

# COMPREHENSIVE ANNUAL

# FINANCIAL REPORT

Richard A. Mallonn II • Auditor, City of Canton



For The Year Ended December 31, 2020



OHIO AUDITOR OF STATE  
KEITH FABER



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Members of Council  
City of Canton  
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We have reviewed the *Independent Auditor's Report* of the City of Canton, Stark County, prepared by Julian & Grube, Inc., for the audit period January 1, 2020 through December 31, 2020. 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 Canton is responsible for compliance with these laws and regulations.

A handwritten signature in cursive script that reads "Keith Faber".

Keith Faber  
Auditor of State  
Columbus, Ohio

August 18, 2021



**CITY OF CANTON, OHIO**  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2020

RICHARD A. MALLON II  
CITY AUDITOR

PREPARED BY THE CITY AUDITOR'S OFFICE

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**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
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INTRODUCTORY  
City of Canton, Ohio

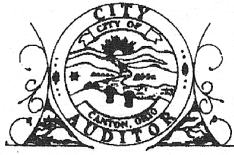


CANTON, OHIO

CANTON  
BULLDOGS







# **RICHARD A. MALLONN II**

## **CANTON CITY AUDITOR**

City Hall, Canton, Ohio 44702

Phone: (330) 489-3226

June 21, 2021

To Council Members and Citizens of the City of Canton:

The Comprehensive Annual Financial Report (Annual Report) of the City of Canton as of December 31, 2020 is hereby submitted. This letter and the following report represent the City's continuing commitment to excellence in financial reporting. The purpose of this letter is to acquaint the reader with the Annual Report. Responsibility for both the accuracy of the data, the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the City's financial position and results of operations. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The financial records, books of accounts and transactions of the City of Canton, Ohio, for the year ending December 31, 2020, have been audited by the certified public accounting firm of Julian & Grube, Inc. As stated in the auditor's report, the audit was conducted in accordance with Generally Accepted Government Auditing Standards and included a financial compliance evaluation, as well as a review of the internal accounting controls. The Auditor's opinion has been included in the report.

Accounting principles generally accepted in the United States of America (GAAP) requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of a Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The MD&A can be found on page 5 of this report.

### **City Organization and Background**

The City is located in and is the County Seat of Stark County in northeastern Ohio, approximately 58 miles southeast of Cleveland, 23 miles south of Akron, and 94 miles west of Pittsburgh, Pennsylvania. It was incorporated as a village in 1828, and became a city in 1854.

The City's 2020 population of 70,447 placed it as the largest city in the County and the eighth largest in the State.

The City operates under and is governed by the mayor-council form of government. The City operates as a Statutory Municipal Corporation as defined by the Ohio Revised Code.

The City's legislative authority is vested in a twelve-member Council of whom three are elected at-large and nine are elected from their respective ward, for a term of two years. The presiding officer is the President of Council, who is elected at-large by the voters for a two-year term. The President of Council is called upon to vote on legislation in order to break a tie vote. The Council affixes compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriating and borrowing money, licensing and regulating business and trades, and other municipal purposes. The Council affirms, by resolution, the individuals appointed by the Mayor to serve on the various boards and commissions for the City. The City's chief executive and administrative officer is the Mayor, who is elected by the voters specifically to that office for a four-year term. The other elected officials are the City Auditor, the City Treasurer and the Law Director, each elected to a four-year term.

The Mayor appoints the directors of City departments other than the Income Tax Department. The major officials appointed by the Mayor are the Deputy Mayor, Directors of Public Service and Public Safety, the Fire Chief, the Police Chief and the City Engineer. The Mayor also appoints members to a number of boards and commissions, and appoints and removes, in accordance with civil service requirements, all appointed officers and employees, except Council, Auditor, Treasurer, and Law Director and their respective officers and employees. The City Treasurer appoints the Director of Income Tax who serves at his pleasure. The Mayor may veto any legislation passed by Council. A veto may be overridden by a two-thirds vote of all members of Council.

### *City Services*

General Government Functions: The City provides police protection, firefighting and prevention, EMS services, street maintenance and repairs, parks and recreation. Funding for these operations is derived primarily from taxes in addition to small amounts of revenue generated from user fees. These operations could not be sustained without a steady flow of tax revenue.

Proprietary Operations: The City operates Water, Sewer, Refuse Departments and Building Inspections. The revenue generated from Water, Sewer and Building Departments were sufficient to meet all expenses in 2020.

### **Reporting Entity**

The City has reviewed its reporting entity definition to ensure conformance with the Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity", as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units", and GASB Statement No. 61, "The Financial Reporting Entity: Omnibus – an Amendment of GASB Statements No. 14 and 34". In defining the City for financial reporting purposes, management has identified all agencies, departments and organizations making up the City of Canton the primary government and its potential component units. The City presents the Canton Community Improvement Corporation (CCIC) and the Board of Health as discretely presented component units.

Neither the Canton City School District, Plain Local School District, Osaburg School District, nor Canton Local School District has been included in the accompanying financial statements. These districts serve the citizens of Canton; however, the boards are not appointed by the City, nor are they fiscally dependent on the City.

The City is associated with the Stark Area Regional Transit Authority, the Stark Council of Governments and the Stark County Regional Planning Commission as jointly governed organizations. Canton Tomorrow, Inc. and the Downtown Canton Special Improvement District are disclosed as joint ventures.

## **Financial Information**

### *Accounting Policies and Budgetary Control*

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 alternative Tax Budget, the Certificate of Estimated Resources and the Appropriations Ordinance: all are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than the custodial funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the account level split between salary and non-salary line items within each department within each fund for most funds with a only a few budgeted to the fund level. Any budgetary modifications at this level or above may only be made by resolution of the City Council. Budgetary control at this level provides some flexibility in moving appropriations within their account groups to meet expenses.

The City's fully automated financial system also maintains budgetary control through its purchase order/encumbrance feature. The purchase order, required before making purchases, creates the encumbrance against the current budget. Request for purchase orders, which would result in an overrun of budget, are not honored until additional appropriations are made available through Council ordinance. This procedure is followed when money is available to allow an increase in appropriations. If no money is available, the requisition is canceled.

The City Auditor monitors all expenditures for accuracy, appropriateness and compliance. The City Auditor monitors expenditures to encumbrances to assure that each obligation incurred was entered into after the appropriate purchase order was issued. The City Auditor will exercise his discretion to issue "then and now certificates" for obligations incurred prior to obtaining a purchase order. This certificate is authorized by the Ohio Revised Code for obligations that do not exceed three thousand dollars. This certificate simply stated means: "then" meaning at the time the obligation was made and "now" meaning as of the date of the certificate there were sufficient appropriations free from prior obligations necessary to meet this obligation in question. The City Auditor requires an ordinance from Council authorizing a "Moral Obligation", for obligations incurred prior to obtaining a purchase order that exceeds this authority.

The City Auditor continually monitors the encumbrances and expenditures against the budget appropriations and against the County Auditor's Certificate of Estimated Resources. Using the budget prepared by the City the preceding July and including the carry over cash balances less carry over encumbrances at year end, the County Auditor arrives at and issues the Certificate of Estimated Resources for the City. The City Auditor submits amendments to the Certificate of Estimated Resources to the County Auditor as deemed appropriate throughout the year. Ohio Law prohibits total fund appropriations from exceeding the amounts by fund on the County Auditor's Certificate.

### *Internal Accounting and Reporting Control*

As part of its continuing commitment to excellence in financial reporting, the City utilizes a computerized financial accounting and reporting system. Enhancements to present internal accounting controls and procedures are continually evaluated by the City Auditor. The City Auditor oversees the appropriateness of internal control, develops procedures to enhance internal control and consults with outside auditors to insure the City remains at a sound financial level of operation.

The City has built internal accounting controls into its financial accounting, budgeting and reporting system to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss resulting from unauthorized use or disposition; and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The internal accounting controls built into the City's system were developed using the concept of reasonable assurance. This concept recognizes the cost of a control should not exceed the benefits likely to be derived from its implementation, and the evaluation of costs and benefits should require estimates and judgments by management. We believe the City's internal accounting controls adequately safeguard the City's assets and provide reasonable assurance of proper recording and reporting of financial transactions.

## **Local Economy**

Twenty commercial banks (branches), savings and loan associations and credit unions are located in the City. One daily newspaper serves the City. The City is within the broadcast area of nineteen television stations and one hundred twenty-seven AM and FM radio stations. Spectrum, Direct TV and Dish provide TV services.

The City is home to a number of steel industrial manufacturers and suppliers. The City has benefited from the consistent financial success of the Timken Company. Although a small portion of its office operations has been moved to a location outside the city, the City remains optimistic of continued positive impact from The Timken Company and TimkenSteel resulting from the split that occurred from the Timken Company in late 2014. The City continues to benefit from the diversity of its business base including: MK Morse Company, Fresh Mark Incorporated, Republic Engineered Products, Aultman and Cleveland Clinic Mercy Hospitals is essential in order to create a climate for financial stability.

Malone University, a private four-year college, and Aultman College of Nursing are located in the City. University of Mount Union and Walsh University, private four-year schools, Stark State College of Technology, a public two-year school, and a branch of Kent State University, Ashland University, Brown Mackie College and Ross College also are located in the County. Within commuting distance are several public and private two-year and four-year colleges and universities, including Kent State University in Kent and a branch of Kent State University in Tuscarawas County, Cleveland State University, Cuyahoga Community College, John Carroll University, Baldwin-Wallace College and Case Western Reserve University in the Cleveland metropolitan area, the University of Akron in Akron, Herzog University Akron, the College of Wooster in Wooster, Hiram College in Hiram, Youngstown State University in Youngstown, Lake College and Lakeland Community College in Lake County and Franciscan University an Eastern Gateway Community College in Steubenville.

The City is served by two acute care hospitals located in the City: Aultman Hospital (1,032 beds) and Mercy Medical Center (476 beds) which became Cleveland Clinic Mercy Hospital, and two additional acute care hospitals located in the County: In 2018 Alliance Community Hospital became Aultman Alliance Community Hospital (202 beds including 78 nursing home/transition-care beds for long-term care). Massillon Psychiatric Center (Heartland Behavioral Healthcare Hospital), a 212-bed public adult psychiatric hospital operated by the State, is also located in the County. In 2010, Aultman Hospital completed a three year \$80 million dollar expansion project, the largest in its history. The project included a new four-story 380,000 square foot addition that houses a new Aultman Heart Program, Emergency/Trauma Program, Women's Program (including Labor & Delivery) and the Neonatal Intensive Care Unit. Aultman also operates Aultman College which is located within the campus of the Hospital. A new building housing (Aultman Center for Education) was constructed in 2012 and is utilized for the College of Nursing and Health Sciences. Aultman in support of the City's Comprehensive Plan, has been working collaboratively with the City of Canton, Community Building Partnership and Stark Community Foundation to advance the goals of transforming its campus and revitalizing the neighborhood. In 2009, Mercy Medical Center unveiled its new state of the art 24-unit Mercy Intensive Care Unit. The \$20.5-million-dollar project was started in 2007 and also includes an expansion of the surgery center parking garage and relocation of the hospital's helipad to the roof of the new structure. In 2013, Mercy began a \$14.5 million renovation-expansion in the emergency department increasing the beds from 33 to 48 which opened late 2014. . Both Aultman and Mercy continues to add valuable medical resources such as state of the art equipment/procedures to its hospital campuses. Also, both Aultman Hospital and Mercy Medical Center continue to play a pivotal role in the financial stability of the City of Canton and come in as two of our top employers.

The Canton Park System (Park System) maintains 61 parks and covers approximately 825 acres. In addition, the City constructed and owns the 5,700-seat Thurman Munson Memorial Stadium. In 2013, the citizens of Canton voted on a park levy which at that time generated approximately \$2.4 million dollars annually to assist with the maintenance and capital investment into the City's 61 parks. During 2020 the levy generated approximately \$3.9 million. The renewal levy was voted on and passed by the voters of the City and included new language to combine both the Canton Parks with the Canton Joint Recreation District. The merger process of these two entities was finalized in April 2018. In 2020, the Canton Park System assumed operation of the Peel Coleman South East Community Center. The Park System continues to add valuable upgrades to its park lands to enhance the usefulness and functionality of its Park System. The Park System renewal levy was passed in May 2021.



The City's cultural assets include the Canton Art Institute, the Symphony Orchestra Association, the Canton Civic Opera Association and the Players Guild, all of which are housed in the Cultural Center (Center) for the Arts and host a variety of exhibits, musical and dramatic performances and other cultural events each year. The Center, a gift of the Timken Foundation, is a building complex located on 8-1/2 acres in the center of the City, which cost \$13,000,000 to build in 1971. Adjacent to the center is the City-owned auditorium, an air-conditioned arena-type facility with a seating capacity of 6,000. The Cultural Center and the auditorium accommodate conventions. The City's greater metropolitan area has approximately 36 hotels, motels and bed and breakfasts with over 3,000 rooms.

The Canton Palace Theatre is both the literal and figurative cornerstone of the Downtown Canton Arts District. Harry Harper Ink, Canton native and inventor of the patent medicine, Tonsiline, gave the one million dollars to build the Theatre in 1926. Designed by the noted theatre architect, John Eberson, The Palace is considered an atmospheric theatre, meaning as you sit in the auditorium, you feel as if you are lounging between two Spanish castles, under a Mediterranean blue sky, complete with stars, and floating clouds. The Theatre is home to its original Kilgen Theatre Pipe Organ. This 3 manual, 11 rank instrument is the last remaining Kilgen Theatre Organ still playing in its original home. The famed organist Banks Kennedy opened the theatre November 22, 1926, to a sold out crowd, with the first feature silent film, Tin Hats.

In 2013, the Palace completed a capital project totaling \$1.3 million including new plumbing, roof, windows, service doors, ADA compliant hearing system, live event sound system, and Digital Cinema Projection. The final state of the renovation was completed in 2015 by restoring the current carpet with an original replica. A vital multi-purpose entertainment facility, its marquee burns brightly sixty feet above Market Avenue, welcoming you to enter its grand foyer and become a part of Canton's nostalgic past. Hosting over 300 events a year, with an attendance of over 100,000 guests, the Palace also strives to be an important part of Canton's future as it typically hosts a free movie night during Canton's First Friday family entertainment events each month.

The City's downtown is home to the National First Ladies Library housed in the former home of one time first lady Ida Saxton McKinley. The library presents a history of all the United States first ladies. In 2002, the Library added a \$5.5 million education and research center in the former National City Bank building located nearby the Saxton House. The renovations to the 110-year-old building were paid for through private donations and federal grants. The six story research center houses a 91-seat theater, meeting and exhibit rooms, research and reference materials and office space for the library personnel. In 2011 the Education and Research Center was donated to the National Park Service and then was made a part of the First Ladies National Historic Site. The National First Ladies' Library remains as the managing/operating partner of the site for the National Park Service. The First Ladies Park and the gated parking lot continue to be owned by the National First Ladies' Library.

Also located in the City's downtown area is the main branch of the Stark County District Library. The library is a 2009 winner of the prestigious National Medal for library service. The library's main branch, 9 satellite branches, 6 mobile libraries which are the largest in the state, and 24/7 digital branch holdings number more than 1.8 million items. The library offers full-service cards and ecards which allows individual to access over 1 million items and more than 500,000 electronic items such as eBooks, movies, shows, movies and more. The library offers access to over 831,500 items. The library also offers corporate /organization cards which can be used by In addition, the Library provides programs for attendees and provides computer sessions on publicly available computers found in each branch. The library today reimagines itself as 'The Smart Store' where everything is free. It has emerged as a national thought-leader with innovations such as it's no overdue fines policy, the BikeSmart bike sharing network, passport services and Smart School Partnership. It is one of the nine largest library systems in Ohio and serves 12 local school districts.

The City is the home of the National Professional Football Hall of Fame, which attracts more than 200,000 visitors annually. In December 2010, the Hall of Fame's Board of Trustees announced plans for a major expansion and renovation to the museum. The project, called *Future 50 Project*, was the largest in the Hall of Fame's history, costing \$27 million and taking almost two years to complete. The museum building its self was expanded from 83,000 square feet to 115,000 square feet. The largest piece of the expansion was used for a Pro Football Research and Preservation Center. Also 38,000 square feet of existing gallery was renovated, which included a new lobby and visitor orientation theater. A new museum-quality environmental control system was installed to better ensure the safety of the museum's artifacts. The grounds surrounding the Hall of Fame were improved to provide space for

special events, rental opportunities and additional parking. The Hall of Fame completed the facility improvements in time to celebrate the museum's 50<sup>th</sup> anniversary and in time for the Class of 2013's induction ceremonies held on August 3, 2013. Pro Football was slated to celebrate its centennial class induction ceremonies during the 2020 Hall of Fame enshrinement celebrations. However, due to a world pandemic in 2020, all events were cancelled and rescheduled to occur during the 2021 celebrations along with the new class of inductees for both 2020 and 2021.

In 2015, the Canton City School District, the City of Canton and the Pro Football Hall of Fame began discussions on the improvement of the district campus which includes McKinley High School, the C.T. Branin Natatorium and Fawcett Stadium for the expansion and improvement of the stadium and surrounding areas. This project has evolved into a potential multi-phase construction and expansion of the Pro Football Hall of Fame campus at an estimated cumulative value of \$400 million will include retail shopping and dining facilities. Also, a potential convention and events center will occupy these grounds. Along with an indoor waterpark and an amusement park. As of the submission of this report, the City Canton pledged and financed a bond anticipation note of \$5 million and the state has committed \$10 million in their capital budget. The Hall of Fame has received and the City Schools has accepted a \$10 million donation from Tom Benson for the renaming of the Fawcett Stadium. The \$25 million cited above is expected to be a part of the phase 1, \$40 million renovation to the stadium which broke ground in 2015. The first part of the stadium renovation was completed in August 2016 and the second phase was completed in July 2017. Additional private capital will be raised to expedite the projects expected to evolve within the Hall of Fame Village as listed within the master plan. The Hall of Fame Village LLC combined with a publicly traded, special – purpose Acquisition Company to help fund the expansion projects by trading common stock and warrants starting July 2, 2020. The Tom Benson Hall of Fame stadium serves as the football facility for the District High School, area colleges, the Ohio High School Athletic Association state football championship games and the annual Pro Football Hall of Fame game held annually, in conjunction with the Hall of Fame induction ceremony festivities, which sits adjacent to the stadium. Additionally, beginning in 2019 the annual Black College Football Hall of Fame was hosted at Tom Benson Hall of Fame Stadium with Alabama A&M Bulldogs playing Morehouse Maroon Tigers. The 2020 game was cancelled due to the world pandemic but is scheduled to return in 2021 when Tennessee State Tigers and Grambling State Tigers meet during Labor Day weekend.

The City is an industrial rail center served by the Norfolk & Southern Railway Company, Conrail, the Wheeling and Lake Erie Railway Company and CSX. 147 motor freight truck lines and local cartage haulers serve the Canton-Massillon MSA. Rail passenger service is available through the cities of Akron and Alliance by Amtrak. In 2003, Canton became a stop on the Cuyahoga Valley Scenic Railroad. The rail system is owned by the National Park Service and provides weekend excursions between Canton and Akron. Greyhound and other independent bus lines provide more complete passenger transportation.

The Stark Area Regional Transit Authority (SARTA), a separate political subdivision, provides daily public transportation in and around the City. The bus service initially was only a citywide service, but became a countywide system with the passage of a .25 percent county sales tax in 1997. The sales tax, renewed in 2002, 2006, and 2011, serves as the primary revenue source for SARTA. On November 8, 2016, voters approved a 10 year .25 county wide sales tax renewal. In addition to the sales tax, SARTA operations are supported, in part, from payments for contract services, State and Federal operating grants, and rider fares. In addition to its 34 regular fixed service routes within Stark County and approximately 5,000 work rides a day, SARTA runs one bus route, multiple times, between Canton and downtown Akron connecting to Akron's Metro RTA bus system and also serves the Akron-Canton Regional Airport from both cities and one route to Cleveland starting March 4, 2013. SARTA has set on course to become the nation's third largest bus fleet running on Hydrogen Fuel Cells (HFC) and the largest east of California. The emissions from a hydrogen fuel cells are water. It expects to have 20 buses in its fuel cell fleet. SARTA had implemented a Transit Asset Management Plan (TAMP) and a Transit Development Plan (2020) (TDPs) which looks at the condition of assets to guide the prioritization of funding transit agencies and help improve their efficiency and effectiveness. SARTA has also has been awarded the CALSTART "Blue Sky Award" in 2020 for starting a HFC program and for being a pioneer in using HFC vehicles in public transportation..

Interstate 77 (north-south) and two U.S. highways (U.S. 30 and 62) serve the City. The City is served by four state routes (S.R. 800, 43, 153 and 687).

The Akron-Canton Regional Airport (Airport), a cooperative effort of Stark County and Summit County (in and for which the City does not have any financial interest or legal obligations), has an operational area of 2,700 acres, most of which is located in Summit County, directly north of and adjacent to Stark County, on Interstate 77. The Airport has four airlines offering nonstop service and had 291,657 customers in 2020 a 64.2% decrease from the Airport's 2019 numbers. In late 2006, the Airport completed its 5-year \$60 million STAR Expansion Project which included extending runways, a new baggage claim area, a new food court, a new security screening area, enlarged gathering space, additional parking, and a terminal gate renovation that will allow the Airport to handle up to 1.6 million passengers annually. In 2007, the Airport invested \$10 million in a new deicing facility. In 2008, the Airport announced its new 10-year \$110 million capital improvement plan called *CAK2018* which is now complete. The plan includes a 600 ft. runway extension and border patrol facility to allow for international flights, expanded aircraft parking, expanded auto parking, a wider entrance road, expanded ticket wing, expanded security screening area, a new aircraft rescue and fire fighting maintenance facility, expand the concourse to allow for three more gates, and partner with the nearby City of Green for a new Industrial Park. The runway extension portion of the project was completed in 2010. The new aircraft rescue, border patrol facility, expanded parking lot, and expanded security-screening area were completed in 2011. In 2012, CAK completed the Firefighting Maintenance Facility (ARFF) and continued to add additional parking. Akron-Canton Airport is excited to embark on the final project of CAK 2018, the gate modernization program. This will include expanding the new concourse at an estimated cost of \$3.65 million, an expanded ticket wing \$2.5 million, and widening of the entrance road \$5.0 million which are in progress. In 2016, the airport unveiled a \$240 million dollar 20-year Master Plan that was approved by the Federal Aviation Administration (FAA) in 2015 which will guide capital investments and improvements at CAK and will include construction projects isolated to the years 2017 through 2020. The Akron-Canton Airport has embarked upon a 5 year strategic plan. The five-year strategic plan (2020-2024) will involve a transparent, inclusive approach to timely execution of objectives and initiatives throughout the organization. This strategy includes an analysis of CAK's competitive situation to others in the industry; a guiding policy for achieving the organization's goals; and specific action plans for implementation of this plan. The strategic plan will cover multiple years and be routinely updated as the industry, economy and environment continue to evolve (more on this Five-Year Strategic Plan can be found on the CAK website).

### **Long-Term Financial Planning**

During 2020 the City has experienced a decrease in overall revenue, excluding other financing sources, for the general fund of \$1,463,673 from 2019. The City as a whole experienced an increase in GAAP-basis revenue (total of all program revenues and general revenues from the statement of activities) of \$6,229,844 from 2019. This provides the City with the ninth straight year of revenue growth for the City as a whole. The City's income tax revenue decreased by \$4,763,234 and property tax revenue increased by \$644,922. Charges for service (program revenue) increased by \$1,643,173 while operating grants and contributions (program revenue) and capital grants and contributions (program revenue) increased \$11,540,015 and decrease \$5,278,280, respectively.

The City continues to feel the effects of the Federal Reserves' interest rate reductions in the fourth quarter of 2007 through 2012 have led to net decreases in general fund interest revenue of \$1,243,235 in 2008, \$595,900 in 2009, \$444,900 in 2010, \$141,433 in 2011, and an additional \$37,396 in 2012. General fund interest revenue increased \$1,446 in 2013, \$120,885 in 2014, and \$227,300 in 2015, \$41,751 in 2016, \$206,765 in 2017, \$50,281 in 2018, and \$557,192 in 2019 due to a more aggressive investment portfolio and improved interest rates on investments such as moving some funds into the State Treasury Asset Reserve (STAR Ohio) who is currently offering one of the better rates of return. However, there was a decrease in 2020 by \$397,223 due to a world pandemic which saw markets declined as we went into a lockdown and market rates hit new lows.

The immediate economic future is predicted to be relatively stable with slight declines expected in early 2021 because of the COVID-19 pandemic, but expect increases over the next decade. With slight downward pressure from staff relocations to facilities outside of city limits from the likes of the Timken Company, U.S. Post Office, Chesapeake Energy and Nationwide Insurance ceasing operation in Canton to name a few, Canton has continued to leverage off the effects of the discovery of oil/natural gas shelf in the southern parts of the area. The fact remains that these relocations continue to bode well for the regional economy and yet will provide downward pressure on City income tax collections in the future. The City's unemployment rate has continued to decline from 5.0% at the

end of 2018 to 4.50% at the end of 2019 and spiked sharply in 2020 due to the pandemic but moved down by the end of the year to 5.3%. The increase in income tax rate approved by the voters of the City on May 8, 2018 of a .5% has helped in the efforts to address the needs of the City in the areas of neighborhood development, the city's revitalization growth and in infrastructure upgrades. Also, a portion of the revenue generated from the additional income tax increase has been earmark for police and fire which will allow for an increase in workforce staffing levels in those areas.

### **Relevant Financial Policies**

During 2020, the City issued manuscript debt within the general fund to finance land reutilization projects and NIP acquisition and demolition; however, this balance is eliminated on a GAAP-basis See Note 20.B to the basic financial statements for further detail on the City's manuscript debt issuance and obligations.

During 2020, the City continued to make biweekly sick expense premium deposits into its compensated absences claim fund to help offset the cost of current and previous unfunded compensated absences. The City previously changed the premium calculation from 125% of the total cost of the sick leave accrued on biweekly payrolls to 105% for 2010. However, the premium returned to 125% January 1, 2011, remained 125% through 2015. During 2016 the premium was reduced again to 105% and reset to 125% during 2017. The City has not deposited additional contributions into the compensated absences claim fund in 2020 but will review this fund to determine if additional funding may be necessary in the future.

### **Major Initiatives**

In 2020, the City annexed approximately 22.8 acres and continues to explore further annexation options.

A Downtown Special Improvement District (District) was formed in the City's central business area in 1997 by petition of a majority of the property owners. In March 1997, Canton City Council approved the petition and the District's articles of incorporation and initial services plan. The District has the authority to assess property owners for the cost of public services and improvements that specifically benefit properties and the District. On March 3, 2016 the District filed an application with Council in accordance with Ohio Revised Code Section 4301.82(B) to have certain property designated as an outdoor refreshment area. On April 25, 2016, Council passed an ordinance establishing and designating the Downtown Canton Designated Outdoor Refreshment Area (DORA) in accordance with Revised Code Section 4301.82 which allows alcoholic beverages to be consumed outdoors within the established boundaries and in an official cup as required by law. Canton was one of the first in the state to pass such a law.

In 2017, Council passed an ordinance establishing the boundaries of a proposed Downtown Redevelopment District including an Innovation District which falls within a ten acre area within the City. The goal is to establish by 2020 an Innovation District that will attract well-paying jobs for young people from multi-state areas by providing and attracting diversified business, concentrating on providing retention an expansion outreach, recruiting technology based companies, providing high speed broadband of 100 gigabits per second within the Innovation District area and incentives to attract research and development based companies to name a few. This plan will be implemented in collaboration with the Canton Regional Chamber of Commerce, existing downtown technology companies, and all institutions that have an impact on Canton's downtown economic development including Stark State College, Stark Development Board, Special Improvement District, other agencies and organizations.

In 2015, with the idea of raising funds by collecting donations from the artistic, charitable, business and other community partners, Canton began planning to develop the downtown green space park known as Market Square which would be used as a venue for small events such as concerts, sporting rallies etc. Further exploration and ideas of these partners evolved into a larger project of Phase I, Phase 2 and even a Phase 3. Phase 1 being the design and construction which includes underground utilities, earthwork, hardscape, landscape, lighting a performance stage with cover and a restroom/storage facility. Phase 2 being reconstruction and streetscaping of 3<sup>rd</sup> Street NW and Court Avenue NW areas surrounding the plaza and a large LED screen. Phase 3 includes an iconic sculpture and additional modified features including a café. In May 2020, Council approved the renaming of "Market Square" to Centennial Plaza and to begin construction on the Centennial Plaza Project as previously approved by council at an

estimated cost of \$13.2 million which will be funded in part with City Funds from Issue 13 revenues, private sector donations and state grants as set out in the plan with the hopes of having things completed in time for the September 2020 Centennial Celebration of the founding of the NFL in Canton. The property will have interactive activities that will be programmed by the Pro Football Hall of Fame with the intention to try to connect the City and the tourist attraction known as Hall Of Fame Village. Centennial Plaza was completed in 2020.

In 2004, the City chose to consolidate all of its previous community reinvestment areas into one area known as the Central Neighborhoods Community Reinvestment Area. (CRA) The area covers the City's central downtown business district, significant portions of the City's northeast and southeast quadrants, and portions of the southwest and northwest quadrants closest to the City's downtown. Residential properties in the Central Neighborhoods Community Reinvestment Area can receive 100 percent abatement per year for ten years on the increased value of all qualifying improvements, restoration and construction. Commercial properties in the area can receive 100 percent abatement for the increased value all qualifying improvements, restoration and construction for the first 5 years and a 20 percent reduction per year over the remaining five-year period. The construction must be over \$50,000 for commercial projects and \$5,000 for residential projects to qualify.

In 2020, the City of Canton sought to further encourage revitalization of the existing neighborhoods and housing stock while promoting the development of new structures. The City proceeded to expand the CRA program to include the entire City of Canton, thereby providing temporary tax abatement of increased real property taxes on qualifying residential, commercial or industrial real property improvements within the area. This could be residential remodeling/renovations or new residential construction as well as new commercial/industrial construction or expansion projects. The abatement allows owners to pay taxes solely on the pre-improvement assessed value of their residential property for 15 years after improvements are completed. Property owners will not be required to pay property taxes on any increase in value that resulted from renovation or new construction on the property for a period of 15 years. Additionally, The City of Canton's Commercial/Industrial abatements are offered on a per project basis, subject to the approval of the affected School District, to companies that are looking to either construct a new facility or expand a current facility, and require significant investment into real property value. The abatement offered can be up to 100% and up to a 15-year period, with approval of the affected School District. The City of Canton can offer an abatement of up to 50% and up to a 15-year period, without the approval of the affected School District. Beneficially, with the increased potential for tax abatements offered, the City of Canton believes this will lead to positive neighborhood impact with new home construction and renovation increasing the values of surrounding properties and fill in vacant lots, population growth through new housing bringing new families into Canton and grow demand for schools, businesses, and other community services, and this activity will help limit funding cuts to schools and other property tax funded organizations as they will continue to receive all tax revenues they currently receive and are likely to see increases in revenue as overall property values increase.

In 2013, the City established two HUD Neighborhood Revitalization Strategy Areas – the Eastside and Central NRSAs. During 2020, the City expended over \$300,000 in Federal Community Development Block Grant (CDBG) Program funds on NRSA activities, including housing rehabilitation youth enrichment programs, a mobile farmer's market, programs to prepare youth for college and give minority youth exposure to career opportunities in college. Twenty-four housing projects were completed in both the Eastside and Central target areas. The City requested renewal of its two NRSA areas when it submitted its 2019-2023 Consolidated Plan. The renewal was approved for another five year period. Since the NRSA was established in 2013, the City has invested over \$6 million in the NRSA areas.

In 2020, Habitat, in partnership with the City, began a renewal project in the Eastside NRSA. The project will construct new housing, rehab existing housing and demolish abandoned properties to provide land to construct houses or create green spaces. Despite delays caused by the COVID-19 pandemic, Habitat built three new homes in this area in 2020.

Funding was awarded by the City and through the Community Development Department to convert the former Lehman High School into a 62-unit independent living facility for senior citizens. Lehman was converted to a middle school in 1976 and closed in 2006.

In 2014, the City applied for and received a \$4.2 million grant from the State of Ohio, known as the Neighborhood Initiative Program (NIP I and NIP II). Also, during 2016, the City received an additional \$2.0 million in funding for this program and titled it the NIP III. This program is contracted through the Stark County Land Reutilization Corporation and is an acquisition for demolition program. All funding comes Ohio Housing Finance Agency (OHFA). The City demolished a total of 236 homes through the program for NIP I and NIP II. The City expended over \$3.4 million dollars in 2017. The City demolished an additional 331 houses in the NIP III program which ran through October 2020.

In 2020, the City worked with Aultman hospital to demolish seven houses to provide parking for a new cancer center. Once construction is completed, the project is expected to create six permanent jobs for low-moderate income persons. Ground breaking was scheduled for spring 2021.

The City Engineering Department oversees all stages of street and sewer improvement projects. During 2020, the City completed: \$6.2 million of road paving, resurfacing and road stabilization projects throughout the City. Some of the larger engineering projects in various stages of planning, development, and construction include: 41<sup>ST</sup> St. Reconstruction, Mahoning Rd. Corridor, West Tuscarawas Corridor, 11<sup>th</sup> Street SE Realignment Project, 13<sup>th</sup> St. project, 30<sup>th</sup> St, 36<sup>th</sup> Street Road and Storm Sewer, Colonial Blvd, 3<sup>rd</sup> St Bridge reconstruction and Centennial Plaza. The City have also started a Road Stabilization Project that is being tested as an alternative against regular paving methods.

In 2020, there were \$6.6 million of water projects in progress. There were numerous projects for water lines in varying stages of planning, development and construction including: Edgefield I & II, 33<sup>rd</sup> St NW, 34<sup>th</sup> St. NW, 44<sup>th</sup> St Main Replacement Project, Cleveland Ave & Market Ave Water Main Extensions, Canon South Human Health Waterline Extension and Fairmount Phase I and II. The Water department has also started the Sugar Creek Water Treatment Plant & Cromer Reservoir improvement projects.

In 2020, the City's Water Reclamation Department continued its progress in the \$92.0 million replacement of its Water Reclamation Facilities and membrane. The membrane purchase, installation, and corresponding construction, is estimated to continue in 2020 and nearing completion in 2021. Through December 2020, the City had expended \$88.1 million of the \$92.0 million project.

The year 2020 was a difficult year for many residents of the City due to a world pandemic. The City of Canton received COVID-19 relief funds from the federal government in which some of those funds were used to provide small business grants, Wi-Fi connections for City of Canton school children along with rent and utility assistance to our residents.

## **Debt Administration**

At the end of 2020, the gross indebtedness of the City was \$108,735,674. The gross indebtedness of the City was \$111,030,138 at the end of 2019. During 2020, the City continued drawing down for Canton South Waterline Extension construction, Sugar Creek WTP, and Cromer Reservoir loans totaling \$1,662,287. In 2020, the City received \$188,853 from the 2010 Water Reclamation Facility (WRF) phosphorus/nitrogen removal project loan, and \$0 from the 2014 WRF phosphorus – MBR equipment loan. These projects will take almost seven years to complete at an estimated cost of over \$92 million. At December 31, 2020, the City had \$92,739,534 in OWDA loans outstanding in the enterprise funds and business-type activities and \$30,332 in OWDA loans outstanding in the governmental activities. During 2020, the City received loan proceeds from the Ohio Public Works Commission (OPWC) to finance various projects. The City received \$636,712 in OPWC loan proceeds in the enterprise funds and business-type activities and \$175,654 in OPWC loan proceeds in the governmental activities. At December 31, 2020, the City had \$3,598,155 in OPWC loans outstanding in the enterprise funds and business-type activities and \$3,709,856 in OPWC loans outstanding in the governmental activities. The City had \$1,347,194 in long-term State Infrastructure Bank (SIB) Loans outstanding as of December 31, 2020, all of which are reported in the governmental activities.

In 2018, Moody's Investor Services made no change to its stable outlook for the City. However, in 2012 Moody's Investor Services confirmed the City's rating of A1 and changed its negative outlook to stable. In 2010, Moody's downgraded the City's rating to A1 from Aa3 and gave the City a negative outlook on general obligation bond issue. Fitch Rating Service also downgraded the City from AA- to A+ but said its outlook is stable. Neither Moody's Investor Services nor Fitch Rating Services adjusted these ratings in 2018. The general obligation indebtedness of the City is subject to two statutory debt limitations referred to as the "direct debt limitation" (by Ohio Revised Code Section 133.05). The total principal amount of voted and unvoted nonexempt net indebtedness of the City may not exceed 10.5 percent of its assessed value of real and personal property, and in addition, the net principal amount of unvoted nonexempt debt may not exceed 5.5 percent of the same total assessed value. The City's overall legal debt margin was \$91,604,199 and an unvoted debt margin of \$47,983,152 as of December 31, 2020.

### **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 Canton for its Comprehensive Annual Financial Report as of December 31, 2020. The Certificate of Achievement is the highest form of recognition for excellence in state and local government.

To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized financial report whose contents conform to program standards, as well as satisfy both generally accepted accounting principles and applicable legal requirements.

### **Acknowledgements**

Special recognition for the preparation of this report is made to contributing department heads, Treasurer's staff, my own Auditor's office staff and City Council for their continuing support and commitment to responsible fiscal reporting. Special acknowledgement is given to my administrative staff: Dwayne Knight, Christine Bagley, Heather Locke-Williams, and John Slobodnik for their continued dedication and commitment to sound financial reporting in the preparation of this report.

Sincerely,



Richard A Mallonn II  
City Auditor



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Canton  
Ohio**

For its Comprehensive Annual  
Financial Report  
For the Fiscal Year Ended

December 31, 2019

*Christopher P. Morill*

Executive Director/CEO



**CITY OF CANTON  
STARK COUNTY, OHIO**

***CITY OFFICIALS***  
*FOR THE YEAR ENDED DECEMBER 31, 2020*

*Mayor*

Thomas M. Bernabei

*Council Members*

William Sherer II, President

James Babcock  
Peter Ferguson  
Bill Smuckler  
Kevin Hall  
Robert Fisher  
Jason Scaglione

Gregory Hawk  
Christine Schulman  
John Mariol II  
Frank Morris  
Chris Smith  
Brenda Kimbrough

*City Auditor*

Richard A. Mallonn II

*City Treasurer*

Kim Perez

*Law Director*

Kristen Bates-Alyward

*Director of Income Tax*

Cynthia Allensworth

*Director of Public Service*

John Highman

*Director of Public Safety*

Andrea Perry

*Fire Chief*

Thomas Garra

*Police Chief*

Jack Angelo

*City Engineer*

Dan Moeglin



EST.

1805



CANTON, OHIO

HALL OF FAME



CANTON, OHIO

CANTON  
BULLDOGS

City of Canton, Ohio

FINANCIAL





## Independent Auditor's Report

City of Canton  
Stark County, Ohio  
218 Cleveland Avenue SW  
Canton, Ohio 44702

To the Members of Council and Mayor:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Canton, Stark County, Ohio, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City of Canton's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City of Canton's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Canton's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Canton, Stark County, Ohio, as of December 31, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General, Community and Economic Development, and Comprehensive Plan Implementation funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

***Emphasis of Matters***

As described in Note 3 to the financial statements, in 2020, the City of Canton adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. As described in Note 24 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City of Canton. Our opinions are not modified with respect to these matters.

***Other Matters***

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

***Supplementary and Other Information***

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

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

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 21, 2021, on our consideration of the City of Canton's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 of Canton'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 of Canton's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.  
June 21, 2021

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**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2020

The management's discussion and analysis (MD&A) of the City of Canton's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2020. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

#### FINANCIAL HIGHLIGHTS

- The City's net position increased \$27.3 million as a result of this year's operations. Net position of the business-type activities increased by \$14.2 million from 2019's net position, or 10.87 percent, and net position of governmental activities increased by \$13.1 million, or 13.39 percent from 2019's net position.
- General revenues accounted for \$81.7 million, or 64.96 percent, of total governmental activities revenue. Program specific revenues accounted for \$44.0 million, or 35.04 percent, of total governmental activities revenue.
- The City had \$112.7 million in expenses related to governmental activities; \$44.1 million of these expenses was offset by program specific charges for services and sales, grants or contributions. The remaining expenses of the governmental activities of \$68.6 million were offset by general revenues (primarily property taxes, income taxes and unrestricted grants and entitlements) of \$81.7 million.
- The City's business-type activities consist of water, sewer, refuse, and building code operations. The City had \$40.1 million in expenses related to business-type activities. All of these expenses were offset by \$53.5 million of program specific charges for services and sales, grants or contributions. Program revenues were sufficient to cover expenses of the business-type activities in 2020. General revenues of the business-type activities were \$0.8 million for 2020. Overall, total revenues of the business-type activities exceeded expenses by \$14.2 million.
- The general fund had revenues and other financing sources of \$68.0 million in 2020. This represents a decrease of \$1.6 million from 2019 revenues. The expenditures and other financing uses of the general fund, which totaled \$63.1 million in 2020, increased \$0.7 million from 2019. The net increase in fund balance for the general fund was \$4.9 million, or 36.52 percent.
- The City received no rating change in 2020; Moody's maintains a stable outlook on the City's debt.
- The City reported an operating income of \$0.3 million in its compensated absences claim internal service fund. The total liability for compensated absences increased \$0.1 million from \$8.0 million at December 31, 2019 to \$8.1 million at December 31, 2020. During 2020, the City continued to deposit premiums equal to 125% of earned benefits of employees into the fund. The compensated absences claim internal service fund had a deficit net position of \$6.7 million at December 31, 2020.

#### 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. This annual financial report consists of a series of financial statements.

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.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**Reporting the City as a Whole**

*The 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 the City perform financially during 2020?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by most private-sector companies. The accrual 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 this 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 property tax base, current property 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 basic services are reported here, including the police, fire, street and highway maintenance, capital improvement, vehicle acquisition, parks and recreation, and general administrative. Income taxes, property taxes, undivided local government, ambulance user fees and state and federal grants finance most of these activities.

*Business-Type Activities:* The City charges a fee to customers to help cover all or most of the cost of certain services it provides. The City's water, sewer and refuse operations are reported here.

The City's statement of net position and statement of activities can be found on pages 21 through 23 of this report.

**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. Some funds are required to be established by State law. However, City Council establishes many other funds to help it control and manage money for particular purposes (Ex. parking deck fund) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (Ex. grants received from the U.S. Department of Housing and Urban Development). The analysis of the City's major governmental and proprietary funds begins on page 15.

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***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. Governmental funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other financial assets that can readily be converted to cash. 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 community and economic development fund, the comprehensive plan implementation, the capital projects fund and the motor vehicles purchase 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. The basic governmental fund financial statements can be found on pages 24 through 34 of this report.

***Proprietary funds***

When the City charges customers for the full cost of the services it provides whether to outside customers or to other units of the City, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the statement of net position and the statement of activities. In fact, the City's enterprise funds (a component of business type funds) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as a statement of cash flows. We use internal service funds, health insurance, worker's compensation insurance, and compensated absences claim funds, (the other component of proprietary funds) to report activities that provide a service to the City's other programs and activities. The basic proprietary fund financial statements can be found on pages 36 through 43 of this report.

***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. Private-purpose trust and custodial funds are the City's fiduciary fund types. The basic fiduciary fund financial statements can be found on pages 44 and 45 of this report.

***Required Supplementary Information (RSI)***

The RSI contains information regarding the City's proportionate share of the Ohio Public Employees Retirement System's (OPERS) and Ohio Police and Fire Retirement System (OP&F) net pension liability, net pension asset, net OPEB liability and the City's schedule of contributions to OPERS and OP&F. The RSI can be found on pages 126-140 of this report.

**CITY OF CANTON  
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***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. These notes to the basic financial statements can be found on pages 47 through 124 of this report.

**Government-Wide Financial Analysis**

The table below (Table 1) provides a summary of the City's net position at December 31, 2020 and 2019.

**Table 1**  
Net Position  
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
<u>Assets</u>						
Current and other assets	\$ 90.3	\$ 84.4	\$ 55.8	\$ 50.8	\$ 146.1	\$ 135.2
Capital assets, net	173.6	160.4	218.7	210.6	392.3	371.0
Total assets	263.9	244.8	274.5	261.4	538.4	506.2
Deferred outflows of resources	20.5	34.9	5.1	8.0	25.6	42.9
<u>Liabilities</u>						
Current and other liabilities	\$ 24.7	\$ 27.6	\$ 11.7	\$ 12.4	\$ 36.4	\$ 40.0
Long-term liabilities:						
Due in more than one year	12.5	11.6	88.5	91.6	101.0	103.2
Net pension liability	82.3	105.5	17.0	22.9	99.3	128.4
Net OPEB liability	24.7	23.6	11.9	10.8	36.6	34.4
Total liabilities	144.2	168.3	129.1	137.7	273.3	306.0
Deferred inflows of resources	29.3	13.6	5.7	1.1	35.0	14.7
<u>Net position</u>						
Net investment in capital assets	161.2	148.6	121.7	109.8	282.9	258.4
Restricted	22.2	26.1	-	-	22.2	26.1
Unrestricted	(72.5)	(76.9)	23.1	20.8	(49.4)	(56.1)
Total net position	\$ 110.9	\$ 97.8	\$ 144.8	\$ 130.6	\$ 255.7	\$ 228.4

The City applies Governmental Accounting Standards Board (GASB) Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27" and GASB Statement 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68" which significantly revised accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability/asset to the reported net position and subtracting deferred outflows related to pension.

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The net pension liability/asset is reported pursuant to Governmental Accounting Standards Board (GASB) Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." The net other postemployment benefits (OPEB) liability is reported pursuant to GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions." For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability, and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB and the net pension asset.

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

GASB 68 and GASB 75 require the net pension liability/asset and the net OPEB liability to equal the City's proportionate share of each plan's collective:

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

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

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

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

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

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Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2020, the City's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$255.7 million. At year-end, net position was \$110.9 million and \$144.8 million for the governmental activities and the business-type activities, respectively.

Capital assets reported on the government-wide statements represent the largest portion of the City's net position. At year-end, capital assets, net represented 72.86 percent of total assets. Capital assets include land, construction in progress, buildings and structures, vehicles, equipment and infrastructure. The net investment in capital assets at December 31, 2020, was \$161.2 million and \$121.7 million 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 are not used to liquidate these liabilities.

Long-term liabilities decreased due to the City paying down its debt obligations. The City reports a liability for its share of the net pension liability and net OPEB liability which are outside of the control of the City. The City contributes its statutorily required contributions to the pension systems; however, it's the pension systems that collect, hold and distribute pensions and OPEB to City employees, not the City. The pension and OPEB liabilities will fluctuate annually due to a number of factors including investment returns, actuarial assumptions used, and the City's proportionate share of net pension and net OPEB costs. As a result, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB and the net pension asset. Had the City not applied the requirements of GASB 68 and GASB 75, the total net position for the governmental activities and business-type activities would have been as follows for 2020 and 2019 (in millions):

	Governmental Activities 2020	Governmental Activities 2019	Business-Type Activities 2020	Business-Type Activities 2019
Total net position (with GASB 68/GASB 75)	110.9	97.8	144.8	130.6
GASB 68 calculations:				
Add: Deferred inflows related to pension	16.4	4.1	3.9	0.8
Add: Net pension liability	82.3	105.5	17.0	22.9
Less: Net pension asset	0.3	0.1	0.2	0.1
Less: Deferred outflows related to pension	(12.4)	(28.8)	(3.0)	(7.1)
GASB 75 calculations:				
Add: Deferred inflows related to OPEB	6.6	3.4	1.8	0.3
Add: Net OPEB liability	24.7	23.6	11.9	10.8
Less: Deferred outflows related to OPEB	(8.0)	(6.1)	(2.1)	(0.9)
Total net position (without GASB 68/GASB 75)	<u>220.8</u>	<u>199.6</u>	<u>174.5</u>	<u>157.5</u>

As of December 31, 2020, the City is not able to report positive balances in all three categories of net position for its governmental activities and for the government as a whole (governmental activities and business-type activities). A portion of the City's net position, \$22.2 million represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net position is a deficit of \$49.4 million. Unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors without constraints established by debt covenants, enabling legislation, or other legal requirements.

**CITY OF CANTON  
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The table below (Table 2) shows the changes in net position for fiscal year 2020 and 2019.

**Table 2**  
Change in Net Position  
(In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
<u>Revenues</u>						
Program revenues:						
Charges for services and sales	\$ 14.7	\$ 14.3	\$ 48.1	\$ 46.8	\$ 62.8	\$ 61.1
Operating grants and contributions	25.5	14.0	0.1	0.1	25.6	14.1
Capital grants and contributions	3.9	9.5	5.3	5.0	9.2	14.5
Total program revenues	<u>44.1</u>	<u>37.8</u>	<u>53.5</u>	<u>51.9</u>	<u>97.6</u>	<u>89.7</u>
General revenues:						
City income taxes	58.9	63.7	-	-	58.9	63.7
Property taxes	6.1	5.4	-	-	6.1	5.4
Intergovernmental (grants and entitlements)	8.1	7.1	-	-	8.1	7.1
PILOTS	1.1	1.1	-	-	1.1	1.1
Other local taxes	0.1	0.5	-	-	0.1	0.5
Interest and investment earnings	1.2	1.7	-	-	1.2	1.7
Other	6.2	4.0	0.8	0.6	7.0	4.6
Total general revenues	<u>81.7</u>	<u>83.5</u>	<u>0.8</u>	<u>0.6</u>	<u>82.5</u>	<u>84.1</u>
Total revenues	<u>125.8</u>	<u>121.3</u>	<u>54.3</u>	<u>52.5</u>	<u>180.1</u>	<u>173.8</u>
<u>Expenses</u>						
Program expenses:						
General government	37.8	28.0	-	-	37.8	28.0
Security of persons and property	46.4	8.9	-	-	46.4	8.9
Public health	-	1.2	-	-	-	1.2
Transportation	14.3	12.6	-	-	14.3	12.6
Community environment	6.9	5.3	-	-	6.9	5.3
Leisure time activities	6.9	6.7	-	-	6.9	6.7
Interest and fiscal charges	0.4	0.5	-	-	0.4	0.5
Water	-	-	13.1	17.0	13.1	17.0
Sewer	-	-	17.2	15.6	17.2	15.6
Refuse	-	-	7.2	7.4	7.2	7.4
Building	-	-	2.6	2.6	2.6	2.6
Total program expenses	<u>112.7</u>	<u>63.2</u>	<u>40.1</u>	<u>42.6</u>	<u>152.8</u>	<u>105.8</u>
Excess of revenues over expenses	13.1	58.1	14.2	9.9	27.3	68.0
Special item: transfer of operations	-	2.3	-	-	-	2.3
Increase (decrease) in net position	<u>13.1</u>	<u>60.4</u>	<u>14.2</u>	<u>9.9</u>	<u>27.3</u>	<u>70.3</u>
Net position at beginning of year	97.8	37.4	130.6	120.7	228.4	158.1
Net position at end of year	<u>\$ 110.9</u>	<u>\$ 97.8</u>	<u>\$ 144.8</u>	<u>\$ 130.6</u>	<u>\$ 255.7</u>	<u>\$ 228.4</u>

**Governmental Activities**

The 2.5 percent income tax is the largest revenue source for the City. Designated by ordinance, the capital projects fund receives 18 percent of net income tax received. In addition, the motor vehicle purchase fund receives 4 percent, the neighborhood fund receives 2 percent and the comprehensive fund receives 12% of net income tax received. The remaining 64 percent is allocated to the general fund and is used for such things as police and fire protection, street maintenance, and other purposes determined by council.

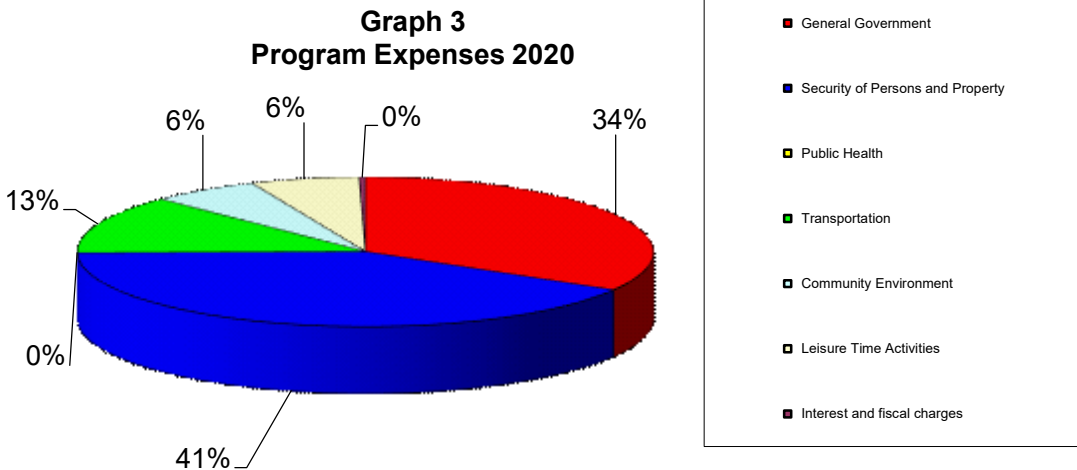
**CITY OF CANTON  
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When looking at sources of income to support governmental activities, it should be noted that charges for services are only 11.68 percent of governmental activities revenue. Revenues provided by sources other than city residents in the form of operating grants and contributions, capital grants and contributions and grants and entitlements not restricted to specific programs comprise another 23.36 percent. The remaining revenues are primarily generated locally through property taxes (4.84 percent) and income taxes (46.87 percent).

Overall, governmental activities revenues increased \$4.5 million primarily due to the City receiving \$8.3 million in Coronavirus Relief aid, which was partially offset by a decrease in income tax revenue due to the COVID-19 pandemic. Operating grants and contributions increased due to the City receiving Coronavirus Relief aid from the federal government.

Overall, governmental activities expenses increased \$49.5 million primarily due to increases in security of persons and property (\$37.5 million) and general government (\$9.8 million). Security of persons and property increased as a result of an increase in OPEB expense related to the OP&F. Beginning January 1, 2019, OP&F replaced its retiree health care model and current self-insured health care plan with a stipend-based health care model. As a result of the change in OPEB models, OP&F reported a significant decrease in OPEB expense for 2019. The City reports its proportionate share of OP&F OPEB expense. The City’s OPEB expense for OP&F for 2020 was \$2.5 million, an increase of \$41.1 million from the City’s 2019 OPEB expense. General government expenses increased as the City continued implementing its economic comprehensive plan.

Graph 3 represents the cost of each of the City’s governmental programs: security of persons and property, general government, transportation, public health, leisure time activities, community environment, and interest and fiscal charges. The net cost shows the financial burden that was placed on the City’s taxpayers by each of these functions. The decrease in the net cost demonstrates the greater ability to recover the cost of the program under the current revenue policies. As indicated by governmental program expenses, citizen’s safety, health, and well-being is emphasized.

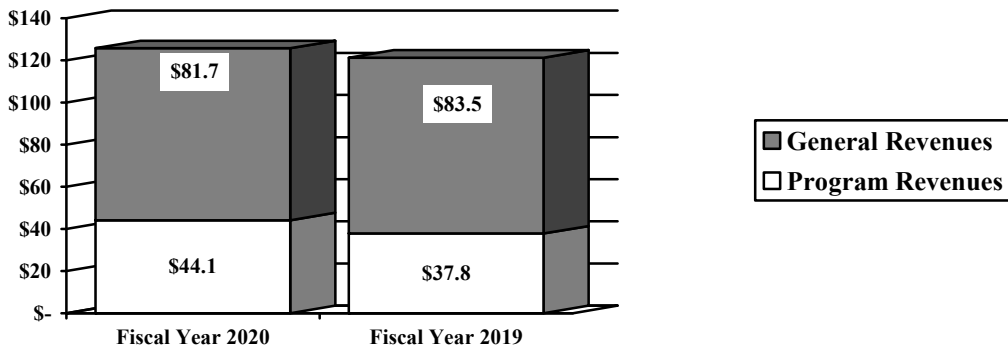




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The graph below compares the City's general revenues (which includes property taxes, income taxes and unrestricted grants and entitlements) and program revenues for fiscal year 2020 and 2019.

**Graph 4  
Governmental Activities – General and Program Revenues (In Millions)**



The statement of activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

**Table 5  
Governmental Activities (In Millions)**

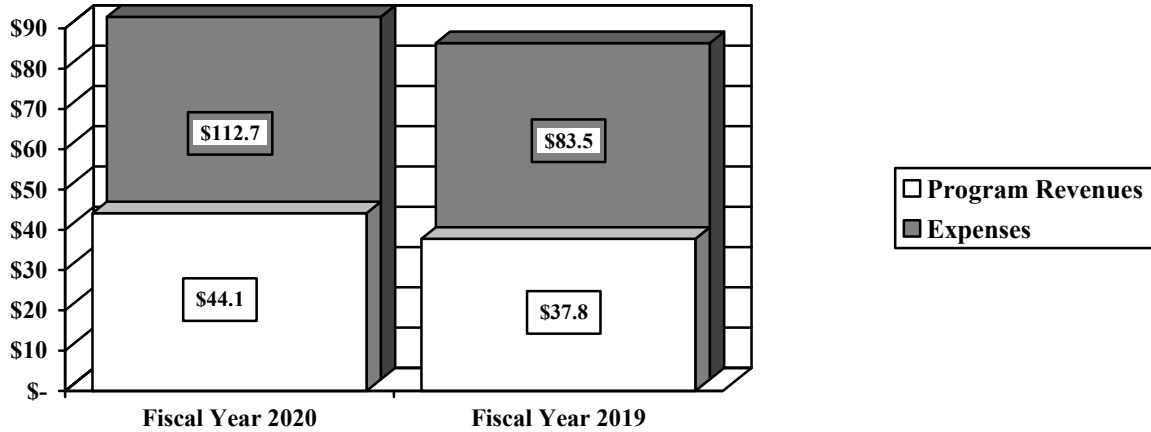
	Total Cost of Services 2020	Net Cost of Services 2020	Total Cost of Services 2019	Net Cost of Services 2019
Program expenses:				
General government	\$ 37.8	\$ 20.7	\$ 28.0	\$ 18.1
Security of persons and property	46.4	36.2	8.9	(1.2)
Public health	-	-	1.2	0.1
Transportation	14.3	7.6	12.6	0.9
Community environment	6.9	(2.8)	5.3	(0.3)
Leisure time activities	6.9	6.5	6.7	6.3
Interest and fiscal charges	0.4	0.4	0.5	0.4
<b>Total</b>	<u>\$ 112.7</u>	<u>\$ 68.6</u>	<u>\$ 63.2</u>	<u>\$ 24.3</u>

The dependence upon general revenues for governmental activities is apparent, with 60.87 percent of expenses supported through taxes and other general revenues.

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The graph below compares the City's governmental activities program revenues and total governmental activities expenses for fiscal year 2020 and 2019.

