-
Unearned revenue	-	-	-	-
Total liabilities	-	1,858	-	-
Deferred inflows of resources:				
Property taxes levied for the next fiscal year	-	-	-	-
Delinquent property tax revenue not available	-	-	-	-
Unavailable revenue - other	-	-	-	-
Total deferred inflows of resources	-	-	-	-
Fund balances:				
Nonspendable	-	437	-	-
Restricted	106,370	-	17,020	97,357
Committed	-	557,745	-	-
Unassigned (deficit)	-	-	-	-
Total fund balances (deficit)	106,370	558,182	17,020	97,357
Total liabilities, deferred inflows of resources and fund balance	\$ 106,370	\$ 560,040	\$ 17,020	\$ 97,357

Nonmajor Capital Projects

Total Special Revenue	Downtown Improvement Project Fund	Airport Improvements Fund	General Capital Improvements Fund	EMS Reserve Fund	Park Land Acquisition Fund	Street Improvement Fund
\$ 8,837,218	\$ -	\$ 244,701	\$ 2,283,199	\$ 1,009,898	\$ 422,953	\$ 995,807
199,528	-	-	-	-	-	-
1,500,893	-	-	30,816	-	-	-
1,509,941	-	-	-	-	-	-
-	-	-	-	-	-	-
705,776	-	23,203	243,552	96,406	40,375	95,060
840,241	-	104,928	-	-	-	298,699
523,122	-	-	-	-	-	-
46,748	-	-	362	-	-	-
<u>\$ 14,163,467</u>	<u>\$ -</u>	<u>\$ 372,832</u>	<u>\$ 2,557,929</u>	<u>\$ 1,106,304</u>	<u>\$ 463,328</u>	<u>\$ 1,389,566</u>
\$ 13,788	\$ -	\$ -	\$ 185	\$ -	\$ -	\$ -
-	-	75,461	52,879	193,111	-	-
81,555	-	-	-	-	-	-
-	-	-	-	-	-	-
469,360	-	103,005	105,600	-	-	240,051
111,553	-	-	-	-	-	-
24,783	-	-	-	-	-	-
-	-	-	-	-	-	-
1,305,496	-	-	-	-	-	-
<u>2,006,535</u>	<u>-</u>	<u>178,466</u>	<u>158,664</u>	<u>193,111</u>	<u>-</u>	<u>240,051</u>
1,430,852	-	-	-	-	-	-
29,941	-	-	-	-	-	-
1,869,320	-	104,928	30,816	-	-	298,699
<u>3,330,113</u>	<u>-</u>	<u>104,928</u>	<u>30,816</u>	<u>-</u>	<u>-</u>	<u>298,699</u>
569,870	-	-	362	-	-	-
7,491,880	-	-	-	-	-	850,816
863,307	-	89,438	2,368,087	913,193	463,328	-
(98,238)	-	-	-	-	-	-
<u>8,826,819</u>	<u>-</u>	<u>89,438</u>	<u>2,368,449</u>	<u>913,193</u>	<u>463,328</u>	<u>850,816</u>
<u>\$ 14,163,467</u>	<u>\$ -</u>	<u>\$ 372,832</u>	<u>\$ 2,557,929</u>	<u>\$ 1,106,304</u>	<u>\$ 463,328</u>	<u>\$ 1,389,566</u>

(Continued)

CITY OF WADSWORTH, OHIO
COMBINING BALANCE SHEET
INDIVIDUAL NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2023

	Nonmajor Capital Projects		
	Special Assessments Fund	Total Capital Projects	Total
Assets:			
Equity in pooled cash and investments	\$ 101,339	\$ 5,057,897	\$ 13,897,255
Cash in segregated accounts	-	-	199,528
Receivables:			
Real and other taxes	-	30,816	1,531,709
Accounts	8,813	8,813	1,519,146
Special assessments	-	-	1,321,217
Interfund loans receivable	-	498,596	1,204,372
Due from other governments	-	403,627	1,243,868
Materials and supplies inventory	-	-	523,122
Prepayments	-	362	47,110
Total assets	\$ 110,152	\$ 6,000,111	\$ 21,487,327
Liabilities:			
Accounts payable	\$ -	\$ 185	\$ 13,973
Contracts payable	-	321,451	321,451
Accrued wages and benefits payable	-	-	81,555
Matured compensated absences payable	-	-	-
Interfund loans payable	136,791	585,447	1,054,807
Due to other governments	-	-	111,553
Due to other funds	-	-	24,783
Undistributed monies	-	-	-
Unearned revenue	-	-	1,305,496
Total liabilities	136,791	907,083	2,913,618
Deferred inflows of resources:			
Property taxes levied for the next fiscal year	-	-	1,430,852
Delinquent property tax revenue not available	-	-	29,941
Unavailable revenue - other	8,813	443,256	3,634,185
Total deferred inflows of resources	8,813	443,256	5,094,978
Fund balances:			
Nonspendable	-	362	570,232
Restricted	-	850,816	8,344,836
Committed	-	3,834,046	4,697,353
Unassigned (deficit)	(35,452)	(35,452)	(133,690)
Total fund balances (deficit)	(35,452)	4,649,772	13,478,731
Total liabilities, deferred inflows of resources and fund balance	\$ 110,152	\$ 6,000,111	\$ 21,487,327



CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

Nonmajor Special Revenue

	Recreation Fund	Street Maintenance Fund	Emergency Medical Services Fund	Municipal Court Special Programs Fund
Revenues:				
Income taxes	\$ 96,000	\$ 890,000	\$ -	\$ -
Real and other taxes	-	-	931,904	-
Charges for services	-	166,016	1,033,099	-
Licenses and permits	-	-	-	-
Fines, forfeitures and settlements	-	-	-	21,858
Intergovernmental	-	1,257,228	127,933	-
Special assessments	-	-	-	-
Interest income	-	-	-	-
Rental income	70,048	-	-	-
Contributions and donations	-	-	17,700	-
Other	-	-	-	-
Total revenues	166,048	2,313,244	2,110,636	21,858
Expenditures:				
Current:				
General government	-	-	-	23,069
Security of persons and property	-	-	2,360,286	-
Public health	-	-	-	-
Transportation	-	2,359,923	-	-
Leisure time services	105,988	-	-	-
Community and economic development	-	-	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	11,300	-	-	-
Total expenditures	117,288	2,359,923	2,360,286	23,069
Excess (deficiency) of revenues over/(under) expenditures	48,760	(46,679)	(249,650)	(1,211)
Other financing sources (uses):				
Loan issued	-	-	-	-
Sale of capital assets	-	31,530	5,000	-
Transfers in	781	2,643	9,226	357
Transfers out	-	-	-	-
Total other financing sources (uses)	781	34,173	14,226	357
Net change in fund balances	49,541	(12,506)	(235,424)	(854)
Fund balances (deficit) at beginning of year	(84,485)	2,182,758	3,785,369	175,079
Fund balances (deficit) at end of year	\$(34,944)	\$ 2,170,252	\$ 3,549,945	\$ 174,225

Nonmajor Special Revenue

Municipal Court Improvements Fund	Developers Shade Tree Fund	Dare Education Fund	DWI Enforcement and Education Fund	Indigent Drivers Alcohol Treatment Fund	Law Enforcement Trust Fund	Permissive Motor Vehicle License Fund
\$ -	\$ 133,844	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
43,853	-	1,592	1,629	13,538	600	-
-	-	-	-	11,013	-	272,263
-	-	-	-	-	76	-
-	-	-	-	-	-	-
-	-	4,229	-	-	21,035	-
-	-	-	-	-	-	16
43,853	133,844	5,821	1,629	24,551	21,711	272,279
39,064	100,998	-	-	45,212	-	-
-	-	7,840	12,710	1,180	11,646	-
-	-	-	-	-	-	-
-	-	-	-	-	-	175,618
-	-	-	-	-	-	-
144,344	-	-	-	-	-	5,511
-	-	-	-	-	-	-
-	-	-	-	-	-	-
183,408	100,998	7,840	12,710	46,392	11,646	181,129
(139,555)	32,846	(2,019)	(11,081)	(21,841)	10,065	91,150
-	-	-	-	-	-	-
-	-	-	-	-	5,651	-
1,212	99	131	47	316	-	1,059
-	-	-	-	-	-	-
1,212	99	131	47	316	5,651	1,059
(138,343)	32,945	(1,888)	(11,034)	(21,525)	15,716	92,209
620,508	35,571	64,787	21,240	141,294	58,513	457,931
\$ 482,165	\$ 68,516	\$ 62,899	\$ 10,206	\$ 119,769	\$ 74,229	\$ 550,140

(Continued)

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

Nonmajor Special Revenue

	State Highway Fund	Abatement of Public Nuisance Fund	Chippewa Creek Well Reserve Fund	Community Reinvestment Fund
Revenues:				
Income taxes	\$ -	\$ -	\$ -	\$ 43,809
Real and other taxes	-	-	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Fines, forfeitures and settlements	-	960	-	-
Intergovernmental	101,937	-	-	-
Special assessments	-	-	-	-
Interest income	-	-	-	-
Rental income	-	-	-	-
Contributions and donations	-	-	-	-
Other	-	-	-	4,000
Total revenues	101,937	960	-	47,809
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property	-	-	-	-
Public health	-	2,445	-	-
Transportation	74,413	-	-	-
Leisure time services	-	-	-	-
Community and economic development	-	-	-	49,850
Capital outlay	-	12,726	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	74,413	15,171	-	49,850
Excess (deficiency) of revenues over/(under) expenditures	27,524	(14,211)	-	(2,041)
Other financing sources (uses):				
Loan issued	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	575	209	-	96
Transfers out	-	-	-	-
Total other financing sources (uses)	575	209	-	96
Net change in fund balances	28,099	(14,002)	-	(1,945)
Fund balances (deficit) at beginning of year	379,946	100,851	100,000	15,629
Fund balances (deficit) at end of year	\$ 408,045	\$ 86,849	\$ 100,000	\$ 13,684

Nonmajor Special Revenue

Local Fiscal Recovery Fund	Roundabout at SR 57 & Seville Rd. Fund	OneOhio Opioid Settlement Fund	Recreation Tax Fund	Safety Town Village Fund	Fire Department Education Grant Fund	Police Continuing Professional Training Fund
\$ -	\$ -	\$ -	\$ -	\$ 113,000	\$ -	\$ -
-	-	-	32,400	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	17,195	-	-	-	-
1,123,040	392,000	-	-	-	-	27,604
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	5,000	47,944	-	-
-	-	-	6,887	-	-	-
<u>1,123,040</u>	<u>392,000</u>	<u>17,195</u>	<u>44,287</u>	<u>160,944</u>	<u>-</u>	<u>27,604</u>
759,806	-	-	-	-	-	-
41,006	-	-	-	621	-	31,338
-	-	-	-	-	-	-
28,040	-	-	-	-	-	-
246,506	-	-	68,157	-	-	-
11,160	-	-	-	-	-	-
36,522	-	-	14,208	189,617	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>1,123,040</u>	<u>-</u>	<u>-</u>	<u>82,365</u>	<u>190,238</u>	<u>-</u>	<u>31,338</u>
-	392,000	17,195	(38,078)	(29,294)	-	(3,734)
-	64,130	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	510	-	-	-
-	-	-	-	-	-	-
-	<u>64,130</u>	<u>-</u>	<u>510</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	456,130	17,195	(37,568)	(29,294)	-	(3,734)
-	(486,000)	6,577	274,614	-	5,019	8,971
<u>\$ -</u>	<u>\$ (29,870)</u>	<u>\$ 23,772</u>	<u>\$ 237,046</u>	<u>\$ (29,294)</u>	<u>\$ 5,019</u>	<u>\$ 5,237</u>

(Continued)

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

Nonmajor Special Revenue

	CHIP Revolving Loan Fund	Economic Development Fund	Tax Increment Financing Fund	Revolving Loan Fund
Revenues:				
Income taxes	\$ -	\$ -	\$ -	\$ -
Real and other taxes	-	30,000	-	-
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Fines, forfeitures and settlements	-	-	-	-
Intergovernmental	-	-	-	-
Special assessments	-	-	-	-
Interest income	-	-	-	1,561
Rental income	-	-	-	-
Contributions and donations	-	230,000	-	-
Other	-	500	-	-
Total revenues	<u>-</u>	<u>260,500</u>	<u>-</u>	<u>1,561</u>
Expenditures:				
Current:				
General government	-	-	-	363
Security of persons and property	-	-	-	-
Public health	-	-	-	-
Transportation	-	-	-	-
Leisure time services	-	-	-	-
Community and economic development	1,500	230,333	-	-
Capital outlay	-	-	-	-
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal charges	-	-	-	-
Total expenditures	<u>1,500</u>	<u>230,333</u>	<u>-</u>	<u>363</u>
Excess (deficiency) of revenues over/(under) expenditures	<u>(1,500)</u>	<u>30,167</u>	<u>-</u>	<u>1,198</u>
Other financing sources (uses):				
Loan issued	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	196	517	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>196</u>	<u>517</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,304)	30,684	-	1,198
Fund balances (deficit) at beginning of year	<u>107,674</u>	<u>527,498</u>	<u>17,020</u>	<u>96,159</u>
Fund balances (deficit) at end of year	<u><u>\$ 106,370</u></u>	<u><u>\$ 558,182</u></u>	<u><u>\$ 17,020</u></u>	<u><u>\$ 97,357</u></u>

Nonmajor Capital Projects

Total Special Revenue	Downtown Improvement Project Fund	Airport Improvements Fund	General Capital Improvements Fund	EMS Reserve Fund	Park Land Acquisition Fund	Street Improvement Fund
\$ 1,276,653	\$ -	\$ 239,750	\$ 1,040,000	\$ -	\$ -	\$ 1,247,379
994,304	-	-	59,622	610,000	-	-
1,199,115	-	-	-	-	-	-
-	-	-	-	-	23,200	-
101,225	-	-	-	-	-	-
3,313,018	-	100,781	-	-	-	-
-	-	-	-	-	-	-
1,637	-	-	-	-	-	-
70,048	-	-	-	-	-	-
325,908	-	-	-	-	-	-
11,403	-	-	276,382	-	-	-
<u>7,293,311</u>	<u>-</u>	<u>340,531</u>	<u>1,376,004</u>	<u>610,000</u>	<u>23,200</u>	<u>1,247,379</u>
968,512	-	20,976	63,981	-	-	-
2,466,627	-	-	6,158	105,886	-	-
2,445	-	-	-	-	-	-
2,637,994	-	-	-	-	-	51,517
420,651	-	-	46,968	-	227	-
292,843	-	-	-	-	-	-
402,928	-	223,983	2,714,998	3,963,908	-	1,407,915
-	-	-	-	-	-	-
11,300	-	1,125	10,804	-	-	-
<u>7,203,300</u>	<u>-</u>	<u>246,084</u>	<u>2,842,909</u>	<u>4,069,794</u>	<u>227</u>	<u>1,459,432</u>
90,011	-	94,447	(1,466,905)	(3,459,794)	22,973	(212,053)
64,130	-	-	-	-	-	-
42,181	-	-	40,994	-	-	-
17,974	-	321	2,052,357	27,816	898	866
-	-	-	-	-	-	-
<u>124,285</u>	<u>-</u>	<u>321</u>	<u>2,093,351</u>	<u>27,816</u>	<u>898</u>	<u>866</u>
214,296	-	94,768	626,446	(3,431,978)	23,871	(211,187)
8,612,523	-	(5,330)	1,742,003	4,345,171	439,457	1,062,003
<u>\$ 8,826,819</u>	<u>\$ -</u>	<u>\$ 89,438</u>	<u>\$ 2,368,449</u>	<u>\$ 913,193</u>	<u>\$ 463,328</u>	<u>\$ 850,816</u>

(Continued)

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Nonmajor Capital Projects</u>		
	<u>Special Assessments Fund</u>	<u>Total Capital Projects</u>	<u>Total</u>
Revenues:			
Income taxes	\$ 222,630	\$ 2,749,759	\$ 4,026,412
Real and other taxes	-	669,622	1,663,926
Charges for services	-	-	1,199,115
Licenses and permits	-	23,200	23,200
Fines, forfeitures and settlements	-	-	101,225
Intergovernmental	-	100,781	3,413,799
Special assessments	35,029	35,029	144,560
Interest income	-	-	1,637
Rental income	-	-	70,048
Contributions and donations	-	-	325,908
Other	-	276,382	287,785
Total revenues	<u>257,659</u>	<u>3,854,773</u>	<u>11,257,615</u>
Expenditures:			
Current:			
General government	220,659	305,616	1,274,128
Security of persons and property	-	112,044	2,578,671
Public health	-	-	2,445
Transportation	-	51,517	2,689,511
Leisure time services	-	47,195	467,846
Community and economic development	-	-	292,843
Capital outlay	-	8,310,804	8,713,732
Debt service:			
Principal retirement	-	-	55,000
Interest and fiscal charges	456	12,385	55,425
Total expenditures	<u>221,115</u>	<u>8,839,561</u>	<u>16,129,601</u>
Excess (deficiency) of revenues over/(under) expenditures	<u>36,544</u>	<u>(4,984,788)</u>	<u>(4,871,986)</u>
Other financing sources (uses):			
Loan issued	-	-	64,130
Sale of capital assets	-	40,994	83,175
Transfers in	17,883	2,100,141	2,118,115
Transfers out	-	-	(2,883)
Total other financing sources (uses)	<u>17,883</u>	<u>2,141,135</u>	<u>2,262,537</u>
Net change in fund balances	54,427	(2,843,653)	(2,609,449)
Fund balances (deficit) at beginning of year	<u>(89,879)</u>	<u>7,493,425</u>	<u>16,088,180</u>
Fund balances (deficit) at end of year	<u>\$ (35,452)</u>	<u>\$ 4,649,772</u>	<u>\$ 13,478,731</u>

CITY OF WADSWORTH, OHIO

MAJOR GENERAL FUND

The general 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.

The following funds are being reported as part of the general fund

Parking Fund

To account for parking fines as defined in City ordinances used to improve and maintain City owned parking lots.

WCTV Fund

To account for the franchise fee paid by third party cable providers and Wadsworth Cable and the advertising charges for services provided by the Wadsworth Community Television (WCTV). These revenues support the daily operations of the cable studio, production of community channels, and the annual Clapper Awards public event.

Fire Dept. HazMat Clean Up Fund

To account for the collection of dollars received by third parties for the containment and disposal of hazardous conditions.

MAJOR GENERAL OBLIGATION BOND RETIREMENT FUND

The general obligation bond retirement fund accounts for various revenues collected for the payment of general obligation bond debt.

