

City of Sidney Ohio



Annual Comprehensive Financial Report

For the Year Ended
December 31, 2020

OHIO AUDITOR OF STATE
KEITH FABER



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Members of Council
City of Sidney
201 West Poplar Street
Sidney, Ohio 45365

We have reviewed the *Independent Auditor's Report* of the City of Sidney, Shelby 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 Sidney 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

July 08, 2021

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City of Sidney, Ohio
Annual Comprehensive Financial Report
Year Ended December 31, 2020



Prepared by:
Finance Department
Ginger S. Adams, CPA, Finance Officer

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**CITY OF SIDNEY, OHIO
LIST OF PRINCIPAL OFFICIALS
DECEMBER 31, 2020**

CITY COUNCIL MEMBERS

Michael Barhorst, Mayor

Martha Milligan, Vice-Mayor

Edward Hamaker

Steve Klingler

Darryl Thurber

Jenny VanMatre

Steve Wagner

CITY MANAGER

Mark S. Cundiff

LAW DIRECTOR

Jeffrey Amick

CITY CLERK

Kari Egbert

SENIOR DIRECTORS

Ginger Adams, CPA	Finance Officer
William Balling	Police Chief
Jon Crusey	Public Works Director
Barbara Dulworth	Community Services Director
Duane Gaier	Parks & Recreation Director
Chad Hollinger	Fire Chief



City of Sidney

Letter of Transmittal for 2020 Annual Comprehensive Financial Report

June 22, 2021

Honorable Mayor, Members of City Council and Citizens of the Sidney, Ohio:

The Annual Comprehensive Financial Report (ACFR) of the City of Sidney, Ohio for the year ended December 31, 2020, is hereby submitted for your review.

Ohio law requires that cities file their annual financial reports with the Ohio Auditor of State's office. Additionally, the Ohio Administrative Code requires that those reports be prepared pursuant to accounting principles generally accepted in the United States of America. The preparation of this ACFR represents the commitment of the City of Sidney to adhere to nationally recognized standards of excellence in financial reporting.

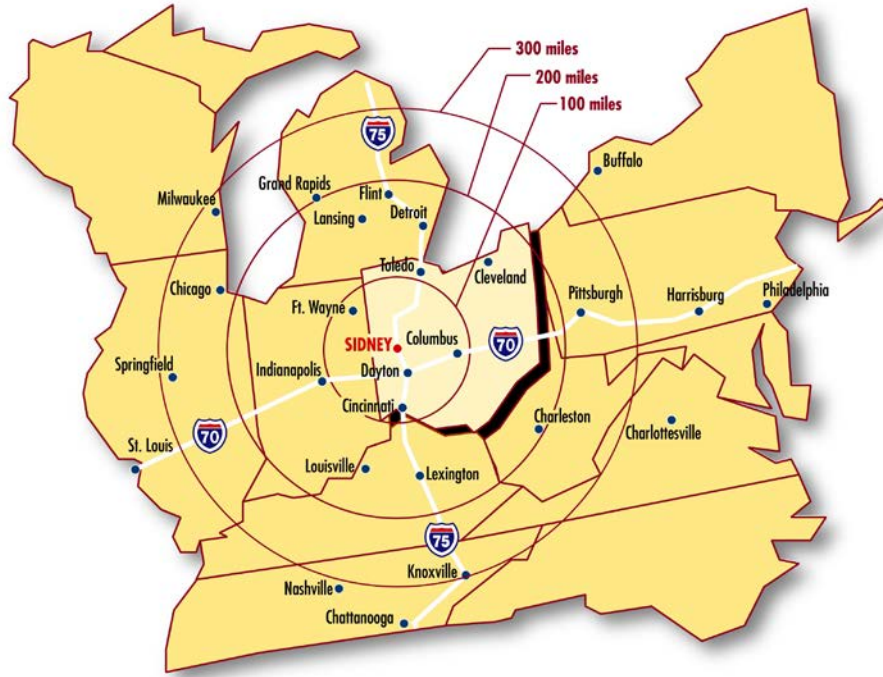
City of Sidney staff prepared all statements, schedules, and other presentations in this report. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal control established for this purpose. Since the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

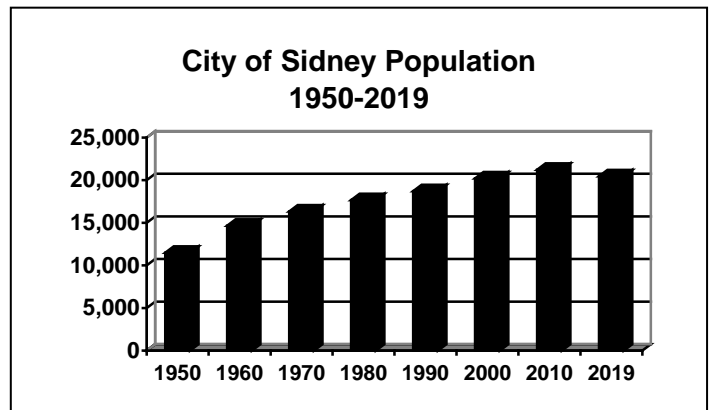
The independent accounting firm of Julian & Grube, Inc. audited the basic financial statements of the City of Sidney that are included in this report. The financial statements have received an unmodified ("clean") opinion. The independent auditor's report is located at the front of the financial section of this report. The audit was designed to meet the requirements of the Federal Single Audit Act and the related Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The auditors' report on internal controls and compliance with applicable laws and regulations can be found in a separately issued single audit report.

PROFILE OF THE CITY

The City of Sidney contains approximately 12.1 square miles and is located in west central Ohio, approximately 37 miles north of Dayton, 85 miles west of Columbus, 100 miles south of Toledo, and 120 miles east of Indianapolis. The City is serviced by Interstate 75 and State Routes 29 and 47, as well as CSX and Conrail railroads. The City of Sidney is the county seat of Shelby County and is the only city within the county.



The City's population growth trend averaged a 15.5% increase per decade from 1950 to 2000. The 2010 Census reported a total population of 21,229, an increase of 5.0% over the 2000 census. The population estimate for 2019 (the most recent year available) is 20,449, a 3.7% decrease in population over the last nine years. This trend mirrors Shelby County, which experienced a 1.5% decrease in population since 2010.



Municipal Services and Facilities

Sidney is a total service community providing a broad range of services for the citizens of the community, including: police and fire protection; emergency medical / ambulance services; water treatment and distribution; sanitary sewer and waste water treatment services; storm water monitoring and management; street construction and maintenance; refuse / garbage collection and

disposal; parks and recreation facilities and programs; operation and maintenance of a municipal cemetery; operation and maintenance of a municipal airport; and operation and maintenance of a county-wide transit system.

Governmental Organization

In 1954, the voters of Sidney adopted a charter and approved a council-manager form of government. Accordingly, the City may exercise all powers of local self-government under the Ohio Constitution to the extent not in conflict with applicable general laws of the State. This form of “home rule” provides a great measure of local administrative and legislative control and efficiencies while maintaining direct participation by the residents of the community.

The legislative authority of the City is vested in a seven-member Council. Three members are elected at large and four represent specific wards of the City. Council members are elected to over-lapping four-year terms. The Council enacts legislation to provide for City services, adopts budgets, levies taxes, borrows money, licenses and regulates businesses and trades, and performs such other duties consistent with the Charter. The presiding officer of the Council is the Mayor, who is a member of Council. The Mayor is elected to that position by a vote of the Council members. Council positions, including the Mayor, are part-time positions. The chief executive and administrative officer of the City is the City Manager, who is appointed for an indefinite term and serves at the pleasure of Council.

Budgetary Controls

City Council adopts an annual budget for all funds and approves subsequent amendments to that budget as needed. The annual budget serves as the foundation for the City’s financial control. The “legal level of control” is the level of detail as approved by Council in its appropriation ordinances. Total expenditures and encumbrances cannot exceed the amount approved by Council at the legal level of control. Legal level of control for the City of Sidney is based on object of expenditure for each department as follows: 1) Personal Services and 2) Contractual, Materials and Other.

As a budgetary control, a purchasing control system is maintained which generally requires that an applicable appropriation be encumbered, or reserved, before a purchase may be made or a contract executed.

ECONOMIC CONDITIONS AND OUTLOOK

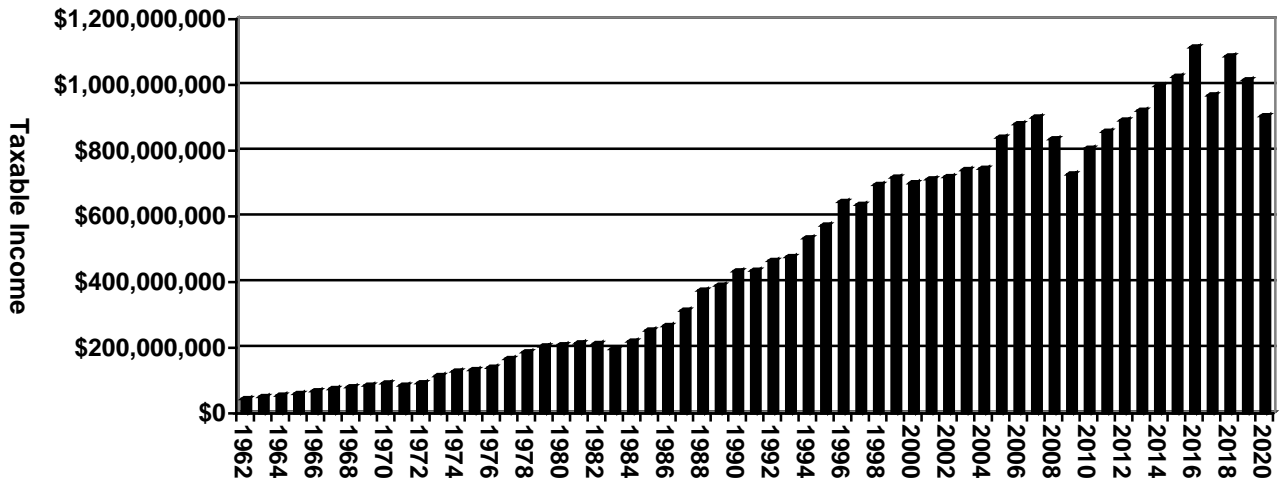
Economic Environment - Historically

Sidney’s history as a strong industrial center is rooted in its strategic location. The construction of the Miami-Erie Canal between 1825 and 1837 connected Sidney with the major trade centers in Ohio to the north and south. The need for labor to construct the canals provided an influx of settlers to the area. The opening of the canal in 1837 brought an increase in regional trade and the first significant period of economic growth in Sidney. As the influence of the canal declined, railroads emerged. East-west rail began to be laid in Sidney in 1851, followed by north-south rail in 1856. The rail system offered a more rapid and economical means of transport for goods and passengers, further enhancing growth in Sidney. Sidney is still served by these railroad lines today. The construction of I-75 through Sidney in 1962 was another major event in the City’s development. Creating a transportation link between Michigan and Florida, the

interstate sparked an inflow of automobile-related factories, as well as warehouse and distribution facilities. Today, Sidney has four interchanges on Interstate 75, providing quick and convenient access for both commercial and industrial users.

The local economy grew at a robust pace from 1962 through 1999, reflected by an average growth rate in the City of Sidney income tax base of 8.0% per year. Average annual growth dropped to an anemic 0.4% during the decade from 2000 to 2009 which the City lost nearly 20% of its tax base over a two-year period from 2007 to 2009. During the last decade (2010-2019), Sidney’s tax base recovered from the Great Recession and increased approximately 3.7% per year. The volatility in tax base experienced in 2017 through 2019 can be traced to two large taxpayers changing their estimated taxable income from one tax year to the next. At the start of the current decade (2020) the effects of the COVID-19 pandemic had a major impact on income taxes which decreased 10.8% from 2019.

**City of Sidney Income Tax
Taxable Income 1962-2019**



2020 Economic Activity and Outlook for the Future

Sidney is a City with fundamental strengths – interstate highway location, a large and diverse industrial foundation, stable political environment, long-term close relationship between City government and the private sector, developable land, and capacity to provide services as the City grows.

The City of Sidney has a strong industrial base that is diversified and not dependent upon one sector of the economy. Shelby County has the highest percentage (38%) of manufacturing jobs per capita of all counties in Ohio.

The ten largest employers operating within the City in 2020 were:

<u>Employer</u>	<u>Primary Business</u>	<u>Average number of employees</u>
Emerson Climate Technologies	Air compressor manufacturing	1,577
Wilson Health	Acute care facility	789
NK Parts Industries	Test, assemble, and ship auto parts	507
Freshway Foods	Processor of fresh foods	415
American Trim	Auto and appliance stamping	402
Sidney City Board of Education	Public education	356
Advanced Composites	Plastic supplier to automotive industry	350
Norcold	Refrigerators for the RV, marine & truck industries	330
Plygem	Exterior home building manufacturer products	313
Area Energy & Electric Inc.	Electrical, heating and plumbing services	278

Source: Sidney-Shelby Economic Partnership

In addition, a Honda of America Mfg., Inc. auto engine plant with approximately 3,000 employees is located just eight miles outside of the City. It is Honda's largest engine plant in the world and significantly benefits the City's industrial, commercial, residential and income tax bases. Honda is a major source of income tax revenue for the City because it employs a large number of Sidney residents. Honda withholds City income tax on its employees who reside in the City.

Sidney's largest employer, Emerson Climate Technologies, is in the process of a four-year \$100 million expansion and renovation of their labs and offices in Sidney. The first phase, completed in 2019, included the construction of a two-story 20,000 square foot office addition, a new main entry and guard house, and exterior refacing of the building. Phase two of construction is underway which, when complete, will add 110,000 square feet of engineering lab and testing space. Such space will provide a cutting-edge environment to conduct advanced performance and refrigerants testing with compressors, controls, electronics and other products. To ensure project success, the City provided three types of economic development assistance – partnering with the Dayton-Montgomery County Port Authority to essentially provide Emerson with sales tax relief on the materials purchased for the renovation, granting a four-year Municipal Income Tax Job Retention Tax Credit, and awarding a ten-year, 75% Enterprise Zone (EZ) property tax abatement on the increased value of the improvements.

In addition to EZ agreements, the City utilizes, where appropriate, the creation of Community Reinvestment Act (CRA) areas and related CRA tax abatements. Both EZ's and CRA's are economic development tools designed to provide property tax abatement. Sidney has five CRA areas that were created since 1994, one of which is the downtown area. The downtown area CRA boundary has been expanded adding the ability to abate 100% of the increased property taxes for fifteen years for remodeling or new construction of one- and two-family dwellings and increase the abatement of new or existing commercial structures from ten years to fifteen years. Other development programs, such as the Shelby County Land Reutilization Corporation, or land bank, and the City's vacant property registration program, have been designed to help to stop deterioration and stabilize neighborhoods and preserve and protect the property values of existing properties. The establishment of a Revitalization District is key to developing new dining options

in the downtown area by allowing additional liquor permits which led to a Designated Outdoor Refreshment Area (DORA) being established in 2020.

In 2019, Cargill, Inc. announced plans to invest approximately \$225 million at their Sidney site, increasing its integrated soybean crush capacity and modernizing its operations. When completed, the Sidney facility will be the largest soybean crushing facility in North America. As a significant water user, the City assisted Cargill by offering them the City's Business Water Rate Rebate Program. This new "tool" in the City's economic development tool box offers a sliding discount on their additional water usage over a 10-year period. This program is reserved for either existing businesses that increase their water usage by at least 20% and use more than 100,000 ccf annually or new businesses that use more than 100,000 ccf annually. The City also awarded Cargill a 10-year, 75% Enterprise Zone (EZ) property tax abatement on the increased value of the property improvements.

To encourage further economic growth, the City has reserved vacant acreage considered choice industrial sites in an Industrial Zoning Classification. These sites generally have all utilities within connection distance. In 2016, 2017, 2018, 2019, and 2020 the City of Sidney has been listed in the prestigious Top 100 Micropolitan list by Site Selection magazine. Sidney moved up four spots from 15th in 2019 to 11th in 2020. Site Selection's award focuses on new corporate facility projects with significant impact, including headquarters, manufacturing plants, research & development operations and logistics sites, among others. The Office of Management and Budget (OMB) has identified 551 micropolitans in the United States. The OMB defines a micropolitan statistical area as one or more adjacent counties that has one urban core area (a city) of at least 10,000, but less than 50,000, plus adjacent territory that has a high degree of social and economic integration with the core (measured by commuting ties).

According to 2015 United States Census Data, Shelby County realizes a net gain of 3,221 workers on a daily basis. While Sidney and Shelby County import a significant portion of their workers, surrounding counties realize a net loss. Miami County sustains a net loss of 7,175 workers per day, Darke County losses 6,594 workers, and Auglaize County losses a net 2,040 workers each day.

In order to fund both multi-million dollar wastewater plant and sewer system capital and operating upgrades required by the Ohio Environmental Protection Agency (Ohio EPA) and the acquisition and construction of a new water source, significant utility rate increases were implemented in 2013 through 2015. Such increases contributed to Sidney's combined water and sewer charges dropping from 5th lowest in a City of Oakwood survey of 63 area communities in 2012 to 60th in that same survey for 2015. Since many area communities have experienced the same regulatory burden and mandated cost outlays, Sidney has improved in the rankings from 60th highest in 2015 to 53rd highest in 2021. That trend is expected to continue. The combined water and sewer charges for neighboring City of Piqua ranked 1% lower than Sidney in 2015. By 2021, the City of Piqua's combined rate now ranks 37% *greater* than Sidney.

Looking at a more comprehensive cost comparison, the City of Sidney ranks as a low cost city. A 2013 City of Troy survey that rated certain Quality of Life Costs in Southwest Ohio communities, Sidney ranked the lowest cost out of 31 area cities. "Quality of Life Costs" ranked in this survey included such expenses as household property & income taxes; refuse, storm water and license plate fee; and water and sewer costs. Tipp City conducted a similar study in 2009 and Sidney ranked the lowest cost city when compared to 27 area cities. Most recently, in 2015, the City of Piqua conducted a Municipal Cost Comparison, adding electric charges as one of the

variables. Sidney ranked as the 29th lowest cost of the 31 cities Piqua surveyed. To achieve such a favorable outcome in light of the City's recent utility rate increases speaks favorably for the City of Sidney's economic environment.

Another factor that contributes to the growth and stability in Sidney is a spirit of cooperation between the public and private sectors. The Sidney-Shelby Economic Partnership (SSEP) is a non-profit corporation organized to create more employment opportunities and retain the existing employment base in the Sidney and Shelby County area. As a response to area employers seeking qualified employees to fill positions, SSEP introduced and continues to develop the Workforce Academy. The Academy works in the Sidney City School system to introduce students to the various careers available teaching them the skills necessary to enter those careers. The program has grown from 50 students to over 1,900 students.

One of the fastest growing trends in the site location business is the demand for project-ready industrial sites. The City has one such certified site – the Sidney Ohio Industrial Park. The site is now “shovel ready” for industrial development. The certified site status insures a new company that the site is free of any detriments that may slow or stop development. The site is being marketed internationally as “certified sites”. A second certified site – the Amos Industrial Park – sold to a developer in late 2020. Development plans are ongoing.

The City works to promote and encourage economic development. The City makes available a Municipal Job Creation Income Tax Credit program and a Municipal Job Retention Grant Program. Where appropriate, the City utilizes tax increment financing (TIF) as an economic development tool to help grow our community. The City's first TIF arrangement, entered into during 2006, opened up approximately 43 acres on the west end of the City for commercial development. The TIF arrangement is an economic development tool that, in this case, financed the elimination of the sewer pump station at the corner of Vandemark Road and Fair Road and the construction of a 24” extension of the Southwest Sanitary Sewer Interceptor. In 2007, the City arranged its second TIF arrangement to finance the construction of water and sewer infrastructure that not only allowed an area manufacturer to relocate its operations within the City, but also opened up an additional 290 acres for possible future industrial development. In 2009, another TIF arrangement was approved to finance future construction of public infrastructure to serve the Echo Business Center subdivision located on Vandemark Road.

Focuses on Long –Term Planning and Financial Policies

The City Council and staff of the City of Sidney are committed to making financial decisions based on a long-term perspective and rooted in sound financial policies. City Council has adopted a comprehensive set of financial policies covering subjects such as fund balance reserves, debt, user charge coverage, and budget-balancing strategies. Council and staff review these policies each year. Those policies act as guardrails around the decisions made by staff and Council. One very important such policy is that the City will maintain a long-term focus in its financial planning activities. Toward that end, City Council adopts an annual update to a five-year capital and operating financial plan.

The product of the five-year plan is a set of strategies for maintaining financial stability and compliance with our financial policies. The City has used this planning process to make early identification of financial trends and timely implementation of financial strategies to counteract the impact of economic downturns. Mid-year updates of the five-year financial plan were first

utilized during the Great Recession and at various points since that time when faced with unanticipated revenue declines. The goal is to make timely expenditure reductions as necessary to maintain fiscal stability for now and the future. At this time, the City is conducting such an update to assess and counteract the economic impact of the COVID-19 pandemic and associated unemployment and business shutdowns.

Standard & Poor's has acknowledged the City's "strong financial management policies" and in 2009 upgraded the City's bond rating to AA. Standard & Poor's reaffirmed that rating in 2010, 2011, 2013, 2014 and again in 2020. City staff and Council are committed to making the financial adjustments necessary to maintain the strong financial position of the City.

Major Initiatives

For the Year and the Future:

- In November 2019, Sidney's voters approved a 0.15% five-year additional income tax restricted for the construction, reconstruction, resurfacing and maintenance of streets, alleys, bridges, and related curbs and gutters. This additional tax began with tax year 2020 and sunsets with tax year 2024. During the same November 2019 ballot, Sidney voters did not approve the requested 0.15% permanent additional income tax for the building and staffing of a third fire station. Funding for such a third station is dependent upon voters' approval of a tax levy.
- Financial Response to the COVID-19 Pandemic in 2020. Fortunately, the City was spared the catastrophic costs of setting up makeshift hospitals or instituting other very expensive mitigation measures. Costs for the purchase of personal protective equipment are being reimbursed by Federal aid. The more significant concern is how this will impact income tax receipts, the City's primary revenue source. Income tax collections lag actual operations. The City's budget for 2020 was reduced significantly following COVID-19 economic disruptions. Most of those budget reductions were carried through to the 2021 budget.
- The City received approximately \$2.0 million from the Federal Coronavirus Aid, Relief, and Economic Security Act (CARES) Act to pay for necessary expenditures incurred beginning in March 2020 through December 31, 2021 due to the COVID-19 public health emergency. Guidance on eligible expenditures came from the U.S. Treasury and the Ohio Office of Budget & Management. The majority of these funds reimbursed the City's General Fund for public safety expenditures included in the 2020 and 2021 budget, and deemed essential for the COVID-19 emergency by the U.S. Treasury and the Ohio Office of Budget & Management.
- The American Rescue Plan Act (ARP) passed in March of 2021 provides additional financial relief to address the continued impact of COVID-19 on the economy. The City is expected to receive approximately \$2.0 million based on early calculations. These funds are also restricted by the U.S Treasury guidelines and will be received in two separate payments one in mid-2021 and the other payment twelve months later. These funds are required to be spent by December 31, 2024.

At all times during this process, the financial planning is based upon a five-year future period and maintenance of cash reserves in accordance with the City's cash reserves policy over the five-year planning period.

AWARDS

Certificate of Achievement for Excellence in Financial Reporting. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Sidney for its annual comprehensive financial report for the fiscal year ended December 31, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for one year only. The City of Sidney has received the Certificate of Achievement for twenty-two consecutive years. We believe that this annual comprehensive financial report for the year ended December 31, 2020 continues to meet the Certificate of Achievement Program's requirements and we will submit it to the GFOA to determine its eligibility for another certificate.

Distinguished Budget Presentation Award. The City received the GFOA's Distinguished Budget Presentation Award for its annual budget document for 2020, the twenty-first consecutive year the City has received this award. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

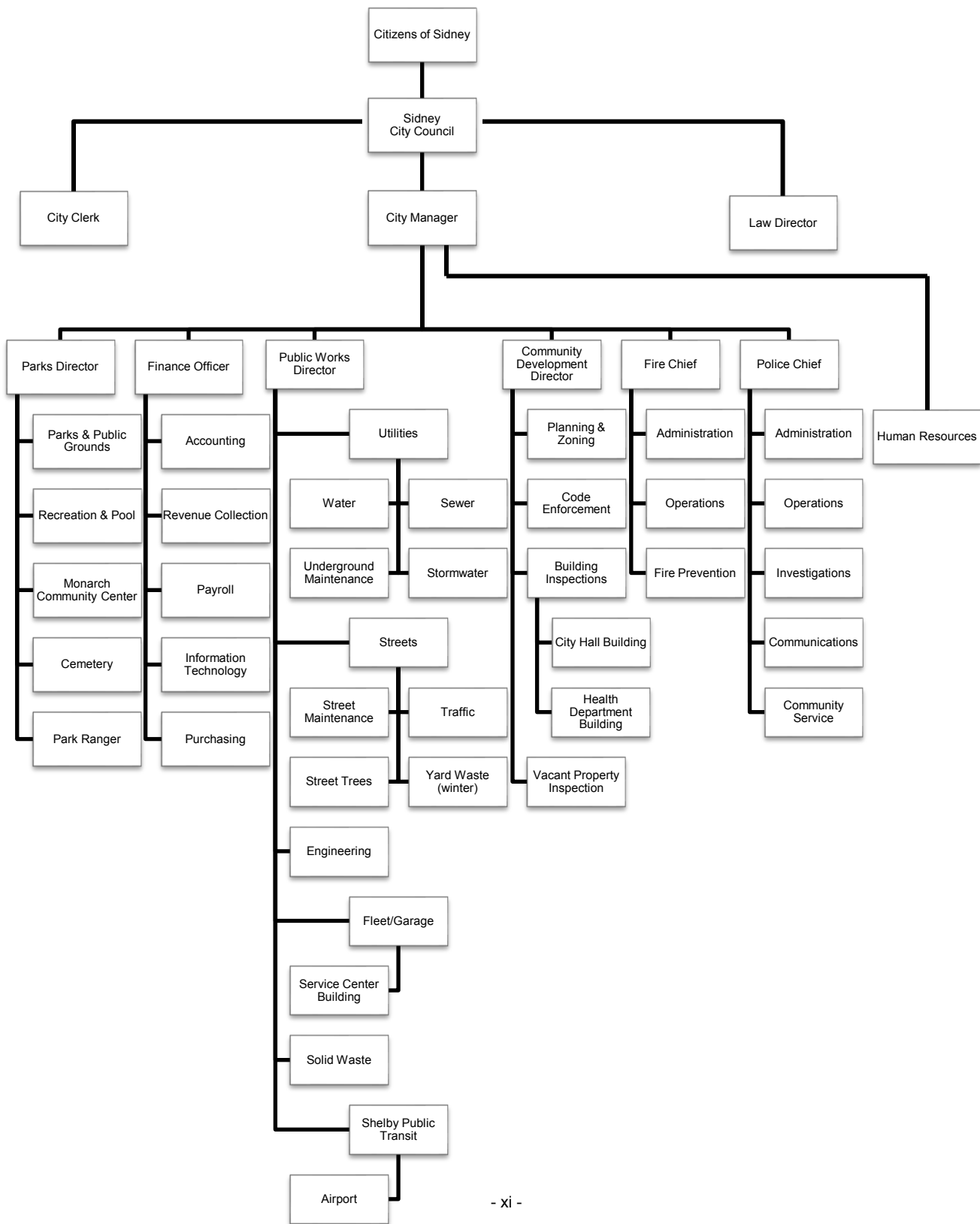
ACKNOWLEDGEMENTS

The preparation of this report was made possible by the efforts of the Finance Department staff, including Jennifer Wagner, Purchasing Agent, and Lori Rittenhouse, Payroll Coordinator. Special recognition is extended to Assistant Finance Officer Renee DuLaney, CPA, for her skillful preparation of the financial statements. Our sincere appreciation is extended to all members of the City of Sidney staff, whose efforts have made this report possible.

Finally, special thanks are extended to Mayor Michael Barhorst and all City Council members whose support enables the City of Sidney to strive for excellence in its financial reporting and to maintain high standards of financial integrity.

Respectfully submitted,

Ginger S. Adams, CPA
Finance Officer





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Sidney
Ohio**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morill

Executive Director/CEO



FINANCIAL SECTION

Independent Auditor's Report

City of Sidney
Shelby County
201 West Poplar Street
Sidney, Ohio 45365

To the Members of City Council and the Mayor:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Sidney, Shelby 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 Sidney'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 Sidney'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 Sidney'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, each major fund, and the aggregate remaining fund information of the City of Sidney, Shelby County, Ohio, as of December 31, 2020, and the respective changes in financial position, and, where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 19 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City of Sidney. Our opinions are not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the *management's discussion and analysis, budgetary comparison information, and schedules of net pension and other postemployment benefit 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 Sidney'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 22, 2021, on our consideration of the City of Sidney'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 Sidney'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 Sidney's internal control over financial reporting and compliance.



Julian & Grube, Inc.
June 22, 2021

CITY OF SIDNEY, OHIO
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

The management of the City of Sidney provides the following information as an introduction, overview and analysis of the City's financial statements for the year ended December 31, 2020. Readers should also review the basic financial statements on pages 16– 26 to further enhance their understanding of the City's financial performance.

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can first understand the City of Sidney as a financial whole. The statements then proceed to provide an increasingly detailed look at specific financial information.

The Statement of Net Position and Statement of Activities (referred to collectively as the government-wide statements) provide information about the activities as an entire operating entity, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund 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 dollars remain for future spending. The proprietary funds' statements are prepared on the same basis as the government-wide statements.

Reporting on the City of Sidney as a Whole

Statement of Net Position and Statement of Activities

These government-wide statements answer the question, "How did the City as a whole do financially during 2020?" They are prepared on the accrual basis of accounting, much the same way as for a private enterprise. This basis of accounting includes all assets and deferred outflows of resources and liabilities and deferred inflows of resources and takes into account all of the reporting year's revenues and expenses regardless of when the cash was received or paid.

- *The Statement of Net Position.* This statement (page 16) reports all assets and deferred outflows of resources and liabilities and deferred inflows of resources of the City as of December 31, 2020. The difference between total assets and deferred outflows of resources and total liabilities and deferred inflows of resources is reported as "net position". Over time, increases in net position generally indicate an improvement in financial position while decreases may indicate a deterioration of financial position.
- *The Statement of Activities.* This statement (page 17) serves the purpose of the traditional income statement. It provides consolidated reporting of the results of all activities of the City for the year ended December 31, 2020. Changes in net position are recorded in the period in which the underlying event takes place, which may differ from the period in which cash is received or disbursed. The Statement of Activities displays the expense of the City's various programs net of related revenues, as well as a separate presentation of revenues available for general purposes.

Both of the government-wide statements distinguish functions of the City of Sidney that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, police, fire, judicial, street repair and maintenance, community development and parks. The business-type activities of the City include water, sewer, solid and yard waste collection, stormwater, public transportation, airport, and swimming pool.

Reporting on the City of Sidney's Most Significant Funds

Fund financial statements

These statements provide financial position and results of the City's major funds. A fund is an accounting entity created to account for a specific activity or purpose. Major funds of the City of Sidney are the General Fund, Street Repair & Maintenance Fund, Capital Improvement Fund, Municipal Earned Income Tax for Street Capital Fund, Water Fund, Sewer Fund, and Stormwater Fund. The creation of some

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funds is mandated by law and others are created by management to demonstrate financial compliance with budgetary or legal requirements. Funds are classified into three broad categories: governmental funds, proprietary funds, and fiduciary funds.

- *Governmental funds.* Governmental funds are used to account for “governmental-type” activities. Unlike the government-wide financial statements, governmental fund statements use a “flow of financial resources” measurement focus. That is to say, the operating statement of a governmental fund attempts to answer the question “Are there more or less resources that can be spent in the near future as a result of events and transactions of the reporting period?” Increases in spendable resources are reported in the operating statement as “revenues” or “other financing sources.” Decreases in spendable resources are reported as “expenditures” or “other financing uses.” We describe the differences between governmental funds and governmental *activities* (reported in the Statement of Net Position and the Statement of Activities) in reconciliations presented beside the governmental fund financial statements on pages 19 and 21.

The City of Sidney maintains 37 separate governmental funds. The governmental fund financial statements on pages 18 and 20 separately display the governmental funds considered to be major funds. All other governmental funds - the “non-major” funds - are combined into a single column. Detailed financial data for each of the non-major governmental funds is provided in combining statements in the supplementary information section of this report.

- *Proprietary funds.* There are two types of proprietary funds: enterprise funds and internal service funds.
 - Enterprise funds – These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises for which either 1) the intent is that the costs (expenses, including depreciation) be recovered primarily through user charges, or 2) determination of net income is appropriate for management control, accountability or other purposes.

The City of Sidney’s Water Fund, Sewer Fund, and Stormwater Fund are all considered to be major funds and are displayed separately in the proprietary fund statements on pages 22 through 24. The City has five other proprietary funds, the activities of which are combined into one column for non-major funds.

- Internal service funds – Often, governments wish to allocate the cost of providing certain centralized services (e.g., fleet maintenance, revenue collections, information technology) to the other departments of the government entity that use the services. An internal service fund is the appropriate accounting mechanism when it is the intent of the government to recover the full cost of providing the service through user charges to other departments.

The City of Sidney’s five internal service funds are combined into a single column in the proprietary fund financial statements. Detailed financial data for those funds can be found in the combining statements in the supplementary information section of this report.

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

Of the City of Sidney’s seven fiduciary funds, three are custodial funds and four are private-purpose trust funds. The custodial funds are combined and shown as a single column as well as private-purpose trust funds are combined into a single column in the fiduciary statement of net position, on page 25 of this report. The statement of changes in fiduciary net position reported on page 26 includes the custodial fund report in a separate column and the private-purpose trust funds reported in a single

CITY OF SIDNEY, OHIO
Management's Discussion and Analysis
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column. Detailed financial data for the custodial funds can be found in the combining statements in the supplementary information section of this report.

Other Information

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. The notes to the basic financial statements can be found on pages 27 – 68 of this report.

Required supplementary information.

In addition to the basic financial statements and notes, this report also contains required supplementary information (RSI). Included in the RSI is the proportionate share of net pension/OPEB liability and schedule of pension/OPEB payment amounts. RSI also contains the budgetary schedules for the General Fund and major special revenue funds. This data is on pages 69 to 80 of this report.

The City of Sidney as a Whole

The following table presents condensed information on net position as of December 31, 2020 and 2019.

Net Position
December 31, 2020 and 2019

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2020</u>	<u>2019 restated</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019 restated</u>
<u>Assets:</u>						
Current and other assets	\$ 29,199,577	\$ 29,481,364	\$ 20,206,740	\$ 18,410,223	\$ 49,406,317	\$ 47,891,587
Capital assets	66,392,606	63,575,412	99,079,547	96,895,013	165,472,153	160,470,425
Total assets	<u>95,592,183</u>	<u>93,056,776</u>	<u>119,286,287</u>	<u>115,305,236</u>	<u>214,878,470</u>	<u>208,362,012</u>
Deferred outflows	<u>6,199,008</u>	<u>10,511,059</u>	<u>988,524</u>	<u>1,719,209</u>	<u>7,187,532</u>	<u>12,230,268</u>
Total assets and deferred outflows	101,791,191	103,567,835	120,274,811	117,024,445	222,066,002	220,592,280
<u>Liabilities:</u>						
Current and other liabilities	3,320,111	2,792,349	2,021,019	2,553,467	5,341,130	5,345,816
Long-term liabilities	4,814,043	5,244,085	48,861,202	47,277,616	53,675,245	52,521,701
Net pension liability	24,190,309	30,822,581	3,539,203	4,938,327	27,729,512	35,760,908
Net OPEB liability	<u>7,285,484</u>	<u>6,826,610</u>	<u>2,472,345</u>	<u>2,332,467</u>	<u>9,757,829</u>	<u>9,159,077</u>
Total liabilities	<u>39,609,947</u>	<u>45,685,625</u>	<u>56,893,769</u>	<u>57,101,877</u>	<u>96,503,716</u>	<u>102,787,502</u>
Deferred inflows	<u>7,692,389</u>	<u>3,552,475</u>	<u>1,104,187</u>	<u>91,514</u>	<u>8,796,576</u>	<u>3,643,989</u>
Total liabilities and deferred inflows	<u>47,302,336</u>	<u>49,238,100</u>	<u>57,997,956</u>	<u>57,193,391</u>	<u>105,300,292</u>	<u>106,431,491</u>
<u>Net Position:</u>						
Net investment in capital assets	63,660,122	60,481,104	50,361,540	49,033,611	114,021,662	109,514,715
Restricted	6,147,353	6,737,699	-	-	6,147,353	6,737,699
Unrestricted	<u>(15,318,620)</u>	<u>(12,889,068)</u>	<u>11,915,315</u>	<u>10,797,443</u>	<u>(3,403,305)</u>	<u>(2,091,625)</u>
Total net position	<u>\$ 54,488,855</u>	<u>\$ 54,329,735</u>	<u>\$ 62,276,855</u>	<u>\$ 59,831,054</u>	<u>\$ 116,765,710</u>	<u>\$ 114,160,789</u>

The City's assets and deferred outflows were greater than its liabilities and deferred inflows of resources by about \$116.8 million at the close of 2020, as compared to nearly \$114.2 million at close of 2019, an increase of about \$2.6 million. The governmental activities have been restated for 2019 to reflect the Unclaimed Funds previously reported as a fiduciary fund to be consolidated with the General Fund.

CITY OF SIDNEY, OHIO
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Unaudited

The largest impact on the City's financial statement in 2020 had absolutely no impact on the City's financial condition; GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27" and GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions," which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). 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 the net pension asset and deferred outflows related to pension and OPEB.

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

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

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

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange"—that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this pension 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 this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan against the public employer. 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 pension benefits, contribution rates, and return of 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 pension 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 net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability of the statement of net position.

CITY OF SIDNEY, OHIO
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

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.

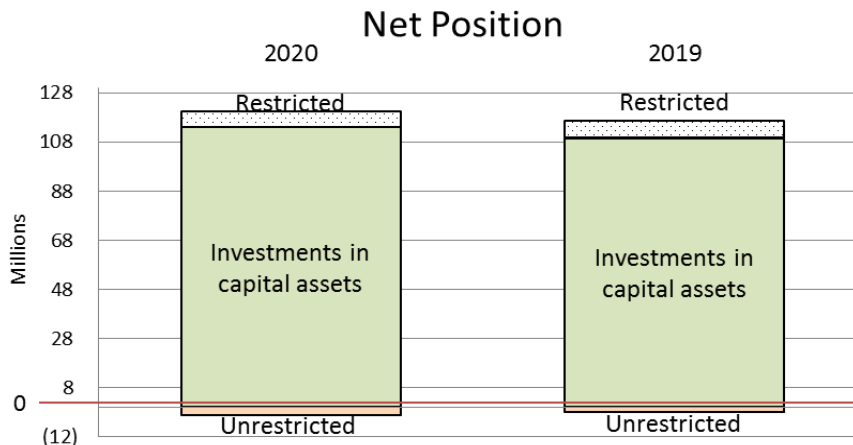
The component, "Net investment in capital assets" increased almost \$4.5 million, or 4%, from approximately \$109.5 million at December 31, 2019 to about \$114.0 million at December 31, 2020. Increases in this category of net position generally means that the sum of cash capital asset additions and bond principal repayments were more than the sum of depreciation expense and additional debt now associated with capital assets. During 2020 the City spent approximately \$12.7 million for cash capital additions and debt principal repayments of about \$11.9 million. Total depreciation expense for capital assets were approximately \$7.4 million and additional debt of \$12.7 million.

Restricted net position is subject to external restrictions as to their use. This category decreased approximately \$590,000, or 9%, from December 31, 2019 to December 31, 2020. This decrease was primarily a result of COVID-19's affect on City's revenues of about \$140,000 in the street repair and maintenance state revenue sharing, almost \$500,000 in the street municipal income tax levy income tax, and nearly \$60,000 in court fees, were offset slightly by increased funding of about \$60,000 for cemetery fees and roughly \$30,000 in community development payments in lieu of taxes.

Unrestricted net position is available for future use as directed by City Council. Overall, this category decreased nearly \$1.3 million from a negative \$2.1 million at December 31, 2019 to a negative \$3.4 million at December 31, 2020. It is important to note that although the total unrestricted net position is negative \$3.4 million, the unrestricted net position of the City's business-type activities is positive \$11.9 million, which may not be used to fund governmental activities. Unrestricted net position of the City's governmental activities decreased approximately \$2.4 million, or 19%, from a negative \$12.9 million to a negative \$15.3 million. This decrease results from change in pension & OPEB primarily related to Ohio Police and Fire GASB 68 & 75 during 2020 of approximately \$1.9 million and a decrease in income tax of about \$500,000. For the City's business-type activities, the unrestricted net position increased nearly \$1.1 million from nearly \$10.8 million to approximately \$11.9 million. This increase in unrestricted net position indicates an improvement in the financial position of the Enterprise funds.

The majority of the City's net position reflects its investment in capital assets (e.g. land, buildings, infrastructure, machinery and equipment); less any related debt used to acquire those assets that is still outstanding plus any significant unspent bond proceeds. The City uses these capital assets to provide services to citizens; therefore, these assets are not available for future spending. Although the City's investment in capital assets is calculated net of related debt, it should be noted that the resources needed to repay debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities. The following chart graphically illustrates the components of net position.

The following table presents condensed table of changes in net position.



