

CITY OF RITTMAN, OHIO
WAYNE COUNTY
REGULAR AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2023



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Columbus, Ohio 43215
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800-282-0370

Members of Council
City of Rittman
30 North Main Street
Rittman, Ohio 44270

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

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

A handwritten signature in black ink that reads "Keith Faber".

Keith Faber
Auditor of State
Columbus, Ohio

August 21, 2024

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Independent Auditors' Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
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Attachment: Annual Comprehensive Financial Report

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

To the City Council
City of Rittman, Ohio:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of the City of Rittman, Ohio (the "City"), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 28, 2024.

Report on Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants 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*.

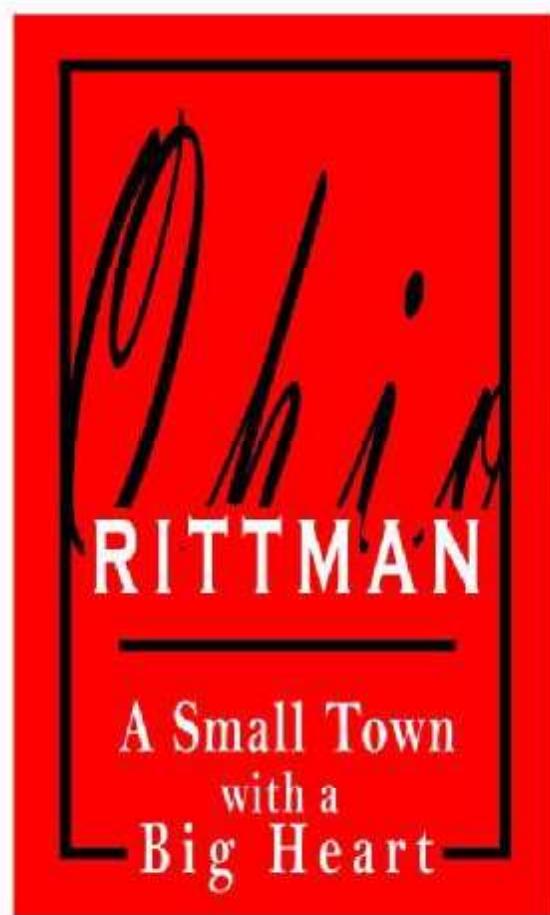
Purpose of this Report

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's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Clark, Schaefer, Hackett & Co.

Columbus, Ohio
June 28, 2024

CITY OF
RITTMAN, OHIO



Annual Comprehensive Financial Report
For the Year Ended
December 31, 2023



CITY OF RITTMAN, OHIO

Annual Comprehensive Financial Report

Year Ended December 31, 2023

Prepared by: Department of Finance



INTRODUCTORY SECTION



City of Rittman, Ohio
Annual Comprehensive Financial Report
Year Ended December 31, 2023

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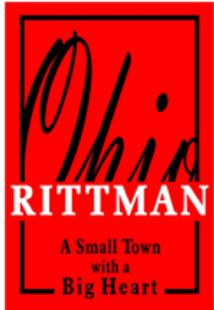
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The City of Rittman Offices

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Rittman, Ohio 44270
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www.rittman.com

Matthew Bubp
Finance Director
mbubp@rittman.com

June 28, 2024

Members of Rittman City Council and
Citizens of Rittman, Ohio

The Annual Comprehensive Financial Report (ACFR) of the City of Rittman (the “City”) for the fiscal year ending December 31, 2023 is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the City's management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

Management's discussion and analysis (MD&A) immediately follows the Independent Auditors' Report. The MD&A provides a narrative introduction, overview and analysis of the basic financial statements and complements this letter of transmittal and should be read in conjunction with it.

The City's Finance Department is responsible for management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed its anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

In developing and revising the City's accounting and reporting control systems, consideration is given to the adequacy of internal controls to provide reasonable, but not absolute assurance regarding the safeguarding of assets from loss, theft, or misuse and reliability of financial records for preparing the City's financial statements in conformity with GAAP and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgments by management.

As management, we believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the City's financial activity have been included.

The City of Rittman

The City of Rittman is located in the north central part of the State of Ohio, within the boundaries of Wayne and Medina Counties. The City of Rittman is a home rule municipal corporation under the laws of the State of Ohio and, as such, operates under its own charter. The current charter was adopted in 1960 and has undergone three amendments since that time. The government consists of a Mayor and 6-member council.

The Mayor and all members of City Council are elected to 4-year terms. All of these officials are elected on an at-large basis.

The City provides the full range of municipal services addressed in its charter. These services include police, fire, public health, recreation and parks, street and sidewalks, water, sewer, and solid waste programs, planning and zoning, and general administrative services.

For financial reporting purposes, the City includes in this report all funds, agencies, boards, and commissions that are controlled by, or dependent on, the City's legislative branch. "Controlled by" or "dependent on" the City is determined on the basis of budget adoption, taxing authority, outstanding debts secured by revenues or general taxing authority of the City, and/or the City's obligation to fund any deficits that may occur.

The annual budget serves as the foundation for the City's financial planning and control. The City complies with the requirements of the Ohio Revised Code in the adoption of the Budget. Appropriations for the operation of various City departments are established through the passage of an ordinance by City Council. Budgetary control is facilitated through the maintenance of an encumbrance system for purchase orders, and through the use of the City's automated financial system.

The appropriated budget is prepared by fund, (e.g., General Fund), department (e.g., Police) and line item (e.g., Personal Services). The City Council may pass supplemental appropriations at any time by ordinance. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. The General Fund and major special revenues funds are presented in the basic financial statements, beginning on page 30. For other funds, this comparison is presented in the governmental fund subsection of this report, which starts on page 106.

2023 Initiatives

During 2023, the Sterling, Erie, and Walnut waterline replacement project was completed, while engineering work continued on the Water Main Replacement.

A federal grant was utilized in order to install a new vehicle exhaust ventilation system in the fire department.

Engineering and planning continued for a major upgrade to the wastewater treatment plant.

The West Ohio and the Sterling and Erie road resurfacing projects were completed during the year utilizing OPWC as well as AMATS/ODOT funding. Additional rehab work was done to several asphalt and concrete roads in the City.

Work continues on the expansion of the cemetery as well as renovations to the old Wayne County Library building to be used as the new City Hall.

Development Activities

The City laid the groundwork for future growth and improvement during 2023 while contending with the continued challenges presented by inflation and a steep reduction in income tax receipts. City administration worked hard to protect both employees and residents of the City while ensuring future success.

Efforts continue to be made to seek and apply for grant opportunities from various sources to ramp up the rate at which road resurfacing projects are completed as well as other needs within the City.

In 2022 the City completed work on the nature preserve with Clean Ohio Fund Green Space Conversation Program grant funding through OPWC. The City is hopeful with the development of the nature park, additional grant funding, the proximity to rail spurs and the interstate system, and tax abatements, that we will see the start of the development of the industrial park in the near future. The industrial park is also located in the census tract that was designated by the State of Ohio and the Federal Government as an Opportunity Zone, which adds another incentive to this land.

In addition to capital improvement efforts, the City has plans to address other areas to facilitate growth. These include plans to review certain ordinances, zoning codes, and personnel procedures.

Long-term Financial Planning

In an effort to be proactive instead of reactive, the City continually evaluates its revenues and expenditures and programs and services provided, especially those under its control.

In 2010, the Administration adopted a five-year capital improvement program to assess the City's ability to meet the needs of the community in future years. One component of the plan is long-term financial projections, which is intended to indicate the need for continued cost containment or revenue enhancement efforts. The five-year capital plan was updated and adopted in 2023.