MAJOR FIRE LEVY FUND

The fire levy fund is used to account for the Fire Levy dollars for the purpose of providing and maintaining fire apparatus, appliances, building, or sites.

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARKING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Fines, forfeitures and settlements	\$ 8,000	\$ 8,000	\$ 6,281	\$ (1,719)
Other	160,000	160,000	-	(160,000)
Total revenues	<u>168,000</u>	<u>168,000</u>	<u>6,281</u>	<u>(161,719)</u>
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	1,862	11,862	1,862	10,000
Materials and supplies	5,000	11,205	10,747	458
Other	375	375	70	305
Capital outlay	259,106	186,477	16,682	169,795
Total expenditures	<u>266,343</u>	<u>209,919</u>	<u>29,361</u>	<u>180,558</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(98,343)</u>	<u>(41,919)</u>	<u>(23,080)</u>	<u>18,839</u>
Other financing sources (uses):				
Transfers in	347	347	347	-
Total other financing sources (uses)	<u>347</u>	<u>347</u>	<u>347</u>	<u>-</u>
Net change in fund balance	(97,996)	(41,572)	(22,733)	18,839
Fund balance at beginning of year	472,266	472,266	472,266	-
Prior year encumbrances appropriated	<u>73,106</u>	<u>73,106</u>	<u>73,106</u>	<u>-</u>
Fund balance at end of year	<u>\$ 447,376</u>	<u>\$ 503,800</u>	<u>\$ 522,639</u>	<u>\$ 18,839</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
WCTV FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 20,500	\$ 20,500	\$ 19,098	\$ (1,402)
Licenses and permits	364,490	364,490	355,439	(9,051)
Total revenues	<u>384,990</u>	<u>384,990</u>	<u>374,537</u>	<u>(10,453)</u>
Expenditures:				
<i>Current:</i>				
Leisure time activities				
Personal services	239,593	248,873	241,836	7,037
Contractual services	117,798	125,935	117,948	7,987
Materials and supplies	39,560	31,459	10,180	21,279
Other	1,875	1,840	270	1,570
Capital outlay	21,000	21,000	-	21,000
Total expenditures	<u>419,826</u>	<u>429,107</u>	<u>370,234</u>	<u>58,873</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(34,836)</u>	<u>(44,117)</u>	<u>4,303</u>	<u>48,420</u>
Other financing sources (uses):				
Transfers in	31	31	31	-
Total other financing sources (uses)	<u>31</u>	<u>31</u>	<u>31</u>	<u>-</u>
Net change in fund balance	<u>(34,805)</u>	<u>(44,086)</u>	<u>4,334</u>	<u>48,420</u>
Fund balance at beginning of year	<u>220,558</u>	<u>220,558</u>	<u>220,558</u>	<u>-</u>
Fund balance at end of year	<u>\$ 185,753</u>	<u>\$ 176,472</u>	<u>\$ 224,892</u>	<u>\$ 48,420</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE DEPT. HAZMAT CLEAN UP FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Other	\$ 500	\$ 500	\$ 2,081	\$ 1,581
Total revenues	<u>500</u>	<u>500</u>	<u>2,081</u>	<u>1,581</u>
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Contractual services	136	136	136	-
Materials and supplies	<u>2,200</u>	<u>2,200</u>	<u>846</u>	<u>1,354</u>
Total expenditures	<u>2,336</u>	<u>2,336</u>	<u>982</u>	<u>1,354</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,836)</u>	<u>(1,836)</u>	<u>1,099</u>	<u>2,935</u>
Other financing sources (uses):				
Transfers in	<u>45</u>	<u>45</u>	<u>45</u>	<u>-</u>
Total other financing sources (uses)	<u>45</u>	<u>45</u>	<u>45</u>	<u>-</u>
Net change in fund balance	(1,791)	(1,791)	1,144	2,935
Fund balance at beginning of year	<u>22,209</u>	<u>22,209</u>	<u>22,209</u>	<u>-</u>
Fund balance at end of year	<u>\$ 20,418</u>	<u>\$ 20,418</u>	<u>\$ 23,353</u>	<u>\$ 2,935</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL OBLIGATION BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 815,144	\$ 815,144	\$ 847,568	\$ 32,424
Rental income	533,947	533,947	506,090	(27,857)
Other	488,926	488,926	491,426	2,500
Total revenues	<u>1,838,017</u>	<u>1,838,017</u>	<u>1,845,084</u>	<u>7,067</u>
Expenditures:				
Debt service:				
Principal retirement	1,426,762	1,426,762	1,418,928	7,834
Interest and fiscal charges	681,388	681,388	681,387	1
Total debt service	<u>2,108,150</u>	<u>2,108,150</u>	<u>2,100,315</u>	<u>7,835</u>
Total expenditures	<u>2,108,150</u>	<u>2,108,150</u>	<u>2,100,315</u>	<u>7,835</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(270,133)</u>	<u>(270,133)</u>	<u>(255,231)</u>	<u>14,902</u>
Other financing sources (uses):				
Internal note issuance	296,900	296,900	296,900	-
Total other financing sources (uses)	<u>296,900</u>	<u>296,900</u>	<u>296,900</u>	<u>-</u>
Net change in fund balance	26,767	26,767	41,669	14,902
Fund balance at beginning of year	<u>85,326</u>	<u>85,326</u>	<u>85,326</u>	<u>-</u>
Fund balance at end of year	<u>\$ 112,093</u>	<u>\$ 112,093</u>	<u>\$ 126,995</u>	<u>\$ 14,902</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE LEVY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property and other taxes	\$ 899,688	\$ 900,875	\$ 880,400	\$ (20,475)
Charges for services	246,032	246,032	227,579	(18,453)
Intergovernmental	18,212	17,025	14,173	(2,852)
Contributions and donations	-	-	1,500	1,500
Other	-	-	2,680	2,680
Total revenues	<u>1,163,932</u>	<u>1,163,932</u>	<u>1,126,332</u>	<u>(37,600)</u>
Expenditures:				
Security of persons and property	523,642	523,642	450,771	72,871
Capital outlay	6,058,663	6,080,016	5,907,682	172,334
Total expenditures	<u>6,582,305</u>	<u>6,603,658</u>	<u>6,358,453</u>	<u>245,205</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,418,373)</u>	<u>(5,439,726)</u>	<u>(5,232,121)</u>	<u>207,605</u>
Other financing sources (uses):				
Sale of assets	100,000	100,000	59,700	(40,300)
Transfers in	406,276	406,276	406,276	-
Total other financing sources (uses)	<u>506,276</u>	<u>506,276</u>	<u>465,976</u>	<u>(40,300)</u>
Net change in fund balance	<u>(4,912,097)</u>	<u>(4,933,450)</u>	<u>(4,766,145)</u>	<u>167,305</u>
Fund balance at beginning of year	1,871,312	1,871,312	1,871,312	-
Prior year encumbrances appropriated	<u>5,638,508</u>	<u>5,638,508</u>	<u>5,638,508</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,597,723</u>	<u>\$ 2,576,370</u>	<u>\$ 2,743,675</u>	<u>\$ 167,305</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
RECREATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income taxes	\$ 96,000	\$ 96,000	\$ 96,000	\$ -
Rental income	70,979	70,979	70,048	(931)
Total revenues	166,979	166,979	166,048	(931)
Expenditures:				
<i>Current:</i>				
Leisure time activities				
Contractual services	106,542	109,988	108,845	1,143
Materials and supplies	6,000	2,554	-	2,554
Total leisure time activities	112,542	112,542	108,845	3,697
Debt service:				
Principal retirement	452,002	452,002	452,002	-
Interest and fiscal charges	11,300	11,300	11,300	-
Total debt service	463,302	463,302	463,302	-
Total expenditures	575,844	575,844	572,147	3,697
Excess (deficiency) of revenues over (under) expenditures	(408,865)	(408,865)	(406,099)	2,766
Other financing sources (uses):				
Internal note issuance	376,669	376,669	376,669	-
Transfers in	781	781	781	-
Total other financing sources (uses)	377,450	377,450	377,450	-
Net change in fund balance	(31,415)	(31,415)	(28,649)	2,766
Fund balance at beginning of year	365,894	365,894	365,894	-
Fund balance at end of year	\$ 334,479	\$ 334,479	\$ 337,245	\$ 2,766

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET MAINTENANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 890,000	\$ 890,000	\$ 890,000	\$ -
Charges for services	338,255	338,255	336,771	(1,484)
Intergovernmental	1,180,394	1,180,394	1,253,452	73,058
Total revenues	<u>2,408,649</u>	<u>2,408,649</u>	<u>2,480,223</u>	<u>71,574</u>
Expenditures:				
<i>Current:</i>				
Transportation				
Personal services	1,686,305	1,718,265	1,576,961	141,304
Contractual services	976,317	1,005,936	805,075	200,861
Materials and supplies	375,765	340,757	288,113	52,644
Other	12,525	12,610	9,209	3,401
Total expenditures	<u>3,050,912</u>	<u>3,077,568</u>	<u>2,679,358</u>	<u>398,210</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(642,263)</u>	<u>(668,919)</u>	<u>(199,135)</u>	<u>469,784</u>
Other financing sources (uses):				
Sale of assets	10,000	10,000	31,530	21,530
Transfers in	2,643	2,643	2,643	-
Total other financing sources (uses)	<u>12,643</u>	<u>12,643</u>	<u>34,173</u>	<u>21,530</u>
Net change in fund balance	<u>(629,620)</u>	<u>(656,276)</u>	<u>(164,962)</u>	<u>491,314</u>
Fund balance at beginning of year	1,737,084	1,737,084	1,737,084	-
Prior year encumbrances appropriated	<u>9,591</u>	<u>9,591</u>	<u>9,591</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,117,055</u>	<u>\$ 1,090,399</u>	<u>\$ 1,581,713</u>	<u>\$ 491,314</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMERGENCY MEDICAL SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property and other taxes	\$ 806,519	\$ 765,989	\$ 944,804	\$ 178,815
Charges for services	948,016	948,016	946,206	(1,810)
Intergovernmental	143,281	183,811	127,933	(55,878)
Contributions and donations	250	250	17,700	17,450
Other	1,350	1,350	-	(1,350)
Total revenues	<u>1,899,416</u>	<u>1,899,416</u>	<u>2,036,643</u>	<u>137,227</u>
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Personal services	2,078,760	2,198,220	1,791,167	407,053
Contractual services	364,070	366,808	326,188	40,620
Materials and supplies	71,500	80,533	61,688	18,845
Other	179,623	175,952	164,988	10,964
Total expenditures	<u>2,693,953</u>	<u>2,821,513</u>	<u>2,344,031</u>	<u>477,482</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(794,537)</u>	<u>(922,097)</u>	<u>(307,388)</u>	<u>614,709</u>
Other financing sources (uses):				
Sale of assets	-	-	5,000	5,000
Transfers in	9,226	9,226	9,226	-
Total other financing sources (uses)	<u>9,226</u>	<u>9,226</u>	<u>14,226</u>	<u>5,000</u>
Net change in fund balance	(785,311)	(912,871)	(293,162)	619,709
Fund balance at beginning of year	<u>3,657,665</u>	<u>3,657,665</u>	<u>3,657,665</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,872,354</u>	<u>\$ 2,744,794</u>	<u>\$ 3,364,503</u>	<u>\$ 619,709</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MUNICIPAL COURT SPECIAL PROGRAMS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines, forfeitures and settlements	\$ 35,250	\$ 35,250	\$ 22,114	\$ (13,136)
Total revenues	<u>35,250</u>	<u>35,250</u>	<u>22,114</u>	<u>(13,136)</u>
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	<u>32,685</u>	<u>32,685</u>	<u>24,619</u>	<u>8,066</u>
Total expenditures	<u>32,685</u>	<u>32,685</u>	<u>24,619</u>	<u>8,066</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,565</u>	<u>2,565</u>	<u>(2,505)</u>	<u>(5,070)</u>
Other financing sources (uses):				
Transfers in	<u>357</u>	<u>357</u>	<u>357</u>	<u>-</u>
Total other financing sources (uses)	<u>357</u>	<u>357</u>	<u>357</u>	<u>-</u>
Net change in fund balance	2,922	2,922	(2,148)	(5,070)
Fund balance at beginning of year	<u>173,693</u>	<u>173,693</u>	<u>173,693</u>	<u>-</u>
Fund balance at end of year	<u>\$ 176,615</u>	<u>\$ 176,615</u>	<u>\$ 171,545</u>	<u>\$ (5,070)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MUNICIPAL COURT IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines, forfeitures and settlements	\$ 60,000	\$ 60,000	\$ 43,646	\$ (16,354)
Total revenues	<u>60,000</u>	<u>60,000</u>	<u>43,646</u>	<u>(16,354)</u>
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	14,703	18,441	17,591	850
Materials and supplies	30,000	30,000	-	30,000
Capital outlay	<u>235,000</u>	<u>231,262</u>	<u>164,822</u>	<u>66,440</u>
Total expenditures	<u>279,703</u>	<u>279,703</u>	<u>182,413</u>	<u>97,290</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(219,703)</u>	<u>(219,703)</u>	<u>(138,767)</u>	<u>80,936</u>
Other financing sources (uses):				
Transfers in	<u>1,212</u>	<u>1,212</u>	<u>1,212</u>	<u>-</u>
Total other financing sources (uses)	<u>1,212</u>	<u>1,212</u>	<u>1,212</u>	<u>-</u>
Net change in fund balance	(218,491)	(218,491)	(137,555)	80,936
Fund balance at beginning of year	<u>614,972</u>	<u>614,972</u>	<u>614,972</u>	<u>-</u>
Fund balance at end of year	<u>\$ 396,481</u>	<u>\$ 396,481</u>	<u>\$ 477,417</u>	<u>\$ 80,936</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEVELOPERS SHADE TREE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 133,844	\$ 133,844	\$ 133,844	\$ -
Licenses and permits	10,000	10,000	-	(10,000)
Total revenues	<u>143,844</u>	<u>143,844</u>	<u>133,844</u>	<u>(10,000)</u>
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	69,299	71,684	70,347	1,337
Materials and supplies	75,000	30,715	30,651	64
Other	100	-	-	-
Total expenditures	<u>144,399</u>	<u>102,399</u>	<u>100,998</u>	<u>1,401</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(555)</u>	<u>41,445</u>	<u>32,846</u>	<u>(8,599)</u>
Other financing sources (uses):				
Transfers in	99	99	99	-
Total other financing sources (uses)	<u>99</u>	<u>99</u>	<u>99</u>	<u>-</u>
Net change in fund balance	<u>(456)</u>	<u>41,544</u>	<u>32,945</u>	<u>(8,599)</u>
Fund balance at beginning of year	<u>35,571</u>	<u>35,571</u>	<u>35,571</u>	<u>-</u>
Fund balance at end of year	<u>\$ 35,115</u>	<u>\$ 77,115</u>	<u>\$ 68,516</u>	<u>\$ (8,599)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DARE EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines, forfeitures and settlements	\$ 4,750	\$ 4,750	\$ 1,804	\$ (2,946)
Contributions and donations	3,150	3,150	4,229	1,079
Total revenues	<u>7,900</u>	<u>7,900</u>	<u>6,033</u>	<u>(1,867)</u>
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Contractual services	2,908	2,908	2,908	-
Materials and supplies	6,000	6,000	4,932	1,068
Total expenditures	<u>8,908</u>	<u>8,908</u>	<u>7,840</u>	<u>1,068</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,008)</u>	<u>(1,008)</u>	<u>(1,807)</u>	<u>(799)</u>
Other financing sources (uses):				
Transfers in	131	131	131	-
Total other financing sources (uses)	<u>131</u>	<u>131</u>	<u>131</u>	<u>-</u>
Net change in fund balance	(877)	(877)	(1,676)	(799)
Fund balance at beginning of year	<u>64,575</u>	<u>64,575</u>	<u>64,575</u>	<u>-</u>
Fund balance at end of year	<u>\$ 63,698</u>	<u>\$ 63,698</u>	<u>\$ 62,899</u>	<u>\$ (799)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DWI ENFORCEMENT AND EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines, forfeitures and settlements	\$ 2,500	\$ 2,500	\$ 1,718	\$ (782)
Total revenues	<u>2,500</u>	<u>2,500</u>	<u>1,718</u>	<u>(782)</u>
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Contractual services	545	4,297	4,233	64
Materials and supplies	<u>12,500</u>	<u>8,748</u>	<u>8,477</u>	<u>271</u>
Total expenditures	<u>13,045</u>	<u>13,045</u>	<u>12,710</u>	<u>335</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,545)</u>	<u>(10,545)</u>	<u>(10,992)</u>	<u>(447)</u>
Other financing sources (uses):				
Transfers in	<u>47</u>	<u>47</u>	<u>47</u>	<u>-</u>
Total other financing sources (uses)	<u>47</u>	<u>47</u>	<u>47</u>	<u>-</u>
Net change in fund balance	(10,498)	(10,498)	(10,945)	(447)
Fund balance at beginning of year	<u>21,151</u>	<u>21,151</u>	<u>21,151</u>	<u>-</u>
Fund balance at end of year	<u>\$ 10,653</u>	<u>\$ 10,653</u>	<u>\$ 10,206</u>	<u>\$ (447)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INDIGENT DRIVERS ALCOHOL TREATMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines, forfeitures and settlements	\$ 27,000	\$ 27,000	\$ 14,170	\$ (12,830)
Intergovernmental	16,000	16,000	11,029	(4,971)
Total revenues	<u>43,000</u>	<u>43,000</u>	<u>25,199</u>	<u>(17,801)</u>
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	<u>59,180</u>	<u>59,180</u>	<u>41,337</u>	<u>17,843</u>
Total expenditures	<u>59,180</u>	<u>59,180</u>	<u>41,337</u>	<u>17,843</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,180)</u>	<u>(16,180)</u>	<u>(16,138)</u>	<u>42</u>
Other financing sources (uses):				
Transfers in	<u>316</u>	<u>316</u>	<u>316</u>	<u>-</u>
Total other financing sources (uses)	<u>316</u>	<u>316</u>	<u>316</u>	<u>-</u>
Net change in fund balance	(15,864)	(15,864)	(15,822)	42
Fund balance at beginning of year	<u>114,570</u>	<u>114,570</u>	<u>114,570</u>	<u>-</u>
Fund balance at end of year	<u>\$ 98,706</u>	<u>\$ 98,706</u>	<u>\$ 98,748</u>	<u>\$ 42</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LAW ENFORCEMENT TRUST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines, forfeitures and settlements	\$ 2,500	\$ 2,500	\$ 600	\$ (1,900)
Interest income	20	20	76	56
Contributions and donations	-	-	21,035	21,035
Total revenues	<u>2,520</u>	<u>2,520</u>	<u>21,711</u>	<u>19,191</u>
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Contractual services	1,294	1,294	1,294	-
Materials and supplies	9,500	13,500	13,060	440
Total expenditures	<u>10,794</u>	<u>14,794</u>	<u>14,354</u>	<u>440</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(8,274)</u>	<u>(12,274)</u>	<u>7,357</u>	<u>19,631</u>
Other financing sources (uses):				
Sale of assets	750	750	5,651	4,901
Total other financing sources (uses)	<u>750</u>	<u>750</u>	<u>5,651</u>	<u>4,901</u>
Net change in fund balance	(7,524)	(11,524)	13,008	24,532
Fund balance at beginning of year	<u>58,513</u>	<u>58,513</u>	<u>58,513</u>	<u>-</u>
Fund balance at end of year	<u>\$ 50,989</u>	<u>\$ 46,989</u>	<u>\$ 71,521</u>	<u>\$ 24,532</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMISSIVE MOTOR VEHICLE LICENSE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 283,398	\$ 283,398	\$ 273,665	\$ (9,733)
Other	-	-	16	16
Total revenues	283,398	283,398	273,681	(9,717)
Expenditures:				
<i>Current:</i>				
Transportation				
Contractual services	164,179	164,179	162,133	2,046
Materials and supplies	40,704	40,704	32,751	7,953
Capital outlay	55,774	55,774	43,693	12,081
Total expenditures	260,657	260,657	238,577	22,080
Excess (deficiency) of revenues over (under) expenditures	22,741	22,741	35,104	12,363
Other financing sources (uses):				
Transfers in	1,059	1,059	1,059	-
Total other financing sources (uses)	1,059	1,059	1,059	-
Net change in fund balance	23,800	23,800	36,163	12,363
Fund balance at beginning of year	330,827	330,827	330,827	-
Prior year encumbrances appropriated	5,227	5,227	5,227	-
Fund balance at end of year	\$ 359,854	\$ 359,854	\$ 372,217	\$ 12,363