CITY OF SIDNEY, OHIO
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

Changes in Net Position For the Years Ended December 31, 2020 and 2019

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2020</u>	<u>2019 restated</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019 restated</u>
<u>Revenues:</u>						
Program revenues:						
Charges for services	\$2,172,541	\$2,538,775	\$16,000,623	\$16,628,041	\$18,173,164	\$19,166,816
Operating grants and contributions	4,037,107	2,020,463	735,927	534,830	4,773,034	2,555,293
Capital grants and contributions	2,791,000	935,735	369,269	728,881	3,160,269	1,664,616
General revenues:						
Income taxes	13,903,525	16,818,241	-	-	13,903,525	16,818,241
Property taxes	1,067,988	1,067,779	-	-	1,067,988	1,067,779
Payments in lieu of taxes	198,556	154,356	-	-	198,556	154,356
Lodging taxes	214,312	436,088	-	-	214,312	436,088
Other taxes	(281)	210	-	-	(281)	210
Grants and other contributions not restricted to specific programs	655,640	668,786	-	-	655,640	668,786
Investment income	155,240	453,905	111,473	409,304	266,713	863,209
Gain (loss) on sale of capital assets	32,023	40,200	69,002	(4,649)	101,025	35,551
Miscellaneous	1,632,318	803,827	363,129	135,332	1,995,447	939,159
Total revenues	26,859,969	25,938,365	17,649,423	18,431,739	44,509,392	44,370,104
<u>Expenses:</u>						
Basic utility services	70,003	27,119	-	-	70,003	27,119
Community development	1,156,342	905,453	-	-	1,156,342	905,453
Community environment	804,488	882,259	-	-	804,488	882,259
Fire	6,382,401	114,577	-	-	6,382,401	114,577
General government	1,709,080	1,553,897	-	-	1,709,080	1,553,897
Health	497,855	374,076	-	-	497,855	374,076
Judicial	2,444,266	2,469,531	-	-	2,444,266	2,469,531
Parks and recreation	1,628,021	1,832,337	-	-	1,628,021	1,832,337
Police	7,352,085	2,561,736	-	-	7,352,085	2,561,736
Public transportation	-	-	-	-	-	-
Street repair & maintenance	4,480,862	4,419,540	-	-	4,480,862	4,419,540
Interest on long-term debt	51,551	94,324	-	-	51,551	94,324
Bond issuance cost	54,054	-	-	-	54,054	-
Airport	-	-	601,041	593,244	601,041	593,244
Concession Stand	-	-	2,739	23,725	2,739	23,725
Sewer	-	-	5,174,498	5,516,773	5,174,498	5,516,773
Sidney Water Park	-	-	60,229	209,051	60,229	209,051
Solid waste	-	-	1,823,669	1,623,243	1,823,669	1,623,243
Stormwater	-	-	656,605	398,820	656,605	398,820
Transportation	-	-	905,826	1,246,439	905,826	1,246,439
Water	-	-	6,048,856	6,052,718	6,048,856	6,052,718
Total expenses	26,631,008	15,234,849	15,273,463	15,664,013	41,904,471	30,898,862
Excess (deficiency) before transfers	228,961	10,703,516	2,375,960	2,767,726	2,604,921	13,471,242
Transfers	(69,841)	(317,182)	69,841	317,182	-	-
Change in net position	159,120	10,386,334	2,445,801	3,084,908	2,604,921	13,471,242
Net position, beginning of year restated	54,329,735	43,943,401	59,831,054	56,746,146	114,160,789	100,689,547
Net position, end of year	\$ 54,488,855	\$ 54,329,735	\$ 62,276,855	\$ 59,831,054	\$ 116,765,710	\$ 114,160,789

The City's net position increased approximately \$2.6 million for the year ended December 31, 2020 as compared to an increase of almost \$13.5 million for the prior year.

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Total revenues increased nearly \$140,000, or 0.3%, this following breakdown shows how additional State grant & agency funding provided relief from substantial losses in the City's revenue sources. Operating grants and contributions increased approximately \$2.2 million primarily due to the CARES (Local Coronavirus Relief) funds passed through the State of Ohio during 2020. Capital grants and contributions increased nearly \$1.5 million reflecting the timing of grant reimbursement from Ohio Department of Transportation for the relocation of the historical bridge and State Route 47 median improvements. Miscellaneous income increased nearly \$1.1 million as a result of Bureau of Workers Compensation (BWC) rebates issued during 2020. Income tax revenue decreased almost \$2.9 million or 17%, related to temporary shutdown of businesses from the pandemic, large swings in corporate estimate payments, and the decrease in tax rate of one tenth a percentage. Charges for services decreased about \$1.0 million as result of the reduction in sewer charges, confiscated monies, court fees and EMS fees. Investment earnings decreased nearly \$600,000 or 69%, primarily due to declining interest rates starting late 2019. Lodging tax revenue decreased about \$220,000 or 51% as a result of the COVID-19 virus travel restrictions.

Total expenses increased nearly \$11.0 million, or 36%, from nearly \$30.9 million in 2019 to \$41.9 million in 2020. Fire & Police expenses increased nearly \$6.3 million and \$4.8 million, respectively, primarily related to an increase in OPEB expense from Ohio Police & Fire Pension system recognized in GASB 75. Parks and recreation decreased about \$200,000 primarily as a result a decrease in pension & OPEB expense from Ohio Pension Retirement system recognized in GASB 68 & 75. Community development increased approximately \$250,000 due to timing of grant spending. Transportation expense decreased approximately \$340,000, or 27%, due both as a result a decrease in pension & OPEB expense from Ohio Pension Retirement system recognized in GASB 68 & 75 and ridership down as a result of COVID-19. Sewer expenses decreased about \$340,000 mainly due to decrease in OPERS pension and OPEB expense from GASB 68 and 75. Stormwater increased nearly \$260,000 mainly due to decrease in OPERS pension and OPEB expense from GASB 68 and 75. Solid Waste increased about \$200,000 of which is a result of increased costs in contracted services. Sidney Water Park and Concession Stand did not open their facilities in 2020 therefore expenses decreased nearly \$170,000 due to COVID-19 restrictions.

The 2020 financial statements reflect a significant change in program expenses of approximately \$11.0 million, which relates to recognition of pension and OPEB expenses under GASB 68 & 75. Consequently, in order to compare change in program expenses without GASB 68 & 75 expenses, the following adjustments are needed:

	Governmental		Business-type		Totals	
	Activities		Activities			
	<u>2020</u>	<u>2019</u> <u>restated</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u> <u>restated</u>
Total program expenses	\$ 26,631,008	\$ 15,234,849	\$ 15,273,463	\$ 15,664,013	\$ 41,904,471	\$ 30,898,862
Pension & OPEB expense	(3,997,005)	6,417,431	(853,876)	(1,321,501)	(4,850,881)	5,095,930
Contractually required contribution	<u>1,941,525</u>	<u>2,018,982</u>	<u>369,763</u>	<u>368,973</u>	<u>2,311,288</u>	<u>2,387,955</u>
Adjusted program expenses	\$ 24,575,528	\$ 23,671,262	\$ 14,789,350	\$ 14,711,485	\$ 39,364,878	\$ 38,382,747
expenses not related to Pension & OPEB	<u>\$ 904,266</u>		<u>\$ 77,865</u>		<u>\$ 982,131</u>	

As shown here, of the \$11.0 million change in program expenses, there is only about \$980,000 not related to Pension and OPEB as this reflects expenditures the City does have authority to regulate.

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Governmental activities

Governmental activities net position increased nearly \$200,000, or 0.3%, from about \$54.3 million at December 31, 2019 to nearly \$54.5 million at December 31, 2020. The category, net investment in capital assets, increased about \$3.2 million, or 5.3%, from nearly \$60.5 million to about \$63.7 million representing cash capital additions about \$6.9 million and bond principal payments of approximately \$3.3 million offset by almost \$4.2 million of depreciation expense and bond refinancing of \$2.8 million. Restricted net position increased nearly \$590,000. This result is from a decrease in revenues of about \$140,000 in the street repair and maintenance state revenue sharing, almost \$500,000 from street municipal income tax levy income tax, and nearly \$60,000 in court fees, which were offset slightly by increased funding for about \$60,000 from cemetery fees and roughly \$30,000 in community development payments in lieu of taxes.

The Statement of Activities reports the expenses of each of the governmental activities programs and the related program revenue that offsets the cost of each program. The amount by which the cost of a particular program exceeds its program revenue represents the extent to which that program must be subsidized by general revenues, such as income taxes, property taxes and unrestricted contributions.

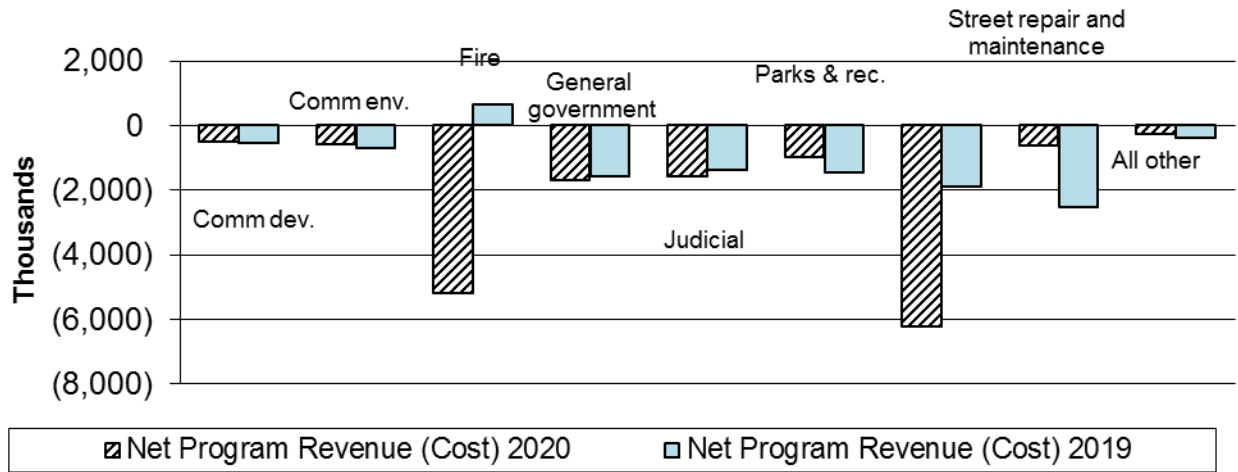
The following table and graph summarize the net cost of each program:

	Expenses and Program Revenues - Governmental Activities					
	Year Ended December 31, 2020			Year Ended December 31, 2019, restated		
	Expense	Program Revenue	Net Revenue (Cost)	Expense	Program Revenue	Net Revenue (Cost)
Community development	\$ 1,156,342	\$ 640,360	\$ (515,982)	\$ 905,453	\$ 375,270	\$ (530,183)
Community environment	804,488	210,300	(594,188)	882,259	167,677	(714,582)
Fire	6,382,401	1,204,480	(5,177,921)	114,577	764,591	650,014
General government	1,709,080	1,347	(1,707,733)	1,553,897	-	(1,553,897)
Judicial	2,444,266	886,723	(1,557,543)	2,469,531	1,091,387	(1,378,144)
Parks & recreation	1,628,021	632,545	(995,476)	1,832,337	396,467	(1,435,870)
Police	7,352,085	1,147,245	(6,204,840)	2,561,736	666,358	(1,895,378)
Street repair & maintenance	4,480,862	3,859,260	(621,602)	4,419,540	1,905,722	(2,513,818)
All others	673,463	418,388	(255,075)	495,519	127,501	(368,018)
Total governmental activities	\$ 26,631,008	\$ 9,000,648	\$ (17,630,360)	\$ 15,234,849	\$ 5,494,973	\$ (9,739,876)

Overall, the net program cost of governmental activities decreased by nearly \$7.9 million, or 81%, from a net program cost of about \$9.7 million in 2019 to \$17.6 million in 2020. The most significant change was fire & police programs which net program revenue changed approximately \$5.8 million and \$4.3 million. Fire & police pension and OPEB expense increased nearly \$6.4 million and \$4.9 million, respectively which was offset by CARES act grant funding received for \$600,000 and \$700,000, respectively. Fire expense increased nearly \$6.3 million; of this, an increase of about \$6.4 million was from pension & OPEB related expenses offset by \$100,000 reduction in personnel costs. On the same note police expense increased \$4.8 million and of this change nearly \$4.9 million was from pension & OPEB expenses offset by \$100,000 reduction in personnel costs. Street repair and maintenance had an increase in net program revenue of nearly \$1.9 million which is a result of timing of grant-funded projects. Parks net program revenue increased nearly \$440,000, related primarily to grant funding received for the relocation and renovations of the Zenas King historical bridge. Parks and recreation expense decreased about \$200,000 as a result of a decrease in OPERS GASB 68 & 75 pension & OPEB expenses of \$130,000 and reduction of costs of \$60,000 as a result of COVID-19. Community development expenses increased \$250,000 primarily as a result of timing of grant spending.

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Net Program Revenue (Cost) - Governmental Activities



Business-type activities

Business-type activities' net position increased nearly \$2.5 million, or 4%, from approximately \$59.8 million at December 31, 2019 to nearly \$62.3 million at December 31, 2020. The category net investment in capital assets increased almost \$1.3 million, a result of cash capital purchases of \$6.0 million and principal debt repayments of nearly \$8.6 million, reduced by depreciation expense of nearly \$3.2 million, and issuance/refinancing of about \$10.1 million debt. Unrestricted portion of net position increased approximately \$1.1 million, or 10%, which indicates an increase in financial position.

It is the City's policy that revenues of some of the City's business-type activities (Water, Sewer, Solid Waste and Stormwater Funds) are expected to cover all program costs over the long term. The revenues of other business-type activities cover specified portions of program costs. The following table summarizes the expenses and program revenues for business-type activities:

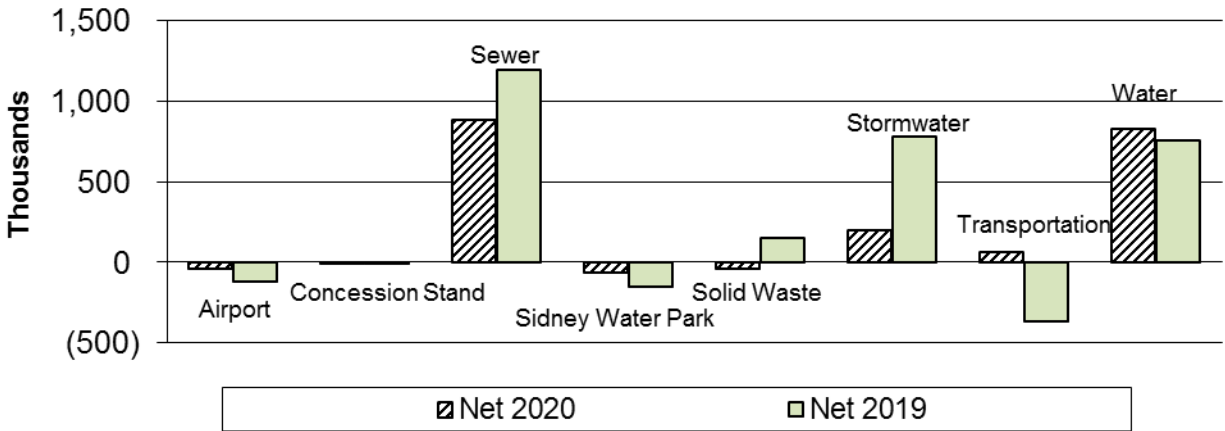
Expenses and Program Revenues - Business-Type Activities

	Year Ended December 31, 2020			Year Ended December 31, 2019		
	Expense	Program Revenue	Net Revenue (Cost)	Expense	Program Revenue	Net Revenue (Cost)
Airport	\$ 601,041	\$ 562,102	\$ (38,939)	\$ 593,244	\$ 472,570	\$ (120,674)
Concession Stand	2,739	-	(2,739)	23,725	20,265	(3,460)
Sewer	5,174,498	6,057,521	883,023	5,516,773	6,705,881	1,189,108
Sidney Water Park	60,229	-	(60,229)	209,051	56,744	(152,307)
Solid Waste	1,823,669	1,785,780	(37,889)	1,623,243	1,776,737	153,494
Stormwater	656,605	854,133	197,528	398,820	1,175,593	776,773
Transportation	905,826	970,145	64,319	1,246,439	879,432	(367,007)
Water	6,048,856	6,876,138	827,282	6,052,718	6,804,530	751,812
Total business-type activities	\$ 15,273,463	\$ 17,105,819	\$ 1,832,356	\$ 15,664,013	\$ 17,891,752	\$ 2,227,739

Overall, the net program cost of the City's business-type activities changed from net program revenue of nearly \$2.2 million for the year ended December 31, 2019 to a net program revenue of approximately \$1.8 million for the year ended December 31, 2020. Program revenue for business-type activities decreased almost \$790,000, or 4%, while program expenses decreased almost \$400,000, or 3%.

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Net Program Revenue (Cost) - Business-type Activities



Key components of the changes in net program cost for each significant program change are as follows:

- The City's sewer program decreased from net program revenue of nearly \$1.2 million in 2019 to net program revenue of almost \$900,000 in 2020. Sewer revenue decreased by nearly \$700,000, or 10%, as a result of sewer revenues. Expenditures decreased by roughly \$340,000, or 6%, largely because of GASB 68 & 75 OPERS pension & OPEB expense.
- Stormwater program changed from net program revenue of approximately \$780,000 in 2019 to net program revenue of almost \$200,000 in 2020. Its revenue decreased by about \$320,000, or 27%, this relates to capital grants received in 2019 from Ohio Public Works Commission for downtown stormwater improvements. Whereas expenditures increased by about \$260,000, or 65%, primarily a result of GASB 68 & 75 OPERS pension & OPEB expense.
- The Shelby Public Transit program which is in the Transportation fund had a net program expense of almost \$370,000 in 2019 and changed to net program revenue of \$60,000 which increased about \$430,000. Expenditures decreased by about \$340,000 because of both GASB 68 & 75 OPERS pension & OPEB expense and reduction in operating costs as a result of COVID-19 restrictions. Also an increase in revenue of roughly \$90,000 was from additional CARES Act funding passed through the Ohio Department of Transportation.
- Solid Waste fund went from a net program revenue of almost \$150,000 in 2019 and to net program expense of \$40,000 which is a decrease of approximately \$190,000. This decrease is primarily a result of additional trash removal costs which are paid to a third party provider.

Individual funds summary and analysis

Governmental funds, as stated earlier, focus on spendable resources and near-term inflows and outflows of those resources. As such, fund balance measures net resources available for spending at the end of the fiscal year, subject to any stated restrictions on their use.

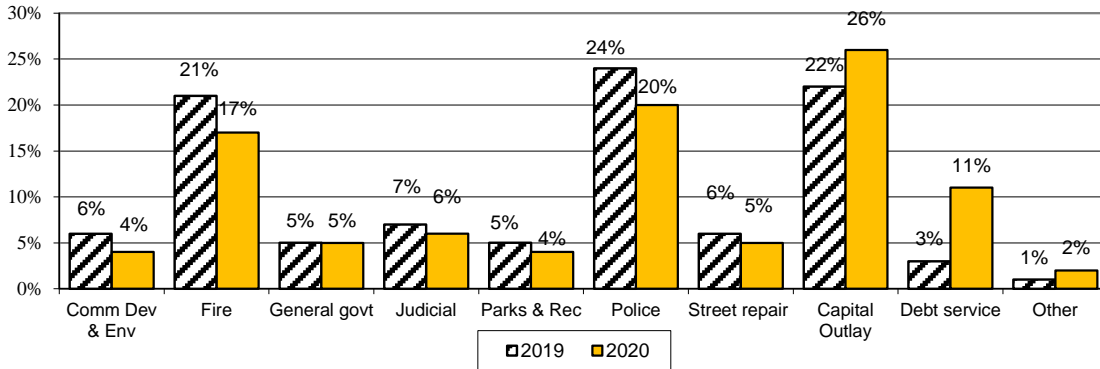
The combined fund balance of the City's governmental funds at December 31, 2020 was nearly \$19.1 million. Approximately 41% of this total amount represents unassigned fund balances available for spending at the City's discretion. Roughly 28% of the combined fund balance is in a nonspendable, or restricted, form. The portion of fund balance committed by City Council, the highest level of decision making authority, is 7% and those balances assigned are 24%. Nearly \$1.4 million of fund balance has already been assigned to future budget commitments and almost \$3.0 million to capital projects.

Total fund balances of the City's governmental funds decreased about \$100,000, or 0.5%, from nearly \$19.2 million at December 31, 2019 to about \$19.1 million at December 31, 2020. (See the governmental funds' statement of revenue, expenditures & changes in fund balance on page 20.)

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The components of governmental fund expenses are as follows:

Governmental Fund Expenses by Program



The composition of expenses by function remained relatively stable from 2019 to 2020. The three largest components of governmental fund expenses are public safety -- police and fire and capital outlay. Fire makes up 17% to 21% of the total, while police contributes another 20% to 24%. Capital outlay comprises about 22% to 26% of governmental expenses. Judicial - consisting mainly of municipal court activities - comprises of 6% to 7% of governmental activities' expenses. Street repair and maintenance (which includes winter street clean-up) accounts for about 5% to 6% of expenses. The community development and environment program expenditures, which includes such activities as community planning, engineering, building inspection, and code enforcement, make up 4% to 6% of total governmental expenses. The parks and recreation program is responsible for 4% to 5% of governmental expenses. In 2020, several debt issuances were refinanced therefore the repayment of old debt is included in the debt service.

The General Fund is the primary operating fund of the City of Sidney, accounting for such activities as police and fire protection, emergency medical services, and parks and recreation. Annually, twenty percent of the budgeted net income tax proceeds are allocated out to the Capital improvement Fund. The General Fund balance decreased slightly by about \$100,000, or 1%, from nearly \$10.8 million at December 31, 2019 to almost \$10.7 million at December 31, 2020.

Revenue declined in the General Fund by \$1.1 million, or 6.4%, from approximately \$17.0 million in 2019 to nearly \$16.0 million in 2020. Local tax revenue decreased about \$1.2 million from approximately \$13.3 million for the year ended December 31, 2019 to about \$12.1 million for the year ended December 31, 2020, related to large swing in corporate estimate payments and the resulting decrease in withholding taxes from the COVID-19 pandemic. Charges for services decreased primarily relating to confiscated monies, court costs and EMS fees of approximately \$220,000. Investment income was down \$270,000 as a result of low interest rates during 2020. Miscellaneous income increased approximately \$620,000 from increased Bureau of Workers Compensation dividends received during 2020.

General Fund expenditures decreased about \$1.2 million, or 7%. This decrease was primarily a result of reduction of Fire & Police wages allocated to CARES Act funding paid out of the Local Coronavirus Relief fund of approximately \$600,000 and \$700,000, respectively. General Fund transfers out to subsidize various funds, including the street repair & maintenance, transportation services, airport, cemetery operations, swimming pool, and the concession stand increased from about \$640,000 for the year ended December 31, 2019 to almost \$800,000 for the year ended December 31, 2020. This increase relates to an increased subsidy in Street Repair & Maintenance fund of \$330,000 and Capital Improvement Fund of \$120,000 was offset by the decrease in the following Sidney Water Park & Concession Stand fund subsidy of \$130,000 not open during the 2020 season and Transportation & Airport fund of nearly \$190,000 for reduced spending during the COVID-19 pandemic.

The Street Repair & Maintenance Fund, used to account for the state-levied gasoline tax and motor vehicle registration fees, is restricted by law for street maintenance and repair activities. This fund balance

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increased by nearly \$40,000 in 2020. The increase in expenditures of approximately \$375,000 from 2019 to 2020, was offset by the increase in General Fund subsidy of \$330,000 from 2019 to 2020. This increase in expenditures is primarily related to a capital outlay previously spent out of the Capital Improvement Funds.

The Capital Improvement Fund is used to account for the income tax resources earmarked for capital improvements used for the general improvement of all City facilities and operations. Annually, twenty percent of the budgeted net income tax proceeds are allocated to this Fund. For the year ended December 31, 2020, this fund balance increased roughly \$410,000 from nearly \$2.6 million at December 31, 2019 to about \$3.0 million at December 31, 2020. In 2020, local tax, which is the allocation of income taxes, decreased \$190,000, or 6%. Intergovernmental revenue increased \$2.5 million as a result of capital grants from the Ohio Department of Transportation for street projects. Miscellaneous revenues reflect a decrease of approximately \$350,000 which is the result of showing this expenditure in the Street fund as discussed above. Capital-related expenditures increased almost \$3.5 million from almost \$4.3 million at December 31, 2019 to approximately \$7.8 million at December 31, 2020. This increase reflects repayment of capital debt refinanced in 2020 of approximately \$2.3 million. Capital outlay also increased \$1.2 million which is primarily related to grant funded capital projects expended in 2020.

The Municipal Earned Income Tax for Street Capital Fund is used to account for the income tax levy of the additional tax on earned income for street projects. This street levy fund is restricted for the construction, reconstruction, resurfacing and maintenance of streets, alleys, bridges, curbs, and gutters and cost incidental thereto. In 2020 nearly \$2.1 million was spent for this purpose which increased about \$630,000 from prior year expenditures. For 2020, the special levy generated revenues of nearly \$1.5 million, a decrease of about \$760,000 over 2019. This decrease in the special temporary tax levy was a result of the renewal for 2020 to 2024 reduction from 0.25% to 0.15%, along with reduced income tax collections from the COVID-19 pandemic. The fund balance decreased approximately \$600,000 from nearly \$1.7 million at December 31, 2019 to almost \$1.1 million at December 31, 2020.

The City of Sidney's proprietary fund statements (found on pages 22-24) provide the same type of information found in the government-wide financial statements, but in more detail. Explanations of significant changes in these funds are found on page 12.

Budgetary Basis - Budget versus Actual

In 2020, the amount in the original budget and final budget for General Fund local tax revenues were under actual receipts. Actual revenues were under budget expectations by almost \$2.6 million, largely due to fluctuations in taxes received by Sidney businesses based on their net profits. This portion of income tax collections is the most volatile source and has been subject to upwards as well as downward swings, from year to year.

Capital asset and debt administration

Capital asset activity

Significant capital activity for the year ended December 31, 2020 included:

- ✓ Nearly \$1.5 million of street resurfacing and curb and gutter replacements were completed with almost \$1.4 million paid with street levy revenue and about \$100,000 paid with County Auto License funds.
- ✓ In 2020, approximately \$460,000 was spent for Kuther Road lift station improvements.
- ✓ Phase II Wastewater Treatment Plant improvements required by the Ohio EPA began in 2018, of which about \$550,000 additional costs incurred in 2020. This project was completed in 2020 and was financed with Water Pollution Control Loan Fund (WPCLF) loans for a total of almost \$6.5 million.
- ✓ Lime lagoon improvements project financed with Ohio Water Development Authority (OWDA) loans spent about \$2.3 million in 2020 towards this loan. This project was completed in 2020 for a total of approximately \$5.3 million.

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- ✓ State Route 47 median improvements were completed with a total project cost of almost \$2.7 million of which \$2.4 was incurred during 2020.
- ✓ Sewer vactor truck was acquired in 2020 for about \$450,000.
- ✓ Additional ongoing project is the relocation and restoration of the Zenas King Bridge. In 2020, about \$550,000 costs were placed in construction in progress.

Additional detail on the capital asset activity for the year ended December 31, 2020 is presented in the Notes to the Basic Financial Statements in Note 7 on pages 39 – 40.

Debt

Ohio law restricts the amount of debt that a City may issue. The aggregate principal amount of unvoted “net indebtedness” may not exceed 5.5% of the assessed valuation for property tax purposes of all real and personal property located within the City. At December 31, 2020, that debt ceiling was nearly \$23.1 million. Certain debt with a repayment source other than general tax revenues is excluded from the definition of net indebtedness. Under that definition, the City has about \$2.0 million of net indebtedness as of December 31, 2020, leaving a legal debt margin for unvoted debt of approximately \$21.0 million.

An additional statutory limitation restricts total indebtedness – both voted and unvoted – to 10.5% of the real and personal property assessed valuation. That limitation would restrict total City net indebtedness to approximately \$44.0 million, leaving a total debt margin of nearly \$42.0 million.

A summary of debt outstanding at December 31, 2020 and 2019 is as follows:

	<u>December 31, 2020</u>	<u>December 31, 2019</u>
Governmental activities	\$ 2,595,327	\$ 3,060,118
Business-type activities	<u>48,386,237</u>	<u>46,824,581</u>
Total	<u>\$ 50,981,564</u>	<u>\$ 49,884,699</u>

During 2020, the City incurred about \$3.3 million for business-type activities debt and refinanced \$2.8 of governmental activities and \$9.7 of business-type activities. Approximately \$600,000 of additional funds were received for the Water Pollution Control Loan Fund Phase II of the wastewater treatment plant improvements required by the Ohio EPA. Also about \$2.8 million was received from the Ohio Water Development Authority (OWDA) for the lime sludge lagoon reconstruction projects.

See additional detailed data for all debt of the City of Sidney is presented in the Notes to the Basic Financial Statements in Note 8 on pages 41 - 45 and in Schedules 7-9 in the Statistical Section of this report.

Contacting the City's management

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with an overview of the City's finances. If you have questions or need additional financial information, please contact the Finance Officer, City of Sidney, 201 West Poplar Street, Sidney, Ohio 45365.

CITY OF SIDNEY, OHIO
STATEMENT OF NET POSITION
DECEMBER 31, 2020

	Governmental Activities	Business-type Activities	Total
ASSETS			
Pooled cash	\$ 2,827,707	\$ 2,340,164	\$ 5,167,871
Cash	452,227	-	452,227
Cash held by outside agent	1,034,691	-	1,034,691
Pooled investments	18,419,013	15,260,115	33,679,128
Receivables	5,741,501	2,443,160	8,184,661
Internal balances	244,168	(244,168)	-
Inventory	304,824	387,001	691,825
Prepaid items	175,446	20,468	195,914
Capital assets:			
Capital assets not subject to depreciation:			
Land	8,498,534	7,403,192	15,901,726
Construction in progress	1,479,712	477,954	1,957,666
Capital assets net of accumulated depreciation	<u>56,414,360</u>	<u>91,198,401</u>	<u>147,612,761</u>
Total assets	<u>95,592,183</u>	<u>119,286,287</u>	<u>214,878,470</u>
DEFERRED OUTFLOWS OF RESOURCES			
Pension	3,695,325	578,661	4,273,986
OPEB	<u>2,503,683</u>	<u>409,863</u>	<u>2,913,546</u>
Total deferred outflows of resources	<u>6,199,008</u>	<u>988,524</u>	<u>7,187,532</u>
Total assets and deferred outflows	<u>\$ 101,791,191</u>	<u>\$ 120,274,811</u>	<u>\$ 222,066,002</u>
LIABILITIES			
Accounts payable	\$ 1,842,814	\$ 557,168	\$ 2,399,982
Salaries and benefits payable	626,200	130,049	756,249
Claims payable	270,324	-	270,324
Unearned revenue	576,781	511,520	1,088,301
Accrued interest payable	3,992	536,672	540,664
Refundable deposits	-	285,610	285,610
Noncurrent liabilities:			
Due within one year	687,218	2,357,283	3,044,501
Due in more than one year			
Net pension liability	24,190,309	3,539,203	27,729,512
Net OPEB liability	7,285,484	2,472,345	9,757,829
Other amounts due in more than one year	<u>4,126,825</u>	<u>46,503,919</u>	<u>50,630,744</u>
Total liabilities	<u>39,609,947</u>	<u>56,893,769</u>	<u>96,503,716</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred revenue	2,009,789	-	2,009,789
Pension	3,878,587	751,088	4,629,675
OPEB	<u>1,804,013</u>	<u>353,099</u>	<u>2,157,112</u>
Total deferred inflows of resources	<u>7,692,389</u>	<u>1,104,187</u>	<u>8,796,576</u>
NET POSITION			
Net investment in capital assets	63,660,122	50,361,540	114,021,662
Restricted for:			
Capital projects	-	-	-
Cemetery - Expendable	1,027,273	-	1,027,273
Cemetery - Nonexpendable	30,376	-	30,376
Community development projects	865,672	-	865,672
Judicial costs	637,791	-	637,791
Police	466,730	-	466,730
Street capital projects	1,524,411	-	1,524,411
Street repair and maintenance	1,414,700	-	1,414,700
Other purposes - externally imposed restrictions	180,400	-	180,400
Unrestricted	<u>(15,318,620)</u>	<u>11,915,315</u>	<u>(3,403,305)</u>
Total net position	<u>54,488,855</u>	<u>62,276,855</u>	<u>116,765,710</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 101,791,191</u>	<u>\$ 120,274,811</u>	<u>\$ 222,066,002</u>

See Notes to the Basic Financial Statements.

CITY OF SIDNEY, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2020

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities
Governmental Activities:						
Basic utility services	\$ 70,003	\$ -	\$ -	\$ -	\$ (70,003)	\$ (70,003)
Community development	1,156,342	37,381	601,979	1,000	(515,982)	(515,982)
Community environment	804,488	210,300	-	-	(594,188)	(594,188)
Fire	6,382,401	592,647	611,833	-	(5,177,921)	(5,177,921)
General government	1,709,080	-	1,347	-	(1,707,733)	(1,707,733)
Health	497,855	190,912	227,476	-	(79,467)	(79,467)
Judicial	2,444,266	568,115	318,608	-	(1,557,543)	(1,557,543)
Parks and recreation	1,628,021	-	72,490	560,055	(995,476)	(995,476)
Police	7,352,085	368,432	706,043	72,770	(6,204,840)	(6,204,840)
Street repair and maintenance	4,480,862	204,754	1,497,331	2,157,175	(621,602)	(621,602)
Bond issuance costs	54,054	-	-	-	(54,054)	(54,054)
Interest on long-term debt	51,551	-	-	-	(51,551)	(51,551)
Total governmental activities	<u>26,631,008</u>	<u>2,172,541</u>	<u>4,037,107</u>	<u>2,791,000</u>	<u>(17,630,360)</u>	<u>(17,630,360)</u>
Business-type activities:						
Airport	601,041	356,930	-	205,172	\$ (38,939)	(38,939)
Concession Stand	2,739	-	-	-	(2,739)	(2,739)
Sewer	5,174,498	6,051,593	-	5,928	883,023	883,023
Sidney Water Park	60,229	-	-	-	(60,229)	(60,229)
Solid Waste	1,823,669	1,785,780	-	-	(37,889)	(37,889)
Stormwater	656,605	854,133	-	-	197,528	197,528
Transportation	905,826	132,832	709,469	127,844	64,319	64,319
Water	6,048,856	6,819,355	26,458	30,325	827,282	827,282
Total business-type activities	<u>15,273,463</u>	<u>16,000,623</u>	<u>735,927</u>	<u>369,269</u>	<u>1,832,356</u>	<u>1,832,356</u>
Total	<u>\$ 41,904,471</u>	<u>\$ 18,173,164</u>	<u>\$ 4,773,034</u>	<u>\$ 3,160,269</u>	<u>(17,630,360)</u>	<u>1,832,356</u>
						<u>(15,798,004)</u>
General revenues:						
Taxes:						
Income taxes					12,648,023	12,648,023
Street levy income taxes					1,255,502	1,255,502
Property taxes					1,067,988	1,067,988
Payments in lieu of taxes					198,556	198,556
Lodging taxes					214,312	214,312
Other taxes					(281)	(281)
Grants and entitlements not restricted to specific programs					655,640	655,640
Investment earnings					155,240	111,473
Gain(loss) on sale of capital assets					32,023	69,002
Miscellaneous					1,632,318	363,129
Transfers					(69,841)	69,841
Total general revenues and transfers					<u>17,789,480</u>	<u>613,445</u>
Change in net position					159,120	2,445,801
Net position - beginning (restated)					<u>54,329,735</u>	<u>59,831,054</u>
Net position - ending					<u>\$ 54,488,855</u>	<u>\$ 62,276,855</u>
						<u>\$ 116,765,710</u>

See Notes to the Basic Financial Statements.

**CITY OF SIDNEY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	General Fund	Street Repair & Maintenance Fund	Capital Improvement Fund	Municipal Earned Income Tax for Street Capital Fund	Non-major Governmental Funds	Total Governmental Funds
ASSETS						
Pooled cash	\$ 1,563,600	\$ 59,615	\$ 422,128	\$ 148,059	\$ 553,073	\$ 2,746,475
Cash held by outside agent	1,009,131	-	-	-	25,560	1,034,691
Pooled investments	10,175,568	388,746	2,752,776	965,523	3,606,667	17,889,280
Receivables:						
Income taxes	1,574,550	-	-	175,978	-	1,750,528
Property taxes	1,101,343	-	-	-	199,665	1,301,008
Other taxes	11,991	-	-	-	3,997	15,988
Interest	861	18	-	-	40	919
Loans	-	-	-	-	708,781	708,781
Special assessments	249,946	-	37,714	-	-	287,660
Other	332,860	7,189	-	-	34,119	374,168
Receivables from other governments	327,131	738,767	5,010	-	219,905	1,290,813
Advances to other funds	42,100	-	-	-	-	42,100
Inventory	59,596	229,794	-	-	-	289,390
Prepaid items	41,764	456	-	-	11,237	53,457
Total assets	<u>\$ 16,490,441</u>	<u>\$ 1,424,585</u>	<u>\$ 3,217,628</u>	<u>\$ 1,289,560</u>	<u>\$ 5,363,044</u>	<u>\$ 27,785,258</u>
LIABILITIES						
Accounts payable	\$ 1,357,240	\$ 9,070	\$ 202,502	\$ 121,757	\$ 94,551	\$ 1,785,120
Salaries and benefits payable	542,680	25,362	-	-	20,490	588,532
Advances from other funds	-	-	-	-	42,100	42,100
Unearned revenue	26,750	-	-	-	550,031	576,781
Total liabilities	<u>1,926,670</u>	<u>34,432</u>	<u>202,502</u>	<u>121,757</u>	<u>707,172</u>	<u>2,992,533</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	3,839,610	651,423	42,724	113,773	1,083,460	5,730,990
Total deferred inflows of resources	<u>3,839,610</u>	<u>651,423</u>	<u>42,724</u>	<u>113,773</u>	<u>1,083,460</u>	<u>5,730,990</u>
FUND BALANCES:						
Nonspendable	101,360	230,250	-	-	11,237	342,847
Restricted	-	508,480	-	1,054,030	3,350,383	4,912,893
Committed	1,164,351	-	-	-	232,019	1,396,370
Assigned	1,676,788	-	2,972,402	-	-	4,649,190
Unassigned	7,781,662	-	-	-	(21,227)	7,760,435
Total fund balances	<u>10,724,161</u>	<u>738,730</u>	<u>2,972,402</u>	<u>1,054,030</u>	<u>3,572,412</u>	<u>19,061,735</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 16,490,441</u>	<u>\$ 1,424,585</u>	<u>\$ 3,217,628</u>	<u>\$ 1,289,560</u>	<u>\$ 5,363,044</u>	<u>\$ 27,785,258</u>

See Notes to the Basic Financial Statements.

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

Total governmental fund balances	\$ 19,061,735
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>	
Some assets used in governmental activities are not financial resources and therefore are not reported in the funds:	
Capital Assets	65,682,970
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Income taxes receivable	1,072,068
Grant related receivables	804,702
Other receivables	1,844,431
Internal service funds are used to charge the costs of certain activities, such as the central garage and health insurance, to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	
Net position of Internal Service Funds	(350,259)
Internal service fund activity allocated to enterprise funds	244,168
The net pension/OPEB liability is not due and payable in the current period; therefore the liability and related deferred inflows/outflows are not reported in the governmental funds:	
Deferred Outflows - Pension	3,526,810
Deferred Inflows - Pension	(3,659,859)
Net Pension Liability	(23,159,636)
Deferred Outflows - OPEB	2,384,327
Deferred Inflows - OPEB	(1,701,187)
Net OPEB Liability	(6,565,502)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore not reported in the funds:	
Bonds payable	(2,505,600)
Premium on bond	(89,727)
Compensated absences	(2,096,594)
Accrued interest on long-term debt	(3,992)
Net position of governmental activities	<u>\$ 54,488,855</u>

See Notes to the Basic Financial Statements.

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

	General Fund	Street Repair & Maintenance Fund	Capital Improvement Fund	Municipal Earned Income Tax for Street Capital Fund	Non-major Governmental Funds	Total Governmental Funds
REVENUES:						
Local taxes	\$ 12,159,848	\$ -	\$ 2,734,073	\$ 1,500,769	\$ 363,244	\$ 16,757,934
Intergovernmental revenues	703,594	1,208,275	2,752,700	-	2,641,560	7,306,129
Special assessments	338,959	-	188,953	-	2,000	529,912
Charges for services	1,073,378	1,986	21,600	-	325,747	1,422,711
Fines, licenses and permits	357,381	-	-	-	64,155	421,536
Investment income	131,224	3,992	-	-	11,066	146,282
Miscellaneous receipts and reimbursements	1,182,770	43,636	53,072	-	99,557	1,379,035
Total revenues	15,947,154	1,257,889	5,750,398	1,500,769	3,507,329	27,963,539
EXPENDITURES:						
Current:						
Basic utility services	70,003	-	-	-	-	70,003
Community development	295,693	-	-	-	321,864	617,557
Community environment	610,238	-	-	-	13,380	623,618
Fire	4,655,672	-	-	-	633,179	5,288,851
General government	1,419,820	-	-	-	-	1,419,820
Health	-	-	-	-	401,254	401,254
Judicial	1,406,515	-	-	-	521,336	1,927,851
Parks and recreation	1,269,318	-	-	-	-	1,269,318
Police	5,505,499	-	-	-	754,486	6,259,985
Street repair and maintenance	-	1,319,599	-	-	112,185	1,431,784
Capital outlay	11,567	481,247	4,964,361	2,108,619	626,011	8,191,805
Debt service:						
Principal	35,000	-	2,757,110	-	528,182	3,320,292
Bond issuance costs	-	-	44,926	-	9,128	54,054
Interest	2,494	-	62,925	-	16,489	81,908
Total expenditures	15,281,819	1,800,846	7,829,322	2,108,619	3,937,494	30,958,100
Excess (deficiency) of revenues over (under) expenditures	665,335	(542,957)	(2,078,924)	(607,850)	(430,165)	(2,994,561)
OTHER FINANCING SOURCES (USES):						
Transfers in	-	580,000	120,000	-	75,000	775,000
Bonds issued	-	-	2,304,260	-	468,182	2,772,442
Premium on bond issuance	-	-	91,650	-	18,699	110,349
Sale of capital assets	-	-	37,276	-	-	37,276
Transfers out	(775,000)	-	(63,932)	-	-	(838,932)
Total other financing sources (uses)	(775,000)	580,000	2,489,254	-	561,881	2,856,135
Net change in fund balances	(109,665)	37,043	410,330	(607,850)	131,716	(138,426)
Fund balances, beginning of year restated	10,833,826	701,687	2,562,072	1,661,880	3,440,696	19,200,161
Fund balances, end of year	\$ 10,724,161	\$ 738,730	\$ 2,972,402	\$ 1,054,030	\$ 3,572,412	\$ 19,061,735

See Notes to the Basic Financial Statements.