In early 2023, the City announced to its residents that a mistake had been found that resulted in income tax collections at an unauthorized rate of 1.5% since tax year 2008. The City set the income tax rate down to 1.0% effective January 1, 2022. As a result of income tax collections at a rate that is now 33% lower than previous years as well as larger refunds being owed than in previous years due to the retroactive rate change, the City continues to undergo an intense re-evaluation of its long-term finances and planning. Ballot measures to return the tax rate to 1.5% failed in May and November of 2023. At that time, Council voted to rescind the 1.0% credit for taxes paid to other municipalities. Subsequently, in March of 2024, the voters passed a ballot measure to return to 1.5% with the additional 0.5% restricted for safety services.

Economic Condition and Outlook

The City's total net position increased \$908,516 over 2022. Net position of governmental activities increased \$484,758 and business-type increased \$423,758. All governmental funds had revenues of \$6,185,038 and expenditures of \$6,523,646. The general fund's net change in fund balance was a decrease of \$9,795. General fund revenues increased from the prior year primarily due to a sharp increase in interest revenues. Expenditures increased from the prior year due to cost increases across the board related to inflation. The fund balance of the emergency medical service fund decreased \$171,118, the American Rescue Plan Act fund ended with a fund balance of \$0, the permissive tax fund decreased \$22,921, and the capital improvements fund decreased by \$115,430.

The City's governing body, administration, and employees are committed to working together to provide quality services to the residents. The future impact of the initiatives undertaken in 2023, combined with the redevelopment of the large vacant industrial site, should allow the City to gain some financial strength in 2024 and subsequent years. However, the City will remain vigilant in evaluating their financial position and be proactive wherever possible by implementing revenue enhancing or cost cutting measures.

Administration will continue to look for other ways to expand the City's tax base, focusing on small businesses looking to relocate or revitalization of vacant property.

Independent Audit

The City is not legally required to obtain an independent annual audit. The minimum requirement is for the State of Ohio to perform an audit, directly or indirectly, through an independent auditing firm at least every two years. The City, consistent with the professional manner in which it has conducted its financial affairs, has chosen to fund annual audits. The City has engaged Clark Schaefer Hackett to audit the City's financial records. The auditor's unmodified opinion is included herein.

Certification of Achievement

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 Rittman, Ohio for its Annual Comprehensive Financial Report for the fiscal year ended December 31, 2022. The City has received this award since 1996, the first year that the City prepared and submitted an ACFR. The Certificate of Achievement is a prestigious national award, recognizing conformance to the highest standards for preparation of state and local government financial reports.

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

Acknowledgments

The preparation of this report could not have been accomplished without the dedicated services of the administrative staff. We wish to express our appreciation to members of other City departments who assisted and contributed to the preparation of this report. In addition, gratitude is extended to the independent accounting firm of Clark Schaefer Hackett for their advice and guidance. City Council also deserves a special acknowledgment for their support and commitment to responsible fiscal reporting.

Respectfully Submitted,



Matthew Bubp
Finance Director



Bobbie Beshara
City Manager

City of Rittman, Ohio

For the year ended December 31, 2023

CITY OFFICIALS

Mayor
William Robertson

Council Members

Melissa Shows, President
Rich Schumacher
Josh Carey

Ken Park
Chuck Wyatt
Amanda Nelson

City Manager
Bobbie Beshara

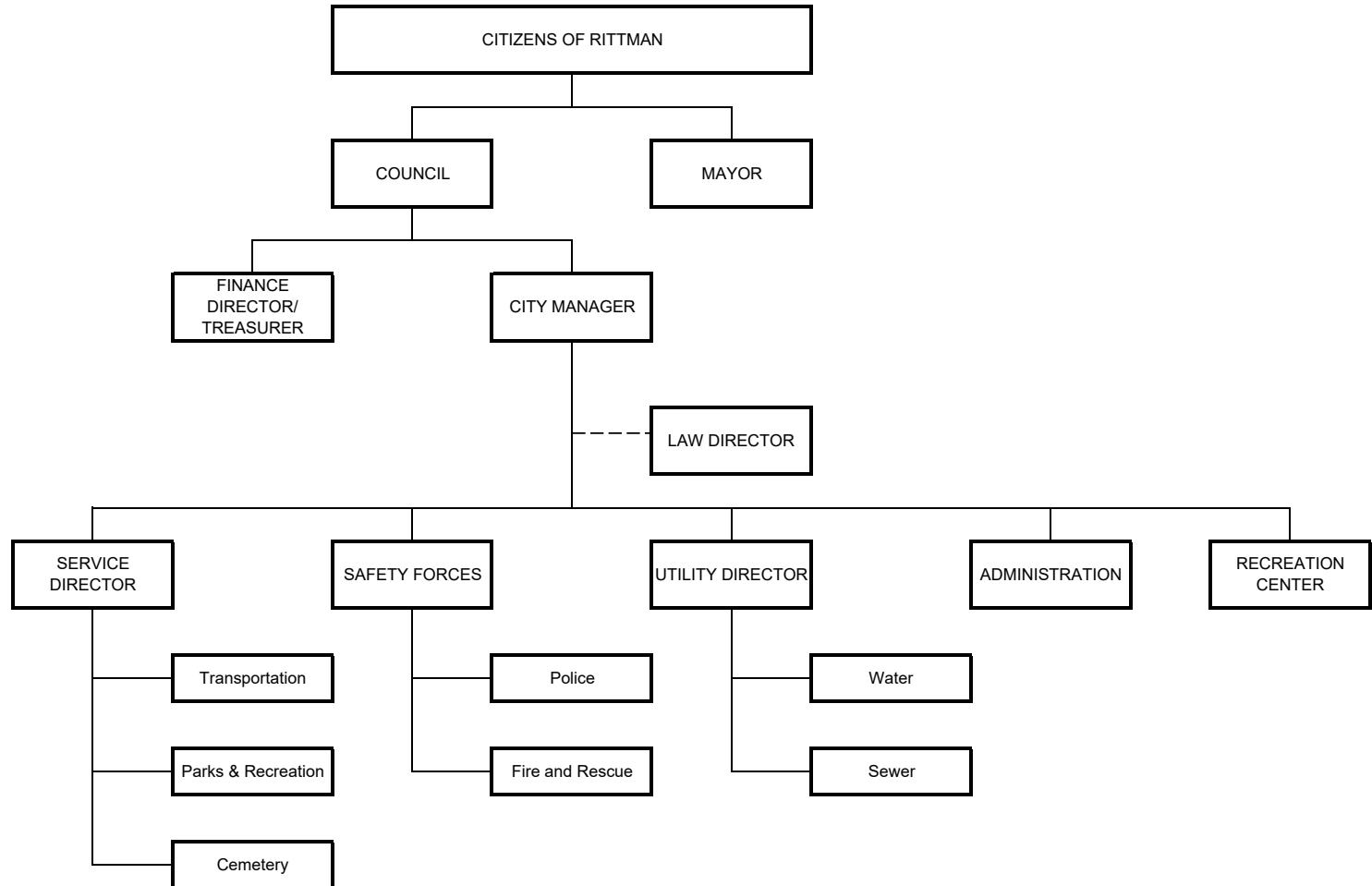
Finance Director/Treasurer
Matthew Bubp

Director of Law
Matthew Simpson

City of Rittman, Ohio

Organizational Chart

December 31, 2023





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**City of Rittman
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

Christopher P. Monell

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITORS' REPORT

To the City Council
City of Rittman, Ohio:

Report on the Audit of the Financial Statements

Opinions

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

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions.

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

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

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

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

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements.

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

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 28, 2024, on our consideration of the City of Rittman'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'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 Rittman's internal control over financial reporting and compliance.

Clark, Schaefer, Hackett & Co.