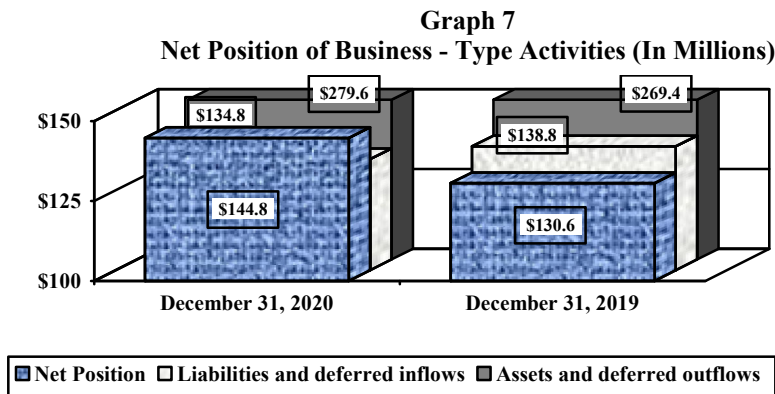
**Graph 6  
Governmental Activities – Program Revenues vs. Total Expenses (In Millions)**



***Business-Type Activities***

The net position of the business-type activities include the water, sewer, refuse and building code enterprise funds. For a description of these funds, see the accompanying notes to the basic financial statements. These programs had program revenues of \$53.5 million and general revenues of \$0.8 million which were sufficient to support the total expenses of \$40.0 million. Total revenues exceeded total expenses by \$14.2 million in 2020. The graph below shows the business-type activities assets, liabilities and deferred inflows and net position at year-end.

**Net Position in Business - Type Activities**



The basic financial statements for the major funds are included in this report. Because the focus on business-type activities is a cost of service measurement or capital maintenance, we have included an assessment of the capital asset balances for the business-type activities in Graph 10 which is located on page 18.

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**Financial Analysis of the Government's Funds**

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

***Governmental Funds***

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. 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 pages 24 and 25) reported a combined fund balance of \$43.6 million which is \$2.9 million higher than last year's total of \$40.7 million. The schedule below indicates the fund balances as of December 31, 2020 and 2019 for the governmental funds.

**Table 8**  
Fund Balances (In Millions)

	12/31/20	12/31/19	Increase (Decrease)
Major funds:			
General	\$ 18.5	\$ 13.6	\$ 4.9
Community and economic development	0.8	1.0	(0.2)
Comprehensive Plan Implementation	3.5	7.0	(3.5)
Capital projects	7.5	6.2	1.3
Motor vehicle purchase	0.8	1.0	(0.2)
Nonmajor governmental funds	12.5	11.9	0.6
Total	<u>\$ 43.6</u>	<u>\$ 40.7</u>	<u>\$ 2.9</u>

***General Fund***

Fund balance of the general fund increased \$4.9 million from 2019 primarily due to revenues outpacing expenditures during 2020. Income tax revenues decreased due to the COVID-19 pandemic effecting employment in the City. Security of persons and property expenditures decreased due to the City using a portion of its Coronavirus Relief aid to pay for a portion of police and fire wages. Expenditures of the general fund decreased \$0.6 million from 2019.

***Community and Economic Development Fund***

Fund balance of the community and economic development fund decreased \$0.2 million from the prior year. Revenues and other financing sources decreased \$0.4 million from \$4.0 million in 2019 to \$3.6 million in 2020 primarily due to decreased operating grants. Expenditures decreased \$0.3 million from \$4.1 million in 2019 to \$3.8 million in 2020 due to decreased community environment projects. The community and economic development fund had \$0.4 million in economic development loans receivable at December 31, 2020.

***Comprehensive Plan Implementation Fund***

Fund balance of the comprehensive plan implementation fund decreased \$3.5 million from the prior year. Revenues increased \$1.3 million from \$7.7 million in 2019 to \$9.0 million in 2020 primarily due to the City receiving \$1.5 million in operating grants in 2020. Expenditures increased \$8.0 million from \$4.5 million in 2019 to \$12.5 million in 2020 as the City continued to implement its comprehensive plan to increase economic activity in the City.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2020

***Capital Projects Fund***

Fund balance of the capital projects fund increased \$1.3 million from \$6.2 million at December 31, 2019 to \$7.5 million at December 31, 2020. Revenues and other financing sources decreased \$0.5 million from \$12.0 million in 2019 to \$11.5 million in 2020. Expenditures decreased \$1.8 million from \$11.9 million in 2019 to \$10.1 million in 2020. Capital outlay expenditures decreased as the City delayed many capital projects in 2020 due to the pandemic.

***Motor Vehicle Purchase Fund***

Fund balance of the motor vehicle purchase fund decreased \$0.2 million from \$1.0 million at December 31, 2019 to \$0.8 million at December 31, 2020. Revenues and other financing sources increased \$0.6 million from 2019 levels at \$3.0 million. Expenditures increased \$0.7 million from \$3.1 million in 2019 to \$3.8 million in 2020 due to increased capital purchases made by the City in 2020 for fire department vehicles.

***Nonmajor Governmental Funds***

Fund balance of the nonmajor governmental funds increased \$0.6 million from \$11.9 million at December 31, 2019 to \$12.5 million at December 31, 2020. Revenues decreased \$4.5 million from \$30.0 million in 2019 to \$25.5 million in 2020 due to a decrease in capital grants of approximately \$5.0 million due to the City delaying capital projects during 2020. Expenditures decreased \$1.4 million from \$30.8 million in 2019 to \$29.4 million in 2020 due to a decrease in capital outlay of \$6.6 million due to delaying capital projects. The decrease in capital outlay was partially offset by an increase of \$4.4 million in general government related to personal protective equipment purchase made by the City to combat the COVID-19 pandemic.

**General Fund Budgeting Highlights**

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 Alternative Tax Budget, the Certificate of Estimated Resources and the Appropriation Ordinance: all are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than custodial funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the account level split between salary and non-salary line items. Any budgetary modifications above account level may only be made by resolution of City Council.

The City's fully automated financial system also maintains budgetary control through its requisition/purchase order/encumbrance feature. Department requisitions, which if processed, would result in an overrun of budget are placed into suspense and can only be authorized when additional appropriations are made available through Council ordinance or departmental transfer. The security of the financial system prohibits commitments in excess of appropriations. Requisitions not completed are removed at the close of each month. Requisitions meeting the required criteria are processed by the City Auditor resulting in the required purchase order. The purchase order provides for the reserved encumbrance against the current budget.

The City Auditor continually monitors the encumbrances and expenditures against the budgeted appropriations and against the County Auditor's Certificate of Estimated Resources. Using the budget prepared by the City the preceding July and including the carry over balances less carry over encumbrances at year-end, the County Auditor arrives at and issues the Certificate of Estimated Resources for the City. Ohio Law prohibits total fund appropriations from exceeding the amounts by fund on the County Auditor's certificate.

The City's general fund had original estimated revenues and other financing sources and final estimated revenues and other financing sources of \$70.5 million. The actual revenue and other financing sources were more than final budgeted revenue and other financing sources by \$1.6 million.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2020

The general fund variance from original budgeted expenditures and other financing uses to final budgeted expenditures and other financing uses was an increase of \$5.0 million. The primary areas of increase were \$1.8 million in security of persons and property and \$1.0 million in general government. The final budgeted expenditures and other financing uses of \$79.3 million exceeded actual expenditures and other financing uses of \$75.3 million by \$4.0 million. The actual expenditures and other financing uses of \$75.3 million were approximately \$1.0 million higher than the original budgeted expenditures and other financing uses.

**Financial Analysis of the Proprietary Funds**

***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 to governmental activities for internal service activities. The only interfund activity reported in the government wide statements are those between business-type activities and governmental activities (reported as internal balances and transfers) whereas interfund amounts between various enterprise funds are reported in the proprietary fund statements.

The water operating fund, the sewer operating fund, and the refuse operating fund had net position increases of \$9.9 million, \$3.8 million, and \$0.5 million, respectively. The building code fund (a nonmajor enterprise fund) had a decrease in net position of \$0.3 million. The water operating fund experienced an increase in operating revenue of 4.52 percent and the sewer operating fund experienced an increase in operating revenue of 2.27 percent, respectively from the prior year. The water operating fund had a decrease in operating expenses of 23.78 percent from the prior year while the sewer operating fund had an increase in operating expenses of 13.63 percent from the prior year. The Refuse Fund's operating revenue increased 2.67 percent from 2019 while operating expenses decreased 1.35 percent from 2019. These two factors caused the refuse operating fund to report an increase in net position of \$0.5 million in 2020 as compared to an increase in net position of \$0.1 million in 2019. The building code fund's (nonmajor enterprise fund) operating revenues decreased 4.17 from the prior year while operating expenses remained consistent with prior year. These factors caused a decrease in net position of \$0.3 million in 2020 as compared to a decrease in net position of \$0.2 million in 2019.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At the end of 2020, the City had \$392.3 million invested in a variety of capital assets, including police and fire equipment, land, buildings, park facilities, roads, bridges, and water and sewer lines (see following graphs). This amount represents a net increase from prior year.

Major additions for the governmental activities include both projects completed in 2019 and removed from construction in progress as well as projects that remain construction in progress at December 31, 2020. These projects include ongoing major road and storm sewer projects, park equipment additions and renovations, and a major street lighting upgrade.

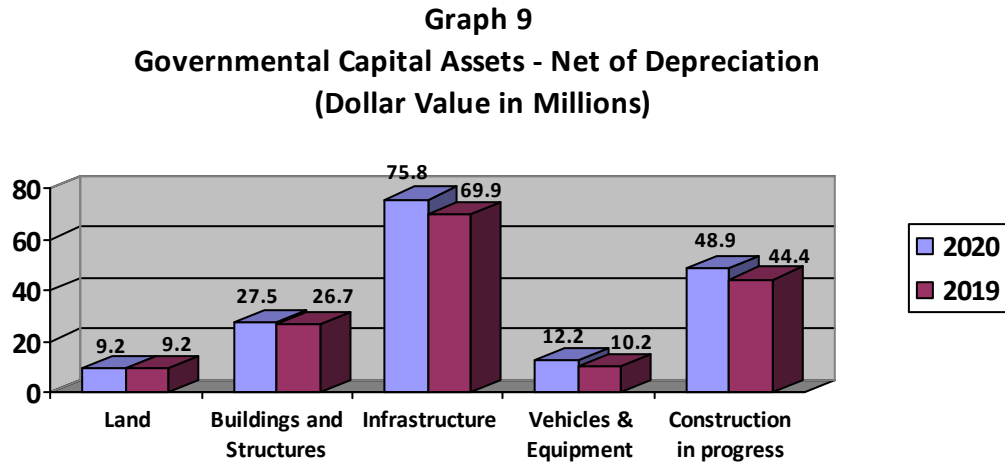
Additions to Business-Type Activities included additional water and sewer line construction, the continuation of a major renovation project at the City's Water Reclamation Plant, and ongoing restoration work at two of the City's water plants.

**CITY OF CANTON  
STARK COUNTY, OHIO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

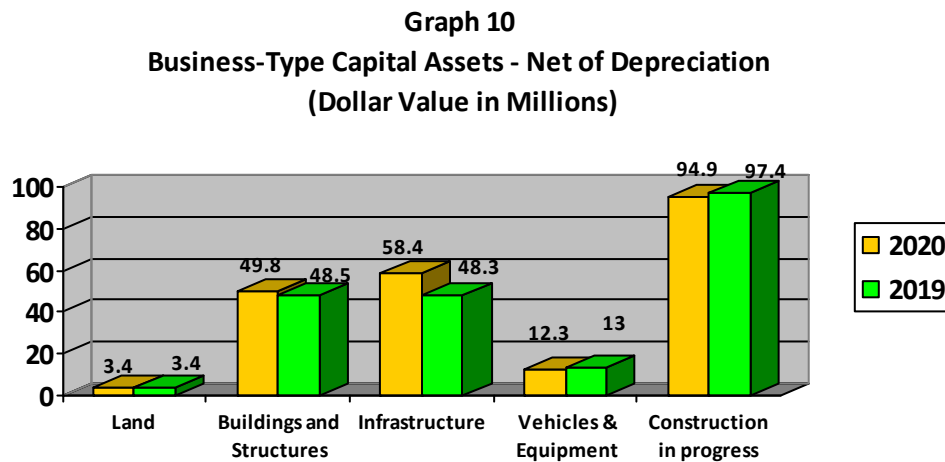
The City's 2020 capital budget anticipates a spending level of \$3.5 million for capital projects. The City will continue to spend the balance remaining of the \$3.4 million generated from the sale of general obligation bonds during 2006 to construct a scaled back version of a scaled back version of a community water park for the youth of the City. The water park plans have been greatly reduced since its inception in 2006. In fact, in 2009, 2010, and 2011 the City spent a portion of the unspent portion of the 2006 issuance, dedicated for both Mallonn Park and the water park, to retire the corresponding years principal and interest due on the aforementioned bonds. In early 2015, the City entered into contracts for a scaled down version of the water park. The prior portion of this issuance expended was used for constructing a fire station, additional building improvement and expansion to City Hall, improve infrastructure and city parks expansion and developments

More detailed information about the City's capital assets is presented in Note 7 to the basic financial statements.

The graph below reflects the City's governmental activities capital assets, net of accumulated depreciation, for December 31, 2020 and 2019:



The graph below reflects the City's business-type activities capital assets, net of accumulated depreciation, for December 31, 2020 and 2019:



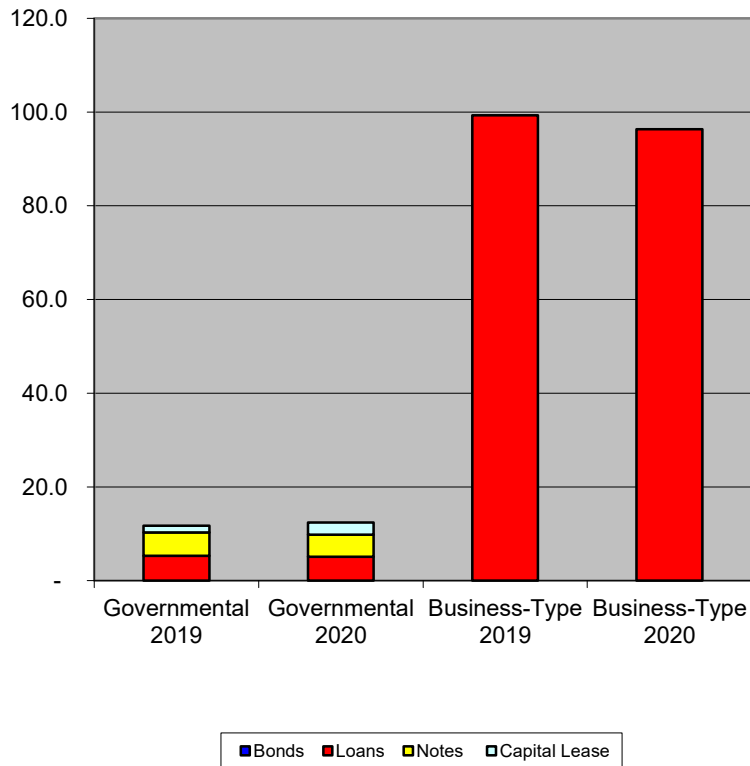
**CITY OF CANTON  
STARK COUNTY, OHIO  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**Debt**

At December 31, 2020, the City had outstanding long-term debt obligations in the amount of \$19.0 million up from \$18.3 million in 2019 for the governmental activities this represents a 3.83 percent increase. The City's business-type activities debt obligation as of December 31, 2020 was \$97.8 million which is a decrease from \$100.7 million in 2019. This represents a decrease of 2.88 percent.

The breakout on debt outstanding, by type, is presented in the graph below.

**Graph 11  
Total Debt Outstanding by Type**



During 2020, the City issued \$4.7 million in notes payable and retired \$5.0 million in notes payable. The balance of the City's notes payable at December 31, 2020 is \$4.7 million. See Note 11 to the basic financial statements for more information on the City's note obligations.

In 2020, no adjustments were made to the City's credit rating; however, in 2012 Moody's Investor Services confirmed the City's rating of A1 and changed its negative outlook to stable. In 2010, Moody's downgraded the City's rating to A1 from Aa3 and gave the City negative outlook on a general obligation bond issue. Fitch Rating service did not evaluate the City in 2013; however, Fitch had previously downgraded the City from AA- to A+ but said its outlook is stable. Other obligations include accrued vacation pay and sick leave. More detailed information about the City's long-term liabilities is presented in Note 9 to the basic financial statements.

**CONTACTING THE CITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Richard A. Mallonn II-City Auditor, City of Canton, 218 Cleveland Ave., Canton, Ohio 44702. (Phone 330-489-3226 or Fax 330-580-2067).

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**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF NET POSITION  
DECEMBER 31, 2020

	Primary Government			Component Units	
	Governmental Activities	Business-type Activities	Total	CCIC	Board of Health
<b>Assets:</b>					
Equity in pooled cash and cash equivalents . . . . .	\$ 47,927,490	\$ 41,353,429	\$ 89,280,919	\$ 122,784	\$ -
Cash with fiscal agents . . . . .	3,019	-	3,019	-	5,291,484
Cash in segregated accounts . . . . .	-	950,081	950,081	-	-
Receivables:					
Income taxes . . . . .	7,022,039	-	7,022,039	-	-
Property taxes . . . . .	8,070,252	-	8,070,252	-	-
Accounts . . . . .	4,045,154	9,260,971	13,306,125	-	36,667
Accrued interest . . . . .	140,989	-	140,989	-	-
Due from other governments . . . . .	16,095,593	342,304	16,437,897	-	872,124
Loans receivable . . . . .	5,263,322	-	5,263,322	-	-
Due from component units . . . . .	156,518	-	156,518	-	-
Materials and supplies inventory . . . . .	399,406	3,474,272	3,873,678	-	-
Prepayments . . . . .	864,808	274,351	1,139,159	-	60,319
Net pension asset . . . . .	264,416	195,588	460,004	-	44,422
Internal balance . . . . .	5,945	(5,945)	-	-	-
Real estate held for development . . . . .	-	-	-	30,000	-
Capital assets:					
Land and construction in progress . . . . .	58,126,445	98,233,014	156,359,459	-	-
Depreciable capital assets, net . . . . .	115,443,986	120,481,639	235,925,625	-	95,631
Total capital assets, net . . . . .	173,570,431	218,714,653	392,285,084	-	95,631
Total assets . . . . .	263,829,382	274,559,704	538,389,086	152,784	6,400,647
<b>Deferred outflows of resources:</b>					
Pension . . . . .	12,432,044	2,961,581	15,393,625	-	685,312
OPEB . . . . .	8,031,800	2,106,524	10,138,324	-	487,651
Total deferred outflows of resources . . . . .	20,463,844	5,068,105	25,531,949	-	1,172,963
<b>Liabilities:</b>					
Accounts payable . . . . .	6,510,748	1,401,344	7,912,092	32,800	176,701
Contracts payable . . . . .	-	632,663	632,663	-	-
Accrued wages and benefits payable . . . . .	1,678,113	526,998	2,205,111	-	115,944
Due to other governments . . . . .	393,104	98,950	492,054	-	16,434
Due to primary government . . . . .	-	-	-	-	156,518
Retainage payable . . . . .	-	950,081	950,081	-	-
Accrued interest payable . . . . .	416,833	-	416,833	-	-
Note payable . . . . .	4,750,000	-	4,750,000	-	-
Claims payable . . . . .	1,887,380	-	1,887,380	-	-
Deposits held and due to others . . . . .	92,838	-	92,838	-	-
Payroll withholding payable . . . . .	923,148	256,677	1,179,825	-	-
Long-term liabilities:					
Due within one year . . . . .	7,989,709	7,868,399	15,858,108	-	94,016
Due greater than one year:					
Net Pension Liability . . . . .	82,315,302	17,030,932	99,346,234	-	3,868,096
Net OPEB Liability . . . . .	24,719,621	11,854,219	36,573,840	-	2,692,351
Other amounts due in more than one year . . . . .	12,492,221	88,469,290	100,961,511	-	331,455
Total liabilities . . . . .	144,169,017	129,089,553	273,258,570	32,800	7,451,515
<b>Deferred inflows of resources:</b>					
Property taxes levied for the next fiscal year . . . . .	6,250,687	-	6,250,687	-	-
Pension . . . . .	16,401,606	3,878,456	20,280,062	-	849,361
OPEB . . . . .	6,608,332	1,811,807	8,420,139	-	396,030
Total deferred inflows of resources . . . . .	29,260,625	5,690,263	34,950,888	-	1,245,391
<b>Net position:</b>					
Net investment in capital assets . . . . .	161,172,446	121,744,301	282,916,747	-	95,631
Restricted for:					
Community development programs . . . . .	14,890,377	-	14,890,377	-	-
Street construction, maintenance, and repair . . . . .	542,979	-	542,979	-	-
Public health service programs . . . . .	-	-	-	-	4,797,900
Safety and security programs and supplies . . . . .	451,638	-	451,638	-	-
Court programs . . . . .	1,436,949	-	1,436,949	-	-
Other purposes . . . . .	2,625,353	-	2,625,353	-	-
City owned parking decks . . . . .	3,515	-	3,515	-	-
Debt service . . . . .	100,624	-	100,624	-	-
Capital projects . . . . .	2,129,561	-	2,129,561	-	-
Unrestricted (deficit) . . . . .	(72,489,858)	23,103,692	(49,386,166)	119,984	(6,016,827)
Total net position (deficit) . . . . .	\$ 110,863,584	\$ 144,847,993	\$ 255,711,577	\$ 119,984	\$ (1,123,296)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services and Sales</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
<b>Primary Government:</b>				
<i>Governmental activities:</i>				
General government . . . . .	\$ 37,839,708	\$ 7,654,763	\$ 9,412,836	\$ -
Security of persons and property . . . . .	46,358,477	6,829,879	3,325,298	-
Transportation . . . . .	14,268,076	22,204	2,810,511	3,851,157
Community environment . . . . .	6,898,548	-	9,713,058	-
Leisure time activities. . . . .	6,886,494	173,710	238,201	-
Interest and fiscal charges . . . . .	403,843	2,215	12,296	-
Total governmental activities . . . . .	<u>112,655,146</u>	<u>14,682,771</u>	<u>25,512,200</u>	<u>3,851,157</u>
<i>Business-type activities:</i>				
Water . . . . .	13,087,071	20,404,573	-	2,302,769
Sewer . . . . .	17,151,513	17,782,401	-	3,034,561
Refuse . . . . .	7,250,380	7,605,258	62,891	-
Building Code . . . . .	2,556,414	2,296,302	-	-
Total business-type activities . . . . .	<u>40,045,378</u>	<u>48,088,534</u>	<u>62,891</u>	<u>5,337,330</u>
Total primary government . . . . .	<u>\$ 152,700,524</u>	<u>\$ 62,771,305</u>	<u>\$ 25,575,091</u>	<u>\$ 9,188,487</u>
<b>Component Units:</b>				
CCIC . . . . .	\$ 306,004	\$ 6,218	\$ 190,000	\$ -
Board of Health . . . . .	7,033,709	998,967	6,770,880	-
Total component units . . . . .	<u>\$ 7,339,713</u>	<u>\$ 1,005,185</u>	<u>\$ 6,960,880</u>	<u>\$ -</u>

**General revenues:**

Municipal income taxes levied for:

General purposes . . . . .	
Community development . . . . .	
Capital outlay. . . . .	
Property and other taxes . . . . .	
Other local taxes . . . . .	
Payments in lieu of taxes . . . . .	
Grants and entitlements not restricted to specific programs . . . . .	
Interest and investment earnings . . . . .	
Increase in fair value of investments . . . . .	
Gain on sale of capital assets . . . . .	
Miscellaneous . . . . .	

Total general revenues . . . . .

Change in net position . . . . .

**Net position (deficit) at beginning of year . . . . .**

**Net position (deficit) at end of year . . . . .**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

<b>Primary Government</b>			<b>Component Units</b>	
<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>CCIC</b>	<b>Board of Health</b>
\$ (20,772,109)	\$ -	\$ (20,772,109)	\$ -	\$ -
(36,203,300)	-	(36,203,300)	-	-
(7,584,204)	-	(7,584,204)	-	-
2,814,510	-	2,814,510	-	-
(6,474,583)	-	(6,474,583)	-	-
(389,332)	-	(389,332)	-	-
<u>(68,609,018)</u>	<u>-</u>	<u>(68,609,018)</u>	<u>-</u>	<u>-</u>
-	9,620,271	9,620,271	-	-
-	3,665,449	3,665,449	-	-
-	417,769	417,769	-	-
-	(260,112)	(260,112)	-	-
<u>-</u>	<u>13,443,377</u>	<u>13,443,377</u>	<u>-</u>	<u>-</u>
<u>(68,609,018)</u>	<u>13,443,377</u>	<u>(55,165,641)</u>	<u>-</u>	<u>-</u>
-	-	-	(109,786)	-
-	-	-	-	736,138
<u>-</u>	<u>-</u>	<u>-</u>	<u>(109,786)</u>	<u>736,138</u>
38,650,119	-	38,650,119	-	-
7,885,111	-	7,885,111	-	-
12,390,890	-	12,390,890	-	-
6,080,705	-	6,080,705	-	-
164,500	-	164,500	-	-
1,061,906	-	1,061,906	43,879	-
8,058,438	-	8,058,438	-	6,677
821,570	-	821,570	-	-
372,317	-	372,317	-	-
-	22,366	22,366	-	-
<u>6,187,015</u>	<u>768,403</u>	<u>6,955,418</u>	<u>459</u>	<u>135,294</u>
<u>81,672,571</u>	<u>790,769</u>	<u>82,463,340</u>	<u>44,338</u>	<u>141,971</u>
13,063,553	14,234,146	27,297,699	(65,448)	878,109
<u>97,800,031</u>	<u>130,613,847</u>	<u>228,413,878</u>	<u>185,432</u>	<u>(2,001,405)</u>
<u>\$ 110,863,584</u>	<u>\$ 144,847,993</u>	<u>\$ 255,711,577</u>	<u>\$ 119,984</u>	<u>\$ (1,123,296)</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2020

	<u>General</u>	<u>Community and Economic Development</u>	<u>Comprehensive Plan Implementation</u>	<u>Capital Projects</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 13,018,397	\$ 436,083	\$ 5,557,153	\$ 8,003,180
Cash with fiscal agent . . . . .	-	-	-	-
Receivables:				
Accounts . . . . .	3,411,396	395,997	-	1,575
Accrued interest . . . . .	140,972	-	-	-
Municipal income taxes . . . . .	4,494,104	-	842,645	1,263,967
Property and other taxes . . . . .	3,216,135	-	-	-
Due from other funds . . . . .	4,379,039	-	-	-
Due from other governments . . . . .	3,473,188	10,320,406	118,000	-
Loans receivable . . . . .	1,354,724	408,598	3,500,000	-
Due from component units . . . . .	61,960	-	-	-
Advances to other funds . . . . .	1,250,000	-	-	-
Materials and supplies inventory . . . . .	352,437	-	-	-
Prepayments . . . . .	674,173	2,511	-	34,369
<b>Total assets . . . . .</b>	<u>\$ 35,826,525</u>	<u>\$ 11,563,595</u>	<u>\$ 10,017,798</u>	<u>\$ 9,303,091</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 1,069,656	\$ 489,934	\$ 1,336,861	\$ 1,435,235
Accrued wages and benefits payable . . . . .	1,362,187	3,562	4,455	63,969
Due to other funds . . . . .	28,435	320,131	5,000,000	1,882
Due to other governments . . . . .	255,267	3,374	626	12,974
Note payable . . . . .	4,750,000	-	-	-
Accrued interest payable . . . . .	213,219	-	-	-
Deposits held and due to others . . . . .	-	-	-	-
Payroll withholding payable . . . . .	754,528	2,341	2,279	14,881
<b>Total liabilities . . . . .</b>	<u>8,433,292</u>	<u>819,342</u>	<u>6,344,221</u>	<u>1,528,941</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	2,453,875	-	-	-
Delinquent property tax revenue not available . . . . .	762,260	-	-	-
Accrued interest not available . . . . .	55,247	-	-	-
Miscellaneous revenue not available . . . . .	579,809	-	-	-
Income tax revenue not available . . . . .	878,783	-	164,772	247,158
Charges for services revenue not available . . . . .	2,631,482	384,809	-	-
Intergovernmental revenue not available . . . . .	1,494,715	9,589,342	20,000	-
<b>Total deferred inflows of resources . . . . .</b>	<u>8,856,171</u>	<u>9,974,151</u>	<u>184,772</u>	<u>247,158</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	2,440,352	2,511	-	34,369
Restricted . . . . .	-	767,591	3,488,805	-
Committed . . . . .	794,194	-	-	7,492,623
Assigned . . . . .	5,938,370	-	-	-
Unassigned (deficit) . . . . .	9,364,146	-	-	-
<b>Total fund balances . . . . .</b>	<u>18,537,062</u>	<u>770,102</u>	<u>3,488,805</u>	<u>7,526,992</u>
<b>Total liabilities, deferred inflows of resources and fund balances . . . . .</b>	<u>\$ 35,826,525</u>	<u>\$ 11,563,595</u>	<u>\$ 10,017,798</u>	<u>\$ 9,303,091</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<b>Motor Vehicle Purchase</b>	<b>Nonmajor Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ 621,076	\$ 13,096,653	\$ 40,732,542
-	3,019	3,019
26	29,685	3,838,679
-	17	140,989
280,882	140,441	7,022,039
-	4,854,117	8,070,252
-	-	4,379,039
-	2,153,379	16,064,973
-	-	5,263,322
-	-	61,960
-	-	1,250,000
-	46,969	399,406
-	77,102	788,155
<u>\$ 901,984</u>	<u>\$ 20,401,382</u>	<u>\$ 88,014,375</u>
\$ 3,852	\$ 1,784,402	\$ 6,119,940
-	159,420	1,593,593
-	311,862	5,662,310
-	107,884	380,125
-	-	4,750,000
-	-	213,219
-	92,838	92,838
-	70,522	844,551
<u>3,852</u>	<u>2,526,928</u>	<u>19,656,576</u>
-	3,796,812	6,250,687
-	1,057,305	1,819,565
-	-	55,247
-	4,871	584,680
54,924	27,462	1,373,099
-	8,835	3,025,126
-	513,936	11,617,993
<u>54,924</u>	<u>5,409,221</u>	<u>24,726,397</u>
-	124,071	2,601,303
843,208	9,888,698	14,988,302
-	2,892,750	11,179,567
-	-	5,938,370
-	(440,286)	8,923,860
<u>843,208</u>	<u>12,465,233</u>	<u>43,631,402</u>
<u>\$ 901,984</u>	<u>\$ 20,401,382</u>	<u>\$ 88,014,375</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET POSITION OF GOVERNMENTAL ACTIVITIES  
DECEMBER 31, 2020

<b>Total governmental fund balances</b>		\$ 43,631,402
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		173,570,431
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.		
Delinquent property taxes receivable	\$ 1,819,565	
Income taxes receivable	1,373,099	
Accounts receivable	3,609,806	
Intergovernmental receivable	11,617,993	
Accrued interest receivable	55,247	
Total		18,475,710
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund, including an internal balance of \$101, are included in governmental activities on the statement of net position.		(2,895,759)
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.		(203,614)
The net pension asset/liability is not due and receivable/payable in the current period; therefore, the asset, liability and related deferred inflows/outflows are not reported in the governmental funds:		
Deferred outflows of resources - pension	12,432,044	
Deferred inflows of resources - pension	(16,401,606)	
Net pension asset	264,416	
Net pension liability	(82,315,302)	
Total		(86,020,448)
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.		
Deferred outflows of resources - OPEB	8,031,800	
Deferred inflows of resources - OPEB	(6,608,332)	
Net OPEB liability	(24,719,621)	
Total		(23,296,153)
Long-term liabilities, including loans and notes payable and capital lease obligations, are not due and payable in the current period and therefore are not reported in the funds.		
Loans payable	(5,071,295)	
Notes payable	(4,725,000)	
Capital lease obligations	(2,601,690)	
Total		(12,397,985)
<b>Net position of governmental activities</b>		<b>\$ 110,863,584</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	General	Community and Economic Development	Comprehensive Plan Implementation	Capital Projects
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 2,279,823	\$ -	\$ -	\$ -
Municipal income taxes . . . . .	39,078,838	-	6,868,978	10,258,578
Charges for services. . . . .	11,561,392	-	-	-
Licenses, permits, and fees. . . . .	719,466	-	-	-
Fines and forfeitures . . . . .	131,995	-	-	-
Intergovernmental. . . . .	8,055,640	-	-	109,570
Interest and investment income . . . . .	833,196	-	7,439	-
Rental income . . . . .	3,285	-	-	-
Contributions and donations. . . . .	6,500	-	628,500	-
Operating grants . . . . .	480,249	3,298,215	1,480,000	-
Capital grants . . . . .	-	-	-	917,936
Payment in lieu of taxes . . . . .	-	-	-	-
Other local taxes . . . . .	-	-	-	-
Increase in fair value of investments . . . . .	372,317	-	-	-
Other . . . . .	3,024,455	79,557	-	165,377
<b>Total revenues . . . . .</b>	<b>66,547,156</b>	<b>3,377,772</b>	<b>8,984,917</b>	<b>11,451,461</b>
<b>Expenditures:</b>				
Current:				
General government . . . . .	20,278,175	-	10,657,053	-
Security of persons and property . . . . .	35,582,940	-	-	-
Transportation . . . . .	2,021,158	-	1,798,673	-
Community environment . . . . .	1,385,337	3,785,951	-	-
Leisure time activities. . . . .	619,149	-	-	-
Capital outlay . . . . .	174,376	-	-	9,442,350
Debt service:				
Principal retirement. . . . .	1,530,934	-	-	579,082
Interest and fiscal charges . . . . .	213,136	-	-	74,806
<b>Total expenditures . . . . .</b>	<b>61,805,205</b>	<b>3,785,951</b>	<b>12,455,726</b>	<b>10,096,238</b>
Excess (deficiency) of revenues over (under) expenditures. . . . .	4,741,951	(408,179)	(3,470,809)	1,355,223
<b>Other financing sources (uses):</b>				
Issuance of notes. . . . .	1,325,000	-	-	-
Issuance of loans. . . . .	-	-	-	-
Sale of capital assets. . . . .	-	-	-	3,344
Capital lease transaction. . . . .	174,376	-	-	-
Transfers in . . . . .	-	220,000	-	-
Transfers (out). . . . .	(1,282,338)	-	-	-
<b>Total other financing sources (uses) . . . . .</b>	<b>217,038</b>	<b>220,000</b>	<b>-</b>	<b>3,344</b>
Net change in fund balances . . . . .	4,958,989	(188,179)	(3,470,809)	1,358,567
<b>Fund balances at beginning of year . . . . .</b>	<b>13,578,073</b>	<b>958,281</b>	<b>6,959,614</b>	<b>6,168,425</b>
<b>Fund balances at end of year . . . . .</b>	<b>\$ 18,537,062</b>	<b>\$ 770,102</b>	<b>\$ 3,488,805</b>	<b>\$ 7,526,992</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



<b>Motor Vehicle Purchase</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
\$ -	\$ 3,719,894	\$ 5,999,717
2,279,684	1,109,915	59,595,993
-	1,444,858	13,006,250
-	104,286	823,752
-	137,029	269,024
-	12,875,222	21,040,432
-	16,396	857,031
-	73,657	76,942
-	25,020	660,020
-	1,398,857	6,657,321
-	2,448,983	3,366,919
-	1,061,906	1,061,906
-	253,302	253,302
-	-	372,317
-	815,531	4,084,920
<u>2,279,684</u>	<u>25,484,856</u>	<u>118,125,846</u>
-	8,957,001	39,892,229
-	3,551,413	39,134,353
-	3,704,222	7,524,053
-	1,500,000	6,671,288
-	5,085,549	5,704,698
3,386,474	2,947,893	15,951,093
382,813	3,506,883	5,999,712
29,566	98,389	415,897
<u>3,798,853</u>	<u>29,351,350</u>	<u>121,293,323</u>
<u>(1,519,169)</u>	<u>(3,866,494)</u>	<u>(3,167,477)</u>
-	3,400,000	4,725,000
-	175,654	175,654
25,236	8,552	37,132
1,301,015	256,131	1,731,522
-	562,338	782,338
-	-	(1,282,338)
<u>1,326,251</u>	<u>4,402,675</u>	<u>6,169,308</u>
(192,918)	536,181	3,001,831
1,036,126	11,929,052	40,629,571
<u>\$ 843,208</u>	<u>\$ 12,465,233</u>	<u>\$ 43,631,402</u>

**CITY OF CANTON  
STARK 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, 2020

<b>Net change in fund balances - total governmental funds</b>	\$	3,001,831
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeds depreciation expense in the current period.		
Capital asset additions	\$ 22,341,402	
Current year depreciation	(8,894,587)	
Total		13,446,815
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position.		
		(253,881)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. Operating grants are exclusive of \$316,443 related to the special item transfer of Board of Health operations reported below.		
Property and other taxes	80,988	
Municipal income taxes	(669,873)	
Intergovernmental revenue	(16,311)	
Operating grants	4,811,146	
Capital grants	(586,012)	
Charges for services	464,155	
Other local taxes	(88,802)	
Interest	(11,626)	
Total		3,983,665
The issuance of loans, capital leases, and notes are reported as an other financing source in the governmental funds, however, in the statement of activities, they are not reported as revenues as they increase the liabilities on the statement of net position.		
		(6,632,176)
Repayment of note, loan, and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net position.		
Loan principal payments	441,960	
Note principal payments	5,025,000	
Capital lease principal payments	532,752	
Total		5,999,712
In the statement of activities, interest is accrued on outstanding bonds and loans, whereas in governmental funds, an interest expenditure is reported when due.		
		12,054
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	7,080,916	
OPEB	135,060	
Total		7,215,976
Except for amounts reported as deferred inflows/outflows, changes in the net pension asset/liability and net OPEB liability are reported as pension/OPEB expense in the statement of activities.		
Pension	(12,397,247)	
OPEB	(2,504,904)	
Total		(14,902,151)
Internal service funds are used by management to charge the costs of certain activities, such as insurance, to individual funds. The net revenue (expense) of the internal service funds, including an internal balance activity of \$229,410, is reported with the governmental activities on the government-wide statement of net position.		
		1,191,708
<b>Change in net position of governmental activities</b>	<b>\$</b>	<b>13,063,553</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF CANTON**  
**STARK 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, 2020

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 2,150,000	\$ 2,150,000	\$ 2,279,823	\$ 129,823
Municipal income taxes . . . . .	37,241,267	37,241,267	36,668,931	(572,336)
Charges for services . . . . .	8,646,700	8,646,700	9,373,298	726,598
Licenses, permits, and fees . . . . .	770,800	770,800	721,101	(49,699)
Fines and forfeitures. . . . .	251,000	251,000	140,509	(110,491)
Intergovernmental . . . . .	7,129,250	7,129,250	8,034,510	905,260
Interest and investment income . . . . .	975,000	975,000	1,109,521	134,521
Rental income . . . . .	5,000	5,000	3,285	(1,715)
Operating grants . . . . .	805,000	805,000	490,454	(314,546)
Contributions and donations. . . . .	4,500	4,500	6,500	2,000
Other. . . . .	1,585,500	1,585,500	5,598,617	4,013,117
<b>Total revenues . . . . .</b>	<u>59,564,017</u>	<u>59,564,017</u>	<u>64,426,549</u>	<u>4,862,532</u>
<b>Expenditures:</b>				
Current:				
General government:				
Service director support administration . . . .	1,038,910	1,318,205	1,190,370	127,835
Service director . . . . .	71,973	73,573	66,546	7,027
Purchase administration . . . . .	492,931	529,297	516,749	12,548
Annexation. . . . .	13,750	13,750	6,796	6,954
Building and maintenance . . . . .	1,696,454	1,808,072	1,705,123	102,949
Mayor administration . . . . .	414,638	445,355	423,480	21,875
Planning . . . . .	105,080	105,166	96,075	9,091
Human resources. . . . .	204,764	210,112	180,724	29,388
Council. . . . .	669,267	684,454	671,043	13,411
Judges . . . . .	2,390,317	2,465,173	2,188,748	276,425
Clerk of Courts. . . . .	1,759,069	1,768,496	1,620,856	147,640
Law department . . . . .	1,836,773	1,853,425	1,787,782	65,643
Auditor's office. . . . .	1,974,734	2,062,405	1,831,908	230,497
Treasurer's office. . . . .	652,243	965,693	797,150	168,543
Civil service . . . . .	362,831	362,889	344,891	17,998
Zoning board. . . . .	8,650	8,650	8,525	125
Management information systems . . . . .	1,511,691	1,560,389	1,513,747	46,642
<b>Total general government . . . . .</b>	<u>15,204,075</u>	<u>16,235,104</u>	<u>14,950,513</u>	<u>1,284,591</u>
Security of persons and property:				
Safety director . . . . .	239,934	240,711	224,343	16,368
Code enforcement . . . . .	545,000	646,055	285,444	360,611
Central communication. . . . .	1,855,988	1,880,248	1,791,031	89,217
Police. . . . .	19,130,028	19,708,262	18,857,032	851,230
Fire . . . . .	16,814,936	17,648,886	17,294,398	354,488
Traffic administration. . . . .	780,152	1,060,737	1,032,761	27,976
Traffic engineer/parking meters. . . . .	18,850	19,361	6,873	12,488
<b>Total security of persons and property . . . . .</b>	<u>39,384,888</u>	<u>41,204,260</u>	<u>39,491,882</u>	<u>1,712,378</u>

(Continued)

**CITY OF CANTON**  
**STARK 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, 2019

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Transportation:				
Engineering - daily operations . . . . .	87,505	387,767	347,714	40,053
Street department . . . . .	2,934,658	2,683,767	2,523,654	160,113
Total transportation . . . . .	<u>3,022,163</u>	<u>3,071,534</u>	<u>2,871,368</u>	<u>200,166</u>
Community environment:				
Community development administration. . . . .	1,125,158	1,477,887	1,379,171	98,716
Community Improvement Corporation. . . . .	75,000	75,000	75,000	-
Total community environment . . . . .	<u>1,200,158</u>	<u>1,552,887</u>	<u>1,454,171</u>	<u>98,716</u>
Leisure time activities:				
Civic Center administration . . . . .	560,500	759,233	759,233	-
Total leisure time activities. . . . .	<u>560,500</u>	<u>759,233</u>	<u>759,233</u>	<u>-</u>
Debt service:				
Principal retirement . . . . .	9,000,000	9,000,000	9,000,000	-
Interest and fiscal charges . . . . .	276,000	283,358	238,368	44,990
Total debt service. . . . .	<u>9,276,000</u>	<u>9,283,358</u>	<u>9,238,368</u>	<u>44,990</u>
Total expenditures . . . . .	<u>68,647,784</u>	<u>72,106,376</u>	<u>68,765,535</u>	<u>3,340,841</u>
Excess of expenditures over revenues . . . . .	<u>(9,083,767)</u>	<u>(12,542,359)</u>	<u>(4,338,986)</u>	<u>8,203,373</u>
<b>Other financing sources (uses):</b>				
Issuance of notes. . . . .	7,771,000	7,771,000	6,075,000	(1,696,000)
Issuance of manuscript debt. . . . .	670,000	670,000	250,000	(420,000)
Transfers in . . . . .	657,600	657,600	1,336,217	678,617
Transfers (out). . . . .	(4,102,585)	(4,859,863)	(4,859,863)	-
Advances in . . . . .	1,800,000	1,800,000	-	(1,800,000)
Advances (out). . . . .	(1,500,000)	(2,293,420)	(1,664,420)	629,000
Total other financing sources (uses). . . . .	<u>5,296,015</u>	<u>3,745,317</u>	<u>1,136,934</u>	<u>(2,608,383)</u>
Net change in fund balance. . . . .	(3,787,752)	(8,797,042)	(3,202,052)	5,594,990
<b>Fund balance at beginning of year . . . . .</b>	<b>9,656,659</b>	<b>9,656,659</b>	<b>9,656,659</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>2,006,682</b>	<b>2,006,682</b>	<b>2,006,682</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b><u>\$ 7,875,589</u></b>	<b><u>\$ 2,866,299</u></b>	<b><u>\$ 8,461,289</u></b>	<b><u>\$ 5,594,990</u></b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COMMUNITY AND ECONOMIC DEVELOPMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Operating grants . . . . .	\$ 5,774,265	\$ 15,372,971	\$ 3,281,727	\$ (12,091,244)
Other . . . . .	220,000	220,000	82,591	(137,409)
Total revenues . . . . .	<u>5,994,265</u>	<u>15,592,971</u>	<u>3,364,318</u>	<u>(12,228,653)</u>
<b>Expenditures:</b>				
Current:				
Community environment:				
Community development administration . . . . .	3,779,634	10,412,914	4,527,862	5,885,052
Federal stimulus funding . . . . .	42,945	3,609,143	1,852,217	1,756,926
Community development demolition . . . . .	346,186	346,186	-	346,186
Fair housing administration. . . . .	<u>9,831</u>	<u>292,809</u>	<u>186,469</u>	<u>106,340</u>
Total expenditures . . . . .	<u>4,178,596</u>	<u>14,661,052</u>	<u>6,566,548</u>	<u>8,094,504</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>1,815,669</u>	<u>931,919</u>	<u>(3,202,230)</u>	<u>(4,134,149)</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	-	-	220,000	220,000
Total other financing sources. . . . .	<u>-</u>	<u>-</u>	<u>220,000</u>	<u>220,000</u>
Net change in fund balance . . . . .	1,815,669	931,919	(2,982,230)	(3,914,149)
<b>Fund balance (deficit) at beginning of year. . . . .</b>	(2,072,843)	(2,072,843)	(2,072,843)	-
<b>Prior year encumbrances appropriated . . . . .</b>	2,278,799	2,278,799	2,278,799	-
<b>Fund balance (deficit) at end of year . . . . .</b>	<u>\$ 2,021,625</u>	<u>\$ 1,137,875</u>	<u>\$ (2,776,274)</u>	<u>\$ (3,914,149)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COMPREHENSIVE PLAN IMPLEMENTATION FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Municipal income taxes . . . . .	\$ 7,100,000	\$ 7,100,000	\$ 6,875,424	\$ (224,576)
Operating grants . . . . .	1,500,000	1,500,000	1,382,000	(118,000)
Contributions and donations. . . . .	500,000	500,000	628,500	128,500
Other. . . . .	-	-	7,439	7,439
<b>Total revenues . . . . .</b>	<u>9,100,000</u>	<u>9,100,000</u>	<u>8,893,363</u>	<u>(206,637)</u>
<b>Expenditures:</b>				
Current:				
General government:				
Service director support administration . . . . .	6,796,150	18,761,960	17,094,783	1,667,177
Mayor administration . . . . .	682,704	1,189,704	1,173,444	16,260
<b>Total general government . . . . .</b>	<u>7,478,854</u>	<u>19,951,664</u>	<u>18,268,227</u>	<u>1,683,437</u>
Transportation:				
Engineering - daily operations. . . . .	1,000,000	1,798,673	1,798,673	-
<b>Total transportation . . . . .</b>	<u>1,000,000</u>	<u>1,798,673</u>	<u>1,798,673</u>	<u>-</u>
<b>Total expenditures . . . . .</b>	<u>8,478,854</u>	<u>21,750,337</u>	<u>20,066,900</u>	<u>1,683,437</u>
Excess of expenditures over revenues . . . . .	621,146	(12,650,337)	(11,173,537)	1,476,800
<b>Other financing sources (uses):</b>				
Advances in . . . . .	-	1,500,000	1,500,000	-
Advances (out). . . . .	(1,750,000)	(750,000)	-	750,000
<b>Total other financing sources (uses). . . . .</b>	<u>(1,750,000)</u>	<u>750,000</u>	<u>1,500,000</u>	<u>750,000</u>
Net change in fund balance. . . . .	(1,128,854)	(11,900,337)	(9,673,537)	2,226,800
<b>Fund balance at beginning of year . . . . .</b>	1,128,899	1,128,899	1,128,899	-
<b>Prior year encumbrances appropriated . . . . .</b>	10,777,884	10,777,884	10,777,884	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 10,777,929</u>	<u>\$ 6,446</u>	<u>\$ 2,233,246</u>	<u>\$ 2,226,800</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
DECEMBER 31, 2020

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Operating Fund</b>	<b>Sewer Operating Fund</b>	<b>Refuse Operating Fund</b>	<b>Nonmajor Enterprise Funds</b>
<b>Assets:</b>				
Current assets:				
Equity in pooled cash and cash equivalents . . . . .	\$ 19,308,217	\$ 18,860,807	\$ 1,502,168	\$ 1,682,237
Cash in segregated accounts . . . . .	-	950,081	-	-
Receivables:				
Accounts . . . . .	3,403,282	3,740,623	2,116,831	235
Due from other funds . . . . .	-	-	-	-
Due from other governments . . . . .	269,854	60,361	12,089	-
Due from component unit . . . . .	-	-	-	-
Materials and supplies inventory . . . . .	1,452,572	2,021,700	-	-
Prepayments . . . . .	105,111	92,334	55,639	21,267
Total current assets . . . . .	<u>24,539,036</u>	<u>25,725,906</u>	<u>3,686,727</u>	<u>1,703,739</u>
Non-current assets:				
Net pension asset . . . . .	75,550	64,977	40,724	14,337
Capital assets:				
Land and construction in progress . . . . .	8,920,630	89,162,934	149,450	-
Depreciable capital assets, net . . . . .	79,555,538	38,529,007	1,754,385	642,709
Total capital assets, net . . . . .	<u>88,476,168</u>	<u>127,691,941</u>	<u>1,903,835</u>	<u>642,709</u>
Total noncurrent assets . . . . .	<u>88,551,718</u>	<u>127,756,918</u>	<u>1,944,559</u>	<u>657,046</u>
Total assets . . . . .	<u>113,090,754</u>	<u>153,482,824</u>	<u>5,631,286</u>	<u>2,360,785</u>
<b>Deferred outflows of resources:</b>				
Pension . . . . .	1,125,507	964,163	670,393	201,518
OPEB . . . . .	806,413	687,994	470,880	141,237
Total deferred outflows of resources . . . . .	<u>1,931,920</u>	<u>1,652,157</u>	<u>1,141,273</u>	<u>342,755</u>
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable . . . . .	687,893	511,173	128,920	73,358
Contracts payable . . . . .	422,173	210,490	-	-
Retainage payable . . . . .	-	950,081	-	-
Accrued wages and benefits payable . . . . .	208,842	169,379	111,081	37,696
Due to other funds . . . . .	2,544	1,857	1,443	-
Due to other governments . . . . .	46,239	26,012	15,716	10,983
Payroll withholding payable . . . . .	99,083	82,791	55,515	19,288
OWDA loans payable . . . . .	1,945,444	5,587,054	-	-
OPWC loans payable . . . . .	327,440	8,461	-	-
Compensated absences payable - current . . . . .	-	-	-	-
Claim payable . . . . .	-	-	-	-
Total current liabilities . . . . .	<u>3,739,658</u>	<u>7,547,298</u>	<u>312,675</u>	<u>141,325</u>
Non-current liabilities:				
OWDA loans payable . . . . .	21,890,708	63,316,328	-	-
OPWC loans payable . . . . .	3,240,361	21,893	-	-
Compensated absences payable . . . . .	-	-	-	-
Claims payable . . . . .	-	-	-	-
Net Pension Liability . . . . .	6,578,554	5,657,897	3,546,100	1,248,381
Net OPEB Liability . . . . .	4,578,940	3,938,126	2,468,229	868,924
Total non-current liabilities . . . . .	<u>36,288,563</u>	<u>72,934,244</u>	<u>6,014,329</u>	<u>2,117,305</u>
Total liabilities . . . . .	<u>40,028,221</u>	<u>80,481,542</u>	<u>6,327,004</u>	<u>2,258,630</u>
<b>Deferred inflows of resources:</b>				
Pension . . . . .	1,497,530	1,236,792	805,806	338,328
OPEB . . . . .	710,372	560,689	381,018	159,728
Total deferred inflows of resources . . . . .	<u>2,207,902</u>	<u>1,797,481</u>	<u>1,186,824</u>	<u>498,056</u>
<b>Net position:</b>				
Net investment in capital assets . . . . .	60,650,042	58,547,715	1,903,835	642,709
Unrestricted (deficit) . . . . .	12,136,509	14,308,243	(2,645,104)	(695,855)
Total net position (deficit) . . . . .	<u>\$ 72,786,551</u>	<u>\$ 72,855,958</u>	<u>\$ (741,269)</u>	<u>\$ (53,146)</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



<u>Total</u>	<b>Governmental Activities - Internal Service Funds</b>
\$ 41,353,429	\$ 7,194,948
950,081	-
9,260,971	206,475
-	39,115
342,304	30,620
-	94,558
3,474,272	-
274,351	76,653
<u>55,655,408</u>	<u>7,642,369</u>
195,588	-
98,233,014	-
120,481,639	-
<u>218,714,653</u>	<u>-</u>
218,910,241	-
<u>274,565,649</u>	<u>7,642,369</u>
2,961,581	-
2,106,524	-
<u>5,068,105</u>	<u>-</u>
1,401,344	390,808
632,663	-
950,081	-
526,998	84,520
5,844	-
98,950	12,979
256,677	78,597
7,532,498	-
335,901	-
-	1,786,301
-	714,769
<u>11,740,956</u>	<u>3,067,974</u>
85,207,036	-
3,262,254	-
-	6,297,644
-	1,172,611
17,030,932	-
11,854,219	-
<u>117,354,441</u>	<u>7,470,255</u>
<u>129,095,397</u>	<u>10,538,229</u>
3,878,456	-
1,811,807	-
<u>5,690,263</u>	<u>-</u>
121,744,301	-
23,103,793	(2,895,860)
144,848,094	<u>\$ (2,895,860)</u>
(101)	
<u>\$ 144,847,993</u>	

**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Operating Fund</b>	<b>Sewer Operating Fund</b>	<b>Refuse Operating Fund</b>	<b>Nonmajor Enterprise Funds</b>
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 20,377,168	\$ 17,774,702	\$ 7,605,258	\$ 2,296,302
Rental income . . . . .	27,405	7,699	-	-
Other operating revenues . . . . .	393,670	219,937	127,041	27,755
<b>Total operating revenues.</b> . . . . .	<b>20,798,243</b>	<b>18,002,338</b>	<b>7,732,299</b>	<b>2,324,057</b>
<b>Operating expenses:</b>				
Personal services . . . . .	7,767,808	6,959,923	4,453,490	1,504,614
Contract services. . . . .	339,479	4,881,143	2,222,351	898,796
Materials and supplies. . . . .	657,522	1,052,998	240,763	43,087
Benefit claim expenses . . . . .	-	-	-	-
Insurance claims and expenses . . . . .	130,038	12,739	2,444	61,306
Depreciation. . . . .	3,594,392	1,993,475	354,425	60,936
Other . . . . .	31,882	70,820	21,520	3,938
<b>Total operating expenses.</b> . . . . .	<b>12,521,121</b>	<b>14,971,098</b>	<b>7,294,993</b>	<b>2,572,677</b>
<b>Operating income (loss)</b> . . . . .	<b>8,277,122</b>	<b>3,031,240</b>	<b>437,306</b>	<b>(248,620)</b>
<b>Nonoperating revenues (expenses):</b>				
Interest and fiscal charges . . . . .	(657,041)	(2,248,705)	-	-
Gain (loss) on sale of capital assets . . . . .	22,366	(5,282)	-	(3,871)
Operating grants . . . . .	-	-	62,891	-
<b>Total nonoperating revenues (expenses).</b> . . . . .	<b>(634,675)</b>	<b>(2,253,987)</b>	<b>62,891</b>	<b>(3,871)</b>
<b>Income (loss) before transfers and contributions</b> . . . . .	<b>7,642,447</b>	<b>777,253</b>	<b>500,197</b>	<b>(252,491)</b>
Transfer in . . . . .	-	-	-	-
Capital contributions. . . . .	2,302,769	3,034,561	-	-
<b>Change in net position</b> . . . . .	<b>9,945,216</b>	<b>3,811,814</b>	<b>500,197</b>	<b>(252,491)</b>
<b>Net position (deficit) at beginning of year</b> . . . . .	<b>62,841,335</b>	<b>69,044,144</b>	<b>(1,241,466)</b>	<b>199,345</b>
<b>Net position (deficit) at end of year</b> . . . . .	<b>\$ 72,786,551</b>	<b>\$ 72,855,958</b>	<b>\$ (741,269)</b>	<b>\$ (53,146)</b>

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>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 48,053,430	\$ 15,058,998
35,104	-
768,403	3,035,947
<u>48,856,937</u>	<u>18,094,945</u>
20,685,835	232,025
8,341,769	1,236,023
1,994,370	-
-	4,320,380
206,527	11,385,399
6,003,228	-
128,160	-
<u>37,359,889</u>	<u>17,173,827</u>
<u>11,497,048</u>	<u>921,118</u>
(2,905,746)	-
13,213	-
62,891	-
<u>(2,829,642)</u>	<u>-</u>
8,667,406	921,118
-	500,000
<u>5,337,330</u>	<u>-</u>
14,004,736	1,421,118
	<u>(4,316,978)</u>
	<u>\$ (2,895,860)</u>
<u>229,410</u>	
<u>\$ 14,234,146</u>	

**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Operating Fund</b>	<b>Sewer Operating Fund</b>	<b>Refuse Operating Fund</b>	<b>Nonmajor Enterprise Funds</b>
<b>Cash flows from operating activities:</b>				
Cash received from charges for services. . . . .	\$ 20,461,857	\$ 17,316,997	\$ 7,692,597	\$ 2,296,302
Cash received from rents . . . . .	27,424	7,837	-	-
Cash received from other operations. . . . .	390,206	230,203	119,071	72,153
Cash payments for personal services. . . . .	(7,098,892)	(6,081,276)	(4,006,122)	(1,363,398)
Cash payments for contractual services . . . . .	(151,349)	(4,823,262)	(2,286,903)	(884,305)
Cash payments for materials and supplies . . . . .	(1,164,019)	(1,396,331)	(238,417)	(52,588)
Cash payments for claims . . . . .	(130,038)	(12,739)	(2,444)	(61,306)
Cash payments for insurance claims . . . . .	-	-	-	-
Cash payments for benefits claims . . . . .	-	-	-	-
Cash payments for other expenses . . . . .	(33,181)	(69,021)	(19,791)	(1,911)
Net cash provided by operating activities . . . . .	<u>12,302,008</u>	<u>5,172,408</u>	<u>1,257,991</u>	<u>4,947</u>
<b>Cash flows from noncapital financing activities:</b>				
Cash received from operating grants . . . . .	-	-	63,623	-
Cash received from transfers in . . . . .	-	-	-	-
Net cash provided by noncapital financing activities. . . . .	<u>-</u>	<u>-</u>	<u>63,623</u>	<u>-</u>
<b>Cash flows from capital and related financing activities:</b>				
Acquisition of capital assets. . . . .	(12,921,278)	(1,517,795)	(368,608)	(54,372)
Capital contributions . . . . .	2,517,469	4,477,716	-	-
Proceeds from sale of capital assets. . . . .	22,755	2,750	-	-
Proceeds of loans . . . . .	2,137,066	188,853	-	-
Principal paid on OPWC loans . . . . .	(163,720)	(4,231)	-	-
Principal paid on OWDA loans. . . . .	(1,883,733)	(3,363,096)	-	-
Interest paid on OWDA loans . . . . .	(657,041)	(2,248,705)	-	-
Net cash used in capital and related financing activities. . . . .	<u>(10,948,482)</u>	<u>(2,464,508)</u>	<u>(368,608)</u>	<u>(54,372)</u>
Net increase (decrease) in cash and cash equivalents . .	1,353,526	2,707,900	953,006	(49,425)
<b>Cash and cash equivalents at beginning of year . . . . .</b>	<u>17,954,691</u>	<u>17,102,988</u>	<u>549,162</u>	<u>1,731,662</u>
<b>Cash and cash equivalents at end of year . . . . .</b>	<u>\$ 19,308,217</u>	<u>\$ 19,810,888</u>	<u>\$ 1,502,168</u>	<u>\$ 1,682,237</u>

<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 47,767,753	\$ 15,058,998
35,261	-
811,633	2,730,899
(18,549,688)	(73,395)
(8,145,819)	(1,234,153)
(2,851,355)	-
(206,527)	-
-	(11,532,561)
-	(4,358,233)
(123,904)	-
<u>18,737,354</u>	<u>591,555</u>
63,623	-
-	<u>500,000</u>
<u>63,623</u>	<u>500,000</u>
(14,862,053)	-
6,995,185	-
25,505	-
2,325,919	-
(167,951)	-
(5,246,829)	-
(2,905,746)	-
<u>(13,835,970)</u>	<u>-</u>
4,965,007	1,091,555
37,338,503	6,103,393
<u>\$ 42,303,510</u>	<u>\$ 7,194,948</u>

- (Continued)

**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Business-type Activities - Enterprise Funds</b>			
	<b>Water Operating Fund</b>	<b>Sewer Operating Fund</b>	<b>Refuse Operating Fund</b>	<b>Nonmajor Enterprise Funds</b>
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>				
Operating income (loss) . . . . .	\$ 8,277,122	\$ 3,031,240	\$ 437,306	\$ (248,620)
Adjustments:				
Depreciation. . . . .	3,594,392	1,993,475	354,425	60,936
Changes in assets and liabilities:				
(Increase) decrease in accounts receivable. . . . .	81,244	(447,301)	79,369	8,032
(Increase) in materials and supplies inventory . . . . .	(427,550)	(307,537)	-	-
(Increase) in prepayments . . . . .	(105,111)	(92,334)	(55,639)	(21,267)
Decrease in due from other funds . . . . .	-	-	-	-
(Increase) decrease in due from other governments . . . . .	-	-	-	36,366
Decrease in due from component units. . . . .	-	-	-	-
Increase (decrease) in accounts payable . . . . .	64,607	25,516	(88,805)	(8,131)
(Decrease) in accrued wages and benefits . . . . .	(114,466)	(94,452)	(47,401)	(25,118)
(Decrease) in due to other funds . . . . .	(9,426)	(2,198)	(1,665)	(920)
Increase (decrease) in due to other governments . . . . .	(20,611)	(15,999)	(8,800)	1,278
Increase in payroll withholding payable . . . . .	53,972	43,583	28,374	10,362
(Increase) in net pension asset . . . . .	(35,626)	(30,015)	(19,798)	(6,319)
Decrease in deferred outflows of resources - pension . . . . .	1,528,574	1,478,093	720,737	374,944
(Increase) in deferred outflows of resources - OPEB . . . . .	(473,515)	(326,965)	(296,393)	(46,923)
Increase in deferred inflows of resources - pension . . . . .	1,138,562	1,114,487	626,573	242,739
Increase in deferred inflows of resources - OPEB . . . . .	546,099	550,795	305,059	111,853
(Decrease) in net pension liability . . . . .	(2,211,377)	(2,039,718)	(1,061,122)	(516,947)
Increase in net OPEB liability . . . . .	415,118	291,738	285,771	32,682
Increase in compensated absences payable. . . . .	-	-	-	-
(Decrease) in claims payable . . . . .	-	-	-	-
Net cash provided by operating activities . . . . .	<u>\$ 12,302,008</u>	<u>\$ 5,172,408</u>	<u>\$ 1,257,991</u>	<u>\$ 4,947</u>

**Non-Cash Transactions:**

As of December 31, 2020, the water operating fund and sewer operating fund had purchased \$422,173 and \$1,160,571, in capital assets on account, respectively.