CITY OF SIDNEY, 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

Net change in fund balances - total governmental funds \$ (138,426)

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

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

Capital asset additions	6,858,391
Current year depreciation	(4,028,274)
Proceeds from sale of assets	(37,276)
Gain on sale of assets	32,023

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

Income taxes	(1,262,444)
Intergovernmental revenue	(57,958)
Investment income	(7,357)
Other revenue	397,620

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

3,320,292

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

Pension	1,880,904
OPEB	37,511

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

Pension	(3,080,977)
OPEB	(712,275)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Vacation and sick leave benefits	(53,256)
Interest payable	3,067
Amortization of bond premium	27,290

Proceeds from issuance of bonds is recorded as an other financing source in the governmental funds, but the issue increases long-term liabilities in the statement of net position.

(2,772,442)
(110,349)

Internal service funds are used by management to charge the costs of certain activities, such as the central garage, and health insurance to individual funds. The net revenue (expense) of the internal service funds related to governmental activities is reported with governmental activities.

Change in Net Position	(169,021)
Add: Enterprise allocation	32,077

Change in net position of governmental activities \$ 159,120

See Notes to the Basic Financial Statements.

**CITY OF SIDNEY, OHIO
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2020**

	Business-type Activities					Governmental Activities - Internal Service Funds
	Sewer	Stormwater	Water	Non-major Enterprise Funds	Totals	
ASSETS						
Current assets:						
Pooled cash	\$ 1,104,071	\$ 123,636	\$ 961,187	\$ 151,270	\$ 2,340,164	\$ 81,232
Cash	-	-	-	-	-	452,227
Pooled investments	7,199,571	806,255	6,267,835	986,454	15,260,115	529,733
Receivables:						
Accounts	845,843	49,879	1,096,186	110,684	2,102,592	-
Interest	327	-	284	-	611	-
Other	73,578	2,884	157,567	16,443	250,472	11,636
Receivables from other governments	-	-	21,805	67,680	89,485	-
Inventory	72,993	25,668	256,549	31,791	387,001	15,434
Prepaid items	1,882	-	15,117	3,469	20,468	121,989
Total current assets	<u>9,298,265</u>	<u>1,008,322</u>	<u>8,776,530</u>	<u>1,367,791</u>	<u>20,450,908</u>	<u>1,212,251</u>
Noncurrent assets:						
Capital assets not subject to depreciation:						
Land	126,320	14,126	6,203,394	1,059,352	7,403,192	-
Construction in progress	254,023	-	147,050	76,881	477,954	-
Capital assets net of accumulated depreciation	<u>39,510,326</u>	<u>5,239,575</u>	<u>40,207,905</u>	<u>6,240,595</u>	<u>91,198,401</u>	<u>709,636</u>
Total noncurrent assets	<u>39,890,669</u>	<u>5,253,701</u>	<u>46,558,349</u>	<u>7,376,828</u>	<u>99,079,547</u>	<u>709,636</u>
DEFERRED OUTFLOWS OF RESOURCES						
Pension	220,436	34,113	218,545	105,567	578,661	168,515
OPEB	156,133	24,162	154,796	74,772	409,863	119,356
Total deferred outflows of resources	<u>376,569</u>	<u>58,275</u>	<u>373,341</u>	<u>180,339</u>	<u>988,524</u>	<u>287,871</u>
Total assets & deferred outflows	<u>\$ 49,565,503</u>	<u>\$ 6,320,298</u>	<u>\$ 55,708,220</u>	<u>\$ 8,924,958</u>	<u>\$ 120,518,979</u>	<u>\$ 2,209,758</u>
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 251,150	\$ 1,555	\$ 248,921	\$ 55,542	\$ 557,168	\$ 57,694
Salaries and benefits payable	51,708	6,589	53,291	18,461	130,049	37,668
Claims payable	-	-	-	-	-	270,324
Current portion of long term debt	1,384,630	-	953,147	-	2,337,777	-
Compensated absences	10,459	358	6,486	2,203	19,506	5,547
Unearned revenue	200,330	73,589	-	237,601	511,520	-
Refundable deposits	-	-	285,465	145	285,610	-
Accrued interest payable	152,984	-	383,688	-	536,672	-
Total current liabilities	<u>2,051,261</u>	<u>82,091</u>	<u>1,930,998</u>	<u>313,952</u>	<u>4,378,302</u>	<u>371,233</u>
Noncurrent liabilities:						
Noncurrent portion of long term debt	17,396,435	-	28,652,025	-	46,048,460	-
Net pension liability	1,348,229	208,644	1,336,666	645,664	3,539,203	1,030,673
Net OPEB liability	941,814	145,747	933,756	451,028	2,472,345	719,982
Compensated absences	238,843	18,449	148,692	49,475	455,459	116,575
Total noncurrent liabilities	<u>19,925,321</u>	<u>372,840</u>	<u>31,071,139</u>	<u>1,146,167</u>	<u>52,515,467</u>	<u>1,867,230</u>
Total liabilities	<u>21,976,582</u>	<u>454,931</u>	<u>33,002,137</u>	<u>1,460,119</u>	<u>56,893,769</u>	<u>2,238,463</u>
DEFERRED INFLOWS OF RESOURCES						
Pension	286,121	44,278	283,665	137,024	751,088	218,728
OPEB	134,510	20,816	133,358	64,415	353,099	102,826
Total deferred inflows of resources	<u>420,631</u>	<u>65,094</u>	<u>417,023</u>	<u>201,439</u>	<u>1,104,187</u>	<u>321,554</u>
NET POSITION						
Net investment in capital assets	20,966,555	5,253,701	16,791,302	7,349,982	50,361,540	709,636
Unrestricted	6,201,735	546,572	5,497,758	(86,582)	12,159,483	(1,059,895)
Total net position	<u>27,168,290</u>	<u>5,800,273</u>	<u>22,289,060</u>	<u>7,263,400</u>	<u>62,521,023</u>	<u>(350,259)</u>
Total liabilities, deferred inflows and net position	<u>\$ 49,565,503</u>	<u>\$ 6,320,298</u>	<u>\$ 55,708,220</u>	<u>\$ 8,924,958</u>	<u>\$ 120,518,979</u>	<u>\$ 2,209,758</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					(244,168)	
Total position from above					<u>62,521,023</u>	
Net position of business-type activities					<u>\$ 62,276,855</u>	

See Notes to the Basic Financial Statements.

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

	Business-type Activities					Governmental Activities - Internal Service Funds
	Sewer	Stormwater	Water	Non-major Enterprise Funds	Totals	
OPERATING REVENUES:						
Charges for services	\$ 6,051,593	\$ 854,133	\$ 6,819,355	\$ 2,275,542	\$ 16,000,623	\$ 5,128,304
Other revenue	103,316	37,000	142,081	80,732	363,129	76,946
Total operating revenues	<u>6,154,909</u>	<u>891,133</u>	<u>6,961,436</u>	<u>2,356,274</u>	<u>16,363,752</u>	<u>5,205,250</u>
OPERATING EXPENSES:						
Personal services	1,586,513	309,858	1,768,229	549,615	4,214,215	1,285,916
Operations and maintenance	1,738,190	130,061	2,150,825	2,463,303	6,482,379	1,760,604
Claims paid	-	-	-	-	-	2,204,079
Depreciation & amortization	1,389,873	219,654	1,255,362	374,397	3,239,286	145,774
Total operating expenses	<u>4,714,576</u>	<u>659,573</u>	<u>5,174,416</u>	<u>3,387,315</u>	<u>13,935,880</u>	<u>5,396,373</u>
Operating income (loss)	<u>1,440,333</u>	<u>231,560</u>	<u>1,787,020</u>	<u>(1,031,041)</u>	<u>2,427,872</u>	<u>(191,123)</u>
NONOPERATING REVENUES (EXPENSES):						
Investment income	64,672	-	46,801	-	111,473	8,530
Intergovernmental	-	-	26,458	709,469	735,927	1,347
Contributions	-	-	-	-	-	-
Gain (loss) on disposal of assets	58,500	-	-	10,502	69,002	-
Interest expense	(438,440)	-	(867,066)	-	(1,305,506)	-
Total nonoperating revenues (expenses)	<u>(315,268)</u>	<u>-</u>	<u>(793,807)</u>	<u>719,971</u>	<u>(389,104)</u>	<u>9,877</u>
(Loss) before contributions and transfers	1,125,065	231,560	993,213	(311,070)	2,038,768	(181,246)
Capital grants & contributions	5,928	-	30,325	338,925	375,178	12,225
Transfers in	-	-	-	63,932	63,932	-
Change in net position	1,130,993	231,560	1,023,538	91,787	2,477,878	(169,021)
Total net position - beginning	<u>26,037,297</u>	<u>5,568,713</u>	<u>21,265,522</u>	<u>7,171,613</u>		<u>(181,238)</u>
Total net position - ending	<u>\$ 27,168,290</u>	<u>\$ 5,800,273</u>	<u>\$ 22,289,060</u>	<u>\$ 7,263,400</u>		<u>\$ (350,259)</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds					<u>(32,077)</u>	
Change in net position of business-type activities					<u>\$ 2,445,801</u>	

See Notes to the Basic Financial Statements.

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

	Business-type Activities				Totals	Governmental Activities - Internal Service Funds
	Sewer	Stormwater	Water	Non-major Enterprise Funds		
Cash flows from operating activities:						
Receipts from customers and users	\$ 6,384,806	\$ 801,547	\$ 6,996,881	\$ 2,355,441	\$ 16,538,675	\$ 171,172
Receipts from interfund services	13,856	224,478	26,585	-	264,919	5,022,442
Payments to suppliers	(865,042)	(48,362)	(1,340,608)	(2,111,025)	(4,365,037)	(1,587,385)
Payments to employees	(1,475,298)	(208,974)	(1,458,896)	(542,633)	(3,685,801)	(1,118,139)
Payments for claims	-	-	-	-	-	(2,160,294)
Payments for interfund services used	(821,634)	(84,368)	(784,473)	(365,454)	(2,055,929)	(137,488)
Net cash provided by (used for) operating activities	<u>3,236,688</u>	<u>684,321</u>	<u>3,439,489</u>	<u>(663,671)</u>	<u>6,696,827</u>	<u>190,308</u>
Cash flows from noncapital financing activities:						
Transfers in	-	-	-	63,932	63,932	-
Intergovernmental	-	-	-	709,469	709,469	1,347
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>773,401</u>	<u>773,401</u>	<u>1,347</u>
Cash flows from capital and related financing activities:						
Acquisition of capital assets	(1,817,347)	(356,812)	(410,440)	(69,358)	(2,653,957)	(125,878)
Proceeds from sale of capital assets	58,500	-	-	10,502	69,002	-
Proceeds from the issuance of capital debt	3,820,740	-	2,706,818	-	6,527,558	-
Premium on bond issuance	151,966	-	93,450	-	245,416	-
Principal paid on capital debt	(5,099,548)	-	(3,433,869)	-	(8,533,417)	-
Interest paid on capital debt	(403,943)	-	(864,938)	-	(1,268,881)	-
Capital contributions	5,928	-	30,325	220,648	256,901	-
Net cash provided by (used for) capital and related financing activities	<u>(3,283,704)</u>	<u>(356,812)</u>	<u>(1,878,654)</u>	<u>161,792</u>	<u>(5,357,378)</u>	<u>(125,878)</u>
Cash flows from investing activities:						
Proceeds from sales and maturities of investments	12,260,390	1,065,928	9,170,729	1,426,165	23,923,212	731,532
Purchase of investments	(11,638,590)	(1,303,314)	(10,132,376)	(1,594,608)	(24,668,888)	(856,315)
Interest on investments	68,497	-	49,386	-	117,883	8,530
Net cash provided by (used for) investing activities	<u>690,297</u>	<u>(237,386)</u>	<u>(912,261)</u>	<u>(168,443)</u>	<u>(627,793)</u>	<u>(116,253)</u>
Net increase (decrease) in cash	643,281	90,123	648,574	103,079	1,485,057	(50,476)
Pooled cash, beginning of year	460,790	33,513	312,613	48,191	855,107	583,935
Pooled cash, end of year	<u>\$ 1,104,071</u>	<u>\$ 123,636</u>	<u>\$ 961,187</u>	<u>\$ 151,270</u>	<u>\$ 2,340,164</u>	<u>\$ 533,459</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 1,440,333	\$ 231,560	\$ 1,787,020	\$ (1,031,041)	\$ 2,427,872	\$ (191,123)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation & amortization	1,389,873	219,654	1,255,362	374,397	3,239,286	145,774
Change in assets and deferred outflows:						
Accounts receivable	268,597	(25,209)	42,165	30,323	315,876	-
Other receivables	(25,014)	154,474	(36,802)	(33,884)	58,774	(11,636)
Prepaid items	(77)	-	953	(212)	664	13,127
Inventory	26,613	(2,702)	(14,170)	(5,034)	4,707	(1,418)
Deferred outflows - Pension	386,468	35,907	322,078	193,570	938,023	262,506
Deferred outflows - OPEB	(75,092)	(14,812)	(82,606)	(34,828)	(207,338)	(61,802)
Change in liabilities and deferred inflows:						
Accounts & claims payable	24,978	33	38,961	(7,930)	56,042	67,807
Salaries and benefits payable and compensated absences	35,207	197	6,716	2,183	44,303	(12,863)
Refundable deposits	-	-	56,667	-	56,667	-
Unearned revenue	170	5,627	-	2,727	8,524	-
Net pension liability	(627,852)	(19,342)	(423,605)	(328,325)	(1,399,124)	(372,737)
Net OPEB liability	8,473	38,065	102,346	(9,006)	139,878	57,124
Deferred inflows - Pension	257,298	40,953	257,991	122,817	679,059	198,259
Deferred inflows - OPEB	126,713	19,916	126,413	60,572	333,614	97,290
Net cash provided by (used for) operating activities	<u>\$ 3,236,688</u>	<u>\$ 684,321</u>	<u>\$ 3,439,489</u>	<u>\$ (663,671)</u>	<u>\$ 6,696,827</u>	<u>\$ 190,308</u>
Noncash investing, capital and financing activities:						
Purchase of equipment on account	\$ 143,049	\$ -	\$ 161,875	\$ 26,846	\$ 331,770	\$ -
Prior year purchase of equipment on account	\$ 235,422	\$ 216,067	\$ 579,374	\$ 5,959	\$ 1,036,822	\$ -
Contributions of capital assets from other governments	\$ -	\$ -	\$ -	\$ 112,368	\$ 112,368	\$ -
Debt principal paid by third party	\$ -	\$ -	\$ 15,708	\$ -	\$ 15,708	\$ -
Debt proceeds paid directly to third party	\$ 554,286	\$ -	\$ 2,802,352	\$ -	\$ 3,356,638	\$ -
Debt interest paid by federal subsidy	\$ -	\$ -	\$ 26,458	\$ -	\$ 26,458	\$ -
Contributions of capital assets from governmental activities	\$ -	\$ -	\$ -	\$ 5,909	\$ 5,909	\$ 12,225

See Notes to the Basic Financial Statements.

CITY OF SIDNEY, OHIO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2020

	<u>Custodial Funds</u>	<u>Private-Purpose Trust Funds</u>
ASSETS		
Pooled cash	\$ 4,666	\$ 4,398
Cash held by outside agent	274,192	-
Pooled investments	30,430	28,678
Receivable		
Accounts	7,875	-
Interest	<u>-</u>	<u>1</u>
Total assets	<u>\$ 317,163</u>	<u>\$ 33,077</u>
LIABILITIES		
Accounts payable	\$ 6,289	50
Payable to other governments	<u>124,117</u>	<u>-</u>
Total liabilities	<u>\$ 130,406</u>	<u>\$ 50</u>
NET POSITION		
Restricted for:		
Individuals & organizations & other governments	<u>\$ 186,757</u>	<u>\$ 33,027</u>
Total Net position	<u>\$ 186,757</u>	<u>\$ 33,027</u>

See Notes to the Basic Financial Statements

CITY OF SIDNEY, OHIO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Custodial Funds	Private-Purpose Trust Funds
	<u> </u>	<u> </u>
ADDITIONS		
Charges for services	\$ 79,737	\$ -
Court costs & fines	1,837,083	-
Contributions	8,462	-
Investment income	-	282
	<u>1,925,282</u>	<u>282</u>
DEDUCTIONS		
Purchase of flowers	-	762
Judgement costs & bond reimbursements	924,605	-
Payments to other governments	969,944	-
Clean-up expenses	15,321	-
	<u>1,909,870</u>	<u>762</u>
Change in net position	15,412	(480)
Net position, beginning of year - restated	<u>171,345</u>	<u>33,507</u>
Net position, end of year	<u>\$ 186,757</u>	<u>\$ 33,027</u>

See Notes to the Basic Financial Statements

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

1. Summary of Significant Accounting Policies:

A. Reporting Entity

The City of Sidney, Ohio (City) is a political unit incorporated and established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The City was incorporated in 1820, and has a Council-Manager form of government. The City provides the following services: police, fire, judicial, highways and streets, water, sewer, sanitation, recreation, public transportation, public improvements, planning and zoning and general administrative services.

For financial reporting purposes, the City includes in this report all funds, agencies, boards, commissions, and departments in accordance with criteria established in Governmental Accounting Standards Board (GASB) Statement No. 14, as amended by GASB Statement No. 39. Under the provisions of GASB Statement No. 14 (as amended), the City of Sidney is the primary government, since it is a general purpose government that has a separate elected governing body; functions as a separate legal entity; and is fiscally independent of other state and local governments. As used in GASB Statement No. 14, fiscally independent means that the City may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue debt. As required by accounting principles generally accepted in the United States of America, these basic financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations and so data is combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the combined financial statements to emphasize it is legally separate from the government. There are no blended or discretely presented component units at December 31, 2020.

Certain units of local governments, over which the City exercises no authority, such as the Shelby County Library District, Shelby County Health District and Upper Valley Career Center, are other local governmental and non-profit entities with independent elected officials and are excluded from the accompanying basic financial statements. The City is not a component unit of any other entity and does not have any component units, which require inclusion in the basic financial statements.

Other local governments and non-profit entities that overlap the City's boundaries are Shelby County and the Sidney City School District. These entities do not meet the reporting entity criteria and, therefore, are not included in the City's financial reports.

B. Basis of Presentation

Government-wide financial statements

The statement of net position and the statement of activities display information about the City as a whole. These statements distinguish between activities that are governmental in nature, which are normally supported by taxes and intergovernmental revenues; and business-type activities, which rely to a significant extent upon fees and charges for support. During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in the business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column. The activities of the internal service funds are eliminated to avoid "doubling up" revenues and expenses.

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers are eliminated as well and are included in the internal balances on the government-wide statement of net position. The government-wide financial statements do not include the City's fiduciary funds.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows.

The government-wide statement of activities presents a comparison between expenses and program revenues for each segment of the business-type activities of the City and for each governmental program. Program revenues include charges paid by the recipients of the goods or services as well as grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business-type segment is self-supporting or relies upon general revenues of the City.

Fund Financial Statements

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. Fiduciary funds are excluded from the government-wide financial statements. Major individual governmental and enterprise funds are reported in separate columns in the fund financial statements. All other funds are aggregated and reported as non-major governmental or non-major enterprise funds.

The accounting policies and financial reporting practices of the City conform to accounting principles generally accepted in the United States of America for local governments as prescribed by the GASB. The accounts of the City are organized based on funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets and deferred outflows, liabilities and deferred inflows, fund equity, revenues and expenditures (expenses). Fund accounting segregates funds according to the intended purpose and is used to aid management in demonstrating compliance with financial-related legal and contractual provisions.

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The City reports the following major governmental funds:

General Fund - The General Fund is used to account for government resources not accounted for in any other fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the City Charter and/or the general laws of the State of Ohio. In addition, it accounts for the collection, collection costs, and distribution of City-levied income tax.

Street Repair & Maintenance Fund – To account for state-levied and controlled gasoline tax and motor vehicle registration fees restricted for street maintenance and repair.

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

Capital Improvement Fund – To account for the income tax resources for capital improvements used for general improvement of all City facilities and operations.

Municipal Earned Income Tax for Street Capital Fund – To account for the one-quarter percent (0.25%) levy and shall be used entirely for the construction, reconstruction, resurfacing, or maintenance of streets, alley, bridges, curbs and gutters in the City and the cost incidental thereto.

Proprietary (Business-type) Funds

The proprietary funds are used to account for the City's ongoing activities that are similar to those found in the private sector where the intent of the governing body is that the cost (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. The City reports the following major proprietary funds:

Water Fund – Accounts for the operation of the waterworks distribution system and related expenses, including capital improvement and debt service. The operation is exclusively financed by customer user charges.

Sewer Fund – Accounts for the operation of the sanitary sewer collection and treatment system and related expenses, including capital improvement and debt service. The operation is exclusively financed by customer user charges.

Stormwater Fund - Accounts for the operation and maintenance of the stormwater system, and related expenses, including capital improvement. The operations are financed through customer user charges.

Additionally, the City reports the following fund types:

Internal service funds – Account for services, such as information management, vehicle maintenance, revenue collections, health care self-insurance and service center operations, provided to other departments of the City on a cost-reimbursement basis.

Fiduciary funds – Generally are used to account for assets held in a fiduciary capacity on behalf of others. The City holds assets in three custodial funds for other entities: (1) Municipal Court, (2) Village of Port Jefferson's sewer bills, and (3) the Great Miami River Watershed Protection Project. The City also has four private-purpose trust funds: (1) B. Bennett Flower Trust Fund, (2) B. Slonkosky Flower Trust Fund (3) C. Truster Flower Trust Fund, and (4) Ike Mausoleum Family Trust Fund.

C. Basis of Accounting

Governmental Funds. The accounting and financial reporting treatment that applies to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets or deferred outflows and current liabilities or deferred inflows are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in current financial resources.

The modified accrual basis of accounting is used for all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be reasonably determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The City considers revenues available if they are collected within 30 days after year-end. Expenditures are recorded generally when the related fund liability is

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

incurred. However, debt service expenditures, as well as expenditures related to compensated absences, net pension liabilities, net OPEB liabilities, and claims and judgments, are recorded only when payment is due.

Those revenues susceptible to accrual are property taxes, income taxes, intergovernmental revenues, franchise taxes, special assessments, licenses, interest revenue and charges for services. Fines, permits and parking meter revenues are not susceptible to accrual because they are generally not measurable until received in cash.

The City reports deferred outflows of resources on its governmental funds' balance sheet as a separate section. 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, deferred outflows of resources are reported on the government-wide statement of net position for deferred charges on pension and OPEB. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 20 and 21.

In addition to liabilities, deferred inflows of resources arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, or when the City has a legal claim to the resources, the liability for deferred inflow of resources is removed from the balance sheet and revenue is recognized. For the City, deferred inflows of resources include unavailable revenue, pension, and OPEB. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Certain 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 property taxes, income taxes, special assessments, forgivable loans and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the reconciliation of total governmental fund balance to net position of governmental activities found on page 19. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position. See Notes 20 and 21.

Because governmental funds' financial statements use a different measurement focus and basis of accounting than the government-wide statements, governmental funds' financial statements include reconciliations to the government-wide statements.

Proprietary Funds. All proprietary funds – enterprise funds and internal service funds - are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows and all liabilities and deferred inflows associated with the operation of these funds are included on the balance sheet.

Proprietary fund-type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in the net total position. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The accrual basis of accounting is utilized by proprietary funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

Fiduciary Funds. Fiduciary funds are reported using the economic resources measurement focus and the accrual basis of accounting.

D. Budgets and Budgetary Accounting

The City follows procedures prescribed by State law in establishing the budgetary data reflected in the financial statements as follows:

- (1) The County Budget Commission has suspended the requirement to prepare a tax budget. In lieu of the tax budget, about January 1 of each year, the City will submit to the Budget Commission a report of estimated revenue and actual unencumbered cash balances by fund. Thereafter, the County Budget Commission will issue an Official Certificate of Estimated Resources (OCER).
- (2) Unencumbered appropriations lapse at year-end. No contract, agreement or other obligation involving the expenditure of money shall be entered into unless the Finance Officer first certifies that the money required for such contract, agreement, obligation or expenditure is in the treasury, or is anticipated to come into the treasury, before the maturity of such contract.
- (3) All funds of the City have annual budgets legally adopted by the City Council. The exception is that when the City receives federal or state grant funds to aid in paying the cost of any program, activity, or function of the City, the amount received may be deemed appropriated for such purpose.

The City Manager acts as budget officer for the City and submits a proposed operating budget to the City Council on an annual basis. Public hearings are held to obtain taxpayer comments. The Council enacts the budget through passage of an ordinance. The appropriations ordinance controls expenditures at the level of (1) personal services and (2) contractual, materials and other. Council can amend the budget at the legal level of control, through the passage of supplemental ordinances. Management can amend appropriations below this level without council approval. Supplemental appropriations to the original appropriations ordinance were made during the year, but were not material in relation to the original appropriations.

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary control in the governmental funds.

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

Schedules of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Budget (Non-GAAP) Basis for the General Fund and major special revenue funds are presented on the budgetary basis in the Required Supplementary Information to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (1) Revenues are recorded when received in cash (budget) as opposed to when they are both measurable and available (GAAP).
- (2) Expenditures are recorded when paid in cash (budget) as opposed to restricted, committed, or assigned fund balance (GAAP).
- (3) Encumbrances are recorded as the equivalent of expenditures (budget) as opposed to a restricted, committed, or assigned fund balance (GAAP).

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

E. Cash and Cash Equivalents

To improve cash management, most of the cash received by the City is pooled. The exceptions to this policy are as follows:

- Municipal Court, a custodial fund, maintains its deposits in a separate checking account.
- An outside agency, Shelby County, is holding cash deposits for the County Auto License Fund (a nonmajor governmental fund).
- Miami Valley Risk Management Association, a joint insurance pool, is holding a cash reserve for the City's insurance purposes included in the General Fund.
- Insurance premiums collected and paid for on behalf of the City employees' health insurance are held in a separate checking account reported in the Self-Insurance Fund (an internal service fund).

Monies for all other funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through City records. Each fund's interest in the pool is presented as "Pooled Cash" on the balance sheet.

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

F. Pooled Investments

All investments of the City are recorded at fair value, in accordance with GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools." The statement established accounting and reporting guidelines for government investments and investment pools. Interest earnings from investments are allocated to the General Fund except for funds derived from contract, trust agreement, grant terms or City policy that requires crediting otherwise.

G. Inventory and Prepaid Items

Inventory is valued at cost using the first-in/first out (FIFO) method. The proprietary funds' inventories are recorded as expenses when used. Inventory in governmental funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are used. Inventory is accounted for using the consumption method. Reported inventories are included within the nonspendable fund balance classification in the governmental funds category, which indicates that it does not constitute available resources.

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. Reported prepaid items are included within the nonspendable fund balance classification in the governmental funds category, which indicates that it does not constitute available resources.

H. Capital Assets

Capital assets include land, construction in progress, improvements to land, buildings, building improvements, machinery, equipment, infrastructure and all other assets that are used in operations and that have initial useful lives extending beyond a single reporting period. Infrastructure is defined as long-lived capital assets that normally are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Examples of infrastructure include roads, bridges, sidewalks, and similar items.

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. All capital assets are valued at historical cost, or estimated historical cost, if actual cost is not available. Donated capital assets are valued at their acquisition value at the time received. Interest incurred during the construction phase of capital assets of business-type activities and proprietary funds is capitalized.

When capital assets are purchased, they are capitalized and depreciated in the government-wide statements and the proprietary fund statements. Capital assets are recorded as expenditures of the current period in the governmental fund financial statements.

Depreciation is calculated using the straight-line method over the estimated useful lives of the assets. Estimated useful lives of the various classes of depreciable capital assets are as follows:

<u>Description</u>	<u>Estimated Useful Life (In Years)</u>
Land improvements	10 to 26
Buildings and improvements	10 to 45
Machinery and equipment	3 to 20
Infrastructure	23 to 50

I. Compensated Absences

City employees are granted vacation and sick leave in varying amounts. In the event of termination, an employee is reimbursed for accumulated vacation and sick leave at various rates. In conformity with GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if: a) the employee's rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for sick leave is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination payments, as well as those employees expected to become eligible in the future in accordance with GASB Statement No. 16. Sick leave benefits are accrued using the "vesting" method in accordance with GASB Statement No. 16."

Vested vacation and sick leave is recorded as an expense in the government-wide statements for the period in which such leave was earned. For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements.

Payment of vacation and sick leave recorded in the government-wide financial statements is dependent upon many factors; therefore, timing of future payments is not readily determinable. Management believes that sufficient resources will be made available when payment is due.

J. Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the City classifies its fund balance based on the purpose for which the resources were received and the level of constraint placed on the resources. The following categories are used:

Nonspendable – resources that are not in spendable form (inventory & prepaid expenses) or have a legal or contractual requirement to maintain the balance intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term

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amount of interfund loans.

Restricted – resources that have external purpose restraints imposed on them by providers, such as creditors, grantors, or other regulators, or through enabling legislation.

Committed – resources that are constrained for specific purposes that are internally imposed on them by the government by formal action (ordinance) at its highest level of decision-making authority, City Council. These committed amounts cannot be used for any other purpose unless the City Council changes the specified use by taking the same type of action it employed previously to commit those amounts.

Assigned – resources that are intended to be used for specific purposes as approved by the City Manager with authority given by City Charter. 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 City Council or a City official delegated that authority by City Charter or ordinance, or by State Statute.

Unassigned – residual fund balance within the General Fund that is not restricted, committed, or assigned. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from incurred expenses for specific purposes exceeding amounts that had been restricted, committed or assigned for said purposes.

The City applies restricted resources first when an expense is incurred for purposes that both restricted and unrestricted net position is available. The City considers committed, assigned, and unassigned fund balances, respectively, to be spent when expenditures are incurred for purposes for which any of the unrestricted fund balance classifications could be used.

K. Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. The caption “Net investment in capital assets” consists of capital assets net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position.

Net position is reported as restricted when constraints placed upon their use are either: 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments, or 2) imposed by law through constitutional provisions or enabling legislation. The net position is restricted for other purposes result from special revenue funds and the restrictions on their intended use. When both restricted and non-restricted resources are available for use, it is the City’s policy to use restricted resources first, and then non-restricted resources, as they are needed.

L. Pensions/Other Postemployment Benefits (OPEB)

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

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and OPEB plans report investments at fair value.

M. Grants and Other Intergovernmental Revenues

Federal grants and assistance awards made on the basis of entitlement periods are recorded as intergovernmental receivables and revenues when entitlement occurs. All other reimbursement-type grants are recorded as intergovernmental receivables and revenues when the related expenditures are incurred.

N. Interfund Activity

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

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

O. Estimates

The preparation of these financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and reported amounts of revenues and expenditure/expenses during the reporting period. Actual results could differ from those estimates.

P. Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources are reported as obligations of the funds. However, claims and judgments 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. 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.

Q. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "advances to/from 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.

2. Cash and Cash Equivalents:

The City maintains a cash deposit and investment pool for all funds, except for the following:

- Municipal Court, a custodial fund, maintains its deposits in a separate checking account in the amount of \$274,192 at December 31, 2020.

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- An outside agency, Shelby County, is holding cash deposits for the County Auto License Fund (a nonmajor governmental fund) in the amount of \$25,560 at December 31, 2020.
- Miami Valley Risk Management Association, a joint insurance pool, is holding a cash reserve for the City's insurance purposes included in the General Fund in the amount of \$1,009,131 at December 31, 2020.
- Insurance premiums collected and paid for on behalf of the City employees' health insurance are held in a separate checking account reported in the Self-Insurance Fund (an internal service fund) in the amount of \$452,227 at December 31, 2020.
- Imprest cash held on hand was \$3,100 at December 31, 2020.

At December 31, 2020, the carrying amount of the City's deposits was \$5,173,835 and the bank balance was \$5,640,613. Of the bank balance:

1. \$250,000 was covered by federal depository insurance;
2. \$5,390,613 was collateralized with securities held by the pledging financial institution's trust departments or agents, but not in the City's name, or by the financial institutions' participation in the Ohio Pooled Collateral System (OPCS).

Protection of the City's 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 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.

The State of Ohio by statute has established collateral requirements for financial institutions acting as public depositories. The public depositories must either pledge specific qualified securities through the Ohio Pooled Collateral System with a market value of at least equal to 102% of the total amount of all public deposits to be secured, or pledge a pool of collateral with a market value of at least 105% of the total amount of public deposits secured. Pooled securities so pledged provide the equivalent of a deposit insurance fund. This approach protects all public entities against a single public depository collapse. The state has implemented collateral pools to minimize the interest penalty to public entities for protecting public deposits. For the year ended December 30, 2020, the City's financial institution was approved for a reduced collateral rate of 50% through the Ohio Pooled Collateral System. All investments are reported at fair value, which is based on quoted market prices. The City has no deposit policy for custodial risk beyond the requirements of State statute.

3. Pooled Investments:

Each fund's share of investments is shown separately on the combined balance sheet as "pooled investments." Income accrued on investments is shown collectively by fund on the balance sheet as "interest receivable."

The City's pooled investments consisted of U.S. Government-Sponsored agencies, a money market mutual fund, and State Treasury Asset Reserve of Ohio (STAR Ohio), totaling \$33,738,236 at December 31, 2020. These pooled investments have weighted average maturity of approximately three months. The weighted average maturity was calculated using estimated maturity dates at December 31, 2020 based on the City's Investment Advisor's estimate of when an investment will be called.

Interest Rate Risk. To the extent possible, the City will attempt to match its investments with anticipated cash flow requirements. In accordance with its investment policy, the City manages its exposure to declines in fair values by not directly investing in securities maturing more than five years from the date of purchase unless matched to a specific cash flow requirement.

Credit Risk. As of December 31, 2020, the City's investments in government-sponsored agencies, except

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STAR Ohio, were rated AA+ by Standard & Poor’s and Aaa by Moody’s Investors Service. STAR Ohio and money market fund carry a rating of AAAM by Standard & Poor’s. The City’s investment policy is silent regarding credit risk of investments.

Custodial Credit Risk. The ORC, the City’s charter, and the City’s investment policy authorize the City to invest in the STAR Ohio, certificates of deposit, repurchase agreements, United States treasury bills and notes, notes issued by United States agencies and government-sponsored corporations, bankers’ acceptances and commercial paper of the highest rating. The above legislative investment policy applies to all funds and fund types. All deposits are made to authorized public depositories and contracts with such institutions that are in accordance with the ORC and the City’s charter.

Concentration of Credit Risk. To avoid over-concentration in securities from a specific issuer or business sector (excluding securities of the U.S. Treasury, U.S. government-sponsored agencies, and U.S. government-sponsored agencies), the City has established the following maximum allocations based on investments valued at cost:

Certificates of Deposit	40%
Commercial Paper and Banker Acceptances	25%
Repurchase agreements, money market fund, STAR Ohio, and NOW accounts	50%

Investments in any issuer that represents 5% or more of the total investments (excluding cash and cash equivalents) at December 31, 2020 include:

<u>Issuer</u>	<u>Fair Value</u>	<u>Percent</u>
Money Market Fund	\$ 16,655,662	49%
Star Ohio	\$ 16,331,305 *	48%

*Valued at amortized cost

Prior to December 31, 2020, several of the City’s investments in U.S. Government sponsored agencies were called. Those proceeds were temporarily invested in Star Ohio and Money Market funds’ causing that concentration to temporarily exceed policy until the investment policy was updated in January 2021.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The table above identifies the City’s recurring fair value measurements as of December 31, 2020.

The City’s investments in Federal Home Loan Bank 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). The City’s investments in the money market fund are valued using quoted market prices in active markets (Level 1 inputs).

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

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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.

4. Income Taxes:

Municipalities within the State of Ohio are permitted by state statute to levy an income tax up to a maximum rate of 1% subject to the approval of the local legislative body. Any rate in excess of 1% requires the approval of a majority of the eligible voters residing within the municipal corporation. The City of Sidney levies a permanent 1.5% tax on all wages, salaries, commissions and other compensation paid by employers and the net profits from a business or professional person earned within the City, excluding income from intangible personal property. In addition, City residents pay City income tax on income earned outside the City, net of a credit for income taxes paid to other municipalities.

In an election held during November 2014, voters approved an income tax levy of an additional annual tax on income at the rate of one-quarter of one percent (.25%) commencing on and after January 1, 2015 and sunsetting December 31, 2019 to provide funds for the construction, reconstruction, resurfacing and maintenance of streets, alleys, bridges, curbs and gutters and cost incidental thereto. In an election held during November 2019, voters approved an income tax levy of an additional annual tax on income (.15%) commencing on and after January 1, 2020 and sunsetting December 31, 2024 to provide funds for the construction, reconstruction, resurfacing and maintenance of streets, alleys, bridges, curbs and gutters and cost incidental thereto.

5. Property Taxes:

Property taxes are levied against all real and public utility property located in the City. Revenues from property taxes are used by the City pursuant to state statutes for General Fund operations and as a partial provision for payment of accrued police and fire pension costs.

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% (10 mills) of assessed value without a vote of the people. Under current procedures, the City's share is 0.320% (3.2 mills) of assessed value, including .6 mills to fund the police and fire unfunded pension liability.

Real property and public utility taxes collected during 2020 were levied on December 31, 2019 on assessed values listed as of January 1, 2019, the lien date. One-half of these taxes were due on February 14, 2020 with the remaining balance due on July 20, 2020.

Assessed values of real property are established by State law at 35% of appraised market value. A revaluation of all property is required to be completed no less than every six years with equalization adjustments in the third year following reappraisal. The last revaluation was completed in 2020. Public utility property taxes are assessed on tangible personal property as well as land and improvements at true value (50% of cost). The assessed value for 2019 upon which the 2020 levy was based was approximately \$378,223,960. The assessed value for 2020 upon which the 2021 levy will be based is approximately \$419,419,200.

The Shelby County Treasurer collects property taxes on behalf of all taxing districts, including the City of Sidney. The County Auditor periodically remits to the City its portion of taxes collected.

CITY OF SIDNEY, OHIO
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6. Receivables:

Receivables at December 31, 2020, consisted of taxes, accounts, interest, loans, special assessments, other receivables, and intergovernmental receivables arising from grants, entitlements, and shared revenue. All intergovernmental receivables have been classified as "Receivables from other governments" on the fund financial statements. Receivables have been recorded to the extent that they are measurable at December 31, 2020.

A summary of the principal items of receivables reported on the statement of net position follows:

	<u>Governmental</u> <u>activities:</u>	<u>Business-type</u> <u>activities:</u>
Income taxes	\$ 1,750,528	\$ -
Property taxes	1,301,008	-
Other taxes	15,988	-
Accounts	-	2,102,592
Interest	919	611
Loans	708,781	-
Special assessments	287,660	-
Other	385,804	250,472
Receivables from other governments	1,290,813	89,485
Total Receivables	\$ 5,741,501	\$ 2,443,160

Receivables have been aggregated on the face of the basic financial statements. The only receivables not expected to be collected within the subsequent year are loans receivable.