Columbus, Ohio
June 28, 2024

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

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

Financial Highlights

Key financial highlights for 2023 are as follows:

- In total, net position increased \$908,516 from 2022. Net position of governmental activities increased \$484,758. Net position of business-type activities increased \$423,758.
- Total capital assets increased \$2,574,894 during 2023. Capital assets of governmental activities increased \$986,176 and capital assets of business-type activities increased \$1,588,718.
- OWDA provided the City with additional loan proceeds of \$1,377,359 in business-type activities.
- The general fund, the City's largest and a major governmental fund, had revenues of \$3,105,173 in 2023, or 50.20 percent of total governmental funds. Expenditures of the general fund were \$2,914,968, or 44.68 percent of total governmental funds. The general fund balance decreased \$9,795 or 0.43 percent in 2023.

Using this Annual Comprehensive Financial Report

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

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

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

Reporting the City as a Whole

Statement of Net Position and the Statement of Activities

The *Statement of Net Position* and *Statement of Activities* provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the City's most significant funds with all other nonmajor funds presented in total in one column. In the case of the City of Rittman, the general fund is by far the most significant fund. Business-type funds consist of the water, sewer, and solid waste funds.

A question typically asked about the City's finances is "How did we do financially during 2023?" The Statement of Net Position and the Statement of Activities answer this question. These statements include *all assets and deferred outflows of resources* and *liabilities and deferred inflows of resources* using the *accrual basis of accounting* similar to the accounting method used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Position and the Statement of Activities, the City is divided into two distinct kinds of activities:

- Governmental Activities - Most of the City's programs and services are reported here, including general government, security of persons and property, public health, leisure time activities and transportation.
- Business-Type Activities - These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The City's water, sewer, and solid waste funds are reported as business activities.

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Reporting the City's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been safeguarded for specific activities or objectives. The City uses many funds to account for financial transactions. However, these fund financial statements focus on the City's most significant funds. The City's major governmental funds are the general fund, emergency medical service fund, American Rescue Plan Act fund, permissive tax fund and capital improvements fund.

Governmental Funds Most of the City's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance future services. The relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds Proprietary funds (water, sewer and solid waste) have historically operated as enterprise funds and are used to report the same functions presented as business-type activities in the government-wide financial statements. Since they use the same basis of accounting as business-type activities, these fund statements will essentially match the information provided in statements for the City as a whole.

Notes to the Financial Statements The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found beginning on page 45 of this report.

Other Information In addition to the basic financial statements and accompanying notes, this report also presents the required supplementary information which can be found beginning on page 96 and the combining and individual fund statements and schedules, which can be found beginning on page 110 of this report.

Government-wide Financial Analysis

The statement of net position provides the perspective of the City as a whole.

Table 1 provides a summary of the City's net position for 2023 compared to 2022:

City of Rittman, Ohio
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(Unaudited)

Table 1
Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>2023</u>	<u>Total</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>		
Assets:						
Current and other assets	\$ 5,943,109	\$ 7,367,538	\$ 3,964,635	\$ 3,902,286	\$ 9,907,744	\$ 11,269,824
Net OPEB asset	-	249,509	-	112,098	-	361,607
Capital assets	10,239,936	9,253,760	13,927,606	12,338,888	24,167,542	21,592,648
Total assets	16,183,045	16,870,807	17,892,241	16,353,272	34,075,286	33,224,079
Deferred outflows of resources:						
Pension	1,958,503	1,103,468	468,266	156,103	2,426,769	1,259,571
OPEB	355,851	263,600	68,734	1,993	424,585	265,593
Total deferred outflows of resources	2,314,354	1,367,068	537,000	158,096	2,851,354	1,525,164
Liabilities:						
Current liabilities	420,987	1,641,340	196,003	267,628	616,990	1,908,968
Long-term liabilities:						
Due within one year	300,620	297,620	318,353	330,197	618,973	627,817
Due in more than one year:						
Net pension liability	5,024,828	2,424,842	1,111,527	322,252	6,136,355	2,747,094
Net OPEB liability	242,223	299,586	22,930	-	265,153	299,586
Other amounts	298,317	393,924	3,125,816	1,836,205	3,424,133	2,230,129
Total liabilities	6,286,975	5,057,312	4,774,629	2,756,282	11,061,604	7,813,594
Deferred inflows of resources:						
Property taxes	615,317	576,398	-	-	615,317	576,398
Payments in lieu of taxes	3,504	-	-	-	3,504	-
Pension	240,525	1,569,135	-	406,242	240,525	1,975,377
OPEB	229,727	398,437	7,563	125,553	237,290	523,990
Total deferred inflows of resources	1,089,073	2,543,970	7,563	531,795	1,096,636	3,075,765
Net position:						
Net investment in capital assets	9,912,383	8,959,717	10,620,286	10,305,477	20,532,669	19,265,194
Restricted net position	1,536,529	1,879,906	-	-	1,536,529	1,879,906
Unrestricted net position (deficit)	(327,561)	(203,030)	3,026,763	2,917,814	2,699,202	2,714,784
Total net position	\$ 11,121,351	\$ 10,636,593	\$ 13,647,049	\$ 13,223,291	\$ 24,768,400	\$ 23,859,884

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Over time, net position can serve as a useful indicator of a government's financial position. At December 31, 2023, the City's assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by \$24,768,400. This amounts to \$11,121,351 in governmental activities and \$13,647,049 in business-type activities.

The largest portion of the City's net position, 82.90 percent, reflects its investment in capital assets less any related debt used to acquire those assets. Capital assets include land, construction in progress, land improvements, buildings and building improvements, infrastructure, equipment, vehicles, and intangible right to use lease vehicles. Capital assets, net of related debt to acquire the assets at December 31, 2023, were \$20,532,669. These capital assets are used to provide services to citizens and are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

As of December 31, 2023, the City is able to report positive balances for the three categories of net position, for the government as a whole.

A portion of the City's governmental net position, \$1,536,529 or 13.82 percent, represent resources that are subject to external restrictions on how they may be used. Of total restricted net position, \$11,476 for debt service, \$649,327 for capital projects, \$569,557 for streets and highways, \$295,996 for safety services programs and \$10,173 for other purposes. The remaining balance of governmental activities unrestricted net position is a deficit of \$327,561.

The City's statement of activities prepared on an accrual basis of accounting includes an annual pension/OPEB expense for their proportionate share of each plan's change in net pension/OPEB liability not accounted for as deferred inflows/outflows.

The City is also reporting a net pension liability and an OPEB liability, along with deferred inflows/outflows of resources related to pension/OPEB on the accrual basis of accounting in the statement of net position.

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Table 2 shows the changes in net position for governmental and business-type activities for years 2023 and 2022.