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STATE HIGHWAY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 95,708	\$ 95,708	\$ 101,631	\$ 5,923
Total revenues	<u>95,708</u>	<u>95,708</u>	<u>101,631</u>	<u>5,923</u>
Expenditures:				
<i>Current:</i>				
Transportation				
Contractual services	79,530	76,657	42,519	34,138
Materials and supplies	<u>75,994</u>	<u>75,994</u>	<u>53,451</u>	<u>22,543</u>
Total expenditures	<u>155,524</u>	<u>152,651</u>	<u>95,970</u>	<u>56,681</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(59,816)</u>	<u>(56,943)</u>	<u>5,661</u>	<u>62,604</u>
Other financing sources (uses):				
Transfers in	<u>575</u>	<u>575</u>	<u>575</u>	<u>-</u>
Total other financing sources (uses)	<u>575</u>	<u>575</u>	<u>575</u>	<u>-</u>
Net change in fund balance	(59,241)	(56,368)	6,236	62,604
Fund balance at beginning of year	281,639	281,639	281,639	-
Prior year encumbrances appropriated	<u>11,117</u>	<u>11,117</u>	<u>11,117</u>	<u>-</u>
Fund balance at end of year	<u>\$ 233,515</u>	<u>\$ 236,388</u>	<u>\$ 298,992</u>	<u>\$ 62,604</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ABATEMENT OF PUBLIC NUISANCE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Fines, forfeitures and settlements	\$ 6,500	\$ 6,500	\$ 960	\$ (5,540)
Total revenues	<u>6,500</u>	<u>6,500</u>	<u>960</u>	<u>(5,540)</u>
Expenditures:				
<i>Current:</i>				
Public health				
Contractual services	25,000	25,000	2,445	22,555
Capital outlay	<u>13,500</u>	<u>13,500</u>	<u>12,726</u>	<u>774</u>
Total expenditures	<u>38,500</u>	<u>38,500</u>	<u>15,171</u>	<u>23,329</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(32,000)</u>	<u>(32,000)</u>	<u>(14,211)</u>	<u>17,789</u>
Other financing sources (uses):				
Transfers in	<u>209</u>	<u>209</u>	<u>209</u>	<u>-</u>
Total other financing sources (uses)	<u>209</u>	<u>209</u>	<u>209</u>	<u>-</u>
Net change in fund balance	(31,791)	(31,791)	(14,002)	17,789
Fund balance at beginning of year	<u>100,851</u>	<u>100,851</u>	<u>100,851</u>	<u>-</u>
Fund balance at end of year	<u>\$ 69,060</u>	<u>\$ 69,060</u>	<u>\$ 86,849</u>	<u>\$ 17,789</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CHIPPEWA CREEK WELL RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
TOTAL	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
Fund balance at end of year	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ -</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY REINVESTMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 46,100	\$ 46,100	\$ 43,809	\$ (2,291)
Other	2,000	2,000	4,000	2,000
Total revenues	<u>48,100</u>	<u>48,100</u>	<u>47,809</u>	<u>(291)</u>
Expenditures:				
<i>Current:</i>				
Community and economic development				
Contractual services	250	250	250	-
Other	46,100	46,100	40,318	5,782
Total expenditures	<u>46,350</u>	<u>46,350</u>	<u>40,568</u>	<u>5,782</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,750</u>	<u>1,750</u>	<u>7,241</u>	<u>5,491</u>
Other financing sources (uses):				
Transfers in	96	96	96	-
Total other financing sources (uses)	<u>96</u>	<u>96</u>	<u>96</u>	<u>-</u>
Net change in fund balance	1,846	1,846	7,337	5,491
Fund balance at beginning of year	<u>52,438</u>	<u>52,438</u>	<u>52,438</u>	<u>-</u>
Fund balance at end of year	<u>\$ 54,284</u>	<u>\$ 54,284</u>	<u>\$ 59,775</u>	<u>\$ 5,491</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LOCAL FISCAL RECOVERY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
<i>Current:</i>				
General government				
Personal services	\$ -	\$ 276,166	\$ 275,770	\$ 396
Other	429,000	588,000	484,036	103,964
Capital outlay	25,000	-	-	-
Total general government	<u>454,000</u>	<u>864,166</u>	<u>759,806</u>	<u>104,360</u>
Security of persons and property				
Personal services	-	16,455	16,455	-
Contractual services	-	25,000	24,551	449
Capital outlay	38,676	61,522	36,522	25,000
Total security of persons and property	<u>38,676</u>	<u>102,977</u>	<u>77,528</u>	<u>25,449</u>
Transportation				
Personal services	-	28,041	28,040	1
Leisure time activities				
Personal services	-	25,180	25,180	-
Other	1,000,000	968,000	221,326	746,674
Total leisure time activities	<u>1,000,000</u>	<u>993,180</u>	<u>246,506</u>	<u>746,674</u>
Community and economic development				
Personal services	-	11,160	11,160	-
Total expenditures	<u>1,492,676</u>	<u>1,999,524</u>	<u>1,123,040</u>	<u>876,484</u>
Net change in fund balance	(1,492,676)	(1,999,524)	(1,123,040)	876,484
Fund balance at beginning of year	2,389,860	2,389,860	2,389,860	-
Prior year encumbrances appropriated	<u>38,676</u>	<u>38,676</u>	<u>38,676</u>	<u>-</u>
Fund balance at end of year	<u>\$ 935,860</u>	<u>\$ 429,012</u>	<u>\$ 1,305,496</u>	<u>\$ 876,484</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ROUNDBOUT AT SR 57 & SEVILLE RD. FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 392,000	\$ 392,000
Total revenues	<u>-</u>	<u>-</u>	<u>392,000</u>	<u>392,000</u>
Expenditures:				
<i>Current:</i>				
Transportation				
Capital outlay	10,265	10,265	10,265	-
Total expenditures	<u>10,265</u>	<u>10,265</u>	<u>10,265</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,265)</u>	<u>(10,265)</u>	<u>381,735</u>	<u>392,000</u>
Other financing sources (uses):				
Loan issued	-	-	64,130	64,130
Advances in	-	-	40,135	40,135
Advances out	-	-	(496,994)	(496,994)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(392,729)</u>	<u>(392,729)</u>
Net change in fund balance	(10,265)	(10,265)	(10,994)	(729)
Fund balance at beginning of year	729	729	729	-
Prior year encumbrances appropriated	<u>10,265</u>	<u>10,265</u>	<u>10,265</u>	<u>-</u>
Fund balance at end of year	<u>\$ 729</u>	<u>\$ 729</u>	<u>\$ -</u>	<u>\$ (729)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ONEOHIO OPIOID SETTLEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Fines, forfeitures and settlements	\$ -	\$ -	\$ 17,195	\$ 17,195
Total revenues	-	-	17,195	17,195
Net change in fund balance	-	-	17,195	17,195
Fund balance at beginning of year	6,577	6,577	6,577	-
Fund balance at end of year	<u>\$ 6,577</u>	<u>\$ 6,577</u>	<u>\$ 23,772</u>	<u>\$ 17,195</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
RECREATION TAX FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property and other taxes	\$ 60,000	\$ 60,000	\$ 32,400	\$ (27,600)
Contributions and donations	-	-	5,000	5,000
Other	-	-	6,887	6,887
Total revenues	<u>60,000</u>	<u>60,000</u>	<u>44,287</u>	<u>(15,713)</u>
Expenditures:				
<i>Current:</i>				
Leisure time activities				
Contractual services	1,453	10,333	10,333	-
Materials and supplies	31,500	22,000	13,018	8,982
Other	475	585	362	223
Capital outlay	189,425	131,502	110,439	21,063
Total expenditures	<u>222,853</u>	<u>164,420</u>	<u>134,152</u>	<u>30,268</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(162,853)</u>	<u>(104,420)</u>	<u>(89,865)</u>	<u>14,555</u>
Other financing sources (uses):				
Transfers in	510	510	510	-
Total other financing sources (uses)	<u>510</u>	<u>510</u>	<u>510</u>	<u>-</u>
Net change in fund balance	<u>(162,343)</u>	<u>(103,910)</u>	<u>(89,355)</u>	<u>14,555</u>
Fund balance at beginning of year	257,189	257,189	257,189	-
Prior year encumbrances appropriated	<u>17,425</u>	<u>17,425</u>	<u>17,425</u>	<u>-</u>
Fund balance at end of year	<u>\$ 112,271</u>	<u>\$ 170,704</u>	<u>\$ 185,259</u>	<u>\$ 14,555</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SAFETY TOWN VILLAGE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income taxes	\$ -	\$ 113,000	\$ 113,000	\$ -
Intergovernmental	-	75,000	-	(75,000)
Contributions and donations	-	25,500	47,944	22,444
Total revenues	-	213,500	160,944	(52,556)
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Contractual services	-	740	621	119
Capital outlay	-	212,760	199,530	13,230
Total expenditures	-	213,500	200,151	13,349
Excess (deficiency) of revenues over (under) expenditures	-	-	(39,207)	(39,207)
Other financing sources (uses):				
Advances in	-	-	52,556	52,556
Total other financing sources (uses)	-	-	52,556	52,556
Net change in fund balance	-	-	13,349	13,349
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ 13,349	\$ 13,349

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FIRE DEPARTMENT EDUCATION GRANT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Other	\$ 1,900	\$ 1,900	\$ -	\$ 1,900
Total expenditures	1,900	1,900	-	1,900
Net change in fund balance	(1,900)	(1,900)	-	1,900
Fund balance at beginning of year	5,019	5,019	5,019	-
Fund balance at end of year	\$ 3,119	\$ 3,119	\$ 5,019	\$ 1,900

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
POLICE CONTINUING PROFESSIONAL TRAINING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 275	\$ 275
Total revenues	<u>-</u>	<u>-</u>	<u>275</u>	<u>275</u>
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Other	<u>8,900</u>	<u>7,100</u>	<u>6,555</u>	<u>545</u>
Total expenditures	<u>8,900</u>	<u>7,100</u>	<u>6,555</u>	<u>545</u>
Net change in fund balance	(8,900)	(7,100)	(6,280)	820
Fund balance at beginning of year	<u>11,517</u>	<u>11,517</u>	<u>11,517</u>	<u>-</u>
Fund balance at end of year	<u><u>\$ 2,617</u></u>	<u><u>\$ 4,417</u></u>	<u><u>\$ 5,237</u></u>	<u><u>\$ 820</u></u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CHIP REVOLVING LOAN FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 3,200	\$ 3,200	\$ -	\$ (3,200)
Total revenues	<u>3,200</u>	<u>3,200</u>	<u>-</u>	<u>(3,200)</u>
Expenditures:				
<i>Current:</i>				
Community and economic development				
Contractual services	<u>35,250</u>	<u>35,250</u>	<u>1,500</u>	<u>33,750</u>
Total expenditures	<u>35,250</u>	<u>35,250</u>	<u>1,500</u>	<u>33,750</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(32,050)</u>	<u>(32,050)</u>	<u>(1,500)</u>	<u>30,550</u>
Other financing sources (uses):				
Transfers in	<u>196</u>	<u>196</u>	<u>196</u>	<u>-</u>
Total other financing sources (uses)	<u>196</u>	<u>196</u>	<u>196</u>	<u>-</u>
Net change in fund balance	(31,854)	(31,854)	(1,304)	30,550
Fund balance at beginning of year	<u>107,674</u>	<u>107,674</u>	<u>107,674</u>	<u>-</u>
Fund balance at end of year	<u>\$ 75,820</u>	<u>\$ 75,820</u>	<u>\$ 106,370</u>	<u>\$ 30,550</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ECONOMIC DEVELOPMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property and other taxes	\$ 22,300	\$ 22,300	\$ 30,000	\$ 7,700
Charges for services	125,772	125,772	125,772	-
Contributions and donations	230,000	230,000	230,000	-
Other	2,000	2,000	500	(1,500)
Total revenues	<u>380,072</u>	<u>380,072</u>	<u>386,272</u>	<u>6,200</u>
Expenditures:				
<i>Current:</i>				
Community and economic development				
Personal services	226,799	231,568	213,308	18,260
Contractual services	366,802	372,802	173,662	199,140
Materials and supplies	4,350	4,350	399	3,951
Other	65,487	65,487	24,652	40,835
Total expenditures	<u>663,438</u>	<u>674,207</u>	<u>412,021</u>	<u>262,186</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(283,366)</u>	<u>(294,135)</u>	<u>(25,749)</u>	<u>268,386</u>
Other financing sources (uses):				
Transfers in	517	517	517	-
Total other financing sources (uses)	<u>517</u>	<u>517</u>	<u>517</u>	<u>-</u>
Net change in fund balance	<u>(282,849)</u>	<u>(293,618)</u>	<u>(25,232)</u>	<u>268,386</u>
Fund balance at beginning of year	480,210	480,210	480,210	-
Prior year encumbrances appropriated	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Fund balance at end of year	<u>\$ 247,361</u>	<u>\$ 236,592</u>	<u>\$ 504,978</u>	<u>\$ 268,386</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TAX INCREMENT FINANCING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
TOTAL	\$ -	\$ -	\$ -	\$ -
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	<u>17,020</u>	<u>17,020</u>	<u>17,020</u>	<u>-</u>
Fund balance at end of year	<u>\$ 17,020</u>	<u>\$ 17,020</u>	<u>\$ 17,020</u>	<u>\$ -</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
REVOLVING LOAN FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Interest income	\$ 12	\$ 12	\$ 1,561	\$ 1,549
Total revenues	12	12	1,561	1,549
Expenditures:				
<i>Current:</i>				
Community and economic development				
Contractual services	363	363	363	-
Total expenditures	363	363	363	-
Net change in fund balance	(351)	(351)	1,198	1,549
Fund balance at beginning of year	96,159	96,159	96,159	-
Fund balance at end of year	<u>\$ 95,808</u>	<u>\$ 95,808</u>	<u>\$ 97,357</u>	<u>\$ 1,549</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL ASSESSMENT BOND RETIREMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Special assessments	\$ 90,339	\$ 90,339	\$ 109,531	\$ 19,192
Total revenues	<u>90,339</u>	<u>90,339</u>	<u>109,531</u>	<u>19,192</u>
Expenditures:				
Debt service:				
Principal retirement	57,429	57,429	57,427	2
Interest and fiscal charges	<u>32,196</u>	<u>32,196</u>	<u>32,196</u>	<u>-</u>
Total expenditures	<u>89,625</u>	<u>89,625</u>	<u>89,623</u>	<u>2</u>
Excess (deficiency) of revenues over (under) expenditures	<u>714</u>	<u>714</u>	<u>19,908</u>	<u>19,194</u>
Other financing sources (uses):				
Advances out	-	-	(18,279)	(18,279)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(18,279)</u>	<u>(18,279)</u>
Net change in fund balance	714	714	1,629	915
Fund balance at beginning of year	<u>511</u>	<u>511</u>	<u>511</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,225</u>	<u>\$ 1,225</u>	<u>\$ 2,140</u>	<u>\$ 915</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DOWNTOWN IMPROVEMENT PROJECT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Expenditures:				
Capital outlay	\$ 50,000	\$ -	\$ -	\$ -
Total expenditures	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(50,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):				
Transfers in	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Total other financing sources (uses)	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Net change in fund balance	-	50,000	-	(50,000)
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 50,000</u>	<u>\$ -</u>	<u>\$ (50,000)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
AIRPORT IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income taxes	\$ 239,750	\$ 239,750	\$ 239,750	\$ -
Intergovernmental	717,250	717,250	100,781	(616,469)
Total revenues	<u>957,000</u>	<u>957,000</u>	<u>340,531</u>	<u>(616,469)</u>
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	172,051	171,977	162,051	9,926
Capital outlay	944,000	434,017	353,785	80,232
Total general government	<u>1,116,051</u>	<u>605,994</u>	<u>515,836</u>	<u>90,158</u>
Debt service:				
Principal retirement	45,000	45,000	45,000	-
Interest and fiscal charges	1,125	1,125	1,125	-
Total debt service	<u>46,125</u>	<u>46,125</u>	<u>46,125</u>	<u>-</u>
Total expenditures	<u>1,162,176</u>	<u>652,119</u>	<u>561,961</u>	<u>90,158</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(205,176)</u>	<u>304,881</u>	<u>(221,430)</u>	<u>(526,311)</u>
Other financing sources (uses):				
Internal note issuance	36,000	36,000	36,000	-
Advances in	-	-	67,005	67,005
Transfers in	321	321	321	-
Total other financing sources (uses)	<u>36,321</u>	<u>36,321</u>	<u>103,326</u>	<u>67,005</u>
Net change in fund balance	<u>(168,855)</u>	<u>341,202</u>	<u>(118,104)</u>	<u>(459,306)</u>
Fund balance at beginning of year	38,187	38,187	38,187	-
Prior year encumbrances appropriated	<u>170,075</u>	<u>170,075</u>	<u>170,075</u>	<u>-</u>
Fund balance at end of year	<u>\$ 39,407</u>	<u>\$ 549,464</u>	<u>\$ 90,158</u>	<u>\$ (459,306)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income taxes	\$ 1,003,000	\$ 890,000	\$ 1,040,000	\$ 150,000
Property and other taxes	74,700	74,700	88,149	13,449
Intergovernmental	615,000	540,000	-	(540,000)
Other	1,055,056	1,055,056	276,382	(778,674)
Total revenues	2,747,756	2,559,756	1,404,531	(1,155,225)
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	69,968	46,274	43,880	2,394
Materials and supplies	5,800	8,122	7,620	502
Capital outlay	4,322,500	2,156,793	2,109,464	47,329
Total general government	4,398,268	2,211,189	2,160,964	50,225
Security of persons and property				
Materials and supplies	-	915	807	108
Capital outlay	285,303	185,095	175,324	9,771
Total security of persons and property	285,303	186,010	176,131	9,879
Transportation				
Capital outlay	624,421	464,592	464,592	-
Total transportation	624,421	464,592	464,592	-
Leisure time activities				
Capital outlay	2,196,850	311,630	306,729	4,901
Total leisure time activities	2,196,850	311,630	306,729	4,901
Community and economic development				
Capital outlay	16,500	15,554	15,554	-
Debt service:				
Principal retirement	468,800	118,800	118,800	-
Interest and fiscal charges	11,720	2,970	2,970	-
Total debt service	480,520	121,770	121,770	-
Total expenditures	8,001,862	3,310,745	3,245,740	65,005
Excess (deficiency) of revenues over (under) expenditures	(5,254,106)	(750,989)	(1,841,209)	(1,090,220)