7. Capital Assets:

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

Governmental activities:

	<u>Beginning</u> <u>Balance</u>	<u>Additions</u>	<u>Disposals</u>	<u>Net</u> <u>Transfers</u>	<u>Ending</u> <u>Balance</u>
<i>Capital assets not being depreciated:</i>					
Land	\$ 8,452,359	\$ 46,175	\$ -	\$ -	\$ 8,498,534
Construction in progress	934,849	825,985	-	(281,122)	1,479,712
Subtotal	9,387,208	872,160	-	(281,122)	9,978,246
<i>Capital assets being depreciated:</i>					
Buildings and land improvements	20,036,701	51,104	-		20,087,805
Machinery and equipment	15,164,478	1,216,580	(393,683)	44,880	16,032,255
General infrastructure	74,293,373	4,856,651	-	281,122	79,431,146
Subtotal	109,494,552	6,124,335	(393,683)	326,002	115,551,206
Totals at historical cost	118,881,760	6,996,495	(393,683)	44,880	125,529,452
<i>Less accumulated depreciation for:</i>					
Buildings and land improvements	9,036,145	445,569	-	-	9,481,714
Machinery and equipment	9,833,589	1,085,368	(388,430)	44,880	10,575,407
General infrastructure	36,436,614	2,643,111	-	-	39,079,725
Total accumulated depreciation	55,306,348	4,174,048	(388,430)	44,880	59,136,846
Net capital assets	\$ 63,575,412	\$ 2,822,447	\$ (5,253)	\$ -	\$ 66,392,606

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Depreciation was charged to governmental activities as follows:

Community development	\$ 5,536
Community environment	4,262
Fire	480,275
General government	57,017
Health	63,865
Judicial	150,528
Parks and recreation	197,783
Police	342,126
Street repairs and maintenance	<u>2,726,882</u>

Total governmental funds depreciation expense \$ 4,028,274

Internal service funds' depreciation 145,774

Total additions to accumulated depreciation of governmental activities \$ 4,174,048

Business-type activities:

	Beginning Balance	Additions	Disposals	Net Transfers	Ending Balance
<i>Capital assets not being depreciated:</i>					
Land	\$ 7,403,192	\$ -	\$ -	\$ -	\$ 7,403,192
Construction in progress	<u>9,566,054</u>	<u>441,167</u>	<u>-</u>	<u>(9,529,267)</u>	<u>477,954</u>
Subtotal	<u>16,969,246</u>	<u>441,167</u>	<u>-</u>	<u>(9,529,267)</u>	<u>7,881,146</u>
<i>Capital assets being depreciated:</i>					
Buildings, improvements and Infrastructure	113,220,967	3,753,378	-	9,501,175	126,475,520
Machinery and equipment	<u>15,095,422</u>	<u>1,229,275</u>	<u>(455,562)</u>	<u>(16,788)</u>	<u>15,852,347</u>
Subtotal	<u>128,316,389</u>	<u>4,982,653</u>	<u>(455,562)</u>	<u>9,484,387</u>	<u>142,327,867</u>
Totals at historical cost	<u>145,285,635</u>	<u>5,423,820</u>	<u>(455,562)</u>	<u>(44,880)</u>	<u>150,209,013</u>
<i>Less accumulated depreciation for:</i>					
Buildings, improvements and Infrastructure	36,403,863	2,416,090	-	-	38,819,953
Machinery and equipment	<u>11,986,759</u>	<u>823,196</u>	<u>(455,562)</u>	<u>(44,880)</u>	<u>12,309,513</u>
Total accumulated depreciation	<u>48,390,622</u>	<u>3,239,286</u>	<u>(455,562)</u>	<u>(44,880)</u>	<u>51,129,466</u>
Net capital assets	<u>\$ 96,895,013</u>	<u>\$ 2,184,534</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 99,079,547</u>

Depreciation was charged to business-type activities as follows:

Airport	\$ 221,218
Concession Stand	168
Sewer	1,389,873
Sidney Water Park	31,840
Stormwater	219,654
Transportation	121,171
Water	<u>1,255,362</u>

Total additions to accumulated depreciation of business-type activities \$ 3,239,286

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8. Noncurrent Liabilities:

The following is a summary of changes for noncurrent liabilities of the City for the year ended December 31, 2020:

Governmental activities:	Balance January 1, <u>2020</u>	<u>Additions</u>	<u>Reductions</u>	Balance December 31, <u>2020</u>	Due Within <u>One Year</u>
<u>Loan – direct borrowing</u>					
<i>OPWC Loan, 2017-2037, 0%, Fielding Road Reconstruction</i>	\$ 133,450	\$ -	\$ 7,850	\$ 125,600	\$ 7,850
<u>General obligation bonds</u>					
<i>Current Refunding G.O. bonds, 2013- 2024, 2.52% avg. Police Facility Construction</i>	2,340,000	-	2,340,000	-	-
<i>Current Refunding G.O. bonds, 2020- 2024, 2.0%, Police Facility Construction</i>	-	2,304,260	409,260	1,895,000	455,000
<i>G.O. bonds, 2011-2022, 2.0% to 2.5%, Fire & Police Pension</i>	105,000	-	35,000	70,000	35,000
<i>G.O. bonds 2010-2030, 2.0% to 4.25%, Kuther Road TIF, Water & Sewer Infrastructure</i>	155,000	-	155,000	-	-
<i>Current Refunding G.O. bonds 2020- 2030, 2.0% , Kuther Road TIF, Water & Sewer Infrastructure</i>	-	152,775	7,775	145,000	10,000
<i>G.O. bonds, 2010-2025, 2.0% to 4.0%, Menards TIF, Sewer Infrastructure</i>	320,000	-	320,000	-	-
<i>Current Refunding G.O. bonds, 2020- 2025, 2.0%, Menards TIF, Sewer Infrastructure</i>	-	315,407	45,407	270,000	50,000
<u>Other long-term liabilities</u>					
Premium on Bonds	6,668	110,349	27,290	89,727	-
Net Pension Liability					
Ohio Public Employees Retirement System (OPERS)	9,391,210	-	2,617,739	6,773,471	-
Ohio Police & Fire Pension Fund (OP&F)	21,431,371	-	4,014,533	17,416,838	-
Net OPEB Liability					
Ohio Public Employees Retirement System (OPERS)	4,435,650	296,016	-	4,731,666	-
Ohio Police & Fire Pension Fund (OP&F)	2,390,960	162,858	-	2,553,818	-
Accrued vacation and sick leave	<u>2,183,967</u>	<u>727,623</u>	<u>692,874</u>	<u>2,218,716</u>	<u>129,368</u>
Total	<u>\$42,893,276</u>	<u>\$ 4,069,288</u>	<u>\$ 10,672,728</u>	<u>\$36,289,836</u>	<u>\$ 687,218</u>

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Business-type activities:	Balance January 1, 2020	Additions	Reductions	Balance December 31, 2020	Due Within One Year
<u>OWDA loans – direct borrowings:</u>					
Water fund:					
<i>O.W.D.A. loans, 2009-2029, 0% ARRA – Distribution system upgrades, Automated water meter reads system</i>	\$ 2,299,869	\$ -	\$ 219,035	\$ 2,080,833	\$ 219,035
<i>O.W.D.A. loans, 2009-2029, 0% ARRA – NMHP distribution system</i>	157,080	-	15,708	141,372	15,708
<i>O.W.D.A. Construction loan 2015-2046, 3.3% Water transmission lines</i>	19,867,436	-	285,232	19,582,204	471,919
<i>O.W.D.A. Construction loan 2016-2048, 2.2% Lime Sludge Lagoon Reconstruction</i>	2,405,195	2,802,353	130,785	5,076,763	131,485
<u>WPCLF loans – direct borrowings:</u>					
Sewer fund:					
<i>W.P.C.L.F. Construction loan 2015-2035, 2.18% Wastewater Phase I Improvements</i>	8,386,544	-	385,059	8,001,485	393,499
<i>W.P.C.L.F. Design & Construction loan 2020-2040, 1.95% Wastewater Phase II Improvements</i>	5,464,300	554,286	123,750	5,894,837	251,131
<u>General obligation bonds:</u>					
Water fund:					
<i>G.O. bonds, 2010-2040, 2.0% to 4.5% Water Source testing</i>	570,000	-	570,000	-	-
<i>Current Refunding G.O. bonds, 2020-2040, 2.0% to 4.5% Water Source testing</i>	-	561,818	26,818	535,000	30,000
<i>Recovery Zone Economic Development Bonds –Taxable G.O. bonds, 2010-2040, coupon interest rate of 5.45% to 6.0% * water source property acquisition and other water source projects</i>	2,157,000	-	2,157,000	-	-
<i>Current Refunding G.O. bonds, 2020-2040, 2.0%, Water source property acquisition and other water source projects</i>	-	2,145,000	45,000	2,100,000	85,000
Sewer fund:					
<i>G.O. bonds, 2011-2022, 2.0% to 2.5% - Wastewater system improvements</i>	1,625,000	-	525,000	1,100,000	545,000
<i>G.O. bonds, 2013-2037, 1.0% to 4.5% - Wastewater system and plant improvements</i>	3,880,000	-	3,880,000	-	-

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Business-type activities:	Balance January 1, 2020	Additions	Reductions	Balance December 31, 2020	Due Within One Year
<i>General obligation bonds: (continued)</i>					
Sewer fund: (continued)					
<i>Current Refunding G.O. bonds, 2020-2037, 2.0%, Wastewater system and plant improvements</i>					
	-	3,820,740	185,740	3,635,000	195,000
<i>Other long-term liabilities:</i>					
Proprietary funds:					
Water - Premium on Bonds	2,827	93,450	7,277	89,000	-
Sewer - Premium on Bonds	9,329	151,966	11,552	149,743	-
Net pension liability - OPERS	4,938,327	-	1,399,124	3,539,203	-
Net OPEB liability - OPERS	2,332,467	139,878	-	2,472,345	-
Accrued vacation and sick leave	<u>453,036</u>	<u>168,295</u>	<u>146,366</u>	<u>474,965</u>	<u>19,506</u>
Total	<u>\$54,548,410</u>	<u>\$10,437,786</u>	<u>\$10,113,446</u>	<u>\$54,872,750</u>	<u>\$2,357,283</u>

**45% Original Federal interest subsidy *sequester of approximately 5.9% to reduce interest cost*

The full faith and credit of the City are pledged as collateral for all general obligation bonds.

The Sewer Fund's general obligation bonds are expected to be paid with sewer revenues generated from sewer rates. The Water Fund's general obligation bonds are expected to be paid with water revenues generated from water rates. The Kuther Road TIF and Menards TIF general obligation bonds are expected to be paid with payments-in-lieu of taxes received from property owners.

During fiscal year 2009 the City entered into two loans with the Ohio Water Development Authority (OWDA). The first loan was issued for the purpose of making improvements to the water meter read and distribution system. Water revenue, net of operating and maintenance expenses, is pledged as repayment for this loan.

The second loan was issued on behalf of Northbrook Mobile Home Park to provide them with financing for water system upgrades. Repayment of this loan is the responsibility of the Northbrook Mobile Home Park; however, the loan is backed by water revenues of the City in the case of default. A receivable in the amount of \$141,372 at December 31, 2020 is recorded as a component of other receivables in the Water Fund on the basic financial statements.

A 30-year construction loan from OWDA in the amount of up to \$22,148,558 was entered into during November 2015. The interest rate is 3.30%. Accrued interest of \$268,889 has also been added to the principal balance. The City has been making loan payments since 2017; principal paid in the amount of \$1,535,219 through December 31, 2020. This loan is for the construction of wells at the new water source and transmission lines back to the Water Treatment Plant. As of December 31, 2020, the loan has yet to be finalized, is expected to be fully matured in 2046, and has an outstanding loan balance in the amount of \$19,582,204.

During fiscal year 2016 the City entered into a 30-year construction loan with the OWDA in the amount of up to \$5,328,869. The interest rate is 2.20% and the City has drawn down \$5,297,501 on this loan as of December 31, 2020. Accrued interest of \$38,002 has also been added to the principal balance. The City

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began making loan payments starting in 2019; principal paid in the amount of \$258,740 through December 31, 2020. This loan is for reconstruction of the Water Treatment Plant's lime sludge lagoon. As of December 31, 2020, the loan has yet to be finalized, is expected to be fully matured in 2048, and has an outstanding loan balance in the amount of \$5,076,763.

To repay these water loans issued by OWDA the City has pledged future water customer revenues, net of specified operating expenses. The loans are payable solely from water customer net revenues and are payable through 2048. Annual payments on the loans are expected to require 49% of net revenues. The total principal payments to be paid on the loans as of December 31, 2020 are \$26,881,172. Principal and interest paid and total customer net revenues for 2020 were \$1,422,849 and \$2,900,301, respectively.

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 had 30-year taxable general obligation Recovery Zone Economic Development Bonds issued in 2010 in the amount of \$2,542,000. The federal government subsidized the bonds by reimbursing the City for a portion of the interest payments (45% Original Federal interest subsidy with a sequester of approximately 5.9% to reduce interest cost). In June 2020 this issue was refunded by a general obligation bond in the amount of \$2,145,000. Original bond proceeds were used to pay for water related capital projects.

A 20-year loan from Water Pollution Control Loan Fund (WPCLF) in the amount of up to \$9,132,062, which is administered jointly by the Ohio Environmental & Finance Assistance (OEFA) and OWDA, was entered into in October 2015. This loan provided funding for various sewer projects designed to achieve compliance with Ohio Environmental Protection Agency mandates. The interest rate is 2.18%, and the City's loan balance is \$8,001,485 as of December 31, 2020.

In April 2017, the City was approved for a WPCLF loan for the design of the wastewater treatment plant phase II improvements in the amount of \$280,000. This loan was to be paid back over a five-year period with repayment to begin July 2018 at an interest rate of 2.33%. In March 2018, the City was approved for a WPCLF loan for phase II of the wastewater treatment plant capital improvements. The design loan portion was rolled into this loan totaling up to \$6,312,937. The loan funded phase II of the various sewer projects designed to achieve compliance with Ohio Environmental Protection Agency mandates. This loan is being paid back over a twenty-year period at an interest rate of 1.95%. The City has drawn down \$6,068,586 of this loan as of December 31, 2020. The City began making loan payments starting in 2020; principal paid in the amount of \$123,750 through December 31, 2020. Loan principal forgiveness of \$50,000 was granted towards this loan. Accrued interest of \$82,832 has been added to the principal balance. As of December 31, 2020, the outstanding loan balance was \$5,894,837.

To repay these sewer loans issued by WPLCF, the City has pledged future sewer revenues, net of specified operating expenses. The loans are payable solely from sewer customer net revenues and are payable through 2040. Annual payments on the loans are expected to require 27% of net revenues. The total principal payments to be paid on the loans as of December 31, 2020 are \$13,896,322. Principal and interest paid and total customer net revenues for 2020 were \$748,229 and \$2,726,890, respectively.

WPCLF loans are direct borrowings that have terms negotiated directly between the City and the WPCLF and are not offered for public sale. In the event of default, the WPCLF 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.

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During 2016 the City entered into a grant/loan agreement with the Ohio Public Works Commission for the reconstruction of Fielding Road. The amount of the loan agreement was \$157,000 with a zero percent interest rate and repayment over a 20-year term.

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 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.

In June 2020, the City refunded several outstanding general obligation (G.O.) bond issuances. The new G.O. bonds total \$9.3 million at a coupon interest rate of 2%. This current refunding had a premium of \$355,765 which was applied to this new debt. The new debt is as follows:

<u>Purpose</u>	<u>Amount</u>
Repay the general obligation bonds issued in 2013 to pay for police facility.	\$ 2,304,260
Repay the general obligation bonds issued in 2013 to pay for new design of Ohio EPA Sewer mandates.	\$ 3,820,740
Repay the general obligation bonds issued in 2010 to pay for well field testing on the new water source for the City.	\$ 561,818
Repay the general obligation bonds issued in 2010 to pay for the southwest sanitary sewer system improvements.	\$ 315,407
Repay the general obligation bonds issued in 2010 to fund the water and sewer improvements on Kuther Road.	\$ 152,775
Repay the Recovery Zone Economic Development bonds – taxable general obligation bond issued in 2010. Issued to pay for new water source property acquisition and other water source projects.	<u>\$ 2,145,000</u>
Total Bond Issuance	<u>\$ 9,300,000</u>

Annual requirements to pay principal and interest on long-term debt at December 31, 2020 are:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2021	\$ 557,850	\$ 47,906	\$ 2,337,777	\$ 1,190,134
2022	567,850	36,775	2,381,376	1,140,264
2023	552,850	25,400	1,869,436	1,087,129
2024	572,850	14,500	1,893,395	1,046,770
2025	82,850	3,200	1,933,276	1,005,689
2026-2030	124,250	5,400	10,178,590	4,374,410
2031-2035	39,250	-	10,316,760	3,175,844
2036-2040	7,850	-	8,985,915	1,873,370
2041-2045	-	-	5,929,023	861,789
2046-2048	-	-	2,321,946	81,041
Total	<u>\$ 2,505,600</u>	<u>\$ 133,181</u>	<u>\$48,147,494</u>	<u>\$15,836,440</u>

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9. Contingent Liabilities:

The City is the defendant in various court actions, but either it is covered by insurance or the amount or nature of the issue involved are not material in relation to the basic financial statements.

The City participates in several state and federally assisted programs (primarily Transportation and Community Development Block Grants) which are subject to program compliance audits by the grantors or their representatives. The grantor agencies, at their option, may perform economy and efficiency audits, program results audits or conduct monitoring visits. Such audits and visits could lead to reimbursement to the grantor agencies. Management believes such reimbursements, if any, would not be material.

10. Significant Commitments:

The encumbrances (amounts committed to liquidate purchase orders of the prior periods) at December 31, 2020 for governmental activities are as follows:

<u>Fund</u>	<u>Total Encumbrances</u>
General	\$ 277,479
Street	325
Capital Improvement	1,075,364
Municipal Income Tax for Street Capital Projects	-
Non-major governmental funds	173,758
Total	<u>\$ 1,526,926</u>

Contractual Commitment:

Significant contractual commitments outstanding as of December 31, 2020 are:

<u>Project/Product/Service</u>	<u>Contracted Amounts</u>	<u>Amount Expended</u>	<u>Amount Remaining</u>
Zenas King Bridge Rehabilitation	\$ 780,940	\$ 716,422	\$ 64,518
State Route 47 Improvements	\$ 2,871,897	\$ 2,436,084	\$ 435,813
Tenant Based Rental Assistance	\$ 183,700	\$ 128,412	\$ 55,288
Franklin/Clay Curb Repair	\$ 55,743	\$ 33,127	\$ 22,616
Canal Feeder Trail Phase V	\$ 114,210	\$ 59,310	\$ 54,900
Park Street Bridge	\$ 159,530	\$ -	\$ 159,530
Monumental Building Interior Repairs	\$ 127,860	\$ -	\$ 127,860
Police Squad Vehicles	\$ 135,192	\$ -	\$ 135,192
Fire Heart Monitor/Defibrillators	\$ 77,336	\$ -	\$ 77,336
Police Report Management System	\$ 147,557	\$ 63,195	\$ 84,362

11. Joint Venture:

The City has entered into a joint venture with Logan/Shelby County N911 in order to provide proper management for the combined 911 system and the shared services for all affected members. The property used with the 911 system will be equally owned by all of the initial departments regardless of physical location. As of December 31, 2020 the City had spent a total of \$96,702 for their vested interest in the acquisition of the 911 system.

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12. Interfund Transfers:

Interfund transfers in the basic financial statements for the year ended December 31, 2020 were:

	<u>Fund</u>	<u>Transfer In</u>	<u>Transfer Out</u>
General		\$ -	\$ 775,000
Street Repair & Maintenance		580,000	-
Capital Improvement		120,000	63,932
Non-major enterprise funds		63,932	-
Non-major governmental funds		<u>75,000</u>	<u>-</u>
		<u>\$ 838,932</u>	<u>\$ 838,932</u>

All interfund transfers are routine in nature and are to subsidize the operations of the applicable funds. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15 and 5705.16. Transfers between governmental funds are eliminated on the government wide financial statements. Transfers between governmental funds and proprietary funds (business-type activities) are reported as transfers on the statement of activities. Two cash advances are outstanding at December 31, 2020 one for \$25,000 from the General Fund to the Law Enforcement Diversion Grant Fund (a nonmajor governmental fund), and the other for \$17,100 from the General Fund to the FEMA fund (a nonmajor governmental fund), which are both for reimbursable grants.

13. Risk Management:

The City is exposed to various risks of loss related to torts, thefts of, damage to and destruction of assets, errors and omissions, injuries to employees and natural disasters. The City has joined the Miami Valley Risk Management Association, Inc. (MVRMA), a joint insurance pool. The pool consists of twenty-one municipalities who pool risk for property, crime, liability, boiler and machinery and public official liability.

The City pays an annual premium to MVRMA for this coverage. The agreement provides that the MVRMA will be self-sustaining through member premiums and the purchase of excess and stop-loss insurance. The deductible per occurrence for all types of claims is \$2,500. During 2020, the Association's per-occurrence retention limit for property was \$250,000, with the exception of boiler and machinery for which there was \$10,000 to \$350,000 per occurrence retention limit. Liability had a per-occurrence retention limit of \$500,000. After the retention limits are reached, excess insurance will cover up to the limits stated below.

General Liability (including law enforcement)	\$12,000,000 per occurrence
Automobile Liability	\$12,000,000 per occurrence
Public Officials Liability	\$12,000,000 per occurrence
Boiler and Machinery	\$100,000,000 per occurrence
Property	\$500,000,000 per occurrence
Earthquake	\$25,000,000 per occurrence
Flood	\$25,000,000 per occurrence
Cyber Liability	\$2,000,000 per occurrence
Pollution Liability	\$2,000,000 per occurrence

Except for property coverage, there were no significant reductions in insurance coverage during the year in any category of risk. Settled claims did not exceed insurance coverage in each of the past three years.

14. Self-Insurance:

During 2015, the City chose to establish a risk financing fund for risks associated with the employees' health insurance plan. The City is now a member of a Medical Purchasing Cooperative through Ohio Benefits Cooperative where Jefferson Health Plan is the administrative party through which to purchase

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insurance, stop loss insurance, and other benefit services including the use of Anthem as the third party administrator processing claims. The risk financing fund is accounted for as an internal service fund where assets are set aside for claim settlements. A premium is charged to each fund that accounts for part-time or full-time employees. The total charge allocated to each of the funds is calculated using trends in actual claims experience. Provisions are also made for unexpected and unusual claims.

Liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of pay-outs, and other economic and social factors.

Changes in the balances of claims liabilities during the past fiscal year are as follows:

	2019	2020
Unpaid claims, beginning of the year	\$ 231,538	\$ 226,539
Incurred claims (including IBNR's)	1,926,131	2,204,079
Claim payments	(1,931,130)	(2,160,294)
Unpaid claims, end of year	\$ 226,539	\$ 270,324

15. Restatement and Change in Accounting Principles:

Reclassification of fund from separately stated fiduciary fund to consolidated with General fund:

During 2020, the Unclaimed Funds fund (a custodial fund as previously reported) was reclassified from a separately stated fiduciary fund to be consolidated into the General fund. Therefore, the beginning fund balances for these funds and the beginning net position for Governmental Activities have been restated. Beginning net position/fund balance restatements are as follows:

	General Fund	Custodial Funds	Governmental Activities
Net Position/Fund balances, beginning of year as previously reported	\$ 10,797,714	\$ 207,456	\$ 54,293,624
Unclaimed Funds beginning balance reclassified	36,112	(36,112)	36,112
Net Position/Fund balances, beginning of year restated	\$ 10,833,826	\$ 171,344	\$ 54,329,736

Reclassification of funds from Street Repair & Maintenance fund to a non-major governmental fund:

In the past, permissive license tax revenue had been recorded on the fund financial statements in the Street Repair & Maintenance fund. It was determined that this revenue should have been recorded in a separate fund. Therefore, the beginning balances for the Street Repair & Maintenance fund and the new Permissive License Fee fund (a non-major governmental fund) have been restated to reflect the permissive license tax revenue activity of prior years. Beginning fund balances have been restated as follows:

	Street Repair & Maintenance Fund	Non-major Governmental Funds
Fund balances at the beginning of the year, as previously reported	\$ 782,218	\$ 3,360,165
Permissive license tax revenues previously collected	\$ (80,531)	\$ 80,531
Fund balance at the beginning of the year, restated	\$ 701,687	\$ 3,440,696

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For 2020, the City has implemented GASB Statement No. 91, "Conduit Debt Obligations", and related guidance from (GASB) Implementation Guide No. 2018-1 and (GASB) Implementation Guide No. 2019-2. The implementation of GASB Statement No. 91 did not have an effect on the financial statements of the City.

16. Components of Fund Balance:

Fund balance is classified as nonspendable, restricted, committed, assigned, and/or unassigned based primarily on the extent to which the City is bound to observe constraints imposed upon the use of the resources in the governmental funds.

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

Fund balances:	General Fund	Street Repair & Maintenance Fund	Capital Improvement Fund	Municipal Earned Income Tax for Street Capital Fund	Other Non - major Governmental Funds	Total
Nonspendable						
Inventory	59,596	229,794	-	-	-	289,390
Prepaid Items	41,764	456	-	-	11,237	53,457
Restricted for:						
Streets & Highway	-	508,480	-	1,054,030	291,081	1,853,591
Law Enforcement	-	-	-	-	464,264	464,264
Municipal Court	-	-	-	-	625,700	625,700
Cemetery	-	-	-	-	1,053,812	1,053,812
Community development	-	-	-	-	182,343	182,343
Tax incremental financing	-	-	-	-	671,675	671,675
Other purposes	-	-	-	-	61,508	61,508
Committed to:						
27th pay Community development	355,245	-	-	-	-	355,245
Fire	-	-	-	-	57,514	57,514
Health	-	-	-	-	73,026	73,026
Separation Pay	736,311	-	-	-	-	736,311
Other purposes	-	-	-	-	101,479	101,479
Assigned to:						
Capital projects Future commitments	-	-	2,972,402	-	-	2,972,402
Other purposes	1,391,209	-	-	-	-	1,391,209
	285,579	-	-	-	-	285,579
Unassigned:	7,781,662	-	-	-	(21,227)	7,760,435
	<u>10,724,161</u>	<u>738,730</u>	<u>2,972,402</u>	<u>1,054,030</u>	<u>3,572,412</u>	<u>19,061,735</u>

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17. Fund Deficits at December 31, 2020:

Law Enforcement Diversion Grant Fund (a nonmajor governmental fund) has a deficit fund balance of \$4,165 and F.E.M.A. Grant Fund (a nonmajor governmental fund) has a deficit fund balance of \$17,062 as a result of timing of receipts of grant funding on a modified accrual basis. Concession Stand Fund (a nonmajor enterprise fund) has a deficit fund balance of \$10,467, Garage/Fleet Fund (an internal service fund) a deficit fund balance of \$274,604, Information Technology Fund (an internal service fund) a deficit fund balance of \$72,897, and Revenue Collections Fund (an internal service fund) has a deficit fund balance of \$722,881, due to the accrual of pension and OPEB under GASB 68 & 75, which is long term in nature.

On a budgetary (Non-GAAP) basis, the Community Development Block Grant Fund (a nonmajor governmental fund) had a deficit fund balance of \$50,881 as a result of encumbrances recorded from reimbursable grants.

18. Tax Abatement Disclosures

The City of Sidney currently provides tax incentives under two different programs: the Community Reinvestment Area (CRA) and an Enterprise Zone.

Real Estate Tax Abatements

Pursuant to Ohio Revised Code Chapter 5709, the City establishes Community Reinvestment Area. The City authorizes incentives through a passage of public ordinances, based upon each property or businesses owner's investment criteria, and through a contractual application process with each property or businesses owner's, including proof that the improvement has been made. The abatement equals an agreed upon percentage of the additional property tax resulting from the increase in assessed value as a result of the improvements. The amount of the abatement is deducted from the recipient's property tax bill. The establishment of these Community Reinvestment Areas gave the City the ability to maintain and expand businesses located in the City and created new jobs by abating or reducing assessed valuation of properties, resulting in abated taxes, from new or improved business real estate and includes major housing improvements. The City of Sidney also contracts with Sidney City Board of Education for payments in lieu of taxes when required by Section 5709.82 of the Ohio Revised Code.

The City also has several Enterprise Zone abatements made through a contractual application process based upon certain criteria, in which the enterprise agrees to expand, renovate, or occupy a facility. The abatement equals an agreed upon percentage up to seventy-five percent of assessed valuation of real property constituting the project site subsequent to formal approval of City Council. The City of Sidney also contracts with Sidney City Board of Education for payments in lieu of taxes when required by Section 5709.82 of the Ohio Revised Code.

The City has also granted a manufacturing company a four-year Municipal Income Tax Job Retention Tax Credit. As long as over the next eight years they maintain a Sidney labor force of at least 1,126 full-time equivalents and annual payroll of \$80.9 million, they will receive an annual tax credit of \$125,000 for four years. This tax credit may be used to reduce their Sidney net profits' tax which began in 2019.

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Below is the information relevant to the disclosure of those programs for the year ended December 31, 2020.

	Total Amount of Taxes Abated (Incentives Abated) For the Year 2020 (In Actual Dollars)
Community Reinvestment Area (CRA)	
-Lodging	\$42,988
Enterprise Zone Abatement	
-Manufacturing	\$8,303
Income Tax Abatement	
-Manufacturing	\$125,000

Pursuant to Section 5709.82 of the Ohio Revised Code, the City of Sidney and the Sidney City Board of Education entered into Compensation Agreements, whereas the City of Sidney agreed to annually pay to the Sidney City Schools the lesser of 75% of income tax attributable to new employees or the school's portion of the property tax abated. Compensation paid to the Sidney City Schools for the year ended December 31, 2020 included the following:

-Manufacturing	\$ 2,309
-Lodging	\$ 5,491

19. COVID-19:

The United States and the State of Ohio declared a state of emergency in March 2020 due to COVID-19 pandemic. The financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City of Sidney. The City of Sidney's investment portfolio and the investments of the pension and other employee benefit plan in which the City of Sidney participates may incur a significant decline in fair value, consistent with the general decline in financial markets. However, because the values of individual investments fluctuate with market conditions, and due to market volatility, the amount of losses that will be recognized in subsequent periods, if any, cannot be determined. In addition, the impact of the City of Sidney's future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated.

20. Defined Benefit Pension Plans:

Net Pension Liability

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

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

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

GASB Statement No. 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to net pension liability would be effective when the changes are legally enforceable.

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g., City employees) may elect the Member-Directed Plan and the Combined Plan, the majority of employee members are in OPERS' Traditional Plan; therefore, the following disclosures focus on the Traditional Pension Plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the Traditional Plan. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code (ORC). 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 Ohio Public Employees Retirement System, 277 East Town Street, Columbus, OH 43215-4642, or by calling 800-222-7377.

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

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

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

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

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

Funding Policy—The ORC provides statutory authority for member and employer contributions. For 2020, member contribution rates were 10% of salary and employer contribution rates were 14%. Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$1,064,353 for 2020. Of this amount, \$87,692 is reported within salaries and benefits payable.

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

City full-time police and firefighters participate in the Ohio Police & 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 (ORC). OP&F issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OP&F fiduciary net position. The report may be obtained by visiting the OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, OH 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.

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

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5% for each of the first 20 years of service credit, 2.0% for each of the next five years of service credit and 1.5% for each year of service credit in excess of 25 years. The maximum pension of 72% of the allowable average annual salary is paid after 33 years of service credit.

Under normal service retirement, retired members who are at least 55 years old and have been receiving OP&F benefits for at least one year may be eligible for a cost-of-living adjustment (COLA). The age 55 provision for receiving a COLA does not apply to those who are receiving a permanent and total disability benefit and statutory survivors.

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either 3% or the percent increase, if any, in the consumer price index (CPI) over the 12-month period ending September 30 of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013 is equal to 3% of their base pension or disability benefit.

Funding Policy—The ORC provides statutory authority for member and employer contributions as follows:

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

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution was \$1,288,200 for 2020. Of this amount, \$116,775 is reported with salaries and benefits payable.

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

The net pension liability for OPERS was measured as of December 31, 2019 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 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 was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share:

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	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportionate share of the net pension liability	\$ 10,312,674	\$ 17,416,839	\$ 27,729,513
Proportion of the net pension liability			
Current measurement date	0.052175%	0.258543%	
Prior measurement date	<u>0.052321%</u>	<u>0.262554%</u>	
Change in proportionate share	<u>-0.000146%</u>	<u>-0.004011%</u>	
Pension expense	\$ 1,741,865	\$ 2,116,747	\$ 3,858,612

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

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
<u>Deferred Outflows of Resources:</u>			
Differences between expected and actual experience	\$ -	\$ 659,283	\$ 659,283
Change in assumptions	550,818	427,537	978,355
Change in City's proportionate share and difference in employer contributions	70,953	212,841	283,794
City contributions subsequent to the measurement date	<u>1,064,353</u>	<u>1,288,200</u>	<u>2,352,553</u>
Total	<u>\$ 1,686,124</u>	<u>\$ 2,587,861</u>	<u>\$ 4,273,985</u>

<u>Deferred Inflows of Resources:</u>			
Differences between expected and actual experience	\$ 130,389	\$ 898,257	\$ 1,028,646
Net difference between projected and actual earnings on pension plan investments	2,057,147	841,373	2,898,520
Change in City's proportionate share and difference in employer contributions	<u>1,008</u>	<u>701,499</u>	<u>702,507</u>
Total	<u>\$ 2,188,544</u>	<u>\$ 2,441,129</u>	<u>\$ 4,629,673</u>

\$2,352,553 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the 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:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Fiscal Year Ending December 31:			
2021	\$ (170,399)	\$ (322,928)	\$ (493,327)
2022	(664,737)	(199,079)	(863,816)
2023	85,186	291,988	377,174
2024	(816,823)	(812,707)	(1,629,530)
2025	<u>-</u>	<u>(98,742)</u>	<u>(98,742)</u>
	<u>\$ (1,566,773)</u>	<u>\$ (1,141,468)</u>	<u>\$ (2,708,241)</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

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modification as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions:

Wage inflation	3.25%
Future salary increases, including inflation	3.25% to 10.75%
COLA or Ad Hoc COLA	Pre 1/7/2013 retirees: 3% simple Post 1/7/2013 retirees: 1.4% simple through 2020, then 2.15% simple
Investment rate of return:	
Current measurement period	7.20%
Prior measurement period	7.20%
Actuarial cost method	Individual entry age

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Health 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 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.

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 17.2% for 2019.

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

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objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2019 and the long-term expected real rates of return:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
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	<u>13.00%</u>	<u>4.98%</u>
Total	<u>100.00%</u>	<u>5.61%</u>

Discount Rate. The discount rate used to measure the total pension liability 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 statutorily required rates. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following table represents the City’s proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.20%, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage point lower (6.20%) and one-percentage point higher (8.20%) than the current rate:

	<u>1% Decrease (6.20%)</u>	<u>Current Discount Rate of 7.20%</u>	<u>1% Increase (8.20%)</u>
City's proportionate share of the net pension liability	\$ 17,009,050	\$ 10,312,674	\$ 4,292,959

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 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 determine amounts are subject to continual review and potential modifications, as actual results are compared with past experiences and new estimates are made about the future.

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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	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% plus productivity increase rate of 0.5%
Inflation assumptions	2.75%
Cost of living adjustments	3.0% simple, 2.2% simple for increases based on the lesser of the increase in CPI and 3%

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%.

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

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

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

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

The long-term expected rate of return on pension plan investments was determine using a building-block approach and assumes a time horizon, as defined in OP&F's 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 average of 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:

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Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and cash equivalents	0.00%	1.00%
Domestic equity	16.00%	5.40%
Non-U.S. 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	<u>12.00%</u>	6.40%
Total	<u>120.00%</u>	

Note: Assumptions are geometric. * Levered 2x

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. The total pension liability was calculated using the discount rate of 8.0%. 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 earnings were calculated using the longer-term assumed investment rate of return of 8.0%. Based on those assumptions, OP&F's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.0%, as well as what the net pension liability would be if it were calculated using a discount rate that is one-percentage point lower (7.0%) or one-percentage point higher (9.0%) than the current rate.

	1% Decrease (7.00%)	Current Discount Rate of 8.00%	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$ 24,139,132	\$ 17,416,839	\$ 11,794,306

21. Defined Other Postemployment Benefits Plans:

Net OPEB Liability

The net OPEB liability reported on the statement of net position represents a liability to employees for OPEB. OPEB is a component of exchange transactions—between an employer and its employees—of salaries and benefits for employee services. OPEB are provided to an employee—on a deferred-payment basis—as part of the total compensation package offered by an employer for employee services each financial period. The

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obligation to sacrifice resources for OPEB is a present obligation because it was created as a result of employment exchanges that already have occurred.

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

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

GASB Statement No. 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio Revised Code permits, but does not require the retirement systems to provide health care to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

Plan Description—Ohio Public Employees Retirement System (OPERS)

The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the Traditional Pension Plan, a cost-sharing, multiple-employer defined benefit plan; the Member-Directed Plan, a defined contribution plan; and the Combined Plan, a cost-sharing, multiple-employer defined benefit 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 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 No. 75. See OPERS' Annual Comprehensive Financial Report referenced below for additional information.

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

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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 statutory authority requiring public employers to fund postemployment health care through their contributions to OPERS. When funding is approved by OPERS' Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans. Beginning in 2018, health care is not being funded.

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 14.0% of earnable salary. This is the maximum employer contribution rate 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. The portion of Traditional Pension and Combined plans' employer contributions allocated to health care was zero in 2020. 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 4.0%.

The City's contractually required contribution to OPERS was \$13,078 for 2020. Of this amount, \$63 is reported within salaries and benefits payable.

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

The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined postemployment healthcare plan. 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 changed the way it supports retiree health care. A stipend-based health care model has replaced the self-insured group health care plan that had been in place. OP&F has contracted with a vendor who can assist eligible retirees in choosing health care plans that are available where they live (both Medicare-eligible and pre-65 populations). A stipend funded by OP&F is available to these members through a health reimbursement arrangement and can be used to reimburse retirees for qualified health care expenses.

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

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

Funding Policy—The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.5% and 24.0% of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5% of covered payroll for

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police employer units and 24.0% of covered payroll for fire employer units. Active members do not make contributions to the OPEB plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2020, the portion of the employer contributions allocated to health care was 0.5% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Section 115 and 401(h).

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 \$30,227 for 2020. Of this amount, \$2,765 is reported within salaries and benefits payable.

OPEB Liabilities, OPEB Expense, and Deferred Outflows and 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 respective retirement systems relative to the contributions of all participating entities. The following is information related to the proportionate share and OPEB expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportionate share of the net OPEB liability	\$ 7,204,012	\$ 2,553,818	\$ 9,757,830
Proportion of the net OPEB liability			
Current measurement date	0.052155%	0.258543%	
Prior measurement date	0.051912%	0.262554%	
Change in proportionate share	<u>0.000243%</u>	<u>-0.004011%</u>	
OPEB expense	\$ 814,705	\$ 262,134	\$ 1,076,839

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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&F</u>	<u>Total</u>
<u>Deferred Outflows of Resources:</u>			
Differences between expected and actual experience	\$ 193	\$ -	\$ 193
Change in assumptions	1,140,318	1,493,061	2,633,379
Change in City's proportionate share and difference in employer contributions	40,683	195,987	236,670
City contributions subsequent to the measurement date	<u>13,078</u>	<u>30,227</u>	<u>43,305</u>
Total	<u>\$ 1,194,272</u>	<u>\$ 1,719,275</u>	<u>\$ 2,913,547</u>
<u>Deferred Inflows of Resources:</u>			
Differences between expected and actual experience	\$ 658,840	\$ 274,637	\$ 933,477
Net difference between projected and actual earnings on OPEB plan investments	366,827	117,517	484,344
Change in assumptions	-	544,259	544,259
Change in City's proportionate share and difference in employer contributions	<u>3,204</u>	<u>191,828</u>	<u>195,032</u>
Total	<u>\$ 1,028,871</u>	<u>\$ 1,128,241</u>	<u>\$ 2,157,112</u>

\$43,305 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. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Fiscal Year Ending December 31:			
2021	\$ 214,084	\$ 101,983	\$ 316,067
2022	94,696	101,983	196,679
2023	292	126,089	126,381
2024	(156,749)	88,084	(68,665)
2025	-	95,728	95,728
Thereafter	<u>-</u>	<u>46,940</u>	<u>46,940</u>
	<u>\$ 152,323</u>	<u>\$ 560,807</u>	<u>\$ 713,130</u>

Actuarial Assumptions—OPERS

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

Projections of health care costs for financial reporting purposes are based on the substantive plan and include the types of coverages 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

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used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB Statement No. 74:

Wage inflation	3.25%
Projected salary increase	3.25% to 10.75%, including wage inflation
Single discount rate:	
Current measurement period	3.16%
Prior measurement period	3.96%
Investment rate of return:	
Current measurement period	6.00%
Prior measurement period	6.00%
Municipal bond rate:	
Current measurement period	2.75%
Prior measurement period	3.71%
Health care cost trend rate:	
Current measurement period	10.5% initial, 3.50% ultimate in 2030
Prior measurement period	10.0% initial, 3.25% ultimate in 2029
Actuarial cost method	Individual entry age

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for 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 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, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio was 19.7% for 2019.

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

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

Health care is a discretionary benefit. The table below displays the OPERS Board-approved asset allocation policy for 2019 and the long-term expected real rates of return.

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%
REITs	6.00%	5.69%
International Equities	23.00%	7.66%
Other Investments	14.00%	4.90%
Total	<u>100.00%</u>	<u>4.55%</u>

Discount Rate. A single discount rate of 3.16% was used to measure the OPEB liability on the measurement date of December 31, 2019. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00% 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 City's proportionate share of the net OPEB liability calculated using the single discount rate of 3.16%, as well as what the City's proportionate share of the net OPEB liability if it were calculated using a discount rate that is 1.0% point lower (2.16%) or 1.0% point higher (4.16%) than the current rate:

	1% Decrease (2.16%)	Current Discount Rate of 3.16%	1% Increase (4.16%)
City's proportionate share of the net pension liability	\$ 9,427,331	\$ 7,204,012	\$ 5,423,479

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 1.0% lower or 1.0% 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

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

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 Cost Trend Rate Assumption	1% Increase
City's proportionate share of the net pension liability	\$ 6,991,224	\$ 7,204,012	\$ 7,413,670

Changes Subsequent to the Measurement 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 measurement period, 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 retirement 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 benefit for financial 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 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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CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

Key methods and assumptions used in calculating the total OPEB liability in the latest actuarial valuation are presented below:

Actuarial 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 rate	3.56%
Prior measurement rate	4.66%
Municipal bond rate:	
Current measurement rate	2.75%
Prior measurement rate	4.13%
Cost of living adjustments	3.00% simple, 2.2% simple for increase based on the lesser of the increases 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 Buck 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 Buck Modified 2016 Improvement Scale.

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

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

The 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 OP&F's Statement of Investment Policy. A forecasted rate of inflation serves as a 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.

CITY OF SIDNEY, OHIO
Notes to the Basic Financial Statements
December 31, 2020

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and cash equivalents	0.00%	1.00%
Domestic equity	16.00%	5.40%
Non-U.S. 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%	6.40%
Real assets	8.00%	7.40%
Private real estate	<u>12.00%</u>	6.40%
Total	<u>120.00%</u>	

Note: Assumptions are geometric. * Levered 2x

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. Total OPEB liability was calculated using the discount rate of 3.56%. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from members would be computed based on contribution requirements as stipulated by state statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 8.0%. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payment of current plan members. Therefore, 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 8.0%, which resulted in a blended discount rate of 3.56% at December 31, 2019 and 4.66% at December 31, 2018.

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 1% point lower (2.56%) and 1% point higher (4.56%) than the current discount rate.

	1% Decrease (2.56%)	Current Discount Rate of 3.56%	1% Increase (4.56%)
City's proportionate share of the net OPEB liability	\$ 3,166,570	\$ 2,553,818	\$ 2,044,664

CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY OF SIDNEY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM - TRADITIONAL PENSION PLAN
LAST SEVEN FISCAL YEARS (1)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
City of Sidney's Proportion of the Net Pension Liability	0.053553%	0.053553%	0.052887%	0.052060%	0.051347%	0.052321%	0.052175%
City of Sidney's Proportionate Share of the Net Pension Liability	\$6,323,103	\$6,469,254	\$9,164,506	\$11,817,399	\$8,059,114	\$14,329,537	\$10,312,674
City of Sidney's Covered Payroll	\$6,958,595	\$7,014,545	\$7,070,086	\$7,125,385	\$ 7,264,116	\$ 7,522,207	\$ 7,554,664
City of Sidney's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	90.75%	91.78%	129.20%	165.50%	109.91%	190.50%	136.51%
Plan Fiduciary Net Position as a Percentage of Total Pension Liability -							82.17%
Traditional Pension Plan	86.36%	86.45%	81.08%	77.25%	84.66%	74.70%	
Combined Plan	104.56%	114.83%	116.90%	116.55%	137.28%	126.64%	
Member-Directed Plan	N/A	N/A	103.91%	103.40%	124.46%	113.42%	

(1) Pension information disclosed above is intended to show information for the last ten years. Information prior to 2014 is not available. Amounts presented for each year were determined as of the City's measurement date, which is the prior year-end.