Table 2
Changes in Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>2023</u>	<u>Total</u>
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>		
Revenues						
Program revenues:						
Charges for services and sales	\$ 918,768	\$ 1,015,688	\$ 3,074,078	\$ 2,945,382	\$ 3,992,846	\$ 3,961,070
Operating grants and contributions	929,453	996,538	-	-	929,453	996,538
Capital grants and contributions	750,849	1,100,324	318,164	-	1,069,013	1,100,324
General revenues:						
Income taxes	2,119,388	1,704,523	-	-	2,119,388	1,704,523
Property taxes	655,208	657,298	-	-	655,208	657,298
Grants and entitlements	403,163	394,702	4,068	7,303	407,231	402,005
Interest	225,926	(18,021)	-	-	225,926	(18,021)
Gain on sale of capital asset	-	206,491	-	-	-	206,491
Other	<u>155,272</u>	<u>101,053</u>	<u>-</u>	<u>-</u>	<u>155,272</u>	<u>101,053</u>
Total revenues	<u>6,158,027</u>	<u>6,158,596</u>	<u>3,396,310</u>	<u>2,952,685</u>	<u>9,554,337</u>	<u>9,111,281</u>
Program Expenses						
Governmental activities:						
General government	959,734	765,873	-	-	959,734	765,873
Security of persons and property	2,774,496	2,311,542	-	-	2,774,496	2,311,542
Public health	109,131	100,667	-	-	109,131	100,667
Leisure time activities	737,701	579,488	-	-	737,701	579,488
Transportation	1,076,936	1,040,767	-	-	1,076,936	1,040,767
Interest and fiscal charges	15,271	9,736	-	-	15,271	9,736
Business-type activities:						
Water	-	-	1,148,663	893,021	1,148,663	893,021
Sewer	-	-	1,194,235	965,897	1,194,235	965,897
Solid waste	-	-	<u>629,654</u>	<u>654,441</u>	<u>629,654</u>	<u>654,441</u>
Total program expenses	<u>5,673,269</u>	<u>4,808,073</u>	<u>2,972,552</u>	<u>2,513,359</u>	<u>8,645,821</u>	<u>7,321,432</u>
Change in net position	484,758	1,350,523	423,758	439,326	908,516	1,789,849
Net position beginning of year	<u>10,636,593</u>	<u>9,286,070</u>	<u>13,223,291</u>	<u>12,783,965</u>	<u>23,859,884</u>	<u>22,070,035</u>
Net position end of year	<u>\$ 11,121,351</u>	<u>\$ 10,636,593</u>	<u>\$ 13,647,049</u>	<u>\$ 13,223,291</u>	<u>\$ 24,768,400</u>	<u>\$ 23,859,884</u>

The City's overall net position increased \$908,516 from the prior year. The reasons for this overall increase are discussed in the following sections for governmental activities and business-type activities.

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Governmental Activities

The funding for the governmental activities comes from several different sources, general revenues include grants and entitlements, such as local government funds. Governmental activities are primarily funded by property tax, income tax and intergovernmental revenue, with the most significant revenue being the income tax. The City monitors its sources of revenues very closely for fluctuations.

The City's income tax was assessed at a rate of 1.0 percent during 2023. During 2023 the revenues generated from income tax amounted to \$2,119,388. The increase in income tax revenues from 2022 was 24.3 percent. The income tax revenue amounts fluctuate from collections and adjustments for refunds. Revenues generated from property tax amounted to \$655,208. The decrease in property tax revenues from 2022 was 0.32 percent. Property taxes fluctuate based on the amount available as an advance from year to year.

There was an overall increase in expenses in 2023 as compared to 2022. The increase of \$865,196 in program expenses was 18.0 percent compared to 2022. Security of persons and property, which primarily supports the operations of the City's police, fire and emergency medical services, accounts for \$2,774,496 of expenses, or 48.9 percent of total governmental expenses of the City. These expenses were funded by \$435,311 in charges to users of services, operating and capital grants, contributions and interest. In addition, these expenses were significantly higher this year due to changes in the net pension and OPEB liabilities. Transportation expenses of \$1,076,936 or 19.0 percent of total governmental expenses of the City, primarily consist of repairs and maintenance of the City's roads. These expenses were funded by \$1,700,044 in charges to users of services, operating and capital grants, contributions and interest. General government expenses include legislative, executive and financial management departments of the City. These expenses amounted to \$959,734 or 16.9 percent and were funded by \$245,503 in charges to users of services.

Business-Type Activities

Business-type activities include water, sewer and solid waste. The revenues are generated primarily from charges for services. These programs had program revenues of \$3,392,242 and expenses of \$2,972,552 for the year 2023. Business-type activities reported an increase in net position of \$423,758, or 3.20 percent as compared to 2022. For this year, the increase in net position was attributed to current year revenues exceeding the slight increase of current year expenses.

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As a result of implementing the accounting standards for pension and other post-employment benefits (OPEB), the City is reporting a net pension/OPEB liability, related deferred inflows of resources and an increase in expenses for the year which have a negative effect on net position. In addition, the City is reporting, net OPEB asset, deferred outflows of resources related to pension and OPEB, which have a positive impact on net position. The increase in pension and OPEB expense is the difference between the contractually required contributions and the pension and OPEB expense resulting from the change in the liability that is not reported as deferred inflows or outflows. These amounts can be found in the reconciliation of the statement of revenues, expenditures and changes in fund balances of governmental funds to the statement of activities. To further explain the impact of these accounting standards on the City's net position, additional information is presented below.

Table 3
Impact of Pension and Other Post-employment Benefit Activities

	2023	2022	2023	2022
	Governmental Activities	Governmental Activities	Business-Type Activities	Business-Type Activities
Deferred outflows of resources for:				
Pension	\$ 1,958,503	\$ 1,103,468	\$ 468,266	\$ 156,103
OPEB	355,851	263,600	68,734	1,993
Deferred inflows of resources for:				
Pension	(240,525)	(1,569,135)	-	(406,242)
OPEB	(229,727)	(398,437)	(7,563)	(125,553)
Net pension liability	(5,024,828)	(2,424,842)	(1,111,527)	(322,252)
Net OPEB liability	(242,223)	(299,586)	(22,930)	-
Net OPEB asset	<u>-</u>	<u>249,509</u>	<u>-</u>	<u>112,098</u>
Impact on net on position from pension and OPEB reporting	<u>\$ (3,422,949)</u>	<u>\$ (3,075,423)</u>	<u>\$ (605,020)</u>	<u>\$ (583,853)</u>

Resulting from GASB Statements No. 68 and 75, the impact on net expense related to pension and OPEB for 2023, was a decrease of \$347,526 for governmental activities and \$21,167 for business-type activities. This was for reporting the changes on the City's proportionate share of the pension and other post-employment benefit liability for the Ohio Public Employees Retirement System (OPERS) and Ohio Police & Fire Pension Fund. The adjustment was an expense increase.

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The City's Funds

Governmental Funds

As noted earlier, the City's governmental funds are accounted for using the modified accrual method of accounting. The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of the fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City's Council. The general fund is the chief operating fund of the City.

The following table provides a summary of the City's fund balance for 2023 compared to 2022:

Table 4
Change in Fund Balance - Governmental Funds

	Restated			
	December 31, 2023	December 31, 2022	Increase (Decrease)	Percent Change
General	\$ 2,286,967	\$ 2,296,762	\$ (9,795)	-0.4%
Emergency medical service	21,581	192,699	(171,118)	-88.8%
American Rescue Plan Act	-	-	-	n/a
Permissive tax	26,871	49,792	(22,921)	-46.0%
Capital improvements	538,013	653,443	(115,430)	-17.7%
Other governmental funds	<u>1,344,489</u>	<u>1,244,713</u>	<u>99,776</u>	<u>8.0%</u>
	<u><u>\$ 4,217,921</u></u>	<u><u>\$ 4,437,409</u></u>	<u><u>\$ (219,488)</u></u>	

The emergency medical service fund balance decreased by \$171,118. Fund balance at December 31, 2023, was \$21,581 reporting \$455,041 in revenues, \$726,159 in expenditures. The permissive tax fund balance decreased by \$22,921 to a fund balance of \$26,871. The decrease is primarily from decreases in intergovernmental revenues and increased costs for operation. The capital improvement fund balance decreased by \$115,430 to a fund balance of \$538,013. The decrease is primarily from increased expenditures associated with capital spending. All other governmental funds fund balances increased by \$99,776 during 2023.