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL CAPITAL IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Other financing sources (uses):				
Internal note issuance	420,600	420,600	105,600	(315,000)
Sale of assets	-	-	40,994	40,994
Transfers in	<u>3,502,357</u>	<u>3,502,357</u>	<u>2,052,357</u>	<u>(1,450,000)</u>
Total other financing sources (uses)	<u>3,922,957</u>	<u>3,922,957</u>	<u>2,198,951</u>	<u>(1,724,006)</u>
Net change in fund balance	(1,331,149)	3,171,968	357,742	(2,814,226)
Fund balance at beginning of year	2,028,892	2,028,892	2,028,892	-
Prior year encumbrances appropriated	<u>115,074</u>	<u>115,074</u>	<u>115,074</u>	<u>-</u>
Fund balance at end of year	<u>\$ 812,817</u>	<u>\$ 5,315,934</u>	<u>\$ 2,501,708</u>	<u>\$ (2,814,226)</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EMS RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Property and other taxes	\$ 610,000	\$ 610,000	\$ 610,000	\$ -
Total revenues	<u>610,000</u>	<u>610,000</u>	<u>610,000</u>	<u>-</u>
Expenditures:				
<i>Current:</i>				
Security of persons and property				
Contractual services	1,067	1,067	1,067	-
Capital outlay	<u>4,955,701</u>	<u>4,977,535</u>	<u>4,746,378</u>	<u>231,157</u>
Total expenditures	<u>4,956,768</u>	<u>4,978,602</u>	<u>4,747,445</u>	<u>231,157</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,346,768)</u>	<u>(4,368,602)</u>	<u>(4,137,445)</u>	<u>231,157</u>
Other financing sources (uses):				
Transfers in	231,710	231,710	231,710	-
Transfers out	<u>(203,894)</u>	<u>(203,894)</u>	<u>(203,894)</u>	<u>-</u>
Total other financing sources (uses)	<u>27,816</u>	<u>27,816</u>	<u>27,816</u>	<u>-</u>
Net change in fund balance	(4,318,952)	(4,340,786)	(4,109,629)	231,157
Fund balance at beginning of year	324,840	324,840	324,840	-
Prior year encumbrances appropriated	<u>4,468,876</u>	<u>4,468,876</u>	<u>4,468,876</u>	<u>-</u>
Fund balance at end of year	<u>\$ 474,764</u>	<u>\$ 452,930</u>	<u>\$ 684,087</u>	<u>\$ 231,157</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PARK LAND ACQUISITION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Licenses and permits	\$ 10,000	\$ 10,000	\$ 23,200	\$ 13,200
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>23,200</u>	<u>13,200</u>
Expenditures:				
<i>Current:</i>				
Leisure time activities				
Contractual services	227	227	227	-
Capital outlay	<u>450,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>450,227</u>	<u>227</u>	<u>227</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(440,227)</u>	<u>9,773</u>	<u>22,973</u>	<u>13,200</u>
Other financing sources (uses):				
Transfers in	<u>898</u>	<u>898</u>	<u>898</u>	<u>-</u>
Total other financing sources (uses)	<u>898</u>	<u>898</u>	<u>898</u>	<u>-</u>
Net change in fund balance	(439,329)	10,671	23,871	13,200
Fund balance at beginning of year	<u>439,457</u>	<u>439,457</u>	<u>439,457</u>	<u>-</u>
Fund balance at end of year	<u>\$ 128</u>	<u>\$ 450,128</u>	<u>\$ 463,328</u>	<u>\$ 13,200</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STREET IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 1,190,996	\$ 1,190,996	\$ 1,247,379	\$ 56,383
Intergovernmental	305,540	305,540	-	(305,540)
Total revenues	<u>1,496,536</u>	<u>1,496,536</u>	<u>1,247,379</u>	<u>(249,157)</u>
Expenditures:				
<i>Current:</i>				
Transportation				
Contractual services	1,657	1,657	1,657	-
Capital outlay	2,034,355	2,290,004	2,278,638	11,366
Total expenditures	<u>2,036,012</u>	<u>2,291,661</u>	<u>2,280,295</u>	<u>11,366</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(539,476)</u>	<u>(795,125)</u>	<u>(1,032,916)</u>	<u>(237,791)</u>
Other financing sources (uses):				
Advances in	-	-	240,051	240,051
Transfers in	866	866	866	-
Total other financing sources (uses)	<u>866</u>	<u>866</u>	<u>240,917</u>	<u>240,051</u>
Net change in fund balance	<u>(538,610)</u>	<u>(794,259)</u>	<u>(791,999)</u>	<u>2,260</u>
Fund balance at beginning of year	1,038,302	1,038,302	1,038,302	-
Prior year encumbrances appropriated	<u>72,215</u>	<u>72,215</u>	<u>72,215</u>	<u>-</u>
Fund balance at end of year	<u>\$ 571,907</u>	<u>\$ 316,258</u>	<u>\$ 318,518</u>	<u>\$ 2,260</u>

CITY OF WADSWORTH, OHIO

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL ASSESSMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Income taxes	\$ 200,000	\$ 200,000	\$ 222,630	\$ 22,630
Special assessments	245,329	245,329	35,029	(210,300)
Total revenues	<u>445,329</u>	<u>445,329</u>	<u>257,659</u>	<u>(187,670)</u>
Expenditures:				
<i>Current:</i>				
General government				
Contractual services	389,595	317,056	268,634	48,422
Materials and supplies	1,200	2,255	2,255	-
Total expenditures	<u>390,795</u>	<u>319,311</u>	<u>270,889</u>	<u>48,422</u>
Excess (deficiency) of revenues over (under) expenditures	<u>54,534</u>	<u>126,018</u>	<u>(13,230)</u>	<u>(139,248)</u>
Other financing sources (uses):				
Internal bond issuance	75,000	75,000	85,333	10,333
Advances in	-	-	40,865	40,865
Advances out	-	-	(101,831)	(101,831)
Transfers in	-	-	15,000	15,000
Total other financing sources (uses)	<u>75,000</u>	<u>75,000</u>	<u>39,367</u>	<u>(35,633)</u>
Net change in fund balance	129,534	201,018	26,137	(174,881)
Fund balance at beginning of year	2,877	2,877	2,877	-
Prior year encumbrances appropriated	<u>22,095</u>	<u>22,095</u>	<u>22,095</u>	<u>-</u>
Fund balance at end of year	<u>\$ 154,506</u>	<u>\$ 225,990</u>	<u>\$ 51,109</u>	<u>\$ (174,881)</u>



CITY OF WADSWORTH, OHIO

FUND DESCRIPTIONS - PROPRIETARY FUNDS

Proprietary funds are used to account for the City's ongoing organizations and activities which are similar to those found in the private sector. The measurement focus is upon determination of net income, financial position, and cash flow.

Internal Service Funds

Equipment Maintenance Fund

To account for the costs associated with the maintenance and repair of City owned vehicles and equipment. All the funds that benefit from these services pay their direct costs and their proportionate share of overhead costs.

Information Technology Fund

To account for the costs associated with the purchase, maintenance and repair of City owned networks and computer systems. All the funds that benefit from these services pay their proportionate share of direct and overhead costs based on the number of servers, network devices, and storage.

Health Insurance Retention Fund

To account for payments of City employee health insurance claims, third party administrative costs, and stop loss insurance premiums. All funds that have employees covered under the City's health insurance are charged a premium based on the number of employees and the coverage.

Liability Insurance Retention Fund

To account for monies used to pay for liabilities that are below third party insurance deductibles or not covered under certain policies.

Benefits Reserve Fund

To account for resources used to pay accrued benefits to City employees and salaries during any fiscal year when the number of pay periods exceeds the usual and customary number of pay periods.

Workers' Compensation Retention Fund

To account for payments of City employee workers' compensation claims, third party administrative costs, and stop loss insurance premiums. All funds that have employees covered under the City's self-insured workers' compensation program are charged a premium based on the amount of gross wages.

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF FUND NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2023

	Equipment Maintenance	Information Technology	Health Insurance Retention	Liability Insurance Retention
Assets:				
Current assets:				
Equity in pooled cash and investments	25,252	175,578	336,263	36,964
Receivables:				
Accounts	69,328	-	-	-
Interfund loans	2,411	16,761	32,100	3,529
Materials and supplies inventory	414,423	-	-	-
Prepayments	6,821	82,057	-	-
Total current assets	<u>518,235</u>	<u>274,396</u>	<u>368,363</u>	<u>40,493</u>
Noncurrent assets:				
Net pension asset	7,784	13,660	-	-
Depreciable capital assets, net	206,944	250,589	-	-
Total noncurrent assets	<u>214,728</u>	<u>264,249</u>	<u>-</u>	<u>-</u>
Total assets	<u>732,963</u>	<u>538,645</u>	<u>368,363</u>	<u>40,493</u>
Deferred outflows of resources:				
Pension	244,502	429,104	-	-
OPEB	37,425	65,682	-	-
Total deferred outflows of resources	<u>281,927</u>	<u>494,786</u>	<u>-</u>	<u>-</u>
Total assets and deferred outflows	<u>1,014,890</u>	<u>1,033,431</u>	<u>368,363</u>	<u>40,493</u>
Liabilities:				
Current liabilities:				
Accounts payable	21,384	3,925	-	-
Accrued wages and benefits payable	7,538	13,420	-	-
Due to other governments	1,258	2,240	-	-
Interfund loans payable	152,463	35,845	-	-
Accrued interest payable	-	3,271	-	-
Compensated absences payable - current	55,525	66,867	-	-
Subscriptions payable - current	-	21,074	-	-
Claims payable	-	-	514,972	-
Total current liabilities	<u>238,168</u>	<u>146,642</u>	<u>514,972</u>	<u>-</u>
Long-term liabilities:				
Compensated absences payable	46,890	63,867	-	-
Subscriptions payable	-	114,860	-	-
Net pension liability	572,831	1,005,331	-	-
Net OPEB liability	12,344	21,664	-	-
Total long-term liabilities	<u>632,065</u>	<u>1,205,722</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>870,233</u>	<u>1,352,364</u>	<u>514,972</u>	<u>-</u>
Deferred inflows of resources:				
Pension	5,294	34,810	-	-
OPEB	4,414	10,524	-	-
Total deferred inflows of resources	<u>9,708</u>	<u>45,334</u>	<u>-</u>	<u>-</u>
Net position:				
Net investment in capital assets	206,944	114,655	-	-
Restricted	7,784	13,660	-	-
Unrestricted (deficit)	(79,779)	(492,582)	(146,609)	40,493
Total net position (deficit)	<u>\$ 134,949</u>	<u>\$ (364,267)</u>	<u>\$ (146,609)</u>	<u>\$ 40,493</u>

Benefits Reserve	Workers' Compensation Retention	Total
26,735	868,109	1,468,901
-	-	69,328
2,552	82,870	140,223
-	-	414,423
-	62,489	151,367
<u>29,287</u>	<u>1,013,468</u>	<u>2,244,242</u>
-	-	21,444
-	-	457,533
-	-	478,977
<u>29,287</u>	<u>1,013,468</u>	<u>2,723,219</u>
-	-	673,606
-	-	103,107
-	-	776,713
<u>29,287</u>	<u>1,013,468</u>	<u>3,499,932</u>
-	879	26,188
-	-	20,958
-	-	3,498
-	-	188,308
-	-	3,271
-	-	122,392
-	-	21,074
-	51,619	566,591
-	52,498	952,280
-	-	110,757
-	-	114,860
-	-	1,578,162
-	-	34,008
-	-	1,837,787
-	52,498	2,790,067
-	-	40,104
-	-	14,938
-	-	55,042
-	-	321,599
-	-	21,444
<u>29,287</u>	<u>960,970</u>	<u>311,780</u>
<u>\$ 29,287</u>	<u>\$ 960,970</u>	<u>\$ 654,823</u>

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Equipment Maintenance	Information Technology	Health Insurance Retention	Liability Insurance Retention
Revenues:				
Charges for services	\$ 978,693	\$ 1,506,178	\$ 4,273,036	\$ -
Other	3,203	-	5,000	-
Total operating revenues	<u>981,896</u>	<u>1,506,178</u>	<u>4,278,036</u>	<u>-</u>
Operating expenses:				
Personal services	575,270	935,758	5,452	131
Contract services	94,212	304,264	948,294	28
Materials and supplies	448,792	171,253	-	-
Claims expense	-	-	4,152,857	-
Depreciation	15,375	39,162	-	-
Other	1,440	5,252	-	-
Total operating expenses	<u>1,135,089</u>	<u>1,455,689</u>	<u>5,106,603</u>	<u>159</u>
Operating income (loss)	<u>(153,193)</u>	<u>50,489</u>	<u>(828,567)</u>	<u>(159)</u>
Nonoperating (expenses):				
Interest and fiscal charges	-	(4,042)	-	-
Gain (loss) on sale of capital assets	-	(8,149)	-	-
Other nonoperating revenues	50	-	-	-
Total nonoperating (expenses)	<u>50</u>	<u>(12,191)</u>	<u>-</u>	<u>-</u>
Income (loss) before transfers	<u>(153,143)</u>	<u>38,298</u>	<u>(828,567)</u>	<u>(159)</u>
Transfer in	445	-	3,720	80
Change in net position	(152,698)	38,298	(824,847)	(79)
Net position (deficit) at beginning of year	<u>287,647</u>	<u>(402,565)</u>	<u>678,238</u>	<u>40,572</u>
Net position (deficit) at end of year	<u>\$ 134,949</u>	<u>\$ (364,267)</u>	<u>\$ (146,609)</u>	<u>\$ 40,493</u>

(Continued)

Benefits Reserve	Workers' Compensation Retention	Total
\$ -	\$ 231,735	\$ 6,989,642
-	-	8,203
-	231,735	6,997,845
75	2,436	1,519,122
16	81,400	1,428,214
-	-	620,045
-	20,202	4,173,059
-	-	54,537
-	8,522	15,214
91	112,560	7,810,191
(91)	119,175	(812,346)
-	-	(4,042)
-	-	(8,149)
-	-	50
-	-	(12,141)
(91)	119,175	(824,487)
48	1,491	5,784
(43)	120,666	(818,703)
29,330	840,304	1,473,526
\$ 29,287	\$ 960,970	\$ 654,823

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Equipment Maintenance	Information Technology	Health Insurance Retention	Liability Insurance Retention
Cash flows from operating activities:				
Cash received from customers	\$ 910,109	\$ 1,506,178	\$ 4,268,947	\$ -
Cash received from other operations	2,510	533	5,000	-
Cash payments to employees for services	(540,566)	(924,783)	-	-
Cash payments for goods and services	(551,345)	(483,083)	(953,746)	(159)
Cash payments for claims	-	-	(4,074,975)	-
Cash payments for other expenses	(1,440)	(5,401)	-	-
Net cash provided by (used for) operating activities	<u>(180,732)</u>	<u>93,444</u>	<u>(754,774)</u>	<u>(159)</u>
Cash flows from noncapital financing activities:				
Cash received from transfers in	445	-	3,720	80
Cash received from advances in	152,463	35,845	-	-
Net cash provided by (used for) noncapital financing activities	<u>152,908</u>	<u>35,845</u>	<u>3,720</u>	<u>80</u>
Cash flows from capital and related financing activities:				
Acquisition of capital assets	(69,657)	(85,074)	-	-
Principal payments	-	(24,229)	-	-
Interest and fiscal charges	-	(771)	-	-
Cash received from internal notes	11,039	15,271	98,743	3,579
Cash used for internal notes	(2,411)	(16,761)	(32,100)	(3,529)
Net cash used for capital and related financing activities	<u>(61,029)</u>	<u>(111,564)</u>	<u>66,643</u>	<u>50</u>
Net increase (decrease) in cash and cash equivalents	(88,853)	17,725	(684,411)	(29)
Cash and cash equivalents at beginning of year	<u>114,105</u>	<u>157,853</u>	<u>1,020,674</u>	<u>36,993</u>
Cash and cash equivalents at end of year	<u>\$ 25,252</u>	<u>\$ 175,578</u>	<u>\$ 336,263</u>	<u>\$ 36,964</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:				
Operating income (loss)	\$ (153,193)	\$ 50,489	\$ (828,567)	\$ (159)
Adjustments:				
Depreciation	15,375	39,162	-	-
Changes in assets, deferred inflows, liabilities and deferred outflows:				
(Increase) decrease in accounts receivable	(69,278)	533	-	-
(Increase) decrease in materials and supplied inventory	13,157	-	-	-
(Increase) decrease in deferred outflows - pension	(162,788)	(276,237)	-	-
(Increase) decrease in deferred outflows - OPEB	(33,237)	(54,126)	-	-
(Increase) decrease in net pension asset	4,050	7,659	-	-
(Increase) decrease in net OPEB asset	61,229	110,303	-	-
(Increase) decrease in prepayments	1,134	1,988	-	-
Increase (decrease) in accounts payable	(96)	3,072	-	-
Increase (decrease) in payroll liabilities	-	-	-	-
Increase (decrease) in accrued wages and benefits	(672)	628	-	-
Increase (decrease) in due to other governments	(112)	105	-	-
Increase (decrease) in compensated absences payable	(678)	12,345	-	-
Increase (decrease) in unearned revenue	-	-	(4,089)	-
Increase (decrease) in net pension liability	402,484	698,453	-	-
Increase (decrease) in net OPEB liability	12,344	21,664	-	-
Increase (decrease) in deferred inflows - pension	(210,912)	(410,201)	-	-
Increase (decrease) in deferred inflows - OPEB	(59,539)	(112,393)	-	-
Increase (decrease) in claims payable	-	-	77,882	-
Net cash provided by (used for) operating activities	<u>\$ (180,732)</u>	<u>\$ 93,444</u>	<u>\$ (754,774)</u>	<u>\$ (159)</u>