Notes to Schedule:

Change in assumptions. In 2017, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended December 31, 2015. Significant changes included a reduction of the discount rate from 8.0% to 7.5%, a reduction in the wage inflation rate from 3.75% to 3.25%, and transition from the RP-2000 mortality tables to the RP-2014 mortality tables.

In 2019, a reduction of the discount rate was made from 7.5% to 7.2%.

CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY OF SIDNEY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OHIO POLICE AND FIRE PENSION FUND
LAST SEVEN FISCAL YEARS (1)

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
City of Sidney's Proportion of the Net Pension Liability	0.275360%	0.275360%	0.272982%	0.259921%	0.267075%	0.262554%	0.258543%
City of Sidney's Proportionate Share of the Net Pension Liability	\$13,410,886	\$14,264,786	\$17,561,124	\$16,463,135	\$16,391,568	\$21,431,372	\$17,416,839
City of Sidney's Covered Payroll	\$5,297,966	\$5,407,719	\$5,479,757	\$5,554,909	\$5,810,174	\$5,864,172	\$6,005,415
City of Sidney's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	253.13%	263.79%	320.47%	296.37%	282.12%	365.46%	290.02%
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	73.00%	72.20%	66.77%	68.36%	70.91%	63.07%	69.89%

(1) Pension information disclosed above is intended to show information for the last ten years. Information prior to 2014 is not available. Amounts presented for each year were determined as of the City's measurement date, which is the prior year-end.

Notes to Schedule:

Change in assumptions. In 2018, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended December 31, 2016. Significant changes included a reduction of the discount rate from 8.25% to 8.0%, a reduction in the wage inflation rate from 3.75% to 3.25%, and transition from the RP-2000 mortality tables to the RP-2014 mortality tables.

CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM PENSION PAYMENTS
LAST TEN YEARS

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually Required Pension Contributions	\$ 745,658	\$ 684,856	\$ 904,645	\$ 841,801	\$ 848,368	\$ 855,004	\$ 944,337	\$ 1,053,109	\$ 1,057,653	\$ 1,064,353
Contributions in Relation to the Contractually Required Contributions	<u>\$ 745,658</u>	<u>\$ 684,856</u>	<u>\$ 904,645</u>	<u>\$ 841,801</u>	<u>\$ 848,368</u>	<u>\$ 855,004</u>	<u>\$ 944,337</u>	<u>\$ 1,053,109</u>	<u>\$ 1,057,653</u>	<u>\$ 1,064,353</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 7,419,588	\$ 6,847,645	\$ 6,958,595	\$ 7,014,545	\$ 7,070,086	\$ 7,125,385	\$ 7,264,116	\$ 7,522,207	\$ 7,554,664	\$ 7,602,521
Pension Contributions as a Percentage of Covered Payroll	10.05%	10.00%	13.00%	12.00%	12.00%	12.00%	13.00%	14.00%	14.00%	14.00%

**CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF OHIO POLICE & FIRE PENSION FUND PAYMENTS
LAST TEN YEARS**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually Required Contribution	\$ 847,084	\$ 773,932	\$ 969,374	\$ 1,152,447	\$ 1,171,020	\$ 1,183,136	\$ 1,234,922	\$ 1,256,799	\$ 1,287,070	\$ 1,288,200
Contributions in Relation to the Contractually Required Contribution	<u>\$ 847,084</u>	<u>\$ 773,932</u>	<u>\$ 969,374</u>	<u>\$ 1,152,447</u>	<u>\$ 1,171,020</u>	<u>\$ 1,183,136</u>	<u>\$ 1,234,922</u>	<u>\$ 1,256,799</u>	<u>\$ 1,287,070</u>	<u>\$ 1,288,200</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 5,608,040	\$ 5,171,001	\$ 5,297,966	\$ 5,407,719	\$ 5,479,757	\$5,554,909	\$5,810,174	\$5,864,172	\$6,005,415	\$6,011,199
Contributions as a Percentage of Covered Payroll	15.10%	14.97%	18.30%	21.31%	21.37%	21.30%	21.25%	21.43%	21.43%	21.43%

CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY OF SIDNEY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST FOUR FISCAL YEARS (1)

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
City of Sidney's Proportion of the Net OPEB Liability	0.051560%	0.051280%	0.051912%	0.052155%
City of Sidney's Proportionate Share of the Net OPEB Liability	\$5,207,735	\$5,568,631	\$6,768,117	\$7,204,012
City of Sidney's Covered Payroll	\$ 7,125,385	\$ 7,264,116	\$ 7,522,207	\$ 7,554,664
City of Sidney's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	73.09%	76.66%	89.98%	95.36%
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability -	54.05%	54.14%	46.33%	47.80%

(1) Pension information disclosed above is intended to show information for the last ten years. Information prior to 2017 is not available. Amounts presented for each year were determined as of the City's measurement date, which is the prior year-end.

Notes to Schedule:

Change in assumptions. In 2018, the single discount rate changed from 4.23% to 3.85%.

In 2019, the single discount rate changed from 3.85% to 3.96%, the investment rate of return changed from 6.50% to 6.00%, and the health care cost trend rate changed from 7.5% initial to 10.0% initial.

In 2020, the single discount rate changed from 3.96% to 3.16% and the health care cost trend rate changed from 10.0% initial, 3.25% ultimate in 2028 to 10.5% initial, 3.50% ultimate in 2030.

CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY OF SIDNEY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
OHIO POLICE AND FIRE PENSION FUND
LAST FOUR FISCAL YEARS (1)

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
City of Sidney's Proportion of the Net OPEB Liability	0.259921%	0.267075%	0.262554%	0.258543%
City of Sidney's Proportionate Share of the Net OPEB Liability	\$12,337,865	\$15,132,067	\$2,390,960	\$2,553,818
City of Sidney's Covered Payroll	\$5,554,909	\$5,810,174	\$5,864,172	\$6,005,415
City of Sidney's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	222.11%	260.44%	40.77%	42.53%
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	15.96%	14.13%	46.57%	47.08%

(1) Pension information disclosed above is intended to show information for the last ten years. Information prior to 2017 is not available. Amounts presented for each year were determined as of the City's measurement date, which is the prior year-end.

Notes to Schedule:

Change in assumptions. In 2018, the single discount rate changed from 3.79% to 3.24%.

In 2019, the single discount rate changed from 3.24% to 4.66%.

In 2020, the single discount rate changed from 4.66% to 3.56%.

Change in benefit terms. Beginning January 1, 2019, OP&F changed its retiree health care model to a stipend-based health care model, depositing stipends into individual health reimbursements accounts that retirees will use to be reimbursed for health care expenses.

**CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM OPEB PAYMENTS
LAST TEN YEARS**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually Required Pension Contributions	\$ 293,084	\$ 273,814	\$ 69,558	\$ 141,359	\$ 141,444	\$ 142,551	\$ 72,641	\$ 1,050	\$ 12,996	\$ 13,078
Contributions in Relation to the Contractually Required Contributions	<u>\$ 293,084</u>	<u>\$ 273,814</u>	<u>\$ 69,558</u>	<u>\$ 141,359</u>	<u>\$ 141,444</u>	<u>\$ 142,551</u>	<u>\$ 72,641</u>	<u>\$ 1,050</u>	<u>\$ 12,996</u>	<u>\$ 13,078</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 7,419,588	\$ 6,847,645	\$ 6,958,595	\$ 7,014,545	\$ 7,070,086	\$ 7,125,385	\$ 7,264,116	\$ 7,522,207	\$ 7,554,664	\$ 7,602,521
Pension Contributions as a Percentage of Covered Payroll	3.95%	4.00%	1.00%	2.02%	2.00%	2.00%	1.00%	0.01%	0.17%	0.17%

**CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF OHIO POLICE & FIRE OPEB FUND PAYMENTS
LAST TEN YEARS**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Contractually Required Contribution	\$ 370,468	\$ 349,350	\$ 187,253	\$ 27,334	\$ 28,079	\$ 27,776	\$ 29,051	\$ 29,542	\$ 30,236	\$ 30,227
Contributions in Relation to the Contractually Required Contribution	<u>\$ 370,468</u>	<u>\$ 349,350</u>	<u>\$ 187,253</u>	<u>\$ 27,334</u>	<u>\$ 28,079</u>	<u>\$ 27,776</u>	<u>\$ 29,051</u>	<u>\$ 29,542</u>	<u>\$ 30,236</u>	<u>\$ 30,227</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 5,608,040	\$ 5,171,001	\$ 5,297,966	\$ 5,407,719	\$ 5,479,757	\$5,554,909	\$5,810,174	\$5,864,172	\$6,005,415	\$6,011,199
Contributions as a Percentage of Covered Payroll	6.61%	6.76%	3.53%	0.51%	0.51%	0.50%	0.50%	0.50%	0.50%	0.50%

CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:				
Local taxes	\$ 14,357,217	\$ 14,717,217	\$ 12,079,723	\$ (2,637,494)
Intergovernmental revenues	699,819	699,819	701,157	1,338
Special assessments	281,000	281,000	336,697	55,697
Charges for services	1,262,735	1,262,735	1,069,490	(193,245)
Fines, licenses and permits	440,647	440,647	423,620	(17,027)
Investment income	250,000	250,000	119,980	(130,020)
Miscellaneous receipts and reimbursements	1,713,930	3,153,930	3,751,019	597,089
Total revenues	<u>19,005,348</u>	<u>20,805,348</u>	<u>18,481,686</u>	<u>(2,323,662)</u>
EXPENDITURES:				
Current:				
Community development	357,674	356,604	296,287	60,317
Community environment	695,131	661,013	633,788	27,225
Fire	5,408,924	5,328,935	5,181,832	147,103
General government	3,356,899	3,281,032	3,152,605	128,427
Judicial	1,571,920	1,432,640	1,372,748	59,892
Parks and recreation	1,444,653	1,391,809	1,313,321	78,488
Police	6,662,037	6,462,006	6,259,808	202,198
Capital outlay	49,625	2,960	-	2,960
Total expenditures	<u>19,546,863</u>	<u>18,916,999</u>	<u>18,210,389</u>	<u>706,610</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(541,515)</u>	<u>1,888,349</u>	<u>271,297</u>	<u>(1,617,052)</u>
OTHER FINANCING SOURCES (USES):				
Cash advance out	-	-	(42,100)	(42,100)
Transfers out	(1,097,565)	(927,261)	(775,000)	152,261
Total other financing uses	<u>(1,097,565)</u>	<u>(927,261)</u>	<u>(817,100)</u>	<u>110,161</u>
Net change in fund balance	(1,639,080)	961,088	(545,803)	(1,506,891)
Fund Balances, beginning of year restated	11,428,470	11,428,470	11,428,470	-
Prior Year Encumbrances	397,276	397,276	397,276	-
Fund Balances, end of year	<u>\$ 10,186,666</u>	<u>\$ 12,786,834</u>	<u>\$ 11,279,943</u>	<u>\$ (1,506,891)</u>

See Notes to the Required Supplementary Information.

CITY OF SIDNEY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
STREET REPAIR AND MAINTENANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Original Budget	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:				
Intergovernmental revenues	\$ 1,346,622	1,346,622	\$ 1,226,994	\$ (119,628)
Charges for services	-	-	1,986	1,986
Investment Income	8,670	8,670	3,846	(4,824)
Miscellaneous receipts and reimbursements	113,185	113,185	43,638	(69,547)
Total revenues	<u>1,468,477</u>	<u>1,468,477</u>	<u>1,276,464</u>	<u>(192,013)</u>
EXPENDITURES:				
Current:				
Street repair & maintenance	2,304,908	2,226,515	1,919,366	307,149
Total expenditures	<u>2,304,908</u>	<u>2,226,515</u>	<u>1,919,366</u>	<u>307,149</u>
Deficiency of revenues under expenditures	<u>(836,431)</u>	<u>(758,038)</u>	<u>(642,902)</u>	<u>115,136</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	580,000	580,000	580,000	-
Total other financing sources	<u>580,000</u>	<u>580,000</u>	<u>580,000</u>	<u>-</u>
Net change in fund balance	(256,431)	(178,038)	(62,902)	115,136
Fund Balances, beginning of year	473,272	473,272	473,272	-
Prior Year Encumbrances	18,337	18,337	18,337	-
Fund Balances, end of year	<u>\$ 235,178</u>	<u>\$ 313,571</u>	<u>\$ 428,707</u>	<u>\$ 115,136</u>

See Notes to the Required Supplementary Information.

CITY OF SIDNEY, OHIO
Notes to the Required Supplementary Information
For the Year Ended December 31, 2020

Basis of Budgeting

Basis of budgeting refers to when revenues and expenditures or expenses are recognized in the accounts. The City of Sidney's budget for all funds is prepared on a cash-encumbrance basis by which transactions are recorded when cash is received or disbursed, or when a commitment has been recorded as an encumbrance against an applicable appropriation. All annual appropriations lapse at year-end to the extent they have not been expended or lawfully encumbered. Fund balances shown are unencumbered cash balances. This basis is utilized for all interim financial statements issued during the year.

The basis of budgeting differs from the accounting principles generally accepted in the United States of America (GAAP) used for the City's year-end financial statements contained in the Annual Comprehensive Financial Report (ACFR). Under that basis of accounting, revenues are generally recognized when the obligation to the City arises; the budget basis, however, recognizes revenue only when cash has been received. In the ACFR, expenditures are generally recognized in the period in which they are incurred. Under the budget basis, expenditures are recognized when cash has been disbursed or when an encumbrance has been placed against an appropriation.

Unencumbered appropriations lapse at year end. State law provides that, generally, no contract, agreement or other obligation involving the expenditure of money shall be entered into unless the Finance Officer first certifies that the money required for such contract, agreement, obligation or expenditure is in the treasury, or is anticipated to come into the treasury, before the maturity of such contract. (O.R.C. 5705.41)

Budget Process

The policy of the City is to have the annual operating and capital budgets approved prior to January 1 of each year.

The City follows procedures prescribed by State law and local policy in establishing its budgets as follows:

1. About January 1, the City must submit to the County Budget Commission a statement, classified by fund, of estimated cash receipts for the year and beginning-of-year unencumbered fund balances. The County Budget Commission certifies these estimates and issues an Official Certificate of Estimated Resources, (the "Certificate") limiting the maximum amount the City may expend from a given fund during the year to the estimated resources available. The City may, from time to time throughout the year, request an amended Certificate to reflect updated resource estimates.
2. The *five-year financial plan* is updated on an annual basis, usually in September. The plan is prepared after receiving input from all departments. The plan shall include all major operating funds and all capital improvement funds of the City. The purpose of this plan is to:
 - a. Identify major policy issues for City Council consideration prior to the preparation of the annual budget;
 - b. establish capital project priorities and make advance preparation for the funding of projects within the five-year horizon;
 - c. make conservative financial projections for all major operating funds and all capital improvements to provide assurance that adequate funding exists for proposed projects and services;
 - d. identify financial trends in advance or in the early stages so that timely corrective action can be taken, if needed;
 - e. communicate the City's intermediate plans to the public and provide an opportunity for the public to offer input.
3. The *operating budget* is recommended to Council based upon the City Manager-approved requests submitted by each department. The City Manager acts as budget officer for the City and submits a proposed operating budget to the City Council on an annual basis. Public hearings are held to obtain taxpayer input. The Council enacts the budget through passage of an ordinance. All funds of the City have annual budgets legally adopted by the City Council except CDBG, Justice Reinvestment Grant, Law Enforcement Diversion Grant, and Probation Grant.

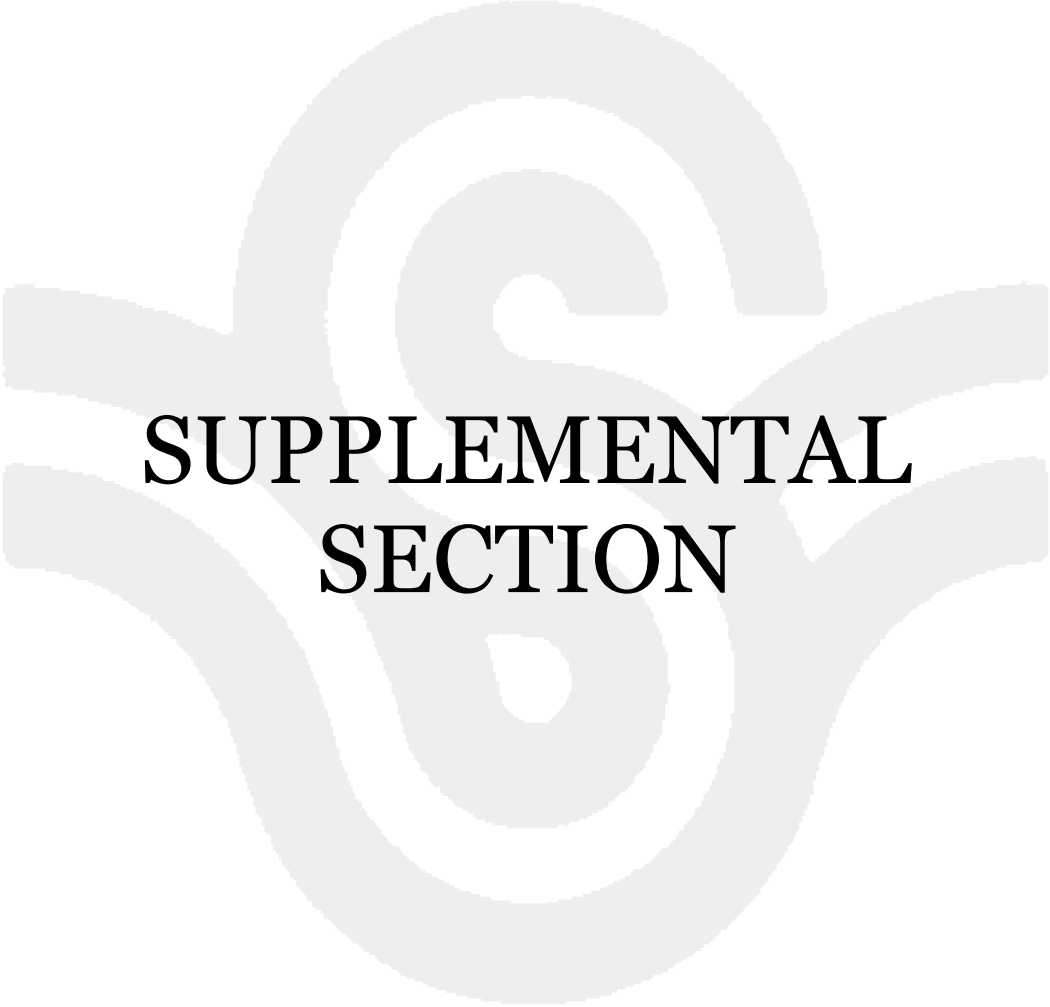
CITY OF SIDNEY, OHIO
Notes to the Required Supplementary Information
For the Year Ended December 31, 2020

4. *Modifications to the budget* may be made from time to time during the budget year. The Statement of Financial Policies provides the permissible methods of amending the budget.

Reconciliation of Budget Basis to GAAP Basis

The adjustments necessary to convert the results of operations for the year ended December 31, 2020, from the GAAP basis to the budget basis are as follows:

	General Fund	Street Repair & Maintenance Fund	
Net change in fund balance - <i>Budget Basis</i>	\$ (545,803)	\$ (62,902)	
Increase / (decrease):			
Due to revenues	(2,534,532)	(18,575)	
Due to expenditures	2,928,570	118,520	
Due to other financing sources and uses	42,100	-	
	<u>\$ (109,665)</u>	<u>\$ 37,043</u>	



**SUPPLEMENTAL
SECTION**

CITY OF SIDNEY, OHIO

Fund Descriptions - Non-major Governmental Funds

Non-major Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

C.D.B.G. Fund. To account for state funds and federal funds passed through state agencies for community development activities.

C.D.B.G. Program Income Fund. To account for the income generated from C.D.B.G. grant programs. Funds must be used for grant-eligible activities.

C.D.B.G. Revolving Loan Fund. To account for loans and repayment of loans for businesses who qualify for low interest loans for economic development.

Cemetery Fund. To account for the operation and maintenance of the cemetery facilities.

Cemetery Maintenance Fund. To account for that portion of cemetery sales revenue committed by City policy to be held for the perpetual care of Graceland Cemetery.

Convention and Visitors' Bureau Fund. To account for 25% of the funds received from the 6% lodging tax for the operation of a convention and visitors' bureau. The remaining 75% of the tax proceeds are accounted for in the General Fund.

County Auto License Fund. To account for county-levied motor vehicle registration fees restricted for street construction, maintenance and repair.

CRA Fund. To account for the annual fees paid by owners benefiting Community Reinvestment Area (CRA) tax abatement. This fee may be used to pay for expenses incurred in preparing the CRA annual report or expenses incurred by the tax incentive review committee.

Drug Law Enforcement Fund. To account for mandatory fines collected for drug offenses.

E-911 Wireless Fund. To account for funds collected by the State of Ohio from cell phone users and redistributed back to Ohio counties for use in implementation and maintenance of wireless 9-1-1 systems. The County is distributing 50% of those receipts to the City for the upkeep and maintenance of the wireless 9-1-1 system.

Enforcement & Education Fund. To account for financial resources used to educate and treat persons with alcohol related problems and to enhance law enforcement activities as a deterrent to the operation of motor vehicles while under the influence of alcohol.

F.E.M.A. Grant Fund. To account for funds received from Federal Emergency Management Association (FEMA).

Fire Loss Security Fund. To account for the holding of a portion of insurance proceeds from fire loss of private property, held as security against the cost of removing, securing or repairing the damaged structure.

Health Department Building Lease Fund. To account for the operation and maintenance of the building that is leased to the county health department.

H.O.M.E. Program Income Fund. To account for income generated from HOME grant programs, primarily loans and repayments of loans made in HOME-funded housing projects. Funds must be used for grant-eligible activities.

CITY OF SIDNEY, OHIO

Non-major Special Revenue Funds (continued)

Indigent Driver Alcohol Treatment Fund. To account for mandatory fines for DUI arrests that are used to treat drivers who cannot afford the rehabilitation.

Indigent Driver Alcohol Treatment - Surplus Fund (Municipal Court). To account for the resources and expenditures declared to be Indigent Driver Alcohol Treatment Surplus funds. This fund is not required to have a legally adopted budget.

Indigent Driver Interlock and Alcohol Monitoring Fund (Municipal Court). To account for additional court fees levied in accordance with Ohio Revised Code for the purpose of providing alcohol monitoring equipment for those cases that cannot afford to purchase it.

Justice Reinvestment Incentive Grant Fund - To account for funds received from the Ohio Department of Rehabilitation and Corrections for the reduction of recidivism and a change in probationers' cognizant behavior.

Law Enforcement Fund. To account for the proceeds from the confiscation of contraband.

Law Enforcement Diversion Grant Fund. To account for funds received from the Ohio Attorney General Office for law enforcement diversion programs to address the opioid epidemic.

Local Coronavirus Relief Fund. To account for financial assistance received as a result of the federal CARES Act to spend on pandemic-related expenses that (1) are necessary expenditures incurred due to the public health COVID-19 emergency, (2) were not included in the City's budget, and (3) were incurred between March 1, 2020 and December 30, 2020.

Mausoleum Maintenance Fund. To account for that portion of cemetery sales revenue committed by City policy to be held for the perpetual maintenance and repair of the mausoleum at Graceland Cemetery.

Municipal Court Computer Fund. To account for additional court fees levied in accordance with Ohio Revised Code for the sole purpose of procuring and maintaining computer systems for the office of the clerk of courts.

Municipal Court Special Projects Fund. To account for additional court fees levied in accordance with Ohio Revised Code for the purpose to acquire and pay for special projects of the court.

Neighborhood Stabilization Program Grant Fund. To account for funds received as part of the Regional Neighborhood Stabilization Program. The U.S. Department of Housing & Urban Development awarded funding to states and communities to address abandoned and foreclosed homes. Proceeds are to be used for eligible demolition and renovation projects in the City of Sidney.

Parking Enforcement Fund. Accounts for the operation of the parking system and related expenditures. The operating expenditures and capital improvements are supported by fines, customer charges, and additional funding, as necessary, from the General Fund.

Permissive License Fee Fund. To account for \$5 permissive license fee designated for street curb & gutter construction, maintenance and repair.

Probation Grant Fund. To account for funds received from the Ohio Department of Rehabilitation and Corrections for the operation of the Municipal Court's probation department.

State Highway Fund. To account for the portion of the state gasoline tax and motor vehicle registration fees restricted for street maintenance and repair of state highways within the City.

TIF – Echo Fund. To account for the financial resources and expenditures related to the development of the Echo Business Center subdivision.

CITY OF SIDNEY, OHIO

Non-major Special Revenue Funds (continued)

TIF – Kuther Rd Fund. To account for the financial resources and expenditures related to the development of the water and sewer infrastructure along Kuther Road.

TIF – Menards Fund. To account for the financial resources and expenditures related to the development of the southwest sanitary sewer.

Fund Descriptions – Non-Major Capital Project Fund

Capital funds are used to account for the acquisition and construction of major capital facilities, other than those financed by proprietary funds and trust funds.

Capital for Fire Station # 3 Fund. To account for the development and construction of a Fire Station at the north end of City.

**CITY OF SIDNEY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	Non-major Special Revenue Funds	Capital for Fire Station #3 Fund	Total Non-major Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Pooled cash	\$ 545,426	\$ 7,647	\$ 553,073
Cash held by outside agent	25,560	-	25,560
Pooled investments	3,556,800	49,867	3,606,667
Receivables:			
Property taxes	199,665	-	199,665
Other taxes	3,997	-	3,997
Interest	40	-	40
Loans	708,781	-	708,781
Other	34,119	-	34,119
Receivables from other governments	219,905	-	219,905
Prepaid items	<u>11,237</u>	<u>-</u>	<u>11,237</u>
 Total assets	 <u>\$ 5,305,530</u>	 <u>\$ 57,514</u>	 <u>\$ 5,363,044</u>
LIABILITIES			
Liabilities:			
Accounts payable	\$ 94,551	\$ -	\$ 94,551
Salaries and benefits payable	20,490	-	20,490
Advances from other funds	42,100	-	42,100
Unearned revenue	<u>550,031</u>	<u>-</u>	<u>550,031</u>
 Total liabilities	 <u>707,172</u>	 <u>-</u>	 <u>707,172</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue	<u>1,083,460</u>	<u>-</u>	<u>1,083,460</u>
Total deferred inflows of resources	1,083,460	-	1,083,460
FUND BALANCES			
Nonspendable	11,237	-	11,237
Restricted	3,350,383	-	3,350,383
Committed	174,505	57,514	232,019
Unassigned	<u>(21,227)</u>	<u>-</u>	<u>(21,227)</u>
 Total fund balances	 <u>3,514,898</u>	 <u>57,514</u>	 <u>3,572,412</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 5,305,530</u>	<u>\$ 57,514</u>	<u>\$ 5,363,044</u>

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Non-major Special Revenue Funds	Capital for Fire Station #3 Fund	Total Non-major Governmental Funds
REVENUES:			
Local taxes	\$ 363,244	\$ -	\$ 363,244
Intergovernmental revenues	2,641,560	-	2,641,560
Special assessments	2,000	-	2,000
Charges for services	325,747	-	325,747
Fines, licenses and permits	64,155	-	64,155
Investment income	11,066	-	11,066
Miscellaneous receipts and reimbursements	99,557	-	99,557
	<u>3,507,329</u>	<u>-</u>	<u>3,507,329</u>
EXPENDITURES:			
Current:			
Community development	321,864	-	321,864
Community environment	13,380	-	13,380
Fire	633,179	-	633,179
Health	401,254	-	401,254
Judicial	521,336	-	521,336
Police	754,486	-	754,486
Street repairs and maintenance	112,185	-	112,185
Capital outlay	626,011	-	626,011
Debt service:			
Principal	528,182	-	528,182
Bond issuance costs	9,128	-	9,128
Interest	16,489	-	16,489
	<u>3,937,494</u>	<u>-</u>	<u>3,937,494</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(430,165)</u>	<u>-</u>	<u>(430,165)</u>
OTHER FINANCING SOURCES:			
Transfers in	75,000	-	75,000
Bonds issued	468,182	-	468,182
Premium on bonds	18,699	-	18,699
	<u>561,881</u>	<u>-</u>	<u>561,881</u>
Net change in fund balance	131,716	-	131,716
Fund balances, beginning of year	<u>3,383,182</u>	<u>57,514</u>	<u>3,440,696</u>
Fund balances, end of year	<u>\$ 3,514,898</u>	<u>\$ 57,514</u>	<u>\$ 3,572,412</u>

**CITY OF SIDNEY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2020**

	C.D.B.G.	C.D.B.G. Program Income	C.D.B.G. Revolving Loan	Cemetery	Cemetery Maintenance	Convention and Visitors' Bureau	County Auto License	CRA	Drug Law Enforcement
ASSETS									
Pooled cash	\$ 13,633	\$ 1	\$ 2,724	\$ 26,411	\$ 108,479	\$ 687	\$ 11,410	\$ 1,017	\$ 3,045
Cash held by outside agent	-	-	-	-	-	-	25,560	-	-
Pooled investments	88,897	12	17,763	172,233	707,382	4,481	74,404	6,634	19,858
Receivables:									
Property taxes	-	-	-	-	-	-	-	-	-
Other taxes	-	-	-	-	-	3,997	-	-	-
Interest	4	-	1	-	32	-	-	-	-
Loans	708,781	-	-	-	-	-	-	-	-
Other	-	-	-	15,679	-	-	-	-	-
Receivables from other governments	68,547	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	370	-	-	-	-	-
Total assets	\$ 879,862	\$ 13	\$ 20,488	\$ 214,693	\$ 815,893	\$ 9,165	\$ 111,374	\$ 7,651	\$ 22,903
LIABILITIES									
Accounts payable	\$ 42,610	\$ -	-	\$ 1,930	\$ 100	\$ 5,168	\$ -	\$ -	\$ -
Salaries and benefits payable	-	-	-	5,892	-	-	-	-	-
Advances from other funds	-	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-
Total liabilities	42,610	-	-	7,822	100	5,168	-	-	-
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue	708,785	-	1	15,274	32	-	25,561	-	-
Total deferred inflows of resources	708,785	-	1	15,274	32	-	25,561	-	-
FUND BALANCES									
Nonspendable	-	-	-	370	-	-	-	-	-
Restricted	128,467	13	20,487	191,227	815,761	3,997	85,813	7,651	22,903
Committed	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	-	-
Total fund balances	128,467	13	20,487	191,597	815,761	3,997	85,813	7,651	22,903
Total liabilities, deferred inflows of resources and fund balances	\$ 879,862	\$ 13	\$ 20,488	\$ 214,693	\$ 815,893	\$ 9,165	\$ 111,374	\$ 7,651	\$ 22,903

(continued)

**CITY OF SIDNEY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2020**

	E-911 Wireless	Enforcement & Education	F.E.M.A. Grant	Fire Loss Security	Health Department Building Lease	H.O.M.E. Program Income	Indigent Driver Alcohol Treatment	Indigent Driver Alcohol Treatment Surplus	Indigent Driver Interlock & Alcohol Monitoring
ASSETS									
Pooled cash	\$ 20,205	\$ 1,513	\$ 5	\$ 6,629	\$ 9,602	\$ 4,434	\$ 7,079	\$ 863	\$ 4,111
Cash held by outside agent	-	-	-	-	-	-	-	-	-
Pooled investments	131,761	9,868	33	43,231	62,619	28,912	46,165	5,631	26,807
Receivables:									
Property taxes	-	-	-	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	1	-	-	-
Loans	-	-	-	-	-	-	-	-	-
Other	-	60	-	-	805	-	532	-	291
Receivables from other governments	-	-	17,062	-	-	-	-	-	-
Prepaid items	2,466	-	-	-	-	-	-	-	-
Total assets	\$ 154,432	\$ 11,441	\$ 17,100	\$ 49,860	\$ 73,026	\$ 33,347	\$ 53,776	\$ 6,494	\$ 31,209
LIABILITIES									
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 900	\$ 1,842
Salaries and benefits payable	-	-	-	-	-	-	-	-	-
Advances from other funds	-	-	17,100	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-
Total liabilities	-	-	17,100	-	-	-	-	900	1,842
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue	-	-	17,062	-	-	1	-	-	-
Total deferred inflows of resources	-	-	17,062	-	-	1	-	-	-
FUND BALANCES									
Nonspendable	2,466	-	-	-	-	-	-	-	-
Restricted	151,966	11,441	-	49,860	-	33,346	53,776	5,594	29,367
Committed	-	-	-	-	73,026	-	-	-	-
Unassigned	-	-	(17,062)	-	-	-	-	-	-
Total fund balances	154,432	11,441	(17,062)	49,860	73,026	33,346	53,776	5,594	29,367
Total liabilities, deferred inflows of resources and fund balances	\$ 154,432	\$ 11,441	\$ 17,100	\$ 49,860	\$ 73,026	\$ 33,347	\$ 53,776	\$ 6,494	\$ 31,209

(continued)

**CITY OF SIDNEY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2020**

	Justice Reinvestment Incentive Grant	Law Enforcement	Law Enforcement Diversion Grant	Local Coronavirus Relief	Mausoleum Maintenance	Municipal Court Computer	Municipal Court Special Projects	Neighborhood Stabilization Program Grant
ASSETS								
Pooled cash	\$ 7,914	\$ 36,956	\$ 2,004	\$ 77,168	\$ 6,226	\$ 5,695	\$ 59,011	\$ 4
Cash held by outside agent	-	-	-	-	-	-	-	-
Pooled investments	51,607	240,998	13,071	503,225	40,597	37,137	384,821	26
Receivables:								
Property taxes	-	-	-	-	-	-	-	-
Other taxes	-	-	-	-	-	-	-	-
Interest	-	-	-	-	2	-	-	-
Loans	-	-	-	-	-	-	-	-
Other	1,918	-	-	-	374	2,309	8,486	-
Receivables from other governments	-	-	13,305	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	8,401	-
Total assets	\$ 61,439	\$ 277,954	\$ 28,380	\$ 580,393	\$ 47,199	\$ 45,141	\$ 460,719	\$ 30
LIABILITIES								
Accounts payable	\$ 10,315	\$ -	\$ -	\$ 30,120	\$ -	\$ -	\$ 1,398	\$ -
Salaries and benefits payable	5,924	-	516	242	-	-	4,599	-
Advances from other funds	-	-	25,000	-	-	-	-	-
Unearned revenue	-	-	-	550,031	-	-	-	-
Total liabilities	16,239	-	25,516	580,393	-	-	5,997	-
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue	1,918	-	7,029	-	375	-	969	-
Total deferred inflows of resources	1,918	-	7,029	-	375	-	969	-
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	8,401	-
Restricted	43,282	277,954	-	-	46,824	45,141	445,352	30
Committed	-	-	-	-	-	-	-	-
Unassigned	-	-	(4,165)	-	-	-	-	-
Total fund balances	43,282	277,954	(4,165)	-	46,824	45,141	453,753	30
Total liabilities, deferred inflows of resources and fund balances	\$ 61,439	\$ 277,954	\$ 28,380	\$ 580,393	\$ 47,199	\$ 45,141	\$ 460,719	\$ 30

(continued)

**CITY OF SIDNEY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2020**

	Parking Enforcement	Permissive License Fee	Probation Grant	State Highway	TIF - Echo	TIF - Kuther Rd	TIF - Menards	Non-major Special Revenue Funds Totals
ASSETS								
Pooled cash	\$ 13,156	\$ 24,483	\$ 865	\$ 792	\$ 5,556	\$ 15,317	\$ 68,431	\$ 545,426
Cash held by outside agent	-	-	-	-	-	-	-	25,560
Pooled investments	85,791	159,660	5,640	5,165	36,235	99,885	446,251	3,556,800
Receivables:								
Property taxes	-	-	-	-	8,829	60,440	130,396	199,665
Other taxes	-	-	-	-	-	-	-	3,997
Interest	-	-	-	-	-	-	-	40
Loans	-	-	-	-	-	-	-	708,781
Other	2,862	-	803	-	-	-	-	34,119
Receivables from other governments	-	61,091	-	59,900	-	-	-	219,905
Prepaid items	-	-	-	-	-	-	-	11,237
Total assets	\$ 101,809	\$ 245,234	\$ 7,308	\$ 65,857	\$ 50,620	\$ 175,642	\$ 645,078	\$ 5,305,530
LIABILITIES								
Accounts payable	\$ 168	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 94,551
Salaries and benefits payable	-	-	3,317	-	-	-	-	20,490
Advances from other funds	-	-	-	-	-	-	-	42,100
Unearned revenue	-	-	-	-	-	-	-	550,031
Total liabilities	168	-	3,317	-	-	-	-	707,172
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue	162	53,589	803	52,234	8,829	60,440	130,396	1,083,460
Total deferred inflows of resources	162	53,589	803	52,234	8,829	60,440	130,396	1,083,460
FUND BALANCES								
Nonspendable	-	-	-	-	-	-	-	11,237
Restricted	-	191,645	3,188	13,623	41,791	115,202	514,682	3,350,383
Committed	101,479	-	-	-	-	-	-	174,505
Unassigned	-	-	-	-	-	-	-	(21,227)
Total fund balances	101,479	191,645	3,188	13,623	41,791	115,202	514,682	3,514,898
Total liabilities, deferred inflows of resources and fund balances	\$ 101,809	\$ 245,234	\$ 7,308	\$ 65,857	\$ 50,620	\$ 175,642	\$ 645,078	\$ 5,305,530

**CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	C.D.B.G.	C.D.B.G. Program Income	C.D.B.G. Revolving Loan	Cemetery	Cemetery Maintenance	Convention and Visitors' Bureau	County Auto License	CRA	Drug Law Enforcement
REVENUES:									
Local taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 53,574	\$ -	\$ -	\$ -
Intergovernmental revenues	582,979	-	-	-	-	-	112,915	-	-
Special Assessments	-	-	-	-	-	-	-	2,000	-
Charges for services	-	-	-	188,921	-	-	-	-	-
Fines, licenses and permits	-	-	-	-	-	-	-	-	12,482
Investment income	1,626	-	305	-	7,452	-	-	-	-
Miscellaneous receipts and reimbursements	-	-	-	11,856	-	-	-	-	-
Total revenues	<u>584,605</u>	<u>-</u>	<u>305</u>	<u>200,777</u>	<u>7,452</u>	<u>53,574</u>	<u>112,915</u>	<u>2,000</u>	<u>12,482</u>
EXPENDITURES:									
Current:									
Community development	229,809	-	2,505	-	-	55,803	-	-	-
Community environment	-	-	-	-	-	-	-	-	-
Fire	-	-	-	-	-	-	-	-	-
Health	-	-	-	249,977	387	-	-	-	-
Judicial	-	-	-	-	-	-	-	-	-
Police	-	-	-	-	-	-	-	-	11,500
Street repairs and maintenance	-	-	-	-	-	-	-	-	-
Capital outlay	409,433	-	17,485	-	-	-	107,807	-	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	<u>639,242</u>	<u>-</u>	<u>19,990</u>	<u>249,977</u>	<u>387</u>	<u>55,803</u>	<u>107,807</u>	<u>-</u>	<u>11,500</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(54,637)</u>	<u>-</u>	<u>(19,685)</u>	<u>(49,200)</u>	<u>7,065</u>	<u>(2,229)</u>	<u>5,108</u>	<u>2,000</u>	<u>982</u>
OTHER FINANCING SOURCES:									
Transfers in	-	-	-	75,000	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	-	-
Premium on bonds	-	-	-	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>75,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(54,637)	-	(19,685)	25,800	7,065	(2,229)	5,108	2,000	982
Fund balances, beginning of year restated	<u>183,104</u>	<u>13</u>	<u>40,172</u>	<u>165,797</u>	<u>808,696</u>	<u>6,226</u>	<u>80,705</u>	<u>5,651</u>	<u>21,921</u>
Fund balances, end of year	<u>\$ 128,467</u>	<u>\$ 13</u>	<u>\$ 20,487</u>	<u>\$ 191,597</u>	<u>\$ 815,761</u>	<u>\$ 3,997</u>	<u>\$ 85,813</u>	<u>\$ 7,651</u>	<u>\$ 22,903</u>

(continued)

**CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE!
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	E-911 Wireless	Enforcement & Education	F.E.M.A. Grant	Fire Loss Security	Health Department Building Lease	H.O.M.E. Program Income	Indigent Driver Alcohol Treatment	Indigent Driver Alcohol Treatment Surplus	Indigent Driver Interlock & Alcohol Monitoring
REVENUES:									
Local taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	43,677	-	-	-	-	-	-	-	-
Special Assessments	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	11,756
Fines, licenses and permits	-	2,511	-	-	-	-	11,064	-	-
Investment income	-	-	-	-	-	286	-	-	-
Miscellaneous receipts and reimbursements	-	-	-	45,680	26,348	7,788	-	-	-
Total revenues	<u>43,677</u>	<u>2,511</u>	<u>-</u>	<u>45,680</u>	<u>26,348</u>	<u>8,074</u>	<u>11,064</u>	<u>-</u>	<u>11,756</u>
EXPENDITURES:									
Current:									
Community development	-	-	-	-	-	-	-	-	-
Community environment	-	-	-	-	-	-	-	-	-
Fire	-	-	-	51,723	-	-	-	-	-
Health	-	-	17,071	-	2,266	-	-	-	-
Judicial	-	-	-	-	-	-	-	8,956	9,976
Police	38,907	-	-	-	-	-	-	-	-
Street repairs and maintenance	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
Debt service:									
Principal	-	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-
Total expenditures	<u>38,907</u>	<u>-</u>	<u>17,071</u>	<u>51,723</u>	<u>2,266</u>	<u>-</u>	<u>-</u>	<u>8,956</u>	<u>9,976</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,770</u>	<u>2,511</u>	<u>(17,071)</u>	<u>(6,043)</u>	<u>24,082</u>	<u>8,074</u>	<u>11,064</u>	<u>(8,956)</u>	<u>1,780</u>
OTHER FINANCING SOURCES:									
Transfers in	-	-	-	-	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	-	-
Premium on bonds	-	-	-	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	4,770	2,511	(17,071)	(6,043)	24,082	8,074	11,064	(8,956)	1,780
Fund balances, beginning of year restated	<u>149,662</u>	<u>8,930</u>	<u>9</u>	<u>55,903</u>	<u>48,944</u>	<u>25,272</u>	<u>42,712</u>	<u>14,550</u>	<u>27,587</u>
Fund balances, end of year	<u>\$ 154,432</u>	<u>\$ 11,441</u>	<u>\$ (17,062)</u>	<u>\$ 49,860</u>	<u>\$ 73,026</u>	<u>\$ 33,346</u>	<u>\$ 53,776</u>	<u>\$ 5,594</u>	<u>\$ 29,367</u>