As of December 31, 2019, the water operating fund and sewer operating fund had purchased \$1,216,141 and \$1,072,064, in capital assets on account, respectively.

During 2020, the Water fund reported a \$269,854 receivable for OPWC and OWDA loan proceeds disbursed by OPWC but not received by the City by year-end.

During 2019, the Water fund reported a \$107,921 receivable for OPWC loan proceeds disbursed by OPWC but not received by the City by year-end.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

<u>Total</u>	<u>Governmental Activities - Internal Service Funds</u>
\$ 11,497,048	\$ 921,118
6,003,228	-
(278,656)	(38,145)
(735,087)	-
(274,351)	(76,653)
-	60,182
36,366	(18,080)
-	12,502
(6,813)	(135,034)
(281,437)	(99,543)
(14,209)	-
(44,132)	(15,459)
136,291	55,792
(91,758)	-
4,102,348	-
(1,143,796)	-
3,122,361	-
1,513,806	-
(5,829,164)	-
1,025,309	-
-	84,539
-	(159,664)
<u>\$ 18,737,354</u>	<u>\$ 591,555</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2020

	<b>Private-Purpose Trust</b>	<b>Custodial</b>
<b>Assets:</b>		
Equity in pooled cash and cash equivalents. . . . .	\$ -	\$ 5,416,873
Cash and cash equivalents in segregated accounts . . . . .	34,391	115,917
Investments in segregated accounts . . . . .	124,258	-
Receivables (net of allowances for uncollectibles):		
Accounts . . . . .	-	46,722
Due from other governments . . . . .	-	872,124
Total assets . . . . .	158,649	6,451,636
<b>Liabilities:</b>		
Due to primary government . . . . .	-	61,960
Due to other governments . . . . .	-	115,917
Payroll withholding payable . . . . .	-	57,830
Total liabilities . . . . .	-	235,707
<b>Net position:</b>		
Restricted for individuals, organizations and other governments . . . . .	158,649	6,215,929
Total net position . . . . .	\$ 158,649	\$ 6,215,929

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**CITY OF CANTON  
STARK COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2019

	<b>Private-Purpose Trust</b>	<b>Custodial</b>
<b>Additions:</b>		
Amounts received as fiscal agent . . . . .	\$ -	\$ 8,140,616
Fines and forfeitures for other governments . . . . .	-	1,340,573
Property tax collection for other governments . . . . .	-	1,175,560
Earnings on investments . . . . .	2,048	-
Total additions . . . . .	2,048	10,656,749
<b>Deductions:</b>		
Distributions as fiscal agent . . . . .	-	7,103,523
Fines and forfeitures distributions to other governments . . . . .	-	1,340,008
Property tax distributions to other governments . . . . .	-	1,366,010
Total deductions . . . . .	-	9,809,541
Net change in fiduciary net position . . . . .	2,048	847,208
<b>Net position beginning of year . . . . .</b>	<b>156,601</b>	<b>5,368,721</b>
<b>Net position end of year . . . . .</b>	<b>\$ 158,649</b>	<b>\$ 6,215,929</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 1 - DESCRIPTION OF THE CITY AND REPORTING ENTITY**

The City of Canton (the “City”) is a municipal corporation incorporated under the laws of the State of Ohio. The City operates under a Mayor-Council form of government. The Mayor and Council are elected. The City provides police and fire protection, emergency medical, parks and recreation, planning, zoning, street maintenance and repair, refuse collection and general administrative services to the citizens of the City.

**Reporting Entity**

The City’s reporting entity has been defined in accordance with GASB Statement No. 14, “The Financial Reporting Entity” as amended by GASB Statement No. 39, “Determining Whether Certain Organizations Are Component Units” and GASB Statement No. 61, “The Financial Reporting Entity: Omnibus an Amendment of GASB Statements No. 14 and No. 34”. The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that financial statements are not misleading. A primary government consists of all funds, departments, boards and agencies that are not legally separate from the City. The primary government of the City includes City departments and agencies that provide the following services: police protection, firefighting and prevention, street maintenance and repairs, building inspection, parks and recreation, water, sewer and sanitation.

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; or (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. 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 primary government’s financial statements incomplete or misleading. Based upon the application of these criteria, the City has two component units, the Canton Community Improvement Corporation (CCIC) and the Canton City Board of Health (BOH). The City has the voting majority on the CCIC’s Board with no other subdivisions having any representation, and the CCIC is completely dependent on the City for financial support. The City appoints all board members of the BOH and the BOH is dependent of the City for financial support. The City reports the financial status of the CCIC and BOH as discretely presented component units in its basic financial statements. A complete copy of the CCIC and BOH financial statements can be obtained by contacting the City’s Community and Economic Development Department and Health Director, respectively. See Note 17 for detail.

The City is associated with the Stark Area Regional Transit Authority, the Stark Council of Governments and the Stark County Regional Planning Commission as jointly governed organizations: Canton Tomorrow Inc., and the Downtown Canton Special Improvement District as joint ventures. See Notes 15 and 16 for detail.

**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 reporting principles.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

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.

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 are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues, which are not classified as program revenues, are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the City.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. The only exception is for contributions from the City's Water, Sewer and Refuse Departments to the City's Motor Vehicle Department, Computer Department, and the City's vehicle self-insurance fund. Activities of these three divisions are included with the governmental activities, thus any contributions and corresponding expenses from other governmental funds are eliminated. This activity remains in the business-type activities in order to not distort the direct costs and program revenues reported for all of the functions involved.

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

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

***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 liabilities is reported as fund balance. The following are 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.

*Community and economic development fund* - To account for HUD community and economic development block grant money used for the acquisition of real property, administrative costs, public facilities, and the rehabilitation of real property.

*Comprehensive plan implementation fund* - To account for income tax revenues associated for economic and downtown area development, job creation, and expansion and retention.

*Capital projects fund* - To account for the City's capital projects and expenditures of 18 percent of the net income tax receipts.

*Motor vehicle purchase fund* - To account for the purchase and maintenance of the City's vehicles and expenditures of 4 percent of the net income tax receipts.

Nonmajor governmental funds of the City are used to account for (a) financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets, (b) specific revenue sources that are restricted or committed to an expenditure for specified purposes other than debt service or capital projects and (c) financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

***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:

*Water operating fund* - The water operating enterprise fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City, and surrounding communities.

*Sewer operating fund* - The sewer operating enterprise fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City, and several surrounding communities.

*Refuse operating fund* - The refuse operating enterprise fund accounts for the provision of trash collection to the residents and commercial users located in the City.

The City's nonmajor enterprise fund is used to account for the provision of building code services.

***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 a self-insurance program for employee medical benefits, compensated absences, and the City's retrospective rating worker's compensation benefits.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

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

The City's only trust fund is a private-purpose trust fund established to account for monies donated to assist the poor of the City. The custodial funds account for the Board of Health, building permit fees collected on behalf of the State, municipal court collections that are distributed to various local governments, collection of property taxes to be distributed to the Special Improvement District Board, and the collection and disbursement of JEDD income taxes.

**C. Measurement Focus**

***Government-Wide Financial Statements*** - The government-wide financial statements are prepared using the economic resources measurement focus. All non-fiduciary assets and deferred outflows of resources and liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position.

***Fund Financial Statements*** - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary funds and fiduciary funds are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. For proprietary funds, the statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

In fiduciary funds, a liability to the beneficiaries of the fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from custodial funds.

**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 in the presentation of expenses versus expenditures.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

***Revenues - Exchange and Non-exchange Transactions*** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On 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 property taxes is recognized in the year for which the taxes are levied (see Note 5.A). Revenue from income taxes is recognized in the period in which the income is earned (see Note 5.B). 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, delinquent property tax, state-levied locally shared taxes (including gasoline tax), fines and forfeitures, interest, and fees.

***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 position 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 13 and 14 for deferred outflows of resources related the City's net pension liability/asset and net OPEB liability, respectively.

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 position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2020, but which were levied to finance 2021 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.

For the City, see Notes 13 and 14 for deferred inflows of resources related to the City's net pension liability/asset and net OPEB 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.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

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. Appropriations**

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. An annual appropriation ordinance must be passed by April 1 of each year, for the period January 1 to December 31. The legal level of budgetary control, established by the appropriation ordinance, fixes spending authority at the account level split between salary and non-salary line items within each department within each fund. Any budgetary modifications at this level or above may only be made by resolution of the City Council. The appropriation ordinance may be amended during the year by action of Council, as new information becomes available, provided that total fund appropriations do not exceed current estimated resources, as certified.

**F. 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 fiscal year and is not re-appropriated.

**G. Cash and Cash Equivalents**

To improve cash management, cash received by the City is pooled. Monies for all funds, except the private-purpose trust fund and funds requiring that interest proceeds follow the invested principal, are maintained in this pool. Individual fund integrity is maintained through the City's records.

The City utilizes financial institutions to service bonded debt as principal and interest come due. At year end, the balances in these accounts are presented as "cash with fiscal agent" on the City's financial statements.

The City has segregated bank and investment accounts for monies held separate from the City's central bank account related to the private-purpose trust fund and the municipal court custodial fund. These monies are presented in the statement of fiduciary net position as "cash and cash equivalents in segregated accounts" and "investments in segregated accounts" since they are not required to be deposited into the City treasury.

During 2020, investments were limited to Federal National Mortgage Association (FNMA) securities, Federal Farm Credit Bank (FFCB) securities, Federal Home Loan Mortgage Corporation (FHLMC) securities, Federal Home Loan Bank (FHLB) securities, Negotiable certificates of deposit (Negotiable CDs), Commercial Paper, U.S. Treasury Notes, STAR Ohio, and U.S. Government Money Market Mutual Funds. Except for STAR Ohio and nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements, are reported at cost.



**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

During 2020, the City invested in STAR Ohio. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "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 NAV per share that approximates fair value.

For 2020, 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 \$100 million, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2020 amounted to \$833,196, which includes \$720,751, assigned from other City funds.

For purposes of the statement of cash flows and for presentation on the statement of net position and the balance sheet, investments with an original maturity of three months or less and investments of the cash management pool are considered to be cash equivalents.

**H. Inventory**

On government-wide financial statements, inventories of supplies are presented at cost and inventories held for resale are reported at the lower of cost or market. Inventories are recorded on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories held for resale of proprietary funds are stated at the lower of cost or market and supplies of proprietary funds are reported at cost. For all funds, cost is determined on a first-in, first-out basis. 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 when purchased. Inventories of the proprietary funds are expensed when used.

**I. Prepaid Items**

Payments made to vendors for services that will benefit periods beyond December 31, 2020, 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 assets not specifically related to activities reported in the proprietary funds. 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.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. The City maintains a capitalization threshold of five thousand dollars. The City’s infrastructure consists of bridges, culverts, storm sewers, streets, streetlights, traffic signals, water lines and sewer lines. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset’s life are not. Interest incurred during the construction of enterprise capital assets is also capitalized.

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

Description	Governmental Activities	Business-Type Activities
	Estimated Lives	Estimated Lives
Buildings and structures	10 to 45 years	10 to 45 years
Vehicles and equipment	10 to 15 years	10 to 15 years
Infrastructure	10 to 50 years	10 to 50 years

**K. Interfund Balances**

On fund financial statements, interfund loans are classified as “due to/from other funds” on the balance sheet. Long-term interfund loans are classified as “advances to other funds”. 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.

**L. Compensated Absences**

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

Sick leave benefits are accrued as a liability using the termination method. An accrual for unused earned 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.

**M. Accrued Liabilities and Long-Term Obligations**

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

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**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. Notes, capital leases and long-term loans 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.

**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 category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loan receivable in the general fund.

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

Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party-such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

***Committed*** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

***Assigned*** Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of City Council, which includes giving the City Auditor the authority to constrain monies for intended purposes. When unassigned fund balance is a deficit in the general fund, assigned fund balance may not be presented in the general fund.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

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

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed resources 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.

**O. Net Position**

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net position net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The City applies restricted resources first when an expense is incurred for the purposes for which both restricted and unrestricted net position is 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 are primarily charges for services for water services, sewer treatment, and refuse collection for the enterprise funds, and the workers compensation, health insurance, and compensated absences claims for the internal service funds. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

**Q. Contributions of Capital**

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction. During 2020, the City recognized capital contributions of \$2,302,769 in the water operating fund related to capital grants funding and \$3,034,561 in the sewer operating fund related to capital grants funding.

**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 business-type activities. Interfund transfers are eliminated when reported in the entity wide financial statements for both the governmental and business-type activities. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund, and as a reduction of expenditures/expenses in the fund that is reimbursed.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

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

**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 did not have an extraordinary or special item in 2020.

**T. Estimates**

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

**U. Pensions/Other Postemployment Benefits (OPEB)**

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

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principles**

For 2020, the City has applied GASB Statement No. 95, "Postponement of the Effective Dates of Certain Authoritative Guidance" to GASB Statement Nos. 87 and 89, which were originally due to be implemented in 2020. GASB Statement No. 95 provides temporary relief to governments and other stakeholders in light of the COVID-19 pandemic. This objective is accomplished by postponing the effective dates of certain provisions in Statements and Implementation Guides that first became effective or are scheduled to become effective for periods beginning after June 15, 2018, and later.

The following pronouncement is postponed by one year and the City has elected delaying implementation until the fiscal year ended December 31, 2021:

- Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*

The following pronouncements are postponed by eighteen months and the City has elected delaying implementation until the fiscal year ended December 31, 2022:

- Statement No. 87, *Leases*
- Implementation Guide No. 2019-3, *Leases*

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE - (Continued)**

**B. Deficit Fund Balances/Net Position**

Fund balances/net positions at December 31, 2020 included the following individual fund deficits:

<u>Nonmajor funds deficit fund balances</u>	<u>Deficit</u>
Cornerstone Deck	\$ 548
Police Grants and Donations	1,232
Jobs Ohio	5,735
13th St NW Roadway Reconstruction	53,139
Mahoning Rd Corridor Project	37,418
36th St NW Strom Roadway Water & Sewer	271,765
Fulton Rd Resurfacing Project	67,621
<u>Major Enterprise fund deficit net position</u>	
Refuse	741,269
<u>Nonmajor enterprise fund deficit net position</u>	
Building code	53,146
<u>Internal service fund deficit net position</u>	
Compensated absences claims	6,684,236

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 - DEPOSITS AND INVESTMENTS**

State statutes classify monies held by the City into three categories.

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

Inactive deposits are public deposits that Council has identified as not required for use within the current 5-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.

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.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

Interim monies may be 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 agreements 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 division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
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.

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

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

Investments in stripped principal or interest obligation, 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 qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Cash on Hand:* At year end, the City had \$1,000 in undeposited cash on hand which is included on the financial statements as part of “equity in pooled cash and cash equivalents.”

*Cash with Fiscal Agent and in segregated accounts:* At year end, the City had \$3,019 on deposit with financial institutions to service bonded debt as principal and interest come due. This account is maintained separate from the City’s internal investment pool. The balance in this account is included in “deposits with financial institutions” below. At year-end, the City had \$950,081 on deposit with financial institutions to account for retainage payments. This account is maintained separate from the City’s internal investment pool. The balance in this account is included in “deposits with financial institutions” below.

*Cash and Cash Equivalents in Segregated Accounts:* At year end, the City had \$115,917 deposited with a financial institution for monies related to the municipal court custodial fund. In addition, the City had \$1,680 deposited with a financial institution related to the private-purpose trust fund and \$32,711 of nonnegotiable certificates of deposit held in trust by financial institutions for the private-purpose trust fund. These accounts are maintained separate from the City’s internal investment pool. The balances in these accounts are included in “deposits with financial institutions” below.

*Investments in Segregated Accounts:* At year end, the City had \$124,258 in municipal bond mutual funds held in trust for the private-purpose trust fund. The mutual funds are maintained separate from the City’s internal investment pool. The balances of the mutual funds are included in “investments” below.

**A. Deposits with Financial Institutions**

At December 31, 2020, the carrying amount of all City deposits was \$23,947,435 and the bank balance of all City deposits was \$26,020,542. Of the bank balance, \$3,638,349 was covered by the Federal Deposit Insurance Corporation, \$11,921,485 was covered by the Ohio Pooled Collateral System and \$10,460,708 was exposed to custodial risk as discussed below because those deposits were uninsured and uncollateralized.

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 2020, 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.



**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

**B. Investments**

As of December 31, 2020, the City had the following investments and maturity:

Measurement/ Investment type	Measurement Value	Investment Maturity			
		1 Year or Less	1 to 2 Years	2 to 3 Years	Greater Than 3 Years
<i>Fair Value:</i>					
FFCB	\$ 14,796,426	\$ 2,673,698	\$ 2,499,784	\$ 2,816,870	\$ 6,806,074
FHLB	3,276,317	754,253	999,320	523,659	999,085
FHLMC	17,553,603	1,456,892	1,140,180	5,003,755	9,952,776
FNMA	7,202,367	1,183,339	511,050	3,006,604	2,501,374
Commercial paper	5,993,538	5,993,538	-	-	-
U.S. Treasury Notes	502,031	502,031	-	-	-
Negotiable CDs	9,718,497	-	3,035,881	3,804,016	2,878,600
U.S. Government Money Market Mutual Funds	130,007	130,007	-	-	-
<i>Amortized Cost:</i>					
STAR Ohio	12,804,237	12,804,237	-	-	-
<b>Total</b>	<b>\$ 71,977,023</b>	<b>\$ 25,497,995</b>	<b>\$ 8,186,215</b>	<b>\$ 15,154,904</b>	<b>\$ 23,137,909</b>

The weighted average of maturity of investments is 2.57 years.

*Fair Value Measurements:* The City categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City's investments in U.S. government money market mutual funds are valued using quoted market prices in active markets (Level 1 inputs). The City's investments in federal agency securities (FFCB, FHLB, FHLMC, FNMA), commercial paper, negotiable CDs, and U.S. Treasury Notes are valued using quoted prices in markets that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

*Credit Risk:* The City's investments in U.S. Treasury Notes and the federal agency securities that underlie repurchase agreement were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The City's investment in commercial paper was rated A-1+ and P-1 by Standard & Poor's and Moody's Investor Services, respectively. The negotiable CD's were fully covered by the FDIC. The U.S. Government Money Market Mutual Funds were rated AAAM by Standard & Poor's. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. The City has no policy further restricting credit risk beyond the statutory guidelines, which limit investment choices.

*Custodial Credit Risk:* For an investment, custodial credit risk is the risk that, in the event of the failure of the counter party, 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 federal agency securities and U.S. Treasury Notes are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent, but not in the City's name. The City has no investment policy dealing with investment custodial credit risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the City Auditor or qualified trustee.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Concentration of Credit Risk:* The City's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities. The following table includes the percentage of each investment type held by the City at December 31, 2020:

<u>Measurement/ Investment type</u>	<u>Measurement Value</u>	<u>% of Total</u>
<i>Fair Value</i>		
FFCB	\$ 14,796,426	20.56
FHLB	3,276,317	4.55
FHLMC	17,553,603	24.38
FNMA	7,202,367	10.01
Commercial paper	5,993,538	8.33
U.S. Treasury Notes	502,031	0.70
Negotiable CDs	9,718,497	13.50
U.S. Government Money		
Market Mutual Fund	130,007	0.18
<i>Amortized Costs</i>		
STAR Ohio	<u>12,804,237</u>	<u>17.79</u>
Total	<u>\$ 71,977,023</u>	<u>100.00</u>

**C. Reconciliation of Cash and Investments to the Statement of Net Position**

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the financial statements as of December 31, 2020:

Cash and investments per note:

Carrying amount of deposits	\$ 23,947,435
Investments	71,977,023
Cash on hand	<u>1,000</u>
Total	<u>\$ 95,925,458</u>

Cash, cash equivalents, and investments per statement of net position:

Governmental activities	\$ 47,930,509
Business-type activities	42,303,510
Fiduciary funds	<u>5,691,439</u>
Total	<u>\$ 95,925,458</u>

**NOTE 5 - RECEIVABLES**

Receivables at December 31, 2020, consisted of taxes, accounts (billings for user charged services), interest, loans and intergovernmental receivables. All of these receivables, except loans receivable, are considered fully collectible.

No allowances for doubtful accounts have been recorded because uncollectible amounts are expected to be insignificant.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 5 - RECEIVABLES - (Continued)**

Special assessments expected to be collected in more than one-year amount to \$2,594,844 in the general fund, \$384,809 in the community and economic development fund, and \$8,835 in the debt service fund (a nonmajor governmental fund). Special assessments are reported among accounts receivable on the statement of net position and the balance sheet and charges for services revenue on the statement of activities and the statement of revenues, expenditures, and changes in fund balance.

**A. 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. 2020 public utility property taxes became a lien December 31, 2019, are levied after October 1, 2020, and are collected in 2021 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 Findlay. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2020 and for which there is an enforceable legal claim. In the governmental funds, the current portion receivable has been offset by a deferred inflow of resources since the current taxes were not levied to finance 2020 operations and the collection of delinquent taxes has been offset by a deferred inflow of resources since the collection of the taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on a modified accrual basis the revenue is reported as a deferred inflow of resources.

The tax rates per \$1,000 of assessed valuation for the year ended December 31, 2020, for all city operations applied to taxable property in the following taxing districts within the City limits was \$3.40 for District 20 - Canton City School District, \$2.0 for District 30 - Plain Local School District, \$2.60 for District 25 - Canton Local School District, and \$2.30 for District 345 - Osnaburg Local School District.

The assessed values of real and public utility property upon which 2020 property tax receipts were based are as follows:

Real property	\$ 779,443,270
Real and personal public utility	<u>92,977,670</u>
Total assessed value	<u><u>\$ 872,420,940</u></u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 5 - RECEIVABLES - (Continued)**

**B. Income Taxes**

In the past, the City levied a municipal income tax of two percent on all salaries, wages, commissions and compensation, and net profits earned within the City as well as incomes of residents earned outside of the City. Effective July 1, 2018, the income tax rate levied on wages, commissions, compensations and net profits earned within the city as well as residents outside the City increased a half of a one percent and the rate became two and a half percent. Prior to July 1, 2018, the City allowed a credit of 100 percent of the tax paid to another municipality up to a maximum of 85 percent of the two percent levied by the City. With the new income tax rate as of July 1, 2018, if it be made to appear that an individual resident taxpayer has paid a municipal income tax to another municipality on the same income taxable as mentioned above, the city shall allow a credit against the new tax imposed of the amount so paid to the other municipality, equal to two and one-half (2.5%) of the amount obtained by multiplying the lower of the tax rate of such other municipality or of this municipality by the taxable income earned in or attributable to the municipality of employment or business activity, provided that such credit shall not be allowed unless the credit is claimed in a timely filed return including any extension granted.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. By City ordinance, income tax proceeds, after income tax department expenditures, are credited to the following funds: 75 percent to the general fund, 20 percent to the capital projects fund and 5 percent to the motor vehicle purchase fund. Effective July 1, 2018 income tax is distributed as follows, 64 percent to the general fund, 18 percent to the capital projects fund, 4 percent to the motor vehicle purchase fund, 2 percent to the neighborhood fund, and 12 percent to the comprehensive plan fund. These allocations were voted upon and approved by the voters of the City on the May 8, 2018 ballot. This requires the fund balances for these funds to be reported as restricted as seen on page 121.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 5 - RECEIVABLES - (Continued)**

**C. Due from Other Governments**

A summary of intergovernmental receivables follows:

	Amounts
<b>Governmental activities</b>	
Local government and local government revenue assistance	\$ 1,484,194
Hotel tax	47,456
Charges for services	828,780
Fines and forfeitures	8,796
Casino revenue	1,105,347
Gasoline and excise tax	742,281
\$5 license plate tax	173,025
Motor vehicle tax	199,345
Grants	11,506,369
Total governmental activities	16,095,593
<b>Business-type activities</b>	
Loan proceeds	269,854
Grants	72,450
Total business-type activities	342,304
Grand total	\$ 16,437,897

**D. Loans Receivable**

The community and economic development special revenue fund reflects community development loans receivable in the amount of \$408,598. The loans receivable represents the principal owed to the City for Community Development Block Grants. The loans bear interest at annual rates between 0% and 11%. The loans will be repaid over periods up to 20 years.

The general fund has reported a loan receivable in the amount of \$1,354,724. The loan receivable represents an economic development loan made to Historic Hercules, LLC for betterments and improvements to The Historic Hercules which is being converted from a motor company facility into residential rental apartments and related facilities. The loan bears an annual interest rate of 3% with a repayment period not to exceed 10 years.

The comprehensive plan implementation fund has reported a loan receivable in the amount of \$3,500,000. The loan receivable represents an economic development loan made to HOF Village Hotel II, LLC for improvements and renovations of a hotel located at 320 Market Avenue South. The loan bears an annual interest rate of 0.50% and matures on July 1, 2027.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 6 - RISK MANAGEMENT**

**A. Workers' Compensation**

Since 1989, the City has participated in the Ohio Bureau of Workers' Compensation Retrospective Rating Plan. Under the retrospective rating plan, the City assumes a portion of the risk in return for a reduction in current premiums. Current limits for claims incurred in 2020 are \$200,000 per claim.

A minimum premium for fixed costs is charged by the Ohio Bureau of Workers' Compensation. A maximum premium, the employer's experience-rated premium multiplied by the maximum percentage selected by the employer, may be charged back to the City for a ten-year evaluation period per claim. For the policy year 2020, the City selected Tier 1 which calls for no claim limit and a 150 percent maximum premium limit.

The claims liability of \$1,669,140 reported in the workers compensation internal service fund at December 31, 2020, is estimated by the third-party administrators and is based on the requirements of GASB Statement No. 10, "*Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*", as amended by GASB Statement No. 30, "*Risk Financing Omnibus*", which requires that a liability for unpaid claim 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.

Changes in claims activity for the past two years are as follows:

Year	Balance Beginning of Year	Claims Incurred	Claim Payments	Balance End of Year
2020	\$ 1,669,140	\$ 3,672	\$ 3,672	\$ 1,669,140
2019	1,669,140	1,319,006	1,319,006	1,669,140

**B. Property and Liability**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City contracts with Affiliated FM Insurance Company for commercial property coverage, which has a \$500,000,000 limit and a \$100,000 deductible. The City also contracts with Cincinnati Insurance Company through Assured Partners of Ohio LLC for boiler and machinery coverage, which has a \$2,000,000 limit and a \$2,500 deductible. The City contracts with Ohio Plan Risk Management, Inc. through Hylant Administrative Services for automobile combined coverage, which has a \$6,000,000 limit and a \$125,000 deductible. The City also contracts with Ohio Plan Risk Management, Inc. for liability coverages, which includes general liability, public officials liability and law enforcement liability. Each of these coverages has a \$6,000,000 annual limit per claim and a \$8,000,000 per year aggregate with a \$125,000 deductible.

The City's elected officials are bonded for their respective terms. In addition, several specific employees (i.e., court bailiffs) are bonded where required by Ohio Revised Code.

Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been significant reduction in coverage from the prior year.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 6 - RISK MANAGEMENT - (Continued)**

**C. Medical**

The City has elected to provide employees' major medical, hospitalization, prescription and dental and vision coverage through a self-insured program. The City maintains a self-insurance internal service fund to account for and finance its uninsured risks of loss in this program. The City purchases stop-loss coverage of \$200,000 specific per family. The third-party administrators, Aultcare and UMR, review all claims, which are then paid by the City.

The claims liability of \$218,240 reported in the Health Insurance Internal Service Fund at December 31, 2020, is estimated by the third-party administrators and is based on the requirements of GASB Statement No. 10, "*Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*", as amended by GASB Statement No. 30, "*Risk Financing Omnibus*", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not report claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund's claims liability amount for the last two years follow:

Year	Balance Beginning of Year	Claims Incurred	Claim Payments	Balance End of Year
2020	\$ 377,904	\$ 11,372,897	\$ 11,532,561	\$ 218,240
2019	500,869	10,948,704	11,071,669	377,904

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 7 - CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2020 was as follows.

	Balance 12/31/19	Additions	Deductions	Balance 12/31/20
<b>Governmental Activities</b>				
Capital assets, not being depreciated:				
Land	\$ 9,238,634	\$ 6,500	\$ -	\$ 9,245,134
Construction in progress	44,381,247	21,034,954	(16,534,890)	48,881,311
Total capital assets, not being depreciated	<u>53,619,881</u>	<u>21,041,454</u>	<u>(16,534,890)</u>	<u>58,126,445</u>
Capital assets, being depreciated:				
Buildings and structures	57,020,504	2,514,333	(1,026,250)	58,508,587
Vehicles and equipment	37,514,212	3,690,654	(838,953)	40,365,913
Infrastructure	415,041,033	11,629,851	(2,616,408)	424,054,476
Total capital assets, being depreciated	<u>509,575,749</u>	<u>17,834,838</u>	<u>(4,481,611)</u>	<u>522,928,976</u>
Less accumulated depreciation:				
Buildings and structures	(30,302,327)	(1,507,048)	806,850	(31,002,525)
Vehicles and equipment	(27,326,261)	(1,684,374)	827,436	(28,183,199)
Infrastructure	(345,189,545)	(5,703,165)	2,593,444	(348,299,266)
Total accumulated depreciation	<u>(402,818,133)</u>	<u>(8,894,587)</u>	<u>4,227,730</u>	<u>(407,484,990)</u>
Total capital assets, being depreciated, net	<u>106,757,616</u>	<u>8,940,251</u>	<u>(253,881)</u>	<u>115,443,986</u>
Governmental activities capital assets, net	<u>\$ 160,377,497</u>	<u>\$ 29,981,705</u>	<u>\$ (16,788,771)</u>	<u>\$ 173,570,431</u>

Depreciation expense was charged to governmental functions as follows:

General government	\$ 756,115
Security of persons and property	1,051,163
Transportation	6,177,302
Community environment	27,125
Leisure time activities	882,882
Total depreciation expense	<u>\$ 8,894,587</u>



**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 7 - CAPITAL ASSETS - (Continued)**

	Balance 12/31/19	Additions	Deductions	Balance 12/31/20
<b>Business-type activities</b>				
Capital assets, not being depreciated:				
Land	\$ 3,371,564	\$ -	\$ -	\$ 3,371,564
Construction in progress	97,392,164	10,080,981	(12,611,695)	94,861,450
Total capital assets, not being depreciated	100,763,728	10,080,981	(12,611,695)	98,233,014
Capital assets, being depreciated:				
Buildings and structures	120,154,253	3,084,929	-	123,239,182
Vehicles and equipment	25,852,137	1,446,730	(277,784)	27,021,083
Infrastructure	181,852,777	12,155,647	(919,190)	193,089,234
Total capital assets, being depreciated	327,859,167	16,687,306	(1,196,974)	343,349,499
Less accumulated depreciation:				
Buildings and structures	(71,690,202)	(1,780,808)	-	(73,471,010)
Vehicles and equipment	(12,814,209)	(2,173,722)	265,392	(14,722,539)
Infrastructure	(133,544,803)	(2,048,698)	919,190	(134,674,311)
Total accumulated depreciation	(218,049,214)	(6,003,228)	1,184,582	(222,867,860)
Total capital assets, being depreciated, net	109,809,953	10,684,078	(12,392)	120,481,639
Business-type activities capital assets, net	<u>\$ 210,573,681</u>	<u>\$ 20,765,059</u>	<u>\$ (12,624,087)</u>	<u>\$ 218,714,653</u>

Depreciation expense was charged to the enterprise funds as follows:

Water operating	\$ 3,594,392
Sewer operating	1,993,475
Refuse operating	354,425
Building operating	60,936
Total depreciation expense	<u>\$ 6,003,228</u>

**NOTE 8 - COMPENSATED ABSENCES**

The criteria for determining vacation and sick leave components are derived from negotiated agreements, City ordinances and State laws. Employees earn two to six weeks of vacation per year, depending upon length of service. Ten to fifteen days of vacation may be carried forward into the next year.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 8 - COMPENSATED ABSENCES - (Continued)**

Employees may bank up to 75 days earned vacation time toward retirement, payable at retirement or termination. No more than 15 days of earned vacation may be banked in any one-year in minimum increments of five days. In March 2003, the City eliminated banked vacation for individuals in management and non-bargaining classifications. In lieu of, or in addition to banking vacation, an employee may request to receive cash payment for unused vacation of no more than 10 days per year in minimum increments of five days calculated at 90 percent of the current rate of pay. Employees in their 28<sup>th</sup> year or later, can be paid for up to 20 days at 90% or elect to receive cash payments in exchange for one to five weeks of their banked vacation time in units of one week, once per year for a single three consecutive year period. The employee may cash one to five weeks of banked vacation in each of three consecutive years. Employees must declare their desire to receive cash payment for banked vacation no later than November 1 of each year. Payment shall be made on the first regular pay day in December of each year. Employees must declare their desire to receive payment for the 90% no later than October 1<sup>st</sup> of each year. Payment shall be made on the first regular pay day in November of each year. Approval of the 90% cash payment is within the sole discretion of the appointing authority.

Employees earn sick leave at the rate 4.6 hours per 80 hours worked. Sick leave accumulation is unlimited. Upon retirement or death, an employee can be paid 100 percent to a maximum of 150 days (175 for those employees of bargaining unit 3449/2937 and retiring in their 30<sup>th</sup> year) or 1,200 hours of accumulated, unused sick leave. Firefighters and police can be paid 100 percent to a maximum of 188.5 days or 1,500 hours. After that hours are paid on a percentage based on the employees' years of service.

In 2004, the City established a compensated absence claim fund for the purpose of depositing sick expense premiums from the employees' labor fund distribution to pay both current and previous unfunded compensated absences. The expense associated with current and future obligations is being charged as a direct claim against the compensated absences claim fund. The premium supporting the fund is included in the personal service charge for each fund. Prior to 2009, and the collapse of the City of Canton operational income, the premium was equal to 125% of the total cost of the sick leave accrued on biweekly payrolls. In an attempt to maintain an adequate workforce in light of this revenue decline, the premium was reduced to 105% of the total cost of the sick leave accrued on a biweekly payroll for 2009 and 2010. The premium reset to 125% effective January 1, 2011 and remained unchanged for 2012, 2013, 2014 and 2015. In 2016 the premium was reduced to 105%. The premium reset to 125% for 2017 and continued at that rate during 2020.

**NOTE 9 - LONG-TERM OBLIGATIONS**

**State Infrastructure Bank (SIB) Loans and Other Loans**

The City has annual debt requirements for the following loans, all related to governmental activities.

A SIB loan was entered into in 2014 for the 12<sup>th</sup> Street North Corridor Safety project. The interest rate for this loan is 3%. The original issue amount of the SIB loan was \$227,046 with a scheduled maturity in 2024.

The SIB loan was a direct placement with terms negotiated directly with the investor and were not offered for public sale.

**CITY OF CANTON  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

The annual debt service requirements to maturity for the 2014 SIB loan is as follows:

Year Ending December 31	<b>2014 State Infrastructure Bank Loan</b>	
	Governmental Activities	
	Principal	Interest
2021	\$ 370,695	\$ 37,656
2022	381,899	26,452
2023	393,442	14,909
2024	201,159	3,017
Total	\$ 1,347,195	\$ 82,034

**Ohio Public Works Commission (OPWC) Loans**

The City entered into various loan agreements with the OPWC for the purpose of improving the water pollution control system, improving storm sewer operations and installing water lines. These are interest free loans. The City has pledged future revenues, net of certain operating expenses, in the water operating fund and sewer operating fund to repay the loans reported in the water and sewer operating activities. The debt is payable from net revenues and is payable through 2044. Annual principal payments on the debt issues are expected to require 1.38 percent of net revenues for water and 0.084 percent of net revenues for sewer. The total principal remaining to be paid on the debt is \$3,567,801 for water and \$30,354 for sewer. Principal paid for the current year and total net revenues were \$163,720 and \$11,871,514, respectively, for water and \$4,231 and \$5,024,715, respectively, for sewer.

During 2020, the City received OPWC loans proceeds for the following projects: Ridgewood Phase 1 Part 1, Mahoning Road Improvement Phase 2, Citywide Traffic Signal Upgrade, 44<sup>th</sup> St Waterline Improvements, Sugar Creek Water Treatment Plant, and the 33<sup>rd</sup> St Watermain Replacement projects.

The Mahoning Road Corridor loan, 30<sup>th</sup> Street Resurfacing loan, Mahoning Road Phase 2 loan, the Citywide Traffic Signal Upgrade loan, the 47<sup>th</sup> St/Packard Ave Northwest Storm Sewer loan, and the 44<sup>th</sup> St Waterline Improvements loan are not included in the schedule of annual debt service requirements to maturity below as the loans are not closed as of December 31, 2020 and a final amortization schedule is not available.

OPWC loans are direct borrowings that have terms negotiated directly between the City and the OPWC and are not offered for public sale. 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.

**CITY OF CANTON  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

The following is a list of outstanding debt with the OPWC:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Original Amount</u>
Governmental activities, Market Avenue North sewer replacement	0.00%	\$ 300,000
Governmental activities, 30th Street N.E. storm sewer improvement	0.00%	494,000
Governmental activities, 55th Street N.E. storm sewer improvement	0.00%	413,000
Governmental activities, 37th Street Project (street portion)	0.00%	110,457
Governmental activities, Overbrook NW Storm Sewer	0.00%	60,899
Governmental activities, 38th Street waterline roadway replacement	0.00%	542,104
Governmental activities, Mahoning Road corridor	0.00%	900,000 *
Governmental activities, 30th Street Resurfacing	0.00%	765,000 *
Governmental activities, Mahoning Road Improvement Phase 2	0.00%	900,000 *
Governmental activities, 47th Street Northwest Storm Sewer Repair	0.00%	99,383
Governmental activities, Citywide Traffic Signal Upgrade	0.00%	263,628 *
Governmental activities, 47th Street/Packard Ave Northwest Storm Sewer	0.00%	358,708 *
Governmental activities, Ridgewood Pase 1 Part 2	0.00%	482,625
Business-type activities, Harrisburg waterline	0.00%	63,102
Business-type activities, Harmont Avenue pump station	0.00%	107,900
Business-type activities, 37th Street Project (water and sewer portions)	0.00%	264,866
Business-type activities, Avondale water main replacement	0.00%	136,567
Business-type activities, Avondale water main replacement Phase 2	0.00%	94,734
Business-type activities, Ridgewood Phase 1 Part 1	0.00%	524,152
Business-type activities, Sugar Creek Water Treatment Plant	0.00%	750,000
Business-type activities, Westmoreland water main	0.00%	600,000
Business-type activities, 44th St Waterline Improvements	0.00%	225,923 *
Business-type activities, 33rd St Watermain Replacement	0.00%	283,073
Business-type activities, 53rd Street water storage reservoir repair	0.00%	182,739
Business-type activities, Faircrest Street waterline extension	0.00%	1,017,576
		<u>\$ 9,940,436</u>

\* Total permissible borrowings under the loan agreement.

Annual debt service requirements to maturity for OPWC loans are as follows:

**Ohio Public Works Commission Loans**

Year Ending December 31	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ 158,912	\$ -	\$ 335,901	\$ -
2022	158,912	-	335,900	-
2023	158,912	-	326,893	-
2024	158,912	-	324,195	-
2025	158,912	-	324,195	-
2026 - 2030	603,294	-	1,111,299	-
2031 - 2035	253,692	-	486,788	-
2036 - 2040	94,797	-	198,678	-
2041 - 2044	55,065	-	-	-
Total	<u>\$ 1,801,408</u>	<u>\$ -</u>	<u>\$ 3,443,849</u>	<u>\$ -</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

As stated above, for the business-type activities, the schedule above does not include the 44<sup>th</sup> St Waterline Improvements as this loan is not closed as of December 31, 2020 and a final amortization schedule is not available. For the governmental activities, the schedule above does not include the Mahoning Road Corridor loan, the Mahoning Road Improvement Phase 2 loan, Citywide Traffic Signal Upgrade loan, 47<sup>th</sup> Street/Packard Ave Northwest Storm Sewer loan, and 30<sup>th</sup> Street resurfacing loans as these loans are not closed as of December 31, 2020 and a final amortization schedule is not available.

**Ohio Water Development Authority (OWDA) Loans**

The City entered into various loan agreements with the OWDA for the purpose of improving and expanding both the water and the water pollution control operations. The City has pledged future revenues, net of certain operating expenses, to repay these loans in the water operating fund and sewer operating fund. The debt is payable from net revenues and is payable through 2035. Annual principal and interest payments on the debt issues are expected to require 21.40 percent of net revenues for water and 111.68 percent of net revenues for sewer. The total principal and interest remaining to be paid on the debt is \$26,092,448 for water and \$0 for sewer not including open loans. Principal and interest paid for the current year and total net revenues were \$2,540,774 and \$11,871,514, respectively, for water and \$5,611,801 and \$5,024,715, respectively, for sewer.

The City has entered into an agreement with the City of North Canton and the Stark County Board of Commissioners whereby, these entities will reimburse the City for a portion of its Sewer OWDA debt service payments based upon assigned percentage of design capacity of thirty-nine million gallons per day in the advanced secondary treatment facilities (known as the Water Reclamation Facility). The agreement is amended as design capacity needs change for the parties involved. For 2013, the assigned percentages were 50.85% for the City, 47.00% for Stark County and 2.15% for the City of North Canton. In accordance with the agreement, reimbursements to the City will not be due more often than the City's repayments under the OWDA loan debt service schedules. The City is obligated to make all debt service payments on the OWDA loans and subsequently bills the City of North Canton and Stark County for their assigned percentage of Sewer OWDA loans debt service as stipulated in the agreements.

OWDA loans are direct borrowings that have terms negotiated directly between the City and the OWDA and are not offered for public sale. 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, or late charges associated with the default.

The City has both closed and open OWDA loans at December 31, 2020. The closed loans are those that OWDA has made the final disbursements and the City has final amortization schedules for the future debt payments. The following is the City's closed OWDA loans:

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

<u>Purpose</u>	<u>Interest Rates</u>	<u>Original Amount</u>
Governmental activities, Harmont Avenue NE improvement	3.25%	\$ 60,100
Business-type activities, Plain Township waterline extension (55th St)	4.74%	1,653,459
Business-type activities, Lake Local Schools waterline	4.64%	1,980,974
Business-type activities, Osnaburg water main extension	3.62%	1,402,001
Business-type activities, Sugarcreek water plant improvement	3.25%	3,365,682
Business-type activities, South Cleveland Avenue Waterline Ext.	3.25%	37,677
Business-type activities, NW water plant improvement	3.52%	7,094,093
Business-type activities, NE water plant improvement	5.39%	14,903,080
Business-type activities, water pollution system	2.64%	14,230,181
Business-type activities, new water meters	3.33%	9,414,052
Business-type activities, discharge line (J.L.)	3.81%	835,606
		<u>\$ 54,976,905</u>

During 2020, the phosphorus/nitrogen removal project (sewer fund), the South Waterline Extension Phase 1 project (water fund), the Sugarcreek water treatment plant design project (water fund), and the Cromer reservoir improvement project (water fund) received OWDA loan proceeds. As of the end of the audit period, the final amount borrowed for these loans had not been determined and no final reconciliation has been completed by OWDA. Due to these issues, no payment schedules were available for either of these loans as well as the WRF phosphorus - MBR equipment project (sewer fund). Consequently, these loans were not included in the yearly schedule shown above nor were they used in calculating the amount due within one year in the schedule that follows. These loans are considered open since final disbursements have not been made. The total amount borrowed and the total permissible borrowing under the loan agreements are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount Borrowed as of 12/31/20</u>	<u>Total Permissible Borrowings</u>
Business-type activities, WRF phosphorus/nitrogen removal project	3.38%	\$ 54,314,582	\$ 54,383,258
Business-type activities, WRF phosphorus project - MBR equipment	3.39%	27,389,888	30,234,835
Business-type activities, South Waterline extension project	0.00%	1,383,279	1,535,245
Business-type activities, Sugarcreek water treatment plant design project	0.00%	290,008	2,679,345
Business-type activities, Cromer reservoir improvement construction project	0.00%	9,450	259,109
		<u>\$ 83,387,207</u>	<u>\$ 89,091,792</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

Annual debt service requirements to maturity for closed OWDA loans are as follows:

**Ohio Water Development Authority Loans**

Year Ending December 31	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2021	\$ 2,773	\$ 889	\$ 1,945,444	\$ 603,206
2022	2,864	805	1,942,680	546,511
2023	2,958	719	1,767,059	493,285
2024	3,055	629	1,803,910	444,269
2025	3,155	537	1,857,964	393,703
2026 - 2030	15,527	1,190	8,864,514	1,190,449
2031 - 2035	-	-	3,971,844	267,609
Total	<u>\$ 30,332</u>	<u>\$ 4,769</u>	<u>\$ 22,153,415</u>	<u>\$ 3,939,032</u>

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**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

Changes in long-term obligations of the City during the year ended December 31, 2020 were as follows.

	Outstanding 12/31/19	Additions	Reductions	Outstanding 12/31/20	Due Within One Year
<i>Business-type activities</i>					
OPWC loans (direct borrowing):					
Water operations:					
2012 Harrisburg waterline 0%	\$ 15,776	\$ -	\$ (3,155)	\$ 12,621	\$ 6,310
2014 37th Street waterline project 0%	140,522	-	(11,710)	128,812	23,420
2016 Westmoreland Water Main	525,000	-	(37,500)	487,500	75,000
2016 53rd St Water Storage Reservoir Repair	161,240	-	(10,749)	150,491	21,499
2017 Avondale Water Main Replacement	129,739	-	(6,828)	122,911	13,657
2015 Faircrest Street waterline extension 0%	957,718	-	(29,929)	927,789	59,858
2018 Sugar Creek Water treatment plant 0%	616,332	133,666	(18,750)	731,248	37,500
2019 Ridgewood Phase 1 Part 1 0%	458,485	65,667	(26,208)	497,944	52,415
2019 Avondale Water Main Replacement 2 0%	89,997	-	(4,737)	85,260	9,474
2020 44th St Waterline improvements 0%	-	154,306	-	154,306	-
2020 33rd St Watermain replacement 0%	-	283,073	(14,154)	268,919	28,307
Sewer operations:					
2014 37th Street sewerline project 0%	18,400	-	(1,533)	16,867	3,066
2003 Harmont pump station 0%	16,185	-	(2,698)	13,487	5,395
<b>Total OPWC loans</b>	<b>3,129,394</b>	<b>636,712</b>	<b>(167,951)</b>	<b>3,598,155</b>	<b>335,901</b>
OWDA loans (direct borrowing):					
Water operations:					
2001 Plain Township waterline extension (55th St) 4.74%	300,470	-	(115,983)	184,487	121,546
2002 Lake School waterline 4.64%	424,147	-	(134,949)	289,198	141,284
2007 Osnaburg water main extension 3.62%	648,037	-	(76,668)	571,369	79,468
2007 SC water plant improvements 3.25%	1,547,413	-	(160,821)	1,386,592	166,091
2008 NW water plant improvements 3.52%	3,226,996	-	(274,426)	2,952,570	284,171
2009 NE water plant improvements 5.39%	9,283,682	-	(671,510)	8,612,172	688,448
2013 water meter planning and design 3.33%	7,993,318	-	(385,491)	7,607,827	398,434
2017 South Cleveland Avenue Waterline Ext	37,677	-	(10,765)	26,912	10,765
2018 S Cleveland Ave Waterline Construction	504,325	-	(32,811)	471,514	34,927
2019 South Waterline Ext 0.00%	71,083	-	(20,309)	50,774	20,310
2019 South Waterline Ext Phase 1 0.00%	20,450	1,362,829	-	1,383,279	-
2020 Sugarcreek WTP Design 0%	-	290,008	-	290,008	-
2020 Cromer reservoir improvements 0%	-	9,450	-	9,450	-
Sewer operations:					
2010 WRF phosphorus/nitrogen removal project 3.38%	48,101,412	188,853	(2,146,530)	46,143,735	3,565,687
2014 WRF phosphorus - MBR equipment 3.39%	23,976,213	-	(1,216,566)	22,759,647	2,021,367
<b>Total OWDA loans</b>	<b>96,135,223</b>	<b>1,851,140</b>	<b>(5,246,829)</b>	<b>92,739,534</b>	<b>7,532,498</b>
Net pension liability	22,860,096	-	(5,829,164)	17,030,932	-
Net OPEB liability	10,828,910	1,025,309	-	11,854,219	-
Compensated absences	1,439,555	241,748	(197,775)	1,483,528	340,117
<b>Total business-type activities</b>	<b>\$ 134,393,178</b>	<b>\$ 3,754,909</b>	<b>\$ (11,441,719)</b>	<b>\$ 126,706,368</b>	<b>\$ 8,208,516</b>



**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

	Outstanding 12/31/19	Additions	Reductions	Outstanding 12/31/20	Due Within One Year
<i>Governmental activities</i>					
2014 SIB loan 3.0% (direct borrowing)	\$ 1,707,014	\$ -	\$ (359,819)	\$ 1,347,195	370,695
OWDA loan (direct borrowing):					
2010 Harmont Avenue sewer extension 3.25%	33,017	-	(2,685)	30,332	2,773
OPWC loans (direct borrowing):					
2014 55th Street NE storm sewer 0%	337,282	-	(6,883)	330,399	13,767
2015 Mahoning Road Corridor	437,316	-	-	437,316	-
2016 30th Street Resurfacing 0%	383,522	-	-	383,522	-
2004 Market Avenue sewer 0%	82,500	-	(7,500)	75,000	15,000
2014 37th Street road project	66,273	-	(5,523)	60,750	11,046
2017 Overbrook NW Storm Sewer	53,287	-	(1,522)	51,765	3,045
2017 38th Street Waterline roadway replacement project	514,999	-	(27,105)	487,894	54,210
2019 Mahoning Road Improvement Ph 2	521,001	173,181	-	694,182	-
2019 47th St NW Storm Sewer	96,898	-	(2,485)	94,413	4,969
2019 Citywide Traffic Signal Upgrades	138,367	2,473	-	140,840	-
2019 47th St/Packard Ave Storm Sewer	236,500	-	-	236,500	-
2019 Ridgewood Phase 1 Part 2	482,625	-	(16,088)	466,537	32,175
2009 30th Street NE storm sewer 0%	247,000	-	(12,350)	234,650	24,700
Total OPWC loans	<u>3,597,570</u>	<u>175,654</u>	<u>(79,456)</u>	<u>3,693,768</u>	<u>158,912</u>
Compensated absences	6,559,851	1,930,609	(1,890,043)	6,600,417	1,446,184
Note payable (direct borrowing)	5,025,000	4,725,000	(5,025,000)	4,725,000	4,725,000
Net pension liability	105,508,427	-	(23,193,125)	82,315,302	-
Net OPEB liability	23,670,289	1,049,332	-	24,719,621	-
Capital leases	1,402,920	1,731,522	(532,752)	2,601,690	946,028
<i>Total governmental activities</i>	<u>147,504,088</u>	<u>9,612,117</u>	<u>(31,082,880)</u>	<u>126,033,325</u>	<u>7,649,592</u>
Totals	<u>\$ 281,897,266</u>	<u>\$ 13,367,026</u>	<u>\$ (42,524,599)</u>	<u>\$ 252,739,693</u>	<u>\$ 15,858,108</u>

The above schedule of long-term obligations differs from liabilities reported on the government-wide statement of net position as a result of the compensated absences payable associated with the business-type activities being included with the long-term liabilities of the governmental activities. The compensated absences claim internal service fund is responsible for the payment of both the governmental and business-type compensated absences liabilities. Since governmental activities are the primary user of the internal service funds, GAAP requires that the long-term liabilities of the internal service fund be reported among the governmental activities.

A reconciliation of the schedule of long-term obligations to the statement of net position at December 31, 2020 were as follows:

	Governmental Activities	Business-Type Activities	Total
Long-term obligations per schedule above	\$ 126,033,325	\$ 126,706,368	\$ 252,739,693
Consolidation of compensated absences claim internal service fund into governmental activities	<u>1,483,528</u>	<u>(1,483,528)</u>	<u>-</u>
Long-term liabilities on government-wide statement of net position	<u>\$ 127,516,853</u>	<u>\$ 125,222,840</u>	<u>\$ 252,739,693</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)**

Of the \$1,483,528 of business-type compensated absences to be paid from the compensated absences claim internal service fund (which is consolidated with the governmental activities on the statement of net position), \$340,117 is due within one year.

**Notes Payable**

On April 21, 2020, the City issued \$3,400,000 of long-term notes payable for the purpose of paying the cost of acquiring, constructing, reconstructing and improving City buildings, including, without limitation, the replacement of the City Hall roof, the Civic Center roof and improvements to other City facilities. The notes bear an interest rate not to exceed 6%. These notes were refinanced on a long-term basis on April 21, 2021 and now have a stated maturity of April 21, 2022.

On April 1, 2020, the City issued a \$1,525,000 Historic Hercules note payable for the purpose of renovating and redeveloping the former Hercules Motor Company facility into market rate residential apartments and related facilities. This note matures on April 1, 2021. Of this total, \$200,000 is considered a short-term note payable (see Note 11) and \$1,325,000 is considered a long-term note payable. The long-term note payable represents the portion of the Historic Hercules note issue that was refinanced subsequent to year-end with a new maturity date greater than one year from the date of the financial statements (see Note 11). The long-term note payable matures April 1, 2021. The long-term notes are backed by the full faith and credit of the City.

The notes were a direct placement with terms negotiated directly with the investor and were not offered for public sale.

**Net Pension Liability and Net OPEB Liability**

The City pays obligations related to employee compensation from the fund benefitting from their services. For the City's governmental activities, any net pension liability would be primarily liquidated by the general fund. See Notes 13 and 14 for further information.

**Capital Lease Obligation**

See Note 10 for further detail on the City's capital lease obligations.

**Legal Debt Margin**

The City's overall legal debt margin was \$91,695,988 and an unvoted debt margin of \$48,074,941 at December 31, 2020.