(Continued)

Benefits Reserve	Workers' Compensation Retention	Total
\$ -	\$ 231,735	\$ 6,916,969
-	-	8,043
-	-	(1,465,349)
(91)	(86,185)	(2,074,609)
-	(49,715)	(4,124,690)
-	(8,522)	(15,363)
<u>(91)</u>	<u>87,313</u>	<u>(754,999)</u>
48	1,491	5,784
-	-	188,308
<u>48</u>	<u>1,491</u>	<u>194,092</u>
-	-	(154,731)
-	-	(24,229)
-	-	(771)
2,587	76,052	207,271
<u>(2,552)</u>	<u>(82,870)</u>	<u>(140,223)</u>
<u>35</u>	<u>(6,818)</u>	<u>(112,683)</u>
(8)	81,986	(673,590)
26,743	786,123	2,142,491
<u>\$ 26,735</u>	<u>\$ 868,109</u>	<u>\$ 1,468,901</u>

\$ (91)	\$ 119,175	\$ (812,346)
-	-	54,537
-	-	(68,745)
-	-	13,157
-	-	(439,025)
-	-	(87,363)
-	-	11,709
-	-	171,532
-	(3,228)	(106)
-	879	3,855
-	-	-
-	-	(44)
-	-	(7)
-	-	11,667
-	-	(4,089)
-	-	1,100,937
-	-	34,008
-	-	(621,113)
-	-	(171,932)
-	(29,513)	48,369
<u>\$ (91)</u>	<u>\$ 87,313</u>	<u>\$ (754,999)</u>



CITY OF WADSWORTH, OHIO

FUND DESCRIPTIONS - FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the city in a trustee capacity, or as an agency for individuals, private organizations, other governments and/or funds. The following are the City's fiduciary fund types:

Custodial Funds

Muni Court Fund

To account for civil cases and traffic/criminal cases within the court's jurisdiction.

Police Property Room Fund

To account for monies held in the police property room.

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
DECEMBER 31, 2023

	Muni Court	Police Property Room	Total
Assets:			
Current Assets:			
Equity in pooled cash and investments	\$ 29,260	\$ -	\$ 29,260
Cash in segregated accounts	96,405	20,590	116,995
Total assets	125,665	20,590	146,255
Liabilities:			
Due to other governments	125,665	-	125,665
Total liabilities	125,665	-	125,665
Net Position:			
Restricted for individuals, organizations, and other governments	\$ -	\$ 20,590	\$ 20,590

CITY OF WADSWORTH, OHIO

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2023

	Muni Court	Police Room Property	Total
Additions:			
Fines and forfeitures for other governments	\$ 867,542	\$ -	\$ 867,542
Police property collected	-	3,577	3,577
Total additions	867,542	3,577	871,119
Deductions:			
Distributions to other governments	867,542	-	867,542
Police property disbursed	-	304	304
Total deductions	867,542	304	867,846
Change in net position	-	3,273	3,273
Net position at beginning of year	-	17,317	17,317
Net position at end of year	\$ -	\$ 20,590	\$ 20,590



STATISTICAL SECTION



CITY OF WADSWORTH, OHIO

Statistical Section

This part of the City of Wadsworth's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplemental information says about the City's overall health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	S2 - S13
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the City's most significant local revenue sources: the municipal income tax and the property tax.	S14 - S18
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.	S20 - S27
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	S28
Operating Information These schedules contain services and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	S29 - S37

Sources:

Sources of the information presented in this section are provided at the bottom of each schedule.

CITY OF WADSWORTH, OHIONet Position By Component
Last Ten Years
(Accrual Basis of Accounting)

	2023	Restated 2022 (3)	2021	2020
Governmental activities				
Net investment in capital assets	\$ 61,498,892	\$ 52,422,465	\$ 51,846,036	\$ 45,766,692
Restricted	10,080,334	13,188,745	11,034,576	9,369,552
Unrestricted (deficit)	<u>13,071,937</u>	<u>12,056,620</u>	<u>6,002,880</u>	<u>(134,926)</u>
Total governmental activities net position	<u>84,651,163</u>	<u>77,667,830</u>	<u>68,883,492</u>	<u>55,001,318</u>
Business-type activities				
Net investment in capital assets	83,227,900	79,918,594	75,278,761	68,572,076
Restricted	140,077	-	-	-
Unrestricted	<u>28,794,500</u>	<u>30,599,547</u>	<u>26,775,720</u>	<u>19,277,273</u>
Total business-type activities net position	<u>112,162,477</u>	<u>110,518,141</u>	<u>102,054,481</u>	<u>87,849,349</u>
Primary government				
Net investment in capital assets	144,726,792	132,341,059	127,124,797	114,338,768
Restricted	10,220,411	13,188,745	11,034,576	9,369,552
Unrestricted	<u>41,866,437</u>	<u>42,656,167</u>	<u>32,778,600</u>	<u>19,142,347</u>
Total primary government net position	<u>\$ 196,813,640</u>	<u>\$ 188,185,971</u>	<u>\$ 170,937,973</u>	<u>\$ 142,850,667</u>

NOTES:

- (1) The City implemented GASB 68 during 2015, and as a result 2014 was restated.
- (2) The City implemented GASB 75 during 2018, and as a result 2017 was restated.
- (3) The City restated capital assets in the sewer and water funds during 2023.

2019	2018 (2)	Restated 2017	2016	2015	Restated 2014 (1)
\$ 44,105,660	\$ 42,064,162	\$ 41,370,066	\$ 40,055,196	\$ 37,607,541	\$ 34,082,257
9,382,380	7,939,948	8,848,050	8,973,458	10,496,479	12,647,495
(1,861,798)	(6,626,114)	(10,211,475)	1,615,807	(196,242)	7,664,110
<u>51,626,242</u>	<u>43,377,996</u>	<u>40,006,641</u>	<u>50,644,461</u>	<u>47,907,778</u>	<u>54,393,862</u>
67,774,899	68,618,524	67,445,155	67,042,743	63,019,576	60,936,466
-	-	-	-	-	-
<u>18,253,041</u>	<u>16,463,634</u>	<u>14,093,370</u>	<u>16,481,948</u>	<u>15,605,300</u>	<u>18,848,040</u>
<u>86,027,940</u>	<u>85,082,158</u>	<u>81,538,525</u>	<u>83,524,691</u>	<u>78,624,876</u>	<u>79,784,506</u>
111,880,559	110,682,686	108,815,221	107,097,939	100,627,117	95,018,723
9,382,380	7,939,948	8,848,050	8,973,458	10,496,479	12,647,495
<u>16,391,243</u>	<u>9,837,520</u>	<u>3,881,895</u>	<u>18,097,755</u>	<u>15,409,058</u>	<u>26,512,150</u>
<u>\$ 137,654,182</u>	<u>\$ 128,460,154</u>	<u>\$ 121,545,166</u>	<u>\$ 134,169,152</u>	<u>\$ 126,532,654</u>	<u>\$ 134,178,368</u>

CITY OF WADSWORTH, OHIO

Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

	2023	2022	2021	2020
Program revenues				
Governmental activities:				
Charges for services:				
General government	\$ 903,616	\$ 758,679	\$ 739,003	\$ 2,000,719
Security of persons and property	1,545,421	1,372,377	1,371,693	1,305,443
Public health	6,790	8,652	9,710	10,334
Transportation	166,016	164,105	78,599	95,160
Leisure time services	823,507	903,986	1,052,711	1,030,212
Community and economic development	101,317	78,896	122,961	195,188
Subtotal - charges for services	<u>3,546,667</u>	<u>3,286,695</u>	<u>3,374,677</u>	<u>4,637,056</u>
Operating grants and contributions:				
General government	13,007	63,027	141,461	1,759,343
Security of persons and property	573,210	86,995	82,932	78,341
Public health	-	-	-	-
Transportation	1,647,537	1,580,970	1,636,148	1,486,706
Leisure time services	301,582	287,722	60,518	369
Community and economic development	230,000	230,000	230,000	230,000
Subtotal - operating grants and contributions	<u>2,765,336</u>	<u>2,248,714</u>	<u>2,151,059</u>	<u>3,554,759</u>
Capital grants and contributions:				
General government	71,688	133,452	28,727	310,024
Security of persons and property	75,000	-	-	-
Transportation	298,699	1,588,079	7,308,810	693,422
Leisure time services	110,548	82,147	36,819	-
	<u>555,935</u>	<u>1,803,678</u>	<u>7,374,356</u>	<u>1,003,446</u>
Total governmental activities program revenues	<u>6,867,938</u>	<u>7,339,087</u>	<u>12,900,092</u>	<u>9,195,261</u>

2019	2018	2017	2016	2015	2014
\$ 688,537	\$ 715,768	\$ 1,125,127	\$ 995,222	\$ 692,556	\$ 545,039
1,656,823	1,395,252	1,544,367	1,429,331	1,255,895	1,368,456
-	-	-	18,107	23,908	6,703
215,167	343,096	349,398	363,561	364,342	344,096
1,139,953	1,263,291	990,309	926,673	1,173,166	1,047,403
345,529	296,861	257,916	127,665	366,728	22,526
<u>4,046,009</u>	<u>4,014,268</u>	<u>4,267,117</u>	<u>3,860,559</u>	<u>3,876,595</u>	<u>3,334,223</u>
14,096	15,167	18,957	6,703	24,490	5,021
3,701	9,771	15,262	33,613	4,866	31,372
-	-	-	-	-	5,133
1,748,847	1,164,507	1,127,455	1,420,417	1,102,091	991,154
-	21,718	6,942	101,850	-	50,783
130,833	-	2,500	369,595	585,026	2,241,748
<u>1,897,477</u>	<u>1,211,163</u>	<u>1,171,116</u>	<u>1,932,178</u>	<u>1,716,473</u>	<u>3,325,211</u>
95,800	54,458	23,277	905,242	-	188,574
-	-	-	-	-	-
637,548	1,197,179	246,434	477,433	1,119,844	-
-	-	372,185	-	-	-
<u>733,348</u>	<u>1,251,637</u>	<u>641,896</u>	<u>1,382,675</u>	<u>1,119,844</u>	<u>188,574</u>
<u>6,676,834</u>	<u>6,477,068</u>	<u>6,080,129</u>	<u>7,175,412</u>	<u>6,712,912</u>	<u>6,848,008</u>

City of Wadsworth, Ohio
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Business-type activities:				
Charges for services:				
Storm Water	912,501	903,582	876,597	892,859
Telecom	6,809,636	6,863,185	6,456,288	6,383,760
Sewer	4,557,399	4,478,932	4,639,392	4,323,160
Water	3,926,102	3,903,547	3,836,383	3,605,024
Electric	29,028,052	30,393,546	29,142,823	31,303,539
Sanitation	<u>3,180,828</u>	<u>3,050,922</u>	<u>2,922,418</u>	<u>2,829,102</u>
Subtotal - charges for services	<u>48,414,518</u>	<u>49,593,714</u>	<u>47,873,901</u>	<u>49,337,444</u>
Operating & capital grants and contributions				
Storm Water	391,496	893,806	2,423,052	344,199
Sewer	18,625	390,062	4,218,880	-
Water	406,613	581,157	292,901	273,075
Electric	<u>808</u>	<u>15,752</u>	<u>8,237</u>	<u>-</u>
Subtotal - operating & capital grants and contributions	<u>817,542</u>	<u>1,880,777</u>	<u>6,943,070</u>	<u>617,274</u>
Total business-type activities program revenues	<u>49,232,060</u>	<u>51,474,491</u>	<u>54,816,971</u>	<u>49,954,718</u>
Total primary government program revenues	<u>56,099,998</u>	<u>58,813,578</u>	<u>67,717,063</u>	<u>59,149,979</u>
Expenses				
Governmental activities:				
General government	6,675,420	3,786,284	2,430,832	6,354,085
Security of persons and property	10,285,324	7,740,327	7,395,236	7,400,618
Public health	139,708	145,682	135,256	133,867
Leisure time services	3,807,761	1,366,081	1,036,309	1,637,543
Community and economic development	643,320	404,602	388,932	568,482
Transportation	2,968,942	3,583,531	2,933,620	3,298,322
Intergovernmental	-	-	26,632	-
Interest and fiscal charges	<u>754,935</u>	<u>875,607</u>	<u>591,839</u>	<u>644,925</u>
Total governmental activities expenses	<u>25,275,410</u>	<u>17,902,114</u>	<u>14,938,656</u>	<u>20,037,842</u>
Business-type activities:				
Storm Water	971,331	995,797	1,005,416	857,362
Telecom	6,144,061	5,535,475	4,806,664	5,799,124
Sewer	3,773,619	3,420,507	3,401,166	3,893,997
Water	4,207,099	2,979,969	2,543,040	3,467,139
Electric	30,444,843	31,117,792	27,540,279	32,270,549
Sanitation	<u>2,953,117</u>	<u>2,168,691</u>	<u>2,133,845</u>	<u>2,537,112</u>
Total business-type activities expenses	<u>48,494,070</u>	<u>46,218,231</u>	<u>41,430,410</u>	<u>48,825,283</u>
Total primary government expenses	<u>73,769,480</u>	<u>64,120,345</u>	<u>56,369,066</u>	<u>68,863,125</u>

2019	2018	2017	2016	2015	2014
897,617	892,003	891,881	861,624	844,995	842,103
6,091,589	5,778,436	5,505,819	5,248,649	4,950,215	4,606,769
4,003,504	4,163,397	4,114,742	4,088,798	4,057,291	4,038,723
3,224,409	3,536,688	3,629,400	4,077,047	4,017,560	3,580,692
32,621,773	35,104,298	32,891,494	33,086,099	30,158,308	31,212,822
2,805,332	2,732,683	2,684,429	2,544,085	2,478,382	2,380,196
<u>49,644,224</u>	<u>52,207,505</u>	<u>49,717,765</u>	<u>49,906,302</u>	<u>46,506,751</u>	<u>46,661,305</u>
229,734	818,707	161,166	627,189	-	305,331
-	146,293	52,563	-	-	-
218,000	221,468	546,703	613,978	-	-
53,484	-	-	-	15,387	-
<u>501,218</u>	<u>1,186,468</u>	<u>760,432</u>	<u>1,241,167</u>	<u>15,387</u>	<u>305,331</u>
<u>50,145,442</u>	<u>53,393,973</u>	<u>50,478,197</u>	<u>51,147,469</u>	<u>46,522,138</u>	<u>46,966,636</u>
<u>56,822,276</u>	<u>59,871,041</u>	<u>56,558,326</u>	<u>58,322,881</u>	<u>53,235,050</u>	<u>53,814,644</u>
3,131,390	3,970,706	3,258,300	3,673,205	2,787,972	3,683,873
2,794,514	8,592,269	8,344,719	6,645,484	8,000,937	6,531,114
126,524	126,351	127,183	130,369	121,952	125,292
2,028,491	1,747,771	1,626,512	2,440,724	1,431,808	1,467,632
937,301	487,254	675,036	1,252,104	1,159,127	389,592
4,712,460	3,568,642	4,507,027	3,696,010	3,110,416	3,192,863
-	-	-	-	-	-
674,126	687,349	780,103	936,989	749,206	751,170
<u>14,404,806</u>	<u>19,180,342</u>	<u>19,318,880</u>	<u>18,774,885</u>	<u>17,361,418</u>	<u>16,141,536</u>
864,302	728,796	1,059,202	1,081,718	1,089,434	821,058
5,421,416	5,172,951	5,012,234	4,959,269	4,639,496	4,565,953
4,130,016	3,682,447	3,819,324	3,571,494	3,815,598	3,168,619
3,569,061	3,796,867	4,205,204	3,828,272	3,648,343	3,387,965
33,757,226	34,759,321	32,860,925	31,952,924	29,730,644	30,297,757
2,321,866	2,032,266	2,369,691	1,913,821	2,012,855	2,293,352
<u>50,063,887</u>	<u>50,172,648</u>	<u>49,326,580</u>	<u>47,307,498</u>	<u>44,936,370</u>	<u>44,534,704</u>
<u>64,468,693</u>	<u>69,352,990</u>	<u>68,645,460</u>	<u>66,082,383</u>	<u>62,297,788</u>	<u>60,676,240</u>