(continued)

**CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE!
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Justice Reinvestment Grant	Law Enforcement	Law Enforcement Diversion Grant	Local Coronavirus Relief	Mausoleum Maintenance	Municipal Court Computer	Municipal Court Special Projects	Neighborhood Stabilization Program Grant
REVENUES:								
Local taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	240,740	-	22,183	1,462,594	-	-	-	-
Special Assessments	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	584	28,428	96,058	-
Fines, licenses and permits	-	18,826	-	-	-	-	-	-
Investment income	-	-	-	618	419	-	-	-
Miscellaneous receipts and reimbursements	(119)	-	315	-	-	-	3,460	-
Total revenues	<u>240,621</u>	<u>18,826</u>	<u>22,498</u>	<u>1,463,212</u>	<u>1,003</u>	<u>28,428</u>	<u>99,518</u>	<u>-</u>
EXPENDITURES:								
Current:								
Community development	-	-	-	-	-	-	-	-
Community environment	-	-	-	-	-	-	-	-
Fire	-	-	-	581,456	-	-	-	-
Health	-	-	-	131,553	-	-	-	-
Judicial	223,738	-	-	-	-	40,032	155,348	-
Police	-	8,795	24,560	670,724	-	-	-	-
Street repairs and maintenance	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	79,479	-	-	11,761	46
Debt service:								
Principal	-	-	-	-	-	-	-	-
Bond issuance costs	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Total expenditures	<u>223,738</u>	<u>8,795</u>	<u>24,560</u>	<u>1,463,212</u>	<u>-</u>	<u>40,032</u>	<u>167,109</u>	<u>46</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,883</u>	<u>10,031</u>	<u>(2,062)</u>	<u>-</u>	<u>1,003</u>	<u>(11,604)</u>	<u>(67,591)</u>	<u>(46)</u>
OTHER FINANCING SOURCES:								
Transfers in	-	-	-	-	-	-	-	-
Bonds issued	-	-	-	-	-	-	-	-
Premium on bonds	-	-	-	-	-	-	-	-
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	16,883	10,031	(2,062)	-	1,003	(11,604)	(67,591)	(46)
Fund balances, beginning of year restated	<u>26,399</u>	<u>267,923</u>	<u>(2,103)</u>	<u>-</u>	<u>45,821</u>	<u>56,745</u>	<u>521,344</u>	<u>76</u>
Fund balances, end of year	<u>\$ 43,282</u>	<u>\$ 277,954</u>	<u>\$ (4,165)</u>	<u>\$ -</u>	<u>\$ 46,824</u>	<u>\$ 45,141</u>	<u>\$ 453,753</u>	<u>\$ 30</u>

(continued)

**CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCE!
NON-MAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Parking Enforcement	Permissive License Fee	Probation Grant	State Highway	TIF - Echo	TIF - Kuther Rd	TIF - Menards	Non-major Special Revenue Funds Totals
REVENUES:								
Local taxes	\$ -	\$ 111,114	\$ -	\$ -	\$ 8,270	\$ 60,266	\$ 130,020	\$ 363,244
Intergovernmental revenues	-	-	77,868	98,604	-	-	-	2,641,560
Special Assessments	-	-	-	-	-	-	-	2,000
Charges for services	-	-	-	-	-	-	-	325,747
Fines, licenses and permits	19,272	-	-	-	-	-	-	64,155
Investment income	-	-	-	360	-	-	-	11,066
Miscellaneous receipts and reimbursements	-	-	4,229	-	-	-	-	99,557
Total revenues	<u>19,272</u>	<u>111,114</u>	<u>82,097</u>	<u>98,964</u>	<u>8,270</u>	<u>60,266</u>	<u>130,020</u>	<u>3,507,329</u>
EXPENDITURES:								
Current:								
Community development	-	-	-	-	1,080	11,000	21,667	321,864
Community environment	13,380	-	-	-	-	-	-	13,380
Fire	-	-	-	-	-	-	-	633,179
Health	-	-	-	-	-	-	-	401,254
Judicial	-	-	83,286	-	-	-	-	521,336
Police	-	-	-	-	-	-	-	754,486
Street repairs and maintenance	-	-	-	112,185	-	-	-	112,185
Capital outlay	-	-	-	-	-	-	-	626,011
Debt service:								
Principal	-	-	-	-	-	162,775	365,407	528,182
Bond issuance costs	-	-	-	-	-	2,979	6,149	9,128
Interest	-	-	-	-	-	5,439	11,050	16,489
Total expenditures	<u>13,380</u>	<u>-</u>	<u>83,286</u>	<u>112,185</u>	<u>1,080</u>	<u>182,193</u>	<u>404,273</u>	<u>3,937,494</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,892</u>	<u>111,114</u>	<u>(1,189)</u>	<u>(13,221)</u>	<u>7,190</u>	<u>(121,927)</u>	<u>(274,253)</u>	<u>(430,165)</u>
OTHER FINANCING SOURCES:								
Transfers in	-	-	-	-	-	-	-	75,000
Bonds issued	-	-	-	-	-	152,775	315,407	468,182
Premium on bonds	-	-	-	-	-	6,102	12,597	18,699
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>158,877</u>	<u>328,004</u>	<u>561,881</u>
Net change in fund balance	5,892	111,114	(1,189)	(13,221)	7,190	36,950	53,751	131,716
Fund balances, beginning of year restated	<u>95,587</u>	<u>80,531</u>	<u>4,377</u>	<u>26,844</u>	<u>34,601</u>	<u>78,252</u>	<u>460,931</u>	<u>3,383,182</u>
Fund balances, end of year	<u>\$ 101,479</u>	<u>\$ 191,645</u>	<u>\$ 3,188</u>	<u>\$ 13,623</u>	<u>\$ 41,791</u>	<u>\$ 115,202</u>	<u>\$ 514,682</u>	<u>\$ 3,514,898</u>

CITY OF SIDNEY, OHIO

Fund Descriptions – Non-major Enterprise Funds

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises for which 1) the intent of the government's legislative body is that goods or services provided to the general public on a continuing basis be financed or recovered primarily through user charges or 2) the government's legislative body has decided that periodic determination of net income is appropriate for accountability purposes.

Airport Fund. Accounts for the operation of the airport facility and related expenses, including capital improvement. The operating expenses and capital improvements are supported by customer charges and a subsidy, as necessary, from the General Fund.

Concession Stand Fund. Accounts for the operations of the concession stand and related expenses, including capital improvements.

Sidney Water Park Fund. Accounts for the operation of the public swimming pool and related expenses, including capital improvements. The operating expenses are financed through user charges while the capital improvements are subsidized by the General Fund.

Solid Waste Fund. Accounts for the operation of the solid waste collection system and related expenses, including capital improvements. The operations are financed through user charges.

Transportation Fund. Accounts for the operation and maintenance of the Shelby Public Transit (formerly Dial-A-Ride) service, and related expenses, including capital improvement. The operating expenses and capital improvements are supported by customer charges and governmental grants. Any remaining funding is split 65% subsidy from the General Fund and 35% subsidy from Shelby County.

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF NET POSITION
NON-MAJOR ENTERPRISE FUNDS
DECEMBER 31, 2020

	Airport	Concession Stand	Sidney Water Park	Solid Waste	Transportation	Enterprise Funds Totals
ASSETS						
Current assets:						
Pooled cash	\$ 45,252	\$ 811	\$ 6,048	\$ 30,758	\$ 68,401	151,270
Pooled investments	295,099	5,284	39,441	200,572	446,058	986,454
Receivables:						
Accounts	12,285	-	-	95,508	2,891	110,684
Other	48	173	1,118	75	15,029	16,443
Receivables from other governments	-	-	-	-	67,680	67,680
Inventory	31,791	-	-	-	-	31,791
Prepaid items	2,691	75	39	-	664	3,469
Total current assets	<u>387,166</u>	<u>6,343</u>	<u>46,646</u>	<u>326,913</u>	<u>600,723</u>	<u>1,367,791</u>
Noncurrent assets:						
Capital assets:						
Capital assets not subject to depreciation:						
Land	1,004,352	-	-	-	55,000	1,059,352
Construction in progress	76,881	-	-	-	-	76,881
Capital assets net of accumulated depreciation	<u>4,136,500</u>	<u>2,746</u>	<u>709,248</u>	<u>-</u>	<u>1,392,101</u>	<u>6,240,595</u>
Total noncurrent assets	<u>5,217,733</u>	<u>2,746</u>	<u>709,248</u>	<u>-</u>	<u>1,447,101</u>	<u>7,376,828</u>
Total assets	<u>\$ 5,604,899</u>	<u>\$ 9,089</u>	<u>\$ 755,894</u>	<u>\$ 326,913</u>	<u>\$ 2,047,824</u>	<u>\$ 8,744,619</u>
DEFERRED OUTFLOWS OF RESOURCES						
Pension	757	1,843	13,572	1,273	88,122	105,567
OPEB	535	1,306	9,612	902	62,417	74,772
Total deferred outflows of resources	<u>1,292</u>	<u>3,149</u>	<u>23,184</u>	<u>2,175</u>	<u>150,539</u>	<u>180,339</u>
Total assets & deferred outflows of resources and net position	<u>\$ 5,606,191</u>	<u>\$ 12,238</u>	<u>\$ 779,078</u>	<u>\$ 329,088</u>	<u>\$ 2,198,363</u>	<u>\$ 8,924,958</u>
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 47,009	\$ 39	\$ 349	\$ 3,678	\$ 4,467	55,542
Salaries and benefits payable	168	-	-	254	18,039	18,461
Compensated absences	50	-	-	-	2,153	2,203
Refundable deposits	145	-	-	-	-	145
Unearned revenue	9,380	-	-	228,221	-	237,601
Total current liabilities	<u>56,752</u>	<u>39</u>	<u>349</u>	<u>232,153</u>	<u>24,659</u>	<u>313,952</u>
Noncurrent liabilities:						
Net Pension liability	4,623	11,273	83,008	7,791	538,969	645,664
Net OPEB liability	3,226	7,875	57,986	5,439	376,502	451,028
Compensated absences	19	-	-	271	49,185	49,475
Total noncurrent liabilities	<u>7,868</u>	<u>19,148</u>	<u>140,994</u>	<u>13,501</u>	<u>964,656</u>	<u>1,146,167</u>
Total liabilities	<u>64,620</u>	<u>19,187</u>	<u>141,343</u>	<u>245,654</u>	<u>989,315</u>	<u>1,460,119</u>
DEFERRED INFLOWS OF RESOURCES						
Pension	982	2,393	17,616	1,654	114,379	137,024
OPEB	461	1,125	8,281	777	53,771	64,415
Total deferred inflows of resources	<u>1,443</u>	<u>3,518</u>	<u>25,897</u>	<u>2,431</u>	<u>168,150</u>	<u>201,439</u>
NET POSITION						
Net investment in capital assets	5,190,887	2,746	709,248	-	1,447,101	7,349,982
Unrestricted	349,241	(13,213)	(97,410)	81,003	(406,203)	(86,582)
Total net position	<u>5,540,128</u>	<u>(10,467)</u>	<u>611,838</u>	<u>81,003</u>	<u>1,040,898</u>	<u>7,263,400</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 5,606,191</u>	<u>\$ 12,238</u>	<u>\$ 779,078</u>	<u>\$ 329,088</u>	<u>\$ 2,198,363</u>	<u>\$ 8,924,958</u>

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION - NON-MAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Airport	Concession Stand	Sidney Water Park	Solid Waste	Transportation	Non-major Enterprise Funds Totals
OPERATING REVENUES:						
Charges for services	\$ 356,930	\$ -	\$ -	\$ 1,785,780	\$ 132,832	\$ 2,275,542
Other revenue	<u>18,367</u>	<u>1,004</u>	<u>6,686</u>	<u>534</u>	<u>54,141</u>	<u>80,732</u>
Total operating revenues	<u>375,297</u>	<u>1,004</u>	<u>6,686</u>	<u>1,786,314</u>	<u>186,973</u>	<u>2,356,274</u>
OPERATING EXPENSES:						
Personal services	5,227	1,786	13,004	8,251	521,347	549,615
Operations and maintenance	374,834	785	15,385	1,813,521	258,778	2,463,303
Depreciation	<u>221,218</u>	<u>168</u>	<u>31,840</u>	<u>-</u>	<u>121,171</u>	<u>374,397</u>
Total operating expenses	<u>601,279</u>	<u>2,739</u>	<u>60,229</u>	<u>1,821,772</u>	<u>901,296</u>	<u>3,387,315</u>
Operating loss	<u>(225,982)</u>	<u>(1,735)</u>	<u>(53,543)</u>	<u>(35,458)</u>	<u>(714,323)</u>	<u>(1,031,041)</u>
NONOPERATING REVENUE:						
Intergovernmental	-	-	-	-	709,469	709,469
Gain on disposal of assets	<u>8,017</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,485</u>	<u>10,502</u>
Total nonoperating revenue	<u>8,017</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>711,954</u>	<u>719,971</u>
Income (loss) before capital contributions and transfers	<u>(217,965)</u>	<u>(1,735)</u>	<u>(53,543)</u>	<u>(35,458)</u>	<u>(2,369)</u>	<u>(311,070)</u>
Capital grants & contributions	211,081	-	-	-	127,844	338,925
Transfers in	<u>63,932</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,932</u>
Change in net position	57,048	(1,735)	(53,543)	(35,458)	125,475	91,787
Net position - beginning	<u>5,483,080</u>	<u>(8,732)</u>	<u>665,381</u>	<u>116,461</u>	<u>915,423</u>	<u>7,171,613</u>
Net position - ending	<u>\$ 5,540,128</u>	<u>\$ (10,467)</u>	<u>\$ 611,838</u>	<u>\$ 81,003</u>	<u>\$ 1,040,898</u>	<u>\$ 7,263,400</u>

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF CASH FLOWS - NON-MAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Airport	Concession Stand	Sidney Water Park	Solid Waste	Transportation	Non-major Enterprise Funds Totals
Cash flows from operating activities:						
Receipts from customers and users	\$ 367,716	\$ 831	\$ 5,568	\$ 1,819,209	\$ 162,117	\$ 2,355,441
Payments to suppliers	(362,020)	(795)	(13,071)	(1,653,135)	(82,004)	(2,111,025)
Payments to employees	(4,400)	(178)	(1,154)	(7,537)	(529,364)	(542,633)
Payments for interfund services provided (used)	(22,560)	-	(2,323)	(160,578)	(179,993)	(365,454)
Net cash used for operating activities	(21,264)	(142)	(10,980)	(2,041)	(629,244)	(663,671)
Cash flows from noncapital financing activities:						
Transfers in	63,932	-	-	-	-	63,932
Intergovernmental	-	-	-	-	709,469	709,469
Net cash provided by noncapital financing activities	63,932	-	-	-	709,469	773,401
Cash flows from capital and related financing activities:						
Proceeds from sale of capital assets	8,017	-	-	-	2,485	10,502
Acquisition of capital assets	(67,001)	-	-	-	(2,357)	(69,358)
Capital contributions	205,172	-	-	-	15,476	220,648
Net cash provided by capital and related financing activities	146,188	-	-	-	15,604	161,792
Cash flows from investing activities:						
Proceeds from sales and maturities of investments	324,997	9,151	77,641	344,042	670,334	1,426,165
Purchase of investments	(477,029)	(8,545)	(63,755)	(324,226)	(721,053)	(1,594,608)
Net cash provided by (used for) investing activities	(152,032)	606	13,886	19,816	(50,719)	(168,443)
Net increase in pooled cash	36,824	464	2,906	17,775	45,110	103,079
Pooled cash, beginning of year	8,428	347	3,142	12,983	23,291	48,191
Pooled cash, end of year	\$ 45,252	\$ 811	\$ 6,048	\$ 30,758	\$ 68,401	\$ 151,270
Reconciliation of operating loss to net cash used by operating activities:						
Operating income (loss)	\$ (225,982)	\$ (1,735)	\$ (53,543)	\$ (35,458)	\$ (714,323)	\$ (1,031,041)
Adjustments to reconcile operating loss to net cash provided by (used for) operating activities:						
Depreciation	221,218	168	31,840	-	121,171	374,397
Change in assets and deferred outflows:						
Accounts receivable	(6,023)	-	-	28,733	7,613	30,323
Other receivables	(48)	(173)	(1,118)	(75)	(32,470)	(33,884)
Prepaid items	(232)	-	29	-	(9)	(212)
Inventory	(5,034)	-	-	-	-	(5,034)
Deferred outflows - Pension	1,174	2,968	21,852	1,817	165,759	193,570
Deferred outflows - OPEB	(277)	(664)	(4,883)	(489)	(28,515)	(34,828)
Change in liabilities and deferred inflows:						
Accounts payable	(4,480)	(10)	(38)	(192)	(3,210)	(7,930)
Salaries and benefits payable and compensated absences	7	(8)	(56)	(1,271)	3,511	2,183
Unearned revenue	(1,510)	-	-	4,237	-	2,727
Net pension liability	(1,661)	(4,391)	(32,332)	(2,273)	(287,668)	(328,325)
Net OPEB liability	258	476	3,509	686	(13,935)	(9,006)
Deferred inflows - Pension	890	2,164	15,934	1,507	102,322	122,817
Deferred inflows - OPEB	436	1,063	7,826	737	50,510	60,572
Net cash used for operating activities	\$ (21,264)	\$ (142)	\$ (10,980)	\$ (2,041)	\$ (629,244)	\$ (663,671)
Noncash investing, capital and related financing activities:						
Contributions of capital assets from other governments	\$ -	\$ -	\$ -	\$ -	\$ 112,368	\$ 112,368
Purchase of equipment on account	\$ 26,846	\$ -	\$ -	\$ -	\$ -	\$ 26,846
Prior year purchase of equipment on account	\$ 5,274	\$ -	\$ -	\$ -	\$ 685	\$ 5,959
Contributions of capital assets from governmental activities	\$ 5,909	\$ -	\$ -	\$ -	\$ -	\$ 5,909

CITY OF SIDNEY, OHIO

Fund Descriptions – Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the government and to other government units, on a cost reimbursement basis.

Garage/Fleet Operations Fund. To account for the operation of the municipal garage. This activity is funded by charges to City departments that use this service.

Information Technology Fund. To account for the costs of purchasing and maintaining the City's computer and phone systems and the allocation of those costs to the using departments on a cost-reimbursement basis.

Revenue Collections Fund. To account for the operation of the City's centralized income tax and utility billing and collections department. This activity is funded by charges to the City departments for which the monies are collected.

Self-Insurance Fund. To account for the employees' health insurance plan, including the payment of insurance premiums and claims. The fund is exclusively financed by premiums paid by City employees and from various operating funds of the City.

Service Center Building Fund. To account for the operation of the Service Center building. This activity is funded by charges to City departments that use these services.

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
DECEMBER 31, 2020

	Garage/ Fleet Operations	Information Technology	Revenue Collections	Self Insurance	Service Center Building	Internal Service Totals
ASSETS						
Current assets:						
Pooled cash	\$ 7,258	\$ 34,725	\$ 18,514	\$ -	\$ 20,735	\$ 81,232
Cash	-	-	-	452,227	-	452,227
Pooled investments	47,333	226,451	120,731	-	135,218	529,733
Receivables (net):						
Other	2,619	3,766	5,072	-	179	11,636
Inventory	14,293	1,141	-	-	-	15,434
Prepaid items	2,371	118,387	270	-	961	121,989
Total current assets	<u>73,874</u>	<u>384,470</u>	<u>144,587</u>	<u>452,227</u>	<u>157,093</u>	<u>1,212,251</u>
Noncurrent assets:						
Capital assets, net of accumulated depreciation	64,697	229,417	1,210	-	414,312	709,636
Total noncurrent assets	<u>64,697</u>	<u>229,417</u>	<u>1,210</u>	<u>-</u>	<u>414,312</u>	<u>709,636</u>
Total assets	<u>\$ 138,571</u>	<u>\$ 613,887</u>	<u>\$ 145,797</u>	<u>\$ 452,227</u>	<u>\$ 571,405</u>	<u>\$ 1,921,887</u>
DEFERRED OUTFLOWS OF RESOURCES						
Pension	34,224	55,859	75,813	-	2,619	168,515
OPEB	24,241	39,564	53,697	-	1,854	119,356
Total deferred outflows of resources	<u>\$ 58,465</u>	<u>\$ 95,423</u>	<u>\$ 129,510</u>	<u>\$ -</u>	<u>\$ 4,473</u>	<u>\$ 287,871</u>
Total assets & deferred outflows of resources and net position	<u>\$ 197,036</u>	<u>\$ 709,310</u>	<u>\$ 275,307</u>	<u>\$ 452,227</u>	<u>\$ 575,878</u>	<u>\$ 2,209,758</u>
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 16,349	\$ 29,692	\$ 7,195	\$ -	\$ 4,458	\$ 57,694
Salaries and benefits payable	9,002	13,431	14,627	-	608	37,668
Claims payable	-	-	-	270,324	-	270,324
Compensated absences	887	396	4,232	-	32	5,547
Total current liabilities	<u>26,238</u>	<u>43,519</u>	<u>26,054</u>	<u>270,324</u>	<u>5,098</u>	<u>371,233</u>
Noncurrent liabilities:						
Net pension liability	209,328	341,642	463,686	-	16,017	1,030,673
Net OPEB liability	146,225	238,657	323,915	-	11,185	719,982
Compensated absences	24,542	51,801	39,870	-	362	116,575
Total noncurrent liabilities	<u>380,095</u>	<u>632,100</u>	<u>827,471</u>	<u>-</u>	<u>27,564</u>	<u>1,867,230</u>
Total liabilities	<u>406,333</u>	<u>675,619</u>	<u>853,525</u>	<u>270,324</u>	<u>32,662</u>	<u>2,238,463</u>
DEFERRED INFLOWS OF RESOURCES						
Pension	44,424	72,503	98,402	-	3,399	218,728
OPEB	20,883	34,085	46,261	-	1,597	102,826
Total deferred inflows of resources	<u>65,307</u>	<u>106,588</u>	<u>144,663</u>	<u>-</u>	<u>4,996</u>	<u>321,554</u>
NET POSITION						
Net investment in capital assets	64,697	229,417	1,210	-	414,312	709,636
Unrestricted	(339,301)	(302,314)	(724,091)	181,903	123,908	(1,059,895)
Total net position	<u>(274,604)</u>	<u>(72,897)</u>	<u>(722,881)</u>	<u>181,903</u>	<u>538,220</u>	<u>(350,259)</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 197,036</u>	<u>\$ 709,310</u>	<u>\$ 275,307</u>	<u>\$ 452,227</u>	<u>\$ 575,878</u>	<u>\$ 2,209,758</u>

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
NET POSITION
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Garage/Fleet Operations	Information Technology	Revenue Collections	Self Insurance	Service Center Building	Internal Service Totals
OPERATING REVENUES:						
Charges for services	\$ 639,476	\$ 790,547	\$ 696,863	\$ 2,641,171	\$ 360,247	\$ 5,128,304
Other revenue	<u>19,732</u>	<u>25,691</u>	<u>31,343</u>	<u>-</u>	<u>180</u>	<u>76,946</u>
Total operating revenues	<u>659,208</u>	<u>816,238</u>	<u>728,206</u>	<u>2,641,171</u>	<u>360,427</u>	<u>5,205,250</u>
OPERATING EXPENSES:						
Personal services	226,888	410,454	600,110	-	48,464	1,285,916
Operations and maintenance	394,368	470,090	139,595	597,258	159,293	1,760,604
Claims	-	-	-	2,204,079	-	2,204,079
Depreciation	<u>14,494</u>	<u>70,499</u>	<u>189</u>	<u>-</u>	<u>60,592</u>	<u>145,774</u>
Total operating expenses	<u>635,750</u>	<u>951,043</u>	<u>739,894</u>	<u>2,801,337</u>	<u>268,349</u>	<u>5,396,373</u>
Operating income (loss)	<u>23,458</u>	<u>(134,805)</u>	<u>(11,688)</u>	<u>(160,166)</u>	<u>92,078</u>	<u>(191,123)</u>
NONOPERATING REVENUES:						
Investment income	-	-	-	8,530	-	8,530
Intergovernmental	<u>1,347</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,347</u>
Total nonoperating revenues	<u>1,347</u>	<u>-</u>	<u>-</u>	<u>8,530</u>	<u>-</u>	<u>9,877</u>
Income (loss) before capital contributions and transfers	24,805	(134,805)	(11,688)	(151,636)	92,078	(181,246)
Capital contributions	<u>-</u>	<u>12,225</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,225</u>
Change in net position	24,805	(122,580)	(11,688)	(151,636)	92,078	(169,021)
Net position - beginning	<u>(299,409)</u>	<u>49,683</u>	<u>(711,193)</u>	<u>333,539</u>	<u>446,142</u>	<u>(181,238)</u>
Net position - ending	<u>\$ (274,604)</u>	<u>\$ (72,897)</u>	<u>\$ (722,881)</u>	<u>\$ 181,903</u>	<u>\$ 538,220</u>	<u>\$ (350,259)</u>

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Garage/ Fleet Operations	Information Technology	Revenue Collections	Self Insurance	Service Center Building	Internal Service Totals
Cash flows from operating activities:						
Receipts from customers and users	\$ 21,697	\$ 123,204	\$ 26,271	\$ -	\$ -	\$ 171,172
Receipts from interfund services	634,892	689,268	696,863	2,641,171	360,248	5,022,442
Payments to suppliers	(309,085)	(438,165)	(91,669)	(597,258)	(151,208)	(1,587,385)
Payments to employees	(235,492)	(352,474)	(510,436)	-	(19,737)	(1,118,139)
Payments for claims	-	-	-	(2,160,294)	-	(2,160,294)
Payments for interfund services used	(79,609)	(1,769)	(47,677)	-	(8,433)	(137,488)
Net cash provided by (used for) operating activities	<u>32,403</u>	<u>20,064</u>	<u>73,352</u>	<u>(116,381)</u>	<u>180,870</u>	<u>190,308</u>
Cash flows from noncapital financing activities:						
Intergovernmental	1,347	-	-	-	-	1,347
Net cash provided by noncapital financing activities	<u>1,347</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,347</u>
Cash flows from capital and related financing activities:						
Acquisition of capital assets	(12,619)	(24,264)	-	-	(88,995)	(125,878)
Net cash used for capital and related financing activities	<u>(12,619)</u>	<u>(24,264)</u>	<u>-</u>	<u>-</u>	<u>(88,995)</u>	<u>(125,878)</u>
Cash flows from investing activities:						
Proceeds from sales and maturities of investments	60,779	390,219	136,659	-	143,875	731,532
Purchase of investments	(76,514)	(366,058)	(195,163)	-	(218,580)	(856,315)
Interest on investments	-	-	-	8,530	-	8,530
Net cash provided by (used for) investing activities	<u>(15,735)</u>	<u>24,161</u>	<u>(58,504)</u>	<u>8,530</u>	<u>(74,705)</u>	<u>(116,253)</u>
Net increase (decrease) in pooled cash	5,396	19,961	14,848	(107,851)	17,170	(50,476)
Pooled cash, beginning of year	1,862	14,764	3,666	560,078	3,565	583,935
Pooled cash, end of year	<u>\$ 7,258</u>	<u>\$ 34,725</u>	<u>\$ 18,514</u>	<u>\$ 452,227</u>	<u>\$ 20,735</u>	<u>\$ 533,459</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 23,458	\$ (134,805)	\$ (11,688)	\$ (160,166)	\$ 92,078	\$ (191,123)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation	14,494	70,499	189	-	60,592	145,774
Change in assets and deferred outflows:						
Other receivables	(2,619)	(3,766)	(5,072)	-	(179)	(11,636)
Prepaid items	190	13,086	277	-	(426)	13,127
Inventory	(2,142)	724	-	-	-	(1,418)
Deferred outflows - Pension	70,276	89,499	105,350	-	(2,619)	262,506
Deferred outflows - OPEB	(10,287)	(20,154)	(29,507)	-	(1,854)	(61,802)
Change in liabilities and deferred inflows:						
Accounts & claims payable	7,626	16,346	(28)	43,785	78	67,807
Salaries and benefits payable and compensated absences	17,818	7,346	(39,029)	-	1,002	(12,863)
Net pension liability	(130,928)	(131,644)	(126,182)	-	16,017	(372,737)
Net OPEB liability	(14,485)	15,115	45,309	-	11,185	57,124
Deferred inflows - Pension	39,461	65,600	89,799	-	3,399	198,259
Deferred inflows - OPEB	19,541	32,218	43,934	-	1,597	97,290
Net cash provided by (used for) operating activities	<u>\$ 32,403</u>	<u>\$ 20,064</u>	<u>\$ 73,352</u>	<u>\$ (116,381)</u>	<u>\$ 180,870</u>	<u>\$ 190,308</u>
Noncash investing, capital and related financing activities:						
Contributions of capital assets from governmental activities	\$ -	\$ 12,225	\$ -	\$ -	\$ -	\$ 12,225

CITY OF SIDNEY, OHIO

Fund Descriptions – Fiduciary Funds

Custodial Funds

Custodial funds are used to account for assets held on behalf of other parties.

Municipal Court Fund. To account for assets received and disbursed by the Municipal Court as agent and custodian relative to civil or criminal court matters.

Port Jefferson Fund. To account for funds collected on behalf of the Village of Port Jefferson. These funds are collected with sewer bills from residents of the Village.

River Clean Up Fund. To account for funds collected and disbursed on behalf of the Upper Great Miami River Watershed Protection Project.

Private-Purpose Trust Funds

Private purpose funds are used to account for a trust arrangement where specific benefits accrue to specific individuals.

B. Bennett Flower Trust Fund. To account for the purchase and placement of flowers upon the monument of stated Grantor's for specific holidays at the Graceland Cemetery until distribution amount is exhausted.

B. Slonkosky Flower Trust Fund. To account for the purchase and placement of flowers upon the monument of stated Grantor's for specific holidays at the Graceland Cemetery until distribution amount is exhausted.

C. Truster Flower Trust Fund. To account for the purchase and placement of flowers upon the monument of Grantor and Grantor's sister at Memorial Day at the Graceland Cemetery until distribution amount is exhausted.

Ike Family Mausoleum Fund. To account for the disbursement to the Ike family for maintenance and repairs to their private mausoleum.

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
DECEMBER 31, 2020

	Municipal Court	Port Jefferson	River Clean-Up	Custodial Funds Totals
ASSETS				
Pooled cash	\$ -	\$ 1,808	\$ 2,858	\$ 4,666
Cash held by outside agent	274,192	-	-	274,192
Pooled investments	-	11,790	18,640	30,430
Accounts Receivable	-	7,875	-	7,875
	<u>-</u>	<u>7,875</u>	<u>-</u>	<u>7,875</u>
Total assets	<u>\$ 274,192</u>	<u>\$ 21,473</u>	<u>\$ 21,498</u>	<u>\$ 317,163</u>
LIABILITIES				
Accounts payable	\$ -	\$ 6,289	\$ -	\$ 6,289
Payable to other governments	124,117	-	-	124,117
	<u>124,117</u>	<u>-</u>	<u>-</u>	<u>124,117</u>
Total liabilities	<u>\$ 124,117</u>	<u>\$ 6,289</u>	<u>\$ -</u>	<u>\$ 130,406</u>
NET POSITION				
Restricted for:				
Individuals & organizations & other governments	<u>\$ 150,075</u>	<u>\$ 15,184</u>	<u>\$ 21,498</u>	<u>\$ 186,757</u>
Total Net position	<u>\$ 150,075</u>	<u>\$ 15,184</u>	<u>\$ 21,498</u>	<u>\$ 186,757</u>

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF CHANGES IN NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Municipal Court	Port Jefferson	River Clean-Up	Custodial Funds Totals
ADDITIONS				
Charges for services	\$ -	\$ 79,737	\$ -	\$ 79,737
Court costs & fines	1,837,083	-	-	1,837,083
Contributions	-	-	8,462	8,462
Total Additions	<u>1,837,083</u>	<u>79,737</u>	<u>8,462</u>	<u>1,925,282</u>
DEDUCTIONS				
Judgement costs & bond reimbursements	924,605	-	-	924,605
Payments to other governments	895,706	74,238	-	969,944
Clean-up expenses	-	-	15,321	15,321
Total Deductions	<u>1,820,311</u>	<u>74,238</u>	<u>15,321</u>	<u>1,909,870</u>
Change in net position	16,772	5,499	(6,859)	15,412
Net position, beginning of year	<u>133,303</u>	<u>9,685</u>	<u>28,357</u>	<u>171,345</u>
Net position, end of year	<u>\$ 150,075</u>	<u>\$ 15,184</u>	<u>\$ 21,498</u>	<u>\$ 186,757</u>

**CITY OF SIDNEY, OHIO
 COMBINING STATEMENT OF NET POSITION
 PRIVATE-PURPOSE TRUST FUNDS
 DECEMBER 31, 2020**

	<u>B. Bennett Flower Trust</u>	<u>B. Slonkosky Flower Trust</u>	<u>C. Truster Flower Trust</u>	<u>Ike Family Mausoleum Trust</u>	<u>Private-Purpose Trust Funds Totals</u>
ASSETS					
Pooled cash	\$ 55	\$ 3,364	\$ 367	\$ 612	\$ 4,398
Pooled investments	359	21,934	2,392	3,993	28,678
Interest receivable	<u>-</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>1</u>
Total assets	<u>\$ 414</u>	<u>\$ 25,299</u>	<u>\$ 2,759</u>	<u>\$ 4,605</u>	<u>\$ 33,077</u>
LIABILITIES					
Accounts payable	<u>-</u>	<u>50</u>	<u>-</u>	<u>-</u>	<u>50</u>
Total liabilities	<u>\$ -</u>	<u>\$ 50</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 50</u>
NET POSITION					
Restricted for:					
Individuals & organization					
& other governments	<u>414</u>	<u>25,249</u>	<u>2,759</u>	<u>4,605</u>	<u>33,027</u>
Total Net position	<u>\$ 414</u>	<u>\$ 25,249</u>	<u>\$ 2,759</u>	<u>\$ 4,605</u>	<u>\$ 33,027</u>

CITY OF SIDNEY, OHIO
COMBINING STATEMENT OF CHANGES IN NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>B. Bennett Flower Trust</u>	<u>B. Slonkosky Flower Trust</u>	<u>C. Truster Flower Trust</u>	<u>Ike Family Mausoleum Trust</u>	<u>Private-Purpose Trust Funds Totals</u>
ADDITIONS					
Investment income	<u>8</u>	<u>212</u>	<u>23</u>	<u>39</u>	<u>282</u>
Total Additions	<u>8</u>	<u>212</u>	<u>23</u>	<u>39</u>	<u>282</u>
DEDUCTIONS					
Purchase of flowers	<u>614</u>	<u>108</u>	<u>40</u>	<u>-</u>	<u>762</u>
Total Deductions	<u>614</u>	<u>108</u>	<u>40</u>	<u>-</u>	<u>762</u>
Change in net position	(606)	104	(17)	39	(480)
Net position, beginning of year	<u>1,020</u>	<u>25,145</u>	<u>2,776</u>	<u>4,566</u>	<u>33,507</u>
Net position, end of year	<u>\$ 414</u>	<u>\$ 25,249</u>	<u>\$ 2,759</u>	<u>\$ 4,605</u>	<u>\$ 33,027</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Local taxes	\$ 14,717,217	\$ 12,079,723	\$ (2,637,494)
Intergovernmental revenues	699,819	701,157	1,338
Special assessments	281,000	336,697	55,697
Charges for services	1,262,735	1,069,490	(193,245)
Fines, licenses and permits	440,647	423,620	(17,027)
Investment income	250,000	119,980	(130,020)
Miscellaneous receipts and reimbursements	3,153,930	3,751,019	597,089
Total revenues	20,805,348	18,481,686	(2,323,662)
EXPENDITURES:			
Current:			
Community Development			
Community Planning & Development			
Personal services	191,214	188,861	2,353
Contractual, materials and other	25,092	22,886	2,206
Community Service Program			
Personal services	82,065	79,957	2,108
Contractual, materials and other	9,245	3,488	5,757
Miscellaneous			
Contractual, materials and other	51,948	1,095	50,853
Total community development	359,564	296,287	63,277
Community Environment			
Building Inspection			
Personal services	92,185	89,458	2,727
Contractual, materials and other	16,526	11,062	5,464
Code Enforcement			
Personal services	60,535	60,061	474
Contractual, materials and other	98,081	96,898	1,183
Engineering			
Personal services	311,874	304,833	7,041
Contractual, materials and other	81,812	71,476	10,336
Total community environment	661,013	633,788	27,225
Fire			
Fire Services			
Personal services	4,617,651	4,512,269	105,382
Contractual, materials and other	711,284	669,563	41,721
Total fire	5,328,935	5,181,832	147,103

(continued)

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
General Government			
City Administration			
Personal services	311,321	303,914	7,407
Contractual, materials and other	25,320	23,566	1,754
City Council			
Personal services	78,547	75,127	3,420
Contractual, materials and other	49,769	45,950	3,819
City Hall			
Personal services	29,510	28,195	1,315
Contractual, materials and other	133,493	108,561	24,932
County Auditor Deductions			
Contractual, materials and other	121,710	121,697	13
Finance			
Personal services	417,045	412,724	4,321
Contractual, materials and other	155,342	148,165	7,177
Law Director			
Personal services	120,365	119,707	658
Contractual, materials and other	15,545	14,120	1,425
Miscellaneous			
Personal services	250,000	237,915	12,085
Contractual, materials and other	1,113,552	1,077,374	36,178
Personnel			
Personal services	210,437	206,459	3,978
Contractual, materials and other	214,282	198,330	15,952
Purchasing			
Personal services	22,390	21,986	404
Contractual, materials and other	12,404	8,815	3,589
Total general government	<u>3,281,032</u>	<u>3,152,605</u>	<u>366,032</u>
Judicial			
Municipal Court			
Personal services	1,114,660	1,094,422	20,238
Contractual, materials and other	317,980	278,326	39,654
Total judicial	<u>1,432,640</u>	<u>1,372,748</u>	<u>59,892</u>

(continued)