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The table below assists in illustrating the changes in financial activities for the general fund for year 2023 balances compared to 2022:

Table 5
Change in Financial Activities for the General Fund

	December 31, 2023	December 31, 2022	Increase (Decrease)	Percent Change
Revenues:				
Municipal income tax	\$ 1,578,169	\$ 1,336,721	\$ 241,448	18.1%
Property and other taxes	327,560	372,708	(45,148)	-12.1%
Charges for services	307,620	318,692	(11,072)	-3.5%
Fines, licenses and permits	137,187	233,445	(96,258)	-41.2%
Intergovernmental	397,124	393,379	3,745	1.0%
Interest	225,926	(18,021)	243,947	-1353.7%
Contributions and donations	48,324	2,096	46,228	n/a
Other	83,263	82,333	930	1.1%
Total revenue	<u>\$ 3,105,173</u>	<u>\$ 2,721,353</u>	<u>\$ 383,820</u>	
Expenditures:				
Current:				
General government	\$ 876,082	\$ 825,378	\$ 50,704	6.1%
Security of persons and property	1,255,654	1,249,190	6,464	0.5%
Public health	105,054	120,011	(14,957)	-12.5%
Leisure time activities	553,086	534,862	18,224	3.4%
Transportation	90,092	86,541	3,551	4.1%
Debt service:				
Principal retirement	35,000	-	35,000	n/a
Total expenditures	<u>\$ 2,914,968</u>	<u>\$ 2,815,982</u>	<u>\$ 98,986</u>	

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements for the business-type activities, but in more detail.

Table 6
Change in Fund Balance - Proprietary Funds

	December 31, 2023	December 31, 2022	Increase (Decrease)	Percent Change
Water	\$ 5,920,417	\$ 5,398,596	\$ 521,821	9.7%
Sewer	7,355,682	7,424,665	(68,983)	-0.9%
Solid waste	370,950	400,030	(29,080)	-7.3%
Total	<u>\$ 13,647,049</u>	<u>\$ 13,223,291</u>	<u>\$ 423,758</u>	

For the water proprietary fund the increase in net position was not related to any significant event. It was primarily caused by the overall increase in revenues exceeded the overall increase in expenses. For the sewer and solid waste proprietary funds the decrease in net position was mainly related to an increase in personal services expenses.

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General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the general fund.

During the course of 2023, the City amended its general fund budget on various occasions. All recommendations for appropriation changes come to Council from the City Finance Director. The Council reviews them, and then makes their recommendation as a whole.

Original budgeted revenues did not have a need to increase significantly over the course of the year. Actual revenues were less than the final budgeted amount by \$267,252 mainly due to an income tax revenues not known during the budget process.

Final budgeted expenditures were greater than the original budgeted expenditures and other financing uses by \$207,316. This was mainly due to increases in general government, security of persons and property and leisure time activities expenditures that were not related to any individual event, from what was originally budgeted. Actual expenditures and other financing uses of \$3,185,954 for the year were \$281,266 less than the \$3,467,220 final budgeted amounts. The majority of this change was reported in general government, leisure time activities and security of persons and property due to conservative spending.

Capital Assets and Debt Administration

Capital Assets

Table 7
Capital Assets, at December 31
(Net of Depreciation)

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Land	\$ 1,931,146	\$ 1,931,146	\$ 63,936	\$ 63,936	\$ 1,995,082	\$ 1,995,082
Construction in progress	87,559	43,250	1,051,559	913,239	1,139,118	956,489
Land improvements	592,585	609,169	18,563	21,979	611,148	631,148
Buildings and building improvements	2,695,424	2,814,449	3,604,663	3,434,308	6,300,087	6,248,757
Infrastructure	3,476,067	2,598,211	8,051,774	7,293,903	11,527,841	9,892,114
Equipment	1,007,217	790,855	715,881	572,119	1,723,098	1,362,974
Vehicles	326,956	367,487	421,230	29,656	748,186	397,143
Intangible right to use: Vehicles	122,982	99,193	-	9,748	122,982	108,941
Total	\$ 10,239,936	\$ 9,253,760	\$ 13,927,606	\$ 12,338,888	\$ 24,167,542	\$ 21,592,648

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In 2023, for governmental activities the City completed its work for the various street resurfacing and for business-type activities completed the waterline project and the utility garage. In addition the City continued construction in progress for the cemetery expansion project in governmental activities. For business-type activities the City continued construction in progress for water main replacement and the waste water treatment plant upgrades. Capital assets increased for both governmental and business-type activities primarily due to increases in construction in process as well as current year additions exceeding current year depreciation. See Note 8 for additional information about the capital assets of the City.

Debt

In 2023, the City issued \$1,377,359 of new OWDA debt in business-type activities to fund construction projects in the water and sewer funds. See Note 11 for additional details on outstanding debt.

Table 8
Outstanding Debt, at December 31

	Governmental Activities		Business-Type Activities		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
General obligation bonds	\$ -	\$ 5,000	\$ 95,000	\$ 195,000	\$ 95,000	\$ 200,000
OPWC loans	55,250	94,500	580,097	630,519	635,347	725,019
OWDA loan	-	-	2,243,215	1,175,676	2,243,215	1,175,676
Lease purchase	149,266	224,362	389,008	10,208	538,274	234,570
Total	<u>\$ 204,516</u>	<u>\$ 323,862</u>	<u>\$ 3,307,320</u>	<u>\$ 2,011,403</u>	<u>\$ 3,511,836</u>	<u>\$ 2,335,265</u>

Current Issues Affecting Financial Condition

During the volatile economic times spanning the last several years, efficient use of the City's workforce and cost containment measures, which continued throughout 2023, have resulted in no layoffs of City employees.

The five-year capital improvement program plan was updated in 2023. The plan is used to assess the City's ability to meet the needs of the community in future years. One component of the plan is long-term financial projections, which are intended to indicate the need for continued cost containment or revenue enhancement efforts.

The City's infrastructure was improved in 2023. Installation of new waterlines on Sterling, Erie, and Walnut streets were completed. Resurfacing projects on West Ohio, Sterling and Erie were completed. Several other waterline and resurfacing projects entered the planning and engineering phases during 2023, which are planned to be completed in 2024.

The City purchased new equipment, including a mini track hoe, network upgrades and various safety equipment at City intersections, and several mowers/tractors.

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Improvements to City buildings and land were important in 2023 to improve the appearance and function of these properties for the public and the operation of City services. The majority of such improvements in 2023 were related to the service utility garage, which was in desperate need of repairs.

The City continues to promote itself to business owners and possible investors in order to increase retail and industrial growth. With prime areas for development and redevelopment available, the City will focus on facilitating those types of developments.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Director of Finance, 30 N. Main Street, Rittman, Ohio, 44270.