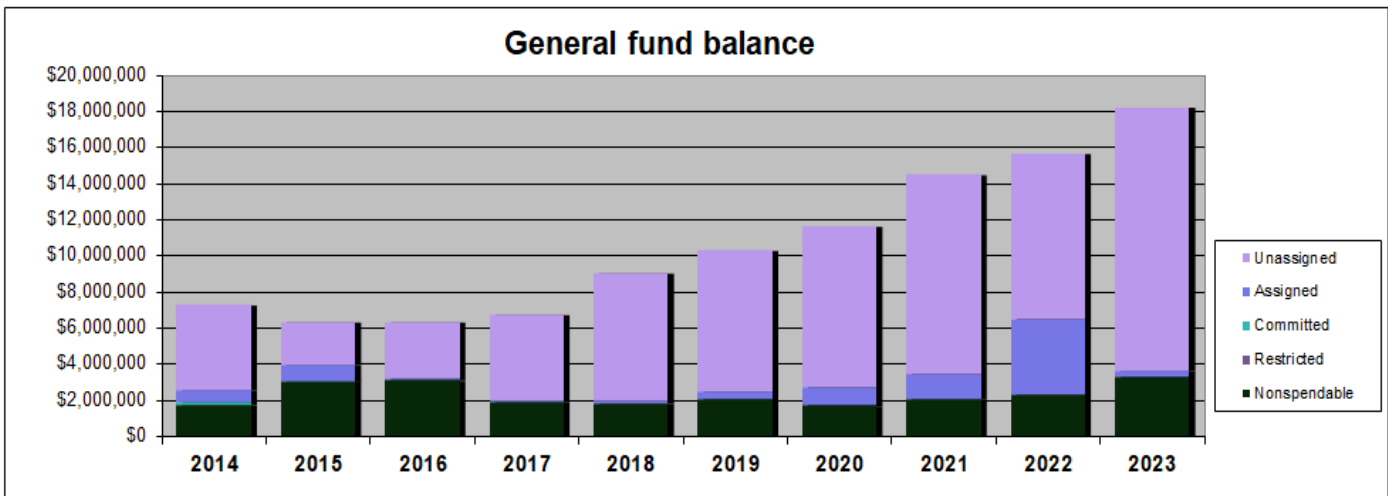
City of Wadsworth, Ohio
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Net (expense)/revenue				
Governmental activities	(18,407,472)	(10,563,027)	(2,038,564)	(10,842,581)
Business-type activities	<u>737,990</u>	<u>5,256,260</u>	<u>13,386,561</u>	<u>1,129,435</u>
Total primary government net (expense)/revenue	<u>(17,669,482)</u>	<u>(5,306,767)</u>	<u>11,347,997</u>	<u>(9,713,146)</u>
General revenues				
Governmental activities				
Taxes:				
Property and other taxes levied for:				
General purposes	2,511,319	2,275,353	2,262,915	2,251,544
Capital projects	956,804	1,095,276	160,639	51,891
Emergency medical services	1,529,387	1,122,038	1,127,243	1,131,264
Other	62,400	49,850	42,300	72,900
Income taxes	14,052,229	12,933,054	11,514,134	9,249,754
Payments in lieu of taxes	-	-	-	-
Grants and entitlements not restricted to specific programs	2,165,932	1,117,057	1,065,179	907,285
Interest	3,509,469	687,964	118,151	436,558
Miscellaneous	<u>952,604</u>	<u>403,490</u>	<u>247,445</u>	<u>562,724</u>
Total governmental activities	<u>25,740,144</u>	<u>19,684,082</u>	<u>16,538,006</u>	<u>14,663,920</u>
Business-type activities				
Interest	3,311	2,974	6	587
Miscellaneous	<u>553,696</u>	<u>908,043</u>	<u>201,297</u>	<u>245,124</u>
Total business-type activities	<u>557,007</u>	<u>911,017</u>	<u>201,303</u>	<u>245,711</u>
Total primary government general revenues	<u>26,297,151</u>	<u>20,595,099</u>	<u>16,739,309</u>	<u>14,909,631</u>
Transfers				
Governmental activities	(349,339)	(336,717)	(617,268)	(446,263)
Business-type activities	<u>349,339</u>	<u>336,717</u>	<u>617,268</u>	<u>446,263</u>
Change in net position				
Governmental activities	6,983,333	8,784,338	13,882,174	3,375,076
Business-type activities	<u>1,644,336</u>	<u>6,503,994</u>	<u>14,205,132</u>	<u>1,821,409</u>
Total primary government change in net position	<u>\$ 8,627,669</u>	<u>\$ 15,288,332</u>	<u>\$ 28,087,306</u>	<u>\$ 5,196,485</u>

2019	2018	2017	2016	2015	2014
(7,727,972)	(12,703,274)	(13,238,751)	(11,599,473)	(10,648,506)	(9,293,528)
81,555	3,221,325	1,151,617	3,839,971	1,585,768	2,431,932
(7,646,417)	(9,481,949)	(12,087,134)	(7,759,502)	(9,062,738)	(6,861,596)
2,142,431	2,150,408	2,028,563	1,941,290	2,267,673	1,839,371
131,353	104,395	96,989	105,388	460,081	449,916
1,096,908	1,070,815	962,802	934,032	887,573	1,130,356
59,500	81,800	104,600	113,600	100,585	-
10,774,873	10,980,927	8,626,387	10,511,611	8,164,920	8,661,560
-	-	-	492,917	832,556	653,962
955,974	791,624	736,152	909,328	785,870	840,111
1,049,106	748,380	435,239	249,689	179,246	212,384
155,875	238,037	186,651	225,975	189,990	131,219
16,366,020	16,166,386	13,177,383	15,483,830	13,868,494	13,918,879
-	423	6	53	2	2
404,425	230,128	398,049	271,269	350,569	352,090
404,425	230,551	398,055	271,322	350,571	352,092
16,770,445	16,396,937	13,575,438	15,755,152	14,219,065	14,270,971
(389,802)	(91,757)	(150,453)	(1,147,674)	(744,229)	(763,539)
389,802	91,757	150,453	1,147,674	744,229	763,539
8,248,246	3,371,355	(211,821)	2,736,683	2,475,759	3,861,812
875,782	3,543,633	1,700,125	5,258,967	2,680,568	3,547,563
\$ 9,124,028	\$ 6,914,988	\$ 1,488,304	\$ 7,995,650	\$ 5,156,327	\$ 7,409,375

CITY OF WADSWORTH, OHIO
Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
General fund					
Nonspendable	\$ 3,224,315	\$ 2,235,864	\$ 1,999,477	\$ 1,641,524	\$ 1,964,824
Committed	-	-	-	-	-
Assigned	357,691	4,201,388	1,383,042	1,010,781	423,275
Unassigned	<u>14,612,061</u>	<u>9,190,130</u>	<u>11,075,682</u>	<u>8,935,343</u>	<u>7,876,564</u>
Total general fund	<u>18,194,067</u>	<u>15,627,382</u>	<u>14,458,201</u>	<u>11,587,648</u>	<u>10,264,663</u>
All other governmental funds					
Nonspendable	570,232	486,665	525,547	453,879	439,214
Restricted	11,603,085	17,414,029	12,641,781	12,219,190	11,173,737
Committed	4,697,353	6,153,471	3,628,889	3,590,830	3,452,219
Unassigned (deficit)	<u>(133,690)</u>	<u>(687,156)</u>	<u>(342,997)</u>	<u>(293,914)</u>	<u>(385,050)</u>
Total all other governmental funds	<u>16,736,980</u>	<u>23,367,009</u>	<u>16,453,220</u>	<u>15,969,985</u>	<u>14,680,120</u>
Total governmental funds	<u>\$ 34,931,047</u>	<u>\$ 38,994,391</u>	<u>\$ 30,911,421</u>	<u>\$ 27,557,633</u>	<u>\$ 24,944,783</u>



<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 1,785,332	\$ 1,838,054	\$ 3,041,640	\$ 3,003,364	\$ 1,688,467
-	-	-	1,400	128,232
142,301	70,493	77,857	906,761	713,106
<u>7,076,962</u>	<u>4,782,304</u>	<u>3,170,977</u>	<u>2,370,945</u>	<u>4,695,499</u>
<u>9,004,595</u>	<u>6,690,851</u>	<u>6,290,474</u>	<u>6,282,470</u>	<u>7,225,304</u>
419,217	373,202	322,769	1,073,212	255,470
10,557,593	9,697,141	9,485,052	9,492,012	11,769,497
2,926,177	2,840,958	2,515,396	2,589,267	211,731
<u>(437,646)</u>	<u>(799,845)</u>	<u>(4,337,035)</u>	<u>(1,929,869)</u>	<u>(2,020,725)</u>
<u>13,465,341</u>	<u>12,111,456</u>	<u>7,986,182</u>	<u>11,224,622</u>	<u>10,215,973</u>
<u>\$ 22,469,936</u>	<u>\$ 18,802,307</u>	<u>\$ 14,276,656</u>	<u>\$ 17,507,092</u>	<u>\$ 17,441,277</u>

CITY OF WADSWORTH, OHIO
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Revenues				
Income taxes	\$ 13,807,537	\$ 13,252,446	\$ 11,678,562	\$ 10,681,373
Real and other taxes	5,061,644	4,494,713	3,597,322	3,502,571
Payments in lieu of taxes	-	-	-	-
Charges for services	1,724,475	1,578,303	1,393,294	1,293,576
Licenses and permits	479,498	429,048	499,830	530,453
Fines, forfeitures and settlements	515,453	453,862	458,484	404,166
Intergovernmental	4,953,018	2,959,367	3,178,804	4,635,102
Special assessments	144,560	106,175	91,284	102,437
Interest income	3,797,580	979,148	118,255	437,268
Rental income	427,958	513,621	667,951	626,338
Contributions and donations	336,245	243,798	241,070	282,669
Refunds and reimbursements	-	-	-	-
Other	998,809	462,340	327,937	700,936
Total revenues	<u>32,246,777</u>	<u>25,472,821</u>	<u>22,252,793</u>	<u>23,196,889</u>
Expenditures				
Current:				
General government	5,809,065	4,117,225	3,514,998	5,444,099
Security of persons and property	9,103,828	8,065,997	7,302,962	6,304,215
Public health	139,635	145,652	135,298	134,025
Transportation	2,689,511	2,550,319	2,229,610	2,076,201
Leisure time services	2,179,742	1,452,098	1,429,624	1,476,861
Community and economic development	620,357	426,264	505,633	555,606
Capital outlay	14,016,700	4,856,084	1,824,617	2,789,983
Intergovernmental	-	-	26,632	-
Debt service:				
Principal retirement	1,159,850	857,221	803,711	773,523
Interest and fiscal charges	741,145	644,166	559,089	609,899
Issuance costs	-	177,497	-	-
Total expenditures	<u>36,459,833</u>	<u>23,292,523</u>	<u>18,332,174</u>	<u>20,164,412</u>
Excess of revenues over (under) expenditures	<u>(4,213,056)</u>	<u>2,180,298</u>	<u>3,920,619</u>	<u>3,032,477</u>
Other financing sources (uses)				
Notes issued	-	-	-	-
Bonds issued	-	5,870,000	-	-
Premium on debt issued	-	246,453	-	-
Loans issued	64,130	-	-	-
Leases issued	12,331	29,262	-	-
Sale of capital assets	149,072	13,733	48,145	43,571
Transfers in	2,524,391	1,659,591	275,853	189,256
Transfers out	(2,600,212)	(1,916,367)	(890,829)	(652,454)
Other financing uses	-	-	-	-
Total other financing sources (uses)	<u>149,712</u>	<u>5,902,672</u>	<u>(566,831)</u>	<u>(419,627)</u>
Net change in fund balances	<u>\$ (4,063,344)</u>	<u>\$ 8,082,970</u>	<u>\$ 3,353,788</u>	<u>\$ 2,612,850</u>
Debt service as a percentage of noncapital expenditures	8.5%	8.1%	8.3%	8.0%

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$	10,456,181	\$ 10,199,442	\$ 9,164,893	\$ 8,672,404	\$ 8,062,643	\$ 8,613,796
	3,432,251	3,406,732	3,188,601	3,071,586	3,720,489	3,433,871
	-	-	-	492,917	832,556	653,962
	2,399,655	2,684,917	2,112,710	1,880,994	2,214,049	2,080,205
	436,611	470,067	508,462	532,199	524,437	446,013
	584,748	573,889	616,296	541,708	593,603	637,310
	2,803,749	2,504,549	3,067,807	3,272,209	2,981,735	3,575,058
	111,690	105,822	17,465	165,842	68,538	86,206
	1,051,266	750,043	435,770	250,050	179,406	212,694
	91,394	71,721	28,432	516,312	25,737	72,519
	4,220	19,158	13,692	130,786	2,988	56,442
	-	-	123,358	148,355	111,697	123,039
	359,746	449,462	767,071	177,397	448,902	209,384
	<u>21,731,511</u>	<u>21,235,802</u>	<u>20,044,557</u>	<u>19,852,759</u>	<u>19,766,780</u>	<u>20,200,499</u>
	3,633,429	3,288,046	3,354,738	3,318,672	3,513,440	3,775,373
	7,449,603	7,018,647	6,900,401	6,533,973	6,639,490	6,383,016
	126,510	126,342	127,183	130,405	121,980	125,315
	3,627,647	3,617,134	2,832,557	3,779,405	2,654,515	2,664,891
	1,727,663	1,414,085	1,760,184	2,181,849	1,297,382	1,331,935
	928,750	494,444	615,836	1,237,451	1,156,155	390,100
	109,090	330,028	1,869,605	4,880,254	3,068,043	4,654,288
	-	-	-	-	-	-
	748,485	483,026	172,871	2,782	452,646	667,558
	637,398	648,849	672,290	637,848	746,308	752,064
	-	-	59,917	196,717	-	-
	<u>18,988,575</u>	<u>17,420,601</u>	<u>18,365,582</u>	<u>22,899,356</u>	<u>19,649,959</u>	<u>20,744,540</u>
	<u>2,742,936</u>	<u>3,815,201</u>	<u>1,678,975</u>	<u>(3,046,597)</u>	<u>116,821</u>	<u>(544,041)</u>
	-	4,544	-	-	-	-
	-	-	2,220,000	17,630,000	-	-
	-	-	102,668	598,691	-	-
	-	-	658,788	-	-	-
	-	-	-	-	-	-
	18,867	11,162	28,500	113,128	66,015	54,264
	114,180	115,785	1,973,521	251,299	151,467	121,096
	(401,136)	(279,063)	(2,136,801)	(739,700)	(268,488)	(737,849)
	-	-	-	(18,037,257)	-	-
	<u>(268,089)</u>	<u>(147,572)</u>	<u>2,846,676</u>	<u>(183,839)</u>	<u>(51,006)</u>	<u>(562,489)</u>
\$	<u>2,474,847</u>	<u>\$ 3,667,629</u>	<u>\$ 4,525,651</u>	<u>\$ (3,230,436)</u>	<u>\$ 65,815</u>	<u>\$ (1,106,530)</u>
	7.3%	7.3%	5.7%	3.6%	7.2%	9.1%

CITY OF WADSWORTH, OHIO
 Assessed Valuation and Estimated Actual Values of Taxable Property
 Last Ten Years

Collection year	Real property (a)		Public utility property (b)	Tax exempt real property	Total taxable assessed value	Total direct tax rate	Estimated actual taxable value (c)	Assessed value as a percentage of actual value
	Residential/agricultural	Commercial industrial/PU						
2023	\$ 596,522,980	\$ 162,306,080	\$ 6,670,000	\$ 100,763,330	\$ 765,499,060	6.90	\$ 2,175,662,574	35.18%
2022	470,948,600	148,769,410	4,653,460	98,013,370	624,371,470	6.40	1,775,910,908	35.16%
2021	465,815,780	153,781,540	1,827,990	97,166,280	621,425,310	4.90	1,772,355,319	35.06%
2020	460,323,900	154,139,030	1,196,350	96,772,620	615,659,280	4.90	1,756,967,860	35.04%
2019	395,273,010	137,174,990	842,090	89,917,880	533,290,090	4.90	1,522,236,920	35.03%
2018	389,480,310	128,841,150	829,030	91,909,620	519,150,490	4.90	1,481,860,537	35.03%
2017	382,457,780	126,486,420	797,960	87,481,540	509,742,160	4.70	1,455,033,058	35.03%
2016	345,155,040	109,741,200	761,170	91,083,610	455,657,410	4.70	1,300,568,509	35.04%
2015	341,109,680	108,163,140	728,220	92,156,500	450,001,040	5.80	1,284,464,151	35.03%
2014	336,977,510	104,328,790	705,290	93,134,100	442,011,590	5.80	1,261,676,609	35.03%

Source: Medina County Auditor, Median Ohio Property in the county is reassessed annually.

(a) Real property is assessed at 35% of actual value. Real property taxes collected in a calendar year are levied as of January 1 of that year based on assessed values of January 1 of the preceding year.

(b) Public utility is assessed at 88% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31 of the second preceding year.

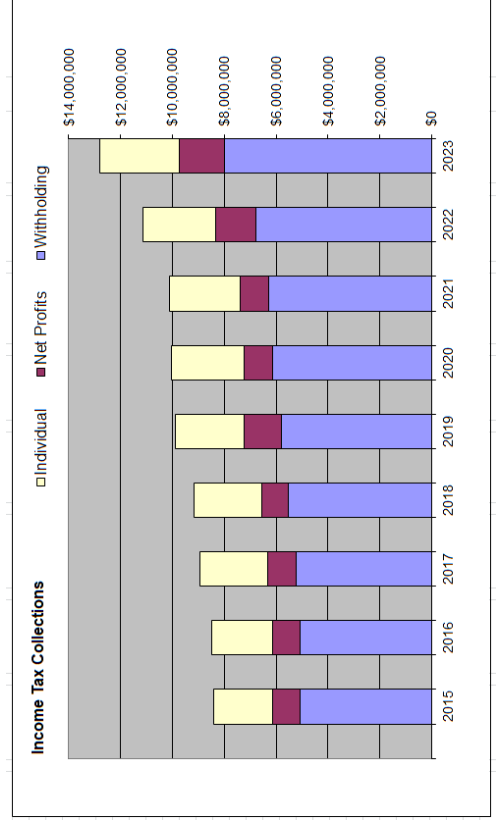
(c) Does not include tax-exempt property.

City of Wadsworth, Ohio
Income Tax Rate, Revenue Base, and Collections
Last Ten Years

Tax year	Tax rate	Total tax collected (1)	Adjustments	Percentage of adjustments	Taxes from withholding	Percentage of taxes from withholding	Taxes from net profits	Percentage of Taxes from net profits	Taxes from individual payments	Percentage of taxes from individual payments
2023	1.4%	\$ 13,945,967	\$ 172,218	1.23%	\$ 8,720,828	62.54%	\$ 1,909,046	13.69%	\$ 3,143,875	22.54%
2022	1.4%	12,950,858	165,448	1.28%	8,007,472	61.82%	1,719,358	13.28%	3,058,580	23.62%
2021	1.4%	11,293,896	151,662	1.34%	6,783,551	60.06%	1,554,712	13.77%	2,803,970	24.83%
2020	1.4%	10,322,717	215,896	2.09%	6,268,100	60.72%	1,108,780	10.74%	2,729,942	26.45%
2019	1.4%	10,208,997	189,002	1.85%	6,121,116	59.96%	1,098,989	10.76%	2,799,890	27.43%
2018	1.4%	9,979,235	109,567	1.10%	5,795,765	58.08%	1,447,273	14.50%	2,626,631	26.32%
2017	1.4%	9,221,134	57,472	0.62%	5,523,435	59.90%	1,032,256	11.19%	2,607,971	28.28%
2016	1.4%	8,921,694	(9,756)	(0.11)%	5,210,661	58.40%	1,113,807	12.48%	2,606,982	29.22%
2015	1.4%	8,592,975	105,320	1.23%	5,082,661	59.15%	1,055,262	12.28%	2,349,732	27.34%
2014	1.4%	8,648,629	259,672	3.00%	5,090,287	58.86%	1,055,632	12.21%	2,243,038	25.94%

Source: Central Collection Agency - Cleveland, OH & Regional Income Tax Agency - Brecksville, OH

(1) Gross Collections - Cash Basis of Accounting



City of Wadsworth, Ohio

Principal Employers

2023 and 2014

Employer	2023		2014	
	Rank	Percent of total withholding taxes paid	Rank	Percent of total withholding taxes paid
Wadsworth City School District	1	5.81%	1	6.67%
City of Wadsworth	2	2.94%	2	3.80%
Rohrer Corporation	3	2.42%	5	2.75%
Clampco Products	4	2.33%	8	1.88%
ECS Tuning LLC	5	2.30%		
Soprema Inc	6	2.06%		
WalMart Assoc Inc	7	1.87%	7	1.92%
Summa Health System	8	1.69%	3	3.05%
Myers Industries	9	1.53%		
Cornwell Quality Tools	10	1.43%		
Ohio Farmers Insurance			4	2.81%
Remington Products			6	2.02%
Louis Perry & Associates Inc.			9	1.76%
CP Services LLC			10	1.53%
Total of top ten *		<u>24.38%</u>		<u>28.19%</u>

* Percentage presented is only for the to 10 employers in each respective year.