**NOTE 10 - CAPITAL LEASES**

In 2017, the City entered into a new capital lease agreement for the acquisition of a fire truck. In addition, in 2019, the City entered into capital lease agreements for the acquisition of police sedans, a street sweeper, an ambulance, and a phone system. In 2020, the City entered into capital lease agreements for fire vehicles, police body cameras, and an income tax phone system. These leases meet the criteria of a capital lease which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Capital assets acquired by the leases have been capitalized in the amount of \$4,763,819 in the governmental activities, which represents the present value of the future minimum lease payments at the time of acquisition. Accumulated depreciation as of December 31, 2020 was \$1,357,040, leaving a current book value of \$3,406,779 in the governmental activities.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 10 - CAPITAL LEASES - (Continued)**

A corresponding liability was recorded on the statement of net position. In 2020, principal payments of \$532,752 are reflected as debt service principal retirement in the general fund, capital improvements, and motor vehicle purchase fund. The principal payments are reported as a reduction to the long-term liabilities reported on the statement of net position. The following is a schedule of the future minimum lease payments for all of the City's capital leases and the present value of the minimum lease payments as of December 31, 2020.

<u>Year Ending</u>	<u>Governmental Activities</u>
2021	\$ 1,011,751
2022	606,231
2023	606,230
2024	269,096
2025	<u>269,097</u>
Total minimum lease payments	2,762,405
Less: amount representing interest	<u>(160,715)</u>
Present value of minimum lease payments	<u><u>\$ 2,601,690</u></u>

**NOTE 11 - NOTES PAYABLE**

The following is a summary of short-term note transactions for the year ended December 31, 2020 reflected in the general fund on the fund financial statements and in the governmental activities on the government-wide financial statements:

	<u>Balance 12/31/2019</u>	<u>Issued</u>	<u>Retired</u>	<u>Balance 12/31/2020</u>
Notes Payable:				
Civil Suit Settlement	\$ 900,000	\$ 800,000	\$ (900,000)	\$ 800,000
Historic Hercules Project	175,000	200,000	(175,000)	200,000
Hall of Fame Village Project	<u>4,250,000</u>	<u>3,750,000</u>	<u>(4,250,000)</u>	<u>3,750,000</u>
	<u><u>\$ 5,325,000</u></u>	<u><u>\$ 4,750,000</u></u>	<u><u>\$ (5,325,000)</u></u>	<u><u>\$ 4,750,000</u></u>

The civil suit settlement note was issued on June 24, 2020 and had an outstanding balance of \$800,000 at December 31, 2020. This note was issued to refinance notes previously issued on June 24, 2019 which matured June 24, 2020. The note was issued at an interest rate of 6% and matures on June 24, 2021. The purpose of the issuance was to pay for the settlement of a civil suit in which the City agreed to pay the plaintiff \$1,800,000. This note is an obligation of the fund which is responsible for payment of the settlement.

The Hall of Fame Village project note was issued on December 1, 2020 and had an outstanding balance of \$3,750,000 at December 31, 2020. This note was issued to refinance notes previously issued on December 1, 2019 which matured December 1, 2020. The note was issued at an interest rate of 6% and matures on December 1, 2021. The note was issued in anticipation of a long-term bond financing for improvements to Hall of Fame Village related to economic development.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 11 - NOTES PAYABLE - (Continued)**

On April 1, 2020, the City issued a \$1,525,000 Historic Hercules note payable to refinance notes previously issued on April 1, 2019 which matured April 1, 2020. The original issue was issued for the purpose of renovating and redeveloping the former Hercules Motor Company facility into market rate residential apartments and related facilities. Of this total, \$200,000 is considered a short-term note payable and \$1,325,000 is considered a long-term note payable (see Note 9). The short-term note payable represents the portion of the Historic Hercules note issue that will be retired when the notes are refinanced on April 1, 2021 (see Note 25 for detail). All short-term notes were backed by the full faith and credit of the City and mature within one year. The short-term note liability is reflected in the General Fund, the fund which received the proceeds. The short-term notes were issued in anticipation of long-term bond financing and will be refinanced until such funds are issued.

**NOTE 12 - BUDGETARY BASIS OF ACCOUNTING**

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The statement of revenues, expenditures and changes in fund balances - budget (non-GAAP basis) and actual presented for the general fund and community and economic development fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

1. Revenues and other sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures and other uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than restricted, committed, or assigned fund balance (GAAP).
4. Unreported cash (cash on hand) represents amounts received but not included on the budget basis operating statements. These amounts are included on the GAAP basis operating statement.
5. Proceeds from manuscript debt are an other financing source (budget) as opposed to a balance sheet transaction (GAAP basis).

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**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 12 - BUDGETARY BASIS OF ACCOUNTING - (Continued)**

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund, the community and economic development fund, and the comprehensive plan implementation fund.

**Net Change in Fund Balance**

	General Fund	Community and Economic Development Fund	Comprehensive Plan Implementation
Budget basis	\$ (3,202,052)	\$ (2,982,230)	\$ (9,673,537)
Net adjustment for revenue accruals	(3,489,227)	13,454	91,554
Net adjustment for expenditure accruals	10,432,558	(429,419)	4,295,140
Net adjustment for other financing sources (uses) accruals	(1,094,883)	-	(1,500,000)
Funds budgeted elsewhere	250,329	-	-
Encumbrances	2,062,264	3,210,016	3,316,034
GAAP basis	<u>\$ 4,958,989</u>	<u>\$ (188,179)</u>	<u>\$ (3,470,809)</u>

**NOTE 13 - 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***

Pensions and OPEB are a component of exchange transactions – between an employer and its employees – of salaries and benefits for employee services. Pensions are provided to an employee – on a deferred-payment basis – as part of the total compensation package offered by an employer for employee services each financial period.

The 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/asset calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost-of-living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

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

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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 liability/asset on the accrual basis of accounting. Any liability for the contractually-required pension contribution outstanding at the end of the year is included in due to other governments on both the accrual and modified accrual bases of accounting.

The remainder of this note includes the pension disclosures. See Note 14 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.

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 Comprehensive Annual Financial Report referenced above for additional information, including requirements for reduced and unreduced benefits):

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

<b>Group A</b> Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	<b>Group B</b> 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	<b>Group C</b> Members not in other Groups and members hired on or after January 7, 2013
<b>State and Local</b>	<b>State and Local</b>	<b>State and Local</b>
<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 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 initial amount of a member's pension benefit is vested upon receipt of the initial benefit payment for calculation of an annual cost-of-living adjustment.

When a traditional plan benefit recipient has received benefits for 12 months, current law provides for an annual cost of living adjustment (COLA). This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. Members retiring under the combined plan receive a cost-of-living adjustment on the defined benefit portion of their pension benefit. For those who retired prior to January 7, 2013, the cost of living adjustment is 3 percent. For those retiring 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%.

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.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

	State and Local
<b>2020 Statutory Maximum Contribution Rates</b>	
Employer	14.0 %
Employee *	10.0 %
<b>2020 Actual Contribution Rates</b>	
Employer:	
Pension	14.0 %
Post-employment Health Care Benefits ****	0.0 %
Total Employer	14.0 %
Employee	10.0 %

\* This rate is determined by OPERS' Board and has no maximum rate established by ORC.

\*\*\*\* This employer health care rate is for the traditional and combined plans. The employer contribution for the member-directed plan is 4.00%.

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 \$4,257,109 for 2020. Of this amount, \$180,361 is reported as due to other governments.

***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](http://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.



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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.00% 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 Comprehensive Annual 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.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either 3.00% or the percent increase, if any, in the consumer price index over the 12 month period ending on September 30<sup>th</sup> of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013, is equal to 3.00% of their base pension or disability benefit.

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

	Police	Firefighters
<b>2020 Statutory Maximum Contribution Rates</b>		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
<b>2020 Actual Contribution Rates</b>		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50 %	0.50 %
Total Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$4,633,872 for 2020. Of this amount, \$168,562 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 the OPERS were measured as of December 31, 2019, 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, 2019, and was determined by rolling forward the total pension liability as of January 1, 2019, to December 31, 2019. 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.

**CITY OF CANTON  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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 measurement date	0.20344200%	0.18994400%	0.15296900%	0.89002900%	
Proportion of the net pension liability/asset current measurement date	<u>0.22222000%</u>	<u>0.23851400%</u>	<u>0.18697100%</u>	<u>0.88014160%</u>	
Change in proportionate share	<u>0.01877800%</u>	<u>0.04857000%</u>	<u>0.03400200%</u>	<u>-0.00988740%</u>	
Proportionate share of the net pension liability	\$ 40,055,195	\$ -	\$ -	\$ 59,291,039	\$ 99,346,234
Proportionate share of the net pension asset	-	453,559	6,445	-	460,004
Pension expense	7,050,300	51,963	(3,797)	8,412,633	15,511,099

Of the \$15,511,099 reported as pension expense, \$12,397,247 relates to governmental activities and \$3,113,852 relates to business-type activities.

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS - Traditional	OPERS - Combined	Member- Directed	OP&F	Total
<b>Deferred outflows of resources</b>					
Differences between expected and actual experience	\$ -	\$ -	\$ 21,538	\$ 2,244,358	\$ 2,265,896
Changes of assumptions	2,139,417	46,768	1,044	1,455,441	3,642,670
Changes in employer's proportionate percentage/difference between employer contributions	235,653	-	-	358,425	594,078
Contributions subsequent to the measurement date	4,006,350	140,961	109,798	4,633,872	8,890,981
Total deferred outflows of resources	<u>\$ 6,381,420</u>	<u>\$ 187,729</u>	<u>\$ 132,380</u>	<u>\$ 8,692,096</u>	<u>\$ 15,393,625</u>

**CITY OF CANTON  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
<b>Deferred inflows of resources</b>					
Differences between expected and actual experience	\$ 506,440	\$ 106,479	\$ -	\$ 3,057,881	\$ 3,670,800
Net difference between projected and actual earnings on pension plan investments	7,990,112	58,828	2,026	2,864,234	10,915,200
Changes in employer's proportionate percentage/ difference between employer contributions	995,821	-	-	4,698,241	5,694,062
Total deferred inflows of resources	<u>\$ 9,492,373</u>	<u>\$ 165,307</u>	<u>\$ 2,026</u>	<u>\$ 10,620,356</u>	<u>\$ 20,280,062</u>

\$8,890,981 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, 2021. Of the amount reported as contributions subsequent to the measurement date, \$7,080,916 relates to governmental activities and \$1,810,065 relates to business-type activities.

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

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
Year Ending December 31:					
2021	\$ (1,449,299)	\$ (28,903)	\$ 2,536	\$ (1,906,289)	\$ (3,381,955)
2022	(2,826,272)	(27,799)	2,575	(1,557,830)	(4,409,326)
2023	330,867	(11,397)	3,088	475,924	798,482
2024	(3,172,599)	(32,930)	2,305	(3,117,792)	(6,321,016)
2025	-	(6,142)	2,770	(456,145)	(459,517)
Thereafter	-	(11,368)	7,282	-	(4,086)
Total	<u>\$ (7,117,303)</u>	<u>\$ (118,539)</u>	<u>\$ 20,556</u>	<u>\$ (6,562,132)</u>	<u>\$ (13,777,418)</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.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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, 2019, 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, 2019, are presented below.

Wage inflation	3.25%
Future salary increases, including inflation COLA or ad hoc COLA	3.25% to 10.75% including wage inflation Pre 1/7/2013 retirees: 3.00%, simple Post 1/7/2013 retirees: 1.40%, simple through 2020, then 2.15% simple
Investment rate of return	
Current measurement date	7.20%
Prior measurement date	7.20%
Actuarial cost method	Individual entry age

In October 2019, the OPERS Board adopted a change in COLA for Post-January 7, 2013 retirees, changing it from 3.00% simple through 2018 then 2.15% simple to 1.40% simple through 2020 the 2.15% simple.

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

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

During 2019, 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 17.20% for 2019.

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**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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, 2019, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed income	25.00 %	1.83 %
Domestic equities	19.00	5.75
Real estate	10.00	5.20
Private equity	12.00	10.70
International equities	21.00	7.66
Other investments	13.00	4.98
Total	<u>100.00 %</u>	<u>5.61 %</u>

**Discount Rate** - The discount rate used to measure the total pension liability/asset was 7.20%, 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, 2019 was 7.20%. 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 proportionate share of the net pension liability/asset calculated using the current period discount rate assumption of 7.20%, as well as what the proportionate share of the net pension liability/asset would be if it were calculated using a discount rate that is one-percentage-point lower (6.20%) or one-percentage-point higher (8.20%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
City's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 66,063,978	\$ 40,055,195	\$ 16,674,062
Combined Plan	(274,062)	(453,559)	(582,925)
Member-Directed Plan	(3,410)	(6,445)	(8,525)

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**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

***Actuarial Assumptions - OP&F***

OP&F's total pension liability as of December 31, 2019, is based on the results of an actuarial valuation date of January 1, 2019, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2019, are presented below.

Valuation date	1/1/19 with actuarial liabilities rolled forward to 12/31/19
Actuarial cost method	Entry age normal
Investment rate of return	8.00%
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	3.00% simple; 2.20% simple for increases based on the lesser of the increase in CPI and 3.00%

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

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

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

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

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

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**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy and Guidelines. 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 average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2019 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return **</u>
Cash and Cash Equivalents	- %	1.00 %
Domestic Equity	16.00	5.40
Non-US Equity	16.00	5.80
Private Markets	8.00	8.00
Core Fixed Income *	23.00	2.70
High Yield Fixed Income	7.00	4.70
Private Credit	5.00	5.50
U.S. Inflation		
Linked Bonds *	17.00	2.50
Master Limited Partnerships	8.00	6.60
Real Assets	8.00	7.40
Private Real Estate	12.00	6.40
Total	<u>120.00 %</u>	

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 the relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.20 times due to the application of leverage in certain fixed income asset classes.

**Discount Rate** - The total pension liability was calculated using the discount rate of 8.00%. 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 8.00%. 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.

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**NOTE 13 - DEFINED BENEFIT PENSION PLANS - (Continued)**

*Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate* - Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.00%, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.00%), or one percentage point higher (9.00%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
City's proportionate share of the net pension liability	\$ 82,175,319	\$ 59,291,039	\$ 40,150,608

**NOTE 14 - DEFINED BENEFIT OPEB PLANS**

*Net OPEB Liability*

See Note 13 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, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the traditional pension and the combined plans. This trust is also used to fund health care for member-directed plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' Comprehensive Annual Financial Report referenced below for additional information.

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

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

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



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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2020, 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. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care was 0.00% for the Traditional and Combined plans. 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 2020 was 4.00%.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$43,919 for 2020. Of this amount, \$1,861 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.

A retiree is eligible for the OP&F health care stipend unless they have access to any other group coverage including employer and retirement coverage. The eligibility of spouses and dependent children could increase the stipend amount. If the spouse or dependents have access to any other group coverage including employer or retirement coverage, they are not eligible for stipend support from OP&F. Even if an OP&F member or their dependents are not eligible for a stipend, they can use the services of the third-party administrator to select and enroll in a plan. The stipend provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental Accounting Standards Board (GASB) Statement No. 75.

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

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. The report may be obtained by visiting the OP&F website at [www.op-f.org](http://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.

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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2020, 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 \$109,815 for 2020. Of this amount, \$3,995 is reported as 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, 2018, rolled forward to the measurement date of December 31, 2019, 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, 2019, and was determined by rolling forward the total OPEB liability as of January 1, 2019, to December 31, 2019. 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	0.20244600%	0.89002900%	
Proportion of the net OPEB liability current measurement date	<u>0.22133700%</u>	<u>0.88014160%</u>	
Change in proportionate share	<u>0.01889100%</u>	<u>-0.00988740%</u>	
Proportionate share of the net OPEB liability	\$ 27,880,039	\$ 8,693,801	\$ 36,573,840
OPEB expense	\$ 3,140,179	\$ 778,718	\$ 3,918,897

Of the \$3,918,897 reported as OPEB expense, \$2,504,904 relates to governmental activities and \$1,413,993 relates to business-type activities.

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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
<b>Deferred outflows of resources</b>			
Differences between expected and actual experience	\$ 746	\$ -	\$ 746
Changes of assumptions	4,413,113	5,082,732	9,495,845
Changes in employer's proportionate percentage/difference between employer contributions	214,878	273,121	487,999
Contributions subsequent to the measurement date	43,919	109,815	153,734
Total deferred outflows of resources	<u>\$ 4,672,656</u>	<u>\$ 5,465,668</u>	<u>\$ 10,138,324</u>
	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
<b>Deferred inflows of resources</b>			
Differences between expected and actual experience	\$ 2,549,759	\$ 934,934	\$ 3,484,693
Net difference between projected and actual earnings on OPEB plan investments	1,419,646	400,056	1,819,702
Changes of assumptions	-	1,852,780	1,852,780
Changes in employer's proportionate percentage/difference between employer contributions	444,448	818,516	1,262,964
Total deferred inflows of resources	<u>\$ 4,413,853</u>	<u>\$ 4,006,286</u>	<u>\$ 8,420,139</u>

\$153,734 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, 2021.

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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

Year Ending December 31:	OPERS	OP&F	Total
2021	\$ 551,448	\$ 232,011	\$ 783,459
2022	268,939	232,013	500,952
2023	1,127	314,074	315,201
2024	(606,630)	184,698	(421,932)
2025	-	223,744	223,744
Thereafter	-	163,027	163,027
<b>Total</b>	<b>\$ 214,884</b>	<b>\$ 1,349,567</b>	<b>\$ 1,564,451</b>

***Actuarial Assumptions - OPERS***

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

Projections of health care costs for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2018, rolled forward to the measurement date of December 31, 2019. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	3.25%
Projected Salary Increases, including inflation	3.25 to 10.75% including wage inflation
Single Discount Rate:	
Current measurement date	3.16%
Prior Measurement date	3.96%
Investment Rate of Return	
Current measurement date	6.00%
Prior Measurement date	6.00%
Municipal Bond Rate	
Current measurement date	2.75%
Prior Measurement date	3.71%
Health Care Cost Trend Rate	
Current measurement date	10.50% initial, 3.50% ultimate in 2030
Prior Measurement date	7.50%, initial 3.25%, ultimate in 2029
Actuarial Cost Method	Individual Entry Age Normal

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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

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

The 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.

During 2019, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, if any contribution are made into the plans, the contributions are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made. Health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio was 19.70% for 2019.

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.

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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

For each major asset class that is included in the Health Care's portfolio's target asset allocation as of December 31, 2019, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	36.00 %	1.53 %
Domestic Equities	21.00	5.75
Real Estate Investment Trust	6.00	5.69
International Equities	23.00	7.66
Other investments	14.00	4.90
Total	100.00 %	4.55 %

**Discount Rate** - A single discount rate of 3.16% was used to measure the OPEB liability on the measurement date of December 31, 2019. A single discount rate of 3.96% was used to measure the OPEB liability on the measurement date of December 31, 2018. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00% and a municipal bond rate of 2.75%. 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 2034. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2034, and the municipal bond rate was applied to all health care costs after that date.

**Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate** - The following table presents the proportionate share of the net OPEB liability calculated using the single discount rate of 3.16%, 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 (2.16%) or one-percentage-point higher (4.16%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
City's proportionate share of the net OPEB liability	\$ 36,485,503	\$ 27,880,039	\$ 20,989,862

**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.

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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2020 is 10.50%. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50% in the most recent valuation.

	1% Decrease	Current Health Care Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB liability	\$ 27,057,323	\$ 27,880,039	\$ 28,692,267

***Changes between Measurement Date and Reporting Date***

On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and pre-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 pre-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are not reflected in the current year financial statements but are expected to decrease the associated OPEB liability.

***Actuarial Assumptions - OP&F***

OP&F's total OPEB liability as of December 31, 2019, is based on the results of an actuarial valuation date of January 1, 2019, 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.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

Valuation Date	January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.00%
Projected Salary Increases	3.75% to 10.50%
Payroll Growth	3.25%
Single discount rate:	
Current measurement date	3.56%
Prior measurement date	4.66%
Cost of Living Adjustments	3.00% simple; 2.20% simple for increases based on the lesser of the increase in CPI and 3.00%

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

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

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

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

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

The 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.



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FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 14 - 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, 2019, are summarized below:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return **
Cash and Cash Equivalents	- %	1.00 %
Domestic Equity	16.00	5.40
Non-US Equity	16.00	5.80
Private Markets	8.00	8.00
Core Fixed Income *	23.00	2.70
High Yield Fixed Income	7.00	4.70
Private Credit	5.00	5.50
U.S. Inflation		
Linked Bonds *	17.00	2.50
Master Limited Partnerships	8.00	6.60
Real Assets	8.00	7.40
Private Real Estate	12.00	6.40
Total	<u>120.00 %</u>	

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 1.20 times due to the application of leverage in certain fixed income asset classes.

**Discount Rate** - For 2019, the total OPEB liability was calculated using the discount rate of 3.56%. For 2018, the total OPEB liability was calculated using the discount rate of 4.66%. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 8.00%. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.75% at December 31, 2019 and 4.13% at December 31, 2018, was blended with the long-term rate of 8.00%, which resulted in a blended discount rate of 3.56% for 2019 and 4.66% for 2018. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2034. The long-term expected rate of return on health care investments was applied to projected costs through 2034, and the municipal bond rate was applied to all health care costs after that date.

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**NOTE 14 - DEFINED BENEFIT OPEB PLANS - (Continued)**

*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 3.56%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.56%), or one percentage point higher (4.56%) than the current rate.

	1% Decrease	Current Discount Rate	1% Increase
City's proportionate share of the net OPEB liability	\$ 10,779,753	\$ 8,693,801	\$ 6,960,521

*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 15 - JOINT VENTURES**

**Canton Tomorrow, Inc.**

The City participates in Canton Tomorrow, Inc., formed under Chapter 1702 of the Ohio Revised Code. Of the 26 member board, the City appoints three members. The degree of control exercised by any participating government is limited to its representation on the board. Canton Tomorrow, Inc., was formed to serve as a catalyst to bring together the vision, initiative and action necessary for the continuing revitalization of the City. Continued existence of Canton Tomorrow, Inc. is dependent on the City's continued participation, despite its minimal contribution to the overall budget; however, the City does not have an equity interest in Canton Tomorrow, Inc. (Agency). The Agency is not accumulating significant financial resources or experiencing fiscal stress, which would cause additional financial benefit or burden to the City. Canton Tomorrow Inc.'s funding comes from a grant given by the City through the Canton Community Improvement Corporation to the Canton Regional Chamber of Commerce. In 2020, the grant was for \$193,870. The Chamber of Commerce is responsible for dividing it up amongst its various agencies like Canton Tomorrow, Inc. Complete financial statements can be obtained from Canton Tomorrow, Inc.

**Downtown Canton Special Improvement District**

The City participates in the Downtown Canton Special Improvement District (District), formed under Chapter 1710 of the Ohio Revised Code. Of the 13-member board, the City appoints two members. The degree of control exercised by any participating government is limited to its representation on the board. The District was created for the purpose of developing and implementing plans for public improvements and public services. Continued existence of the District is dependent on the City's continued participation; however, the City does not have an equity interest in the District. In 2020, the City contributed \$183,223 to the District, which represents 100 percent of total contributions. Complete financial statements can be obtained from the Downtown Canton Special Improvement District.

**CITY OF CANTON  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS**

**Stark Area Regional Transit Authority**

The City participates in the Stark Area Regional Transit Authority (Authority), which is a jointly governed organization between Stark County and the cities of Canton, Massillon and Alliance. A nine-member board of trustees oversees the operation of the Authority whose purpose is to provide a low cost mass transportation system for Stark County. The City appoints three of the nine members. Each member's control over the operation of the Authority is limited to its representation on the Board. The Board exercises total authority for the day-to-day operations of the Authority, which include budgeting, appropriating, contracting and designating management. The City has no financial responsibility for any of the Authority's liabilities. The City made no monetary contributions to assist in the operational expenses of the Authority during 2020. Complete financial statements may be obtained from the Stark Area Regional Transit Authority.

**Stark Council of Governments**

The Stark Council of Governments (SCOG) is a jointly governed organization. SCOG is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. Currently, SCOG's functions include the funding and operation of the Stark County Metropolitan Narcotics Unit and the Canton Crime Lab. SCOG is governed by the membership, including Stark County, and other cities and villages and townships. The membership elects a nine-member executive committee. Based on recommendations of the executive committee, the membership approves its own budget, appoints personnel and performs accounting and finance related activities. Continued existence of the agency is dependent on the City's continued participation; however, the City does not have an equity interest in the agency. The agency is not accumulating significant financial resources or experiencing fiscal stress, which would cause additional financial benefit or burden to the City. The City contributed \$459,165 from the general fund for 2020 for the operation of SCOG. Complete financial statements may be obtained from the Stark Council of Governments.

**Stark County Regional Planning Commission**

The City participates in the Stark County Regional Planning Commission (Commission), which is a statutorily created political subdivision of the State. The commission is jointly governed among Stark County, and other cities, villages, and townships. Of the 88-member board, the City appoints 5 members.

The degree of control exercised by any participating government is limited to its representation on the board. The principal aim of the Commission is to provide comprehensive planning, both long and short-term range, dealing with the economic and physical environment of Stark County. The board exercises total authority for the day-to-day operations of the Commission. These include budgeting, appropriating, contracting, and designating management. The City has no financial responsibility for any of the Commission's liabilities. In 2020, the City contributed \$5,000 to the Commission. Complete financial statements can be obtained from the Stark County Regional Planning Commission, Stark County, Ohio.

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS**

The component unit column in the government-wide financial statements identifies the financial data of the City's component units, the Canton Community Improvement Corporation (CCIC) and the Canton City Health District (District). They are reported separately to emphasize that they are legally separate from the City. A summary of the CCIC and District's more significant accounting policies and activities are disclosed below.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

**A. Canton Community Improvement Corporation**

The CCIC is a legally separate, not-for-profit, community improvement corporation, as authorized under Chapter 1724 of the Ohio Revised Code. The seven-member board is comprised of the following; the City's Mayor, three appointed or elected officials, chosen by the Mayor, and three recommended by the Mayor and approved by the other three board members. The CCIC was organized for the purpose of advancing, encouraging, and promoting the industrial, economic, and commercial and civic development of the community. The City's Community and Economic Development Department, as authorized by City Council, provides an annual grant to pay for all operational costs associated with the CCIC. Complete financial statements can be obtained from the Canton Community Improvement Corporation.

**Summary of Significant Accounting Policies**

The financial statements of CCIC have been prepared using the accrual basis of accounting 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 reporting principles.

*Community Development Loans* - CCIC issues loans to various businesses for the purpose of assisting the establishment of a new business enterprise in the City of Canton and/or continuing or expanding existing business activity.

*Real Estate Held for Development* - Real Estate Held for Development represents property donated or transferred to CCIC by the City to be used in future economic development projects as well as land currently being utilized for an economic development project. The property held for development is reported at cost and depreciation is not recognized. The balance is reported as a non-current asset, as the CIC does not intend to distribute the property in the subsequent year.

*Contributions* - During 2020, the CCIC received \$150,000 from the City. The funds received provide economic development loans and facade improvement grants, as well as administrative expenses of CCIC.

*Federal Income Tax* - CCIC is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

*Net Position* - Net position represents the difference between assets and liabilities on the statement of net position. Investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt used to build or acquire the capital assets. Net position is reported as restricted in the combined financial statements when there are limitations imposed on its use through external restrictions imposed by creditors, grantors, laws or regulations. There was no restricted balance for economic development as of December 31, 2020.

*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.

**Cash and Investments**

At December 31, 2020, the carrying amount of the CCIC's deposits was \$122,784. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of December 31, 2020, the entire bank balance of \$125,493 was covered by the Federal Deposit Insurance Corporation. There are no significant statutory restrictions regarding the deposits and investments of funds held by the not-for-profit corporation.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

At December 31, 2020, CCIC had no investments.

**Real Estate Held for Development**

Real Estate Held for Development activity year ended December 31, 2020 was as follows:

	Balance 12/31/19	Addition	Deletion	Balance 12/31/20
Real Estate Held for Development	\$ 136,000	\$ -	\$ 106,000	\$ 30,000
Total Cost	\$ 136,000	\$ -	\$ 106,000	\$ 30,000

**Community Development Loans**

CCIC awards loans through the Community Development Block Grant program provided by the City. If the business has been awarded a Performance Loan (Deferred Loan) and has maintained all of the terms and conditions of the agreement, CCIC shall forgive and cancel the unpaid balance for the specified time stated in the agreement. For all loan types, the borrowers must meet certain criteria documented in the loan agreements for receiving these funds. Jobs must be created as a result of the loan. Fifty-one percent or more of the new employees must be in the low to moderate income category. The City retains the loans and is responsible for the collection of these loans and are therefore not recorded in the financial statements of CCIC.

**Commitments**

In 2020, there were no loans or grants committed to or approved by the Board of Directors.

**In-Kind Contributions, Donated Facilities and Services**

The City provides CCIC with office space and various office services without charge. The value of the donated facilities is not recognized in the accompanying financial statements because no objective basis is available to measure the value of the donated facilities. No in-kind wages were received from the City in 2020.

**Risk Management**

For 2020, the CCIC's properties were covered under the City's property insurance policy, except for Lehman HS which has its own \$1,000,000 liability insurance policy.

**Leases**

During 2020, the CCIC continued its monthly lease with D&J Promotions, Inc. (Jeffco Metals Division) for the Scales property at 11th Street SE, Canton, Ohio. The CCIC received \$2,099 in rental income for 2020.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

**B. Canton City Board of Health**

The constitution and laws of the State of Ohio establish the rights and privileges of the City of Canton Board of Health (the “Board of Health”) as a body corporate and politic. Consistent with the provisions of the Ohio Revised Code Section 3709.36, the Board of Health is a legally separate organization. The Board of Health’s services include communicable disease investigations, immunization clinics, tuberculosis screenings, home visits, public health nursing services and issues, health-related licenses and permits, emergency preparedness activities as well as birth certificates and death certificates.

The Board of Health is governed by a six-member Governing Board (the “Board”) and a Health Commissioner. Board members are appointed by the Mayor of the City of Canton (the “City”) and confirmed by City Council, according to the Ohio Revised Code. The Mayor serves as president of the Board by virtue of the office. In addition, the City provides funding to the Board of Health, thus the City can impose will on the Board of Health, and the Board of Health imposes a financial burden to the City. Therefore, the Board of Health is considered a discretely presented component unit of the City of Canton.

**Summary of Significant Accounting Policies**

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

*Basis of Presentation - Government-Wide Financial Statements* - The statement of net position and the statement of activities display information about the Board of Health as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The Board of Health has no fiduciary funds. The statements distinguish between those activities of the Board of Health that are governmental and those that are considered business-type activities. The Board of Health has no business-type activities.

The statement of net position presents the financial condition of the governmental activities and business-type activities for the Board of Health at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the Board of Health’s governmental activities and for the business-type activities of the Board of Health. Direct expenses are those that are specifically associated with a service, program or department and therefore are clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operation of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the Board of Health, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental program is self-financing or draws from the general revenues of the Board of Health.

*Measurement Focus - Government-Wide Financial Statements* - The government-wide financial statements are prepared using the economic resources measurement focus. All assets, deferred outflows of resources, liabilities and deferred inflows of resources associated with the operation of the Board of Health are included on the statement of net position. The statement of activities presents increases (e.g., revenues) and decreases (e.g., expenses) in total net position.

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FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

*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; enterprise and custodial funds also use the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures.

*Revenues-Exchange and Nonexchange Transactions* - Revenues resulting from exchange transactions, in which each party gives and receives essentially equal value, are recorded on the accrual basis when the exchange takes place.

Nonexchange transactions, in which the Board of Health receives value without directly giving equal value in return, include intergovernmental contractual allocations from participating local governments, grants, entitlements, and donations. Revenue from intergovernmental contractual allocations, grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the Board of Health must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Board of Health on a reimbursement basis.

*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 position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the Board of Health, deferred outflows of resources are related to the Board of Health's net pension liability and net OPEB liability, respectively.

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 position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the Board of Health, deferred inflows of resources include unavailable revenue. 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 Board of Health, unavailable revenue includes, but is not limited to intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

For the Board of Health, deferred inflows of resources are related to the Board of Health's net pension liability and net OPEB liability, respectively.

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

*Accounts Receivable* - Accounts receivables are stated at unpaid balances, less an allowance for doubtful accounts. The Board of Health provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts and other circumstances, which may affect the ability of patients to meet their obligations. Receivables are considered impaired if full principal payments are not received in accordance with the contractual terms. It is the Board of Health's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected.

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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

*Capital Assets* - Capital assets are reported in the applicable governmental activities columns in the government-wide financial statements, but are not reported in the fund financial statements. Capital assets are defined by the Board of Health as assets with initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost. Donated capital assets are recorded at their acquisition value. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities <u>Estimated Lives</u>
Equipment	10 years
Vehicles	10 years

*Net Position* - Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. The Board of Health’s net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. The Board of Health did not have any capital related debt. Net position is reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. The Board of Health’s policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted resources are available. Net position restricted for other purposes are restricted by grantors and regulations of other governments.

*Interfund transactions and balances* - Transfers within governmental activities are eliminated on the government-wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Payments for interfund services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements. On the fund financial statements, outstanding interfund loans are reported as “interfund receivables/payables”. The Board of Health had no interfund receivables/payables at December 31, 2020.

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

Sick leave benefits are accrued as a liability using the termination method. An accrual for unused earned 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 Board of Health’s past experience of making termination payments.

The entire compensated absence liability is reported on the government-wide financial statements as a component of due to primary government.



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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

*Use of Estimates* - The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported on the financial statements and accompanying notes. Actual results may differ from those estimates.

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

*Prepayments* - Payments made to vendors for services that benefit future periods are recorded as prepayments in both government-wide and fund financial statements. A current asset for the prepaid amount is recorded at the time of purchase, and the expenditure is reported in the year in which services are consumed. Governmental fund balance has been presented as nonspendable equal to the balance of the prepayments at year-end.

**Cash with Fiscal Agent**

As required by the Ohio Revised Code, the Canton City Auditor is the fiscal agent of the Board of Health. The Board of Health's cash pool, used by all funds, is deposited with the Canton City Treasurer. The cash pool is commingled with the City of Canton's cash and investment pool and is not identifiable as to demand deposits or investments. All collections are remitted to the Canton City Treasurer for deposit and all disbursements are made by warrants prepared by the Canton City Auditor drawn on deposits held in the name of the City of Canton. GASB 3 and GASB 40 requirements for the City of Canton are presented in the December 31, 2020 Comprehensive Annual Financial Report. The fund balances are expressed in cash equivalents. Cash equivalents are available for immediate expenditure or liquid investments which are immediately marketable, have negligible credit risk, and mature within three months. The carrying amount of cash on deposit with the Canton City Treasurer at December 31, 2020 was \$5,291,484.

**Receivables**

Receivables at December 31, 2020 consisted of charges for services (primarily billings from clinic services) and intergovernmental receivables arising from grants. Receivables have been recorded to the extent that they are measurable at December 31, 2020. All receivables are expected to be collected in the subsequent year. Amounts due from other governments consisted of the following at year end:

<u>Fund</u>	<u>Description</u>	<u>Amount</u>
<u>Governmental</u>		
Infant Mortality Reduction	Grant - federal	\$ 177,797
Public Health Infrastructure	Grant - federal	425,218
Air Pollution	Grant - federal	156,280
Nonmajor Governmental	Grants - federal	<u>112,829</u>
Total due from other governments		<u>\$ 872,124</u>

**CITY OF CANTON  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

**Capital Assets**

Capital asset activity for the governmental activities for the year ended December 31, 2020, was as follows:

	Balance			Balance
<b><u>Governmental activities:</u></b>	<u>12/31/19</u>	<u>Additions</u>	<u>Disposals</u>	<u>12/31/20</u>
<i>Capital assets, being depreciated:</i>				
Equipment	\$ 26,059	\$ 70,500	\$ -	\$ 96,559
Vehicles	<u>21,240</u>	<u>-</u>	<u>-</u>	<u>21,240</u>
Total capital assets, being depreciated	<u>47,299</u>	<u>70,500</u>	<u>-</u>	<u>117,799</u>
<i>Less: accumulated depreciation:</i>				
Equipment	(4,354)	(6,132)	-	(10,486)
Vehicles	<u>(9,558)</u>	<u>(2,124)</u>	<u>-</u>	<u>(11,682)</u>
Total accumulated depreciation	<u>(13,912)</u>	<u>(8,256)</u>	<u>-</u>	<u>(22,168)</u>
Total capital assets being depreciated, net	<u>33,387</u>	<u>62,244</u>	<u>-</u>	<u>95,631</u>
Governmental activities capital assets, net	<u>\$ 33,387</u>	<u>\$ 62,244</u>	<u>\$ -</u>	<u>\$ 95,631</u>

Depreciation expense was charged to governmental activities as follows:

<b><u>Governmental activities:</u></b>	
Public Health Services	<u>\$ 8,256</u>

**Long-term Obligations**

During 2020, the following activity occurred in the Board of Health's governmental and business-type long-term obligations.

	Balance			Balance	Amounts
<b><u>Governmental Activities:</u></b>	<u>12/31/19</u>	<u>Additions</u>	<u>Reductions</u>	<u>12/31/2020</u>	<u>Due Within</u>
					<u>One Year</u>
Compensated absences	\$ 510,600	\$ 48,136	\$ (133,265)	\$ 425,471	\$ 94,016
Net pension liability	5,119,360	-	(1,251,264)	3,868,096	-
Net OPEB liability	<u>2,425,059</u>	<u>267,292</u>	<u>-</u>	<u>2,692,351</u>	<u>-</u>
Total	<u>\$ 8,055,019</u>	<u>\$ 315,428</u>	<u>\$ (1,384,529)</u>	<u>\$ 6,985,918</u>	<u>\$ 94,016</u>

The Board of Health's compensated absences will be paid from the City's compensated absences internal service fund. The Board of Health reports a compensated absences liability for its share of the liability in this fund.

The Board of Health pays obligations (net pension liability/net OPEB liability) related to employee compensation from the fund benefitting from their services.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

**Due to City of Canton**

The City pays various liabilities of the Board of Health through the City's internal service funds. The Board of Health makes payments to the City to support its share of the City's internal service funds and reports its share of liabilities for medical and workers' compensation claims at year-end. The City has also advanced (loaned) monies to the Board of Health to fund short-term deficits while the Board of Health awaits reimbursement for programs. The Board of Health owes these advanced/loaned monies back to the City at year-end. The following are amounts due to the City at December 31, 2020:

	Due to City of Canton
Medical Claims	\$ 10,934
Worker's Compensation Claims	83,624
Loans	61,960
Total	\$ 156,518

**Risk Management**

The Board of Health is exposed to various risks of casualty losses and injuries to employees.

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

*Casualty and Property Coverage* - APEEP provides PEP with an excess risk-sharing program. Under this arrangement, PEP retains insured risks up to an amount specified in the contracts. (At December 31, 2020, the Pool retained \$500,000 for casualty claims and \$250,000 for property claims). The Board of Directors and York periodically review the financial strength of PEP and other market conditions to determine the appropriate level of risk PEP will retain. There has been no significant reduction in coverage from last year.

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

*Financial Position* - PEP's financial statements (for which an independent audit is still ongoing) conform to generally accepted accounting principles, and preliminarily show the following assets, liabilities and net position at December 31, 2019 and 2018 (the latest information available) :

Casualty and Property Coverage	2019	2018
Assets	\$ 54,973,597	\$ 49,921,998
Liabilities	16,440,940	14,676,199
Net Position - Unrestricted	\$ 38,532,657	\$ 35,245,799

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

At December 31, 2019 and 2018, the liabilities in the preceding table include unknown amounts of estimated incurred claims payable. The casualty coverage assets and net position in the preceding table include approximately \$13.7 million and \$11.8 million of unpaid claims to be billed to approximately 553 member governments in the future, as of December 31, 2019 and 2018, respectively. These amounts will be included in future contributions from members when the related claims are due for payment.

Based on discussions with PEP, the expected rates PEP charges to compute member contributions, which are used to pay claims as they become due, are expected to increase slightly from those used to determine the historical contributions detailed as follows. By contract, the annual liability of each member is limited to the amount of financial contributions required to be made to PEP for each year of membership. The Board of Health's contributions for 2020 totaled \$8,101.

After completing one year of membership, members may withdraw on each anniversary date of the date they joined PEP, provided they give written notice to PEP 60 days in advance of the anniversary date. Upon withdrawal, members may receive a partial refund of their capital contributions as defined by the contract. Withdrawing members have no other future obligations to the pool. Also upon withdrawal, payments for all casualty claims and claim expenses become the sole responsibility of the withdrawing member, regardless of whether a claim occurred or was reported prior to withdrawal.

**Contingencies**

*Grants* - The Board of Health received financial assistance from federal and state agencies in the form of grants. The expenditure 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 Board of Health at December 31, 2020.

*Litigation* - The Board of Health is not currently involved in litigation for which the Board of Health's legal counsel anticipates a loss.

**Defined Benefit Pension Plans**

Plan descriptions and actuarial information for the Health Board of Health's defined benefit pension plans are the same as the City's (see Note 13).

The Board of Health's contractually required contribution for the Traditional Pension Plan, the Combined Plan and Member-Directed Plan was \$411,105 for 2020. Of this amount, \$15,883 is reported as due to other governments.

The net pension liability and net pension asset for the OPERS were measured as of December 31, 2019, 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. The Board of Health's proportion of the net pension liability or asset was based on the Board of Health's share of contributions to the pension plan relative to the contributions of all participating entities.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

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

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	Total
Proportion of the net pension liability/asset prior measurement date	0.01869200%	0.05353900%	0.02506000%	
Proportion of the net pension liability/asset current measurement date	<u>0.01957000%</u>	<u>0.05345000%</u>	<u>0.03839800%</u>	
Change in proportionate share	<u>0.00087800%</u>	<u>-0.00008900%</u>	<u>0.01333800%</u>	
Proportionate share of the net pension liability	\$ 3,868,096	\$ -	\$ -	\$ 3,868,096
Proportionate share of the net pension asset	-	43,800	622	44,422
Pension expense	704,814	6,358	(88)	711,084

At December 31, 2020, the Board of Health reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS - Traditional	OPERS - Combined	Member- Directed	Total
<b>Deferred outflows of resources</b>				
Differences between expected and actual experience	\$ -	\$ -	\$ 2,080	\$ 2,080
Changes of assumptions	206,602	4,516	101	211,219
Changes in employer's proportionate percentage/difference between employer contributions	60,908	-	-	60,908
Contributions subsequent to the measurement date	386,889	13,613	10,603	411,105
Total deferred outflows of resources	<u>\$ 654,399</u>	<u>\$ 18,129</u>	<u>\$ 12,784</u>	<u>\$ 685,312</u>

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STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	Total
<b>Deferred inflows of resources</b>				
Differences between expected and actual experience	\$ 48,906	\$ 10,283	\$ -	\$ 59,189
Net difference between projected and actual earnings on pension plan investments	771,598	5,681	196	777,475
Changes in employer's proportionate percentage/ difference between employer contributions	12,697	-	-	12,697
Total deferred inflows of resources	<u>\$ 833,201</u>	<u>\$ 15,964</u>	<u>\$ 196</u>	<u>\$ 849,361</u>

\$411,105 reported as deferred outflows of resources related to pension resulting from Board of Health contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability/asset in the year ending December 31, 2021.

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

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	Total
Year Ending December 31:				
2021	\$ (115,192)	\$ (2,791)	\$ 245	\$ (117,738)
2022	(224,636)	(2,685)	249	(227,072)
2023	26,298	(1,101)	298	25,495
2024	(252,161)	(3,180)	223	(255,118)
2025	-	(593)	267	(326)
Thereafter	-	(1,098)	703	(395)
Total	<u>\$ (565,691)</u>	<u>\$ (11,448)</u>	<u>\$ 1,985</u>	<u>\$ (575,154)</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

*Sensitivity of the Board of Health's Proportionate Share of the Net Pension Liability/Asset to Changes in the Discount Rate* - The following table presents the proportionate share of the net pension liability/asset calculated using the current period discount rate assumption of 7.20%, as well as what the proportionate share of the net pension liability/asset would be if it were calculated using a discount rate that is one-percentage-point lower (6.20%) or one-percentage-point higher (8.20%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Board of Health's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 6,095,951	\$ 3,868,096	\$ 1,538,573
Combined Plan	(25,289)	(43,800)	(53,788)
Member-Directed Plan	(315)	(622)	(787)

**Defined Benefit OPEB Plans**

Plan descriptions and actuarial information for the Health Board of Health's defined benefit OPEB plans are the same as the City's (see Note 14).

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

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The Board of Health's contractually required contribution was \$4,241 for 2020. Of this amount, \$164 is reported as due to other governments.

The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2018, rolled forward to the measurement date of December 31, 2019, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. The Board of Health's proportion of the net OPEB liability was based on the Board of Health's share of contributions to the retirement plan relative to the contributions of all participating entities.

	OPERS
Proportion of the net OPEB liability prior measurement date	0.01860000%
Proportion of the net OPEB liability current measurement date	<u>0.01949200%</u>
Change in proportionate share	<u>0.00089200%</u>
Proportionate share of the net OPEB liability	\$ 2,692,351
OPEB expense	\$ 321,760

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

At December 31, 2020, the Board of Health reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	OPERS
<b>Deferred outflows of resources</b>	
Differences between expected and actual experience	\$ 72
Changes of assumptions	426,171
Changes in employer's proportionate percentage/difference between employer contributions	57,167
Contributions subsequent to the measurement date	4,241
Total deferred outflows of resources	\$ 487,651

	OPERS
<b>Deferred inflows of resources</b>	
Differences between expected and actual experience	\$ 246,228
Net difference between projected and actual earnings on OPEB plan investment:	137,094
Changes in employer's proportionate percentage/difference between employer contributions	12,708
Total deferred inflows of resources	\$ 396,030

\$4,241 reported as deferred outflows of resources related to OPEB resulting from Board of Health contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending December 31, 2021.

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

	OPERS
Year Ending December 31:	
2021	\$ 224,238
2022	109,360
2023	458
2024	(246,676)
Total	\$ 87,380



**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

*Sensitivity of the Board of Health'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 liability calculated using the single discount rate of 3.16%, 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 (2.16%) or one-percentage-point higher (4.16%) than the current rate:

	1% Decrease	Current Discount Rate	1% Increase
Board of Health's proportionate share of the net OPEB liability	\$ 3,523,374	\$ 2,692,351	\$ 2,026,973

*Sensitivity of the Board of Health'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 that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2020 is 10.50%. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50% in the most recent valuation.

	1% Decrease	Current Health Care Trend Rate Assumption	1% Increase
Board of Health's proportionate share of the net OPEB liability	\$ 2,612,902	\$ 2,692,351	\$ 2,770,788

**Other Employee Benefits**

*Compensated Absences* - Employees earn between 10 and 30 days of vacation time per year depending upon service with the Board of Health. Up to 5 vacation days (40 hours) may be carried over into the next calendar year subject to approval by the Board of Health for extenuating circumstances. Vacation hours carried forward must be used by March 31. At no time may the vacation credit exceed the vacation time plus 5 days. Vacation time in excess of this total will be forfeited by the employee.

Employees earn sick leave at the rate 4.6 hours per 80 hours worked. Sick leave accumulation is unlimited. Upon retirement or death, an employee can be paid 100 percent to a maximum of 150 days or 1,200 hours of accumulated, unused sick leave.

*Employee Medical, Dental, Vision, and Prescription Drug* - The Board of Health provides employee medical benefits through participation in the City's major medical, hospitalization, prescription and dental and vision self-insured program. The City maintains a self-insurance internal service fund to account for and finance its uninsured risks of loss in this program. The City purchases stop-loss coverage of \$200,000 specific per family. The third-party administrators, Aultcare and UMR, review all claims, which are then paid by the City.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 17 - DISCRETELY PRESENTED COMPONENT UNITS - (Continued)**

**Interfund Activity**

The Board of Health made the following interfund transfers in 2020:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Amount</u>
General fund	Air Pollution (134) fund	\$ 40,000

The interfund transfers represent the residual equity of transfer of certain nonmajor governmental grant funds to the general fund. Interfund transfers within governmental activities are eliminated on the government-wide financial statements.

**NOTE 18 - 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.

**B. Litigation**

The City is a party to various other legal proceedings. The City management is of the opinion that ultimate disposition of those subsequent pending claims and legal proceedings will likely not have a material adverse effect, if any, on the financial condition of the City. However any pending litigation that could be successful against the City would in all likelihood not exceed a maximum exposure of \$250,000.

**NOTE 19 - 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 to the extent fund balance is available. At year end, the City's commitments for encumbrances (less amounts already reported as payables) in the governmental funds were as follows:

	<u>Encumbrances as of 12/31/20</u>
<b>Major Funds</b>	
General Fund	\$ 1,069,376
Community and Economic Development Fund	2,717,191
Comprehensive Plan Implementation	1,979,173
Capital Project Fund	3,205,273
Motor Vehicle Purchase Fund	599,343
<b>Nonmajor Governmental Funds</b>	19,674,898
<i>Total</i>	\$ 29,245,254

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 20 - INTERFUND TRANSACTIONS AND INTERFUND BALANCES**

**A. Interfund Transfers**

Interfund transfers for the year ended December 31, 2020, consisted of the following, as reported on the fund financial statements:

<u>Transfers Out</u>	<u>Transfer In</u>	<u>Amount</u>
General fund	Community & Economic Development	\$ 220,000
General fund	Nonmajor governmental funds	562,338
General fund	Internal service funds	<u>500,000</u>
Total		<u><u>\$ 1,282,338</u></u>

Transfers are used to 1) move revenues from the fund required by statute or budget to collect them to the fund required by statute or budget to expend them, 2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds.

Interfund transfers between governmental funds are eliminated for reporting on the statement of activities.

**B. Interfund Loans and Manuscript Debt**

Interfund loans receivable/payable consisted of the following at December 31, 2020, as reported on the fund financial statements:

On August 1, 2020, the general fund issued \$250,000 in manuscript notes which were purchased by the NIP acquisition demo debt fund (a component of the general fund on a GAAP basis). The manuscript notes bear an interest rate of 1.0 percent and mature on August 1, 2021.

On a GAAP basis, manuscript debt is reported as an interfund loan receivable in the issuing fund and an interfund loan payable in the purchasing fund. In accordance with GASB Statements No. 54, the land reutilization and note fund and the NIP acquisition demo debt fund are considered part of the City's general fund for financial reporting purposes. As such, the interfund balances are eliminated in the general fund for reporting on the balance sheet and for reporting in the governmental activities statement of net position.

Interfund receivables and payables between governmental activities are eliminated for reporting on the government-wide statement of net position. Interfund receivables and payables between governmental activities and business-type activities are reported as a component of internal balance on the government-wide statement of net position.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 20 - INTERFUND TRANSACTIONS AND INTERFUND BALANCES - (Continued)**

**C. Interfund Balances**

<u>Due To Other Funds (Payable)</u>	Due From Other Funds (Receivable)		
	General Fund	Internal Service Funds	Total
General fund	\$ -	\$ 28,435	\$ 28,435
Community and economic development fund	320,131	-	320,131
Comprehensive plan implementation fund	5,000,000	-	5,000,000
Capital projects fund	-	1,882	1,882
Water operating fund	-	2,544	2,544
Sewer operating fund	-	1,857	1,857
Refuse operating fund	-	1,443	1,443
Nonmajor governmental funds	308,908	2,954	311,862
Total	\$ 5,629,039	\$ 39,115	\$ 5,668,154

Balances due among the governmental activities and internal service funds are eliminated on the government-wide statement of net position. Balances due from the enterprise funds to the governmental activities and internal service funds are reported on the statement of net position as a component of internal balance.

The amount due from other funds for the general fund contains a long-term advance to the comprehensive plan implementation fund of \$1,250,000 that will be repaid in greater than one year.

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**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 21 - FUND BALANCES**

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

Fund Balances	General Fund	Community and Economic Development	Comprehensive Plan Implementation	Capital Projects	Motor Vehicle Purchase	Nonmajor Governmental Funds	Total
<i>Nonspendable:</i>							
Materials & supplies	\$ 352,437	\$ -	\$ -	\$ -	\$ -	\$ 46,969	\$ 399,406
Prepays	674,173	2,511	-	34,369	-	77,102	788,155
Long-term loans	1,250,000	-	-	-	-	-	1,250,000
Unclaimed monies	163,742	-	-	-	-	-	163,742
<i>Total nonspendable</i>	<u>2,440,352</u>	<u>2,511</u>	<u>-</u>	<u>34,369</u>	<u>-</u>	<u>124,071</u>	<u>2,601,303</u>
<i>Restricted for:</i>							
Road improvements	-	-	-	-	-	2,191,358	2,191,358
Community development grants & programs	-	767,591	3,488,805	-	-	1,139,243	5,395,639
Other purposes	-	-	-	-	-	2,132,219	2,132,219
Police department grants, donations & programs	-	-	-	-	-	388,526	388,526
Fire department grants, donations & programs	-	-	-	-	-	25,230	25,230
Judicial system grants & programs	-	-	-	-	-	2,227,584	2,227,584
Cornerstone parking deck operations	-	-	-	-	-	362,421	362,421
Youth development donations & programs	-	-	-	-	-	5,332	5,332
Employee recognition program	-	-	-	-	-	143	143
Debt service payments	-	-	-	-	-	91,789	91,789
Park donations	-	-	-	-	-	20,113	20,113
Infrastructure improvements	-	-	-	-	-	768,502	768,502
Recreational facility improvements	-	-	-	-	-	450,492	450,492
Construction projects	-	-	-	-	-	70,691	70,691
City hall renovations	-	-	-	-	-	1,744	1,744
Canton merchandising	-	-	-	-	-	13,311	13,311
Motor vehicle purchases	-	-	-	-	843,208	-	843,208
<i>Total restricted</i>	<u>\$ -</u>	<u>\$ 767,591</u>	<u>\$ 3,488,805</u>	<u>\$ -</u>	<u>\$ 843,208</u>	<u>\$ 9,888,698</u>	<u>\$ 14,988,302</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 21 - FUND BALANCES - (Continued)**

Fund Balances	General Fund	Community and Economic Development	Comprehensive Plan Implementation	Capital Projects	Motor Vehicle Purchase	Nonmajor Governmental Funds	Total
<i>Committed to:</i>							
Vehicle self-insurance	\$ 582,956	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 582,956
Motor vehicle maintenance	211,238	-	-	-	-	-	211,238
Park department operations	-	-	-	-	-	2,492,501	2,492,501
Capital improvements	-	-	-	7,492,623	-	-	7,492,623
Other purposes	-	-	-	-	-	400,249	400,249
<i>Total committed</i>	<u>794,194</u>	<u>-</u>	<u>-</u>	<u>7,492,623</u>	<u>-</u>	<u>2,892,750</u>	<u>11,179,567</u>
<i>Assigned to:</i>							
General government operations	751,329	-	-	-	-	-	751,329
Security of persons and property programs	355,249	-	-	-	-	-	355,249
Transportation projects	169,603	-	-	-	-	-	169,603
Community environment projects	2,094	-	-	-	-	-	2,094
Leisure time activities	132,020	-	-	-	-	-	132,020
Sub. Year appropriations	4,528,075	-	-	-	-	-	4,528,075
<i>Total assigned</i>	<u>5,938,370</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,938,370</u>
Unassigned (deficit)	9,364,146	-	-	-	-	(440,286)	8,923,860
<b>Total fund balances</b>	<u><u>\$ 18,537,062</u></u>	<u><u>\$ 770,102</u></u>	<u><u>\$ 3,488,805</u></u>	<u><u>\$ 7,526,992</u></u>	<u><u>\$ 843,208</u></u>	<u><u>\$ 12,465,233</u></u>	<u><u>\$ 43,631,402</u></u>

**NOTE 22 - TAX ABATEMENTS**

As of December 31, 2020, the City provides tax abatements through two programs - Community Reinvestment Area (CRA) and Enterprise Zone (Ezone). These programs relate 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 in housing 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. Upon approval and certification of completion, the amount of the abatement is deducted from the individual or entity's property tax bill.

**CITY OF CANTON  
STARK COUNTY, OHIO**

NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020

**NOTE 22 - TAX ABATEMENTS - (Continued)**

Ezone - Under the authority of ORC Sections 5709.62 and 5709.63, the Ezone program is an economic development tool administered by municipal and county governments that provides real and personal property tax exemptions to businesses making investments in Ohio. An Ezone is a designated area of land in which businesses can receive tax incentives in the form of tax exemptions on qualifying new investment. An Ezone's geographic area is identified by the local government involved in the creation of the zone. Once the zone is defined, the local legislative authority participating in the creation must petition the OSDA. The OSDA must then certify the area for it to become an active Enterprise Zone. The local legislative authority negotiates the terms of the Enterprise Zone Agreement (the "Agreement") with the business, which may include tax sharing with the Board of Education. Legislation must then be passed 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.

The City has entered into agreements to abate property taxes through these programs. During 2020, the City's property tax revenues were reduced as a result of these agreements as follows:

<u>Tax Abatement Program</u>	<u>City Taxes Abated</u>
CRA	\$ 14,504
Ezone	<u>32,555</u>
Total	<u>\$ 47,059</u>

During 2020, the City did not incur a reduction in taxes by agreements entered into by other governments that reduced the City's taxes.

**NOTE 23 - DUE FROM COMPONENT UNIT**

During 2019, the City of Canton Board of Health became a legally separate entity and as a result a component unit of the City. The City still pays certain obligations related to the Board of Health. The table below presents the amounts owed to the City by the Board of Health at year-end.

	<u>Amount</u>
<b>Due from component unit:</b>	
Loan	\$ 61,960
Medical Claims	10,934
Workers Compensation Claims	<u>83,624</u>
<i>Total</i>	<u>\$ 156,518</u>

**NOTE 24 - COVID-19**

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City. The City's investment portfolio and the pension and other employee benefits plan in which the City participate fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined. In addition, the impact on the City's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

**CITY OF CANTON  
STARK COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**NOTE 24 - COVID-19 – (Continued)**

During 2020, the City received \$8,319,894 as an on-behalf of grant from another government. These amounts are recorded in the Coronavirus Relief Special Revenue Fund.

**NOTE 25 - SIGNIFICANT SUBSEQUENT EVENTS**

On April 1, 2021, the Village retired the \$1,525,000 Historic Hercules Note through the issuance of a \$1,325,000 Historic Hercules Refunding Note. The Historic Hercules Refunding Note bears an interest rate of 5.00% and matures April 1, 2022.

On April 21, 2021, the Village retired the \$3,400,000 City Improvements Note through the issuance of a \$3,300,000 City Improvements Refunding Note. The City Improvements Refunding Note bears an interest rate of 6.00% and matures April 21, 2022.



REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF CANTON, 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 SEVEN YEARS

	<u>2020</u>	<u>2019</u>	<u>2018 (1)</u>	<u>2017</u>
<i>Traditional Plan:</i>				
City's proportion of the net pension liability	0.222220%	0.203442%	0.204422%	0.224478%
City's proportionate share of the net pension liability	\$ 40,055,195	\$ 55,718,639	\$ 32,069,771	\$ 50,975,135
City's covered payroll	\$ 28,888,021	\$ 27,495,850	\$ 29,602,038	\$ 29,259,467
City's proportionate share of the net pension liability as a percentage of its covered payroll	138.66%	202.64%	108.34%	174.22%
Plan fiduciary net position as a percentage of the total pension liability	82.17%	74.70%	84.66%	77.25%
<i>Combined Plan:</i>				
City's proportion of the net pension asset	0.238514%	0.189944%	0.252294%	0.316472%
City's proportionate share of the net pension asset	\$ 453,559	\$ 249,671	\$ 343,454	\$ 176,139
City's covered payroll	\$ 972,414	\$ 953,243	\$ 1,128,777	\$ 1,231,883
City's proportionate share of the net pension asset as a percentage of its covered payroll	46.64%	26.19%	30.43%	14.30%
Plan fiduciary net position as a percentage of the total pension asset	145.28%	126.64%	137.28%	116.55%
<i>Member Directed Plan:</i>				
City's proportion of the net pension asset	0.186971%	0.152969%	0.161454%	0.174190%
City's proportionate share of the net pension asset	\$ 6,445	\$ 3,402	\$ 5,635	\$ 726
City's covered payroll	\$ 1,006,880	\$ 942,580	\$ 966,700	\$ 715,867
City's proportionate share of the net pension asset as a percentage of its covered payroll	0.64%	0.36%	0.58%	0.10%
Plan fiduciary net position as a percentage of the total pension asset	118.84%	113.42%	124.46%	103.40%

Note: Information prior to 2014 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.

(1) Amounts for 2018 have been restated to reflect the removal of the Health Districts' proportionate share.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2016</u>	<u>2015</u>	<u>2014</u>
0.239094%	0.238157%	0.238157%
\$ 41,414,095	\$ 28,724,397	\$ 28,075,608
\$ 29,866,883	\$ 29,295,150	\$ 28,672,100
138.66%	98.05%	97.92%
81.08%	86.45%	86.36%
0.327300%	0.336465%	0.336465%
\$ 159,271	\$ 129,546	\$ 35,305
\$ 1,182,483	\$ 1,229,908	\$ 1,194,669
13.47%	10.53%	2.96%
116.90%	114.83%	104.56%
0.181591%	n/a	n/a
\$ 694	n/a	n/a
\$ 1,011,317	n/a	n/a
0.07%	n/a	n/a
103.91%	n/a	n/a

**CITY OF CANTON, 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 SEVEN YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's proportion of the net pension liability	0.88014160%	0.89002900%	0.91049900%	0.89965700%
City's proportionate share of the net pension liability	\$ 59,291,039	\$ 72,649,884	\$ 55,881,392	\$ 56,983,376
City's covered payroll	\$ 21,079,645	\$ 20,160,698	\$ 19,960,909	\$ 19,548,776
City's proportionate share of the net pension liability as a percentage of its covered payroll	281.27%	360.35%	279.95%	291.49%
Plan fiduciary net position as a percentage of the total pension liability	69.89%	63.07%	70.91%	68.36%

Note: Information prior to 2014 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>2016</u>	<u>2015</u>	<u>2014</u>
0.99237900%	0.98849140%	0.98849140%
\$ 63,840,446	\$ 51,207,977	\$ 48,142,632
\$ 19,839,596	\$ 19,409,588	\$ 21,641,256
321.78%	263.83%	222.46%
66.77%	72.20%	73.00%

**CITY OF CANTON, OHIO**

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

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

LAST EIGHT YEARS (1)

	<u>2020</u>	<u>2019</u>	<u>2018 (2)</u>	<u>2017</u>
<i>Traditional Plan:</i>				
Contractually required contribution	\$ 4,006,350	\$ 4,044,323	\$ 3,849,419	\$ 3,848,265
Contributions in relation to the contractually required contribution	<u>(4,006,350)</u>	<u>(4,044,323)</u>	<u>(3,849,419)</u>	<u>(3,848,265)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 28,616,786	\$ 28,888,021	\$ 27,495,850	\$ 29,602,038
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	13.00%
<i>Combined Plan:</i>				
Contractually required contribution	\$ 140,961	\$ 136,138	\$ 133,454	\$ 146,741
Contributions in relation to the contractually required contribution	<u>(140,961)</u>	<u>(136,138)</u>	<u>(133,454)</u>	<u>(146,741)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,006,864	\$ 972,414	\$ 953,243	\$ 1,128,777
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	13.00%
<i>Member Directed Plan:</i>				
Contractually required contribution	\$ 109,798	\$ 100,688	\$ 94,258	\$ 96,670
Contributions in relation to the contractually required contribution	<u>(109,798)</u>	<u>(100,688)</u>	<u>(94,258)</u>	<u>(96,670)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 1,097,980	\$ 1,006,880	\$ 942,580	\$ 966,700
Contributions as a percentage of covered payroll	10.00%	10.00%	10.00%	10.00%

(1) Information prior to 2013 is not available for the Traditional and Combined Plans and information for the Member Directed Plan is not available prior to 2015. Schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

(2) Amounts for 2018 have been restated to reflect the removal of the Health Department's proportionate share.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 3,511,136	\$ 3,584,026	\$ 3,515,418	\$ 3,727,373
<u>(3,511,136)</u>	<u>(3,584,026)</u>	<u>(3,515,418)</u>	<u>(3,727,373)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 29,259,467	\$ 29,866,883	\$ 29,295,150	\$ 28,672,100
12.00%	12.00%	12.00%	13.00%
\$ 147,826	\$ 141,898	\$ 147,589	\$ 155,307
<u>(147,826)</u>	<u>(141,898)</u>	<u>(147,589)</u>	<u>(155,307)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,231,883	\$ 1,182,483	\$ 1,229,908	\$ 1,194,669
12.00%	12.00%	12.00%	13.00%
\$ 85,904	\$ 121,358		
<u>(85,904)</u>	<u>(121,358)</u>		
<u>\$ -</u>	<u>\$ -</u>		
\$ 715,867	\$ 1,011,317		
12.00%	12.00%		

**CITY OF CANTON, OHIO**

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<i>Police:</i>				
Contractually required contribution	\$ 2,226,925	\$ 2,122,872	\$ 2,001,228	\$ 1,985,253
Contributions in relation to the contractually required contribution	<u>(2,226,925)</u>	<u>(2,122,872)</u>	<u>(2,001,228)</u>	<u>(1,985,253)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 11,720,658	\$ 11,173,011	\$ 10,532,779	\$ 10,448,700
Contributions as a percentage of covered payroll	19.00%	19.00%	19.00%	19.00%
<i>Fire:</i>				
Contractually required contribution	\$ 2,406,947	\$ 2,328,059	\$ 2,262,561	\$ 2,235,369
Contributions in relation to the contractually required contribution	<u>(2,406,947)</u>	<u>(2,328,059)</u>	<u>(2,262,561)</u>	<u>(2,235,369)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 10,242,328	\$ 9,906,634	\$ 9,627,919	\$ 9,512,209
Contributions as a percentage of covered payroll	23.50%	23.50%	23.50%	23.50%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION



<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 1,957,745	\$ 1,915,238	\$ 1,925,993	\$ 1,781,676	\$ 1,766,663	\$ 1,928,444
<u>(1,957,745)</u>	<u>(1,915,238)</u>	<u>(1,925,993)</u>	<u>(1,781,676)</u>	<u>(1,766,663)</u>	<u>(1,928,444)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 10,303,921	\$ 10,080,200	\$ 10,136,805	\$ 11,217,268	\$ 13,856,180	\$ 15,125,051
19.00%	19.00%	19.00%	15.88%	12.75%	12.75%
\$ 2,172,541	\$ 2,293,458	\$ 2,179,104	\$ 2,123,929	\$ 2,188,878	\$ 2,257,140
<u>(2,172,541)</u>	<u>(2,293,458)</u>	<u>(2,179,104)</u>	<u>(2,123,929)</u>	<u>(2,188,878)</u>	<u>(2,257,140)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 9,244,855	\$ 9,759,396	\$ 9,272,783	\$ 10,419,930	\$ 12,689,148	\$ 13,084,870
23.50%	23.50%	23.50%	20.38%	17.25%	17.25%

**CITY OF CANTON, OHIO**

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

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

LAST FOUR YEARS

	<u>2020</u>	<u>2019</u>	<u>2018 (1)</u>	<u>2017</u>
City's proportion of the net OPEB liability	0.221337%	0.202446%	0.204259%	0.224638%
City's proportionate share of the net OPEB liability	\$ 27,880,039	\$ 26,394,121	\$ 22,181,075	\$ 22,689,180
City's covered payroll	\$ 30,867,315	\$ 29,391,673	\$ 31,697,515	\$ 31,207,217
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	90.32%	89.80%	69.98%	72.70%
Plan fiduciary net position as a percentage of the total OPEB liability	47.80%	46.33%	54.14%	54.04%

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.

(1) Amounts for 2018 have been restated to reflect the removal of the Health District's proportionate share.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF CANTON, 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 FOUR YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's proportion of the net OPEB liability	0.88014160%	0.89002900%	0.91049900%	0.89965700%
City's proportionate share of the net OPEB liability	\$ 8,693,801	\$ 8,105,079	\$ 51,587,558	\$ 42,704,695
City's covered payroll	\$ 21,079,645	\$ 20,160,698	\$ 19,960,909	\$ 19,548,776
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	41.24%	40.20%	258.44%	218.45%
Plan fiduciary net position as a percentage of the total OPEB liability	47.08%	46.57%	14.13%	15.96%

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

**CITY OF CANTON, OHIO**

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

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

LAST EIGHT YEARS (1)

	<u>2020</u>	<u>2019</u>	<u>2018 (2)</u>	<u>2017</u>
Contractually required contribution	\$ 43,919	\$ 40,275	\$ 37,703	\$ 345,976
Contributions in relation to the contractually required contribution	<u>(43,919)</u>	<u>(40,275)</u>	<u>(37,703)</u>	<u>(345,976)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 30,721,630	\$ 30,867,315	\$ 29,391,673	\$ 31,697,515
Contributions as a percentage of covered payroll	0.14%	0.13%	0.13%	1.09%

(1) Information prior to 2013 not available.

(2) Amounts for 2018 have been restated to reflect the removal of the Health Department's proportionate share.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 650,519	\$ 620,986	\$ 623,331	\$ 41,532
<u>(650,519)</u>	<u>(620,986)</u>	<u>(623,331)</u>	<u>(41,532)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 31,207,217	\$ 32,060,683	\$ 30,525,058	\$ 29,866,769
2.08%	1.94%	2.04%	0.14%

**CITY OF CANTON, OHIO**

SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION

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

LAST TEN YEARS

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<i>Police:</i>				
Contractually required contribution	\$ 58,603	\$ 55,865	\$ 52,664	\$ 52,244
Contributions in relation to the contractually required contribution	<u>(58,603)</u>	<u>(55,865)</u>	<u>(52,664)</u>	<u>(52,244)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 11,720,658	\$ 11,173,011	\$ 10,532,779	\$ 10,448,700
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%
<i>Fire:</i>				
Contractually required contribution	\$ 51,212	\$ 49,533	\$ 48,140	\$ 47,561
Contributions in relation to the contractually required contribution	<u>(51,212)</u>	<u>(49,533)</u>	<u>(48,140)</u>	<u>(47,561)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 10,242,328	\$ 9,906,634	\$ 9,627,919	\$ 9,512,209
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 51,520	\$ 51,763	\$ 49,794	\$ 347,422	\$ 641,941	\$ 681,283
<u>(51,520)</u>	<u>(51,763)</u>	<u>(49,794)</u>	<u>(347,422)</u>	<u>(641,941)</u>	<u>(681,283)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 10,303,921	\$ 10,080,200	\$ 10,136,805	\$ 11,217,268	\$ 13,856,180	\$ 15,125,051
0.50%	0.50%	0.50%	3.62%	6.75%	6.75%
\$ 46,224	\$ 48,797	\$ 47,212	\$ 316,280	\$ 584,399	\$ 620,215
<u>(46,224)</u>	<u>(48,797)</u>	<u>(47,212)</u>	<u>(316,280)</u>	<u>(584,399)</u>	<u>(620,215)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 9,244,855	\$ 9,759,396	\$ 9,272,783	\$ 10,419,930	\$ 12,689,148	\$ 13,084,870
0.50%	0.50%	0.50%	3.62%	6.75%	6.75%

CITY OF CANTON, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED DECEMBER 31, 2020

PENSION

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OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

*Changes in benefit terms* : There were no changes in benefit terms from the amounts reported for 2014-2020.

*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.

OHIO POLICE AND FIRE (OP&F) PENSION FUND

*Changes in benefit terms* : There were no changes in benefit terms from the amounts reported for 2014-2020.

*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 2019-2020.

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

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OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

*Changes in benefit terms* : There were no changes in benefit terms from the amounts reported for 2017-2020.

*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% 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% to 3.16%, (b) the municipal bond rate was decreased from 3.71% to 2.75% and (c) the health care cost trend rate was increased from 10.00%, initial/3.25%, ultimate in 2029 up to 10.50%, initial/3.50% ultimate in 2030.

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.

*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% to 3.56%.



**COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES**

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**CITY OF CANTON  
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS

**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.

***Community and Economic Development Fund***

The community and economic development fund is a major special revenue fund that accounts for HUD community and economic development block grant money used for the acquisition of real property, administrative costs, public facilities, and the rehabilitation of real property.

***Comprehensive Plan Implementation Fund***

To account for income tax revenues associated for economic and downtown area development, job creation, and expansion and retention.

***Capital Projects Fund***

The capital projects fund is a major capital projects fund that accounts for the City's capital projects and expenditures of 20 percent of net income tax receipts.

***Motor Vehicle Purchase Fund***

The motor vehicle purchase fund is a major capital projects fund that accounts for the purchase and maintenance of the City's vehicles and expenditures of 5 percent of net income tax receipts.

**Nonmajor Special Revenue Funds**

The special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects) that are legally restricted to expenditures for specific purposes. The following are the nonmajor special revenue funds which the City of Canton operates:

***Street Construction, Maintenance and Repair Fund***

Required by the Ohio Revised Code to account for that portion of the State gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

***State Highway Fund***

Required by the Ohio Revised Code to account for that portion of the State gasoline tax and motor vehicle registration fees designated for maintenance of State highways within the City.

***Municipal Road Fund***

To account for County grant money used for various street projects approved through the county's municipal road fund.

***Cornerstone Parking Deck Fund***

To account for parking fees collected at City owned parking facilities.

***Mills Industrial Park TIF Fund***

To account for tax incremental financing (TIF) revenues associated with the Mills Industrial Park.

***Gervasi 1700, LLC TIF Fund***

To account for tax incremental financing (TIF) revenues associated with Gervasi 1700, LLC.

***Urban TIF Fund***

To account for tax increment financing (TIF) associated with the development of luxury lofts at the Historic Onesto Hotel.

***BJA FY20 COVID-19 Emergency Supply Fund***

To account for emergency supplies and services provided by the City to combat COVID-19.

***Lesh Rd./30th St. TIF Fund***

To account for tax incremental financing (TIF) revenues associated with the City's Lesh Rd./30th St. TIF agreement.

***Crime Lab Fund***

To account for monies received for the operational costs of the City's crime lab.

***Court Computer Fund***

To account for monies used to maintain court computer systems.

***Court Funds***

To account for special revenues received from Canton Municipal Court fines. These include the court capital improvement special projects, legal research, court GPS cost, and ignition interlock/alcohol monitoring funds.

***Law Department Dispute Resolution Fund***

To provide for the receipt of fees charged for discretionary public services provided to resolve various types of disputes.

**CITY OF CANTON  
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

***SARTA Area Improvement Fund***

To account for contributions and donations for Stark Area Regional Transit Authority (SARTA) operations and improvements.

***Park Department Fund***

To account for park donations and operational fees charged by the department.

***Youth Development Fund***

To account for grant monies used for summer youth employment programs.

***Federal Forfeiture Fund***

To account for the proceeds from seizures in federal cases.

***Probation Award Fund***

To account for the costs associated with the probation program ran by the municipal court.

***Enforcement and Education Fund***

To account for fines which are used for educating the public on the dangers of driving while under the influence of alcohol and the laws governing the operation of a motor vehicle while under the influence of alcohol.

***Indigent Driver Alcohol Treatment Fund***

To account for fines collected by the municipal court from persons whose driver's license or permit was suspended for driving under the influence of alcohol. By order of the court, this fund will provide for the cost of rehabilitation for those deemed to be indigent.

***Law Enforcement Trust Fund***

To account for monies received from the sale or disposition of seized contraband. Expenditures from this fund are made for law enforcement purposes.

***Municipal Probation Services Fund***

To account for fines and forfeitures used for various probation projects.

***Misdemeanor Community Sanction Grant Fund***

To account for grant dollars from the Department of Rehabilitation and Correction to be used to meet the needs of low level offenders, divert additional offenders from prison and enhance public safety.

***Prisoner Housing Fund***

To account for fines collected and used for the housing and/or treatment of indigent offenders.

***Local Law Enforcement Block Grant Fund***

To account for block grant monies used for law enforcement purposes.

***Supplementary Police Forces Funds***

To account for the receipts and expenditures of the Canton police youth corp fund.

***Police Funds***

To account for the receipt and expenditure of various grants and donations received by the City's police department. These include the D.A.R.E. program fund, probation improvement and incentive grant fund, safe neighborhood heroes grant fund, police grants and donations fund, 2017 COPS hiring program grant, 2010 local solicitation Byrne grant fund, police EMS training and equipment grant fund, and Byrne memorial recovery act fund.

***Fire Funds***

To account for the receipts and expenditures of various grants and donations received by the City's fire department. These include the fire grants and donation fund, 2019 assist to firefighters grant, the EMS training and equipment grant fund, the firefighter assistance grant fund, and the Fire FEMA SAFER Grant 2017 fund.

***Vacant/Foreclosed Registry Fund***

To account for registration fees, penalties and interest levied as established in Chapter 1353 of the Codified Ordinances and the administrative fee withheld from the maintenance bond used to enforce laws regarding foreclosed and/or vacant properties.

**CITY OF CANTON  
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

***Canton Merchandising Fund***

To account for the receipts and expenditures associated with activity resulting from the sale of various City of Canton merchandise.

***Market Square Donation Fund***

To account for the receipts and expenditures associated with donations to the market square.

***Jobs Ohio Fund***

To account for the receipts and expenditures associated with the Jobs Ohio program.

***Hall of Fame Village***

To account for the costs associated with the development and upkeep of the Hall of Fame Village.

***Neighborhood Development Fund***

To account for income tax revenues associated with the demolition of vacant properties and improvements of blighted neighborhoods for the enhancement of city residents.

***Pretrial Award Fund***

To account for revenues and expenditures associated with the pretrial award program.

***Building Escrow Fund***

To account for receipts from insurance companies, under City and State statutes, necessary to ensure compliance with building codes after a structure fire. Disbursements are normally to property owners upon release from the code enforcement department.

***Vacant/Foreclosure Depository Fund***

This fund accounts for deposits held for vacant and foreclosed upon homes.

***Coronavirus Relief Fund***

To account for monies received from the Federal government to provide relief to the City to combat the Coronavirus pandemic.

***Other***

Other funds operated by the City are subsidized in part by local, state and Federal monies as well as miscellaneous sources. These include the employee recognition, city hall plaza, recycle Ohio grant, guardrail/attenuator replacement, southeast community center, Thurman Munson Memorial Stadium donation, recovery court ATP fund, justice reinvest grant prob., court technology grant, specialized docket grant, clerk of courts administration funds, Centennial plaza maintenance fund, US Department of Justice (Bureau Assistance) fund, and Project safe neighborhood grant fund.

***Income Tax Fund***

To account for the receipts from the assessment of an income tax. This fund is included in the general fund (GAAP basis), but has a separate legally adopted budget (budget basis). This fund is not included in the combining statements for the nonmajor special revenue funds since it is reported in the general fund (GAAP basis); however, the budgetary schedule is presented in this section.

**Nonmajor Debt Service Funds**

To account for the accumulation of resources for, and the payment of, general obligation debt principal and interest.

***General Obligation Bond Retirement Fund***

To account for the accumulation of resources to pay principal and interest on general obligation debt.

***Special Assessment Bond Retirement Fund***

To account for the collection of special assessments levied against properties for the payment of special assessment bonds and related interest costs. No budgetary schedule is presented for this fund as no revenues or expenditures were budgeted in 2019.

**Nonmajor Capital Projects Funds**

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

***2015 Construction/Reconstruction Note Fund***

To account for the portions of a 2015 City note for building renovations and construction being done throughout the City.

***2006 City Infrastructure Bond Fund***

To account for the portions of a 2006 City bond issue spent for roadway, storm sewer, and other infrastructure improvements.

***2006 Recreational Bond Fund***

To account for the portions of a 2006 City bond issue spent for a water park, baseball field upgrades and other recreational facility improvements.

***2006 Construction/Reconstruction Bond Fund***

To account for the portions of a 2006 City bond issue for building renovations and construction being done throughout the City.

**CITY OF CANTON  
STARK COUNTY, OHIO**

FUND DESCRIPTIONS - GOVERNMENTAL FUNDS (CONTINUED)

***2006 Judges Facilities/City Hall Renovation Bond Fund***

To account for the portions of a 2006 City bond issue spent on a renovation project being undertaken at City Hall.

***13th Street NW Roadway Reconstruction Fund***

To account for capital grants and all costs associated with infrastructure improvements related to the 13th Street NW Roadway Reconstruction project.

***Mahoning Rd. Corridor Project Fund***

To account for capital grants and all costs associated with infrastructure improvements to the Mahoning Road Corridor.

***11th St. NW Improvement Project Fund***

To account for capital grants and all costs associated with the 11th Street NW infrastructure road project.

***Traffic Signal Comm. Upgrade***

To account for capital grants and all costs associated with the traffic signal communications upgrade project.

***Tuscarawas Street W. Corridor Safety Project Fund***

To account for loan proceeds and all costs related to the Tuscarawas Street West Corridor Safety project.

***Ridgewood Phase 1 Part 2 Roadway Reconstruction Project Fund***

To account for capital grants and all costs related to the Ridgewood Phase 1 part 2 Roadway Reconstruction project.

***3rd Street SE Bridge Proj GP 1167***

To account for capital grants and all costs related to the 3rd Street Bridge project.

***12th Street NW Bridge Replacement Project***

To account for capital grants and all costs related to the 12th Street NW Bridge Replacement project.

***47th Street NW Sewer Repair Project GP 1241 Fund***

To account for capital grants and all costs related to the 47th Street NW Sewer Repair GP1241 project.

***41st Street NW Roadway Reconstruction Project Fund***

To account for capital grants and all costs related to the 41st Street NW Roadway Reconstruction project.

***30th Street NW Resurfacing Project Fund***

To account for capital grants and all costs related to the 30th Street NW Resurfacing project.

***49th Street NW Storm Sewer Rehab Project***

To account for capital grants and all costs related to the 49th Street Northwest Storm Sewer Rehab project.

***36th Street NW Storm Roadway Fund***

To account for capital grants and all costs related to the 36th Street NW Storm Roadway project.

***2020 Paving Project Phase 2 Harmont NE Fund***

To account for capital grants and all costs related to the 2020 Paving Project phase 2 for NE Harmont.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Property and other taxes . . . . .	\$ 2,150,000	\$ 2,279,823	\$ 129,823
Municipal income taxes . . . . .	37,241,267	36,668,931	(572,336)
Charges for services . . . . .	8,646,700	9,373,298	726,598
Licenses, permits, and fees . . . . .	770,800	721,101	(49,699)
Fines and forfeitures . . . . .	251,000	140,509	(110,491)
Intergovernmental . . . . .	7,129,250	8,034,510	905,260
Interest and investment income . . . . .	975,000	1,109,521	134,521
Rental income . . . . .	5,000	3,285	(1,715)
Contributions and donations . . . . .	4,500	6,500	2,000
Operating grants . . . . .	805,000	490,454	(314,546)
Other . . . . .	1,585,500	5,598,617	4,013,117
<b>Total revenues . . . . .</b>	<b>59,564,017</b>	<b>64,426,549</b>	<b>4,862,532</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>General operating:</b>			
Current:			
General Government:			
Codes and permits			
<i>General Government - Support Administration:</i>			
Materials and supplies . . . . .	11,109	9,607	1,502
Contractual services . . . . .	1,226,540	1,161,310	65,230
Capital outlay . . . . .	7,858	6,610	1,248
Other . . . . .	72,698	12,843	59,855
<i>Total General Government - Support Administration . . . . .</i>	<i>1,318,205</i>	<i>1,190,370</i>	<i>127,835</i>
<i>Service Director - Service Director Administration:</i>			
Personal services . . . . .	58,448	55,769	2,679
Materials and supplies . . . . .	225	-	225
Contractual services . . . . .	11,650	8,350	3,300
Other . . . . .	3,250	2,427	823
<i>Total Service Director - Service Director Administration . . . . .</i>	<i>73,573</i>	<i>66,546</i>	<i>7,027</i>
<i>Service Director - Purchase Administration:</i>			
Personal services . . . . .	272,231	265,481	6,750
Materials and supplies . . . . .	228,038	226,995	1,043
Contractual services . . . . .	6,928	6,010	918
Capital outlay . . . . .	20,150	17,818	2,332
Other . . . . .	1,950	445	1,505
<i>Total Service Director - Purchase Administration . . . . .</i>	<i>529,297</i>	<i>516,749</i>	<i>12,548</i>
<i>Service Director - Annexation:</i>			
Personal services . . . . .	6,250	5,996	254
Contractual services . . . . .	7,500	800	6,700
<i>Total Service Director - Annexation . . . . .</i>	<i>13,750</i>	<i>6,796</i>	<i>6,954</i>
<i>Building and Maintenance - Other Building:</i>			
Personal services . . . . .	794,255	743,833	50,422
Materials and supplies . . . . .	131,016	108,200	22,816
Contractual services . . . . .	859,205	840,794	18,411
Capital outlay . . . . .	17,300	6,059	11,241
Other . . . . .	6,296	6,237	59
<i>Total Building and Maintenance - Other Building . . . . .</i>	<i>1,808,072</i>	<i>1,705,123</i>	<i>102,949</i>

(Continued)

**CITY OF CANTON**  
**STARK 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<i>Mayor - Administration:</i>			
Personal services . . . . .	396,963	382,514	14,449
Materials and supplies . . . . .	10,061	6,740	3,321
Contractual services . . . . .	8,116	5,616	2,500
Capital outlay . . . . .	17,000	16,578	422
Other . . . . .	13,215	12,032	1,183
<b>Total Mayor - Administration . . . . .</b>	<b>445,355</b>	<b>423,480</b>	<b>21,875</b>
<i>Mayor - Planning Department:</i>			
Personal services . . . . .	99,305	91,451	7,854
Materials and supplies . . . . .	2,290	1,751	539
Contractual services . . . . .	1,021	1,021	-
Capital outlay . . . . .	2,064	1,616	448
Other . . . . .	486	236	250
<b>Total Mayor - Planning Department . . . . .</b>	<b>105,166</b>	<b>96,075</b>	<b>9,091</b>
<i>Mayor - Human Resources Administration:</i>			
Personal services . . . . .	127,214	121,163	6,051
Materials and supplies . . . . .	15,943	13,070	2,873
Contractual services . . . . .	46,015	34,467	11,548
Capital outlay . . . . .	20,365	12,024	8,341
Other . . . . .	575	-	575
<b>Total Mayor - Human Resources Administration . . . . .</b>	<b>210,112</b>	<b>180,724</b>	<b>29,388</b>
<i>Council - Council Administration:</i>			
Personal services . . . . .	635,892	627,568	8,324
Materials and supplies . . . . .	3,250	624	2,626
Contractual services . . . . .	41,487	39,704	1,783
Capital outlay . . . . .	3,200	3,147	53
Other . . . . .	625	-	625
<b>Total Council - Council Administration . . . . .</b>	<b>684,454</b>	<b>671,043</b>	<b>13,411</b>
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	2,160,977	2,006,596	154,381
Materials and supplies . . . . .	77,781	55,210	22,571
Contractual services . . . . .	215,415	116,992	98,423
Capital outlay . . . . .	10,500	9,950	550
Other . . . . .	500	-	500
<b>Total Courts/Judge - Judge Administration . . . . .</b>	<b>2,465,173</b>	<b>2,188,748</b>	<b>276,425</b>
<i>Courts/Clerk - Clerk of Courts Administration:</i>			
Personal services . . . . .	1,705,869	1,569,424	136,445
Materials and supplies . . . . .	29,967	26,232	3,735
Contractual services . . . . .	27,722	21,062	6,660
Capital outlay . . . . .	3,638	3,638	-
Other . . . . .	1,300	500	800
<b>Total Courts/Clerk - Clerk of Courts Administration . . . . .</b>	<b>1,768,496</b>	<b>1,620,856</b>	<b>147,640</b>
<i>Law Director - Law Administration:</i>			
Personal services . . . . .	1,584,498	1,544,272	40,226
Materials and supplies . . . . .	17,795	17,101	694
Contractual services . . . . .	10,046	7,035	3,011
Other . . . . .	35,711	33,424	2,287
<b>Total Law Director - Law Administration . . . . .</b>	<b>1,648,050</b>	<b>1,601,832</b>	<b>46,218</b>
<i>Law - Non Operational Legal Exp:</i>			
Materials and supplies . . . . .	3,440	2,838	602
Contractual services . . . . .	26,935	23,339	3,596
Other . . . . .	175,000	159,773	15,227
<b>Total Law - Non Operational Legal Exp . . . . .</b>	<b>205,375</b>	<b>185,950</b>	<b>19,425</b>
<i>Auditor - Auditor Administration:</i>			
Personal services . . . . .	1,082,934	1,053,396	29,538
Materials and supplies . . . . .	27,091	24,441	2,650
Contractual services . . . . .	12,911	10,824	2,087
Other . . . . .	203,310	80,336	122,974
<b>Total Auditor - Auditor Administration . . . . .</b>	<b>1,326,246</b>	<b>1,168,997</b>	<b>157,249</b>
<i>Auditor - Legally Binding Expenses:</i>			
Contractual services . . . . .	585,659	519,231	66,428
Other . . . . .	150,500	143,680	6,820
<b>Total Auditor - Legally Binding Expenses . . . . .</b>	<b>736,159</b>	<b>662,911</b>	<b>73,248</b>



**CITY OF CANTON**  
**STARK 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<i>Treasurer - Administration &amp; Operations:</i>			
Personal services . . . . .	296,768	283,113	13,655
Materials and supplies . . . . .	622	559	63
Contractual services . . . . .	90,795	85,688	5,107
Other . . . . .	577,508	427,790	149,718
<i>Total Treasurer - Administration &amp; Operations . . . . .</i>	<u>965,693</u>	<u>797,150</u>	<u>168,543</u>
<i>Board of Commission - Civil Service:</i>			
Personal services . . . . .	298,781	283,260	15,521
Materials and supplies . . . . .	3,910	3,808	102
Contractual services . . . . .	59,198	57,728	1,470
Other . . . . .	1,000	95	905
<i>Total Board of Commission - Civil Service . . . . .</i>	<u>362,889</u>	<u>344,891</u>	<u>17,998</u>
<i>Board of Commission - Zoning Board:</i>			
Personal services . . . . .	8,650	8,525	125
<i>Total Board of Commission - Zoning Board . . . . .</i>	<u>8,650</u>	<u>8,525</u>	<u>125</u>
<i>Management Information Systems:</i>			
Personal services . . . . .	1,250,086	1,221,677	28,409
Materials and supplies . . . . .	24,081	19,720	4,361
Contractual services . . . . .	268,128	262,756	5,372
Other . . . . .	18,094	9,594	8,500
<i>Total Management Information Systems . . . . .</i>	<u>1,560,389</u>	<u>1,513,747</u>	<u>46,642</u>
<i>Total General Government . . . . .</i>	<u>16,235,104</u>	<u>14,950,513</u>	<u>1,284,591</u>
<i>Security of Persons and Property:</i>			
<i>Safety Director - Safety Director Administration:</i>			
Personal services . . . . .	238,199	222,140	16,059
Materials and supplies . . . . .	927	902	25
Contractual services . . . . .	1,360	1,301	59
Other . . . . .	225	-	225
<i>Total Safety Director - Safety Director Administration . . . . .</i>	<u>240,711</u>	<u>224,343</u>	<u>16,368</u>

(Continued)

**CITY OF CANTON**  
**STARK 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<i>Safety Director - Code Enforcement Administration:</i>			
Contractual services . . . . .	569,804	209,193	360,611
Other . . . . .	76,251	76,251	-
<i>Total Safety Director - Code Enforcement Administration . . . . .</i>	<u>646,055</u>	<u>285,444</u>	<u>360,611</u>
<i>Safety Director - Central Communication Administration:</i>			
Personal services . . . . .	1,806,213	1,749,776	56,437
Materials and supplies . . . . .	6,990	3,238	3,752
Contractual services . . . . .	62,795	38,017	24,778
Other . . . . .	4,250	-	4,250
<i>Total Safety Director - Central Communication Administration . . . . .</i>	<u>1,880,248</u>	<u>1,791,031</u>	<u>89,217</u>
<i>Police Administration:</i>			
Personal services . . . . .	17,936,043	17,231,998	704,045
Materials and supplies . . . . .	449,269	435,106	14,163
Contractual services . . . . .	1,130,132	1,115,533	14,599
Capital outlay . . . . .	21,320	20,770	550
Other . . . . .	171,498	53,625	117,873
<i>Total Police Administration . . . . .</i>	<u>19,708,262</u>	<u>18,857,032</u>	<u>851,230</u>
<i>Fire Administration:</i>			
Personal services . . . . .	15,980,111	15,627,987	352,124
Materials and supplies . . . . .	538,445	536,844	1,601
Contractual services . . . . .	968,948	968,197	751
Capital outlay . . . . .	84,799	84,799	-
Other . . . . .	76,583	76,571	12
<i>Total Fire Administration . . . . .</i>	<u>17,648,886</u>	<u>17,294,398</u>	<u>354,488</u>
<i>Traffic Administration:</i>			
Personal services . . . . .	1,060,737	1,032,761	27,976
<i>Total Traffic Administration . . . . .</i>	<u>1,060,737</u>	<u>1,032,761</u>	<u>27,976</u>
<i>Traffic Divisions - Traffic Engineer/Parking Meter:</i>			
Personal services . . . . .	512	512	-
Materials and supplies . . . . .	11,091	3,061	8,030
Contractual services . . . . .	7,758	3,300	4,458
<i>Total Traffic Divisions - Traffic Engineer/Parking Meter . . . . .</i>	<u>19,361</u>	<u>6,873</u>	<u>12,488</u>
<i>Total Security of Persons and Property . . . . .</i>	<u>41,204,260</u>	<u>39,491,882</u>	<u>1,712,378</u>

(Continued)

**CITY OF CANTON**  
**STARK 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Transportation:			
<i>Engineering - Daily Operations:</i>			
Personal services . . . . .	61,660	59,733	1,927
Materials and supplies . . . . .	16,050	10,031	6,019
Contractual services . . . . .	21,105	11,685	9,420
Capital outlay . . . . .	288,452	266,265	22,187
Other . . . . .	500	-	500
<i>Total Engineering - Daily Operations . . . . .</i>	<u>387,767</u>	<u>347,714</u>	<u>40,053</u>
<i>Street - Maintenance:</i>			
Personal services . . . . .	1,348,088	1,214,891	133,197
Materials and supplies . . . . .	20,033	16,794	3,239
Contractual services . . . . .	1,295,907	1,282,269	13,638
Capital outlay . . . . .	9,538	-	9,538
Other . . . . .	10,201	9,700	501
<i>Total Street - Maintenance . . . . .</i>	<u>2,683,767</u>	<u>2,523,654</u>	<u>160,113</u>
<i>Total Transportation . . . . .</i>	<u>3,071,534</u>	<u>2,871,368</u>	<u>200,166</u>
Community Environment:			
<i>Community Development - Community Development Administration:</i>			
Personal services . . . . .	878,258	844,940	33,318
Materials and supplies . . . . .	5,325	3,695	1,630
Contractual services . . . . .	32,304	22,536	9,768
Other . . . . .	562,000	508,000	54,000
<i>Total Community Development - Community Development Administration . . . . .</i>	<u>1,477,887</u>	<u>1,379,171</u>	<u>98,716</u>
<i>Community Improvement Corporation:</i>			
Other . . . . .	75,000	75,000	-
<i>Total Community Improvement Corporation . . . . .</i>	<u>75,000</u>	<u>75,000</u>	<u>-</u>
<i>Total Community Environment . . . . .</i>	<u>1,552,887</u>	<u>1,454,171</u>	<u>98,716</u>

(Continued)

**CITY OF CANTON**  
**STARK 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Leisure Time Activities			
<i>Civic Center - Civic Center Administration:</i>			
Contractual services . . . . .	749,314	749,314	-
Capital outlay . . . . .	9,919	9,919	-
<i>Total Civic Center - Civic Center Administration . . . . .</i>	<u>759,233</u>	<u>759,233</u>	<u>-</u>
<i>Total leisure time activities . . . . .</i>	<u>759,233</u>	<u>759,233</u>	<u>-</u>
Debt Service:			
Principal retirement . . . . .	9,000,000	9,000,000	-
Interest and fiscal charges . . . . .	283,358	238,368	44,990
<i>Total Debt Service . . . . .</i>	<u>9,283,358</u>	<u>9,238,368</u>	<u>44,990</u>
Total expenditures . . . . .	<u>72,106,376</u>	<u>68,765,535</u>	<u>3,340,841</u>
Excess of expenditures over revenues . . . . .	<u>(12,542,359)</u>	<u>(4,338,986)</u>	<u>8,203,373</u>
<b>Other financing sources (uses):</b>			
Issuance of notes . . . . .	7,771,000	6,075,000	(1,696,000)
Issuance of manuscript debt . . . . .	670,000	250,000	(420,000)
Transfers in . . . . .	657,600	1,336,217	678,617
Transfers (out) . . . . .	(4,859,863)	(4,859,863)	-
Advances in . . . . .	1,800,000	-	(1,800,000)
Advances (out) . . . . .	(2,293,420)	(1,664,420)	629,000
<i>Total other financing sources (uses) . . . . .</i>	<u>3,745,317</u>	<u>1,136,934</u>	<u>(2,608,383)</u>
Net change in fund balance . . . . .	(8,797,042)	(3,202,052)	5,594,990
<b>Fund balance at beginning of year . . . . .</b>	<b>9,656,659</b>	<b>9,656,659</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>2,006,682</b>	<b>2,006,682</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b><u>\$ 2,866,299</u></b>	<b><u>\$ 8,461,289</u></b>	<b><u>\$ 5,594,990</u></b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COMMUNITY AND ECONOMIC DEVELOPMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 15,372,971	\$ 3,281,727	\$ (12,091,244)
Other . . . . .	220,000	82,591	(137,409)
<b>Total revenues . . . . .</b>	<b>15,592,971</b>	<b>3,364,318</b>	<b>(12,228,653)</b>
<b>Expenditures:</b>			
Current:			
Community Environment:			
<i>Community Development Administration:</i>			
Materials and supplies . . . . .	101,665	57,074	44,591
Contractual services . . . . .	819,057	352,948	466,109
Capital outlay . . . . .	75,100	66,690	8,410
Other . . . . .	9,417,092	4,051,150	5,365,942
<b>Total Community Development Administration . . . . .</b>	<b>10,412,914</b>	<b>4,527,862</b>	<b>5,885,052</b>
<i>Federal Stimulus Funding:</i>			
Contractual services . . . . .	78,384	52,125	26,259
Capital outlay . . . . .	1,962,304	1,094,632	867,672
Other . . . . .	1,568,455	705,460	862,995
<b>Total Federal Stimulus Funding . . . . .</b>	<b>3,609,143</b>	<b>1,852,217</b>	<b>1,756,926</b>
<i>Community Development Demolition:</i>			
Contractual services . . . . .	338,690	-	338,690
Other . . . . .	7,496	-	7,496
<b>Total Community Development Demolition . . . . .</b>	<b>346,186</b>	<b>-</b>	<b>346,186</b>
<i>Fair Housing Administration:</i>			
Personal services . . . . .	258,019	186,219	71,800
Materials and supplies . . . . .	8,700	-	8,700
Contractual services . . . . .	11,090	250	10,840
Other . . . . .	15,000	-	15,000
<b>Total Fair Housing Administration . . . . .</b>	<b>292,809</b>	<b>186,469</b>	<b>106,340</b>

(Continued)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMMUNITY AND ECONOMIC DEVELOPMENT FUND (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Total expenditures . . . . .	14,661,052	6,566,548	8,094,504
Excess (deficiency) of revenues over (under) expenditures . . . . .	931,919	(3,202,230)	(4,134,149)
<b>Other financing sources:</b>			
Transfers in . . . . .	-	220,000	220,000
<i>Total Other Financing Sources</i> . . . . .	-	220,000	220,000
Net change in fund balance . . . . .	931,919	(2,982,230)	(3,914,149)
<b>Fund balance (deficit) at beginning of year</b> . . . . .	(2,072,843)	(2,072,843)	-
<b>Prior year encumbrances appropriated</b> . . . . .	2,278,799	2,278,799	-
<b>Fund balance (deficit) at end of year</b> . . . . .	<u>\$ 1,137,875</u>	<u>\$ (2,776,274)</u>	<u>\$ (3,914,149)</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COMPREHENSIVE PLAN IMPLEMENTATION FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Municipal income taxes . . . . .	\$ 7,100,000	\$ 6,875,424	\$ (224,576)
Operating grants . . . . .	1,500,000	1,382,000	(118,000)
Other . . . . .	-	7,439	7,439
Contributions and donations . . . . .	500,000	628,500	128,500
<b>Total revenues . . . . .</b>	<b>9,100,000</b>	<b>8,893,363</b>	<b>(206,637)</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>General Government - Support Administration:</i>			
Materials and supplies . . . . .	42,091	37,196	4,895
Contractual services . . . . .	702,188	691,954	10,234
Capital outlay . . . . .	12,906,368	12,754,320	152,048
Other . . . . .	5,111,313	3,611,313	1,500,000
<i>Total General Government - Support Administration . . . . .</i>	<i>18,761,960</i>	<i>17,094,783</i>	<i>1,667,177</i>
<i>Mayor - Administration:</i>			
Personal services . . . . .	159,704	152,844	6,860
Contractual services . . . . .	29,000	20,000	9,000
Other . . . . .	1,001,000	1,000,600	400
<i>Total Mayor - Administration . . . . .</i>	<i>1,189,704</i>	<i>1,173,444</i>	<i>16,260</i>
Transportation:			
<i>Engineering - Daily Operations:</i>			
Materials and supplies . . . . .	1,798,673	1,798,673	-
<i>Total Transportation . . . . .</i>	<i>1,798,673</i>	<i>1,798,673</i>	<i>-</i>
<b>Total Expenditures . . . . .</b>	<b>21,750,337</b>	<b>20,066,900</b>	<b>1,683,437</b>
Excess of expenditures over revenues . . . . .	(12,650,337)	(11,173,537)	1,476,800
<b>Other financing sources (uses):</b>			
Advances in . . . . .	1,500,000	1,500,000	-
Advances (out) . . . . .	(750,000)	-	750,000
<b>Total other financing sources (uses) . . . . .</b>	<b>750,000</b>	<b>1,500,000</b>	<b>750,000</b>
Net change in fund balance . . . . .	(11,900,337)	(9,673,537)	2,226,800
<b>Fund balance at beginning of year . . . . .</b>	<b>1,128,899</b>	<b>1,128,899</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>10,777,884</b>	<b>10,777,884</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 6,446</b>	<b>\$ 2,233,246</b>	<b>\$ 2,226,800</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CAPITAL PROJECTS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Municipal income taxes . . . . .	\$ 10,500,000	\$ 10,313,137	\$ (186,863)
Intergovernmental . . . . .	-	109,570	109,570
Capital grants . . . . .	889,810	1,018,049	128,239
Other . . . . .	60,000	311,964	251,964
<b>Total revenues . . . . .</b>	<b>11,449,810</b>	<b>11,752,720</b>	<b>302,910</b>
<b>Expenditures:</b>			
<b>Capital Outlay:</b>			
<i>Safety Director:</i>			
Police Department - Police Administration . . . . .	287,500	224,574	62,926
Fire Department - Fire Administration . . . . .	174,872	174,871	1
<b>Total Safety Director . . . . .</b>	<b>462,372</b>	<b>399,445</b>	<b>62,927</b>
<i>Traffic Divisions:</i>			
Traffic Signal . . . . .	82,420	82,420	-
<i>Service Director:</i>			
Service Director Administration . . . . .	467,914	411,916	55,998
Engineering Administration . . . . .	7,878,873	7,838,431	40,442
Engineering - 3rd Street SE Bridge Rehabilitation Project . . . . .	449,256	449,255	1
Purchasing Administration . . . . .	196,754	196,444	310
Motor vehicle administration . . . . .	61,225	61,115	110
Engineering - 11th Street Improvement Project . . . . .	47,703	47,703	-
44th St NW Wtr Mn Rep Project . . . . .	420,000	-	420,000
Street Administration . . . . .	512,169	485,545	26,624
Street Paving . . . . .	1,212,276	1,059,593	152,683
Steese Area (39th St NW) Project . . . . .	1,350,000	-	1,350,000
Building Maintenance Administration . . . . .	574,424	369,770	204,654
Collection System Department . . . . .	587,248	433,441	153,807
Engineering - Mahoning Rd. Corridor Project . . . . .	1,662,520	1,662,519	1
Engineering - Urban Forestry . . . . .	78,104	70,882	7,222
Engineering - Tusc St W Corr Safety Project 92562 . . . . .	48,156	18,157	29,999
<b>Total Service Director . . . . .</b>	<b>15,546,622</b>	<b>13,104,771</b>	<b>2,441,851</b>
<i>Water:</i>			
37th Street Water Sewer Street Improvement Project . . . . .	110,458	110,458	-
<i>Health:</i>			
Health Administration . . . . .	196,885	159,422	37,463
<i>Human Resources:</i>			
Human Resources . . . . .	21,835	21,000	835
<i>Management Information Systems:</i>			
Information Technology Manager . . . . .	413,342	403,146	10,196
<i>Judges:</i>			
Judges Administration . . . . .	70,000	67,857	2,143
<i>Council:</i>			
Council Administration . . . . .	1,500	1,500	-
<i>Auditor:</i>			
Auditor Administration . . . . .	395,714	394,172	1,542

(Continued)



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CAPITAL PROJECTS FUND (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<i>Law:</i>			
Law - Administration . . . . .	9,811	5,811	4,000
<i>Income Tax:</i>			
Income Tax - Administration . . . . .	105,035	95,627	9,408
<i>Treasurer:</i>			
Treasurer - Administration . . . . .	67,037	20,313	46,724
<i>Total Capital Outlay</i> . . . . .	<u>17,483,031</u>	<u>14,865,942</u>	<u>2,617,089</u>
<i>Debt Service:</i>			
<i>Principal retirement:</i>			
Various purpose loans . . . . .	475,478	438,839	36,639
<i>Interest and Fiscal Charges:</i>			
Various purpose loans . . . . .	49,503	49,503	-
<i>Total Debt Service</i> . . . . .	<u>524,981</u>	<u>488,342</u>	<u>36,639</u>
Total expenditures . . . . .	<u>18,008,012</u>	<u>15,354,284</u>	<u>2,653,728</u>
Excess of expenditures over revenues . . . . .	<u>(6,558,202)</u>	<u>(3,601,564)</u>	<u>2,956,638</u>
<b>Other financing sources:</b>			
Sale of assets . . . . .	-	1,882	1,882
Loan proceeds - OPWC . . . . .	255,000	110,458	(144,542)
Total other financing sources . . . . .	<u>255,000</u>	<u>112,340</u>	<u>(142,660)</u>
Net change in fund balance . . . . .	(6,303,202)	(3,489,224)	2,813,978
<b>Fund balance at beginning of year</b> . . . . .	98,317	98,317	-
<b>Prior year encumbrances appropriated</b> . . . . .	6,726,290	6,726,290	-
<b>Fund balance at end of year</b> . . . . .	<u>\$ 521,405</u>	<u>\$ 3,335,383</u>	<u>\$ 2,813,978</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
MOTOR VEHICLE PURCHASE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Municipal income taxes . . . . .	\$ 2,328,088	\$ 2,291,808	\$ (36,280)
<b>Expenditures:</b>			
<b>Capital Outlay:</b>			
<i>Safety Director:</i>			
Central Communication Administration . . . . .	142,325	142,325	-
Police Department - Police Administration . . . . .	754,522	748,751	5,771
Fire Department - Fire Administration . . . . .	1,208,570	1,208,511	59
<i>Total Safety Director</i> . . . . .	2,105,417	2,099,587	5,830
<i>Traffic Divisions:</i>			
Traffic Divisions - Engineer Administration . . . . .	8,750	8,750	-
Traffic Divisions - Traffic Sign & Paint . . . . .	10,500	10,500	-
Traffic Divisions - Traffic Signal . . . . .	50,000	50,000	-
<i>Total Traffic Divisions</i> . . . . .	69,250	69,250	-
<i>Service Director:</i>			
Engineering Administration . . . . .	34,500	34,500	-
Street Administration . . . . .	659,750	609,786	49,964
Street Paving . . . . .	224,000	224,000	-
Daily Operations . . . . .	575	575	-
Building Maintenance Administration . . . . .	3,050	3,050	-
Collection System Department . . . . .	8,850	8,850	-
<i>Total Service Director</i> . . . . .	930,725	880,761	49,964
<i>Health:</i>			
Health Administration . . . . .	11,000	11,000	-
<i>Mayor:</i>			
Mayor Administration . . . . .	1,250	1,250	-
<i>Management Information Systems:</i>			
Information Technology Manager . . . . .	26,750	26,750	-
<i>Judges:</i>			
Judge Administration . . . . .	11,000	11,000	-

(Continued)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MOTOR VEHICLE PURCHASE FUND (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Total expenditures . . . . .	3,155,392	3,099,598	55,794
Excess of expenditures over revenues . . . . .	(827,304)	(807,790)	19,514
<b>Other financing sources:</b>			
Sale of assets . . . . .	29,000	25,210	(3,790)
Net change in fund balance . . . . .	(798,304)	(782,580)	15,724
<b>Fund balance at beginning of year . . . . .</b>	<b>559,722</b>	<b>559,722</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>238,874</b>	<b>238,874</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 292</b>	<b>\$ 16,016</b>	<b>\$ 15,724</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2020

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 11,704,334	\$ 88,770	\$ 1,303,549	\$ 13,096,653
Cash with fiscal agent . . . . .	-	3,019	-	3,019
Receivables:				
Property and other local taxes . . . . .	4,854,117	-	-	4,854,117
Municipal income taxes . . . . .	140,441	-	-	140,441
Accounts . . . . .	20,850	8,835	-	29,685
Accrued interest . . . . .	17	-	-	17
Due from other governments . . . . .	1,465,438	-	687,941	2,153,379
Materials and supplies inventory . . . . .	46,969	-	-	46,969
Prepayments . . . . .	77,102	-	-	77,102
Total assets . . . . .	<u>\$ 18,309,268</u>	<u>\$ 100,624</u>	<u>\$ 1,991,490</u>	<u>\$ 20,401,382</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 654,398	\$ -	\$ 1,130,004	\$ 1,784,402
Accrued wages and benefits payable . . . . .	159,420	-	-	159,420
Due to other funds . . . . .	311,862	-	-	311,862
Due to other governments . . . . .	107,884	-	-	107,884
Deposits held and due to others . . . . .	92,838	-	-	92,838
Payroll withholding payable . . . . .	70,522	-	-	70,522
Total liabilities . . . . .	<u>1,396,924</u>	<u>-</u>	<u>1,130,004</u>	<u>2,526,928</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	3,796,812	-	-	3,796,812
Delinquent property tax revenue not available . . . . .	1,057,305	-	-	1,057,305
Income tax revenue not available . . . . .	27,462	-	-	27,462
Intergovernmental revenue not available . . . . .	513,936	-	-	513,936
Charges for services revenue not available . . . . .	-	8,835	-	8,835
Miscellaneous revenue not available . . . . .	4,871	-	-	4,871
Total deferred inflows of resources . . . . .	<u>5,400,386</u>	<u>8,835</u>	<u>-</u>	<u>5,409,221</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	124,071	-	-	124,071
Restricted . . . . .	8,505,480	91,789	1,291,429	9,888,698
Committed . . . . .	2,892,750	-	-	2,892,750
Unassigned (deficit) . . . . .	<u>(10,343)</u>	<u>-</u>	<u>(429,943)</u>	<u>(440,286)</u>
Total fund balances . . . . .	<u>11,511,958</u>	<u>91,789</u>	<u>861,486</u>	<u>12,465,233</u>
Total liabilities, deferred inflows of resources, and fund balances . . . . .	<u>\$ 18,309,268</u>	<u>\$ 100,624</u>	<u>\$ 1,991,490</u>	<u>\$ 20,401,382</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ 3,719,894	\$ -	\$ -	\$ 3,719,894
Municipal income taxes . . . . .	1,109,915	-	-	1,109,915
Charges for services . . . . .	1,444,858	-	-	1,444,858
Licenses, permits, and fees . . . . .	104,286	-	-	104,286
Fines and forfeitures . . . . .	137,029	-	-	137,029
Intergovernmental. . . . .	12,601,925	-	273,297	12,875,222
Interest and investment income . . . . .	4,226	11,978	192	16,396
Rental income. . . . .	73,657	-	-	73,657
Contributions and donations . . . . .	25,020	-	-	25,020
Operating grants. . . . .	1,398,857	-	-	1,398,857
Capital grants . . . . .	18,896	-	2,430,087	2,448,983
Payment in lieu of taxes. . . . .	1,061,906	-	-	1,061,906
Other local taxes. . . . .	253,302	-	-	253,302
Other . . . . .	682,175	318	133,038	815,531
<b>Total revenues. . . . .</b>	<b>22,635,946</b>	<b>12,296</b>	<b>2,836,614</b>	<b>25,484,856</b>
<b>Expenditures:</b>				
Current:				
General government. . . . .	8,957,001	-	-	8,957,001
Security of persons and property . . . . .	3,551,413	-	-	3,551,413
Transportation. . . . .	3,704,222	-	-	3,704,222
Community environment . . . . .	1,500,000	-	-	1,500,000
Leisure time activities. . . . .	5,085,549	-	-	5,085,549
Capital outlay . . . . .	256,131	-	2,691,762	2,947,893
Debt service:				
Principal retirement. . . . .	6,883	-	3,500,000	3,506,883
Interest and fiscal charges . . . . .	-	-	98,389	98,389
<b>Total expenditures . . . . .</b>	<b>23,061,199</b>	<b>-</b>	<b>6,290,151</b>	<b>29,351,350</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	(425,253)	12,296	(3,453,537)	(3,866,494)
<b>Other financing sources:</b>				
Proceeds from sale of capital assets . . . . .	8,552	-	-	8,552
Issuance of notes . . . . .	-	-	3,400,000	3,400,000
Capital lease transactions . . . . .	256,131	-	-	256,131
Issuance of loans . . . . .	-	-	175,654	175,654
Transfers in. . . . .	367,642	-	194,696	562,338
<b>Total other financing sources. . . . .</b>	<b>632,325</b>	<b>-</b>	<b>3,770,350</b>	<b>4,402,675</b>
Net change in fund balances . . . . .	207,072	12,296	316,813	536,181
<b>Fund balances at beginning of year . . . . .</b>	<b>11,304,886</b>	<b>79,493</b>	<b>544,673</b>	<b>11,929,052</b>
<b>Fund balances at end of year . . . . .</b>	<b>\$ 11,511,958</b>	<b>\$ 91,789</b>	<b>\$ 861,486</b>	<b>\$ 12,465,233</b>

CITY OF CANTON  
 STARK COUNTY, OHIO  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 DECEMBER 31, 2020

	Street Construction, Maintenance, and Repair	State Highway	Municipal Road	Cornerstone Parking Deck	Mills Industrial Park TIF
<b>Assets:</b>					
Equity in pooled cash and cash equivalents. . . . .	\$ 1,016,692	\$ 184,853	\$ 748,262	\$ 90,402	\$ 326,305
Receivables:					
Property and other taxes . . . . .	-	-	-	-	-
Income taxes . . . . .	-	-	-	-	-
Accounts . . . . .	7,652	-	-	322	-
Accrued interest. . . . .	-	-	-	-	-
Due from other governments . . . . .	1,046,932	67,774	92,556	-	-
Materials and supplies inventory . . . . .	33,518	-	-	-	-
Prepayments. . . . .	27,163	1,802	-	2,828	-
Total assets . . . . .	<u>\$ 2,131,957</u>	<u>\$ 254,429</u>	<u>\$ 840,818</u>	<u>\$ 93,552</u>	<u>\$ 326,305</u>
<b>Liabilities:</b>					
Accounts payable . . . . .	\$ 57,140	\$ 11,017	\$ 325,301	\$ 5,036	\$ -
Accrued wages and benefits payable. . . . .	73,784	3,670	-	4,764	-
Due to other funds . . . . .	538	83	-	-	-
Due to other governments . . . . .	10,723	516	-	84,300	-
Deposits held and due to others . . . . .	-	-	-	-	-
Payroll withholding payable . . . . .	26,972	1,741	-	-	-
Total liabilities . . . . .	<u>169,157</u>	<u>17,027</u>	<u>325,301</u>	<u>94,100</u>	<u>-</u>
<b>Deferred inflows of resources:</b>					
Property taxes levied for the next fiscal year . . . . .	-	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-	-
Income tax revenue not available . . . . .	-	-	-	-	-
Intergovernmental revenue not available . . . . .	438,298	23,580	-	-	-
Miscellaneous revenue not available . . . . .	-	-	-	-	-
Total deferred inflows of resources . . . . .	<u>438,298</u>	<u>23,580</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>					
Nonspendable. . . . .	60,681	1,802	-	2,828	-
Restricted. . . . .	1,463,821	212,020	515,517	-	326,305
Committed . . . . .	-	-	-	-	-
Unassigned (deficit) . . . . .	-	-	-	(3,376)	-
Total fund balances (deficit) . . . . .	<u>1,524,502</u>	<u>213,822</u>	<u>515,517</u>	<u>(548)</u>	<u>326,305</u>
Total liabilities, deferred inflows of resources, and fund balances . . . . .	<u>\$ 2,131,957</u>	<u>\$ 254,429</u>	<u>\$ 840,818</u>	<u>\$ 93,552</u>	<u>\$ 326,305</u>



CITY OF CANTON  
 STARK COUNTY, OHIO  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 DECEMBER 31, 2020