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

	Governmental Activities	Business-Type Activities	Total
Assets:			
Equity in pooled cash and investments	\$ 3,876,403	\$ 3,426,902	\$ 7,303,305
Cash and investments in segregated accounts	2,841	13,913	16,754
Receivables:			
Income tax	553,882	-	553,882
Property and other taxes	700,903	-	700,903
Accounts	215,354	481,443	696,797
Revenue in lieu of taxes receivable	3,504	-	3,504
Special assessments	5,972	-	5,972
Accrued interest	28,445	-	28,445
Intergovernmental	555,805	1,017	556,822
Equity in pooled cash and investments - restricted	-	41,360	41,360
Land and construction in progress	2,018,705	1,115,495	3,134,200
Depreciable capital assets	19,129,784	26,687,178	45,816,962
Accumulated depreciation/amortization	<u>(10,908,553)</u>	<u>(13,875,067)</u>	<u>(24,783,620)</u>
Total assets	<u>16,183,045</u>	<u>17,892,241</u>	<u>34,075,286</u>
Deferred outflows of resources:			
Pension	1,958,503	468,266	2,426,769
OPEB	<u>355,851</u>	<u>68,734</u>	<u>424,585</u>
Total deferred outflows of resources	<u>2,314,354</u>	<u>537,000</u>	<u>2,851,354</u>
Liabilities:			
Accounts payable	229,934	118,293	348,227
Accrued wages and benefits	54,479	19,433	73,912
Intergovernmental payable	9,614	3,004	12,618
Unearned revenue	117,676	-	117,676
Undistributed monies	2,700	-	2,700
Income tax refunds payable	3,743	-	3,743
Matured bonds and interest payable	2,841	13,913	16,754
Customer deposits payable	-	41,360	41,360
Long-term liabilities:			
Due within one year	300,620	318,353	618,973
Due in more than one year:			
Net pension liability	5,024,828	1,111,527	6,136,355
Net OPEB liability	<u>242,223</u>	<u>22,930</u>	<u>265,153</u>
Other amounts due in more than one year	<u>298,317</u>	<u>3,125,816</u>	<u>3,424,133</u>
Total liabilities	<u>6,286,975</u>	<u>4,774,629</u>	<u>11,061,604</u>
Deferred inflows of resources:			
Property taxes	615,317	-	615,317
Payments in lieu of taxes	3,504	-	3,504
Pension	240,525	-	240,525
OPEB	229,727	7,563	237,290
Total deferred inflows of resources	<u>1,089,073</u>	<u>7,563</u>	<u>1,096,636</u>
Net position:			
Net investment in capital assets	9,912,383	10,620,286	20,532,669
Restricted for:			
Debt service	11,476	-	11,476
Capital projects	649,327	-	649,327
Streets and highways	569,557	-	569,557
Safety services	295,996	-	295,996
Other purposes	10,173	-	10,173
Unrestricted (deficit)	<u>(327,561)</u>	<u>3,026,763</u>	<u>2,699,202</u>
Total net position	<u>\$ 11,121,351</u>	<u>\$ 13,647,049</u>	<u>\$ 24,768,400</u>

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

	Expenses	Program Revenues		
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants, Contributions and Interest
Governmental Activities:				
General government	\$ 959,734	\$ 245,503	\$ -	\$ -
Security of persons and property	2,774,496	267,639	167,672	-
Public health	109,131	57,698	1,068	-
Leisure time activities	737,701	159,446	-	-
Transportation	1,076,936	188,482	760,713	750,849
Interest and fiscal charges	15,271	-	-	-
Total governmental activities	<u>5,673,269</u>	<u>918,768</u>	<u>929,453</u>	<u>750,849</u>

Business-Type Activities:

Water	1,148,663	1,352,320	-	318,164
Sewer	1,194,235	1,125,252	-	-
Solid waste	629,654	596,506	-	-
Total business-type activities	<u>2,972,552</u>	<u>3,074,078</u>	<u>-</u>	<u>318,164</u>
Total primary government	<u>\$ 8,645,821</u>	<u>\$ 3,992,846</u>	<u>\$ 929,453</u>	<u>\$ 1,069,013</u>

General revenues:

Property taxes levied for:

General purposes

Police, fire and emergency services

Income tax levied for:

General purposes

Capital outlay

Grants and entitlements not restricted to specific programs

Investment earnings

Other

Total general revenues

Change in net position

Net position, beginning of year

Net position, end of year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Business-Type Activities	Total
\$ (714,231)	\$ -	\$ (714,231)
(2,339,185)	-	(2,339,185)
(50,365)	-	(50,365)
(578,255)	-	(578,255)
623,108	-	623,108
(15,271)	-	(15,271)
<u>(3,074,199)</u>	<u>-</u>	<u>(3,074,199)</u>
-	521,821	521,821
-	(68,983)	(68,983)
<u>-</u>	<u>(33,148)</u>	<u>(33,148)</u>
<u>-</u>	<u>419,690</u>	<u>419,690</u>
<u>\$ (3,074,199)</u>	<u>\$ 419,690</u>	<u>\$ (2,654,509)</u>
333,590	-	333,590
321,618	-	321,618
1,922,958	-	1,922,958
196,430	-	196,430
403,163	4,068	407,231
225,926	-	225,926
155,272	-	155,272
<u>3,558,957</u>	<u>4,068</u>	<u>3,563,025</u>
484,758	423,758	908,516
<u>10,636,593</u>	<u>13,223,291</u>	<u>23,859,884</u>
<u>\$ 11,121,351</u>	<u>\$ 13,647,049</u>	<u>\$ 24,768,400</u>

City of Rittman, Ohio

Balance Sheet

Governmental Funds

December 31, 2023

	General	Emergency Medical Service	American Rescue Plan Act	Permissive Tax
Assets:				
Equity in pooled cash and investments	\$ 1,949,988	\$ 9,841	\$ 117,676	\$ 26,871
Cash and investments in segregated accounts	-	-	-	-
Receivables:				
Income tax	415,478	-	-	-
Property and other taxes	350,865	229,154	-	-
Accounts	108,836	74,112	-	-
Revenue in lieu of taxes	3,504	-	-	-
Special assessments	-	-	-	-
Accrued interest	28,445	-	-	-
Intergovernmental	162,481	2,741	-	37,976
Total assets	<u>\$ 3,019,597</u>	<u>\$ 315,848</u>	<u>\$ 117,676</u>	<u>\$ 64,847</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 31,402	\$ 7,268	\$ -	\$ -
Accrued wages and benefits	37,894	10,571	-	-
Intergovernmental payable	7,023	1,645	-	-
Unearned revenue	-	-	117,676	-
Income tax refunds payable	2,807	-	-	-
Matured bonds and interest payable	-	-	-	-
Matured interest payable	-	-	-	-
Undistributed monies	2,700	-	-	-
Total liabilities	<u>81,826</u>	<u>19,484</u>	<u>117,676</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes	304,613	203,931	-	-
Unavailable revenue - delinquent property taxes	33,796	18,635	-	-
Unavailable revenue - income taxes	194,533	-	-	-
Unavailable revenue - other	114,358	52,217	-	37,976
Payment in lieu of taxes	3,504	-	-	-
Total deferred inflows of resources	<u>650,804</u>	<u>274,783</u>	<u>-</u>	<u>37,976</u>
Fund balances:				
Nonspendable:				
Unclaimed monies	2,977	-	-	-
Restricted				
-	-	21,581	-	26,871
Committed:				
Committed to recreation	40,835	-	-	-
Committed to storm sewer	-	-	-	-
Assigned:				
Various purchases on order	39,825	-	-	-
Next year's budget	783,082	-	-	-
Unassigned	<u>1,420,248</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>2,286,967</u>	<u>21,581</u>	<u>-</u>	<u>26,871</u>
Total liabilities, deferred inflows of resources and fund balances				
	<u>\$ 3,019,597</u>	<u>\$ 315,848</u>	<u>\$ 117,676</u>	<u>\$ 64,847</u>

See accompanying notes to the basic financial statements.