Source: Central Collection Agency (CCA) records for 2014; Regional Income Tax Agency (RITA) records for 2023.

City of Wadsworth, Ohio
Principal Property Taxpayers
2023 and 2014

Taxpayer	2023	
	Property assessed valuation	Percentage of total assessed valuation
FC Stratford Crossings LLC	\$ 10,106,250	1.32%
Trails at Montville Three (Redwood Mgt)	5,678,180	0.74%
Bodin Properties 7 LLC	4,891,250	0.64%
Walmart Real Estate	3,123,760	0.41%
Liberty Residence Holding	3,120,310	0.41%
Giant Eagle	2,818,330	0.37%
Inn at Coalridge Limited	2,646,770	0.35%
Soprema Inc	2,607,240	0.34%
Lowe's Home Centers Inc	2,598,130	0.34%
East Ohio Gas Company	2,408,180	0.31%
Total	\$ 39,998,400	5.23%
Total assessed property valuation	\$ 765,499,060	

Taxpayer	2014	
	Property assessed valuation	Percentage of total assessed valuation
HGG Stratford Crossings LTD	\$ 6,062,690	1.37%
BRE Thorne Wadsworth Crossing LLC	3,327,640	0.75%
Walmart Real Estate	3,289,820	0.74%
Liberty Residence Holdings	2,885,630	0.65%
Echo Wadsworth Assoc	2,768,770	0.63%
HD Development of Maryland Inc	2,572,500	0.58%
Inn at Coalridge Limited	2,504,870	0.57%
Lowe's Home Centers Inc	2,131,730	0.48%
224 Quadral LLC	2,065,280	0.47%
LA Wadsworth LLC	2,011,100	0.45%
Total	\$ 29,620,030	6.70%
Total assessed property valuation	\$ 442,011,590	

Source: Medina County Auditor, Medina Ohio

City of Wadsworth, Ohio
Property Tax Levies And Collections
Last Ten Years

Fiscal year	Total tax levy	Current tax collections	Percent of current collections to tax levy	Delinquent tax collections	Total tax collections (1)	Percent of total tax collections to tax levy	Accumulated outstanding delinquent taxes	Percentage of delinquent taxes to total tax levy
2023	\$ 4,482,672	\$ 4,305,311	96.04%	\$ 99,405	\$ 4,404,716	98.26%	\$ 40,229	0.90%
2022	3,777,213	3,620,361	95.85%	74,837	3,695,198	97.83%	27,999	0.74%
2021	2,783,147	2,639,941	94.85%	51,475	2,691,416	96.70%	22,559	0.81%
2020	2,776,969	2,667,011	96.04%	45,144	2,712,155	97.67%	29,145	1.05%
2019	2,571,669	2,464,202	95.82%	41,244	2,505,446	97.42%	31,766	1.24%
2018	2,504,941	2,401,375	95.87%	45,093	2,446,468	97.67%	31,449	1.26%
2017	2,359,935	2,279,087	96.57%	38,822	2,317,909	98.22%	29,245	1.24%
2016	2,188,167	2,097,774	95.87%	57,322	2,155,096	98.49%	8,648	0.40%
2015	2,577,229	2,422,194	93.98%	57,571	2,479,765	96.22%	9,429	0.37%
2014	2,587,604	2,411,866	93.21%	77,930	2,489,796	96.22%	55,938	2.16%

Source: Medina County, Ohio; County Auditor

(1) State reimbursement of rollback and homestead exemptions are included.

Note: Delinquent tax records are maintained by an external agency, Medina County. The agency does not identify delinquent collections by the year for which the tax was levied.



City of Wadsworth, Ohio
Ratios of Outstanding Debt by Type
Last Ten Years

Fiscal Year	Governmental activities										
	General obligation bonds	General obligation BANs	OPWC loan	Income tax revenue bonds	Police past service cost	Leases/SBITAs	Stormwater G.O. bonds	Sewer G.O. bonds	Water G.O. bonds	Electric G.O. bonds	
2023	(6)	\$ 7,587,193	\$ -	\$ 451,072	\$ 14,178,388	\$ 56,116	\$ 232,703	\$ 358,106	\$ 973,345	\$ 5,736,473	\$ -
2022	(5)	7,986,466	-	442,220	14,905,095	59,850	275,439	450,930	1,026,100	6,391,852	-
2021		1,965,041	-	497,498	15,616,801	63,430	98,020	543,756	1,078,855	7,067,230	-
2020		2,055,069	-	552,776	16,303,508	66,909	-	636,580	1,131,610	7,727,609	-
2019		2,145,097	-	608,054	16,960,215	70,154	-	724,275	1,179,365	8,283,970	-
2018		2,235,125	-	663,662	17,591,922	73,361	-	806,228	1,227,120	8,417,450	40,551
2017	(3-4)	2,320,153	-	658,788	18,018,630	76,387	-	883,081	1,274,875	8,937,347	76,102
2016		-	2,425,250	-	18,215,337	79,258	-	583,552	111,653	8,286,624	-
2015		-	1,040,000	-	16,446,792	82,040	-	654,621	147,204	8,744,100	-
2014	(2)	-	1,095,000	-	16,892,957	84,686	-	725,690	182,755	9,196,576	-

(1) See S-28 for personal income and population data.

(2) The City issued \$4.75 million in General obligation notes for various capital improvements.

(3) The City issued \$5.015 million in Various purpose bonds to pay off Street improvement notes, Series 2016 and Various purpose notes, Series 2016.

(4) The City received \$658,788 in OPWC loan proceeds for safety improvements.

(5) The City issued \$5.87 million in General obligation bonds for a new fire truck and fire station. The City received \$82,776 in OPWC loan proceeds for a waterline replacement. The City also recorded an asset retirement obligation for the transfer station.

(6) The City implemented GASB96 Subscription based information technology arrangements during 2023. The City also received \$64,130 in OPWC loan proceeds for a street project, \$105,374 in OPWC loan proceeds for a storm water project and \$914,964 in OWDA proceeds for a water project.

Business-type activities											
General obligation BANs	Telecom G.O. bonds	OPWC loan	OWDA loan	SBITAs	Asset retirement obligation	Electric AMP loan	Electric AMP stranded costs	Total primary government	Percentage of personal income (1)	Per capita (1)	
\$ -	\$ 106,287	\$ 227,721	\$ 6,739,939	\$ 183,416	\$ 30,244	\$ -	\$ -	\$ 36,861,003	4.05%	\$ 1,600	
-	116,920	132,567	7,170,943	27,673	27,673	-	1,435	39,015,163	4.05%	1,600	
-	127,553	60,012	8,475,494	-	25,995	-	1,114,088	36,733,773	4.09%	1,530	
-	138,186	65,614	9,739,903	-	-	598,689	1,750,373	40,766,826	4.92%	1,695	
-	148,819	61,626	10,965,404	-	-	1,222,689	2,198,709	44,568,377	5.12%	1,874	
-	154,452	67,228	12,153,195	-	-	1,846,689	2,767,503	48,044,486	5.76%	2,047	
-	160,085	72,830	13,304,436	-	-	2,470,689	3,326,977	51,580,380	7.68%	2,229	
3,034,750	-	78,432	14,420,133	-	-	3,094,689	3,894,944	54,224,622	8.78%	2,481	
3,415,000	-	84,034	15,501,615	-	-	3,718,689	4,463,785	54,297,880	8.95%	2,486	
3,655,000	-	-	16,549,937	-	-	4,342,689	5,036,864	57,762,154	9.79%	2,645	

City of Wadsworth, Ohio
 Computation of Direct and Overlapping
 Debt Attributable to Governmental Activities
 December 31, 2023

	Debt attributable to governmental activities	Percentage applicable to Wadsworth (1)	Amount of direct and overlapping debt
Direct debt:			
City of Wadsworth	<u>\$ 22,505,472</u>	100.00%	<u>\$ 22,505,472</u>
Total direct debt	\$ 22,505,472		\$ 22,505,472
Overlapping debt:			
Payable from property taxes			
Medina County Bonds (2)	\$ 32,579,497	9.95%	\$ 3,241,660
Highland School District (3)	88,369,641	3.90%	3,446,416
Payable from other sources			
Medina County OPWC loans (2)	238,440	9.95%	23,725
Wadsworth City School District bonds (4)	<u>89,532,435</u>	68.19%	<u>61,052,167</u>
Total overlapping debt	<u>\$ 210,720,013</u>		<u>\$ 67,763,968</u>
Total	<u><u>\$ 233,225,485</u></u>		<u><u>\$ 90,269,440</u></u>

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the City by the total assessed valuation of the government. The valuations were for the 2023 collection year (2022 tax year).

(2) Source - Medina County Auditor's Office

(3) Source - Highland Local School District's Annual Comprehensive Financial Report - reported as of June 30, 2023

(4) Source - Wadsworth City Schools - reported as of December 31, 2023

City of Wadsworth, Ohio
Ratio of General Obligation Bonded Debt to Estimated True
Value of Taxable Property and Bonded Debt Per Capita
Last Ten Years

Fiscal year	Total general obligation bonded debt (1)	Resources available for principal payment	Net general obligation bonded debt	Estimated actual value of taxable property	Ratio of net general bonded debt to estimated actual value of taxable property	Bonded debt per capita
2022	\$ 14,761,404	\$ 374,849	\$ 14,386,555	\$ 2,175,662,574	0.66%	\$ 582.24
2022	15,972,268	159,876	15,812,392	1,775,910,908	0.89%	651.76
2021	10,782,435	2,902	10,779,533	1,772,355,319	0.61%	449.02
2020	11,689,054	26,213	11,662,841	1,756,967,860	0.66%	485.02
2019	12,481,526	10,949	12,470,577	1,522,236,920	0.82%	524.39
2018	12,880,926	2,020	12,878,906	1,481,860,537	0.87%	556.66
2017	13,651,643	26,113	13,625,530	1,455,033,058	0.94%	623.31
2016	12,016,579	17,958	11,998,621	1,300,568,509	0.92%	549.34
2015	12,960,925	744	12,960,181	1,284,464,151	1.01%	593.36
2014	13,760,021	1,052	13,758,969	1,261,676,609	1.09%	629.93

(1) Includes only general obligation bonded debt payable from property taxes.

City of Wadsworth, Ohio
Legal Debt Margin Information
Last Ten Years

	2023	2022	2021	2020	2019
Overall debt limitation (10.5% of assessed valuation)	\$ 80,377,401	\$ 65,559,004	\$ 65,249,658	\$ 64,644,224	\$ 55,995,459
Net debt applicable to debt limit	<u>7,587,193</u>	<u>7,986,466</u>	<u>1,965,041</u>	<u>2,055,069</u>	<u>2,145,097</u>
Overall legal debt margin (10.5% of assessed valuation)	<u>\$ 72,790,208</u>	<u>\$ 57,572,538</u>	<u>\$ 63,284,617</u>	<u>\$ 62,589,155</u>	<u>\$ 53,850,362</u>
Legal debt margin as a percentage of debt limit	90.56%	87.82%	96.99%	96.82%	96.17%
<hr/>					
Unvoted debt limitation (5.5% of assessed valuation)	\$ 42,102,448	\$ 34,340,431	\$ 34,178,392	\$ 33,861,260	\$ 29,330,955
Net debt applicable to debt limit	<u>7,587,193</u>	<u>7,986,466</u>	<u>1,965,041</u>	<u>2,055,069</u>	<u>2,145,097</u>
Overall legal debt margin (5.5% of assessed valuation)	<u>\$ 34,515,255</u>	<u>\$ 26,353,965</u>	<u>\$ 32,213,351</u>	<u>\$ 31,806,191</u>	<u>\$ 27,185,858</u>
Legal debt margin as a percentage of debt limit	81.98%	76.74%	94.25%	93.93%	92.69%

Legal debt margin calculation for 2023

	Unvoted margin within 5.5%	Overall margin within 10.5%
Assessed property value	<u>\$ 765,499,060</u>	<u>\$ 765,499,060</u>
Overall debt limitation (percentage of assessed valuation)	\$ 42,102,448	\$ 80,377,401
Gross indebtedness	36,861,003	36,861,003
Less: Stormwater G.O. bonds	(358,106)	(358,106)
OWPC loan	(678,793)	(678,793)
Income tax revenue bonds	(14,178,388)	(14,178,388)
Leases, SBITAs and police past service cost	(472,235)	(472,235)
Water revenue bonds	(5,736,473)	(5,736,473)
OWDA loan	(6,739,939)	(6,739,939)
Sewer G.O. bonds	(973,345)	(973,345)
Telecom G.O. bonds	(106,287)	(106,287)
Asset retirement obligation	<u>(30,244)</u>	<u>(30,244)</u>
Net debt applicable to debt limit	<u>7,587,193</u>	<u>7,587,193</u>
Legal debt margin within limitations	<u>\$ 34,515,255</u>	<u>\$ 72,790,208</u>

Note: Under State of Ohio finance law, the City of Wadsworth's outstanding general obligation debt that is supported through real estate value should not exceed 10.5 percent of total assessed property value. In addition, the outstanding general obligation debt net of voted debt should not exceed 5.5 percent of total assessed property value. By law, the general obligation debt subject to the limitation is offset by amounts set aside for repaying general obligation bonds.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 54,510,801	\$ 53,522,927	\$ 47,844,028	\$ 47,250,109	\$ 36,632,136
<u>2,235,125</u>	<u>2,320,153</u>	<u>1,440,000</u>	<u>1,040,000</u>	<u>7,550,125</u>
<u>\$ 52,275,676</u>	<u>\$ 51,202,774</u>	<u>\$ 46,404,028</u>	<u>\$ 46,210,109</u>	<u>\$ 29,082,011</u>
95.90%	95.67%	96.99%	97.80%	79.39%
\$ 28,035,819	\$ 28,035,819	\$ 25,061,158	\$ 24,750,057	\$ 19,188,262
<u>2,320,153</u>	<u>2,320,153</u>	<u>1,440,000</u>	<u>1,040,000</u>	<u>7,550,125</u>
<u>\$ 25,715,666</u>	<u>\$ 25,715,666</u>	<u>\$ 23,621,158</u>	<u>\$ 23,710,057</u>	<u>\$ 11,638,137</u>
91.72%	91.72%	94.25%	95.80%	60.65%

City of Wadsworth, Ohio
Pledged Revenue Coverage
Income Tax Revenue Bonds
Last Ten Years

Fiscal year	Income taxes	Direct operating expenses (1)	Net available revenues	Debt service (2)		Coverage
				Principal	Interest	
2023	\$ 13,807,537	\$ 418,473	\$ 13,389,064	\$ 700,000	\$ 436,756	1177.8%
2022	13,252,446	384,331	12,868,115	685,000	464,156	1119.8%
2021	11,678,562	332,648	11,345,914	660,000	490,566	986.1%
2020	10,681,373	331,453	10,349,920	630,000	515,756	903.3%
2019	10,456,181	334,040	10,122,141	605,000	539,956	884.1%
2018	10,199,442	321,884	9,877,558	400,000	551,956	1037.6%
2017	9,164,893	339,626	8,825,267	475,000	673,138	768.7%
2016	8,672,404	347,549	8,324,855	460,000	686,363	726.2%
2015	8,062,643	493,218	7,569,425	450,000	697,613	659.6%
2014	8,613,796	389,254	8,224,542	450,000	707,738	710.4%

Note: For each type of non-general obligation debt backed by pledged revenues, the City should present gross revenues (and, if applicable, specific expenses, to produce net available revenues) principal and interest requirements, and a coverage ratio.

(1) Direct operating expenses do not include depreciation expense.

(2) Debt service payments started in 2010.

City of Wadsworth, Ohio
Pledged Revenue Coverage
Ohio Water Development Authority Loan
Last Ten Years

Fiscal year	Sewer service charges and interest	Direct operating expenses (1)	Net available revenues	Debt service		Coverage
				Principal	Interest	
2023	\$ 4,557,899	\$ 2,357,695	\$ 2,200,204	\$ 1,345,968	\$ 215,368	140.9%
2022	4,949,913	2,049,864	2,900,049	1,304,551	256,785	185.7%
2021	4,639,487	2,010,127	2,629,360	1,264,409	296,927	168.4%
2020	4,349,988	2,549,240	1,800,748	1,225,501	335,835	115.3%
2019	4,005,137	2,684,531	1,320,606	1,187,791	355,757	85.6%
2018	4,163,429	2,112,592	2,050,837	1,151,241	390,566	133.0%
2017	4,122,930	2,288,025	1,834,905	1,115,697	445,570	117.5%
2016	4,088,798	2,142,160	1,946,638	1,081,604	479,909	124.7%
2015	4,062,756	2,172,628	1,890,128	1,048,322	513,191	121.0%
2014	4,039,018	1,891,709	2,147,309	1,015,329	546,184	137.5%

Note: For each type of non-general obligation debt backed by pledged revenues, the City should present gross revenues (and, if applicable, specific expenses, to produce net available revenues) principal and interest requirements, and a coverage ratio.

(1) Direct operating expenses do not include depreciation expense.