	Park Department	Youth Development	Federal Forfeiture	Probation Award	Enforcement and Education	Indigent Driver Alcohol Treatment
<b>Assets:</b>						
Equity in pooled cash and cash equivalents . . . . .	\$ 2,740,866	\$ 4,470	\$ 188,177	\$ 13,103	\$ 19,268	\$ 57,589
Receivables:						
Property and other taxes . . . . .	4,854,117	-	-	-	-	-
Income taxes . . . . .	-	-	-	-	-	-
Accounts . . . . .	4,490	-	-	-	-	-
Accrued interest . . . . .	-	-	-	-	-	-
Due from other governments . . . . .	-	-	-	-	369	1,186
Materials and supplies inventory . . . . .	-	-	-	-	-	-
Prepayments . . . . .	32,725	-	159	80	-	-
Total assets . . . . .	<u>\$ 7,632,198</u>	<u>\$ 4,470</u>	<u>\$ 188,336</u>	<u>\$ 13,183</u>	<u>\$ 19,637</u>	<u>\$ 58,775</u>
<b>Liabilities:</b>						
Accounts payable . . . . .	\$ 142,427	\$ -	\$ 31,839	\$ -	\$ -	\$ -
Accrued wages and benefits payable . . . . .	53,173	-	-	-	-	-
Due to other funds . . . . .	2,333	-	-	-	-	-
Due to other governments . . . . .	7,834	-	-	-	-	-
Deposits held and due to others . . . . .	-	-	-	-	-	-
Payroll withholding payable . . . . .	26,975	-	42	-	-	-
Total liabilities . . . . .	<u>232,742</u>	<u>-</u>	<u>31,881</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Deferred inflows of resources:</b>						
Property taxes levied for the next fiscal year . . . . .	3,796,812	-	-	-	-	-
Delinquent property tax revenue not available . . . . .	1,057,305	-	-	-	-	-
Income tax revenue not available . . . . .	-	-	-	-	-	-
Intergovernmental revenue not available . . . . .	-	-	-	-	-	-
Miscellaneous revenue not available . . . . .	-	-	-	-	-	-
Total deferred inflows of resources . . . . .	<u>4,854,117</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>						
Nonspendable . . . . .	32,725	-	159	80	-	-
Restricted . . . . .	20,113	4,470	156,296	13,103	19,637	58,775
Committed . . . . .	2,492,501	-	-	-	-	-
Unassigned (deficit) . . . . .	-	-	-	-	-	-
Total fund balances (deficit) . . . . .	<u>2,545,339</u>	<u>4,470</u>	<u>156,455</u>	<u>13,183</u>	<u>19,637</u>	<u>58,775</u>
Total liabilities, deferred inflows of resources, and fund balances . . . . .	<u>\$ 7,632,198</u>	<u>\$ 4,470</u>	<u>\$ 188,336</u>	<u>\$ 13,183</u>	<u>\$ 19,637</u>	<u>\$ 58,775</u>



<b>Law Enforcement Trust</b>	<b>Municipal Probation Services</b>	<b>Misdemeanor Community Sanction Grant</b>	<b>Prisoner Housing</b>	<b>Local Law Enforcement Block Grant</b>	<b>Supplementary Police Forces</b>	<b>Police</b>	<b>Fire</b>
\$ 53,967	\$ 330,401	\$ 68,625	\$ 111,530	\$ 37,826	\$ 108	\$ 25,397	\$ 120,121
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
1,042	13,194	-	540	-	-	86,359	57,381
-	-	-	-	-	-	-	-
-	1,702	2,622	-	-	-	-	-
<u>\$ 55,009</u>	<u>\$ 345,297</u>	<u>\$ 71,247</u>	<u>\$ 112,070</u>	<u>\$ 37,826</u>	<u>\$ 108</u>	<u>\$ 111,756</u>	<u>\$ 177,502</u>
\$ -	\$ 890	\$ 4,573	\$ -	\$ -	\$ -	\$ -	\$ 102
-	4,122	-	-	-	-	-	-
-	-	-	-	14,517	-	97,828	115,272
-	579	642	-	-	-	-	-
-	-	-	-	-	-	-	-
-	2,071	971	-	-	-	-	-
-	7,662	6,186	-	14,517	-	97,828	115,374
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	15,160	36,898
-	-	-	-	-	-	-	-
-	-	-	-	-	-	15,160	36,898
-	1,702	2,622	-	-	-	-	-
55,009	335,933	62,439	112,070	23,309	108	-	25,230
-	-	-	-	-	-	-	-
-	-	-	-	-	-	(1,232)	-
<u>55,009</u>	<u>337,635</u>	<u>65,061</u>	<u>112,070</u>	<u>23,309</u>	<u>108</u>	<u>(1,232)</u>	<u>25,230</u>
<u>\$ 55,009</u>	<u>\$ 345,297</u>	<u>\$ 71,247</u>	<u>\$ 112,070</u>	<u>\$ 37,826</u>	<u>\$ 108</u>	<u>\$ 111,756</u>	<u>\$ 177,502</u>

(Continued)

CITY OF CANTON  
 STARK COUNTY, OHIO  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 DECEMBER 31, 2020

	Vacant/ Foreclosed Registry	Canton Merchandising	Jobs Ohio	HOF Village
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 380,762	\$ 13,328	\$ -	\$ -
Receivables:				
Property and other taxes . . . . .	-	-	-	-
Income taxes . . . . .	-	-	-	-
Accounts . . . . .	-	-	-	3,515
Accrued interest . . . . .	-	-	-	-
Due from other governments . . . . .	-	-	-	-
Materials and supplies inventory . . . . .	-	13,451	-	-
Prepayments . . . . .	423	-	-	-
Total assets . . . . .	<u>\$ 381,185</u>	<u>\$ 26,779</u>	<u>\$ -</u>	<u>\$ 3,515</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 20,411	\$ 17	\$ -	\$ -
Accrued wages and benefits payable . . . . .	879	-	-	-
Due to other funds . . . . .	-	-	5,735	-
Due to other governments . . . . .	124	-	-	-
Deposits held and due to others . . . . .	-	-	-	-
Payroll withholding payable . . . . .	442	-	-	-
Total liabilities . . . . .	<u>21,856</u>	<u>17</u>	<u>5,735</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-
Income tax revenue not available . . . . .	-	-	-	-
Intergovernmental revenue not available . . . . .	-	-	-	-
Miscellaneous revenue not available . . . . .	-	-	-	-
Total deferred inflows of resources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	423	13,451	-	-
Restricted . . . . .	358,906	13,311	-	3,515
Committed . . . . .	-	-	-	-
Unassigned (deficit) . . . . .	-	-	(5,735)	-
Total fund balances (deficit) . . . . .	<u>359,329</u>	<u>26,762</u>	<u>(5,735)</u>	<u>3,515</u>
Total liabilities, deferred inflows of resources, and fund balances . . . . .	<u>\$ 381,185</u>	<u>\$ 26,779</u>	<u>\$ -</u>	<u>\$ 3,515</u>

<b>Neighborhood Development</b>	<b>Pretrial Award</b>	<b>Building Escrow</b>	<b>Vacant / Foreclosure Depository</b>	<b>Other</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ 577,746	\$ 8,061	\$ 92,838	\$ 1,996,370	\$ 463,139	\$ 11,704,334
-	-	-	-	-	4,854,117
140,441	-	-	-	-	140,441
-	-	-	-	4,871	20,850
-	-	-	-	-	17
-	-	-	-	46,903	1,465,438
-	-	-	-	-	46,969
-	-	-	-	2,929	77,102
<u>\$ 718,187</u>	<u>\$ 8,061</u>	<u>\$ 92,838</u>	<u>\$ 1,996,370</u>	<u>\$ 517,842</u>	<u>\$ 18,309,268</u>
\$ 17,442	\$ -	\$ -	\$ -	\$ 11,270	\$ 654,398
-	-	-	-	16,336	159,420
-	-	-	-	75,556	311,862
-	-	-	-	664	107,884
-	-	92,838	-	-	92,838
-	-	-	-	4,962	70,522
<u>17,442</u>	<u>-</u>	<u>92,838</u>	<u>-</u>	<u>108,788</u>	<u>1,396,924</u>
-	-	-	-	-	3,796,812
-	-	-	-	-	1,057,305
27,462	-	-	-	-	27,462
-	-	-	-	-	513,936
-	-	-	-	4,871	4,871
<u>27,462</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,871</u>	<u>5,400,386</u>
-	-	-	-	2,929	124,071
673,283	8,061	-	1,996,370	1,005	8,505,480
-	-	-	-	400,249	2,892,750
-	-	-	-	-	(10,343)
<u>673,283</u>	<u>8,061</u>	<u>-</u>	<u>1,996,370</u>	<u>404,183</u>	<u>11,511,958</u>
<u>\$ 718,187</u>	<u>\$ 8,061</u>	<u>\$ 92,838</u>	<u>\$ 1,996,370</u>	<u>\$ 517,842</u>	<u>\$ 18,309,268</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Street Construction, Maintenance, and Repair</b>	<b>State Highway</b>	<b>Municipal Road</b>	<b>Cornerstone Parking Deck</b>	<b>Mills Industrial Park TIF</b>
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ -	\$ -	\$ -	\$ -	\$ -
Municipal Income taxes . . . . .	-	-	-	-	-
Charges for services . . . . .	-	-	-	169,589	-
Licenses, permits, and fees . . . . .	-	-	-	-	-
Fines and forfeitures . . . . .	-	-	-	-	-
Intergovernmental . . . . .	3,754,090	270,910	104,347	-	-
Interest and investment income. . . . .	2,843	1,083	-	-	-
Rental income . . . . .	-	-	-	4,233	-
Contributions and donations . . . . .	-	-	-	-	-
Operating grants . . . . .	-	-	-	-	-
Capital grants. . . . .	-	-	18,896	-	-
Payment in lieu of taxes . . . . .	-	-	-	-	68,259
Other local taxes. . . . .	-	-	-	-	-
Other. . . . .	81,472	3,859	25,789	4,522	-
<b>Total revenues . . . . .</b>	<b>3,838,405</b>	<b>275,852</b>	<b>149,032</b>	<b>178,344</b>	<b>68,259</b>
<b>Expenditures:</b>					
Current:					
General government . . . . .	-	-	-	-	-
Security of persons and property . . . . .	1,495,757	19,604	-	201,870	-
Transportation . . . . .	1,730,664	209,056	431,010	-	-
Community environment. . . . .	-	-	-	-	-
Leisure time activities . . . . .	-	-	-	-	-
Capital outlay . . . . .	-	-	-	-	-
Debt service:					
Principal retirement . . . . .	-	-	-	-	-
<b>Total expenditures. . . . .</b>	<b>3,226,421</b>	<b>228,660</b>	<b>431,010</b>	<b>201,870</b>	<b>-</b>
Excess of revenues over (under) expenditures . . . . .	611,984	47,192	(281,978)	(23,526)	68,259
<b>Other financing sources:</b>					
Proceeds from sale of capital assets . . . . .	-	-	-	-	-
Capital lease transactions . . . . .	-	-	-	-	-
Transfers in . . . . .	-	-	-	-	-
<b>Total other financing sources . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net change in fund balance . . . . .	611,984	47,192	(281,978)	(23,526)	68,259
<b>Fund balances (deficit)</b>					
<b>at beginning of year . . . . .</b>	912,518	166,630	797,495	22,978	258,046
<b>Fund balances (deficit) at end of year . . . . .</b>	<b>\$ 1,524,502</b>	<b>\$ 213,822</b>	<b>\$ 515,517</b>	<b>\$ (548)</b>	<b>\$ 326,305</b>

<b>Gervasi 1700, LLC TIF</b>	<b>BJA FY20 COVID-19 Emergency Supply Fund</b>	<b>Lesh Rd./30th St. TIF</b>	<b>Crime Lab</b>	<b>Court Computer</b>	<b>Court</b>	<b>Law Department Dispute Resolution</b>	<b>SARTA Area Improvement</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	35,482	179,143	458,847	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	252	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	243,751	-	-	-	-	-	-
-	-	-	-	-	-	-	-
42,753	-	6,150	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	3,280	7,551	30	-
<u>42,753</u>	<u>244,003</u>	<u>6,150</u>	<u>35,482</u>	<u>182,423</u>	<u>466,398</u>	<u>30</u>	<u>-</u>
-	103,229	-	-	235,173	485,270	-	-
-	4,925	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	100,793	-	-	-	-	-	-
<u>6,883</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>6,883</u>	<u>208,947</u>	<u>-</u>	<u>-</u>	<u>235,173</u>	<u>485,270</u>	<u>-</u>	<u>-</u>
<u>35,870</u>	<u>35,056</u>	<u>6,150</u>	<u>35,482</u>	<u>(52,750)</u>	<u>(18,872)</u>	<u>30</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	100,793	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>100,793</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>35,870</u>	<u>135,849</u>	<u>6,150</u>	<u>35,482</u>	<u>(52,750)</u>	<u>(18,872)</u>	<u>30</u>	<u>-</u>
<u>45,368</u>	<u>-</u>	<u>51,625</u>	<u>85,582</u>	<u>316,270</u>	<u>1,409,273</u>	<u>1,024</u>	<u>642</u>
<u>\$ 81,238</u>	<u>\$ 135,849</u>	<u>\$ 57,775</u>	<u>\$ 121,064</u>	<u>\$ 263,520</u>	<u>\$ 1,390,401</u>	<u>\$ 1,054</u>	<u>\$ 642</u>

(Continued)

**CITY OF CANTON  
STARK COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Park Department</b>	<b>Youth Development</b>	<b>Federal Forfeiture</b>	<b>Probation Award</b>	<b>Enforcement and Education</b>	<b>Indigent Driver Alcohol Treatment</b>
<b>Revenues:</b>						
Property and other local taxes . . . . .	\$ 3,719,894	\$ -	\$ -	\$ -	\$ -	\$ -
Municipal Income taxes . . . . .	-	-	-	-	-	-
Charges for services . . . . .	-	-	-	-	-	-
Licenses, permits, and fees . . . . .	104,286	-	-	-	-	-
Fines and forfeitures . . . . .	-	-	22,958	-	5,457	87,559
Intergovernmental . . . . .	152,684	-	-	-	-	-
Interest and investment income. . . . .	-	-	48	-	-	-
Rental income . . . . .	69,424	-	-	-	-	-
Contributions and donations . . . . .	-	-	-	-	-	-
Operating grants . . . . .	-	-	-	-	-	-
Capital grants. . . . .	-	-	-	-	-	-
Payment in lieu of taxes . . . . .	1,450	-	-	-	-	-
Other local taxes. . . . .	-	-	-	-	-	-
Other. . . . .	77,226	-	2,197	-	-	-
<b>Total revenues . . . . .</b>	<b>4,124,964</b>	<b>-</b>	<b>25,203</b>	<b>-</b>	<b>5,457</b>	<b>87,559</b>
<b>Expenditures:</b>						
Current:						
General government . . . . .	-	-	-	22,536	-	82,626
Security of persons and property . . . . .	-	-	103,190	-	2,250	-
Transportation . . . . .	-	-	-	-	-	-
Community environment. . . . .	-	-	-	-	-	-
Leisure time activities . . . . .	3,861,245	-	-	-	-	-
Capital outlay . . . . .	-	-	-	-	-	-
Debt service:						
Principal retirement . . . . .	-	-	-	-	-	-
<b>Total expenditures. . . . .</b>	<b>3,861,245</b>	<b>-</b>	<b>103,190</b>	<b>22,536</b>	<b>2,250</b>	<b>82,626</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	263,719	-	(77,987)	(22,536)	3,207	4,933
<b>Other financing sources:</b>						
Proceeds from sale of capital assets . . . . .	8,552	-	-	-	-	-
Capital lease transactions . . . . .	-	-	-	-	-	-
Transfers in . . . . .	300,000	-	-	-	-	-
<b>Total other financing sources . . . . .</b>	<b>308,552</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net change in fund balance . . . . .	572,271	-	(77,987)	(22,536)	3,207	4,933
<b>Fund balances (deficit)</b>						
<b>at beginning of year . . . . .</b>	<b>1,973,068</b>	<b>4,470</b>	<b>234,442</b>	<b>35,719</b>	<b>16,430</b>	<b>53,842</b>
<b>Fund balances (deficit) at end of year . . . . .</b>	<b>\$ 2,545,339</b>	<b>\$ 4,470</b>	<b>\$ 156,455</b>	<b>\$ 13,183</b>	<b>\$ 19,637</b>	<b>\$ 58,775</b>

<b>Law Enforcement Trust</b>	<b>Municipal Probation Services</b>	<b>Misdemeanor Community Sanction Grant</b>	<b>Prisoner Housing</b>	<b>Local Law Enforcement Block Grant</b>	<b>Supplementary Police Forces</b>	<b>Police</b>	<b>Fire</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	190,547	-	-	-	-	-	-
-	-	-	-	-	-	-	-
11,685	-	-	9,370	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	20
-	-	170,604	-	-	-	274,630	399,131
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
2,102	3,968	6,265	-	-	-	76	-
<u>13,787</u>	<u>194,515</u>	<u>176,869</u>	<u>9,370</u>	<u>-</u>	<u>-</u>	<u>274,706</u>	<u>399,151</u>
-	253,081	161,698	1,001	-	-	-	-
23,496	-	-	-	48,160	-	352,153	433,271
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	37,826	-	-	-
-	-	-	-	-	-	-	-
<u>23,496</u>	<u>253,081</u>	<u>161,698</u>	<u>1,001</u>	<u>85,986</u>	<u>-</u>	<u>352,153</u>	<u>433,271</u>
<u>(9,709)</u>	<u>(58,566)</u>	<u>15,171</u>	<u>8,369</u>	<u>(85,986)</u>	<u>-</u>	<u>(77,447)</u>	<u>(34,120)</u>
-	-	-	-	-	-	-	-
-	-	-	-	37,826	-	-	-
-	-	-	-	-	-	-	8,886
-	-	-	-	37,826	-	-	8,886
(9,709)	(58,566)	15,171	8,369	(48,160)	-	(77,447)	(25,234)
64,718	396,201	49,890	103,701	71,469	108	76,215	50,464
<u>\$ 55,009</u>	<u>\$ 337,635</u>	<u>\$ 65,061</u>	<u>\$ 112,070</u>	<u>\$ 23,309</u>	<u>\$ 108</u>	<u>\$ (1,232)</u>	<u>\$ 25,230</u>

(Continued)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Vacant/ Foreclosed Registry</u>	<u>Canton Merchandising</u>	<u>Market Square Donation</u>	<u>Jobs Ohio</u>	<u>HOF Village</u>	<u>Neighborhood Development</u>
<b>Revenues:</b>						
Property and other local taxes . . . . .	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Municipal Income taxes . . . . .	-	-	-	-	-	1,109,915
Charges for services . . . . .	51,250	-	-	-	-	-
Licenses, permits, and fees . . . . .	-	-	-	-	-	-
Fines and forfeitures . . . . .	-	-	-	-	-	-
Intergovernmental . . . . .	-	-	-	-	-	-
Interest and investment income. . . . .	-	-	-	-	-	-
Rental income . . . . .	-	-	-	-	-	-
Contributions and donations . . . . .	-	-	-	-	-	-
Operating grants . . . . .	-	-	-	-	-	-
Capital grants . . . . .	-	-	-	-	-	-
Payment in lieu of taxes . . . . .	-	-	-	-	842,623	-
Other local taxes. . . . .	-	-	-	-	253,302	-
Other. . . . .	951	529	-	-	-	-
Total revenues . . . . .	<u>52,201</u>	<u>529</u>	<u>-</u>	<u>-</u>	<u>1,095,925</u>	<u>1,109,915</u>
<b>Expenditures:</b>						
Current:						
General government . . . . .	35,653	510	9,242	-	-	203,590
Security of persons and property . . . . .	135,517	-	-	-	-	-
Transportation . . . . .	32,113	-	-	-	-	1,253,784
Community environment. . . . .	-	-	-	-	-	-
Leisure time activities . . . . .	-	-	-	-	1,216,205	-
Capital outlay . . . . .	-	-	-	-	-	-
Debt service:						
Principal retirement . . . . .	-	-	-	-	-	-
Total expenditures. . . . .	<u>203,283</u>	<u>510</u>	<u>9,242</u>	<u>-</u>	<u>1,216,205</u>	<u>1,457,374</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>(151,082)</u>	<u>19</u>	<u>(9,242)</u>	<u>-</u>	<u>(120,280)</u>	<u>(347,459)</u>
<b>Other financing sources:</b>						
Proceeds from sale of capital assets . . . . .	-	-	-	-	-	-
Capital lease transactions . . . . .	-	-	-	-	-	-
Transfers in . . . . .	-	-	-	-	-	-
Total other financing sources . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance . . . . .	(151,082)	19	(9,242)	-	(120,280)	(347,459)
<b>Fund balances (deficit)</b>						
at beginning of year . . . . .	510,411	26,743	9,242	(5,735)	123,795	1,020,742
Fund balances (deficit) at end of year . . . . .	<u>\$ 359,329</u>	<u>\$ 26,762</u>	<u>\$ -</u>	<u>\$ (5,735)</u>	<u>\$ 3,515</u>	<u>\$ 673,283</u>



<b>Pretrial Award</b>	<b>Vacant / Foreclosure Depository</b>	<b>COVID Relief</b>	<b>Other</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ -	\$ -	\$ -	\$ -	\$ 3,719,894
-	-	-	-	1,109,915
-	360,000	-	-	1,444,858
-	-	-	-	104,286
-	-	-	-	137,029
-	-	8,319,894	-	12,601,925
-	-	-	-	4,226
-	-	-	-	73,657
-	-	-	25,000	25,020
-	-	-	310,741	1,398,857
-	-	-	-	18,896
-	-	-	-	1,061,906
-	-	-	-	253,302
4,849	-	300,175	157,334	682,175
<u>4,849</u>	<u>360,000</u>	<u>8,620,069</u>	<u>493,075</u>	<u>22,635,946</u>
28,491	532,946	6,380,750	320,534	8,957,001
-	-	731,220	-	3,551,413
-	-	-	47,595	3,704,222
-	-	1,500,000	-	1,500,000
-	-	8,099	-	5,085,549
-	-	-	117,512	256,131
-	-	-	-	6,883
<u>28,491</u>	<u>532,946</u>	<u>8,620,069</u>	<u>485,641</u>	<u>23,061,199</u>
<u>(23,642)</u>	<u>(172,946)</u>	<u>-</u>	<u>7,434</u>	<u>(425,253)</u>
-	-	-	-	8,552
-	-	-	117,512	256,131
-	-	-	58,756	367,642
-	-	-	176,268	632,325
(23,642)	(172,946)	-	183,702	207,072
31,703	2,169,316	-	220,481	11,304,886
<u>\$ 8,061</u>	<u>\$ 1,996,370</u>	<u>\$ -</u>	<u>\$ 404,183</u>	<u>\$ 11,511,958</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
STREET CONSTRUCTION, MAINTENANCE, AND REPAIR FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental . . . . .	\$ 4,390,000	\$ 3,819,316	\$ (570,684)
Interest and investment income . . . . .	-	2,843	2,843
Other . . . . .	459,336	192,131	(267,205)
<b>Total revenues . . . . .</b>	<b>4,849,336</b>	<b>4,014,290</b>	<b>(835,046)</b>
<b>Expenditures:</b>			
<b>Current:</b>			
<b>Security of Persons and Property:</b>			
<i>Traffic Divisions - Traffic Engineer/Parking Meter:</i>			
Personal services . . . . .	338,036	329,217	8,819
Materials and supplies . . . . .	33,904	33,866	38
Contractual services . . . . .	34,599	29,098	5,501
Capital outlay . . . . .	27,282	27,282	-
Other . . . . .	364	364	-
<i>Total Traffic Divisions - Traffic Engineer/Parking Meter . . . . .</i>	<u>434,185</u>	<u>419,827</u>	<u>14,358</u>
<i>Traffic Divisions - Traffic Sign and Paint:</i>			
Personal services . . . . .	278,889	255,173	23,716
Materials and supplies . . . . .	136,304	134,721	1,583
Contractual services . . . . .	52,422	51,403	1,019
Capital outlay . . . . .	34,264	34,264	-
Other . . . . .	1,829	1,829	-
<i>Total Traffic Divisions - Traffic Sign and Paint . . . . .</i>	<u>503,708</u>	<u>477,390</u>	<u>26,318</u>
<i>Traffic Divisions - Traffic Signal:</i>			
Personal services . . . . .	387,283	375,348	11,935
Materials and supplies . . . . .	112,173	111,925	248
Contractual services . . . . .	184,717	184,712	5
Capital outlay . . . . .	216,305	216,304	1
Other . . . . .	109	109	-
<i>Total Traffic Divisions - Traffic Signal . . . . .</i>	<u>900,587</u>	<u>888,398</u>	<u>12,189</u>
<i>Total Security of Persons and Property . . . . .</i>	<u>1,838,480</u>	<u>1,785,615</u>	<u>52,865</u>
<b>Transportation:</b>			
<i>Engineering - Daily Operations:</i>			
Personal services . . . . .	23,215	22,647	568
Materials and supplies . . . . .	936,821	232,800	704,021
Contractual services . . . . .	47,773	46,773	1,000
<i>Total Engineering - Daily Operations . . . . .</i>	<u>1,007,809</u>	<u>302,220</u>	<u>705,589</u>
<i>Street Maintenance:</i>			
Personal services . . . . .	1,057,795	948,552	109,243
Materials and supplies . . . . .	809,982	544,858	265,124
Contractual services . . . . .	194,103	184,383	9,720
Capital outlay . . . . .	410,973	3,675	407,298
Other . . . . .	18,145	12,923	5,222
<i>Total Street Maintenance . . . . .</i>	<u>2,490,998</u>	<u>1,694,391</u>	<u>796,607</u>
<i>Total Transportation . . . . .</i>	<u>3,498,807</u>	<u>1,996,611</u>	<u>1,502,196</u>
<b>Total expenditures . . . . .</b>	<b>5,337,287</b>	<b>3,782,226</b>	<b>1,555,061</b>
<b>Net change in fund balance . . . . .</b>	<b>(487,951)</b>	<b>232,064</b>	<b>720,015</b>
<b>Fund balance at beginning of year . . . . .</b>	<b>35,432</b>	<b>35,432</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>516,682</b>	<b>516,682</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ 64,163</u></u>	<u><u>\$ 784,178</u></u>	<u><u>\$ 720,015</u></u>

**CITY OF CANTON**  
**STARK COUNTY, 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Intergovernmental . . . . .	\$ 232,000	\$ 275,561	\$ 43,561
Interest and investment income . . . . .	-	1,083	1,083
Other . . . . .	-	11,550	11,550
<b>Total revenues . . . . .</b>	<b>232,000</b>	<b>288,194</b>	<b>56,194</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Traffic Divisions - Traffic Signal:</i>			
Contractual services . . . . .	10,000	10,000	-
Capital outlay . . . . .	10,000	10,000	-
<i>Total Traffic Divisions - Traffic Signal . . . . .</i>	<i>20,000</i>	<i>20,000</i>	<i>-</i>
Transportation:			
<i>Street Maintenance:</i>			
Personal services . . . . .	152,455	137,430	15,025
Materials and supplies . . . . .	35,461	8,461	27,000
Contractual services . . . . .	77,750	77,750	-
Capital outlay . . . . .	1,000	-	1,000
<i>Total Street Maintenance . . . . .</i>	<i>266,666</i>	<i>223,641</i>	<i>43,025</i>
<b>Total expenditures . . . . .</b>	<b>286,666</b>	<b>243,641</b>	<b>43,025</b>
Net change in fund balance . . . . .	(54,666)	44,553	99,219
<b>Fund balance at beginning of year . . . . .</b>	<b>115,089</b>	<b>115,089</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>10,721</b>	<b>10,721</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 71,144</b>	<b>\$ 170,363</b>	<b>\$ 99,219</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MUNICIPAL ROAD FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 1,070,000	\$ 30,687	\$ (1,039,313)
Other . . . . .	-	25,789	25,789
Intergovernmental-federal . . . . .	-	104,347	104,347
Total revenues . . . . .	1,070,000	160,823	(909,177)
<b>Expenditures:</b>			
Current:			
Transportation:			
<i>Engineering - Daily Operations:</i>			
Materials and supplies . . . . .	400,589	359,484	41,105
Contractual services . . . . .	10,400	5,400	5,000
Capital outlay . . . . .	750,880	188,309	562,571
<i>Total Engineering - Daily Operations</i> . . . . .	1,161,869	553,193	608,676
Net change in fund balance . . . . .	(91,869)	(392,370)	(300,501)
<b>Fund balance at beginning of year</b> . . . . .	470,726	470,726	-
<b>Prior year encumbrances appropriated</b> . . . . .	241,683	241,683	-
<b>Fund balance at end of year</b> . . . . .	\$ 620,540	\$ 320,039	\$ (300,501)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CORNERSTONE PARKING DECK FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 267,000	\$ 169,439	\$ (97,561)
Rental income . . . . .	5,000	4,233	(767)
Other . . . . .	3,000	16,521	13,521
<b>Total revenues . . . . .</b>	<b>275,000</b>	<b>190,193</b>	<b>(84,807)</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Personal services . . . . .	72,759	37,909	34,850
<i>Traffic Division - Traffic Engineer/Parking Meter:</i>			
Materials and supplies . . . . .	11,632	7,860	3,772
Contractual services . . . . .	225,393	165,368	60,025
Capital outlay . . . . .	14,030	5,300	8,730
Other . . . . .	2,194	1,813	381
<i>Total Traffic Division - Traffic Engineer/Parking Meter . . . . .</i>	<i>253,249</i>	<i>180,341</i>	<i>72,908</i>
<b>Total expenditures . . . . .</b>	<b>326,008</b>	<b>218,250</b>	<b>107,758</b>
Net change in fund balance . . . . .	(51,008)	(28,057)	22,951
<b>Fund balance at beginning of year . . . . .</b>	45,937	45,937	-
<b>Prior year encumbrances appropriated . . . . .</b>	39,242	39,242	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 34,171</b>	<b>\$ 57,122</b>	<b>\$ 22,951</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MILLS INDUSTRIAL PARK TIF FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Payment in lieu of taxes . . . . .	\$ 75,000	\$ 68,259	\$ (6,741)
<b>Expenditures:</b>			
Current:			
Transportation:			
<i>Engineering - Daily Operations:</i>			
Materials and supplies . . . . .	258,047	-	258,047
Net change in fund balance . . . . .	(183,047)	68,259	251,306
<b>Fund balance at beginning of year . . . . .</b>	<b>258,046</b>	<b>258,046</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 74,999</b>	<b>\$ 326,305</b>	<b>\$ 251,306</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 GERVASI 1700, LLC TIF FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Payment in lieu of taxes . . . . .	\$ 24,000	\$ 42,754	\$ 18,754
<b>Expenditures:</b>			
Current:			
Transportation:			
<i>Engineering - Daily Operations:</i>			
Materials and supplies . . . . .	34,000	-	34,000
Debt Service:			
Principal retirement . . . . .	14,000	6,884	7,116
Total expenditures . . . . .	48,000	6,884	41,116
Net change in fund balance . . . . .	(24,000)	35,870	59,870
<b>Fund balance at beginning of year . . . . .</b>	<b>45,368</b>	<b>45,368</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 21,368</b>	<b>\$ 81,238</b>	<b>\$ 59,870</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 URBAN TIF FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Payment in lieu of taxes . . . . .	\$ 103,879	\$ 100,671	\$ (3,208)
<b>Expenditures:</b>			
Current:			
General Government			
<i>Historic Onesto TIF:</i>			
Other . . . . .	60,000	56,792	3,208
<i>Innovation District TIF:</i>			
Other . . . . .	43,879	43,879	-
Total expenditures . . . . .	103,879	100,671	3,208
Net change in fund balance . . . . .	-	-	-
<b>Fund balance at beginning of year . . . . .</b>	-	-	-
<b>Fund balance at end of year . . . . .</b>	\$ -	\$ -	\$ -



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
BJA FY20 COVID-19 EMERGENCY SUPPLY FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 243,751	\$ 243,751	\$ -
Investment income . . . . .	-	235	235
<b>Total Revenues . . . . .</b>	<b>243,751</b>	<b>243,986</b>	<b>235</b>
<b>Expenditures:</b>			
Current:			
General Government			
<i>General government - support administration:</i>			
Personal services . . . . .	101,428	63,668	37,760
Materials and supplies . . . . .	37,135	8,620	28,515
Capital outlay . . . . .	72,281	-	72,281
Other . . . . .	32,907	30,941	1,966
<b>Total expenditures . . . . .</b>	<b>243,751</b>	<b>103,229</b>	<b>140,522</b>
Net change in fund balance . . . . .	-	140,757	140,757
<b>Fund balance at beginning of year . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ -</b>	<b>\$ 140,757</b>	<b>\$ 140,757</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 LESH RD./30TH ST. TIF FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Payment in lieu of taxes . . . . .	\$ 5,000	\$ 6,150	\$ 1,150
<b>Expenditures:</b>			
Current:			
Transportation:			
<i>Engineering - Daily Operations:</i>			
Materials and supplies . . . . .	51,625	-	51,625
Net change in fund balance . . . . .	(46,625)	6,150	52,775
<b>Fund balance at beginning of year . . . . .</b>	<b>51,625</b>	<b>51,625</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 5,000</b>	<b>\$ 57,775</b>	<b>\$ 52,775</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CRIME LAB FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 20,000	\$ 35,003	\$ 15,003
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Capital outlay . . . . .	<u>78,097</u>	<u>-</u>	<u>78,097</u>
Net change in fund balance . . . . .	(58,097)	35,003	93,100
<b>Fund balance at beginning of year . . . . .</b>	<u>82,906</u>	<u>82,906</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ 24,809</u></u>	<u><u>\$ 117,909</u></u>	<u><u>\$ 93,100</u></u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COURT COMPUTER FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 262,000	\$ 185,367	\$ (76,633)
Other . . . . .	2,500	9,925	7,425
<b>Total revenues . . . . .</b>	<b>264,500</b>	<b>195,292</b>	<b>(69,208)</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Clerk - Clerk of Courts Administration:</i>			
Personal services . . . . .	142,048	98,472	43,576
Materials and supplies . . . . .	64,598	46,041	18,557
Contractual services . . . . .	108,358	96,392	11,966
Capital outlay . . . . .	43,750	18,545	25,205
Other . . . . .	20,000	-	20,000
<i>Total Courts/Clerk - Clerk of Courts Administration . . . . .</i>	<i>378,754</i>	<i>259,450</i>	<i>119,304</i>
Net change in fund balance . . . . .	(114,254)	(64,158)	50,096
<b>Fund balance at beginning of year . . . . .</b>	277,312	277,312	-
<b>Prior year encumbrances appropriated . . . . .</b>	31,250	31,250	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 194,308</b>	<b>\$ 244,404</b>	<b>\$ 50,096</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COURT CAPITAL IMPROVEMENT SPECIAL PROJECT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 500,000	\$ 395,222	\$ (104,778)
Other . . . . .	5,000	20,836	15,836
<b>Total revenues . . . . .</b>	<b>505,000</b>	<b>416,058</b>	<b>(88,942)</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	279,709	217,345	62,364
Materials and supplies . . . . .	32,574	19,033	13,541
Contractual services . . . . .	178,454	151,268	27,186
Capital outlay . . . . .	143,314	5,057	138,257
Other . . . . .	44,630	9,621	35,009
<i>Total Courts/Judge - Judge Administration . . . . .</i>	<i>678,681</i>	<i>402,324</i>	<i>276,357</i>
Net change in fund balance . . . . .	(173,681)	13,734	187,415
<b>Fund balance at beginning of year . . . . .</b>	785,030	785,030	-
<b>Prior year encumbrances appropriated . . . . .</b>	112,280	112,280	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 723,629</b>	<b>\$ 911,044</b>	<b>\$ 187,415</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 LEGAL RESEARCH FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 26,000	\$ 18,058	\$ (7,942)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge- Judge Administration:</i>			
Materials and supplies . . . . .	700	700	-
Contractual services . . . . .	10,250	5,542	4,708
Capital outlay . . . . .	44,300	16,104	28,196
<i>Total Courts/Judge - Judge Administration . . . . .</i>	55,250	22,346	32,904
Net change in fund balance . . . . .	(29,250)	(4,288)	24,962
<b>Fund balance at beginning of year . . . . .</b>	67,519	67,519	-
<b>Prior year encumbrances appropriated . . . . .</b>	262	262	-
<b>Fund balance at end of year . . . . .</b>	\$ 38,531	\$ 63,493	\$ 24,962

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COURT GPS COST FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 2,500	\$ 519	\$ (1,981)
<b>Expenditures:</b>			
Current:			
General Government			
<i>Courts/Judge - Judge Administration:</i>			
Contractual services . . . . .	3,956	-	3,956
Other . . . . .	1,545	1,544	1
<i>Total Courts/judge administration</i>	5,501	1,544	3,957
Total expenditures . . . . .	5,501	1,544	3,957
Net change in fund balance . . . . .	(3,001)	(1,025)	1,976
<b>Fund balance at beginning of year . . . . .</b>	3,004	3,004	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,344	1,344	-
<b>Fund balance at end of year . . . . .</b>	\$ 1,347	\$ 3,323	\$ 1,976

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 IGNITION INTERLOCK/ALCOHOL MONITORING FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 70,000	\$ 55,949	\$ (14,051)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge- Judge Administration:</i>			
Contractual services . . . . .	101,244	35,244	66,000
Excess of revenues (deficiency) over (under) expenditures . . . . .	(31,244)	20,705	51,949
<b>Other financing (uses):</b>			
Transfers out . . . . .	(60,000)	(60,000)	-
Net change in fund balance . . . . .	(91,244)	(39,295)	51,949
<b>Fund balance at beginning of year . . . . .</b>	374,153	374,153	-
<b>Prior year encumbrances appropriated . . . . .</b>	27,237	27,237	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 310,146</b>	<b>\$ 362,095</b>	<b>\$ 51,949</b>



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 LAW DEPARTMENT DISPUTE RESOLUTION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Other . . . . .	\$ 200	\$ 30	\$ (170)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Law Director - Administration:</i>			
Contractual services . . . . .	1,000	-	1,000
Net change in fund balance . . . . .	(800)	30	830
<b>Fund balance at beginning of year . . . . .</b>	<b>1,024</b>	<b>1,024</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 224</b>	<b>\$ 1,054</b>	<b>\$ 830</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SARTA AREA IMPROVEMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures:</b>			
Current:			
Transportation:			
<i>Engineering - Daily Operations:</i>			
Contractual services . . . . .	\$ 642	\$ -	\$ 642
Net change in fund balance . . . . .	(642)	-	642
<b>Fund balance at beginning of year . . . . .</b>	<u>642</u>	<u>642</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ 642</u>	<u>\$ 642</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PARK DEPARTMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Property taxes . . . . .	\$ 3,800,000	\$ 3,719,894	\$ (80,106)
Intergovernmental . . . . .	160,000	152,684	(7,316)
Licenses and permits . . . . .	115,000	104,882	(10,118)
Rental income . . . . .	77,700	70,046	(7,654)
Contributions and donations . . . . .	2,500	1,450	(1,050)
Other . . . . .	3,500	213,657	210,157
<b>Total revenues . . . . .</b>	<b>4,158,700</b>	<b>4,262,613</b>	<b>103,913</b>
<b>Expenditures:</b>			
Current:			
Leisure Time Activities:			
<i>Park Division - Special Parks Funds:</i>			
Personal services . . . . .	2,628,065	2,377,023	251,042
Materials and supplies . . . . .	594,809	449,363	145,446
Contractual services . . . . .	1,132,485	966,187	166,298
Capital outlay . . . . .	1,923,344	769,221	1,154,123
Other . . . . .	152,611	119,222	33,389
<i>Total Park Division - Special Parks Funds . . . . .</i>	<i>6,431,314</i>	<i>4,681,016</i>	<i>1,750,298</i>
Excess of expenditures over revenues . . . . .	(2,272,614)	(418,403)	1,854,211
<b>Other financing sources:</b>			
Sale of capital assets . . . . .	-	7,802	7,802
Transfers in . . . . .	300,000	300,000	-
<b>Total other financing sources (uses) . . . . .</b>	<b>300,000</b>	<b>307,802</b>	<b>7,802</b>
Net change in fund balance . . . . .	(1,972,614)	(110,601)	1,862,013
<b>Fund balance at beginning of year . . . . .</b>	<b>1,743,716</b>	<b>1,743,716</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>505,159</b>	<b>505,159</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 276,261</b>	<b>\$ 2,138,274</b>	<b>\$ 1,862,013</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 YOUTH DEVELOPMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year</b> . . . . .	\$ 4,470	\$ 4,470	\$ -
<b>Fund balance at end of year.</b> . . . . .	\$ 4,470	\$ 4,470	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 FEDERAL FORFEITURE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Fines and forfeitures. . . . .	\$ 40,000	\$ 22,958	\$ (17,042)
Investment income. . . . .	-	54	54
Other . . . . .	-	2,877	2,877
<b>Total revenues . . . . .</b>	<b>40,000</b>	<b>25,889</b>	<b>(14,111)</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Personal services . . . . .	7,940	6,496	1,444
Materials and supplies. . . . .	110,595	78,542	32,053
Contractual services. . . . .	32,987	27,767	5,220
Capital outlay . . . . .	76,750	4,533	72,217
Other . . . . .	29,400	4,000	25,400
<i>Total Police Administration . . . . .</i>	<i>257,672</i>	<i>121,338</i>	<i>136,334</i>
Net change in fund balance . . . . .	(217,672)	(95,449)	122,223
<b>Fund balance at beginning of year . . . . .</b>	227,614	227,614	-
<b>Prior year encumbrances appropriated. . . . .</b>	22,981	22,981	-
<b>Fund balance at end of year. . . . .</b>	<b>\$ 32,923</b>	<b>\$ 155,146</b>	<b>\$ 122,223</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PROBATION AWARD FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 15,000	\$ -	\$ (15,000)
Other . . . . .	-	340	340
<b>Total revenues . . . . .</b>	<b>15,000</b>	<b>340</b>	<b>(14,660)</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge- Judge Administration:</i>			
Personal services . . . . .	24,045	7,717	16,328
Materials and supplies . . . . .	3,872	3,265	607
Contractual services. . . . .	9,828	-	9,828
Capital outlay. . . . .	1,990	1,990	-
Other . . . . .	9,984	9,984	-
<i>Total Courts/Judge- Judge Administration . . . . .</i>	<i>49,719</i>	<i>22,956</i>	<i>26,763</i>
Net change in fund balance . . . . .	(34,719)	(22,616)	12,103
<b>Fund balance at beginning of year . . . . .</b>	31,529	31,529	-
<b>Prior year encumbrances appropriated. . . . .</b>	4,190	4,190	-
<b>Fund balance at end of year. . . . .</b>	<b>\$ 1,000</b>	<b>\$ 13,103</b>	<b>\$ 12,103</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 ENFORCEMENT AND EDUCATION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Fines and forfeitures . . . . .	\$ 5,000	\$ 6,039	\$ 1,039
Total revenues . . . . .	5,000	6,039	1,039
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Other . . . . .	17,000	3,355	13,645
Net change in fund balance . . . . .	(12,000)	2,684	14,684
<b>Fund balance at beginning of year . . . . .</b>	12,843	12,843	-
<b>Prior year encumbrances appropriated . . . . .</b>	2,636	2,636	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 3,479</b>	<b>\$ 18,163</b>	<b>\$ 14,684</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 INDIGENT DRIVER ALCOHOL TREATMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Fines and forfeitures . . . . .	\$ 46,500	\$ 28,054	\$ (18,446)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Contractual services . . . . .	129,750	110,751	18,999
Excess of expenditures over revenues . . . . .	(83,250)	(82,697)	553
<b>Other financing sources:</b>			
Transfers in . . . . .	35,000	60,000	25,000
Net change in fund balance . . . . .	(48,250)	(22,697)	25,553
<b>Fund balance at beginning of year . . . . .</b>	35,786	35,786	-
<b>Prior year encumbrances appropriated. . . . .</b>	25,750	25,750	-
<b>Fund balance at end of year. . . . .</b>	<b>\$ 13,286</b>	<b>\$ 38,839</b>	<b>\$ 25,553</b>



**CITY OF CANTON**  
**STARK COUNTY, 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Fines and forfeitures . . . . .	\$ 58,085	\$ 67,213	\$ 9,128
Other . . . . .	2,102	2,102	-
<b>Total revenues . . . . .</b>	<b>60,187</b>	<b>69,315</b>	<b>9,128</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Materials and supplies. . . . .	34,234	9,151	25,083
Contractual services. . . . .	6,351	3,850	2,501
Capital outlay . . . . .	12,500	12,495	5
Other . . . . .	2,915	500	2,415
<i>Total Police Administration. . . . .</i>	<i>56,000</i>	<i>25,996</i>	<i>30,004</i>
Net change in fund balance . . . . .	4,187	43,319	39,132
<b>Fund balance at beginning of year . . . . .</b>	10,328	10,328	-
<b>Prior year encumbrances appropriated. . . . .</b>	320	320	-
<b>Fund balance at end of year. . . . .</b>	<b>\$ 14,835</b>	<b>\$ 53,967</b>	<b>\$ 39,132</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
MUNICIPAL PROBATION SERVICES FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 210,000	\$ 194,091	\$ (15,909)
Other . . . . .	-	11,231	11,231
<b>Total revenues . . . . .</b>	<b>210,000</b>	<b>205,322</b>	<b>(4,678)</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	275,070	213,723	61,347
Materials and supplies . . . . .	25,913	21,694	4,219
Contractual services . . . . .	6,293	3,630	2,663
Capital outlay . . . . .	25,500	24,000	1,500
Other . . . . .	19,148	3,369	15,779
<i>Total Courts/Judge - Judge Administration. . . . .</i>	<u>351,924</u>	<u>266,416</u>	<u>85,508</u>
Net change in fund balance . . . . .	(141,924)	(61,094)	80,830
<b>Fund balance at beginning of year . . . . .</b>	<b>356,785</b>	<b>356,785</b>	<b>-</b>
<b>Prior year encumbrances appropriated. . . . .</b>	<b>28,445</b>	<b>28,445</b>	<b>-</b>
<b>Fund balance at end of year. . . . .</b>	<b><u>\$ 243,306</u></b>	<b><u>\$ 324,136</u></b>	<b><u>\$ 80,830</u></b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MISDEMEANOR COMMUNITY SANCTION GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 170,000	\$ 170,604	\$ 604
Other . . . . .	-	17,455	17,455
<b>Total Revenues.</b> . . . . .	<u>170,000</u>	<u>188,059</u>	<u>18,059</u>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	193,182	177,476	15,706
Materials and supplies . . . . .	1,800	1,530	270
Contractual services . . . . .	26,500	-	26,500
Other . . . . .	4,500	-	4,500
<i>Total Courts/Judge- Judge Administration.</i> . . . . .	<u>225,982</u>	<u>179,006</u>	<u>46,976</u>
Net change in fund balance . . . . .	(55,982)	9,053	65,035
<b>Fund balance at beginning of year</b> . . . . .	57,867	57,867	-
<b>Prior year encumbrances appropriated.</b> . . . . .	734	734	-
<b>Fund balance at end of year.</b> . . . . .	<u>\$ 2,619</u>	<u>\$ 67,654</u>	<u>\$ 65,035</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PRISONER HOUSING FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Fines and forfeitures . . . . .	\$ 12,000	\$ 9,791	\$ (2,209)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Contractual services . . . . .	64,000	10,001	53,999
Net change in fund balance . . . . .	(52,000)	(210)	51,790
<b>Fund balance at beginning of year . . . . .</b>	102,740	102,740	-
<b>Fund balance at end of year . . . . .</b>	\$ 50,740	\$ 102,530	\$ 51,790

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 LOCAL LAW ENFORCEMENT BLOCK GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Materials and supplies . . . . .	\$ 1,619	\$ 1,618	\$ 1
Other . . . . .	84,368	46,542	37,826
<i>Total Police Administration . . . . .</i>	85,987	48,160	37,827
Net change in fund balance . . . . .	(85,987)	(48,160)	37,827
<b>Fund balance at beginning of year. . . . .</b>	84,637	84,637	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,349	1,349	-
<b>Fund balance at end of year . . . . .</b>	\$ (1)	\$ 37,826	\$ 37,827

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CANTON POLICE YOUTH CORP FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Materials and supplies . . . . .	\$ 109	\$ -	\$ 109
Net change in fund balance . . . . .	(109)	-	109
<b>Fund balance at beginning of year. . . . .</b>	108	108	-
<b>Fund balance at end of year. . . . .</b>	\$ (1)	\$ 108	\$ 109

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 D.A.R.E. PROGRAM FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Materials and supplies. . . . .	\$ 152	\$ -	\$ 152
Net change in fund balance . . . . .	(152)	-	152
<b>Fund balance at beginning of year . . . . .</b>	151	151	-
<b>Fund balance at end of year. . . . .</b>	\$ (1)	\$ 151	\$ 152

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PROB IMPROV AND INCENT GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Other . . . . .	\$ -	\$ 76	\$ 76
Net change in fund balance . . . . .	-	76	76
<b>Fund balance at beginning of year . . . . .</b>	<b>\$ 893</b>	<b>\$ 893</b>	<b>\$ -</b>
<b>Fund balance at end of year. . . . .</b>	<b>\$ 893</b>	<b>\$ 969</b>	<b>\$ 76</b>



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SAFE NEIGHBORHOOD HEROES GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures:</b>			
Current:			
<b>General operating:</b>			
Security of persons and property:			
<i>Police Administration:</i>			
Materials and supplies. . . . .	\$ 1,000	\$ -	\$ 1,000
Net change in fund balance . . . . .	(1,000)	-	1,000
<b>Fund balance at beginning of year . . . . .</b>	<u>\$ 1,000</u>	<u>\$ 1,000</u>	<u>\$ -</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ 1,000</u>	<u>\$ 1,000</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 POLICE GRANTS AND DONATIONS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Materials and supplies . . . . .	\$ 3,050	\$ -	\$ 3,050
Contractual services . . . . .	727	227	500
Capital outlay . . . . .	8,500	4,000	4,500
<i>Total Police Administration . . . . .</i>	12,277	4,227	8,050
Net Change in Fund Balance . . . . .	(12,277)	(4,227)	8,050
<b>Fund balance at beginning of year . . . . .</b>	12,916	12,916	-
<b>Prior year encumbrances appropriated . . . . .</b>	449	449	-
<b>Fund balance at end of year . . . . .</b>	\$ 1,088	\$ 9,138	\$ 8,050

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 BYRNE MEMORIAL RECOVERY ACT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
Other . . . . .	\$ 20,083	\$ -	\$ (20,083)
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Capital outlay . . . . .	20,082	-	20,082
Other . . . . .	12,640	-	12,640
Total expenditures . . . . .	<u>32,722</u>	<u>-</u>	<u>32,722</u>
Excess of expenditures over revenues . . . . .	(12,639)	-	12,639
<b>Other financing sources (uses):</b>			
Transfers out . . . . .	<u>(7,442)</u>	<u>(7,442)</u>	<u>-</u>
Net change in fund balance . . . . .	(20,081)	(7,442)	12,639
<b>Fund balance at beginning of year . . . . .</b>	<u>20,081</u>	<u>20,081</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ 12,639</u>	<u>\$ 12,639</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2017 COPS HIRING GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 550,000	\$ 286,372	\$ (263,628)
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Police Administration:</i>			
Other . . . . .	550,000	348,380	201,620
Net change in fund balance . . . . .	-	(62,008)	(62,008)
<b>Fund balance at beginning of year . . . . .</b>	<b>62,008</b>	<b>62,008</b>	<b>-</b>
<b>Fund balance at end of year. . . . .</b>	<b>\$ 62,008</b>	<b>\$ -</b>	<b>\$ (62,008)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2010 LOCAL SOLICITATION BYRNE GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 34,677	\$ -	\$ (34,677)
<b>Expenditures:</b>			
Current:			
Security of persons and property:			
<i>Police Administration:</i>			
Other . . . . .	34,677	-	34,677
Excess of revenues over (under) expenditures . .	-	-	-
<b>Other financing sources (uses):</b>			
Transfers out . . . . .	(21)	(21)	-
Net change in fund balance. . . . .	(21)	(21)	-
<b>Fund balance at beginning of year . . . . .</b>	<b>\$ 21</b>	<b>\$ 21</b>	<b>\$ -</b>
<b>Fund balance at end of year. . . . .</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 POLICE EMS TRAINING AND EQUIPMENT GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Fund balance at beginning of year . . . . .	\$ 1,500	\$ 1,500	\$ -
Fund balance at end of year . . . . .	<u>\$ 1,500</u>	<u>\$ 1,500</u>	<u>\$ -</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 FIRE GRANTS AND DONATIONS FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Donations . . . . .	\$ -	\$ 20	\$ 20
<b>Expenditures:</b>			
Current:			
Security of persons and property:			
<i>Fire Administration:</i>			
Materials and supplies. . . . .	202	202	-
Net change in fund balance . . . . .	(202)	(182)	20
<b>Fund balance at beginning of year . . . . .</b>	<b>\$ 201</b>	<b>\$ 201</b>	<b>\$ -</b>
<b>Fund balance at end of year. . . . .</b>	<b>\$ (1)</b>	<b>\$ 19</b>	<b>\$ 20</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 EMS TRAINING AND EQUIPMENT GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Fire Administration:</i>			
Materials and supplies . . . . .	\$ 7,713	\$ 7,713	\$ -
Net change in fund balance . . . . .	(7,713)	(7,713)	-
<b>Fund balance at beginning of year. . . . .</b>	<u>7,713</u>	<u>7,713</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 FIREFIGHTER ASSISTANCE GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year</b> . . . . .	1,167	1,167	-
<b>Fund balance at end of year.</b> . . . . .	\$ 1,167	\$ 1,167	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 FIRE FEMA SAFER GRANT 2017 FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants. . . . .	\$ 435,000	\$ 396,000	\$ (39,000)
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Fire Administration:</i>			
Other. . . . .	488,525	449,525	39,000
Net change in fund balance . . . . .	(53,525)	(53,525)	-
<b>Fund balance at beginning of year. . . . .</b>	-	-	-
<b>Prior year encumbrances appropriated. . . . .</b>	53,525	53,525	-
<b>Fund balance at end of year . . . . .</b>	\$ -	\$ -	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2019 ASST TO FIREFIGHTERS GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 97,750	\$ -	\$ (97,750)
<b>Expenditures:</b>			
Current:			
Security of Persons and Property:			
<i>Fire Administration:</i>			
Contractual services . . . . .	97,750	97,750	-
Excess of revenues over (under) expenditures . .	-	(97,750)	(97,750)
<b>Other financing sources (uses):</b>			
Transfers in . . . . .	-	8,886	8,886
Advances in . . . . .	-	88,864	(88,864)
Total other financing sources (uses) . . . . .	-	97,750	(79,978)
Net change in fund balance . . . . .	-	-	(177,728)
<b>Fund balance at beginning of year . . . . .</b>	-	-	-
<b>Fund balance at end of year . . . . .</b>	\$ -	\$ -	\$ (177,728)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
VACANT/FORECLOSED REGISTRY FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 210,000	\$ 51,250	\$ (158,750)
Other . . . . .	60,000	2,758	(57,242)
<b>Total revenues . . . . .</b>	<b>270,000</b>	<b>54,008</b>	<b>(215,992)</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	38,053	36,299	1,754
Security of Persons and Property:			
<i>Safety Director - Code Enforcement Administration:</i>			
Materials and supplies . . . . .	30,305	24,092	6,213
Contractual services . . . . .	145,100	134,134	10,966
Capital outlay . . . . .	1,500	-	1,500
Other . . . . .	1,000	-	1,000
<i>Total Safety Director - Code Enforcement Administration . . . . .</i>	<i>177,905</i>	<i>158,226</i>	<i>19,679</i>
<i>Street - Maintenance:</i>			
Contractual services . . . . .	107,500	42,000	65,500
<i>Total Street - Maintenance . . . . .</i>	<i>107,500</i>	<i>42,000</i>	<i>65,500</i>
Community Environment:			
<i>Community Development - Fair Housing:</i>			
Contractual services . . . . .	4,300	-	4,300
<b>Total expenditures . . . . .</b>	<b>327,758</b>	<b>236,525</b>	<b>91,233</b>
Net change in fund balance . . . . .	(57,758)	(182,517)	(124,759)
<b>Fund balance at beginning of year . . . . .</b>	<b>479,845</b>	<b>479,845</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>35,996</b>	<b>35,996</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 458,083</b>	<b>\$ 333,324</b>	<b>\$ (124,759)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CANTON MERCHANDISING FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Other . . . . .	\$ 500	\$ 529	\$ 29
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Council Administration:</i>			
Materials and supplies. . . . .	2,000	-	2,000
Contractual services. . . . .	521	121	400
<i>Total Council Administration</i> . . . . .	2,521	121	2,400
Net change in fund balance . . . . .	(2,021)	408	2,429
<b>Fund balance at beginning of year</b> . . . . .	12,745	12,745	-
<b>Prior year encumbrances appropriated.</b> . . . . .	91	91	-
<b>Fund balance at end of year.</b> . . . . .	\$ 10,815	\$ 13,244	\$ 2,429

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MARKET SQUARE DONATION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Service Director Administration:</i>			
Contractual services. . . . .	\$ 9,242	\$ 9,242	\$ -
Net change in fund balance . . . . .	(9,242)	(9,242)	-
<b>Fund balance at beginning of year . . . . .</b>	<u>9,242</u>	<u>9,242</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 HALL OF FAME VILLAGE TOURISM DEVELOPMENT DISTRICT  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Payment in lieu of taxes . . . . .	\$ 1,000,000	\$ 842,623	\$ (157,377)
Other local taxes . . . . .	650,000	295,633	(354,367)
Total Revenues . . . . .	1,650,000	1,138,256	(511,744)
<b>Expenditures:</b>			
Current:			
Leisure Time Activities:			
<i>Hall of Fame Village - Tourism Development District:</i>			
Other . . . . .	1,720,000	1,216,205	503,795
Net change in fund balance . . . . .	(70,000)	(77,949)	(7,949)
<b>Fund balance at beginning of year . . . . .</b>	<b>77,949</b>	<b>77,949</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 7,949</b>	<b>\$ -</b>	<b>\$ (7,949)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 NEIGHBORHOOD DEVELOPMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Municipal income taxes . . . . .	\$ 1,190,000	\$ 1,145,904	\$ (44,096)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>General Government - Support Administration:</i>			
Materials and supplies. . . . .	33,308	33,307	1
Contractual services. . . . .	755,014	281,696	473,318
Capital outlay . . . . .	44,755	44,353	402
<i>Total General Government - Support Administration . . . . .</i>	<u>833,077</u>	<u>359,356</u>	<u>473,721</u>
Transportation:			
<i>Engineering - Daily Operations:</i>			
Materials and supplies. . . . .	1,253,784	1,253,784	-
Total expenditures . . . . .	<u>2,086,861</u>	<u>1,613,140</u>	<u>473,721</u>
Net change in fund balance. . . . .	(896,861)	(467,236)	429,625
<b>Fund balance at beginning of year. . . . .</b>	837,766	837,766	-
<b>Prior year encumbrances appropriated . . . . .</b>	86,860	86,860	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 27,765</u>	<u>\$ 457,390</u>	<u>\$ 429,625</u>