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
Parks and Recreation			
Parks - Administration			
Personal services	124,965	123,714	1,251
Contractual, materials and other	23,175	21,225	1,950
Parks - Grounds Maintenance			
Personal services	645,315	637,199	8,116
Contractual, materials and other	329,787	283,459	46,328
Parks - Recreation Programs			
Personal services	110,815	104,391	6,424
Contractual, materials and other	62,273	54,424	7,849
Senior Center			
Contractual, materials and other	42,381	37,276	5,105
Urban Forest			
Contractual, materials and other	53,098	51,633	1,465
Total parks and recreation	<u>1,391,809</u>	<u>1,313,321</u>	<u>78,488</u>
Police			
Police Services			
Personal services	5,322,166	5,203,998	118,168
Contractual, materials and other	918,840	848,152	70,688
Street Lighting Department			
Contractual, materials and other	221,000	207,658	13,342
Total police	<u>6,462,006</u>	<u>6,259,808</u>	<u>202,198</u>
Total expenditures	<u>18,916,999</u>	<u>18,210,389</u>	<u>706,610</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,888,349</u>	<u>271,297</u>	<u>(1,617,052)</u>
OTHER FINANCING SOURCES (USES):			
Cash advance out	-	(42,100)	(42,100)
Transfers out	(927,261)	(775,000)	152,261
Total other financing uses	<u>(927,261)</u>	<u>(817,100)</u>	<u>110,161</u>
Net change in fund balance	<u>961,088</u>	<u>(545,803)</u>	<u>(1,506,891)</u>
Fund Balances, beginning of year restated	11,428,470	11,428,470	-
Prior Year Encumbrances	397,276	397,276	-
Fund Balances, end of year	<u>\$ 12,786,834</u>	<u>\$ 11,279,943</u>	<u>\$ (1,506,891)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
STREET REPAIR AND MAINTENANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ 1,346,622	\$ 1,226,994	\$ (119,628)
Charges for services	-	1,986	1,986
Investment Income	8,670	3,846	(4,824)
Miscellaneous receipts and reimbursements	113,185	43,638	(69,547)
Total revenues	<u>1,468,477</u>	<u>1,276,464</u>	<u>(192,013)</u>
EXPENDITURES:			
Current:			
Street repair & maintenance			
Personal services	690,120	667,649	22,471
Contractual, materials and other	1,536,395	1,251,717	284,678
Total expenditures	<u>2,226,515</u>	<u>1,919,366</u>	<u>307,149</u>
Deficiency of revenues under expenditures	<u>(758,038)</u>	<u>(642,902)</u>	<u>115,136</u>
OTHER FINANCING SOURCES (USES):			
Transfers in	580,000	580,000	-
Total other financing sources	<u>580,000</u>	<u>580,000</u>	<u>-</u>
Net change in fund balance	(178,038)	(62,902)	115,136
Fund Balances, beginning of year	473,272	473,272	-
Prior Year Encumbrances	18,337	18,337	-
Fund Balances, end of year	<u>\$ 313,571</u>	<u>\$ 428,707</u>	<u>\$ 115,136</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
C.D.B.G. FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenue	\$ 465,700	\$ 577,994	\$ 112,294
Investment income	-	1,564	1,564
Miscellaneous receipts and reimbursements	-	17,486	17,486
	<u>465,700</u>	<u>597,044</u>	<u>131,344</u>
Total revenues			
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	984,972	849,619	135,353
	<u>984,972</u>	<u>849,619</u>	<u>135,353</u>
Total expenditures			
Deficiency of revenues under expenditures	(519,272)	(252,575)	266,697
Fund Balances, beginning of year	(250,524)	(250,524)	-
Prior Year Encumbrances	452,218	452,218	-
Fund Balances, end of year	<u>\$ (317,578)</u>	<u>\$ (50,881)</u>	<u>\$ 266,697</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
C.D.B.G. REVOLVING LOAN FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Investment income	\$ 250	\$ 292	\$ 42
Total revenues	<u>250</u>	<u>292</u>	<u>42</u>
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	41,433	20,987	20,446
	<u>41,433</u>	<u>20,987</u>	<u>20,446</u>
Total expenditures			
Deficiency of revenues under expenditures	(41,183)	(20,695)	20,488
Fund Balances, beginning of year	37,683	37,683	-
Prior Year Encumbrances	3,500	3,500	-
Fund Balances, end of year	<u>\$ -</u>	<u>\$ 20,488</u>	<u>\$ 20,488</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
C.D.B.G. PROGRAM INCOME FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:	\$ 1	\$ 1	\$ -
EXPENDITURES:	-	-	-
Net change in fund balance	1	1	-
Fund Balances, beginning of year	12	12	-
Fund Balances, end of year	<u>\$ 13</u>	<u>\$ 13</u>	<u>\$ -</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
CEMETERY FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Charges for services	\$ 146,932	\$ 191,703	\$ 44,771
Miscellaneous receipts and reimbursements	500	11,856	11,356
Total revenues	<u>147,432</u>	<u>203,559</u>	<u>56,127</u>
EXPENDITURES:			
Current:			
Health			
Personal services	197,600	190,114	7,486
Contractual, materials and other	66,494	59,309	7,185
Total expenditures	<u>264,094</u>	<u>249,423</u>	<u>14,671</u>
Deficiency of revenues under expenditures	<u>(116,662)</u>	<u>(45,864)</u>	<u>70,798</u>
OTHER FINANCING SOURCES:			
Transfers in	75,000	75,000	-
Total other financing sources	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Net change in fund balance	(41,662)	29,136	70,798
Fund Balances, beginning of year	168,367	168,367	-
Prior Year Encumbrances	430	430	-
Fund Balances, end of year	<u>\$ 127,135</u>	<u>\$ 197,933</u>	<u>\$ 70,798</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
CEMETERY MAINTENANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Investment income	17,600	7,216	(10,384)
Total revenues	<u>17,600</u>	<u>7,216</u>	<u>(10,384)</u>
EXPENDITURES:			
Current:			
Health			
Contractual, materials and other	500	456	44
Total expenditures	<u>500</u>	<u>456</u>	<u>44</u>
Excess of revenues over expenditures	17,100	6,760	(10,340)
Fund Balances, beginning of year	809,128	809,128	-
Fund Balances, end of year	<u>\$ 826,228</u>	<u>\$ 815,888</u>	<u>\$ (10,340)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
CONVENTION AND VISITORS' BUREAU FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Local taxes	\$ 104,595	\$ 55,803	\$ (48,792)
Total revenues	<u>104,595</u>	<u>55,803</u>	<u>(48,792)</u>
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	77,334	77,334	-
Total expenditures	<u>77,334</u>	<u>77,334</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	27,261	(21,531)	(48,792)
Fund Balances, beginning of year	26,699	26,699	-
Fund Balances, end of year	<u>\$ 53,960</u>	<u>\$ 5,168</u>	<u>\$ (48,792)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
COUNTY AUTO LICENSE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenue	\$ 107,807	\$ 112,915	\$ 5,108
Total revenues	<u>107,807</u>	<u>112,915</u>	<u>5,108</u>
EXPENDITURES:			
Current:			
Street repair & maintenance			
Contractual, materials and other	<u>107,807</u>	<u>107,807</u>	<u>-</u>
Total expenditures	<u>107,807</u>	<u>107,807</u>	<u>-</u>
Excess of revenues over expenditures	-	5,108	5,108
Fund Balances, beginning of year	80,515	80,515	-
Prior Year Encumbrances	<u>190</u>	<u>190</u>	<u>-</u>
Fund Balances, end of year	<u>\$ 80,705</u>	<u>\$ 85,813</u>	<u>\$ 5,108</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
CRA FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Special assessments	\$ 1,760	\$ 2,001	\$ 241
Total Revenues	<u>1,760</u>	<u>2,001</u>	<u>241</u>
EXPENDITURES:			
Current:			
Community development			
Personal services	<u>650</u>	<u>-</u>	<u>650</u>
Total expenditures	<u>650</u>	<u>-</u>	<u>650</u>
Excess of revenues over expenditures	1,110	2,001	891
Fund Balances, beginning of year	5,651	5,651	-
Fund Balances, end of year	<u>\$ 6,761</u>	<u>\$ 7,652</u>	<u>\$ 891</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
DRUG LAW ENFORCEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Fines, licenses and permits	\$ 8,000	\$ 12,482	\$ 4,482
Total revenues	<u>8,000</u>	<u>12,482</u>	<u>4,482</u>
EXPENDITURES:			
Current:			
Police			
Contractual, materials and other	13,000	11,500	1,500
Total expenditures	<u>13,000</u>	<u>11,500</u>	<u>1,500</u>
Excess (deficiency) of revenues over (under) expenditures	(5,000)	982	5,982
Fund Balances, beginning of year	21,921	21,921	-
Fund Balances, end of year	<u>\$ 16,921</u>	<u>\$ 22,903</u>	<u>\$ 5,982</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
E-911 WIRELESS
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ 50,000	\$ 43,678	\$ (6,322)
Total revenues	<u>50,000</u>	<u>43,678</u>	<u>(6,322)</u>
EXPENDITURES:			
Current:			
Police			
Contractual, materials and other	57,153	38,907	18,246
Total expenditures	<u>57,153</u>	<u>38,907</u>	<u>18,246</u>
Excess (deficiency) of revenues over (under) expenditures	(7,153)	4,771	11,924
Fund Balances, beginning of year	147,195	147,195	-
Fund Balances, end of year	<u>\$ 140,042</u>	<u>\$ 151,966</u>	<u>\$ 11,924</u>

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
ENFORCEMENT & EDUCATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Fines, licenses and permits	\$ 2,100	\$ 2,686	\$ 586
Total revenues	<u>2,100</u>	<u>2,686</u>	<u>586</u>
EXPENDITURES:			
Current:			
Police			
Personal services	4,492	-	4,492
Contractual, materials and other	500	-	500
Total expenditures	<u>4,992</u>	<u>-</u>	<u>4,992</u>
Excess (deficiency) of revenues over (under) expenditures	(2,892)	2,686	5,578
Fund Balances, beginning of year	8,695	8,695	-
Fund Balances, end of year	<u>\$ 5,803</u>	<u>\$ 11,381</u>	<u>\$ 5,578</u>

**CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
F.E.M.A. GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
EXPENDITURES:	-	-	-
Current:			
Community development			
Contractual, materials and other	17,071	17,071	-
Total expenditures	<u>17,071</u>	<u>17,071</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):			
Cash advance in	17,100	17,100	-
Total other financing sources	<u>17,100</u>	<u>17,100</u>	<u>-</u>
Net change in fund balance	29	29	-
Fund Balances, beginning of year	9	9	-
Fund Balances, end of year	<u>\$ 38</u>	<u>\$ 38</u>	<u>-</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
FIRE LOSS SECURITY FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Miscellaneous receipts and reimbursements	\$ 50,000	\$ 45,681	\$ (4,319)
Total Revenues	50,000	45,681	(4,319)
EXPENDITURES:			
Current:			
Fire Services			
Contractual, materials and other	101,583	90,864	10,719
Total expenditures	101,583	90,864	10,719
Deficiency of revenues under expenditures	(51,583)	(45,183)	6,400
Fund Balances, beginning of year	-	-	-
Prior Year Encumbrances	55,903	55,903	-
Fund Balances, end of year	\$ 4,320	\$ 10,720	\$ 6,400

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
HEALTH DEPARTMENT BUILDING LEASE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Miscellaneous receipts and reimbursements	\$ 24,725	\$ 25,543	\$ 818
Total revenues	24,725	25,543	818
EXPENDITURES:			
Current:			
Health			
Contractual, materials and other	22,760	2,266	20,494
Total expenditures	22,760	2,266	20,494
Excess of revenues over expenditures	1,965	23,277	21,312
Fund Balances, beginning of year	48,944	48,944	-
Fund Balances, end of year	\$ 50,909	\$ 72,221	\$ 21,312

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
H.O.M.E. PROGRAM INCOME FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Investment income	\$ 500	\$ 8,066	\$ 7,566
Total revenues	<u>500</u>	<u>8,066</u>	<u>7,566</u>
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	14,000	-	14,000
Total expenditures	<u>14,000</u>	<u>-</u>	<u>14,000</u>
Excess (deficiency) of revenues over (under) expenditures	(13,500)	8,066	21,566
Fund Balances, beginning of year	25,062	25,062	-
Prior Year Encumbrances	219	219	-
Fund Balances, end of year	<u>\$ 11,781</u>	<u>\$ 33,347</u>	<u>\$ 21,566</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
INDIGENT DRIVER ALCOHOL TREATMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Fines, licenses and permits	\$ 17,000	\$ 11,120	\$ (5,880)
Total revenues	<u>17,000</u>	<u>11,120</u>	<u>(5,880)</u>
EXPENDITURES:			
Current:			
Judicial			
Contractual, materials and other	20,000	-	20,000
Total expenditures	<u>20,000</u>	<u>-</u>	<u>20,000</u>
Excess (deficiency) of revenues over (under) expenditures	(3,000)	11,120	14,120
Fund Balances, beginning of year	42,124	42,124	-
Fund Balances, end of year	<u>\$ 39,124</u>	<u>\$ 53,244</u>	<u>\$ 14,120</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
INDIGENT DRIVER ALCOHOL TREATMENT - SURPLUS FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Miscellaneous receipts and reimbursements	\$ -	\$ -	\$ -
Total revenues	-	-	-
EXPENDITURES:			
Current:			
Judicial			
Contractual, materials and other	14,950	8,456	6,494
Total expenditures	14,950	8,456	6,494
Deficiency of revenues under expenditures	(14,950)	(8,456)	6,494
Fund Balances, beginning of year	14,950	14,950	-
Fund Balances, end of year	<u>\$ -</u>	<u>\$ 6,494</u>	<u>\$ 6,494</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
INDIGENT DRIVER INTERLOCK & ALCOHOL MONITORING FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Fines, licenses and permits	\$ 20,000	\$ 12,005	\$ (7,995)
Total revenues	20,000	12,005	(7,995)
EXPENDITURES:			
Current:			
Judicial			
Contractual, materials and other	23,548	9,772	13,776
Total expenditures	23,548	9,772	13,776
Excess (deficiency) of revenues over (under) expenditures	(3,548)	2,233	5,781
Fund Balances, beginning of year	22,575	22,575	-
Prior Year Encumbrances	6,109	6,109	-
Fund Balances, end of year	<u>\$ 25,136</u>	<u>\$ 30,917</u>	<u>\$ 5,781</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
JUSTICE REINVESTMENT INCENTIVE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ 227,770	\$ 240,740	\$ 12,970
Miscellaneous receipts and reimbursements	-	8,563	8,563
Total Revenues	<u>227,770</u>	<u>249,303</u>	<u>21,533</u>
EXPENDITURES:			
Current:			
Judicial			
Personal services	181,865	181,861	4
Contractual, materials and other	55,142	53,772	1,370
Total expenditures	<u>237,007</u>	<u>235,633</u>	<u>1,374</u>
Excess (deficiency) of revenues over (under) expenditures	(9,237)	13,670	22,907
Fund Balances, beginning of year	25,116	25,116	-
Prior Year Encumbrances	7,811	7,811	-
Fund Balances, end of year	<u>\$ 23,690</u>	<u>\$ 46,597</u>	<u>\$ 22,907</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
LAW ENFORCEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Miscellaneous receipts and reimbursements	5,000	18,826	13,826
Total Revenues	<u>5,000</u>	<u>18,826</u>	<u>13,826</u>
EXPENDITURES:			
Current:			
Police			
Contractual, materials and other	30,100	8,795	21,305
Total Expenditures	<u>30,100</u>	<u>8,795</u>	<u>21,305</u>
Excess (deficiency) of revenues over (under) expenditures	(25,100)	10,031	35,131
Fund Balances, beginning of year	267,923	267,923	-
Fund Balances, end of year	<u>\$ 242,823</u>	<u>\$ 277,954</u>	<u>\$ 35,131</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
LAW ENFORCEMENT DIVERSION GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ 24,256	\$ 15,906	\$ (8,350)
Miscellaneous receipts and reimbursements	-	315	315
Total Revenues	24,256	16,221	(8,035)
EXPENDITURES:			
Current:			
Police			
Personal services	23,510	22,569	941
Contractual, materials and other	5,206	4,960	246
Total Expenditures	28,716	27,529	1,187
Deficiency of revenues under expenditures	(4,460)	(11,308)	(6,848)
OTHER FINANCING SOURCES (USES):			
Cash advance in	20,416	25,000	4,584
Cash advance out	(10,208)	(10,208)	-
Total other financing sources	10,208	14,792	4,584
Net change in fund balance	5,748	3,484	(2,264)
Fund Balances, beginning of year, restated	8,841	8,841	-
Prior Year Encumbrances	100	100	-
Fund Balances, end of year	<u>\$ 14,689</u>	<u>\$ 12,425</u>	<u>\$ (2,264)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
LOCAL CORONAVIRUS RELIEF GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ 2,012,625	\$ 2,012,625	\$ -
Investment income	544	618	74
Total revenues	2,013,169	2,013,243	74
EXPENDITURES:			
Current:			
Fire			
Personal services	581,456	581,456	-
Police			
Personal services	670,724	670,724	-
Health			
Personal services	3,376	3,376	-
Contractual, materials and other	757,613	217,618	539,995
Total expenditures	2,013,169	1,473,174	539,995
Excess of revenues over expenditures	-	540,069	540,069
Fund Balances, beginning of year	-	-	-
Fund Balances, end of year	<u>\$ -</u>	<u>\$ 540,069</u>	<u>\$ 540,069</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
MAUSOLEUM MAINTENANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Charges for services	\$ 800	\$ 1,088	\$ 288
Investment income	1,400	404	(996)
Total revenues	<u>2,200</u>	<u>1,492</u>	<u>(708)</u>
EXPENDITURES:	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over expenditures	2,200	1,492	(708)
Fund Balances, beginning of year	45,333	45,333	-
Fund Balances, end of year	<u>\$ 47,533</u>	<u>\$ 46,825</u>	<u>\$ (708)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
MUNICIPAL COURT COMPUTER FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Charges for services	\$ 41,500	\$ 28,997	\$ (12,503)
Total Revenues	<u>41,500</u>	<u>28,997</u>	<u>(12,503)</u>
EXPENDITURES:			
Current:			
Judicial			
Contractual, materials and other	43,558	40,329	3,229
Total expenditures	<u>43,558</u>	<u>40,329</u>	<u>3,229</u>
Deficiency of revenues under expenditures	(2,058)	(11,332)	(9,274)
Fund Balances, beginning of year	53,814	53,814	-
Prior Year Encumbrances	350	350	-
Fund Balances, end of year	<u>\$ 52,106</u>	<u>\$ 42,832</u>	<u>\$ (9,274)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
MUNICIPAL COURT SPECIAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Fines, licenses and permits	\$ 160,000	\$ 98,132	\$ (61,868)
Miscellaneous receipts and reimbursements	200	3,458	3,258
Total revenues	<u>160,200</u>	<u>101,590</u>	<u>(58,610)</u>
EXPENDITURES:			
Current:			
Judicial			
Personal services	131,865	122,624	9,241
Contractual, materials and other	462,389	49,705	412,684
Total expenditures	<u>594,254</u>	<u>172,329</u>	<u>421,925</u>
Deficiency of revenues under expenditures	(434,054)	(70,739)	363,315
Fund Balances, beginning of year	495,799	495,799	-
Prior Year Encumbrances	18,772	18,772	-
Fund Balances, end of year	<u>\$ 80,517</u>	<u>\$ 443,832</u>	<u>\$ 363,315</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
NEIGHBORHOOD STABILIZATION PROGRAM GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ -	\$ -	\$ -
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	76	76	-
Total expenditures	<u>76</u>	<u>76</u>	<u>-</u>
Deficiency of revenues under expenditures	(76)	(76)	-
Fund Balances, beginning of year	-	-	-
Prior Year Encumbrances	76	76	-
Fund Balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
PARKING ENFORCEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Fines, licenses and permits	\$ 23,794	\$ 16,872	\$ (6,922)
Total revenues	<u>23,794</u>	<u>16,872</u>	<u>(6,922)</u>
EXPENDITURES:			
Current:			
Community Environment			
Personal services	4,117	130	3,987
Contractual, materials and other	16,037	13,123	2,914
Total expenditures	<u>20,154</u>	<u>13,253</u>	<u>6,901</u>
Excess of revenues over expenditures	3,640	3,619	(21)
Fund Balances, beginning of year	95,328	95,328	-
Fund Balances, end of year	<u>\$ 98,968</u>	<u>\$ 98,947</u>	<u>\$ (21)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
PERMISSIVE LICENSE FEE FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Local taxes	\$ 107,807	\$ 103,612	\$ (4,195)
Miscellaneous receipts and reimbursements	80,531	80,531	-
Total revenues	<u>188,338</u>	<u>184,143</u>	<u>(4,195)</u>
EXPENDITURES:			
Current:			
Street repair & maintenance			
Contractual, materials and other	107,807	-	107,807
Total expenditures	<u>107,807</u>	<u>-</u>	<u>107,807</u>
Excess of revenues over expenditures	80,531	184,143	103,612
Fund Balances, beginning of year	-	-	-
Fund Balances, end of year	<u>\$ 80,531</u>	<u>\$ 184,143</u>	<u>\$ 103,612</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
PROBATION GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ 76,920	\$ 77,869	\$ 949
Miscellaneous receipts and reimbursements	-	4,229	4,229
Total revenues	<u>76,920</u>	<u>82,098</u>	<u>5,178</u>
EXPENDITURES:			
Current:			
Judicial			
Personal services	79,770	79,766	4
Contractual, materials and other	<u>3,300</u>	<u>2,806</u>	<u>494</u>
Total expenditures	<u>83,070</u>	<u>82,572</u>	<u>498</u>
Deficiency of revenues under expenditures	(6,150)	(474)	5,676
Fund Balances, beginning of year	6,979	6,979	-
Fund Balances, end of year	<u>\$ 829</u>	<u>\$ 6,505</u>	<u>\$ 5,676</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
STATE HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Intergovernmental revenues	\$ 111,685	\$ 99,486	\$ (12,199)
Investment income	<u>500</u>	<u>355</u>	<u>(145)</u>
Total revenues	<u>112,185</u>	<u>99,841</u>	<u>(12,344)</u>
EXPENDITURES:			
Current:			
Street repair & maintenance			
Contractual, materials and other	<u>112,185</u>	<u>112,185</u>	<u>-</u>
Total expenditures	<u>112,185</u>	<u>112,185</u>	<u>-</u>
Deficiency of revenues under expenditures	-	(12,344)	(12,344)
Fund Balances, beginning of year	18,301	18,301	-
Fund Balances, end of year	<u>\$ 18,301</u>	<u>\$ 5,957</u>	<u>\$ (12,344)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
TIF - ECHO FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Local Taxes	\$ 5,400	\$ 8,270	\$ 2,870
Total revenues	<u>5,400</u>	<u>8,270</u>	<u>2,870</u>
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	1,080	1,080	-
Total expenditures	<u>1,080</u>	<u>1,080</u>	<u>-</u>
Excess of revenues over expenditures	4,320	7,190	2,870
Fund Balances, beginning of year	34,601	34,601	-
Fund Balances, end of year	<u>\$ 38,921</u>	<u>\$ 41,791</u>	<u>\$ 2,870</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
TIF - KUTHER ROAD FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Local taxes	\$ 22,100	\$ 60,266	\$ 38,166
Total revenues	<u>22,100</u>	<u>60,266</u>	<u>38,166</u>
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	186,252	182,193	4,059
Total expenditures	<u>186,252</u>	<u>182,193</u>	<u>4,059</u>
OTHER FINANCING SOURCES (USES):			
Bond proceeds	158,877	158,877	-
Total other financing uses	<u>158,877</u>	<u>158,877</u>	<u>-</u>
Net change in fund balance	(5,275)	36,950	42,225
Fund Balances, beginning of year	78,252	78,252	-
Fund Balances, end of year	<u>\$ 72,977</u>	<u>\$ 115,202</u>	<u>\$ 42,225</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
TIF -MENARDS FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Local Taxes	\$ 125,000	\$ 130,020	\$ 5,020
Total revenues	<u>125,000</u>	<u>130,020</u>	<u>5,020</u>
EXPENDITURES:			
Current:			
Community development			
Contractual, materials and other	412,471	404,273	8,198
Total expenditures	<u>412,471</u>	<u>404,273</u>	<u>8,198</u>
OTHER FINANCING SOURCES (USES):			
Bond proceeds	328,004	328,004	-
Total other financing uses	<u>328,004</u>	<u>328,004</u>	<u>-</u>
Net change in fund balance	40,533	53,751	13,218
Fund Balances, beginning of year	460,931	460,931	-
Fund Balances, end of year	<u>\$ 501,464</u>	<u>\$ 514,682</u>	<u>\$ 13,218</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
CAPITAL IMPROVEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	Final Budget	Actual Including Encumbrances	Variance from Final Budget
REVENUES:			
Local taxes	\$ 3,263,896	\$ 2,734,073	\$ (529,823)
Intergovernmental revenues	3,895,299	2,754,512	(1,140,787)
Special assessments	75,000	193,570	118,570
Charges for services	-	21,600	21,600
Miscellaneous receipts and reimbursements	<u>622,400</u>	<u>53,071</u>	<u>(569,329)</u>
Total revenues	<u>7,856,595</u>	<u>5,756,826</u>	<u>(2,099,769)</u>
EXPENDITURES:			
Capital Outlay:			
Contractual, materials and other	<u>10,739,613</u>	<u>8,989,295</u>	<u>1,750,318</u>
Total expenditures	<u>10,739,613</u>	<u>8,989,295</u>	<u>1,750,318</u>
Deficiency of revenues under expenditures	<u>(2,883,018)</u>	<u>(3,232,469)</u>	<u>(349,451)</u>
OTHER FINANCING SOURCES (USES):			
Sale of asset	15,000	37,276	22,276
Bond proceeds	2,395,910	2,395,910	-
Transfers out	(63,932)	(63,932)	-
Transfers in	<u>120,000</u>	<u>120,000</u>	<u>-</u>
Total other financing sources	<u>2,466,978</u>	<u>2,489,254</u>	<u>22,276</u>
Net change in fund balance	(416,040)	(743,215)	(327,175)
Fund Balances, beginning of year	(1,591,750)	(1,591,750)	-
Prior Year Encumbrances	<u>4,329,561</u>	<u>4,329,561</u>	<u>-</u>
Fund Balances, end of year	<u>\$ 2,321,771</u>	<u>\$ 1,994,596</u>	<u>\$ (327,175)</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
MUNICIPAL EARNED INCOME TAX FOR STREET CAPITAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual Including Encumbrances</u>	<u>Variance from Final Budget</u>
REVENUES:			
Local taxes	\$ 1,740,730	\$ 1,445,916	\$ (294,814)
Total revenues	<u>1,740,730</u>	<u>1,445,916</u>	<u>(294,814)</u>
EXPENDITURES:			
Capital Outlay:			
Contractual, materials and other	<u>2,500,000</u>	<u>2,108,621</u>	<u>391,379</u>
Total expenditures	<u>2,500,000</u>	<u>2,108,621</u>	<u>391,379</u>
Deficiency of revenues under expenditures	(759,270)	(662,705)	96,565
Fund Balances, beginning of year	1,737,509	1,737,509	-
Prior Year Encumbrances	<u>38,778</u>	<u>38,778</u>	<u>-</u>
Fund Balances, end of year	<u>\$ 1,017,017</u>	<u>\$ 1,113,582</u>	<u>\$ 96,565</u>

CITY OF SIDNEY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL - BUDGETARY (NON-GAAP) BASIS
AT LEGAL LEVEL OF BUDGETARY CONTROL
CAPITAL FOR FIRE STATION #3 FUND
FOR THE YEAR ENDED DECEMBER 31, 2020

	<u>Final Budget</u>	<u>Actual Including Encumbrances</u>	<u>Variance from Final Budget</u>
REVENUES:	\$ -	\$ -	\$ -
EXPENDITURES:	\$ -	\$ -	\$ -
Net change in fund balance	-	-	-
Fund Balances, beginning of year	57,514	57,514	-
Fund Balances, end of year	<u>\$ 57,514</u>	<u>\$ 57,514</u>	<u>\$ -</u>



STATISTICAL SECTION

CITY OF SIDNEY, OHIO
Statistical Section
December 31, 2020

This part of the City of Sidney’s annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City’s overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends (Schedules 1 – 4) These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	133 – 137
Revenue Capacity (Schedules 5 – 6) These schedules contain information to help the reader assess the City’s most significant local revenue source, the municipal income tax.	138 – 139
Debt Capacity (Schedules 7 - 10) 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.	140– 143
Economic and Demographic Information (Schedules 11 – 12) These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place.	144 – 145
Operating Information (Schedules 13 – 15) 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.	146 – 148

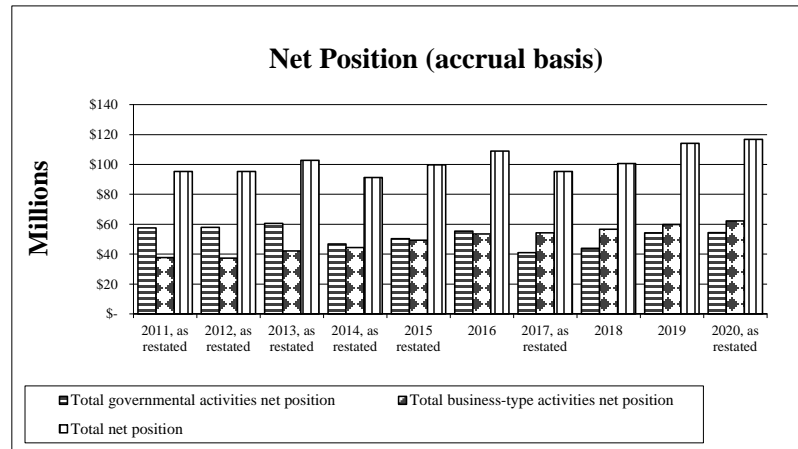
Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

**CITY OF SIDNEY, OHIO
NET POSITION BY CATEGORY
LAST TEN FISCAL YEARS**

Schedule 1

	Year Ended December 31,									
	2011, as restated	2012, as restated	2013, as restated	2014, as restated	2015 restated	2016	2017, as restated	2018	2019	2020, as restated
Governmental activities										
Net investments in capital assets	46,814,752	46,484,983	47,228,659	46,471,032	48,421,398	52,535,603	56,673,279	59,060,823	60,481,104	63,660,122
Restricted for:										
Other purposes	3,116,853	3,273,154	3,521,730	3,922,451	6,070,942	6,221,211	5,459,700	5,520,325	6,737,699	6,147,353
Unrestricted	7,609,599	8,197,220	9,917,661	(3,493,089)	(4,047,311)	(3,307,733)	(21,070,199)	(20,656,687)	(12,925,179)	(15,318,620)
Total governmental activities net position	<u>57,541,204</u>	<u>57,955,357</u>	<u>60,668,050</u>	<u>46,900,394</u>	<u>50,445,029</u>	<u>55,449,081</u>	<u>41,062,780</u>	<u>43,924,461</u>	<u>54,293,624</u>	<u>54,488,855</u>
Business-type activities										
Net investments in capital assets	33,450,981	32,434,937	36,286,139	37,688,256	39,086,912	40,496,079	41,249,363	45,553,676	49,033,611	50,361,540
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	4,368,997	4,961,412	5,858,713	6,725,423	10,282,346	13,046,114	13,073,721	11,192,470	10,797,443	11,915,315
Total business-type activities net position	<u>37,819,978</u>	<u>37,396,349</u>	<u>42,144,852</u>	<u>44,413,679</u>	<u>49,369,258</u>	<u>53,542,193</u>	<u>54,323,084</u>	<u>56,746,146</u>	<u>59,831,054</u>	<u>62,276,855</u>
Total										
Net investments in capital assets	80,265,733	78,919,920	83,514,798	84,159,288	87,508,310	93,031,682	97,922,642	104,614,499	109,514,715	114,021,662
Restricted for:										
Other purposes	3,116,853	3,273,154	3,521,730	3,922,451	6,070,942	6,221,211	5,459,700	5,520,325	6,737,699	6,147,353
Unrestricted	11,978,596	13,158,632	15,776,374	3,232,334	6,235,035	9,738,381	(7,996,478)	(9,464,217)	(2,127,736)	(3,403,305)
Total net position	<u>\$ 95,361,182</u>	<u>\$ 95,351,706</u>	<u>\$ 102,812,902</u>	<u>\$ 91,314,073</u>	<u>\$ 99,814,287</u>	<u>\$ 108,991,274</u>	<u>\$ 95,385,864</u>	<u>\$ 100,670,607</u>	<u>\$ 114,124,678</u>	<u>\$ 116,765,710</u>

Note: Accounting standards require that the net position be reported in three components in the financial statements: net investments in capital assets; restricted; and unrestricted. Net position is considered restricted when (1) an external party, such as the state or federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City.



Note: The following restatements of prior years' balances are reflected in the above schedule:

transportation

- Change in accounting principle for GASB Statement No. 65, prior period adjustment for deferred gain on current refunding, and classification amongst net investments in capital assets, restricted and unrestricted net position as well as a reclassification for 2011 between program revenues and other taxes - prior year balances have not been restated
- Correction of sewer capitalized interest in 2013.
- Change in accounting principle of GASB Statement No. 68 for 2014, - prior year balances have not been restated
- Correction of GASB Statement No. 68 for 2015
- Change in accounting principle of GASB Statement No. 75 for 2017, - prior year balances have not been restated
- Change in accounting principle for unclaimed funds previously a fiduciary fund now consolidated with General Fund, - prior year balances have not been restated

CITY OF SIDNEY, OHIO
 CHANGES IN NET POSITION
 LAST TEN FISCAL YEARS

Schedule 2

	Year Ended December 31,									
	2011, as restated	2012, as restated	2013, as restated	2014, as restated	2015, as restated	2016	2017, as restated	2018	2019	2020, as restated
Expenses										
Governmental activities:										
Basic utility services	-	54,751	-	101,582	384,464	249,527	62,738	23,450	27,119	70,003
Community development	833,892	690,046	674,110	467,887	533,433	1,005,925	770,341	956,603	905,453	1,156,342
Community environment	783,027	704,322	522,557	572,458	568,221	620,135	662,270	752,982	882,259	804,488
Fire	4,635,651	4,636,484	4,831,041	5,028,715	5,543,595	5,711,785	5,762,909	6,469,069	114,577	6,382,401
General government	822,047	1,043,097	1,280,552	1,222,533	1,135,011	1,112,992	1,404,493	1,281,658	1,553,807	1,709,080
Health	188,091	200,968	212,134	211,378	246,323	229,048	316,082	355,460	374,076	497,855
Judicial	1,638,942	1,574,631	1,644,204	1,701,791	1,652,162	1,851,709	1,854,514	2,375,499	2,469,531	2,444,266
Parks and recreation	1,365,458	1,488,367	1,453,956	1,464,155	1,483,180	1,572,667	1,659,861	1,581,395	1,832,337	1,628,021
Police	5,995,394	5,947,129	5,878,916	6,069,441	6,194,921	6,381,987	6,936,647	7,491,183	2,561,736	7,352,085
Public transportation	-	5,643	-	-	-	41,509	4,778	-	-	-
Street repair & maintenance	3,420,370	3,275,490	3,501,798	3,233,573	3,236,098	3,565,336	3,713,373	4,100,079	4,419,540	4,480,862
Bond issuance cost	-	-	14,234	-	-	-	-	-	-	54,054
Interest on long-term debt	321,257	295,729	291,005	161,053	147,997	134,274	120,023	105,694	94,324	51,551
Total governmental activities expenses	20,004,129	19,916,657	20,304,507	20,234,566	21,125,405	22,476,894	23,268,029	25,493,072	15,234,759	26,631,008
Business-type activities:										
Sewer	3,631,479	3,473,960	3,915,727	4,139,110	4,163,735	4,211,321	4,896,273	4,855,169	5,516,773	5,174,498
Solid Waste	1,188,726	1,233,201	1,346,774	1,362,006	1,421,630	1,549,248	1,623,902	1,694,718	1,623,243	1,823,669
Stormwater	543,603	568,224	491,391	524,541	574,465	588,053	633,629	633,107	398,820	656,605
Water	3,760,888	3,876,533	3,838,381	3,791,600	3,713,584	3,984,823	4,771,136	5,206,990	6,052,718	6,048,856
Other business-type activities	1,522,638	1,598,795	1,554,138	1,576,068	1,609,157	1,680,619	1,829,707	2,103,450	2,072,459	1,569,835
Total business-type activities expenses	10,647,334	10,750,713	11,146,411	11,393,325	11,482,571	12,014,064	13,754,647	14,493,434	15,664,013	15,273,463
Total Expenses	30,651,463	30,667,370	31,450,918	31,627,891	32,607,976	34,490,958	37,022,676	39,986,506	30,898,772	41,904,471
Program Revenues										
Governmental activities:										
Community development	457,017	405,217	632,825	389,547	350,151	575,384	602,124	485,209	375,270	640,360
Community environment	63,674	89,396	87,860	79,255	96,715	114,174	113,002	121,526	167,677	210,300
Fire	561,125	637,602	555,901	700,607	702,442	767,796	744,983	820,467	764,591	1,204,480
General government	-	1,578	-	-	-	-	4,273	-	-	1,347
Health	144,307	133,823	152,802	122,172	145,303	156,342	152,613	197,277	127,501	418,388
Judicial	831,903	883,356	926,900	916,951	932,008	883,270	876,168	1,178,762	1,091,387	886,723
Parks and recreation	191,588	206,674	119,649	173,419	123,973	233,008	80,931	128,192	396,467	632,545
Police	410,885	404,573	434,230	335,842	352,453	356,665	439,709	379,676	666,358	1,147,245
Public transportation	-	-	-	-	-	-	-	-	-	-
Street repair & maintenance	3,999,963	1,683,455	3,189,712	1,547,509	1,874,992	3,163,261	3,136,968	1,597,065	1,905,722	3,859,260
Total governmental activities program revenues	6,660,462	4,445,674	6,099,879	4,265,302	4,578,037	6,249,900	6,150,771	4,908,174	5,494,973	9,000,648
Business-type activities:										
Sewer	3,260,279	3,361,223	5,724,273	6,706,435	6,393,250	5,932,595	6,108,605	5,917,083	6,705,881	6,057,521
Solid Waste	1,140,751	1,205,710	1,325,314	1,388,994	1,457,325	1,556,991	1,629,976	1,696,429	1,776,737	1,785,780
Stormwater	345,438	344,723	350,623	378,838	382,292	424,341	402,483	676,332	1,175,593	854,133
Water	3,448,378	3,480,586	4,148,898	4,988,388	5,615,833	6,003,745	6,431,529	6,312,677	6,804,530	6,876,138
Other business-type activities	1,213,749	1,641,873	3,564,226	1,491,235	1,497,852	1,532,473	1,180,185	1,377,553	1,429,011	1,532,247
Total business-type activities program revenues	9,408,595	10,034,115	15,113,334	14,953,890	15,346,552	15,450,145	15,752,778	15,980,074	17,891,752	17,105,819

CITY OF SIDNEY, OHIO
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS

Schedule 2

	Year Ended December 31,									
	2011, as restated	2012, as restated	2013, as restated	2014, as restated	2015, as restated	2016	2017, as restated	2018	2019	2020, as restated
Net (Expense) Revenue ^(a)										
Governmental activities:										
Basic utility services	-	(54,751)	-	(101,582)	(384,464)	(249,527)	(62,738)	(23,450)	(27,119)	(70,003)
Community development	(376,875)	(284,829)	(41,285)	(78,340)	(183,282)	(430,541)	(168,217)	(471,394)	(530,183)	(515,982)
Community environment	(719,353)	(614,926)	(434,697)	(493,203)	(471,506)	(505,961)	(549,268)	(631,456)	(714,582)	(594,188)
Fire	(4,074,526)	(3,998,882)	(4,275,140)	(4,328,108)	(4,841,153)	(4,943,989)	(5,017,926)	(5,648,602)	650,014	(5,177,921)
General government	(822,047)	(1,041,519)	(1,280,552)	(1,222,533)	(1,135,011)	(1,112,992)	(1,400,220)	(1,281,658)	(1,553,807)	(1,707,733)
Health	(43,784)	(67,145)	(59,332)	(89,206)	(101,020)	(72,706)	(163,469)	(158,183)	(246,575)	(79,467)
Judicial	(807,039)	(691,275)	(717,304)	(784,840)	(720,154)	(968,439)	(978,346)	(1,196,737)	(1,378,144)	(1,557,543)
Parks and recreation	(1,173,870)	(1,281,693)	(1,334,307)	(1,290,736)	(1,359,207)	(1,339,659)	(1,578,930)	(1,453,203)	(1,435,870)	(995,476)
Police	(5,584,509)	(5,542,556)	(5,444,686)	(5,733,599)	(5,842,468)	(6,025,322)	(6,496,938)	(7,111,507)	(1,895,378)	(6,204,840)
Public transportation	-	(5,643)	-	-	-	(41,509)	(4,778)	-	-	-
Street repair & maintenance	579,593	(1,592,035)	(312,086)	(1,686,064)	(1,361,106)	(402,075)	(576,405)	(2,503,014)	(2,513,818)	(621,602)
Bond issuance costs	-	-	(14,234)	-	-	-	-	-	-	(54,054)
Interest on long-term debt	(321,257)	(295,729)	(291,005)	(161,053)	(147,997)	(134,274)	(120,023)	(105,694)	(94,324)	(51,551)
Total governmental activities	(13,343,667)	(15,470,983)	(14,204,628)	(15,969,264)	(16,547,368)	(16,226,994)	(17,117,258)	(20,584,898)	(9,739,786)	(17,630,360)
Net (Expense) Revenue ^(a)										
Business-type activities:										
Sewer	(371,200)	(112,737)	1,808,546	2,567,325	2,229,515	1,721,274	1,212,332	1,061,914	1,189,108	883,023
Solid Waste	(47,975)	(27,491)	833,923	26,988	882,860	7,743	6,074	1,711	153,494	(37,889)
Stormwater	(198,165)	(223,501)	(996,151)	(145,703)	(1,039,338)	(163,712)	(231,146)	43,225	776,773	197,528
Water	(312,510)	(395,947)	310,517	1,196,788	1,902,249	2,018,922	1,660,393	1,105,687	751,812	827,282
Other business-type activities	(308,889)	43,078	2,010,088	(84,833)	(111,305)	(148,146)	(649,522)	(725,897)	(643,448)	(37,588)
Total business-type activities	(1,238,739)	(716,598)	3,966,923	3,560,565	3,863,981	3,436,081	1,998,131	1,486,640	2,227,739	1,832,356
Total	(14,582,406)	(16,187,581)	(10,237,705)	(12,408,699)	(12,683,387)	(12,790,913)	(15,119,127)	(19,098,258)	(7,512,047)	(15,798,004)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Income taxes	12,833,355	13,508,264	14,161,506	15,394,876	17,882,075	18,724,943	15,059,777	20,585,439	16,818,241	13,903,525
Property taxes	1,180,084	1,064,514	1,016,383	1,028,049	1,026,383	1,014,356	1,010,769	1,080,414	1,067,779	1,067,988
Payments in lieu of taxes	-	-	-	131,681	151,114	151,322	151,861	151,677	154,356	198,556
Lodging taxes	-	-	-	291,434	377,602	383,691	408,572	414,299	436,088	214,312
Other taxes	810,199	670,257	807,038	1,865	1,534	4,260	1,058	766	210	(281)
Grants and contributions not restricted to specific progr	886,421	577,012	582,407	590,138	580,241	553,759	523,678	553,902	668,786	655,640
Investment earnings	126,830	129,953	106,092	88,087	82,194	81,259	213,665	286,686	453,905	155,240
Gain (loss) on sale/disposal of capital assets	56,952	26,069	3,380	41,481	28,540	78,336	46,388	17,511	40,200	32,023
Miscellaneous	282,027	252,167	459,786	484,173	387,378	511,777	1,187,291	792,885	786,566	1,632,318
Transfers	(126,500)	(343,100)	(219,271)	(261,955)	(425,058)	(272,657)	(209,616)	(437,000)	(317,182)	(69,841)
Total governmental activities	16,049,368	15,885,136	16,917,321	17,789,829	20,092,003	21,231,046	18,393,443	23,446,579	20,108,949	17,789,480
Business-type activities:										
Miscellaneous	82,131	153,812	431,729	326,562	507,594	300,638	118,205	151,919	135,332	363,129
Investment earnings	199,574	169,073	117,401	121,169	129,961	140,182	205,409	342,298	409,304	111,473
Gain on sale/disposal of capital assets	5,158	99,280	13,179	1,554	28,985	23,377	24,023	5,205	(4,649)	69,002
Transfers	126,500	343,100	219,271	261,955	425,058	272,657	209,616	437,000	317,182	69,841
Total business-type activities	413,363	765,265	781,580	711,240	1,091,598	736,854	557,253	936,422	857,169	613,445
Total	16,462,731	16,650,401	17,698,901	18,501,069	21,183,601	21,967,900	18,950,696	24,383,001	20,966,118	18,402,925
Change in Net Position										
Governmental activities	2,705,818	414,153	2,712,693	1,820,565	3,544,635	5,004,052	646,834	2,861,681	10,369,163	159,120
Business-type activities	(825,376)	48,667	4,748,503	4,271,805	4,955,579	4,172,935	2,555,384	2,423,062	3,084,908	2,445,801
Total	1,880,442	462,820	7,461,196	6,092,370	8,500,214	9,176,987	3,202,218	5,284,743	13,454,071	2,604,921

^(a) Net (expense)/revenue is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program is supported by its own fees and program-specific grants versus its reliance upon funding from taxes and other governmental revenues. Numbers in parentheses indicate that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.