City of Wadsworth, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total personal income (5)	Personal income per capita (1)	Median household income (1)	<u>Unemployment rate (2)</u>		City square miles (3)	Average sales price residential property (4)	Median age (1)
					Medina County	State of Ohio			
2023	24,709	\$ 976,203,172	\$ 39,508	\$ 84,130	3.1%	3.5%	11.480	\$ 260,604	40.2
2022	24,261	959,037,330	39,530	77,692	4.2%	4.0%	11.480	239,270	40.1
2021	24,007	897,309,639	37,377	73,204	4.3%	5.1%	11.353	219,495	40.3
2020	24,046	827,783,550	34,425	71,478	7.7%	8.2%	11.350	200,693	38.9
2019	23,781	870,931,563	36,623	73,609	3.5%	4.2%	11.350	183,882	39.4
2018	23,476	833,844,044	35,519	70,232	4.1%	4.6%	11.294	158,879	39.6
2017	23,136	671,753,760	29,035	67,137	4.7%	5.0%	11.294	158,880	39.3
2016	21,860	617,370,120	28,242	64,806	4.3%	4.9%	11.294	148,701	39.7
2015	21,842	606,508,656	27,768	58,007	4.3%	4.7%	11.200	139,447	40.4
2014	21,842	589,712,158	26,999	57,539	5.2%	5.7%	11.070	146,127	37.6

- (1) Source: U.S. Census Bureau: U.S. Census Quick Facts
- (2) Source: Ohio Labor Market Information
- (3) Source: City of Wadsworth Engineering Department
- (4) Source: Medina County Auditor's Office Monthly Property Transfers
- (5) Computation of per capita personal income multiplied by population

City of Wadsworth, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years

Function/program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental-type activities:										
General government										
Auditor	6.00	6.00	6.00	6.0	6.0	7.0	6.5	6.5	7.0	6.5
Council	5.00	5.00	5.00	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Engineering	8.00	7.00	7.00	7.5	7.5	6.0	7.0	9.0	9.5	9.0
Human resources	1.50	1.50	1.50	1.5	1.5	1.5	1.5	1.5	2.0	2.0
Income tax	-	-	-	1.0	1.0	1.0	1.0	1.5	1.5	1.5
Law director	4.00	4.00	4.00	4.0	4.0	4.0	4.0	4.0	4.0	4.0
Mayor	2.00	2.00	2.00	3.0	3.0	3.0	2.5	3.0	3.5	3.5
Municipal court	11.50	10.50	11.50	12.5	13.0	12.5	10.0	13.0	13.0	13.5
Service director	3.00	3.00	3.00	3.0	2.0	2.5	3.5	3.0	3.0	3.0
Treasurer	0.50	0.50	0.50	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Security of persons and property										
Emergency medical services	17.40	15.20	14.25	14.0	14.5	13.0	16	18.5	18.5	19.5
Fire	17.10	16.80	17.75	18.5	19.5	18.5	19	19.0	19.0	18.5
Police	42.00	40.00	40.50	41.5	41.5	40.5	41	41.5	39.5	39.0
Safety director	1.50	1.50	1.00	1.5	1.5	1.5	1	1.0	1.0	1.0
Public health										
Animal control	-	0.50	0.50	0.5	0.5	1.0	2	1.0	1.0	1.0
Leisure time services										
Parks	10.25	9.25	9.25	8.50	8.75	11.0	9	10.0	9.5	8.0
Senior center	3.00	3.00	1.50	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Wadsworth cable television	3.00	3.50	3.50	4.5	4.5	4.5	4.0	4.0	4.5	4.0
Community and economic development										
Building & planning	2.50	2.50	2.50	2.5	2.5	2.5	2.5	2.5	3.0	3.0
Economic development	2.00	1.50	1.50	1.5	1.5	-	-	-	-	-
Transportation services										
Streets	16.25	16.25	15.75	16.50	19.25	17.0	17.5	17.5	17.5	16.5
Business-type activities:										
Electric	40.50	40.50	38.50	45.0	45.0	41.0	38.0	40.5	40.0	38.0
Information technology	7.50	7.00	8.00	7.5	7.5	7.5	6.5	7.5	6.5	6.5
Sanitation	8.75	7.25	6.75	8.00	8.75	8.5	7.5	8.0	9.5	8.5
Sewer	9.00	9.00	9.00	9.0	9.0	9.0	9.0	9.0	9.0	8.0
Stormwater	-	-	-	-	-	2.0	2.0	4.5	3.0	4.0
Telecommunications	16.50	16.00	14.00	12.0	13.5	14.0	11.5	12.0	13.5	13.0
Vehicle maintenance	5.50	5.50	5.00	5.5	5.5	6.5	5.5	5.5	5.5	5.0
Water	18.25	15.25	14.75	14.50	15.75	16.0	14.5	16.0	17.0	17.0
Totals:	262.5	250.0	244.5	257.5	265.0	259.5	249.0	267.5	269.0	261.5

Note: All part-time employees, Council Members, and Treasurer, were counted as 0.5 FTE's for the purpose of this table.

Source: City Payroll Records

City of Wadsworth, Ohio
 Capital Asset Statistics by Function/Program
 Last Ten Years

Function/program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General government										
Streets (miles)	100	100	99	99	99	98	95	95	94	94
Salt domes	2	2	2	2	2	2	2	2	2	2
Airports	1	1	1	1	1	1	1	1	1	1
Fueling system	3	3	3	3	2	2	2	2	1	1
Vehicles	15	15	11	10	13	10	10	10	10	10
Security of persons and property										
<i>Safety director</i>										
Early warning sirens	9	9	9	9	9	9	9	9	9	9
Vehicles	1	1	1	1	1	1	1	1	1	1
<i>Police</i>										
Stations	1	1	1	1	1	1	1	1	1	1
Shooting ranges	1	1	1	1	1	1	1	1	1	1
Vehicles	26	23	23	24	24	24	24	23	22	22
<i>Fire & EMS</i>										
Stations	2	2	2	2	2	2	2	2	2	2
Fire apparatus	7	8	7	7	7	7	7	7	7	8
Rescue squads	4	4	4	4	4	4	4	4	4	5
Other vehicles	6	7	5	5	5	5	6	7	6	5
Leisure time activities										
<i>Parks & recreation</i>										
Public swimming pools	1	1	1	1	1	1	1	1	1	1
Parks	18	18	19	19	19	21	19	19	18	16
Playgrounds	13	13	13	13	13	13	13	13	13	13
Baseball diamonds	10	10	10	10	10	17	13	13	13	13
Tennis courts	5	5	6	6	6	6	6	6	6	9
Pickleball courts	1	1	-	-	-	-	-	-	-	-
Full sized soccer fields	10	10	10	10	10	10	10	10	10	10
Vehicles	18	13	16	18	18	18	15	15	15	11
<i>Cable T.V. access</i>										
Cameras	17	15	14	14	14	13	10	11	11	11
Vehicles	1	1	1	1	1	1	1	1	1	1
Community and economic development										
<i>Building and zoning</i>										
Vehicles	1	1	1	1	1	1	1	1	1	1

City of Wadsworth, Ohio
Capital Asset Statistics by Function/Program
Last Ten Years

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Storm Water										
Storm sewers (miles)	107	107	106	106	105	104	103	103	102	98
Telecom										
Vehicles	15	15	17	18	16	14	15	15	15	14
Sewer										
Lines (miles)	129	129	129	104	104	104	104	104	104	102
Lift stations	5	5	5	4	4	4	3	3	3	3
Treatment plants	1	1	1	1	1	1	1	1	1	1
Vehicles	4	4	4	4	4	4	4	4	4	5
Water										
Wells	12	12	12	12	12	12	12	12	12	12
Towers	5	5	5	5	5	5	5	6	6	6
Lines (miles)	135	134	133	133	133	132	131	129	127	121
Treatment plants	1	1	1	1	1	1	1	1	1	1
SCADA	1	1	1	1	1	1	1	1	1	1
Vehicles	16	15	14	14	11	11	11	11	14	13
Electric										
Substations	6	6	6	6	6	6	6	6	6	6
Aerial lines (miles)	150	150	150	150	152	151	150	150	150	230
Transmission lines (miles)	20	20	20	20	20	20	20	20	19	19
Underground lines (miles)	87	87	87	86	86	85	83	80	76	69
SCADA	1	1	1	1	1	1	1	1	1	1
Meters	13,762	13,688	13,664	13,542	13,479	13,410	13,300	13,087	13,001	12,317
Vehicles	24	29	27	29	28	28	28	28	28	28
Sanitation										
Transfer stations	1	1	1	1	1	1	1	1	1	1
Packer trucks	3	3	3	3	3	3	4	4	4	4
Automated trucks	5	5	5	5	4	4	4	4	5	4
Vehicles	8	7	7	7	6	6	6	5	4	4
Trailers	3	3	3	2	-	-	-	-	-	-

City of Wadsworth, 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 passed	168	155	121	122
Number of resolutions passed	11	20	16	29
<i>Finance department</i>				
Number of checks/ vouchers issued (payroll not included)	2,949	2,615	2,771	2,836
Amount of checks written (cash basis)	\$ 66,289,082	\$ 52,346,579	\$ 48,633,107	\$ 48,593,870
Interest earnings for fiscal year (cash basis)	\$ 3,219,316	\$ 753,498	\$ 121,266	\$ 424,689
Number of receipts issued	136,711	152,218	168,884	167,545
General fund receipts (cash basis)	\$ 20,758,585	\$ 16,456,112	\$ 14,831,490	\$ 13,963,347
General fund expenditures (cash basis)	\$ 19,270,435	\$ 15,660,585	\$ 13,248,843	\$ 13,351,113
<i>Income tax department</i>				
Number of business net profit forms processed	2,687	2,192	2,602	2,327
Number of individual forms processed	21,636	19,993	17,906	17,679
Number of business withholding accounts	3,181	2,840	2,349	2,133
Amount of penalties and interest collected	\$ 346,677	\$ 367,375	\$ 342,051	\$ 432,315
<i>Civil service</i>				
Number of police entry tests administered	1	2	1	0
Number of fire entry tests administered	2	0	2	0
Number of police promotional tests administered	0	1	2	0
Number of fire promotional tests administered	0	0	0	0
Number of hires of police officers from certified lists	3	4	1	2
Number of hires of fire/medics from certified lists	4	3	1	0
Number of promotions from police certified lists	0	1	2	0
Number of promotions from fire certified lists	0	0	0	0
<i>Engineering</i>				
Number of new subdivision	1	1	0	1
Number of new lots	48	45	0	42
Number of plat/surveys completed	8	2	3	13
Streets constructed (linear feet)	0	3,129	0	1,661
Streets resurfaced (linear feet)	21,532	18,179	30,156	20,114
Storm sewer lines constructed (linear feet)	25	5,978	27	3,076
Number of new catch basins	1	47	1	22
Number of new storm manholes	0	17	0	7
Water lines constructed (linear feet)	2,231	4,450	685	2,157
Raw water lines constructed (linear feet)	0	0	0	0
Number of new hydrants	7	13	3	6
Number of new valves	5	18	2	10
Amount of new sanitary sewer lines (linear feet)	296	3,163	51,782	0
Amount of new force mains (linear feet)	0	0	11,362	0
Number of new sanitary manholes	3	13	250	0
Culverts constructed (linear feet), not including drive culverts	144	85	60	0

2019	2018	2017	2016	2015	2014
154	113	148	178	169	193
16	13	11	10	17	62
3,297	4,520	4,240	4,396	4,565	4,942
\$ 47,822,413	\$ 51,243,315	\$ 53,501,689	\$ 56,099,787	\$ 52,993,480	\$ 57,468,760
\$ 1,046,730	\$ 750,043	\$ 550,458	\$ 250,051	\$ 196,339	\$ 213,763
166,788	163,570	161,765	157,323	154,500	149,835
\$ 13,774,736	\$ 18,002,911	\$ 12,752,234	\$ 11,761,676	\$ 11,136,680	\$ 10,273,504
\$ 12,925,065	\$ 12,066,231	\$ 11,819,518	\$ 14,012,398	\$ 11,868,557	\$ 11,369,042
3,699	2,496	3,301	2,076	1,764	2,051
19,812	19,048	19,387	18,503	17,832	20,852
2,027	2,027	1,922	1,947	1,802	1,601
\$ 400,615	\$ 335,385	\$ 305,535	\$ 139,899	\$ 127,338	\$ 217,412
1	1	1	1	2	1
0	1	0	0	1	0
0	1	0	1	0	0
0	0	0	0	0	0
3	1	1	1	1	1
1	4	0	0	1	0
1	1	0	2	0	0
0	0	0	0	0	0
2	2	2	3	0	3
18	51	44	79	0	86
10	7	2	7	20	11
2,118	1,556	690	5,768	0	3,651
25,867	27,130	13,675	20,266	83,504	12,725
3,166	7,450	2,684	10,029	1,540	7,556
20	100	22	83	26	77
22	42	7	48	6	30
2,180	9,229	7,861	9,458	9,287	8,005
0	0	0	0	0	0
7	26	23	41	33	31
6	60	32	45	31	48
0	1,627	824	1,101	1,000	3,278
0	0	0	0	0	0
0	6	4	4	4	31
0	102	0	0	15	48

City of Wadsworth, Ohio
Operating Indicators by Function/Program
Last Ten Years

Function/Program	2023	2022	2021	2020
<i>Municipal court</i>				
Number of civil cases	825	1,704	1,019	752
Number of criminal cases	4,440	3,717	5,061	3,739
Security of persons and property				
<i>Police</i>				
Total calls for services	13,015	12,353	13,270	12,319
Class 1 crimes	345	463	517	483
Adult arrests	570	513	565	683
Juvenile arrests	75	94	94	59
Criminal summons	150	179	222	311
Traffic citations	944	808	712	650
Warning citations	112	126	199	63
Parking tickets	1,005	914	867	1,123
Vehicle accidents - property damage	310	290	311	258
Vehicle accidents - injury	57	67	64	59
Total miles driven	197,550	178,308	192,302	201,692
Total gasoline cost	\$ 53,470	\$ 58,780	\$ 48,616	\$ 40,710
<i>Fire and EMS</i>				
EMS calls	2,987	3,008	2,925	2,494
Ambulance billing collections (net)	\$ 833,335	\$ 838,568	\$ 765,152	\$ 626,849
Fire calls	327	333	266	268
Fires with loss	17	12	11	11
Fires with losses exceeding \$10K	8	4	6	2
Fire losses	\$ 395,000	\$ 141,945	\$ 1,486,970	\$ 180,765
Fire safety inspections	210	237	313	230
No. of times mutual aid received from other fire and EMS	85	69	77	35
No. of times mutual aid given by Fire and EMS	101	103	64	28
Training hours	2,012	1,258	1,347	1,866
Leisure Time Activities				
<i>Parks</i>				
Parks Expenditures (cash basis)	\$ 1,048,707	\$ 799,468	\$ 881,855	\$ 814,913
Hours maintaining parks and City buildings	8,850	7,401	8,432	5,335
Hours preparing fields/ball diamonds	1,534	924	1,623	1,510
Hours of snow removal	366	819	465	336
Average cost per resident	\$ 42.44	\$ 32.95	\$ 36.67	\$ 33.89

2019	2018	2017	2016	2015	2014
1,019	843	963	811	641	811
5,061	5,838	6,410	5,465	6,790	6,827
14,105	13,275	14,053	14,578	12,252	14,469
556	536	514	676	642	635
925	1,020	786	798	767	817
76	29	30	55	57	56
268	358	300	349	332	360
916	1,037	1,161	1,022	1,083	1,143
0	0	0	0	508	201
1,538	0	1,661	909	913	1,115
393	1,146	363	384	364	333
72	406	81	55	78	62
130,873	71	240,286	225,093	220,340	241,949
\$ 19,389	\$ 203,681	\$ 40,089	\$ 41,495	\$ 43,136	\$ 72,088
2,489	2,224	2,341	2,067	2,058	1,987
\$ 680,307	\$ 639,015	\$ 606,028	\$ 475,181	\$ 530,654	\$ 512,483
278	254	208	225	241	240
8	22	13	39	33	20
3	3	6	15	8	4
\$ 98,000	\$ 355,350	\$ 181,560	\$ 1,096,500	\$ 991,795	\$ 164,400
392	372	549	656	481	778
33	21	35	32	25	14
39	30	53	60	54	49
2,981	2,449	2,991	2,842	3,890	3,570
\$ 801,631	\$ 741,421	\$ 728,292	\$ 720,366	\$ 653,621	\$ 756,740
3,732	1,965	2,922	2,146	1,474	1,568
1,071	1,422	1,938	1,874	1,965	1,488
625	783	583	709	1,010	968
\$ 33.71	\$ 31.58	\$ 31.48	\$ 32.95	\$ 29.92	\$ 34.65

City of Wadsworth, Ohio
 Operating Indicators by Function/Program
 Last Ten Years

Function/Program	2023	2022	2021	2020
Community and economic development				
<i>Building and zoning</i>				
Estimated value of construction	\$ 18,833,318	\$ 40,856,075	\$ 20,103,913	\$ 27,587,767
Residential/commercial/zoning permits issued	519	416	527	456
Electric permits	116	109	168	139
Heating permits	159	151	186	192
Total permits issued	794	676	881	787
Permit revenue	\$ 81,773	\$ 44,854	\$ 101,062	\$ 88,893
Number of contractor licenses	122	124	120	107
Code enforcement notices	94	74	124	220
Zoning board of appeals hearings	22	12	12	12
Number of planning commission docket items	32	29	17	18
 Transportation				
Crack seal coating program (miles)	0	0	0	0
Street repair (curbs, aprons, berms, asphalt) (hours)	5,107	3,698	3,615	3,171
Cold & dura patch (hours)	211	157	69	478
Tons of asphalt	35	64	0	0
Tons of limestone	205	118	523	127
Paint striping (gallons of paint)	4	5	8	0
Leaf collection (hours)	3,415	3,055	2,920	2,500
Tons of salt	994	1,690	891	870

2019	2018	2017	2016	2015	2014
\$ 32,002,787	\$ 18,411,952	\$ 45,069,484	\$ 31,005,053	\$ 43,574,974	\$ 20,675,040
434	426	510	502	447	331
138	129	196	170	187	145
182	170	245	200	217	146
754	725	951	872	851	622
\$ 95,955	\$ 86,986	\$ 167,456	\$ 150,434	\$ 178,366	\$ 100,558
113	123	124	119	131	129
209	214	263	217	216	347
18	14	20	17	10	20
41	33	68	63	74	38
0	0	24	26	17	21
2,117	1,951	3,700	6,725	4,754	2,966
722	942	1,273	1,124	2,254	2,347
118	80	559	470	383	106
108	139	136	397	410	434
0	0	0	500	610	600
2,951	3,466	2,293	2,727	2,319	2,307
938	2,191	1,904	1,792	2,582	2,104



OHIO AUDITOR OF STATE KEITH FABER



CITY OF WADSWORTH

MEDINA COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 9/12/2024

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
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