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PRETRIAL AWARD FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 34,000	\$ -	\$ (34,000)
Payment in lieu of taxes . . . . .	-	4,849	4,849
<b>Total revenues . . . . .</b>	<b>34,000</b>	<b>4,849</b>	<b>(29,151)</b>
<b>Expenditures:</b>			
Current:			
General government:			
<i>Courts/judge - judge administration</i>			
Personal services . . . . .	32,500	27,000	5,500
Capital outlay . . . . .	1,500	1,491	9
<i>Total Courts/judge - judge administration . . . . .</i>	<b>34,000</b>	<b>28,491</b>	<b>5,509</b>
Net change in fund balance . . . . .	34,000	(23,642)	(29,151)
<b>Fund balance at beginning of year . . . . .</b>	<b>31,703</b>	<b>31,703</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 65,703</b>	<b>\$ 8,061</b>	<b>\$ (29,151)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 BUILDING ESCROW FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Other . . . . .	\$ 20,000	\$ 61,550	\$ 41,550
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Safety Director - Code Enforcement Administration</i>			
Other . . . . .	200,000	57,871	142,129
Net change in fund balance. . . . .	(180,000)	3,679	183,679
<b>Fund balance at beginning of year. . . . .</b>	89,159	89,159	-
<b>Fund balance at end of year . . . . .</b>	\$ (90,841)	\$ 92,838	\$ 183,679

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 VACANT/FORECLOSURE DEPOSITORY FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 1,200,000	\$ 360,000	\$ (840,000)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Safety Director - Code Enforcement Administration</i>			
Other . . . . .	1,878,875	532,946	1,345,929
Net change in fund balance. . . . .	(678,875)	(172,946)	505,929
<b>Fund balance at beginning of year. . . . .</b>	2,160,316	2,160,316	-
<b>Prior year encumbrances appropriated . . . . .</b>	9,000	9,000	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 1,490,441</b>	<b>\$ 1,996,370</b>	<b>\$ 505,929</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CORONAVIRUS RELIEF FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 8,319,894	\$ 8,319,894	\$ -
Other . . . . .	300,175	300,175	-
<b>Total revenues . . . . .</b>	<b>8,620,069</b>	<b>8,620,069</b>	<b>-</b>
<b>Expenditures:</b>			
Current:			
General government			
<i>General government - support administration</i>			
Materials and supplies . . . . .	182,827	182,827	-
Contractual services . . . . .	1,816,107	1,816,107	-
Capital outlay . . . . .	789,302	789,302	-
Other. . . . .	5,831,833	5,831,833	-
<i>Total General government - support administration . . . . .</i>	<i>8,620,069</i>	<i>8,620,069</i>	<i>-</i>
Net change in fund balance. . . . .	-	-	-
<b>Fund balance at beginning of year . . . . .</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Fund balance at end of year. . . . .</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 EMPLOYEE RECOGNITION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Expenditures:</b>			
Current:			
General Government			
<i>Mayor Administration:</i>			
Contractual services . . . . .	\$ 144	\$ -	\$ 144
Net change in fund balance. . . . .	(144)	-	144
<b>Fund balance at beginning of year . . . . .</b>	143	143	-
<b>Fund balance at end of year . . . . .</b>	\$ (1)	\$ 143	\$ 144

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CITY HALL PLAZA FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year . . . . .</b>	\$ 173	\$ 173	\$ -
<b>Fund balance at end of year . . . . .</b>	\$ 173	\$ 173	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 RECYCLE OHIO GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year . . . . .</b>	\$ 7,516	\$ 7,516	\$ -
<b>Fund balance at end of year. . . . .</b>	\$ 7,516	\$ 7,516	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GUARDRAIL/ATTENUATOR REPLACEMENT FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Other . . . . .	\$ 60,000	\$ 157,743	\$ 97,743
<b>Expenditures:</b>			
Current:			
General Government			
<i>Law Director - Law Administration:</i>			
Capital outlay . . . . .	10,000	-	10,000
Other . . . . .	20,000	11,281	8,719
<i>Total Law Director - Law Administration . . . . .</i>	30,000	11,281	18,719
Transportation:			
<i>Street Maintenance:</i>			
Contractual services. . . . .	400	-	400
Capital outlay. . . . .	70,789	69,994	795
Other . . . . .	10,000	-	10,000
<i>Total Street Maintenance . . . . .</i>	81,189	69,994	11,195
<i>Total Expenditures . . . . .</i>	111,189	81,275	29,914
Net change in fund balance. . . . .	(51,189)	76,468	127,657
<b>Fund balance at beginning of year. . . . .</b>	74,299	74,299	-
<b>Prior year encumbrances appropriated . . . . .</b>	20,789	20,789	-
<b>Fund balance at end of year . . . . .</b>	\$ 43,899	\$ 171,556	\$ 127,657



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SOUTHEAST COMMUNITY CENTER FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year.</b> . . . . .	\$ 862	\$ 862	\$ -
<b>Fund balance at end of year</b> . . . . .	\$ 862	\$ 862	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CENTENNIAL PLAZA MAINTENANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
Contributions and donations . . . . .	\$ 50,000	\$ 25,000	\$ (25,000)
<b>Expenditures:</b>			
Current:			
General Government			
<i>General government - support administration:</i>			
Contractual services. . . . .	50,000	-	50,000
Net change in fund balance . . . . .	-	25,000	25,000
<b>Fund balance at beginning of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ 25,000</u>	<u>\$ 25,000</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 THURMAN MUNSON MEMORIAL STADIUM DONATION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year.</b> . . . . .	\$ 1,566	\$ 1,566	\$ -
<b>Fund balance at end of year</b> . . . . .	\$ 1,566	\$ 1,566	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 RECOVERY COURT ATP FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 5,821	\$ 5,821	\$ -
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	40,421	34,599	5,822
Contractual services. . . . .	500	500	-
<i>Total Courts/Judge - Judge Administration . . . . .</i>	40,921	35,099	5,822
Net change in fund balance . . . . .	(35,100)	(29,278)	5,822
<b>Fund balance at beginning of year . . . . .</b>	35,099	35,099	-
<b>Fund balance at end of year. . . . .</b>	\$ (1)	\$ 5,821	\$ 5,822

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 US DEPT JUSTICE/BUREAU ASST FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Police Administration:</i>			
Capital outlay. . . . .	\$ 117,512	\$ -	\$ 117,512
Excess of expenditures over revenues . . . . .	(117,512)	-	117,512
<b>Other financing sources (uses):</b>			
Transfers in . . . . .	58,756	58,756	-
Advances in . . . . .	58,756	58,756	-
Total other financing sources (uses) . . . . .	<u>117,512</u>	<u>117,512</u>	<u>-</u>
Net change in fund balance. . . . .	-	117,512	117,512
<b>Fund balance at beginning of year. . . . .</b>	-	-	-
<b>Prior year encumbrances appropriated . . . . .</b>	-	-	-
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ 117,512</u></u>	<u><u>\$ 117,512</u></u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 PROJECT SAFE NEIGHBORHOOD GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 16,800	\$ -	\$ (16,800)
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Police Administration:</i>			
Capital outlay. . . . .	16,800	-	16,800
Excess of expenditures over revenues . . . . .	-	-	-
<b>Other financing sources (uses):</b>			
Advances in . . . . .	-	16,800	16,800
Net change in fund balance. . . . .	-	16,800	16,800
<b>Fund balance at beginning of year. . . . .</b>	-	-	-
<b>Fund balance at end of year . . . . .</b>	\$ -	\$ 16,800	\$ 16,800

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
JUSTICE REINVEST GRANT PROBATION FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 242,260	\$ 187,612	\$ (54,648)
Other . . . . .	-	10,305	10,305
<b>Total Revenues . . . . .</b>	<b>242,260</b>	<b>197,917</b>	<b>(44,343)</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	225,528	172,841	52,687
Contractual services . . . . .	6,535	-	6,535
<i>Total Courts/judge - judge administration . . . . .</i>	<i>232,063</i>	<i>172,841</i>	<i>59,222</i>
Net change in fund balance. . . . .	10,197	25,076	14,879
<b>Fund balance at beginning of year. . . . .</b>	<b>7,741</b>	<b>7,741</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 17,938</b>	<b>\$ 32,817</b>	<b>\$ 14,879</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COURT TECHNOLOGY GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 37,308	\$ 37,308	\$ -
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Contractual services . . . . .	37,308	37,308	-
Net change in fund balance. . . . .	-	-	-
<b>Fund balance at beginning of year. . . . .</b>	-	-	-
<b>Fund balance at end of year . . . . .</b>	\$ -	\$ -	\$ -



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 SPECIALIZED DOCKET GRANT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Operating grants . . . . .	\$ 80,000	\$ 80,000	\$ -
Other . . . . .	-	9,279	9,279
<b>Total Revenues . . . . .</b>	<b>80,000</b>	<b>89,279</b>	<b>9,279</b>
<b>Expenditures:</b>			
Current:			
General Government:			
<i>Courts/Judge - Judge Administration:</i>			
Personal services . . . . .	93,900	91,132	2,768
Net change in fund balance. . . . .	(13,900)	(1,853)	12,047
<b>Fund balance at beginning of year. . . . .</b>	<b>44,812</b>	<b>44,812</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 30,912</b>	<b>\$ 42,959</b>	<b>\$ 12,047</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 CLERK OF COURTS ADMINISTRATION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Other financing (uses):</b>			
Transfers (out) . . . . .	(1,229)	(1,229)	-
Net change in fund balance. . . . .	(1,229)	(1,229)	-
<b>Fund balance at beginning of year . . . . .</b>	<b>\$ 1,229</b>	<b>\$ 1,229</b>	<b>\$ -</b>
<b>Fund balance at end of year. . . . .</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 INCOME TAX FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Municipal income taxes . . . . .	\$ 4,600,000	\$ 2,584,651	\$ (2,015,349)
Other . . . . .	30,000	106,259	76,259
<b>Total revenues . . . . .</b>	<b>4,630,000</b>	<b>2,690,910</b>	<b>(1,939,090)</b>
<b>Expenditures:</b>			
Current:			
General Government			
<i>Law Administration:</i>			
Personal services . . . . .	110,464	85,848	24,616
<i>Income Tax Administration:</i>			
Personal services . . . . .	1,162,711	1,109,737	52,974
Materials and supplies . . . . .	148,553	128,666	19,887
Contractual services . . . . .	290,775	156,678	134,097
Capital outlay . . . . .	33,756	7,827	25,929
Other . . . . .	3,042,750	1,376,186	1,666,564
<i>Total Income Tax Administration . . . . .</i>	<i>4,678,545</i>	<i>2,779,094</i>	<i>1,899,451</i>
Debt Service:			
Principal retirement . . . . .	6,892	6,883	9
<b>Total Expenditures . . . . .</b>	<b>4,795,901</b>	<b>2,871,825</b>	<b>1,924,076</b>
Net change in fund balance . . . . .	(165,901)	(180,915)	(15,014)
<b>Fund balance at beginning of year . . . . .</b>	-	-	-
<b>Prior year encumbrances appropriated . . . . .</b>	180,915	180,915	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 15,014</b>	<b>\$ -</b>	<b>\$ (15,014)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 DECEMBER 31, 2020

	<u>General Obligation Bond Retirement</u>	<u>Special Assessment Bond Retirement</u>	<u>Total Nonmajor Debt Service Funds</u>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . . .	\$ 88,770	\$ -	\$ 88,770
Cash with fiscal agent. . . . .	3,019	-	3,019
Receivables:			
Accounts . . . . .	-	8,835	8,835
Total assets. . . . .	<u>\$ 91,789</u>	<u>\$ 8,835</u>	<u>\$ 100,624</u>
<b>Deferred inflows of resources:</b>			
Charges for services revenue not available . . . . .	<u>\$ -</u>	<u>\$ 8,835</u>	<u>\$ 8,835</u>
<b>Fund balances:</b>			
Restricted . . . . .	<u>91,789</u>	<u>-</u>	<u>91,789</u>
Total deferred inflows of resources and fund balances . . . . .	<u>\$ 91,789</u>	<u>\$ 8,835</u>	<u>\$ 100,624</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>General Obligation Bond Retirement</b>	<b>Total Non Major Debt Service</b>
<b>Revenues:</b>		
Interest and investment income . . . . .	\$ 11,978	\$ 11,978
Other . . . . .	318	318
Total revenues . . . . .	12,296	12,296
Net change in fund balances . . . . .	12,296	12,296
<b>Fund balances at beginning of year. . . . .</b>	<b>79,493</b>	<b>79,493</b>
<b>Fund balances at end of year . . . . .</b>	<b>\$ 91,789</b>	<b>\$ 91,789</b>

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**CITY OF CANTON**  
**STARK COUNTY, 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, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Interest and investment income . . . . .	\$ 16,000	\$ 11,978	\$ (4,022)
Other . . . . .	-	318	318
<b>Total revenues . . . . .</b>	<b>16,000</b>	<b>12,296</b>	<b>(3,704)</b>
<b>Expenditures:</b>			
Current:			
Debt Service:			
Interest and fiscal charges . . . . .	50,000	-	50,000
<b>Net change in fund balance . . . . .</b>	<b>(34,000)</b>	<b>12,296</b>	<b>46,296</b>
<b>Fund balance at beginning of year . . . . .</b>	<b>76,474</b>	<b>76,474</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 42,474</b>	<b>\$ 88,770</b>	<b>\$ 46,296</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 DECEMBER 31, 2020

	2015 Construction Reconstruction Note	2006 City Infrastructure Bond	2006 Recreational Bond	2006 Construction/ Reconstruction Bond
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 60,000	\$ 780,622	\$ 450,492	\$ 10,691
Due from other governments . . . . .	-	-	-	-
Total assets . . . . .	\$ 60,000	\$ 780,622	\$ 450,492	\$ 10,691
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ -	\$ 12,120	\$ -	\$ -
<b>Fund balances:</b>				
Restricted . . . . .	60,000	768,502	450,492	10,691
Unassigned (deficit). . . . .	-	-	-	-
Total fund balances (deficit) . . . . .	60,000	768,502	450,492	10,691
Total liabilities, deferred inflows of resources, and fund balances. . . . .	\$ 60,000	\$ 780,622	\$ 450,492	\$ 10,691



<b>2006 Judges Facilities/ City Hall Renovation Bond</b>	<b>13st St. NW Roadway Reconstruction</b>	<b>Mahoning Rd. Corridor Project</b>	<b>3rd Street SE Bridge Project</b>	<b>36th St. NW Storm Roadway Water &amp; Sewer</b>	<b>Totals Nonmajor Capital Projects Funds</b>
\$ 1,744	\$ -	\$ -	\$ -	\$ -	\$ 1,303,549
-	541,709	-	20,835	125,397	687,941
<u>\$ 1,744</u>	<u>\$ 541,709</u>	<u>\$ -</u>	<u>\$ 20,835</u>	<u>\$ 125,397</u>	<u>\$ 1,991,490</u>
\$ -	\$ 594,848	\$ 37,418	\$ 88,456	\$ 397,162	\$ 1,130,004
1,744	-	-	-	-	1,291,429
-	(53,139)	(37,418)	(67,621)	(271,765)	(429,943)
<u>1,744</u>	<u>(53,139)</u>	<u>(37,418)</u>	<u>(67,621)</u>	<u>(271,765)</u>	<u>861,486</u>
<u>\$ 1,744</u>	<u>\$ 541,709</u>	<u>\$ -</u>	<u>\$ 20,835</u>	<u>\$ 125,397</u>	<u>\$ 1,991,490</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>2015 Construction Reconstruction Note</b>	<b>2006 City Infrastructure Bond</b>	<b>2006 Recreational Bond</b>	<b>2006 Construction/ Reconstruction Bond</b>
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ -	\$ 273,297	\$ -	\$ -
Interest and investment income. . . . .	-	-	192	-
Capital grants . . . . .	-	241,181	-	-
Other . . . . .	-	37,399	-	-
Total revenues . . . . .	<u>-</u>	<u>551,877</u>	<u>192</u>	<u>-</u>
<b>Expenditures:</b>				
Capital outlay. . . . .	47,917	183,293	-	-
Debt service:				
Principal retirement . . . . .	3,500,000	-	-	-
Interest and fiscal charges . . . . .	98,389	-	-	-
Total expenditures . . . . .	<u>3,646,306</u>	<u>183,293</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures . . . . .	<u>(3,646,306)</u>	<u>368,584</u>	<u>192</u>	<u>-</u>
<b>Other financing sources:</b>				
Note issuance . . . . .	3,400,000	-	-	-
Issuance of loans . . . . .	-	-	-	-
Transfers in . . . . .	194,696	-	-	-
Total other financing sources . . . . .	<u>3,594,696</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	(51,610)	368,584	192	-
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<u>111,610</u>	<u>399,918</u>	<u>450,300</u>	<u>10,691</u>
<b>Fund balances (deficit) at end of year . . . . .</b>	<u>\$ 60,000</u>	<u>\$ 768,502</u>	<u>\$ 450,492</u>	<u>\$ 10,691</u>

<b>2006 Judges Facilities/ City Hall Renovation Bond</b>	<b>13st St. NW Roadway Reconstruction</b>	<b>Mahoning Rd. Corridor Project</b>	<b>11th St. NW Improvement Project</b>	<b>Traffic Signal Comm. Upgrade</b>	<b>3rd Street SE Bridge Project</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	662,845	834,017	10,809	-	58,740
-	-	-	95,639	-	-
-	662,845	834,017	106,448	-	58,740
-	715,984	759,377	-	2,473	89,012
-	-	-	-	-	-
-	-	-	-	-	-
-	715,984	759,377	-	2,473	89,012
-	(53,139)	74,640	106,448	(2,473)	(30,272)
-	-	-	-	-	-
-	-	173,181	-	2,473	-
-	-	-	-	-	-
-	-	173,181	-	2,473	-
-	(53,139)	247,821	106,448	-	(30,272)
1,744	-	(285,239)	(106,448)	-	(37,349)
<u>\$ 1,744</u>	<u>\$ (53,139)</u>	<u>\$ (37,418)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (67,621)</u>

(Continued)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS (CONTINUED)  
FOR THE YEAR ENDING DECEMBER 31, 2020

	<b>Tuscarawas Street West Corridor Safety Project</b>	<b>36th St. NW Storm Roadway Water &amp; Sewer</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>Revenues:</b>			
Intergovernmental . . . . .	\$ -	\$ -	\$ 273,297
Interest and investment income . . . . .	-	-	192
Capital grants . . . . .	10,995	125,397	2,430,087
Other . . . . .	-	-	133,038
Total revenues . . . . .	<u>10,995</u>	<u>125,397</u>	<u>2,836,614</u>
<b>Expenditures:</b>			
Capital outlay . . . . .	10,441	397,162	2,691,762
Debt service:			
Principal retirement . . . . .	-	-	3,500,000
Interest and fiscal charges . . . . .	-	-	98,389
Total expenditures . . . . .	<u>10,441</u>	<u>397,162</u>	<u>6,290,151</u>
Excess of revenues over (under) expenditures . . . . .	<u>554</u>	<u>(271,765)</u>	<u>(3,453,537)</u>
<b>Other financing sources:</b>			
Note issuance . . . . .	-	-	3,400,000
Issuance of loans . . . . .	-	-	175,654
Transfers in . . . . .	-	-	194,696
Total other financing sources . . . . .	<u>-</u>	<u>-</u>	<u>3,770,350</u>
Net change in fund balances . . . . .	554	(271,765)	316,813
<b>Fund balances (deficit) at beginning of year . . . . .</b>	<u>(554)</u>	<u>-</u>	<u>544,673</u>
<b>Fund balances (deficit) at end of year . . . . .</b>	<u>\$ -</u>	<u>\$ (271,765)</u>	<u>\$ 861,486</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2015 CONSTRUCTION/RECONSTRUCTION NOTE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Interest and investment income . . . . .	\$ -	\$ -	\$ -
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Service Director Administration . . . . .	224,005	224,005	-
Debt Service:			
<i>Principle Retirement:</i>			
Various purpose loans . . . . .	3,500,000	3,500,000	-
<i>Interest and Fiscal Charges:</i>			
Various purpose loans . . . . .	125,000	98,389	26,611
Total Debt Service . . . . .	<u>3,625,000</u>	<u>3,598,389</u>	<u>26,611</u>
<i>Total expenditures</i> . . . . .	<u>3,849,005</u>	<u>3,822,394</u>	<u>26,611</u>
Excess of expenditures over revenues . . . . .	<u>(3,849,005)</u>	<u>(3,822,394)</u>	<u>26,611</u>
<b>Other financing sources:</b>			
Transfers in . . . . .	194,696	194,696	-
Note issuance . . . . .	<u>3,500,000</u>	<u>3,400,000</u>	<u>(100,000)</u>
Total other financing sources . . . . .	<u>3,694,696</u>	<u>3,594,696</u>	<u>(100,000)</u>
Net change in fund balance. . . . .	(154,309)	(227,698)	(73,389)
<b>Fund balance at beginning of year</b> . . . . .	3,693	3,693	-
<b>Prior year encumbrances appropriated</b> . . . . .	<u>284,005</u>	<u>284,005</u>	<u>-</u>
<b>Fund balance at end of year.</b> . . . . .	<u>\$ 133,389</u>	<u>\$ 60,000</u>	<u>\$ (73,389)</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2006 CITY INFRASTRUCTURE BOND FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 12,221	\$ 515,728	\$ 503,507
Intergovernmental . . . . .	273,297	273,297	-
Other . . . . .	-	37,399	37,399
Total revenues . . . . .	<u>285,518</u>	<u>826,424</u>	<u>540,906</u>
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering Administration . . . . .	<u>440,993</u>	<u>288,368</u>	<u>152,625</u>
Net change in fund balance. . . . .	(155,475)	538,056	693,531
<b>Fund balance at beginning of year . . . . .</b>	49,279	49,279	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>121,350</u>	<u>121,350</u>	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 15,154</u>	<u>\$ 708,685</u>	<u>\$ 693,531</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2006 RECREATIONAL BOND FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
Interest and investment income . . . . .	\$ -	\$ 217	\$ 217
Net change in fund balance. . . . .	-	217	217
<b>Fund balance at beginning of year . . . . .</b>	<u>450,275</u>	<u>450,275</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ 450,275</u>	<u>\$ 450,492</u>	<u>\$ 217</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2006 CONSTRUCTION/RECONSTRUCTION BOND FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year . . . . .</b>	\$ 10,691	\$ 10,691	\$ -
<b>Fund balance at end of year . . . . .</b>	\$ 10,691	\$ 10,691	\$ -



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2006 JUDGES FACILITIES/CITY HALL RENOVATION BOND FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Fund balance at beginning of year</b> . . . . .	\$ 1,743	\$ 1,743	\$ -
<b>Fund balance at end of year</b> . . . . .	\$ 1,743	\$ 1,743	\$ -

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 13TH ST NW ROADWAY RECONSTRUCTION FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues:</b>			
Capital grants. . . . .	\$ 925,056	\$ 121,136	\$ (803,920)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - 13th St NW Rdwy Recon Project . . . . .	<u>925,056</u>	<u>925,056</u>	<u>-</u>
Net change in fund balance . . . . .	-	(803,920)	(803,920)
<b>Fund balance (deficit) at beginning of year. . . . .</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balance (deficit) at end of year . . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ (803,920)</u></u>	<u><u>\$ (803,920)</u></u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MAHONING RD. CORRIDOR PROJECT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 6,470,116	\$ 1,304,809	\$ (5,165,307)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - Mahoning Road Corridor Project . . . . .	6,810,465	1,761,528	5,048,937
Excess of revenues over (under) expenditures . . . . .	(340,349)	(456,719)	(116,370)
<b>Other financing sources:</b>			
Issuance of loans . . . . .	400,000	221,476	(178,524)
Net change in fund balance . . . . .	59,651	(235,243)	(294,894)
<b>Fund balance (deficit) at beginning of year . . . . .</b>	(1,479,282)	(1,479,282)	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,479,282	1,479,282	-
<b>Fund balance (deficit) at end of year . . . . .</b>	<b>\$ 59,651</b>	<b>\$ (235,243)</b>	<b>\$ (294,894)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 11TH ST. NW IMPROVEMENT PROJECT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 347,429	\$ 10,809	\$ (336,620)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - 11th St. NW Improvement Project . . . . .	347,429	118,569	228,860
Net change in fund balance . . . . .	-	(107,760)	(107,760)
<b>Fund balance (deficit) at beginning of year . . . . .</b>	(118,569)	(118,569)	-
<b>Prior year encumbrances appropriated . . . . .</b>	118,569	118,569	-
<b>Fund balance (deficit) at end of year . . . . .</b>	\$ -	\$ (107,760)	\$ (107,760)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 TRAFFIC SIGNAL COMM UPGRADE  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 21,350	\$ -	\$ (21,350)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - Traffic Signal Comm Upgrade Project . . . . .	2,473	2,473	-
Excess of revenues over (under) expenditures . . . . .	18,877	(2,473)	(21,350)
<b>Other financing sources:</b>			
Issuance of loans . . . . .	-	2,473	2,473
Net change in fund balance . . . . .	18,877	-	(18,877)
<b>Fund balance at beginning of year. . . . .</b>	(21,350)	(21,350)	-
<b>Prior year encumbrances appropriated. . . . .</b>	21,350	21,350	-
<b>Fund balance (deficit) at end of year . . . . .</b>	<b>\$ 18,877</b>	<b>\$ -</b>	<b>\$ (18,877)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 TUSCARAWAS STREET WEST CORRIDOR SAFETY PROJECT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 51,188	\$ 10,995	\$ (40,193)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - Tusc St W Corr Safety Project 92562 . . . . .	51,188	12,333	38,855
Net change in fund balance . . . . .	-	(1,338)	(1,338)
<b>Fund balance (deficit) at beginning of year . . . . .</b>	(12,333)	(12,333)	-
<b>Prior year encumbrances appropriated . . . . .</b>	12,333	12,333	-
<b>Fund balance (deficit) at end of year . . . . .</b>	\$ -	\$ (1,338)	\$ (1,338)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 RIDGEWOOD E. PHASE 1 PART 2 ROADWAY RECONSTRUCTION PROJECT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 53,445	\$ -	\$ (53,445)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - Ridgewood Phase 1 Part 2 Roadway Reconstruction . . . . .	53,444	53,444	-
Excess of expenditures over revenues . . . . .	1	(53,444)	(53,445)
<b>Other financing sources:</b>			
Issuance of loans . . . . .	-	53,444	53,444
Net change in fund balance . . . . .	1	-	(1)
<b>Fund balance at beginning of year . . . . .</b>	(53,444)	(53,444)	-
<b>Prior year encumbrances appropriated . . . . .</b>	53,444	53,444	-
<b>Fund balance at end of year . . . . .</b>	<b>\$ 1</b>	<b>\$ -</b>	<b>\$ (1)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 3RD STREET SE BRIDGE PROJECT GP 1167 FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 655,774	\$ 108,908	\$ (546,866)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service director:</i>			
3rd St SE Bridge Project GP 1167 . . . . .	655,374	197,374	458,000
<i>Water:</i>			
37th Street Water Sewer Str. Improvement Project . . . . .	(181,556)	(181,556)	-
Total Expenditures . . . . .	473,818	15,818	458,000
Excess of revenues over (under) expenditures . . . . .	181,956	93,090	(88,866)
<b>Other financing sources:</b>			
Issuance of loans . . . . .	(255,000)	(181,556)	73,444
Net change in fund balance . . . . .	(73,044)	(88,466)	(15,422)
<b>Fund balance at beginning of year. . . . .</b>	(197,374)	(197,374)	-
<b>Prior year encumbrances appropriated. . . . .</b>	197,374	197,374	-
<b>Fund balance (deficit) at end of year . . . . .</b>	\$ (73,044)	\$ (88,466)	\$ (15,422)



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 12th STREET NW BRIDGE REPLACEMENT PROJECT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 290,494	\$ 158,156	\$ (132,338)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - 12th Street NW Bridge Replacement Project. . . . .	177,302	177,302	-
Net change in fund balance . . . . .	113,192	(19,146)	(132,338)
<b>Fund balance (deficit) at beginning of year. . . . .</b>	(290,494)	(290,494)	-
<b>Prior year encumbrances appropriated. . . . .</b>	290,494	290,494	-
<b>Fund balance (deficit) at end of year . . . . .</b>	\$ 113,192	\$ (19,146)	\$ (132,338)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 47TH STREET NW SEWER REPAIR PROJECT GP 1241 FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 1,504	\$ -	\$ (1,504)
Net change in fund balance . . . . .	1,504	-	(1,504)
<b>Fund balance at beginning of year. . . . .</b>	(1,504)	(1,504)	-
<b>Prior year encumbrances appropriated. . . . .</b>	1,504	1,504	-
<b>Fund balance (deficit) at end of year . . . . .</b>	\$ 1,504	\$ -	\$ (1,504)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 41ST ST. NW ROADWAY RECONSTRUCTION PROJECT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants. . . . .	\$ 83,818	\$ -	\$ (83,818)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - 41th St. NW Roadway Reconstruction Project. . . . .	83,818	32,715	51,103
Net change in fund balance . . . . .	-	(32,715)	(32,715)
<b>Fund balance (deficit) at beginning of year . . . . .</b>	(32,715)	(32,715)	-
<b>Prior year encumbrances appropriated . . . . .</b>	32,715	32,715	-
<b>Fund balance (deficit) at end of year . . . . .</b>	\$ -	\$ (32,715)	\$ (32,715)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 30th STREET NW RESURFACING PROJECT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 121,714	\$ -	\$ (121,714)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - 30th St NW Resurf Proj GP 1238	60,857	-	60,857
Net change in fund balance . . . . .	60,857	-	(60,857)
<b>Fund balance (deficit) at beginning of year. . . . .</b>	(60,857)	(60,857)	-
<b>Prior year encumbrances appropriated. . . . .</b>	60,857	60,857	-
<b>Fund balance at end of year . . . . .</b>	\$ 60,857	\$ -	\$ (60,857)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 49TH STREET NW STORM SEWER REHAB FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 1,076,184	\$ 481,324	\$ (594,860)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
47th Street NW Storm Sewer Rehab Project . . . . .	1,557,508	481,324	1,076,184
Excess of expenditures over revenues . . . . .	(481,324)	-	481,324
<b>Other financing sources:</b>			
OPWC . . . . .	481,330	-	481,330
Net change in fund balance . . . . .	6	-	962,654
<b>Fund balance at beginning of year. . . . .</b>	(481,330)	(481,330)	-
<b>Prior year encumbrances appropriated. . . . .</b>	481,330	481,330	-
<b>Fund balance (deficit) at end of year . . . . .</b>	\$ 6	\$ -	\$ 962,654

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 36TH ST NW STORM RDWY WTR&SWR FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 1,050,352	\$ -	\$ (1,050,352)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - 36th St W Str, Rdwy, Wtr&Swr . . . . .	1,050,352	825,927	224,425
Net change in fund balance . . . . .	-	(825,927)	(825,927)
<b>Fund balance at beginning of year . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance (deficit) at end of year . . . . .</b>	<b>\$ -</b>	<b>\$ (825,927)</b>	<b>\$ (825,927)</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 2020 PAVING PROJECT PHASE 2 HARMONT NE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Capital grants . . . . .	\$ 383,246	\$ -	\$ (383,246)
<b>Expenditures:</b>			
Capital Outlay:			
<i>Service Director:</i>			
Engineering - 2020 Paving Proj Ph 2 Harmont NE . . . . .	200,000	178,110	21,890
Net change in fund balance . . . . .	183,246	(178,110)	(361,356)
<b>Fund balance at beginning of year . . . . .</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Fund balance (deficit) at end of year . . . . .</b>	<b>\$ 183,246</b>	<b>\$ (178,110)</b>	<b>\$ (361,356)</b>

**CITY OF CANTON  
STARK COUNTY, OHIO**

**Fund Description - Major 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 City operates three Major enterprise funds:

***Water Operating Fund***

The water operating enterprise fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City and surrounding communities.

***Sewer Operating Fund***

The sewer operating enterprise fund accounts for the provision of sanitary sewer service to the residents and commercial users located within the City and several surrounding communities.

***Refuse Operating Fund***

The refuse operating enterprise fund accounts for the provision of trash collection to the residents and commercial users located in the City.



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
WATER OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 19,035,000	\$ 20,440,837	\$ 1,405,837
Rental income . . . . .	26,000	27,424	1,424
Capital grants . . . . .	990,023	1,013,152	23,129
Other. . . . .	-	838,848	838,848
<b>Total revenues.</b> . . . . .	<b>20,051,023</b>	<b>22,320,261</b>	<b>2,269,238</b>
<b>Expenses:</b>			
Personal services. . . . .	8,024,283	7,556,960	467,323
Materials and supplies . . . . .	1,994,227	1,910,361	83,866
Contractual services . . . . .	10,095,661	8,326,386	1,769,275
Capital outlay . . . . .	11,948,281	9,430,349	2,517,932
Claims . . . . .	319,860	131,846	188,014
Other. . . . .	79,241	38,060	41,181
Debt service:			
Principal retirement . . . . .	2,477,309	2,064,585	412,724
Interest and fiscal charges . . . . .	657,073	657,041	32
<b>Total expenses.</b> . . . . .	<b>35,595,935</b>	<b>30,115,588</b>	<b>5,480,347</b>
<b>Excess of expenses over revenues</b> . . . . .	<b>(15,544,912)</b>	<b>(7,795,327)</b>	<b>7,749,585</b>
<b>Nonoperating revenues (expenses):</b>			
Sale of assets. . . . .	2,500	22,755	20,255
Transfer in. . . . .	213,000	294,156	81,156
Transfer (out). . . . .	(342,700)	(336,856)	5,844
Loan proceeds. . . . .	8,401,542	2,136,511	(6,265,031)
Capital contributions . . . . .	-	1,504,317	1,504,317
<b>Total nonoperating revenues (expenses)</b> . . . . .	<b>8,274,342</b>	<b>3,620,883</b>	<b>(4,653,459)</b>
<b>Net change in fund balance</b> . . . . .	<b>(7,270,570)</b>	<b>(4,174,444)</b>	<b>3,096,126</b>
<b>Fund balance at beginning of year</b> . . . . .	<b>8,885,874</b>	<b>8,885,874</b>	<b>-</b>
<b>Prior year encumbrances appropriated.</b> . . . . .	<b>9,023,669</b>	<b>9,023,669</b>	<b>-</b>
<b>Fund balance at end of year</b> . . . . .	<b>\$ 10,638,973</b>	<b>\$ 13,735,099</b>	<b>\$ 3,096,126</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SEWER OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 20,026,500	\$ 17,465,167	\$ (2,561,333)
Intergovernmental . . . . .	3,450,000	3,158,191	(291,809)
Licenses, permits, and fees . . . . .	33,000	24,400	(8,600)
Rental income . . . . .	10,000	7,837	(2,163)
Other . . . . .	144,000	624,314	480,314
<b>Total revenues . . . . .</b>	<b>23,663,500</b>	<b>21,279,909</b>	<b>(2,383,591)</b>
<b>Expenses:</b>			
Personal services . . . . .	7,100,597	6,518,970	581,627
Materials and supplies . . . . .	2,223,476	1,836,513	386,963
Contractual services . . . . .	8,910,355	6,924,938	1,985,417
Capital outlay . . . . .	10,742,010	5,449,723	5,292,287
Claims . . . . .	28,013	12,739	15,274
Other . . . . .	296,047	95,084	200,963
Debt service:			
Principal retirement . . . . .	3,371,567	3,370,025	1,542
Interest and fiscal charges . . . . .	2,248,715	2,248,705	10
<b>Total expenses . . . . .</b>	<b>34,920,780</b>	<b>26,456,697</b>	<b>8,464,083</b>
<b>Excess of expenses over revenues . . . . .</b>	<b>(11,257,280)</b>	<b>(5,176,788)</b>	<b>6,080,492</b>
<b>Nonoperating revenues (expenses):</b>			
Sale of assets . . . . .	6,000	2,750	(3,250)
Transfer in . . . . .	2,150,000	1,520,000	(630,000)
Transfer (out) . . . . .	(1,553,300)	(1,553,300)	-
Issuance of loans . . . . .	2,257,670	1,510,493	(747,177)
<b>Total nonoperating revenues (expenses) . . . . .</b>	<b>2,860,370</b>	<b>1,479,943</b>	<b>(1,380,427)</b>
<b>Net change in fund balance . . . . .</b>	<b>(8,396,910)</b>	<b>(3,696,845)</b>	<b>4,700,065</b>
<b>Fund balance (deficit) at beginning of year . . . . .</b>	<b>10,782,591</b>	<b>10,782,591</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>5,304,205</b>	<b>5,304,205</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 7,689,886</b>	<b>\$ 12,389,951</b>	<b>\$ 4,700,065</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
REFUSE OPERATING FUND  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 7,270,500	\$ 7,679,785	\$ 409,285
Operating grants . . . . .	50,000	63,623	13,623
Other . . . . .	<u>75,000</u>	<u>376,614</u>	<u>301,614</u>
Total revenues . . . . .	<u>7,395,500</u>	<u>8,120,022</u>	<u>724,522</u>
<b>Expenses:</b>			
Personal services . . . . .	4,395,211	4,243,602	151,609
Materials and supplies . . . . .	333,913	313,545	20,368
Contractual services . . . . .	2,491,325	2,383,422	107,903
Capital outlay . . . . .	419,736	407,411	12,325
Claims . . . . .	9,500	2,444	7,056
Other . . . . .	<u>27,603</u>	<u>22,683</u>	<u>4,920</u>
Total expenses . . . . .	<u>7,677,288</u>	<u>7,373,107</u>	<u>304,181</u>
Excess of expenses over revenues . . . . .	<u>(281,788)</u>	<u>746,915</u>	<u>1,028,703</u>
<b>Nonoperating revenues (expenses):</b>			
Sale of assets . . . . .	-	(20,063)	(20,063)
Transfer (out) . . . . .	<u>(50,000)</u>	<u>(50,000)</u>	<u>-</u>
Total nonoperating revenues (expenses) . . . . .	<u>(50,000)</u>	<u>(70,063)</u>	<u>(20,063)</u>
Net change in fund balance . . . . .	(331,788)	676,852	1,008,640
<b>Fund balance at beginning of year . . . . .</b>	125,659	125,659	-
<b>Prior year encumbrances appropriated . . . . .</b>	396,362	396,362	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 190,233</u>	<u>\$ 1,198,873</u>	<u>\$ 1,008,640</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

**Fund Descriptions - Non Major Enterprise Fund**

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services.

The City operates one Nonmajor Enterprise Fund:

***Building Code Fund***

The building code enterprise fund accounts for the provision of license and permit fees collection related to the enforcement of the city building code.

The budgetary statement is only shown, since the building code fund is the City's only nonmajor enterprise fund.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 BUILDING CODE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Licenses, permits, and fees . . . . .	\$ 2,318,700	\$ 2,296,292	\$ (22,408)
Other . . . . .	45,500	162,926	117,426
Total revenues . . . . .	<u>2,364,200</u>	<u>2,459,218</u>	<u>95,018</u>
<b>Expenses:</b>			
Personal services . . . . .	1,758,868	1,454,171	304,697
Materials and supplies . . . . .	66,306	62,252	4,054
Contractual services . . . . .	1,040,706	1,029,368	11,338
Capital outlay . . . . .	110,263	109,134	1,129
Claims . . . . .	62,000	61,306	694
Other . . . . .	6,690	5,751	939
Total expenses . . . . .	<u>3,044,833</u>	<u>2,721,982</u>	<u>322,851</u>
Net change in fund balance . . . . .	(680,633)	(262,764)	417,869
<b>Fund balance at beginning of year . . . . .</b>	1,499,922	1,499,922	-
<b>Prior year encumbrances appropriated. . . . .</b>	207,915	207,915	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 1,027,204</u>	<u>\$ 1,445,073</u>	<u>\$ 417,869</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

**Fund Description - Internal Service Funds**

Internal Service Funds are established to 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.

***Workers' Compensation Retrospective Fund***

To account for the charges to the operating funds on a percentage of payroll basis and the payment of premiums and claims under the retrospective rating plan as provided by the Ohio Bureau of Workers' Compensation.

***Health Insurance Fund***

To account for charges to the operating funds on a per employee basis for the health and hospitalization self insurance, eye and dental insurance and for payments to AFSCME for the unions' administered employees' eye and dental premiums. This fund also pays the salaries and fringe benefits of the employees responsible for administering and processing claims.

***Compensated Absences Claim Fund***

To account for charges to the operating funds on a per employee basis for the claims associated with and mandated by local and state fringe benefit provisions including accumulated sick time, continuing disability, banked vacation, and termination pay.

***Vehicle Self Insurance Fund***

To account for charges to the operating funds on a per fund basis for the claims associated with a vehicle self insurance fund. This fund is included in the general fund (GAAP basis), but has a separate legally adopted budget (budget basis). This fund is not included in the combining statements for the internal service funds since it is reported in the general fund (GAAP basis); however, the budgetary schedule for this fund is presented in this section.

***Motor Vehicles Department Fund***

To account for charges to the operating funds on a per fund basis for the department of motor vehicles. This fund is included in the general fund (GAAP basis), but has a separate legally adopted budget (budget basis). This fund is not included in the combining statements for the internal service funds since it is reported in the general fund (GAAP basis); however, the budgetary schedule for this fund is presented in this section.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
DECEMBER 31, 2020

	<b>Workers' Compensation Retrospective</b>	<b>Health Insurance</b>	<b>Compensated Absences Claim</b>	<b>Total Nonmajor Internal Service</b>
<b>Assets:</b>				
Current assets:				
Equity in pooled cash and cash equivalents. . . . .	\$ 2,924,983	\$ 2,956,851	\$ 1,313,114	\$ 7,194,948
Receivables:				
Accounts. . . . .	-	65,684	140,791	206,475
Prepayments. . . . .	1,521	1,592	73,540	76,653
Due from other funds. . . . .	-	-	39,115	39,115
Due from other governments . . . . .	23,990	6,630	-	30,620
Due from component unit . . . . .	83,624	10,934	-	94,558
Total assets. . . . .	3,034,118	3,041,691	1,566,560	7,642,369
<b>Liabilities:</b>				
Current liabilities:				
Accounts payable. . . . .	129,561	261,247	-	390,808
Payroll withholding payable . . . . .	1,407	1,492	75,698	78,597
Accrued wages and benefits payable . . . . .	2,783	2,783	78,954	84,520
Due to other governments . . . . .	390	390	12,199	12,979
Compensated absences payable . . . . .	-	-	1,786,301	1,786,301
Claims payable. . . . .	496,529	218,240	-	714,769
Total current liabilities. . . . .	630,670	484,152	1,953,152	3,067,974
Non-current liabilities:				
Compensated absences payable . . . . .	-	-	6,297,644	6,297,644
Claims payable . . . . .	1,172,611	-	-	1,172,611
Total non-current liabilities . . . . .	1,172,611	-	6,297,644	7,470,255
Total liabilities . . . . .	1,803,281	484,152	8,250,796	10,538,229
<b>Net position:</b>				
Unrestricted (deficit) . . . . .	\$ 1,230,837	\$ 2,557,539	\$ (6,684,236)	\$ (2,895,860)

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 COMBINING STATEMENT OF REVENUES,  
 EXPENSES AND CHANGES IN NET POSITION  
 INTERNAL SERVICE FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Workers' Compensation Retrospective</b>	<b>Health Insurance</b>	<b>Compensated Absences Claim</b>	<b>Total Nonmajor Internal Service</b>
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ -	\$ 10,921,694	\$ 4,137,304	\$ 15,058,998
Other . . . . .	487,397	2,080,352	468,198	3,035,947
Total operating revenues. . . . .	<u>487,397</u>	<u>13,002,046</u>	<u>4,605,502</u>	<u>18,094,945</u>
<b>Operating expenses:</b>				
Personal services. . . . .	232,025	-	-	232,025
Contract services. . . . .	65,370	1,161,243	9,410	1,236,023
Benefit claims and expenses . . . . .	-	-	4,320,380	4,320,380
Insurance claims and expenses. . . . .	3,672	11,381,727	-	11,385,399
Total operating expenses. . . . .	<u>301,067</u>	<u>12,542,970</u>	<u>4,329,790</u>	<u>17,173,827</u>
Operating income (loss). . . . .	<u>186,330</u>	<u>459,076</u>	<u>275,712</u>	<u>921,118</u>
Transfer in . . . . .	-	-	500,000	500,000
Change in net position . . . . .	186,330	459,076	775,712	1,421,118
<b>Net position (deficit) at beginning of year . . . . .</b>	<u>1,044,507</u>	<u>2,098,463</u>	<u>(7,459,948)</u>	<u>(4,316,978)</u>
<b>Net position (deficit) at end of year . . . . .</b>	<u><u>\$ 1,230,837</u></u>	<u><u>\$ 2,557,539</u></u>	<u><u>\$ (6,684,236)</u></u>	<u><u>\$ (2,895,860)</u></u>



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Workers' Compensation Retrospective</b>	<b>Health Insurance</b>	<b>Compensated Absences Claim</b>	<b>Total Nonmajor Internal Service</b>
<b>Cash flows from operating activities:</b>				
Cash received from charges for services . . . . .	\$ -	\$ 10,921,694	\$ 4,137,304	\$ 15,058,998
Cash received from other operations . . . . .	463,407	1,775,833	491,659	2,730,899
Cash payments for personal services . . . . .	(109,029)	35,634	-	(73,395)
Cash payments for contractual services . . . . .	(63,620)	(1,161,123)	(9,410)	(1,234,153)
Cash payments for insurance claims . . . . .	-	(11,532,561)	-	(11,532,561)
Cash payments for benefits claims . . . . .	-	-	(4,358,233)	(4,358,233)
Net cash provided by operating activities . . . . .	290,758	39,477	261,320	591,555
<b>Cash flows from noncapital financial activities:</b>				
Cash received from transfers in . . . . .	-	-	500,000	500,000
Net increase in cash and cash equivalents . . . . .	290,758	39,477	761,320	1,091,555
<b>Cash and cash equivalents at beginning of year . . . . .</b>	<b>2,634,225</b>	<b>2,917,374</b>	<b>551,794</b>	<b>6,103,393</b>
<b>Cash and cash equivalents at end of year . . . . .</b>	<b><u>\$ 2,924,983</u></b>	<b><u>\$ 2,956,851</u></b>	<b><u>\$ 1,313,114</u></b>	<b><u>\$ 7,194,948</u></b>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>				
Operating income . . . . .	\$ 186,330	\$ 459,076	\$ 275,712	\$ 921,118
Changes in assets and liabilities:				
(Increase) in accounts receivable . . . . .	-	(7,137)	(31,008)	(38,145)
(Increase) decrease in due from other governments . . . . .	(23,990)	5,910	-	(18,080)
Decrease in due from other funds . . . . .	-	-	60,182	60,182
Decrease in due from component unit . . . . .	3,672	8,830	-	12,502
(Increase) in prepayments . . . . .	(1,521)	(1,592)	(73,540)	(76,653)
Increase (decrease) in accounts payable . . . . .	128,632	(263,666)	-	(135,034)
(Decrease) in accrued wages and benefits . . . . .	(2,550)	(2,550)	(94,443)	(99,543)
(Decrease) in due to other governments . . . . .	(434)	(434)	(14,591)	(15,459)
Increase in payroll withholding payable . . . . .	619	704	54,469	55,792
Increase in compensated absences payable . . . . .	-	-	84,539	84,539
(Decrease) in claims payable . . . . .	-	(159,664)	-	(159,664)
Net cash provided by operating activities . . . . .	<u>\$ 290,758</u>	<u>\$ 39,477</u>	<u>\$ 261,320</u>	<u>\$ 591,555</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 WORKERS' COMPENSATION RETROSPECTIVE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 1,500,000	\$ -	\$ (1,500,000)
Other . . . . .	1,000,000	469,901	(530,099)
Total revenues . . . . .	<u>2,500,000</u>	<u>469,901</u>	<u>(2,030,099)</u>
<b>Expenses:</b>			
Personal services . . . . .	123,510	116,142	7,368
Materials and supplies . . . . .	2,850	-	2,850
Contractual services . . . . .	219,495	103,421	116,074
Insurance claims and expenses . . . . .	1,500,000	78,051	1,421,949
Other . . . . .	3,200	-	3,200
Total expenses . . . . .	<u>1,849,055</u>	<u>297,614</u>	<u>1,551,441</u>
Net change in fund balance. . . . .	650,945	172,287	(478,658)
<b>Fund balance at beginning of year . . . . .</b>	2,620,878	2,620,878	-
<b>Prior year encumbrances appropriated . . . . .</b>	12,559	12,559	-
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ 3,284,382</u></u>	<u><u>\$ 2,805,724</u></u>	<u><u>\$ (478,658)</u></u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 HEALTH INSURANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 10,500,000	\$ 10,921,694	\$ 421,694
Other . . . . .	2,000,000	1,927,479	(72,521)
<b>Total revenues . . . . .</b>	<b>12,500,000</b>	<b>12,849,173</b>	<b>349,173</b>
<b>Expenses:</b>			
Personal services . . . . .	123,260	116,716	6,544
Materials and supplies . . . . .	4,140	-	4,140
Contractual services . . . . .	1,618,604	1,218,439	400,165
Insurance claims and expenses . . . . .	12,933,343	12,690,839	242,504
Other . . . . .	1,750	-	1,750
<b>Total expenses . . . . .</b>	<b>14,681,097</b>	<b>14,025,994</b>	<b>655,103</b>
Net change in fund balance . . . . .	(2,181,097)	(1,176,821)	1,004,276
<b>Fund balance at beginning of year . . . . .</b>	<b>1,686,416</b>	<b>1,686,416</b>	<b>-</b>
<b>Prior year encumbrances appropriated . . . . .</b>	<b>1,230,170</b>	<b>1,230,170</b>	<b>-</b>
<b>Fund balance at end of year . . . . .</b>	<b>\$ 735,489</b>	<b>\$ 1,739,765</b>	<b>\$ 1,004,276</b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 COMPENSATED ABSENCES CLAIM FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 4,050,000	\$ 4,137,304	\$ 87,304
Other . . . . .	367,000	751,079	384,079
Total revenues . . . . .	<u>4,417,000</u>	<u>4,888,383</u>	<u>471,383</u>
<b>Expenses:</b>			
Personal services . . . . .	5,100,850	4,672,122	428,728
Contractual services . . . . .	20,570	9,600	10,970
Total expenses . . . . .	<u>5,121,420</u>	<u>4,681,722</u>	<u>439,698</u>
Excess of revenues over (under) expenditures . . .	(704,420)	206,661	911,081
<b>Other financing uses:</b>			
Transfers in . . . . .	250,000	500,000	250,000
Net change in fund balance. . . . .	(454,420)	706,661	1,161,081
<b>Fund balance at beginning of year . . . . .</b>	<u>530,565</u>	<u>530,565</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 76,145</u>	<u>\$ 1,237,226</u>	<u>\$ 1,161,081</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 VEHICLE SELF INSURANCE FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Interest . . . . .	\$ -	\$ 1,061	\$ 1,061
Other . . . . .	25,000	25,334	334
Total revenues . . . . .	<u>25,000</u>	<u>26,395</u>	<u>1,395</u>
<b>Expenses:</b>			
Personal services . . . . .	60,124	36,416	23,708
Contractual services . . . . .	80,800	66,033	14,767
Insurance claim expenses . . . . .	404,536	305,030	99,506
Total expenses . . . . .	<u>545,460</u>	<u>407,479</u>	<u>137,981</u>
Excess of expenses over revenues . . . . .	<u>(520,460)</u>	<u>(381,084)</u>	<u>139,376</u>
<b>Nonoperating revenue:</b>			
Transfers in . . . . .	<u>280,000</u>	<u>276,000</u>	<u>(4,000)</u>
Net change in fund balance . . . . .	(240,460)	(105,084)	135,376
<b>Fund balance at beginning of year . . . . .</b>	624,498	624,498	-
<b>Prior year encumbrances appropriated . . . . .</b>	31,220	31,220	-
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ 415,258</u></u>	<u><u>\$ 550,634</u></u>	<u><u>\$ 135,376</u></u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN  
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
 MOTOR VEHICLES DEPARTMENT FUND  
 FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues:</b>			
Charges for services . . . . .	\$ 3,322,314	\$ 2,856,427	\$ (465,887)
Other . . . . .	100,000	182,810	82,810
Total revenues . . . . .	<u>3,422,314</u>	<u>3,039,237</u>	<u>(383,077)</u>
<b>Expenses:</b>			
Personal services . . . . .	1,416,419	1,316,560	99,859
Materials and supplies . . . . .	1,426,146	1,286,623	139,523
Contractual services . . . . .	706,546	553,265	153,281
Capital outlay . . . . .	19,825	10,825	9,000
Insurance claim expenses . . . . .	100	-	100
Other . . . . .	8,879	6,509	2,370
Total expenses . . . . .	<u>3,577,915</u>	<u>3,173,782</u>	<u>404,133</u>
Net change in fund balance . . . . .	(155,601)	(134,545)	21,056
<b>Fund balance at beginning of year . . . . .</b>	708	708	-
<b>Prior year encumbrances appropriated . . . . .</b>	212,711	212,711	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 57,818</u>	<u>\$ 78,874</u>	<u>\$ 21,056</u>

**CITY OF CANTON  
STARK COUNTY, OHIO**

**Fund Descriptions - Fiduciary Funds**

Fiduciary funds are used to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, other governmental units, and/or funds. The following are the City's fiduciary fund types:

**Custodial Funds**

Custodial funds do not recognize revenues or expenditures, only changes in assets and liabilities. These funds are used to record the collection and payment of refundable deposits, taxes collected for other governments, and municipal court.

***Downtown Special Improvement District Fund:***

To keep track of property taxes collect by the City for a Special Improvement District. Once the City receives the money it is immediately reimbursed to the board of the district.

***Building Department State Assessment Fund:***

To account for assessments that are collected by the City on building projects on behalf of the state.

***Jackson-Canton JEDD Clearing Fund:***

To account for the receipt and disbursement of JEDD income taxes.

***Municipal Court Fund:***

To account for municipal court activities, including the civil division and trusteeship accounts not currently reflected on the City's records.

***Board of Health Fund:***

To account for Board of Health monies held by the City for various health education, prevention, and treatment programs in the City.

**CITY OF CANTON  
STARK COUNTY, OHIO**

COMBINING STATEMENT OF FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
DECEMBER 31, 2020

	<b>Downtown Special Improvement District Fund</b>	<b>Building Department State Assesment Fund</b>	<b>Jackson - Canton JEDD Clearing Fund</b>	<b>Municipal Court Fund</b>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ -	\$ 1,092	\$ 66,116	\$ -
Cash in segregated accounts . . . . .	-	-	-	115,917
Receivables (net of allowances for uncollectibles):				
Accounts . . . . .	10,056	-	-	-
Due from other governments . . . . .	-	-	-	-
Total assets . . . . .	<u>10,056</u>	<u>1,092</u>	<u>66,116</u>	<u>115,917</u>
<b>Liabilities:</b>				
Due to primary government . . . . .	-	-	-	-
Due to other governments . . . . .	-	-	-	115,917
Payrollwithholding payable . . . . .	-	-	-	-
Total liabilities . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>115,917</u>
<b>Net position:</b>				
Restricted for individuals, organizations and other governments	<u>10,056</u>	<u>1,092</u>	<u>66,116</u>	<u>-</u>
Total net position . . . . .	<u>\$ 10,056</u>	<u>\$ 1,092</u>	<u>\$ 66,116</u>	<u>\$ -</u>



<u>Board of Health Fund</u>	<u>Total</u>
\$ 5,349,665	\$ 5,416,873
-	115,917
36,666	46,722
872,124	872,124
6,258,455	6,451,636
61,960	61,960
-	115,917
57,830	57,830
119,790	235,707
6,138,665	6,215,929
\$ 6,138,665	\$ 6,215,929

**CITY OF CANTON  
STARK COUNTY, OHIO**

COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

	<b>Downtown Special Improvement District Fund</b>	<b>Building Department State Assesment Fund</b>	<b>Jackson - Canton JEDD Clearing Fund</b>	<b>Municipal Court Fund</b>
<b>Additions:</b>				
Amounts received as fiscal agent . . . . .	\$ -	\$ -	\$ -	\$ -
Fines and forfeitures for other governments . . . . .	-	12,307	-	1,328,266
Property tax collection for other governments . . . . .	186,675	-	988,885	-
Total additions . . . . .	<u>186,675</u>	<u>12,307</u>	<u>988,885</u>	<u>1,328,266</u>
<b>Deductions:</b>				
Distributions as fiscal agent . . . . .	-	-	-	-
Fines and forfeitures distributions to other governments . . . . .	-	11,742	-	1,328,266
Property tax distributions to other governments . . . . .	183,223	-	1,182,787	-
Total deductions . . . . .	<u>183,223</u>	<u>11,742</u>	<u>1,182,787</u>	<u>1,328,266</u>
Net change in fiduciary net position . . . . .	3,452	565	(193,902)	-
<b>Net position beginning of year . . . . .</b>	<u>6,604</u>	<u>527</u>	<u>260,018</u>	<u>-</u>
<b>Net position end of year . . . . .</b>	<u>\$ 10,056</u>	<u>\$ 1,092</u>	<u>\$ 66,116</u>	<u>\$ -</u>

<u>Board of Health Fund</u>	<u>Total</u>
\$ 8,140,616	\$ 8,140,616
-	1,340,573
-	1,175,560
<u>8,140,616</u>	<u>10,656,749</u>
7,103,523	7,103,523
-	1,340,008
-	1,366,010
<u>7,103,523</u>	<u>9,809,541</u>
1,037,093	847,208
<u>5,101,572</u>	<u>5,368,721</u>
<u>\$ 6,138,665</u>	<u>\$ 6,215,929</u>

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CANTON, OHIO

HALL OF FAME



CANTON, OHIO

CANTON  
BULLDOGS

STATISTICAL  
City of Canton, Ohio



**CITY OF CANTON  
STARK COUNTY, OHIO  
STATISTICAL SECTION**

This part of the City of Canton, Ohio's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>S1 - S10</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources, municipal income taxes.	<b>S11 - S12</b>
<b>Debt Capacity</b> 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.	<b>S13 - S23</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>S24 - S25</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	<b>S27 - S32</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
NET POSITION BY COMPONENT  
LAST TEN YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	2020	2019	2018	2017
<b>Governmental Activities</b>				
Net investment in capital assets	\$ 161,172,446	\$ 148,563,517	\$ 134,323,608	\$ 127,232,203
Restricted	22,180,996	26,137,839	19,608,510	20,359,389
Unrestricted	(72,489,858)	(76,901,325)	(118,676,629)	(119,444,515)
<b>Total Governmental Activities Net Position</b>	<u>\$ 110,863,584</u>	<u>\$ 97,800,031</u>	<u>\$ 35,255,489</u>	<u>\$ 28,147,077</u>
<b>Business-Type Activities</b>				
Net investment in capital assets	\$ 121,744,301	\$ 109,824,923	\$ 93,402,528	\$ 80,091,786
Unrestricted	23,103,692	20,788,924	27,255,096	34,552,456
<b>Total Business-Type Activities Net Position</b>	<u>\$ 144,847,993</u>	<u>\$ 130,613,847</u>	<u>\$ 120,657,624</u>	<u>\$ 114,644,242</u>
<b>Primary Government</b>				
Net investment in capital assets	\$ 282,916,747	\$ 258,388,440	\$ 227,726,136	\$ 207,323,989
Restricted	22,180,996	26,137,839	19,608,510	20,359,389
Unrestricted	(49,386,166)	(56,112,401)	(91,421,533)	(84,892,059)
<b>Total Primary Government Net Position</b>	<u>\$ 255,711,577</u>	<u>\$ 228,413,878</u>	<u>\$ 155,913,113</u>	<u>\$ 142,791,319</u>

Note: The City has implemented GASB Statements No. 63 & 65 in fiscal year 2012.