Capital Improvements	Other Governmental Funds	Total Governmental Funds
\$ 521,342	\$ 1,250,685	\$ 3,876,403
-	2,841	2,841
138,404	-	553,882
-	120,884	700,903
-	32,406	215,354
-	-	3,504
5,972	-	5,972
-	-	28,445
125,627	226,980	555,805
<u>\$ 791,345</u>	<u>\$ 1,633,796</u>	<u>\$ 5,943,109</u>

\$ 181,580	\$ 9,684	\$ 229,934
-	6,014	54,479
-	946	9,614
-	-	117,676
936	-	3,743
-	2,000	2,000
-	841	841
-	-	2,700
<u>182,516</u>	<u>19,485</u>	<u>420,987</u>

-	106,773	615,317
-	10,582	63,013
64,844	-	259,377
5,972	152,467	362,990
-	-	3,504
<u>70,816</u>	<u>269,822</u>	<u>1,304,201</u>

-	-	2,977
538,013	643,568	1,230,033
-	1,745	42,580
-	699,176	699,176
-	-	39,825
-	-	783,082
-	-	1,420,248
<u>538,013</u>	<u>1,344,489</u>	<u>4,217,921</u>

\$ 791,345	\$ 1,633,796	\$ 5,943,109
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City of Rittman, Ohio
 Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2023

Total governmental fund balances \$ 4,217,921

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in funds. 10,239,936

Other long-term assets are not available to pay for current-period expenditures and therefore are offset by deferred inflows of recourses in the funds:

Property and other taxes	\$ 63,013
Income taxes	259,569
Intergovernmental	305,969
Special assessments	5,972
Charges for services	<u>50,857</u>
Total	685,380

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 funds:

Deferred outflows - pension	\$ 1,958,503
Deferred outflows - OPEB	355,851
Deferred inflows - pension	(240,525)
Deferred inflows - OPEB	(229,727)
Net pension liability	(5,024,828)
Net OPEB liability	<u>(242,223)</u>
Total	(3,422,949)

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

Lease purchases payable	\$ (149,266)
Leases payable	(163,706)
OPWC loans payable	(55,250)
Compensated absences	<u>(230,715)</u>
Total	<u>(598,937)</u>

Net position of governmental activities \$ 11,121,351

See accompanying notes to the basic financial statements.



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

	General	Emergency Medical Service	American Rescue Plan Act	Permissive Tax
Revenues:				
Municipal income tax	\$ 1,578,169	\$ -	\$ -	\$ -
Property and other taxes	327,560	208,628	-	-
Charges for services	307,620	226,103	-	-
Fines, licenses and permits	137,187	-	-	-
Intergovernmental	397,124	17,739	312,043	85,400
Special assessments	-	-	-	-
Interest	225,926	-	-	-
Contributions and donations	48,324	-	-	-
Other	83,263	2,571	-	-
Total revenue	3,105,173	455,041	312,043	85,400
Expenditures:				
Current:				
General government	876,082	3,554	-	-
Security of persons and property	1,255,654	718,020	-	-
Public health	105,054	-	-	-
Leisure time activities	553,086	-	-	-
Transportation	90,092	-	7,422	13,505
Capital outlay	-	-	304,621	94,816
Debt service:				
Principal retirement	35,000	4,154	-	-
Interest and fiscal charges	-	431	-	-
Total expenditures	2,914,968	726,159	312,043	108,321
Excess of revenues over (under) expenditures	190,205	(271,118)	-	(22,921)
Other financing sources:				
Lease issued	-	-	-	-
Transfers - in	-	100,000	-	-
Transfers - out	(200,000)	-	-	-
Total other financing sources	(200,000)	100,000	-	-
Net change in fund balance	(9,795)	(171,118)	-	(22,921)
Fund balances at beginning of year	2,296,762	192,699	-	49,792
Fund balances at end of year	\$ 2,286,967	\$ 21,581	\$ -	\$ 26,871

See accompanying notes to the basic financial statements.

Capital Improvements	Other Governmental Funds	Total Governmental Funds
\$ 525,968	\$ -	\$ 2,104,137
-	109,877	646,065
-	195,593	729,316
-	7,471	144,658
780,078	534,100	2,126,484
21,070	-	21,070
-	821	226,747
-	7,120	55,444
38,664	6,619	131,117
<u>1,365,780</u>	<u>861,601</u>	<u>6,185,038</u>

27,199	2,097	908,932
175,560	193,651	2,342,885
-	-	105,054
2,254	-	555,340
31,725	549,818	692,562
1,196,158	106,897	1,702,492
<u>152,706</u>	<u>9,250</u>	<u>201,110</u>
<u>14,728</u>	<u>112</u>	<u>15,271</u>
<u>1,600,330</u>	<u>861,825</u>	<u>6,523,646</u>
<u>(234,550)</u>	<u>(224)</u>	<u>(338,608)</u>

119,120	-	119,120
-	100,000	200,000
-	-	(200,000)
<u>119,120</u>	<u>100,000</u>	<u>119,120</u>
<u>(115,430)</u>	<u>99,776</u>	<u>(219,488)</u>
<u>653,443</u>	<u>1,244,713</u>	<u>4,437,409</u>
<u><u>\$ 538,013</u></u>	<u><u>\$ 1,344,489</u></u>	<u><u>\$ 4,217,921</u></u>

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

Net change in fund balances - Total governmental funds \$ (219,488)

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 capital assets is allocated over their estimated useful lives as depreciation expense.

In the current period, these amounts are:

Capital outlay	\$ 1,821,612
Depreciation expense	(835,240)
Excess of capital asset additions and contributions over depreciation expense and transfers	986,372

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (196)

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

Property and other taxes	\$ 9,143
Income taxes	15,251
Intergovernmental	(53,658)
Special assessments	(11,620)
Charges for services	28,852
Other	(14,979)
Net change in deferred inflows of resources during the year	(27,011)

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

Pension	361,742
OPEB	4,012

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

Pension	(778,083)
OPEB	64,803

Some items 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. These activities consist of:

Decrease in compensated absences	10,617
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Repayment of lease-purchases, leases, loans and bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 201,110

The issuance of long-term leases, loans and bonds results in other financing sources in the governmental funds, but these transactions are reflected in the statement of net position as long-term liabilities. (119,120)

Change in net position of governmental activities	\$ 484,758
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See accompanying notes to the basic financial statements.



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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income tax	\$ 1,236,780	\$ 1,236,780	\$ 999,909	\$ (236,871)
Property and other taxes	337,000	337,000	346,700	9,700
Charges for services	479,005	479,005	307,998	(171,007)
Fines, licenses, and permits	145,500	145,500	140,471	(5,029)
Intergovernmental	395,022	395,022	393,171	(1,851)
Investment income	50,200	50,200	165,137	114,937
Contributions and donations	30,000	30,000	13,324	(16,676)
Other	55,000	55,000	94,545	39,545
Total revenues	<u>2,728,507</u>	<u>2,728,507</u>	<u>2,461,255</u>	<u>(267,252)</u>
Expenditures:				
Current:				
General government	772,914	965,187	909,053	56,134
Security of persons and property	1,287,977	1,339,527	1,307,254	32,273
Public health and welfare	136,774	116,323	107,619	8,704
Transportation	92,602	98,940	92,835	6,105
Leisure time activities	564,637	607,146	569,193	37,953
Total expenditures	<u>2,854,904</u>	<u>3,127,123</u>	<u>2,985,954</u>	<u>141,169</u>
Excess of revenues over (under) expenditures	<u>(126,397)</u>	<u>(398,616)</u>	<u>(524,699)</u>	<u>(126,083)</u>
Other financing sources (uses):				
Transfers - out	<u>(405,000)</u>	<u>(340,097)</u>	<u>(200,000)</u>	<u>140,097</u>
Net change in fund balance	<u>(531,397)</u>	<u>(738,713)</u>	<u>(724,699)</u>	<u>14,014</u>
Fund balance at beginning of year	2,591,687	2,591,687	2,591,687	-
Prior year encumbrances appropriated	53,133	53,133	53,133	-
Fund balance at end of year	<u>\$ 2,113,423</u>	<u>\$ 1,906,107</u>	<u>\$ 1,920,121</u>	<u>\$ 14,014</u>

See accompanying notes to the basic financial statements.