**CITY OF SIDNEY, OHIO
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS**

Schedule 3

	December 31,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Fund										
Fund Balances:										
Nonspendable	\$ 78,974	\$ 99,137	\$ 87,265	\$ 85,498	\$ 105,114	\$ 167,124	\$ 136,211	\$ 142,934	\$ 142,787	\$ 101,360
Restricted	-	-	-	-	-	-	-	-	-	-
Committed	275,349	64,415	243,392	266,555	283,076	487,015	691,339	839,123	998,520	1,164,351
Assigned	190,981	163,878	227,709	1,794,171	1,541,086	1,781,863	1,215,516	1,410,053	1,996,716	1,676,788
Unassigned	4,667,200	4,821,760	6,052,984	5,420,756	6,355,395	7,411,762	6,627,441	8,510,983	7,659,691	7,781,662
Total general fund	<u>\$ 5,212,504</u>	<u>\$ 5,149,190</u>	<u>\$ 6,611,350</u>	<u>\$ 7,566,980</u>	<u>\$ 8,284,671</u>	<u>\$ 9,847,764</u>	<u>\$ 8,670,507</u>	<u>\$ 10,903,093</u>	<u>\$ 10,797,714</u>	<u>\$ 10,724,161</u>
All Other Governmental Funds										
Fund Balances:										
Nonspendable	\$ 105,080	\$ 121,116	\$ 90,733	\$ 132,996	\$ 126,640	\$ 87,418	\$ 52,798	\$ 158,720	\$ 222,149	\$ 241,487
Restricted	2,263,940	2,391,836	2,633,111	2,958,466	4,415,458	4,761,567	4,641,682	4,360,810	5,382,172	4,912,893
Committed	226,106	237,336	251,594	270,599	286,167	130,107	150,665	192,837	202,045	232,019
Assigned	1,354,486	1,523,668	1,999,039	2,544,935	1,791,894	2,672,195	2,991,639	3,128,186	2,562,072	2,972,402
Unassigned	(148,369)	(44,845)	(46,169)	(621)	-	-	-	-	(2,103)	(21,227)
Total all other governmental funds	<u>\$ 3,801,243</u>	<u>\$ 4,229,111</u>	<u>\$ 4,928,308</u>	<u>\$ 5,906,375</u>	<u>\$ 6,620,159</u>	<u>\$ 7,651,287</u>	<u>\$ 7,836,784</u>	<u>\$ 7,840,553</u>	<u>\$ 8,366,335</u>	<u>\$ 8,337,574</u>

-- In 2020 Unclaimed funds previously a fiduciary fund was consolidated with the General fund; prior years have not been restated.

CITY OF SIDNEY, OHIO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS

Schedule 4

	For Year Ended December 31,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Revenues:										
Local taxes	14,201,437	14,439,662	15,745,801	16,073,066	19,038,142	20,938,347	17,507,260	21,213,052	18,793,995	16,757,934
Intergovernmental revenues	5,907,208	3,052,245	4,735,720	2,757,853	2,861,655	4,451,519	4,189,493	2,856,464	2,962,738	7,306,129
Special assessments	296,942	263,184	295,537	272,883	277,698	411,921	361,138	483,722	422,867	529,912
Charges for services	1,641,677	1,687,672	1,684,689	1,692,992	1,549,281	1,418,766	1,484,580	1,651,246	1,656,626	1,422,711
Fines, licenses and permits	181,183	200,370	187,880	183,193	466,068	425,103	455,146	492,020	804,413	421,536
Investment income	135,882	140,156	123,001	118,525	93,084	101,842	200,321	271,345	460,587	146,282
Miscellaneous receipts and reimbursements	501,423	683,974	795,786	815,675	664,376	957,639	835,662	1,032,694	1,116,679	1,379,035
Total revenues	22,685,752	20,467,263	23,568,414	21,914,187	24,950,304	28,705,137	25,033,600	28,000,543	26,217,905	27,963,539
EXPENDITURES:										
Current:										
Basic utility services	-	61,779	-	-	-	74,027	62,738	23,450	27,119	70,003
Community environment & development										
Community development	253,872	324,004	379,275	286,358	454,971	495,918	538,082	547,567	772,600	617,557
Community environment	798,625	704,250	510,050	575,576	565,701	604,071	584,777	610,280	684,346	623,618
Fire	4,435,691	4,387,264	4,524,242	4,688,533	5,040,271	4,853,625	5,025,757	4,987,059	5,403,018	5,288,851
General government	761,594	833,851	928,871	1,076,602	1,089,085	1,023,670	1,165,897	1,120,798	1,188,219	1,419,820
Health	161,354	164,201	176,073	172,049	156,677	153,071	214,528	230,110	252,209	401,254
Judicial	1,544,293	1,470,021	1,539,963	1,569,513	1,537,304	1,659,057	1,547,911	1,774,843	1,912,997	1,927,851
Parks and recreation	1,172,055	1,260,922	1,187,370	1,196,673	1,240,974	1,287,955	1,310,504	1,269,492	1,338,011	1,269,318
Public safety										
Police	5,600,738	5,644,443	5,448,768	5,665,204	5,688,921	5,644,312	5,984,805	6,112,150	6,288,007	6,259,985
Public Transportation	-	5,643	-	-	-	41,509	4,778	-	-	-
Street repair & maintenance	1,404,900	1,304,441	1,395,150	1,231,476	1,295,723	1,314,103	1,237,158	1,333,368	1,497,623	1,431,784
Capital outlay	5,656,047	2,933,601	4,301,811	2,544,470	5,286,644	7,957,500	7,523,290	6,510,925	5,517,515	8,191,805
Debt service:										
Principal	838,714	585,000	5,405,000	650,000	670,000	685,000	692,850	712,850	542,850	3,320,292
Bond issuance costs	-	-	86,666	-	-	-	-	-	-	54,054
Interest and other charges	323,888	302,424	305,447	166,982	153,982	140,307	126,057	111,807	96,607	81,908
Total expenditures	22,951,771	19,981,844	26,188,686	19,823,436	23,180,253	25,934,125	26,019,132	25,344,699	25,521,121	30,958,100
Excess (deficiency) of revenues over (under) expenditures	(266,019)	485,419	(2,620,272)	2,090,751	1,770,051	2,771,012	(985,532)	2,655,844	696,784	(2,994,561)
OTHER FINANCING SOURCES (USES):										
Transfers in	235,000	225,000	196,000	215,000	438,265	1,015,000	190,000	260,000	325,000	775,000
Bonds/Loans issued	1,605,000	-	4,947,432	-	-	-	157,000	-	-	2,772,442
Payment to refunding agent	(1,263,463)	-	-	-	-	-	-	-	-	-
Premium on bonds	27,176	-	-	-	-	-	-	-	-	110,349
Capital contributions	-	95,000	-	-	-	-	-	-	-	-
Sale of capital assets	56,952	29,635	7,868	55,124	28,187	95,866	46,388	17,511	40,801	37,276
Transfers out	(361,500)	(470,500)	(369,671)	(427,178)	(805,028)	(1,287,657)	(399,616)	(697,000)	(642,182)	(838,932)
Total other financing sources (uses)	299,165	(120,865)	4,781,629	(157,054)	(338,576)	(176,791)	(6,228)	(419,489)	(276,381)	2,856,135
Net change in fund balances	\$ 33,146	\$ 364,554	\$ 2,161,357	\$ 1,933,697	\$ 1,431,475	\$ 2,594,221	\$ (991,760)	\$ 2,236,355	\$ 420,403	\$ (138,426)
Debt service as a percentage of noncapital expenditures	6.4%	4.9%	3.3% *	4.5%	4.4%	4.3%	4.3%	4.1%	3.1%	2.6%

* For 2013 & 2020 the bonds issued for the current refunding have been subtracted from debt service.

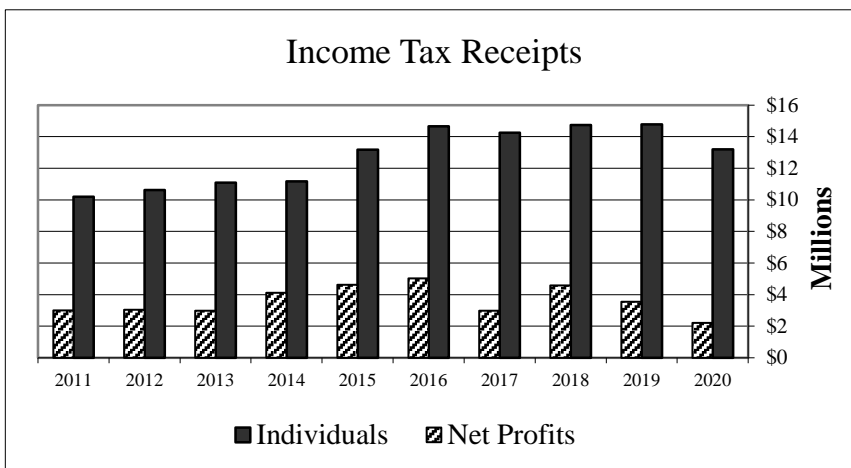
INCOME TAX BY PAYER TYPE AND INCOME TAX RATE

LAST TEN FISCAL YEARS (cash basis of accounting -- excluding refunds)

Year	Individuals		Net Profits	Total	Income Tax Rate
	Withheld by Employer	Paid by Taxpayer			
2020	\$ 12,211,042	\$ 985,638	\$ 2,220,155	\$ 15,416,835	1.65%
2019	\$ 13,557,603	\$ 1,219,303	\$ 3,553,659	\$ 18,330,565	1.75%
2018	\$ 13,610,025	\$ 1,137,042	\$ 4,577,846	\$ 19,324,912	1.75%
2017	\$ 13,349,548	\$ 905,940	\$ 2,973,156	\$ 17,228,644	1.75%
2016	\$ 13,772,447	\$ 886,471	\$ 5,036,973	\$ 19,695,891	1.75%
2015	\$ 12,495,175	\$ 676,820	\$ 4,627,748	\$ 17,799,743	1.75%
2014	\$ 10,510,653	\$ 653,903	\$ 4,108,423	\$ 15,272,979	1.50%
2013	\$ 10,435,949	\$ 661,638	\$ 2,977,321	\$ 14,074,908	1.50%
2012	\$ 9,984,145	\$ 642,581	\$ 3,034,441	\$ 13,661,167	1.50%
2011	\$ 9,564,046	\$ 632,536	\$ 2,993,983	\$ 13,190,565	1.50%

Source: City of Sidney, Ohio, Income Tax Department

This City levies an income tax on all wages, salaries, commissions and other compensation paid by employers and the net profits from a business or professional person earned within the City, excluding income from intangible personal property. In addition, City residents pay City income tax on income earned outside the City, net of a credit for income taxes paid to other municipalities. Employers within the City withhold income tax on employee compensation and remit at least quarterly.



CITY OF SIDNEY, OHIO
RANKING OF TOP TEN INCOME TAX WITHHOLDERS
CURRENT YEAR AND NINE YEARS AGO (cash basis of accounting)

Schedule 6

<u>2020</u>		<u>2011</u>	
<u>Rank</u>	<u>Name</u>	<u>Rank</u>	<u>Name</u>
1	Emerson Climate Technologies	1	Emerson Climate
2	Wilson Memorial Hospital	2	Wilson Memorial Hospital
3	Honda of America Manufacturing, Inc.	3	Honda of America Manufacturing, Inc.
4	Sidney Board of Education	4	Cargill, Inc
5	Advanced Composites	5	Sidney Board of Education
6	Cargill, Inc	6	Superior Metal
7	Superior Metal Products	7	NK Parts Industries, Inc.
8	Shelby County Auditors' Office	8	Shelby County Auditors Office
9	NK Parts Industries, Inc. & Subsidiaries	9	Freshway Foods
10	Variform Inc (formerly Ply Gem)	10	Advanced Composites
Combined percentage of Total income taxes		Combined percentage of Total income taxes	
28.47%		29.03%	

Source: City of Sidney, Ohio, Income Tax Department

Note:
 Due to legal restrictions and confidentiality requirements, the City cannot disclose the amount of withholdings by taxpayer.

CITY OF SIDNEY, OHIO
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Year	Government Activities				Business-Type Activities						
	General Obligation Bonds	Loans Payable	Percentage of estimated actual property value	Per Capita	Water General Obligation Bonds	Water Revenue- Backed Loans	Sewer General Obligation Bonds	Sewer Revenue- Backed Loans	Total Primary Government	Percentage of Estimated actual property value	Per Capita
2020	\$ 2,469,727	\$ 125,600	0.21%	\$ 493	\$ 2,724,000	\$ 26,881,172	\$ 4,884,742	\$ 13,896,323	\$ 50,981,564	4.25%	\$ 2,493
2019	\$ 2,926,668	\$ 133,450	0.27%	\$ 544	\$ 2,729,827	\$ 24,729,580	\$ 5,514,329	\$ 13,850,844	\$ 49,884,698	4.62%	\$ 2,432
2018	\$ 3,462,960 *	\$ 141,300	0.32%	\$ 604	\$ 2,804,968 *	\$ 24,438,256	\$ 6,192,439 *	\$ 9,202,016	\$ 46,241,939	4.32%	\$ 2,243
2017	\$ 4,160,000	\$ 149,150	0.39%	\$ 674	\$ 2,872,000	\$ 25,048,532	\$ 6,835,000	\$ 9,132,062	\$ 48,196,744	4.51%	\$ 2,344
2016	\$ 4,845,000	\$ -	0.47%	\$ 732	\$ 2,937,000	\$ 22,143,768	\$ 7,480,000	\$ 9,035,790	\$ 46,441,558	4.51%	\$ 2,227
2015	\$ 5,530,000	\$ -	0.54%	\$ 796	\$ 2,997,000	\$ 4,381,182	\$ 8,105,000	\$ -	\$ 21,013,182	2.07%	\$ 1,005
2014	\$ 6,200,000	\$ -	0.62%	\$ 856	\$ 3,057,000	\$ 3,521,147	\$ 8,730,000	\$ -	\$ 21,508,147	2.14%	\$ 1,024
2013	\$ 6,850,000	\$ -	0.67%	\$ 918	\$ 3,117,000	\$ 3,755,890	\$ 9,345,000	\$ -	\$ 23,067,890	2.27%	\$ 1,097
2012	\$ 7,380,000	\$ -	0.73%	\$ 742	\$ 3,177,000	\$ 3,988,308	\$ 5,040,000	\$ -	\$ 19,585,308	1.93%	\$ 931
2011	\$ 7,965,000	\$ -	0.78%	\$ 791	\$ 3,237,000	\$ 4,136,429	\$ 5,500,000	\$ -	\$ 20,838,429	2.05%	\$ 987

* In 2018 the City corrected balances to include premiums on bonds. Prior year balances have not been restated.

CITY OF SIDNEY, OHIO
RATIOS OF OUTSTANDING DEBT AND LEGAL DEBT MARGINS
LAST TEN YEARS

Schedule 8

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
General Obligation Bonds	\$ 16,702,000	\$ 15,597,000	\$ 19,312,000	\$ 17,987,000	\$ 16,632,000	\$ 15,262,000	\$ 13,867,000	\$ 12,460,367	\$ 11,170,824	\$ 10,078,469 *
Assessed value of taxable property ^(a)	\$ 356,004,730	\$ 355,354,130	\$ 355,259,920	\$ 352,538,170	\$ 356,048,730	\$ 360,708,070	\$ 373,693,340	\$ 374,523,810	\$ 378,223,960	\$ 419,419,200
General Obligation Bonds as percent of total assessed value of taxable property	4.69%	4.39%	5.44%	5.10%	4.67%	4.23%	3.71%	3.33%	2.95%	2.40%
Estimated actual value of taxable property ^(a)	\$ 1,017,156,371	\$ 1,015,297,514	\$ 1,015,028,343	\$ 1,007,251,914	\$ 1,017,282,029	\$ 1,030,594,486	\$ 1,067,695,257	\$ 1,070,068,029	\$ 1,080,639,886	\$ 1,198,340,571
General Obligation Bonds as percent of total estimated actual value of taxable property	1.64%	1.54%	1.90%	1.79%	1.63%	1.48%	1.30%	1.16%	1.03%	0.84%
Population ^(b)	21,118	21,031	21,031	21,006	20,905	20,858	20,564	20,614	20,516	20,449
General Obligation Bonds Per capita	\$ 791	\$ 742	\$ 918	\$ 856	\$ 796	\$ 732	\$ 674	\$ 604	\$ 544	\$ 493
Less debt not subject to limitations										
Self-supporting securities issued for water systems or facilities	\$ (3,342,000)	\$ (3,277,000)	\$ (3,212,000)	\$ (3,147,000)	\$ (3,082,000)	\$ (3,017,000)	\$ (2,947,000)	\$ (2,874,968)	\$ (2,795,962)	\$ (2,794,000)
Self-supporting securities issued for sanitary sewer systems or facilities	\$ (6,300,000)	\$ (5,795,000)	\$ (10,055,000)	\$ (9,395,000)	\$ (8,720,000)	\$ (8,045,000)	\$ (7,350,000)	\$ (6,657,439)	\$ (5,929,318)	\$ (5,245,787)
Net debt subject to 10-1/2% limitation ^(c)	\$ 7,060,000	\$ 6,525,000	\$ 6,045,000	\$ 5,445,000	\$ 4,830,000	\$ 4,200,000	\$ 3,570,000	\$ 2,927,960	\$ 2,445,544	\$ 2,038,682
Voted and Unvoted Debt Limit -- 10-1/2% of assessed value	\$ 37,380,497	\$ 37,312,184	\$ 37,302,292	\$ 37,016,508	\$ 37,385,117	\$ 37,874,347	\$ 39,237,801	\$ 39,325,000	\$ 39,713,516	\$ 44,039,016
Legal Debt Margin within 10-1/2% Limitation	\$ 30,320,497	\$ 30,787,184	\$ 31,257,292	\$ 31,571,508	\$ 32,555,117	\$ 33,674,347	\$ 35,667,801	\$ 36,397,040	\$ 37,267,972	\$ 42,000,334
Net debt within limitations for both Voted and Unvoted debt as a percentage of debt limit	18.89%	17.49%	16.21%	14.71%	12.92%	11.09%	9.10%	7.45%	6.16%	4.63%
Net debt subject to 5-1/2% limitation ^(d)	\$ 7,060,000	\$ 6,525,000	\$ 6,045,000	\$ 5,445,000	\$ 4,830,000	\$ 4,200,000	\$ 3,570,000	\$ 2,927,960	\$ 2,445,544	\$ 2,038,682
Unvoted Debt Limit -- 5-1/2% of assessed value	\$ 19,580,260	\$ 19,544,477	\$ 19,539,296	\$ 19,389,599	\$ 19,582,680	\$ 19,838,944	\$ 20,553,134	\$ 20,598,810	\$ 20,802,318	\$ 23,068,056
Legal Debt Margin within 5-1/2% Limitation	\$ 12,520,260	\$ 13,019,477	\$ 13,494,296	\$ 13,944,599	\$ 14,752,680	\$ 15,638,944	\$ 16,983,134	\$ 17,670,850	\$ 18,356,774	\$ 21,029,374
Net debt within limitations for Unvoted debt as a percentage of debt limit	36.06%	33.39%	30.94%	28.08%	24.66%	21.17%	17.37%	14.21%	11.76%	8.84%

^(a) Source for assessed value and estimated actual value data: Shelby County Auditor

^(b) Source for population: For years 2005 - 2009 & 2011 - 2018, U.S. Bureau of the Census-Population Estimates Program. For years 2010, U.S. Bureau of the Census-2010 Federal Census.

^(c) The Ohio Revised Code provides that the aggregate principal amount of voted and unvoted "net indebtedness" may not exceed 10-1/2% of the assessed valuation.

^(d) The Ohio Revised Code provides that the aggregate principal amount of unvoted "net indebtedness" may not exceed 5-1/2% of the assessed valuation.

* In 2018 the City corrected balances to include premiums on bonds. Prior year balances have not been restated.

**CITY OF SIDNEY, OHIO
DEBT SERVICE COVERAGE
BUSINESS TYPE ACTIVITIES
LAST TEN FISCAL YEARS**

Schedule 9

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Sewer										
Net customer revenues	3,251,710	3,289,516	5,690,493	6,706,435	6,358,031	5,932,595	6,108,605	5,867,083	6,705,881	6,051,593
Direct operating expenses	<u>2,548,909</u>	<u>2,460,634</u>	<u>2,884,699</u>	<u>3,034,046</u>	<u>3,057,213</u>	<u>3,067,539</u>	<u>3,244,413</u>	<u>3,007,533</u>	<u>3,708,963</u>	<u>3,324,703</u>
Net revenue available for debt service	702,801	828,882	2,805,794	3,672,389	3,300,818	2,865,056	2,864,192	2,859,550	2,996,918	2,726,890
General obligation debt service requirements	636,330	582,906	576,931	878,061	875,761	863,261	870,761	867,861	874,761	934,522
Revenue obligation debt service requirements	-	-	-	-	-	-	-	565,798	565,798	748,229
Debt service coverage ratio	1.10	1.42	4.86	4.18	3.77	3.32	3.29	1.99	2.08	1.62
Water										
Net customer revenues	3,366,141	3,508,224	3,928,167	4,988,388	5,536,495	5,805,611	6,375,636	6,257,749	6,750,426	6,819,355
Direct operating expenses	<u>3,099,142</u>	<u>3,004,470</u>	<u>3,008,323</u>	<u>2,957,024</u>	<u>2,916,234</u>	<u>3,120,425</u>	<u>3,097,432</u>	<u>3,240,367</u>	<u>3,986,138</u>	<u>3,919,054</u>
Net revenue available for debt service	266,999	503,754	919,844	2,031,364	2,620,261	2,685,186	3,278,204	3,017,382	2,764,288	2,900,301
General obligation debt service requirements	212,876	234,125	231,373	228,620	225,868	223,040	225,138	226,963	228,438	211,307
Revenue obligation debt service requirements	235,518	235,518	232,418	234,743	234,743	234,743	716,659	1,416,301	1,664,245	1,422,849
Debt service coverage ratio	0.60	1.07	1.98	4.38	5.69	5.87	3.48	1.84	1.46	1.77

Operating expenses excluding depreciation and amortization

Annual debt service requirement includes principal and interest (including covenant debt and federal interest subsidy)

**CITY OF SIDNEY, OHIO
 COMPUTATION OF DIRECT AND OVERLAPPING
 GENERAL OBLIGATION DEBT
 DECEMBER 31, 2020**

Schedule 10

	<u>Net Debt Outstanding</u>	<u>Estimated Percentage Applicable to City of Sidney*</u>	<u>Estimated Amount Applicable to City of Sidney</u>
Sidney City School District ⁽¹⁾	\$12,015,000	100%	\$12,015,000
Shelby County ⁽²⁾	\$0	42% ⁽³⁾	<u>\$0</u>
Subtotal, overlapping debt			\$12,015,000
City of Sidney direct debt			\$2,595,327
Total direct and overlapping debt			<u><u>\$14,610,327</u></u>

*The calculation of overlapping debt is based on the percentage of the population that is in Sidney.

⁽¹⁾ Source: Treasurer of Sidney City Schools

⁽²⁾ Source: Shelby County Auditor

⁽³⁾ Source: Per the Sidney's 2019 estimated population (20,449) as a percent of Shelby County 2019 estimate population (48,590) is equal to 42%.

CITY OF SIDNEY, OHIO
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

Schedule 11

Fiscal Year	Population ⁽¹⁾	Per Capita Personal Income ⁽¹⁾	Median Age ⁽¹⁾	School Enrollment ⁽²⁾	Unemployment Rate ⁽³⁾	Total Assessed Property Value ⁽⁴⁾	Estimated Actual Property Value ⁽⁴⁾
2010	21,229 (1)(b)	\$18,628 (1)(b)	36.1 yrs	3,757	10.4%	\$379,491,650	\$1,084,261,857
2011	21,118 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,602	9.2%	\$356,004,730	\$1,017,156,371
2012	21,031 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,585	6.9%	\$355,354,130	\$1,015,297,514
2013	21,031 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,497	6.2%	\$355,259,920	\$1,015,028,343
2014	21,006 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,487	4.6%	\$352,538,170	\$1,007,251,914
2015	20,905 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,354	4.3%	\$356,048,730	\$1,017,282,029
2016	20,858 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,421	4.1%	\$360,708,070	\$1,030,594,486
2017	20,564 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,298	4.1%	\$373,693,340	\$1,067,695,257
2018	20,614 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,313	3.8%	\$374,523,810	\$1,070,068,029
2019	20,516 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,262	3.5%	\$378,223,960	\$1,080,639,886
2020	20,449 (1)(a)	\$18,628 (1)(b)	36.1 yrs	3,223	7.7%	\$419,419,200	\$1,198,340,571

⁽¹⁾ Source: ^(a) U.S. Bureau of the Census - Population Estimates Program, Population Division;

^(b) U.S. Bureau of the Census - 2010 Federal Census

⁽²⁾ Source: Sidney City Schools Board of Education

⁽³⁾ Source: Bureau of Labor Statistics, U.S. Dept. of Labor

⁽⁴⁾ Source: Shelby County Auditor

Note: Total personal income amounts are not available for the City of Sidney therefore, estimated actual value of taxable property is used instead.

CITY OF SIDNEY, OHIO
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND NINE YEARS AGO

2020		
<u>Employer</u>	<u>Approximate Number of Employees</u>	<u>Percentage of Total Top 10 Employment</u>
1 Emerson Climate Technologies	1,577	29.66%
2 Wilson Health	789	14.84%
3 NK Parts Industries	507	9.54%
4 Freshway Foods	415	7.81%
5 American Trim	402	7.56%
6 Sidney Board of Education	356	6.70%
7 Advanced Composites	350	6.58%
8 Norcold	330	6.21%
9 Plygem	313	5.89%
10 Area Energy & Electric	278	5.23%
Total	5,317	100.00%

2011		
<u>Employer</u>	<u>Approximate Number of Employees</u>	<u>Percentage of Total Top 10 Employment</u>
1 Emerson Climate (formerly Copeland Corp)	1,595	29.88%
2 Wilson Memorial Hospital	842	15.77%
3 NK Parts Industries	473	8.86%
4 Sidney Board of Education	397	7.44%
5 Cargill, Inc	381	7.14%
6 Holloway Sportswear	366	6.86%
7 Freshway Foods	360	6.74%
8 Superior Metal Products/American Trim	335	6.28%
9 Ross Casting & Innovation	306	5.73%
10 Wal-Mart Super Center	283	5.30%
Total	5,338	100.00%

Source: Sidney Shelby Economic Partnership (SSEP)

Note: Total number of employees within the City of Sidney is not available.

CITY OF SIDNEY, OHIO
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS

Schedule 13

Function/program	FULL-TIME EQUIVALENT EMPLOYEES AS OF DECEMBER 31,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General government	10.85	10.85	10.65	9.65	9.15	9.15	9.15	9.15	9.15	9.50
Police										
Officers	37.00	35.00	35.00	36.00	36.00	36.00	38.00	38.00	38.00	36.00
Civilians	13.35	13.35	13.35	12.35	12.35	12.47	12.51	12.80	13.18	13.78
Fire										
Firefighters and officers	35.00	35.00	35.00	35.00	35.00	37.00	37.00	37.00	37.00	35.00
Civilians	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Judicial	16.66	17.66	17.16	17.66	17.66	18.16	18.35	21.95	22.70	21.95
Health - cemetery	2.00	2.00	2.00	2.00	2.00	2.32	3.32	3.32	3.32	3.32
Street repair & maintenance	6.98	6.98	7.08	7.08	7.08	8.66	7.74	8.66	8.74	8.74
Community development	1.00	1.00	1.00	1.00	2.00	2.25	2.25	2.00	2.00	2.00
Community environment	5.60	5.60	5.75	5.75	5.25	5.54	5.54	6.54	6.54	6.25
Parks and recreation	15.51	14.94	13.94	11.70	11.70	12.95	12.91	12.91	12.91	13.08
Transportation	13.60	12.57	12.72	12.72	13.71	14.17	15.04	16.04	16.79	16.94
Stormwater	3.60	3.60	3.80	3.80	3.80	3.80	3.80	3.80	3.40	3.65
Water	15.73	15.73	15.88	15.88	15.88	16.88	17.19	17.86	18.17	18.31
Sewer	15.23	14.23	17.38	17.38	17.38	17.38	17.38	17.61	18.01	17.46
Solid waste	-	-	0.05	0.05	0.05	0.05	0.05	0.05	0.05	0.05
Airport	-	-	-	-	0.05	0.05	0.05	0.05	0.05	0.05
Swimming pool	3.98	3.98	4.38	4.46	4.24	4.24	4.24	4.24	4.24	4.24
Concession Stand	-	-	-	-	0.63	0.63	0.63	0.63	0.63	0.63
Revenue Collection	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.67	6.67	7.00
Service center including city garage	3.00	3.00	3.05	3.05	3.05	3.05	3.05	3.05	3.05	3.40
Information technology	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Total	210.09	206.49	209.19	206.53	207.98	215.75	219.20	227.33	229.60	226.35

Source: City of Sidney, Ohio, Appropriation Budgets for applicable years

CITY OF SIDNEY, OHIO
 OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

Schedule 14

Function/program	For Year Ended December 31,									
	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
General Government										
Accounts payable checks processed	4,594	4,376	4,595	4,650	4,266	4,557	4,344	4,590	4,451	4,080
Purchase orders issued	1,327	1,231	1,342	1,372	1,386	1,464	1,440	1,396	1,472	1,475
Police										
Calls for service processed	22,508	21,015	26,853	32,812	28,451	28,722	29,679	29,679	33,894	30,538
9-1-1 calls processed	11,661	10,703	17,000	15,846	7,500	15,846	10,437	10,412	9,662	9,982
Adult & juvenile arrests	1,193	1,201	1,428	1,214	1,102	1,045	1,200	1,218	1,098	995
Traffic citations	856	805	1,346	1,661	1,476	1,506	1,498	1,842	1,594	1,200
Fire										
Fire calls	524	575	719	809	878	931	1,121	1,013	1,144	1,150
EMS calls	2,772	2,729	2,407	2,784	2,977	3,151	3,142	3,053	3,016	3,250
Municipal Court										
New cases filed	7,372	7,928	7,864	7,875	7,819	7,287	7,482	8,851	8,582	6,600
Cases completed	8,471	8,255	8,185	7,924	8,466	8,715	8,940	9,313	8,766	6,700
Prisoners transported by bailiff	895	618	1,148	1,055	1,000	514	839	1,231	738	600
Cemetery										
Burials	74	102	101	86	92	107	90	94	97	110
Grave sales	35	40	59	65	29	55	84	105	89	85
Public Transportation										
Total ridership	37,912	41,543	43,756	47,782	48,270	49,180	48,367	49,305	48,675	44,500
Streets and highways										
Miles of street responsibility	97.5	97.5	110.5	110.5	111.0	111	111	111	111	111
Traffic signal intersections	50	48	48	49	50	51	52	52	53	53
Planning										
Sign permits issued	37	40	33	42	40	46	30	37	40	28
Zoning occupancy permits issued	32	34	33	20	35	21	26	16	16	14
Building inspection										
Building permits issued	319	567	467	367	235	550	543	406	361	396
Building inspections	472	404	361	390	322	676	879	572	482	416
Engineering										
Sanitary sewer inspections	25	12	15	13	11	11	14	20	7	10
Parks and recreation										
Free clinics organized and directed	14	12	12	15	10	21	27	31	32	n/a
Free clinics (attendance)	701	399	446	463	329	682	1,428	1,304	1,209	n/a
Park shelters maintained	43	43	45	45	45	45	45	45	45	46
Trees planted	16	6	-	-	1	189	9	8	10	12
Senior Center members	945	990	1,119	994	1,088	966	902	929	843	669
Water										
Gallons of water processed (in millions)	3,185	3,277	3,095	2,926	3,012	2,901	3,010	2,960	3,040	2,890
Lime sludge processed/removed (dry tons)	6,291	3,571	6,250	6,100	6,664	6,500	11,282	5,500	29,485	35,000
Water main breaks	24	15	29	23	21	18	7	13	15	15
Sewer										
Wastewater processed (million gallons per day)	6.40	4.66	5.27	4.79	5.81	4.35	4.75	5.05	5.05	4.80
Biosolids processed (dry tons)	590	602	635	675	692	616	572	566	606	525
Feet of sewer cleaned	93,327	87,516	89,997	88,139	83,141	62,608	44,802	41,281	66,588	70,000
Swimming Pool										
Daily admissions	15,103	13,176	9,786	8,289	9,795	9,771	8,158	7,977	7,500	n/a
Season passes	492	344	286	317	n/a	n/a	n/a	n/a	n/a	n/a
Information Technology										
Number of personal computers maintained	195	205	211	219	311	335	350	349	355	370
Service Center - Garage										
Units in fleet	248	256	258	264	240	236	230	226	230	234
Revenue Collections										
Tax returns processed	12,315	11,923	11,692	11,406	11,498	11,037	11,477	9,505	9,353	9,500
Monthly Utility Customers	2,985	3,015	3,810	3,724	4,071	4,253	4,475	4,665	5,103	5,200

Source: City of Sidney, Ohio, Appropriation Budgets for applicable years. Actual statistics for years 2011 - 2019. Estimated statistics for 2020.

CITY OF SIDNEY, OHIO
 CAPITAL ASSET AND INFRASTRUCTURE STATISTICS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

Schedule 15

<u>Function/Program</u>	<u>Year Ended December 31,</u>									
	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Stations	2	2	2	2	2	2	2	2	2	2
Street Repair & Maintenance ⁽¹⁾										
Miles of streets	110.16	110.16	109.99	110.72	110.72	110.72	110.72	110.72	110.72	110.72
Basic utility services - stormwater management ⁽¹⁾										
Miles of storm sewers	76.20	76.54	76.77	77.07	77.07	77.07	77.11	77.36	78.00	78.55
Parks and recreation ⁽²⁾										
Acres of parks maintained	450	450	456	456	456	456	456	456	456	457
Acres of public grounds maintained	250	250	250	250	250	250	250	250	250	250
Neighborhood parks	16	16	16	16	16	16	16	16	16	17
Sewer ⁽¹⁾										
Miles of sanitary sewers	122.11	125.05	125.46	124.00	125.48	125.48	125.50	125.85	125.85	126.14
Water ⁽¹⁾										
Miles of water mains	123.23	123.23	123.31	123.31	123.31	124.97	124.97	125.26	125.27	125.62

⁽¹⁾ Source: City of Sidney, Ohio, Engineering Department.

⁽²⁾ Source: City of Sidney, Ohio, Appropriation Budgets for applicable years. Actual statistics for years 2011 - 2019. Estimated statistics for 2020.

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CITY OF SIDNEY
SHELBY COUNTY, OHIO

SINGLE AUDIT

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

**CITY OF SIDNEY
SHELBY COUNTY, OHIO**

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CITY OF SIDNEY
SHELBY COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	CFDA NUMBER	PASS-THROUGH ENTITY IDENTIFYING NUMBER/GRANT NUMBER	(A)(B) FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF AGRICULTURE			
<i>Passed through the Ohio Department Of Education</i>			
<i>Child Nutrition Cluster</i>			
Summer Food Service Program for Children	10.559	N/A	\$ 32,759
Total Child Nutrition Cluster			<u>32,759</u>
Total U.S. Department of Agriculture			<u>32,759</u>
U.S. DEPARTMENT OF TREASURY			
<i>Passed through the Ohio Office of Budget and Management</i>			
COVID-19 Coronavirus Relief Fund	21.019	HB481-CRF-Local	1,432,850
Total U.S. Department of Treasury			<u>1,432,850</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
<i>Passed through the Office of Ohio Development Services Agency</i>			
Home Investment Partnerships Program	14.239	A-C-19-2DR-2	271,882
<i>Passed through the Office of Ohio Development Services Agency</i>			
Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228	A-C-19-2DR-1	107,555
Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228	A-F-17-2DR-1	60,000
Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228	A-F-19-2DR-1	139,282
Community Development Block Grant/State's Program and Non-Entitlement Grants in Hawaii	14.228	S-C-19-2DR-1	100,000
Total Community Development Block Grant/State's Program			<u>406,837</u>
Total U.S. Department of Housing and Urban Development			<u>678,719</u>
U.S. DEPARTMENT OF JUSTICE			
<i>Passed through the Office of Criminal Justice Services</i>			
Public Safety Partnership and Community Policing Grants	16.710	2017-JG-A02-6088A	29,093
COVID-19 - Coronavirus Emergency Supplemental Funding	16.034	2020-CE-LEF-2011	5,010
COVID-19 - Coronavirus Emergency Supplemental Funding	16.034	2020-CE-CTF-2126	6,071
Total Coronavirus Emergency Supplemental Funding			<u>11,081</u>
Total U.S. Department of Justice			<u>40,174</u>
FEDERAL EMERGENCY MANAGEMENT AGENCY			
<i>Passed through the Office of Ohio Emergency Management Agency(EMA)</i>			
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	DR-4077-OH	17,062
Total Federal Emergency Management Agency			<u>17,062</u>
U.S. DEPARTMENT OF TRANSPORTATION			
<i>Direct</i>			
Airport Improvement Program	20.106	3-39-0071-019-2016	205
Airport Improvement Program	20.106	3-39-0071-021-2018	28,167
Airport Improvement Program	20.106	3-39-0071-022-2019	140,199
Airport Improvement Program	20.106	3-39-0071-023-2020	6,601
Airport Improvement Program	20.106	3-39-0071-024-2020	30,000
Total Airport Improvement Program			<u>205,172</u>
<i>Passed through the Ohio Department Of Transportation</i>			
Formula Grants for Rural Areas	20.509	OH-2016-050	29,996
Formula Grants for Rural Areas	20.509	OH-2020-005	96,013
Formula Grants for Rural Areas	20.509	OH-2020-024	383,170
Total Formula Grants for Rural Areas			<u>509,179</u>
<i>Passed through the Ohio Department Of Transportation</i>			
<i>Federal Transit Cluster</i>			
Bus and Bus Facilities Formula Program	20.526	OH-2016-052	6,199
Total Federal Transit Cluster			<u>6,199</u>
<i>Passed through the Ohio Department Of Transportation</i>			
<i>Highway Planning and Construction Cluster</i>			
Highway Planning and Construction	20.205	109429	2,424
Highway Planning and Construction	20.205	106696	566,432
Highway Planning and Construction	20.205	104615	2,064,517
Highway Planning and Construction	20.205	112179	92,047
Total Highway Planning and Construction			<u>2,725,420</u>
Total Highway Planning and Construction Cluster			<u>2,725,420</u>
Total U.S. Department of Transportation			<u>3,445,970</u>
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES			
<i>Direct</i>			
COVID-19 - Provider Relief Fund	93.498	HHS-50451089280	25,022
<i>Passed through the Area Agency on Aging, PSA 2</i>			
<i>Aging Cluster</i>			
Special Programs for the Aging_Title III, Part B_Grants for Supportive Services and Senior Centers	93.044	N/A	9,352
Total Aging Cluster			<u>9,352</u>
<i>Passed through the Centers for Medicare and Medicaid Services</i>			
<i>Medicaid Cluster</i>			
Medical Assistance Program	93.778	N/A	3,197
Total Medicaid Cluster			<u>3,197</u>
Total U.S. Department of Health & Human Services			<u>37,571</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 5,685,105</u>

- Continued-

**CITY OF SIDNEY
SHELBY COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of City of Sidney (the Government) under programs of the federal government for the year ended December 31, 2020. 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 Government, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Government.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, either the cost principles contained in either OMB Circular A-87 Cost Principles for State, Local, and Indian Tribal Governments (codified in 2 CFR, Part 225), or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement. The Government has not elected to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE C - COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAMS WITHOUT CONTINUING COMPLIANCE REQUIREMENTS

The Government has a revolving loan fund (RLF) 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, passed through the Ohio Department of Development. The City has no outstanding loans as of December 31, 2020 and received \$0 in principal repayments during 2020. The Schedule reports loans made and administrative costs as disbursements on the Schedule. Subsequent loans are subject to the same compliance requirements imposed by HUD as the initial loans.

These loans were collateralized by personal guarantees.

NOTE D - MATCHING REQUIREMENTS

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

**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 Sidney
Shelby County
201 West Poplar Street
Sidney, Ohio 45365

To the Members of City Council and the 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, each major fund, and the aggregate remaining fund information of the City of Sidney, Shelby 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 Sidney's basic financial statements, and have issued our report thereon dated June 22, 2021, wherein we noted as described in Note 19 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 Sidney'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 Sidney's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Sidney'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 Sidney'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.

City of Sidney

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Sidney'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*.

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 Sidney'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 Sidney'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." The signature is written in black ink and is positioned above the printed name of the firm.

Julian & Grube, Inc.

June 22, 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 Sidney
Shelby County
201 West Poplar Street
Sidney, Ohio 45365

To the Members of City Council and the Mayor:

Report on Compliance for Each Major Federal Program

We have audited the City of Sidney'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 Sidney's major federal programs for the year ended December 31, 2020. The City of Sidney'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 Sidney'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 Sidney'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 Sidney's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Sidney 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 Sidney 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 Sidney'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 Sidney'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, each major fund, and the aggregate remaining fund information of the City of Sidney, as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City of Sidney's basic financial statements. We issued our report thereon dated June 22, 2021, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the 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 22, 2021

**CITY OF SIDNEY
SHELBY COUNTY, OHIO**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
DECEMBER 31, 2020**

1. SUMMARY OF AUDITORS' RESULTS		
<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 Programs' Compliance Opinion</i>	Unmodified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under 2 CFR §.516(a)?</i>	No
<i>(d)(1)(vii)</i>	<i>Major Programs (listed):</i>	COVID 19 – Coronavirus Relief Fund (CFDA #21.019) Highway Planning and Construction 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

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None

OHIO AUDITOR OF STATE KEITH FABER



CITY OF SIDNEY

SHELBY 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 7/20/2021

88 East Broad Street, Columbus, Ohio 43215
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