Note: The City has implemented GASB Statements No. 75 in fiscal year 2018 and restated fiscal year 2017.



2016	2015	2014	2013	2012	2011
\$ 120,105,838	\$ 114,318,575	\$ 106,702,688	\$ 99,188,330	\$ 96,544,493	\$ 97,348,306
17,870,574	21,643,804	19,038,897	20,669,995	25,988,085	30,727,668
(63,674,938)	(62,270,207)	10,069,695	8,055,536	5,978,878	807,948
<u>\$ 74,301,474</u>	<u>\$ 73,692,172</u>	<u>\$ 135,811,280</u>	<u>\$ 127,913,861</u>	<u>\$ 128,511,456</u>	<u>\$ 128,883,922</u>
\$ 81,244,719	\$ 75,533,187	\$ 70,635,102	\$ 70,583,131	\$ 68,382,938	\$ 64,432,996
37,500,121	33,635,250	42,265,775	40,577,502	37,550,898	35,129,231
<u>\$ 118,744,840</u>	<u>\$ 109,168,437</u>	<u>\$ 112,900,877</u>	<u>\$ 111,160,633</u>	<u>\$ 105,933,836</u>	<u>\$ 99,562,227</u>
\$ 201,350,557	\$ 189,851,762	\$ 177,337,790	\$ 169,771,461	\$ 164,927,431	\$ 161,781,302
17,870,574	21,643,804	19,038,897	20,669,995	25,988,085	30,727,668
(26,174,817)	(28,634,957)	52,335,470	48,633,038	43,529,776	35,937,179
<u>\$ 193,046,314</u>	<u>\$ 182,860,609</u>	<u>\$ 248,712,157</u>	<u>\$ 239,074,494</u>	<u>\$ 234,445,292</u>	<u>\$ 228,446,149</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**CHANGES IN NET POSITION**  
**LAST TEN YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

	2020	2019	2018	2017
<b>Expenses</b>				
<i>Governmental activities:</i>				
General government	\$ 37,839,708	\$ 28,025,343	\$ 23,835,090	\$ 20,575,714
Security of persons and property	46,358,477	8,837,144	51,177,610	42,659,988
Public health	-	1,232,398	9,104,599	7,188,358
Transportation	14,268,076	12,622,505	13,157,017	10,885,075
Community environment	6,898,548	5,321,317	6,073,153	8,408,420
Leisure time activities	6,886,494	6,667,334	5,396,449	5,003,179
Economic development	-	-	-	-
Interest and fiscal charges	403,843	458,779	832,149	412,469
<i>Total governmental activities expenses</i>	<u>112,655,146</u>	<u>63,164,820</u>	<u>109,576,067</u>	<u>95,133,203</u>
<i>Business-type activities:</i>				
Water	13,087,071	17,040,979	18,111,531	17,763,510
Sewer	17,151,513	15,504,917	17,822,870	17,427,064
Refuse	7,250,380	7,391,458	6,739,833	6,717,023
Building	2,556,414	2,560,417	2,222,500	1,903,631
<i>Total business-type activities expenses</i>	<u>40,045,378</u>	<u>42,497,771</u>	<u>44,896,734</u>	<u>43,811,228</u>
<b>Total Primary Government Expenses</b>	<u><u>\$ 152,700,524</u></u>	<u><u>\$ 105,662,591</u></u>	<u><u>\$ 154,472,801</u></u>	<u><u>\$ 138,944,431</u></u>
<b>Program Revenues</b>				
<i>Governmental activities:</i>				
Charges for services:				
EMS charges	\$ 2,631,301	\$ 2,465,507	\$ 2,271,759	\$ 1,879,750
Leisure time activities	173,710	183,892	183,261	196,873
Licenses, permits, and fees	719,466	779,435	824,804	706,182
Municipal court revenue	2,648,132	3,580,152	3,652,096	3,527,414
Other activities	8,510,162	7,274,893	7,505,583	7,762,803
Operating grants and contributions	25,512,200	14,009,562	19,621,140	16,479,341
Capital grants and contributions	3,851,157	9,479,469	8,231,824	6,972,483
<i>Total governmental activities program revenues</i>	<u>44,046,128</u>	<u>37,772,910</u>	<u>42,290,467</u>	<u>37,524,846</u>
<i>Business-type activities:</i>				
Charges for services:				
Water	20,404,573	19,654,394	19,153,280	18,460,579
Sewer	17,782,401	17,461,965	15,955,328	15,804,202
Refuse	7,605,258	7,399,720	5,817,983	5,787,333
Building	2,296,302	2,328,174	2,413,530	1,893,728
Operating grants and contributions	62,891	25,514	75,606	78,591
Capital grants and contributions	5,337,330	4,987,298	6,881,345	2,562,096
<i>Total business-type activities program revenues</i>	<u>53,488,755</u>	<u>51,857,065</u>	<u>50,297,072</u>	<u>44,586,529</u>
<b>Total Primary Government Program Revenues</b>	<u><u>\$ 97,534,883</u></u>	<u><u>\$ 89,629,975</u></u>	<u><u>\$ 92,587,539</u></u>	<u><u>\$ 82,111,375</u></u>

	2016	2015	2014	2013	2012	2011
\$	21,401,267	\$ 20,813,879	\$ 19,609,570	\$ 16,648,538	\$ 18,204,815	\$ 18,507,298
	45,317,984	42,879,044	38,759,803	37,209,092	37,355,205	39,761,690
	6,627,161	6,186,052	6,196,761	5,948,698	5,867,708	6,371,348
	14,177,868	14,538,968	12,065,377	13,253,789	12,752,256	12,218,799
	6,829,268	12,051,165	8,106,584	6,012,767	5,080,295	8,563,514
	3,703,459	3,417,987	3,549,040	3,329,290	2,101,343	2,361,904
	-	263,186	-	-	-	-
	361,969	386,900	442,388	542,745	573,423	791,471
	<u>98,418,976</u>	<u>100,537,181</u>	<u>88,729,523</u>	<u>82,944,919</u>	<u>81,935,045</u>	<u>88,576,024</u>
	14,639,812	14,174,629	15,387,377	13,029,402	12,706,700	12,478,010
	12,423,601	14,155,798	12,796,231	12,516,730	12,705,127	13,239,984
	6,892,183	6,354,269	6,257,256	5,924,125	5,342,650	5,532,632
	1,768,265	-	-	-	-	-
	<u>35,723,861</u>	<u>34,684,696</u>	<u>34,440,864</u>	<u>31,470,257</u>	<u>30,754,477</u>	<u>31,250,626</u>
\$	<u>134,142,837</u>	<u>\$ 135,221,877</u>	<u>\$ 123,170,387</u>	<u>\$ 114,415,176</u>	<u>\$ 112,689,522</u>	<u>\$ 119,826,650</u>
\$	1,721,128	\$ 954,809	\$ 2,963,877	\$ 1,790,137	\$ 1,989,838	\$ 1,538,870
	46,712	45,781	30,379	29,550	10,890	230,691
	1,083,886	1,499,109	1,512,407	1,510,822	2,014,416	1,496,552
	3,397,151	2,765,518	2,867,661	3,401,332	3,458,555	3,561,424
	4,821,212	8,727,538	7,497,735	6,496,325	8,477,516	7,020,751
	16,591,905	9,787,441	12,203,279	9,361,804	6,951,732	11,296,786
	11,438,948	13,910,356	5,755,827	3,956,443	759,525	5,146,994
	<u>39,100,942</u>	<u>37,690,552</u>	<u>32,831,165</u>	<u>26,546,413</u>	<u>23,662,472</u>	<u>30,292,068</u>
	17,025,059	17,576,612	15,545,481	14,919,158	14,564,110	13,688,619
	14,340,312	14,925,552	13,407,709	13,914,466	14,487,135	13,232,669
	5,849,351	5,762,077	5,962,885	5,801,598	6,002,093	6,030,792
	2,011,319	-	-	-	-	-
	47,971	121,130	69,919	67,026	140,855	189,868
	4,854,422	9,770	600,402	1,943,958	1,869,089	12,655
	<u>44,128,434</u>	<u>38,395,141</u>	<u>35,586,396</u>	<u>36,646,206</u>	<u>37,063,282</u>	<u>33,154,603</u>
\$	<u>83,229,376</u>	<u>\$ 76,085,693</u>	<u>\$ 68,417,561</u>	<u>\$ 63,192,619</u>	<u>\$ 60,725,754</u>	<u>\$ 63,446,671</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
CHANGES IN NET POSITION (CONTINUED)  
LAST TEN YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	2020	2019	2018	2017
<b>Net (Expenses)/Revenues</b>				
Governmental Activities	\$ (68,609,018)	\$ (25,391,910)	\$ (67,285,600)	\$ (57,608,357)
Business-Type Activities	13,443,377	9,359,294	5,400,338	775,301
<b>Total Primary Government</b>				
<b>Net Expense</b>	<u>\$ (55,165,641)</u>	<u>\$ (16,032,616)</u>	<u>\$ (61,885,262)</u>	<u>\$ (56,833,056)</u>
<b>General Revenues and</b>				
<b>Other Changes in Net Position</b>				
<i>Governmental activities:</i>				
Taxes:				
Municipal income taxes	\$ 58,926,120	\$ 63,689,354	\$ 53,456,724	\$ 50,015,065
Property and other taxes	6,080,705	5,435,783	5,503,406	5,158,048
Grants and entitlements not				
restricted to specific programs	8,058,438	7,090,245	7,116,496	7,470,873
Payment in lieu of taxes	1,061,906	1,050,880	144,666	101,910
Other local taxes	164,500	534,451	661,955	89,096
Interest and investment earnings	1,193,887	1,720,593	663,771	490,540
Other	6,187,015	4,020,169	6,846,994	4,549,880
Proceeds on sale				
of capital assets	-	-	-	-
Transfers	-	-	-	-
<i>Total governmental activities</i>	<u>81,672,571</u>	<u>83,541,475</u>	<u>74,394,012</u>	<u>67,875,412</u>
<i>Business-type activities:</i>				
Interest and investment earnings	-	-	-	-
Other	768,403	549,431	582,975	3,635,391
Gain on sale				
of capital assets	22,366	47,498	30,069	15,353
Transfers	-	-	-	-
<i>Total business-type activities</i>	<u>790,769</u>	<u>596,929</u>	<u>613,044</u>	<u>3,650,744</u>
<b>Total Primary Government</b>	<u>\$ 82,463,340</u>	<u>\$ 84,138,404</u>	<u>\$ 75,007,056</u>	<u>\$ 71,526,156</u>
<b>Special Item</b>				
<i>Governmental activities:</i>				
Transfer of operations to Board of Health	\$ -	\$ 2,292,578	\$ -	\$ -
<b>Change in Net Position</b>				
Governmental activities	\$ 13,063,553	\$ 60,442,143	\$ 7,108,412	\$ 10,267,055
Business-type activities	14,234,146	9,956,223	6,013,382	4,426,045
<i>Total Primary Government</i>	<u>\$ 27,297,699</u>	<u>\$ 70,398,366</u>	<u>\$ 13,121,794</u>	<u>\$ 14,693,100</u>

	2016	2015	2014	2013	2012	2011
\$	(59,318,034)	\$ (62,846,629)	\$ (55,898,358)	\$ (56,398,506)	\$ (58,272,573)	\$ (58,283,956)
	8,404,573	3,710,445	1,145,532	5,175,949	6,308,805	1,903,977
	<u>(50,913,461)</u>	<u>(59,136,184)</u>	<u>(54,752,826)</u>	<u>(51,222,557)</u>	<u>(51,963,768)</u>	<u>(56,379,979)</u>
\$	44,357,696	\$ 45,014,757	\$ 50,699,714	\$ 45,912,805	\$ 44,311,327	\$ 42,597,239
	4,746,457	4,463,752	4,916,636	2,473,315	3,769,181	2,691,214
	6,728,791	6,815,424	5,040,384	5,356,271	8,245,851	9,021,156
	120,375	43,687	25,948	35,312	-	-
	-	-	-	-	-	-
	425,963	433,892	206,592	58,749	56,735	88,038
	4,057,189	-	2,906,503	1,964,459	1,503,350	6,412,177
	-	4,060,560	-	-	13,663	17,398
	(509,135)	-	-	-	-	-
	<u>59,927,336</u>	<u>60,832,072</u>	<u>63,795,777</u>	<u>55,800,911</u>	<u>57,900,107</u>	<u>60,827,222</u>
	-	-	-	1	3	15
	652,386	877,805	558,770	50,847	22,840	169,404
	10,309	(10,410)	35,942	-	39,961	32,519
	509,135	-	-	-	-	-
	<u>1,171,830</u>	<u>867,395</u>	<u>594,712</u>	<u>50,848</u>	<u>62,804</u>	<u>201,938</u>
\$	<u>61,099,166</u>	<u>61,699,467</u>	<u>64,390,489</u>	<u>55,851,759</u>	<u>57,962,911</u>	<u>61,029,160</u>
\$	-	\$ -	\$ -	\$ -	\$ -	\$ -
\$	609,302	\$ (2,014,557)	\$ 7,897,419	\$ (597,595)	\$ (372,466)	\$ 2,543,266
	9,576,403	4,577,840	1,740,244	5,226,797	6,371,609	2,105,915
\$	<u>10,185,705</u>	<u>2,563,283</u>	<u>9,637,663</u>	<u>4,629,202</u>	<u>5,999,143</u>	<u>4,649,181</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	2020	2019	2018	2017
<b>General Fund</b>				
Nonspendable	\$ 2,440,352	\$ 510,065	\$ 464,494	\$ 459,000
Restricted	-	-	-	-
Committed	794,194	741,790	1,051,732	1,166,310
Assigned	5,938,370	1,524,342	1,637,333	1,227,262
Unassigned	9,364,146	10,801,876	3,173,724	-
<b>Total General Fund</b>	<u>\$ 18,537,062</u>	<u>\$ 13,578,073</u>	<u>\$ 6,327,283</u>	<u>\$ 2,852,572</u>
<b>All Other</b>				
<b>Governmental Funds</b>				
Nonspendable	\$ 160,951	\$ 46,195	\$ 37,174	\$ 38,603
Restricted	14,988,302	19,099,477	16,698,662	13,268,417
Committed	10,385,373	8,341,151	8,055,997	7,485,097
Unassigned (deficit)	(440,286)	(435,325)	(821,758)	(1,749,678)
<b>Total All Other</b>				
<b>Governmental Funds</b>	<u>\$ 25,094,340</u>	<u>\$ 27,051,498</u>	<u>\$ 23,970,075</u>	<u>\$ 19,042,439</u>

Note: Fund balance classifications beginning in 2009 reflect the City's implementation of GASB Statement No. 54.

2016	2015	2014	2013	2012	2011
\$ 471,541	\$ 409,573	\$ 400,706	\$ 382,303	\$ 289,197	\$ 281,811
-	-	-	-	89,191	62,514
1,091,198	836,374	772,068	950,255	1,081,844	711,295
-	-	3,471,995	550,226	-	-
(3,376,238)	(4,470,003)	1,435,402	6,502,030	7,602,998	5,235,907
<u>\$ (1,813,499)</u>	<u>\$ (3,224,056)</u>	<u>\$ 6,080,171</u>	<u>\$ 8,384,814</u>	<u>\$ 9,063,230</u>	<u>\$ 6,291,527</u>

\$ 36,881	\$ 102,984	\$ 130,508	\$ 41,347	\$ 1,649,712	\$ 1,726,284
13,633,249	12,525,422	10,153,844	12,031,197	9,947,224	11,534,643
6,374,838	4,479,326	4,044,125	3,395,680	3,670,094	3,693,165
(1,917,973)	(938,552)	(97,954)	(193,112)	(5,810)	(215,388)
<u>\$ 18,126,995</u>	<u>\$ 16,169,180</u>	<u>\$ 14,230,523</u>	<u>\$ 15,275,112</u>	<u>\$ 15,261,220</u>	<u>\$ 16,738,704</u>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN YEARS**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	2020	2019	2018	2017
<b>Revenues:</b>				
Property and other taxes	\$ 5,999,717	\$ 5,632,268	\$ 5,269,540	\$ 5,209,704
Municipal income taxes	59,595,993	62,602,915	53,880,960	49,666,607
Charges for services	13,006,250	12,826,300	11,989,243	11,980,318
Licenses, permits, and fees	823,752	880,594	1,245,021	1,164,527
Fines and forfeitures	269,024	461,489	789,067	603,176
Intergovernmental	21,040,432	11,226,345	10,730,164	11,059,243
Interest	1,229,348	1,741,967	696,345	511,078
Rental income	76,942	85,667	82,107	96,253
Contributions and donations	660,020	611,324	199,163	35,736
Operating grants	6,657,321	7,514,991	15,254,021	13,051,518
Capital grants	3,366,919	8,039,240	9,561,286	6,071,653
Payment in lieu of taxes	1,061,906	1,050,880	144,666	101,910
Other	4,338,222	3,124,164	3,492,385	1,899,292
<b>Total revenues</b>	<b>118,125,846</b>	<b>115,798,144</b>	<b>113,333,968</b>	<b>101,451,015</b>
<b>Expenditures:</b>				
General government	39,892,229	23,541,894	20,752,447	17,550,219
Security of persons and property	39,134,353	41,788,214	41,818,175	37,561,425
Public health	-	1,133,420	8,343,159	6,288,435
Transportation	7,524,053	5,202,623	6,431,466	4,358,155
Community environment	6,671,288	5,055,249	5,884,420	8,182,275
Leisure time activities	5,704,698	5,342,993	4,331,273	3,894,076
Capital outlay	15,951,093	23,674,315	15,302,467	18,790,506
Economic development	-	-	-	-
Debt service				
Principal	5,999,712	6,076,322	7,230,906	5,288,125
Interest and fiscal charges	415,897	465,901	652,771	403,894
<b>Total expenditures</b>	<b>121,293,323</b>	<b>112,280,931</b>	<b>110,747,084</b>	<b>102,317,110</b>
Excess (deficiency) of revenues over (under) expenditures	(3,167,477)	3,517,213	2,586,884	(866,095)
<b>Other financing sources (uses):</b>				
Sale of assets	37,132	44,735	6,533	70,168
Issuance of notes/loans/capital leases	6,632,176	7,854,000	6,308,930	8,127,442
Transfers in	782,338	12,639	55,335	367,442
Transfers out	(1,282,338)	(12,639)	(555,335)	(2,117,442)
<b>Total other financing sources (uses)</b>	<b>6,169,308</b>	<b>7,898,735</b>	<b>5,815,463</b>	<b>6,447,610</b>
<b>Special item:</b>				
Transfer of operations to Board of Health	-	(3,186,134)	-	-
<b>Net change in fund balances</b>	<b>\$ 3,001,831</b>	<b>\$ 8,229,814</b>	<b>\$ 8,402,347</b>	<b>\$ 5,581,515</b>
<i>Debt service as a percentage of noncapital expenditures</i>	6.55%	7.50%	8.25%	6.79%



	2016	2015	2014	2013	2012	2011
\$	4,481,612	\$ 4,316,978	\$ 4,192,204	\$ 2,574,747	\$ 3,392,212	\$ 2,679,060
	45,247,080	46,693,386	48,536,712	45,921,847	44,401,532	42,268,045
	11,607,591	11,038,335	11,414,960	10,974,528	12,025,673	11,672,616
	945,545	1,499,109	1,530,879	1,510,822	1,558,750	1,496,552
	569,407	463,574	427,981	1,110,272	484,718	387,942
	10,338,129	10,575,834	8,827,418	8,321,048	8,442,716	9,022,823
	413,629	426,685	206,936	58,749	56,735	88,038
	73,504	69,812	54,916	51,364	78,507	230,131
	267,628	29,356	2,984	50,525	-	-
	12,285,017	8,855,961	9,381,059	8,849,719	8,636,489	11,768,162
	10,405,265	13,546,094	5,514,695	2,937,038	796,834	4,731,620
	120,375	43,687	25,948	35,312	-	-
	2,064,772	1,971,568	1,860,401	902,642	3,101,659	4,704,783
	98,819,554	99,530,379	91,977,093	83,298,613	82,975,825	89,049,772
	19,467,660	19,845,271	18,764,120	15,873,077	17,778,987	17,472,868
	37,688,666	40,092,514	37,200,157	35,303,024	35,807,944	37,583,710
	6,124,178	5,976,475	6,002,662	5,756,640	5,850,491	6,201,749
	5,553,419	6,540,963	4,487,506	3,726,545	3,309,625	3,762,830
	6,689,550	12,031,983	8,087,672	5,998,243	5,160,101	8,534,770
	2,857,130	2,685,847	2,759,895	2,629,571	1,436,169	1,688,857
	14,745,973	20,336,052	15,709,827	11,532,622	9,010,943	12,357,459
	-	263,186	-	-	-	-
	5,893,021	3,000,277	3,095,171	2,681,335	2,775,078	3,659,941
	370,289	375,133	453,690	500,053	592,355	791,471
	99,389,886	111,147,701	96,560,700	84,001,110	81,721,693	92,053,655
	(570,332)	(11,617,322)	(4,583,607)	(702,497)	1,254,132	(3,003,883)
	31,257	78,017	97,758	37,973	40,087	46,351
	3,907,447	4,173,735	1,136,617	-	-	-
	40,000	80,000	-	40,000	65,000	44,000
	(40,000)	(80,000)	-	(40,000)	(65,000)	(44,000)
	3,938,704	4,251,752	1,234,375	37,973	40,087	46,351
	-	-	-	-	-	-
\$	3,368,372	\$ (7,365,570)	\$ (3,349,232)	\$ (664,524)	\$ 1,294,219	\$ (2,957,532)
	7.18%	3.63%	4.28%	4.21%	4.38%	5.36%

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**INCOME TAX REVENUE BASE AND COLLECTIONS**  
**LAST TEN YEARS**  
**(CASH BASIS OF ACCOUNTING)**

<u>Tax Year</u>	<u>Tax Rate (1)</u>	<u>Total Tax Collected</u>	<u>Taxes from Withholding</u>	<u>Percentage of Taxes from Withholding</u>	<u>Taxes from Corporations</u>	<u>Percentage of Taxes from Corporations</u>	<u>Taxes from Individuals</u>	<u>Percentage of Taxes from Individuals</u>	<u>Taxes From Delinquent Accounts</u>	<u>Percentage of Taxes from Delinquent Accounts</u>
2020	2.50%	\$ 57,668,168	\$ 47,097,188	81.67%	\$ 4,855,267	8.42%	\$ 4,246,654	7.36%	\$ 1,469,059	2.55%
2019	2.50%	64,723,178	50,232,415	77.61%	5,891,045	9.10%	5,558,594	8.59%	3,041,124	4.70%
2018	2.50%	54,531,663	42,906,957	78.68%	5,531,988	10.14%	3,619,871	6.64%	2,472,847	4.53%
2017	2.00%	53,106,892	39,776,565	74.90%	5,667,557	10.67%	3,535,200	6.66%	4,127,570	7.77%
2016	2.00%	51,223,298	38,385,018	74.94%	4,606,635	8.99%	3,352,182	6.54%	4,879,463	9.53%
2015	2.00%	46,385,997	36,254,046	78.16%	5,122,365	11.04%	3,131,067	6.75%	1,878,519	4.05%
2014	2.00%	49,024,719	38,010,089	77.53%	6,653,764	13.57%	2,641,532	5.39%	1,719,334	3.51%
2013	2.00%	47,631,995	38,100,594	79.99%	4,732,915	9.94%	2,402,215	5.04%	2,396,271	5.03%
2012	2.00%	45,526,540	38,425,049	84.40%	2,937,793	6.45%	2,270,644	4.99%	1,893,054	4.16%
2011	2.00%	43,473,316	36,650,553	84.31%	2,742,054	6.31%	2,248,487	5.17%	1,832,222	4.21%

(1) Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**INCOME TAX FILERS BY INCOME LEVEL**  
**TAX YEARS 2020 AND 2011**

Tax Year 2020

Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
Over \$100,000	415	6.03%	\$ 63,056,472	25.87%
\$75,001-\$100,000	387	5.62%	33,108,007	13.58%
\$50,001-\$75,000	763	11.08%	46,406,298	19.04%
\$25,001-\$50,000	1,919	27.87%	68,819,336	28.22%
Under \$25,000	3,402	49.40%	32,396,103	13.29%
<b>Total</b>	<b>6,886</b>	<b>100.00%</b>	<b>\$ 243,786,216</b>	<b>100.00%</b>

Tax Year 2011

Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
Over \$100,000	682	2.15%	\$ 101,444,310	15.31%
\$75,001-\$100,000	923	2.91%	79,228,067	11.96%
\$50,001-\$75,000	2,428	7.65%	147,849,321	22.32%
\$25,001-\$50,000	5,803	18.28%	204,921,485	30.94%
Under \$25,000	21,910	69.02%	128,953,960	19.47%
<b>Total</b>	<b>31,746</b>	<b>100.01%</b>	<b>\$ 662,397,143</b>	<b>100.00%</b>

Source: City of Canton Income Tax Department

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN YEARS

	Governmental Activities				Business-Type Activities	
	General Obligation Bonds	Loans	Long-term Notes Payable	Capital Lease	General Obligation Bonds	Loans
2020	\$ -	\$ 5,071,295	\$ 4,725,000	\$ 2,601,690	\$ -	\$ 96,337,689
2019	-	5,337,601	5,025,000	1,402,920	-	99,264,617
2018	-	4,303,852	5,200,000	483,991	-	102,204,653
2017	1,050,000	3,625,608	5,400,000	834,211	-	100,968,536
2016	2,065,000	2,245,869	3,500,000	259,633	-	86,886,192
2015	4,142,229	2,016,596	3,500,000	397,251	772,770	75,025,996
2014	6,696,770	1,655,482	-	530,366	1,908,230	38,906,893
2013	9,164,587	1,497,214	-	179,371	3,000,414	30,499,920
2012	11,540,165	1,784,735	-	197,607	4,049,322	32,620,563
2011	13,835,411	2,056,306	-	424,800	5,059,076	32,617,686

(1) Source: US Census Bureau.

	Total Primary Government	Total Personal Income	Percent of Personal Income	Population (1)	Per Capita
\$	108,735,674	\$ 1,400,990,989	7.76%	70,447	\$ 1,544
	111,030,138	1,970,535,328	5.63%	70,002	1,586
	112,192,496	1,861,073,120	6.03%	70,458	1,592
	111,878,355	2,165,588,250	5.17%	70,909	1,578
	94,956,694	2,086,860,000	4.55%	71,323	1,331
	85,854,842	1,969,255,650	4.36%	73,007	1,176
	49,697,741	2,032,581,050	2.45%	72,297	687
	44,341,506	2,025,140,466	2.19%	72,683	610
	50,192,392	2,034,784,650	2.47%	73,007	688
	53,993,279	1,834,444,050	2.94%	73,007	740

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING (2)  
LAST TEN YEARS

	General Bonded Debt Outstanding			Net Position Restricted for Debt Service	Net General Bonded Debt Outstanding
	Governmental Obligation	Business-Type Obligation	Total		
2020	\$ -	\$ -	\$ -	\$ 100,624	\$ (100,624)
2019	-	-	-	86,113	(86,113)
2018	-	-	-	69,497	(69,497)
2017	1,050,000	-	1,050,000	34,988	1,015,012
2016	2,065,000	-	2,065,000	28,314	2,036,686
2015	4,142,229	772,770	4,914,999	54,923	4,860,076
2014	6,696,770	1,908,230	8,605,000	26,856	8,578,144
2013	9,164,587	3,000,414	12,165,001	19,617	12,145,384
2012	11,540,165	4,049,322	15,589,487	14,349	15,575,138
2011	13,835,411	5,059,076	18,894,487	11,760	18,882,727

(1) Stark County Auditor's Office.

(2) This schedule has been revised in 2016 to include amounts externally restricted for the repayment of the principal of general bonded debt.

Estimated True Value of Taxable Property (1)	Ratio of Net Bonded Debt to Estimated True Value of Taxable Property	Net Bonded Debt per Capita
\$ 2,492,631,257	0.00%	\$ (1.43)
2,545,988,405	0.00%	(1.23)
2,258,567,280	0.00%	(0.99)
2,131,095,629	0.05%	14.31
2,100,573,771	0.10%	28.56
2,148,602,349	0.23%	66.57
2,069,026,657	0.41%	118.65
2,122,120,589	0.57%	167.10
2,538,698,983	0.61%	213.34
2,526,352,211	0.75%	258.64

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2020

	<u>General Obligation Debt Outstanding (1)</u>	<u>Percentage Applicable to City (2)</u>	<u>Amount Applicable to City of Canton</u>
<b>Direct</b>			
City of Canton	\$ 12,397,985	100.00%	\$ 12,397,985
<b>Overlapping Debt</b>			
Stark County	16,236,726	10.07%	1,635,038
Canton City Schools	11,745,000	90.22%	10,596,339
Plain Local Schools	2,610,000	21.54%	562,194
Canton Local Schools	32,266,236	8.89%	2,868,468
Osnaburg Local Schools	5,979,752	5.49%	328,288
<b>Total Overlapping Debt</b>	<u>68,837,714</u>		<u>15,990,327</u>
<b>Total</b>	<u>\$ 81,235,699</u>		<u>\$ 28,388,312</u>

Source: Stark County, Ohio; County Auditor

- (1) Includes general obligation debt except for those payable from enterprise funds
- (2) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the assessed valuation of the political subdivision.



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**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**LEGAL DEBT MARGIN INFORMATION**  
**LAST TEN YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Overall Debt Limitation (10.5% of Assessed Valuation)	\$ 91,604,199	\$ 90,005,488	\$ 79,844,609	\$ 78,317,764
Net Debt Within 10.5% Limitations	<u>(91,789)</u>	<u>(79,493)</u>	<u>(63,134)</u>	<u>1,021,133</u>
Overall Legal Debt Margin Within 10.5% Limitations	<u>\$ 91,695,988</u>	<u>\$ 90,084,981</u>	<u>\$ 79,907,743</u>	<u>\$ 77,296,631</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	-0.10%	-0.09%	-0.08%	1.30%
Unvoted Debt Limitation (5.5% of Assessed Valuation)	\$ 47,983,152	\$ 47,145,732	\$ 41,823,367	\$ 41,023,591
Net Debt Within 5.5% Limitations	<u>(91,789)</u>	<u>(79,493)</u>	<u>(63,134)</u>	<u>1,021,133</u>
Unvoted Legal Debt Margin Within 5.5% Limitations	<u>\$ 48,074,941</u>	<u>\$ 47,225,225</u>	<u>\$ 41,886,501</u>	<u>\$ 40,002,458</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	-0.19%	-0.17%	-0.15%	2.49%

Note: Under State of Ohio finance law, the City of Canton's outstanding general obligation debt should not exceed 10.5% of total assessed property value. In addition, the outstanding general obligation debt net voted debt should not exceed 5.5% 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.

2016	2015	2014	2013	2012	2011
\$ 76,590,382	\$ 76,590,382	\$ 76,036,730	\$ 75,406,074	\$ 77,280,680	\$ 90,978,118
<u>2,042,627</u>	<u>4,093,073</u>	<u>10,078,532</u>	<u>10,653,423</u>	<u>12,329,784</u>	<u>15,583,224</u>
<u>\$ 74,547,755</u>	<u>\$ 72,497,309</u>	<u>\$ 65,958,198</u>	<u>\$ 64,752,651</u>	<u>\$ 64,950,896</u>	<u>\$ 75,394,894</u>
2.67%	5.34%	13.25%	14.13%	15.95%	17.13%
\$ 40,118,772	\$ 40,118,772	\$ 39,828,763	\$ 39,498,420	\$ 40,480,356	\$ 47,655,205
<u>2,042,627</u>	<u>4,093,073</u>	<u>10,078,532</u>	<u>10,653,423</u>	<u>12,329,784</u>	<u>15,583,224</u>
<u>\$ 38,076,145</u>	<u>\$ 36,025,699</u>	<u>\$ 29,750,231</u>	<u>\$ 28,844,997</u>	<u>\$ 28,150,572</u>	<u>\$ 32,071,981</u>
5.09%	10.20%	25.30%	26.97%	30.46%	32.70%



**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**PLEDGED REVENUE COVERAGE - WATER**  
**LAST TEN YEARS**

Year	Water Operating Revenues	Water Operating Expenses (1)	Net Available Revenues	Debt Service (2)		Coverage
				Principal	Interest	
2020	\$ 20,798,243	\$ 8,926,729	\$ 11,871,514	\$ 2,047,453	\$ 657,041	4.39
2019	19,880,871	13,013,933	6,866,938	2,015,894	708,081	2.52
2018	19,212,411	14,187,213	5,025,198	1,916,880	761,085	1.88
2017	18,516,422	13,895,418	4,621,004	1,828,154	810,532	1.75
2016	17,077,822	11,864,387	5,213,435	1,690,414	858,350	2.05
2015	17,635,080	10,489,977	7,145,103	1,230,068	655,415	3.79
2014	15,558,604	12,561,631	2,996,973	1,207,800	693,767	1.58
2013	14,966,698	10,773,779	4,192,919	1,226,158	292,830	2.76
2012	14,585,591	10,128,499	4,457,092	1,352,707	872,374	2.00
2011	13,842,633	10,139,601	3,703,032	872,673	518,539	2.66

(1) Direct operating expenses do not include depreciation expense.

(2) Debt service only includes OWDA and OPWC loans payable solely from net revenues in the water enterprise fund.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**PLEDGED REVENUE COVERAGE - SEWER**  
**LAST TEN YEARS**

Year	Sewer Operating Revenues	Sewer Operating Expenses (1)	Net Available Revenues	Debt Service (2)		Coverage
				Principal	Interest	
2020	\$ 18,002,338	\$ 12,977,623	\$ 5,024,715	\$ 3,367,327	\$ 2,248,705	0.89
2019	17,621,516	11,200,671	6,420,845	4,224,121	2,366,590	0.97
2018	16,461,823	13,448,984	3,012,839	4,090,914	2,487,139	0.46
2017	19,372,303	12,979,807	6,392,496	3,961,951	2,603,864	0.97
2016	14,905,867	10,696,474	4,209,393	896,391	92,616	4.26
2015	15,744,326	11,804,564	3,939,762	869,478	119,325	3.98
2014	13,952,785	10,399,217	3,553,568	846,280	142,524	3.59
2013	13,914,466	9,639,001	4,275,465	1,370,935	234,030	2.66
2012	14,490,594	9,797,750	4,692,844	1,324,728	273,002	2.94
2011	13,371,229	10,313,864	3,057,365	780,387	208,417	3.09

(1) Direct operating expenses do not include depreciation expense.

(2) Debt service only includes OWDA and OPWC loans payable solely from net revenues in the sewer enterprise fund.

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 DEMOGRAPHIC AND ECONOMIC STATISTICS  
 LAST TEN YEARS

	Population (1)	Total Personal Income	Per Capita Income	Unemployment Rate (2)
2020	70,447	\$ 1,400,990,989	\$ 19,887	5.3%
2019	70,002	1,970,535,328	28,150	4.5%
2018	70,458	1,861,073,120	26,414	5.0%
2017	70,909	2,165,588,250	30,540	5.1%
2016	71,323	2,086,860,000	29,259	5.9%
2015	73,007	1,969,255,650	26,974	5.8%
2014	72,297	2,032,581,050	28,114	4.7%
2013	72,683	2,025,140,450	27,863	6.9%
2012	73,007	2,034,784,650	27,871	6.9%
2011	73,007	1,834,444,050	25,127	9.3%

(1) Source: US Census Bureau.

(2) Source: U.S. Dept. of Labor

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
**PRINCIPAL EMPLOYERS**  
**CURRENT YEAR AND NINE YEARS AGO**

2020

Employer	Nature of Activity	Employees	Percentage of Total City Employment
Aultman Hospital	Health Service	4,501	14.56%
Mercy Medical	Health Service	2,788	9.02%
Stark County	Government	2,412	7.80%
Canton City Schools	Education	2,021	6.54%
Fresh Mark Inc	Meat processing	1,918	6.21%
Timken Steel	Steel	2,150	6.96%
City of Canton	Municipal Government	950	3.07%
MK Morse Co	Saw Blades and Accessories	450	1.46%
Republic Engineer	Hot-rolled and cold finisher steel bars and specialty steels	407	1.32%
Nationwide	Insurance Provider	220	0.71%
Total		<u>17,817</u>	<u>57.65%</u>
Estimated Total Employment within the City		<u>30,904</u>	

2011

Employer	Nature of Activity	Employees	Percentage of Total City Employment
Aultman Hospital	Health Service	4,056	12.78%
The Timken Co.	Tapered roller bearings and steel	3,714	11.70%
Stark County	County Government	2,781	8.76%
Mercy Medical Center	Health Service	2,109	6.64%
Canton City School District	Education	1,494	4.71%
Fresh Mark Inc.	Meat Processing	1,327	4.18%
City of Canton	Municipal Government	900	2.84%
Republic Engineered Steels, Inc.	Hot-rolled and cold finished steel bars and specialty steels	816	2.57%
Nationwide Insurance	Insurance Provider	780	2.46%
Republic Storage Systems	Manufacturer, Metal Lockers & Equip	395	1.24%
Total		<u>18,372</u>	<u>57.88%</u>
Estimated Total Employment within the City		<u>31,746</u>	

Source: Survey of Employers performed by City Community Development Department  
and City Income Tax Department



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**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM  
 LAST TEN YEARS

Function/Program	2020	2019	2018	2017	2016
<b>Governmental Employees</b>					
General government	175	157	179	178	182
Security of persons and property	378	374	361	347	372
Public health	52	55	51	47	51
Transportation	51	50	46	38	47
Community development	16	16	15	13	16
Leisure time activities	30	30	27	28	17
<b>Total Governmental Employees</b>	<b>702</b>	<b>682</b>	<b>679</b>	<b>651</b>	<b>685</b>
<b>Business-Type Employees</b>					
Water	88	85	85	89	86
Sewer	79	80	80	72	74
Refuse	60	61	60	62	61
Building Code	21	21	21	23	-
<b>Total Business-Type Employees</b>	<b>248</b>	<b>247</b>	<b>246</b>	<b>246</b>	<b>221</b>
<b>Total Employees</b>	<b>950</b>	<b>929</b>	<b>925</b>	<b>897</b>	<b>906</b>

Method: Part-time and seasonal employees are not included

Source: City of Canton Auditor's Office

<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
183	188	183	175	181
380	379	361	367	375
52	53	52	49	47
47	50	46	44	46
16	16	15	14	19
21	21	14	14	16
<b><u>699</u></b>	<b><u>707</u></b>	<b><u>671</u></b>	<b><u>663</u></b>	<b><u>684</u></b>
90	85	85	84	88
75	73	76	75	71
67	63	61	56	57
-	-	-	-	-
<b><u>232</u></b>	<b><u>221</u></b>	<b><u>222</u></b>	<b><u>215</u></b>	<b><u>216</u></b>
<b><u>931</u></b>	<b><u>928</u></b>	<b><u>893</u></b>	<b><u>878</u></b>	<b><u>900</u></b>

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM  
LAST TEN YEARS

Function/Program	2020	2019	2018	2017
<b>General Government</b>				
Departmental vehicles	52	52	48	43
<b>Security of Persons and Property</b>				
Police stations	5	5	5	5
Police department vehicles	120	113	118	125
Fire stations	7	7	7	7
Fire department vehicles	50	49	49	46
Intersections with traffic lights	198	198	199	200
Traffic department vehicles	17	16	17	17
<b>Public Health</b>				
Departmental vehicles	27	25	27	24
<b>Transportation</b>				
Area (in square miles)	25.70	25.70	25.70	25.70
Miles of streets	413.57	413.87	414.31	414.11
Bridges	24	24	24	24
Miles of storm sewers	219.85	219.55	219.35	219.35
Departmental vehicles	101	104	98	96
<b>Leisure Time Activities</b>				
Number of parks	61	61	61	61
Park acreage	825	825	825	825
Number of shelters	25	25	25	25
Number of baseball fields	41	41	41	41
Walking tracks	4	4	4	4
Walking bridges	17	17	17	17
Play equipment sets	44	44	43	43
Restrooms	21	21	20	20
Number of tennis courts	8	8	8	8
Swimming pools	1	1	1	1
Community centers	1	1	1	1
Departmental vehicles	51	48	51	50
<b>Water</b>				
Miles of water mains	672.36	668.10	666.28	666.65
Water treatment plants	3	3	3	3
Maximum daily capacity in gallons (in millions)	40,500	40,500	40,500	40,500
Number of fire hydrants	5,537	5,475	5,449	5,430
Departmental vehicles	95	92	92	90
<b>Sewer</b>				
Miles of sanitary sewers	364.31	364.31	363.25	364.25
Sewer treatment plants	1	1	1	1
Maximum daily capacity in gallons (in millions)				
Wet weather	88,000	88,000	88,000	88,000
Dry weather	39,000	39,000	39,000	39,000
Departmental vehicles	73	69	69	71
<b>Refuse</b>				
Departmental vehicles	27	26	27	27
<b>Building Code</b>				
Departmental vehicles	7	6	4	2

Source: Various City of Canton Departments

2016	2015	2014	2013	2012	2011
38	43	38	38	22	22
5	5	5	5	5	5
132	129	124	122	123	123
7	7	7	8	8	8
48	48	46	44	39	39
200	200	203	236	213	213
17	16	15	16	17	17
24	24	21	19	12	12
25.70	25.70	25.70	25.70	25.70	25.70
413.73	413.44	413.44	414.11	414.11	414.11
24	24	24	24	23	23
219.15	218.96	218.96	217.48	217.48	217.48
103	108	99	102	110	110
61	61	61	61	61	61
825	812	812	812	812	812
25	25	25	24	23	23
43	43	43	43	43	43
4	4	4	4	4	4
17	17	17	17	16	16
43	41	41	39	39	39
21	20	20	19	19	19
8	8	8	8	8	8
1	1	-	-	-	-
1	1	1	1	1	1
50	49	46	45	45	45
664.23	663.99	661.24	668.32	660.03	660.03
1	3	3	3	3	3
40,500	40,500	40,500	40,500	40,500	40,500
3,321	3,309	3,274	3,258	3,258	3,258
89	87	81	81	71	71
363.00	363.00	363.00	360.00	360.00	360.00
1	1	1	1	1	1
67,000	67,000	67,000	67,000	67,000	67,000
39,000	39,000	39,000	39,000	39,000	39,000
69	71	67	68	63	63
26	26	29	28	20	20
-	-	-	-	-	-

**CITY OF CANTON**  
**STARK COUNTY, OHIO**  
 OPERATING INDICATORS BY FUNCTION/PROGRAM  
 LAST TEN YEARS

Function/Program	2020	2019	2018	2017
<b>General Government</b>				
<b>Auditor</b>				
Purchase orders issued	6,174	7,197	6,974	6,182
Checks issued	15,158	15,211	14,830	14,430
Payroll checks issued	36,771	35,631	34,193	34,407
<b>Civil service</b>				
Tests administered	37	40	31	31
<b>Courts</b>				
Cases heard	18,496	27,936	28,372	29,582
Trials held	39	103	108	122
Probation cases	180	282	285	362
<b>Community service</b>				
Cases	1,057	1,879	2,215	2,108
House arrest cases	-	-	-	-
<b>Income tax</b>				
Refunds issued	1,434	1,647	1,811	1,606
Tax notifications mailed	41,063	39,940	39,160	36,685
<b>Law department</b>				
Claims	100	178	306	214
Trials conducted	8	40	137	73
Pretrials conducted	3,218	3,945	5,114	9,474
Prosecutor hearings	9	34	101	323
Criminal intakes	664	1,678	1,677	430
<b>Security of Persons and Property</b>				
<b>Code enforcement</b>				
Building permits issued	605	782	899	903
Building permits estimated value (in millions)	\$105,252	\$148,864	\$39,526	\$23,256
<b>Police</b>				
Physical arrests	2,050	3,360	3,594	2,544
Traffic violations	3,709	7,329	7,827	5,545
Parking violations	5,562	9,424	7,891	7,116
<b>Fire</b>				
Calls answered	16,117	16,318	15,175	16,681
<b>Public Health</b>				
Birth certificates issued	8,453	10,557	9,280	9,723
Death certificates issued	8,097	6,666	6,881	6,492
<b>Nursing</b>				
Home visits	251	276	329	266
<b>Air pollution complaints</b>				
Investigated	290	209	258	274
Food service inspections	695	1,192	1,159	1,309
<b>Transportation</b>				
Road salt expense	\$441,379	\$610,710	\$389,807	\$354,748
<b>Leisure Time Activities</b>				
Shelter/building permits issued	30	759	738	746
<b>Water</b>				
Number of service connections				
	44,616	44,575	44,543	44,509
Daily average consumption in gallons (in millions)				
	19.146	21.107	21.869	19.467
<b>Sewer</b>				
Number of active sewer accounts				
	26,547	25,981	25,981	25,981
Daily average treatment in gallons (in millions)				
	27.48	30.70	30.06	29.06

Source: Various City of Canton Departments

2016	2015	2014	2013	2012	2011
6,677	7,754	7,143	6,924	6,608	6,666
15,420	16,682	16,953	15,946	16,156	16,542
-	27,952	28,402	27,335	26,963	28,285
21	27	34	30	28	15
27,066	27,051	26,761	25,745	27,027	30,649
162	169	198	180	180	215
381	425	465	442	427	418
2,166	2,250	2,171	1,971	2,021	2,080
-	-	109	107	216	164
2,652	2,526	2,564	2,718	2,934	2,935
36,681	33,978	30,604	31,650	40,471	34,908
115	422	487	180	139	245
68	284	299	119	83	84
7,660	7,961	6,489	7,218	6,572	6,829
132	212	67	76	103	55
1,772	1,190	1,872	1,919	1,952	1,966
3,131	641	638	685	706	1,071
\$164,796	\$107,339	\$47,834	\$75,616	\$42,528	\$68,127
2,191	-	2,390	2,013	2,613	3,471
3,065	-	3,086	2,074	3,726	8,850
-	9,800	9,145	10,100	10,104	8,556
15,529	15,350	13,835	14,276	13,789	13,429
9,650	9,411	9,553	9,619	3,950	10,263
6,667	6,653	6,678	6,798	1,822	8,144
-	329	322	307	350	395
199	266	276	249	220	282
553	2,019	2,278	2,539	878	946
\$528,478	\$590,690	\$270,154	\$500,693	\$465,348	\$817,201
858	879	708	450	529	473
44,480	44,431	44,367	44,360	44,292	44,184
21,988	21,147	20,089	17,897	19,150	19,106
26,433	26,510	26,514	27,763	26,815	26,804
28.46	30.04	30.14	27.18	27.82	34,030



# **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**CANTON, OHIO**



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**City of Canton**



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**CITY OF CANTON**  
**STARK COUNTY, OHIO**

**SINGLE AUDIT**

**FOR THE YEAR ENDED**  
**DECEMBER 31, 2020**

**CITY OF CANTON  
STARK COUNTY, OHIO**

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CITY OF CANTON  
STARK COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	(C) PASSED THROUGH TO SUBRECIPIENTS	(A),(F) CASH FEDERAL DISBURSEMENTS
<b>U.S. DEPARTMENT OF AGRICULTURE</b>				
<i>Passed through Ohio Department of Health:</i>				
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	76-2-0011-WA1320/76-2-0011-WA1421	\$ 642,947	\$ 1,327,061
<b>Total U.S. Department of Agriculture</b>			<u>642,947</u>	<u>1,327,061</u>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>				
<i>Passed Through N/A:</i>				
<b>CDBG- Entitlement Grants Cluster:</b>				
(D) Community Development Block Grants/Entitlement Grants	14.218	N/A		2,127,987
COVID-19 Community Development Block Grants/Entitlement Grants	14.218	N/A		<u>281,116</u>
<b>Total CDBG- Entitlement Grants Cluster</b>				<u>2,409,103</u>
Emergency Solutions Grant Program	14.231	N/A		<u>225,156</u>
Home Investment Partnerships Program	14.239	N/A		<u>480,924</u>
<b>Fair Housing Assistance Program State and Local:</b>				
Fair Housing Assistance Program, State and Local	14.401	N/A		185,835
Fair Housing Assistance Program, State and Local	14.401	N/A		<u>634</u>
<b>Total Fair Housing Assistance Program, State and Local</b>				<u>186,469</u>
Lead-Based Paint Hazard Control in Privately-Owned Housing	14.900	N/A		<u>53,326</u>
<b>Total U.S. Department of Housing and Urban Development</b>				<u>3,354,978</u>
<b>U.S. DEPARTMENT OF JUSTICE</b>				
<i>Passed Through N/A:</i>				
COVID-19 Coronavirus Emergency Supplemental Funding Program	16.034	N/A		<u>103,229</u>
<i>Passed Through Ohio Department of Public Safety:</i>				
Violence Against Women Formula Grants	16.588	2018-WF-VAZ-8223/2019-WF-VAZ-8223		<u>60,000</u>
<i>Passed Through N/A:</i>				
Project Safe Neighborhoods	16.609	N/A		<u>31,000</u>
2017 Public Safety Partnership and Community Policing Grants	16.710	N/A		<u>348,380</u>
<b>Edward Byrne Memorial Justice Assistance Grant Program:</b>				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2017-DJ-BX-0135		269
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2018-DJ-BX-0177		<u>1,349</u>
<b>Total Edward Byrne Memorial Justice Assistance Grant Program</b>				<u>1,618</u>
<b>Total U.S. Department of Justice</b>				<u>544,227</u>
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>				
<i>Passed Through Ohio Department of Transportation:</i>				
<b>Highway Planning and Construction Cluster:</b>				
Highway Planning and Construction	20.205	PID-90365		932,857
Highway Planning and Construction	20.205	PID-91972		58,740
Highway Planning and Construction	20.205	PID-90465		10,809
Highway Planning and Construction	20.205	PID-92562		10,995
Highway Planning and Construction	20.205	PID-104873		<u>495,295</u>
<b>Total Highway Planning and Construction Cluster</b>				<u>1,508,696</u>
<i>Passed Through Stark Area Regional Transit Authority:</i>				
<b>Federal Transit Cluster:</b>				
Federal Transit Formula Grants	20.507	PID-105671		<u>917,040</u>
<b>Total Federal Transit Cluster</b>				<u>917,040</u>
<i>Passed Through Ohio Department of Public Safety:</i>				
<b>Highway Safety Cluster:</b>				
State and Community Highway Safety	20.600	69A375183000040200H0		<u>13,118</u>
<b>Total Highway Safety Cluster</b>				<u>13,118</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	69A375183000016400HA		<u>14,792</u>
<b>Total U.S. Department of Transportation</b>				<u>2,453,646</u>
<b>U.S. ENVIRONMENTAL OF TREASURY</b>				
<i>Passed Through Stark County Health Department:</i>				
COVID-19 Coronavirus Relief Fund Grant	21.019	76-1-0012-CO0121		833
COVID-19 Coronavirus Relief Fund Grant	21.019	76-1-0012-CO0120		<u>82,048</u>
<i>Passed Through Ohio Office of Budget and Management:</i>				
COVID-19 Coronavirus Relief Fund	21.019	HB481-CRF-Local		<u>8,319,894</u>
<b>Total Coronavirus Relief Funds</b>				<u>8,402,775</u>
<b>Total U.S. Environmental Protection Agency</b>				<u>8,402,775</u>
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>				
<i>Passed Through the Ohio Environmental Protection Agency:</i>				
Air Pollution Control Program Support	66.001	N/A		<u>229,839</u>
<b>Total U.S. Environmental Protection Agency</b>				<u>229,839</u>

(Continued)

CITY OF CANTON  
STARK COUNTY  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED DECEMBER 31, 2020

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER	(C) PASSED THROUGH TO SUBRECIPIENTS	(A),(F) CASH FEDERAL DISBURSEMENTS
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>				
<i>Passed Through Stark County Health Department:</i>				
Public Health Emergency Preparedness	93.069	76-1-001-2-PH0320/76-1-001-2-PH0421		87,255
<i>Passed Through Cuyahoga County Health Department:</i>				
(E) Affordable Care Act (ACA) Personal Responsibility Education Program	93.092	N/A		123,490
<i>Passed Through Ohio Department of Health:</i>				
Immunization Cooperative Agreements	93.268	76-2-001-2-GV0220/76-2-0012-GV0321	51,000	97,566
<i>Passed Through Stark County Health Department:</i>				
COVID-19 Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	76-1-0012-CO0120		87,188
<i>Passed Through Stark County YWCA:</i>				
<b>Head Start Cluster:</b>				
(E) Head Start	93.600	N/A		11,193
<b>Total Head Start Cluster</b>				<u>11,193</u>
<i>Passed Through Ohio Department of Health:</i>				
<b>Medicaid Cluster:</b>				
(E) Medical Assistance Program	93.778	N/A		71,498
<b>Total Medicaid Cluster</b>				<u>71,498</u>
Opioid STR	93.788	76-2-0014-IN0221/76-2-0014-IN0322		53,241
HIV Prevention Activities - Health Department Based	93.940	76-2-0012-HP1320	39,141	204,880
Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	76-2-0012-ST1220		30,302
<i>Passed Through Stark County Health Department:</i>				
Preventive Health and Health Services Block Grant	93.991	76-1-0014-ID0220		15,000
<i>Passed Through Ohio Department of Health:</i>				
Maternal and Child Health Services Block Grant to the States	93.994	76-2-001-1-OE0220		55,581
Maternal and Child Health Services Block Grant to the States	93.994	76-2-001-1-OE0321		20,900
Maternal and Child Health Services Block Grant to the States	93.994	76-2-0011-DS1320		60,728
<b>Total Maternal and Child Health Services Block Grant to the States</b>				<u>137,209</u>
<b>Total U.S. Department of Health and Human Services</b>			90,141	918,822
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>				
<i>Passed Through N/A:</i>				
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	N/A		434,569
<b>Total U.S. Department of Homeland Security</b>				<u>434,569</u>
<b>Total Federal Financial Assistance</b>			\$ 733,088	\$ 17,665,917

-continued

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS:**

- (A) This schedule includes the federal award activity of the City of Canton under programs of the federal government for the year ended December 31, 2020 and is prepared in accordance with the cash basis of accounting. The information on this schedule is prepared in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the City of Canton, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City of Canton.
- (B) CFR Section 200.414 of the Uniform Guidance allows a non-federal entity that has never received a negotiated indirect cost rate to charge a de minimis rate of 10% of modified total direct costs to indirect costs. The City has not elected to use the 10% de minimis indirect cost rate.
- (C) The City passes certain federal awards received from various agencies to other governments or not-for-profit agencies (subrecipients). As Note A describes, the City reports expenditures of Federal awards to subrecipients when paid in cash.
- As a subrecipient, the City has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals.
- (D) The City has a revolving loan program to provide low-interest loans to businesses to create jobs for low to moderate income persons and also to lend money to eligible persons to rehabilitate homes. The Federal Department of Housing and Urban Development (HUD) grants money for these loans to the City. This schedule reports loans made and administrative costs as disbursements. Subsequent loans are subject to the same compliance requirements imposed by HUD as the initial loans, however are not included as disbursements on this schedule.
- These loans are collateralized by mortgages on the property or asset acquired. At December 31, 2020, the gross amount of loans outstanding under this program was \$408,598.
- (E) Pass-through grant numbers were unable to be obtained for these grants.
- (F) Certain federal programs require the City contribute non-federal funds (matching funds) to support the federally funded programs. The City has complied with the matching requirements. The expenditure of non-federal matching funds are not included on this schedule.

**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 Canton  
Stark County, Ohio  
218 Cleveland Avenue SW  
Canton, Ohio 44702

To the Members of Council and Mayor:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Canton, Stark County, Ohio, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City of Canton's basic financial statements, and have issued our report thereon dated June 21, 2021, wherein we noted as described in Note 3 to the financial statements, the City of Canton adopted Governmental Accounting Standards Board (GASB) Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*. Furthermore, as described in Note 24 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods.

***Internal Control over Financial Reporting***

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

***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the City of Canton'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*.

City of Canton

Stark County

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*

Page 2

***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 of Canton'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 of Canton's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Julian & Grube, Inc.".

Julian & Grube, Inc.

June 21, 2021

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

City of Canton  
Stark County  
218 Cleveland Avenue SW  
Canton, Ohio 44702

To the Members of Council and Mayor:

***Report on Compliance for Each Major Federal Program***

We have audited the City of Canton’s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of Canton’s major federal programs for the year ended December 31, 2020. The City of Canton’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings.

***Management’s Responsibility***

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

***Auditor’s Responsibility***

Our responsibility is to express an opinion on compliance for each of the City of Canton’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Canton’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City of Canton’s compliance.

***Opinion on Each Major Federal Program***

In our opinion, the City of Canton complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2020.



***Report on Internal Control over Compliance***

Management of the City of Canton is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City of Canton's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Canton's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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

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

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Canton, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City of Canton's basic financial statements. We issued our report thereon dated June 21, 2021, which contained unmodified opinions on those financial statements. Our opinion also explained that the City of Canton adopted Government Accounting Standards Board (GASB) Statement No. 95 during the year. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.



Julian & Grube, Inc.  
June 21, 2021

**CITY OF CANTON  
STARK COUNTY, OHIO**

**SCHEDULE OF FINDINGS  
2 CFR § 200.515  
DECEMBER 31, 2020**

<b>1. SUMMARY OF AUDITOR'S RESULTS</b>		
<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unmodified
<i>(d)(1)(ii)</i>	<i>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported material noncompliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weaknesses reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any significant deficiencies in internal control reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Program's Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under 2 CFR §200.516(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (listed):</i>	COVID-19 Coronavirus Relief Fund (CFDA #21.019); WIC Special Supplemental Nutrition Program for Women, Infants and Children (CFDA #10.557); Federal Transit Cluster
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$750,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee under 2 CFR § 200.520?</i>	Yes

<b>2. FINDINGS RELATED TO THE BASIC FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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None

<b>3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS</b>
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None

# OHIO AUDITOR OF STATE KEITH FABER



**CITY OF CANTON**

**STARK COUNTY**

## **AUDITOR OF STATE OF OHIO CERTIFICATION**

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



**Certified for Release 8/31/2021**

88 East Broad Street, Columbus, Ohio 43215  
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at  
[www.ohioauditor.gov](http://www.ohioauditor.gov)