City of Rittman, Ohio
 Statement of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Emergency Medical Service Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Property and other taxes	\$ 215,000	\$ 215,000	\$ 220,333	\$ 5,333
Charges for services	220,000	220,000	237,983	17,983
Intergovernmental	35,322	35,322	17,397	(17,925)
Other	-	-	375	375
Total revenues	470,322	470,322	476,088	5,766
<u>Expenditures:</u>				
Current:				
General government	3,650	3,554	3,554	-
Security of persons and property	724,251	836,826	742,761	94,065
Total expenditures	727,901	840,380	746,315	94,065
Excess of revenues over (under) expenditures	(257,579)	(370,058)	(270,227)	99,831
Other financing sources:				
Transfers - in	243,000	243,000	100,000	(143,000)
Net change in fund balance	(14,579)	(127,058)	(170,227)	(43,169)
Fund balance at beginning of year	148,174	148,174	148,174	-
Prior year encumbrances appropriated	15,435	15,435	15,435	-
Fund balance at end of year	\$ 149,030	\$ 36,551	\$ (6,618)	\$ (43,169)

See accompanying notes to the basic financial statements.

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ 500	\$ 500
<u>Expenditures:</u>				
Current:				
General government	111,713	111,713	111,712	1
Transportation	26,516	64,591	60,684	3,907
Basic utility services	84,053	84,053	84,053	-
Leisure time activities	89,262	89,262	89,262	-
Total expenditures	<u>311,544</u>	<u>349,619</u>	<u>345,711</u>	<u>3,908</u>
Net change in fund balance	(311,544)	(349,619)	(345,211)	4,408
Fund balance at beginning of year	120,272	120,272	120,272	-
Prior year encumbrances appropriated	<u>311,543</u>	<u>311,543</u>	<u>311,543</u>	<u>-</u>
Fund balance at end of year	<u>\$ 120,271</u>	<u>\$ 82,196</u>	<u>\$ 86,604</u>	<u>\$ 4,408</u>

See accompanying notes to the basic financial statements.

City of Rittman, Ohio
 Statement of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Permissive Tax Fund
 For the Year Ended December 31, 2023

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 45,000	\$ 202,449	\$ 174,374	\$ (28,075)
<u>Expenditures:</u>				
Current:				
Transportation	84,263	252,241	212,695	39,546
Net change in fund balance	(39,263)	(49,792)	(38,321)	11,471
Fund balance at beginning of year	10,258	10,258	10,258	-
Prior year encumbrances appropriated	39,534	39,534	39,534	-
Fund balance at end of year	<u>\$ 10,529</u>	<u>\$ -</u>	<u>\$ 11,471</u>	<u>\$ 11,471</u>

See accompanying notes to the basic financial statements.

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

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Solid Waste	Total
Assets:				
Current assets:				
Equity in pooled cash and investments	\$ 1,301,674	\$ 1,699,807	\$ 425,421	\$ 3,426,902
Cash and investments in segregated accounts	13,913	-	-	13,913
Accounts receivable	200,699	176,566	104,178	481,443
Intergovernmental receivable	-	-	1,017	1,017
Total current assets	<u>1,516,286</u>	<u>1,876,373</u>	<u>530,616</u>	<u>3,923,275</u>
Noncurrent assets:				
Equity in pooled cash and investments - restricted	41,360	-	-	41,360
Capital assets:				
Land and construction in progress	345,980	769,515	-	1,115,495
Depreciable capital assets	12,534,266	14,077,323	75,589	26,687,178
Accumulated depreciation/amortization	(5,886,432)	(7,924,639)	(63,996)	(13,875,067)
Total noncurrent assets	<u>7,035,174</u>	<u>6,922,199</u>	<u>11,593</u>	<u>13,968,966</u>
Total assets	<u>8,551,460</u>	<u>8,798,572</u>	<u>542,209</u>	<u>17,892,241</u>
Deferred outflows of resources:				
Pension	196,370	211,475	60,421	468,266
OPEB	28,824	31,041	8,869	68,734
Total deferred outflows of resources	<u>225,194</u>	<u>242,516</u>	<u>69,290</u>	<u>537,000</u>
Liabilities:				
Current liabilities:				
Accounts payable	8,558	27,153	82,582	118,293
Accrued wages and benefits	7,833	8,893	2,707	19,433
Intergovernmental payable	1,211	1,375	418	3,004
Matured bonds and interest payable	13,913	-	-	13,913
Customer deposits payable	41,360	-	-	41,360
Compensated absences payable	42,346	33,159	4,173	79,678
OPWC loans payable	50,422	-	-	50,422
OWDA loans payable	45,811	-	-	45,811
Loans payable	-	47,442	-	47,442
General obligation bonds payable	95,000	-	-	95,000
Total current liabilities	<u>306,454</u>	<u>118,022</u>	<u>89,880</u>	<u>514,356</u>
Long-term liabilities:				
Compensated absences payable	25,624	28,236	3,311	57,171
OPWC loans payable, net of current portion	529,675	-	-	529,675
OWDA loans payable, net of current portion	1,515,572	681,832	-	2,197,404
Loans payable	-	341,566	-	341,566
Net pension liability	466,124	501,980	143,423	1,111,527
Net OPEB liability	9,616	10,355	2,959	22,930
Total long-term liabilities	<u>2,546,611</u>	<u>1,563,969</u>	<u>149,693</u>	<u>4,260,273</u>
Total liabilities	<u>2,853,065</u>	<u>1,681,991</u>	<u>239,573</u>	<u>4,774,629</u>
Deferred inflows of resources:				
OPEB	3,172	3,415	976	7,563
Total deferred inflows of resources	<u>3,172</u>	<u>3,415</u>	<u>976</u>	<u>7,563</u>
Net position:				
Net investment in capital assets	4,757,334	5,851,359	11,593	10,620,286
Unrestricted	1,163,083	1,504,323	359,357	3,026,763
Total net position	<u>\$ 5,920,417</u>	<u>\$ 7,355,682</u>	<u>\$ 370,950</u>	<u>\$ 13,647,049</u>

See accompanying notes to the basic financial statements.

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

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Solid Waste	Total
	\$	\$	\$	\$
<u>Operating revenues:</u>				
Charges for services	\$ 1,329,385	\$ 1,107,529	\$ 596,374	\$ 3,033,288
Other	22,935	17,723	132	40,790
Total operating revenue	<u>1,352,320</u>	<u>1,125,252</u>	<u>596,506</u>	<u>3,074,078</u>
<u>Operating expenses:</u>				
Personal services	461,482	468,379	113,128	1,042,989
Contractual services	205,378	220,345	509,552	935,275
Supplies and materials	177,459	145,473	4,075	327,007
Depreciation	261,136	360,024	2,899	624,059
Other	1,900	-	-	1,900
Total operating expenses	<u>1,107,355</u>	<u>1,194,221</u>	<u>629,654</u>	<u>2,931,230</u>
Operating income (loss)	<u>244,965</u>	<u>(68,969)</u>	<u>(33,148)</u>	<u>142,848</u>
<u>Nonoperating revenues (expenses):</u>				
Operating grant	-	-	4,068	4,068
Interest and fiscal charges	(41,308)	(14)	-	(41,322)
Total nonoperating revenues (expenses)	<u>(41,308)</u>	<u>(14)</u>	<u>4,068</u>	<u>(37,254)</u>
Income (loss) before capital contributions	<u>203,657</u>	<u>(68,983)</u>	<u>(29,080)</u>	<u>105,594</u>
Capital contributions	<u>318,164</u>	<u>-</u>	<u>-</u>	<u>318,164</u>
Change in net position	<u>521,821</u>	<u>(68,983)</u>	<u>(29,080)</u>	<u>423,758</u>
Net position at beginning of year	<u>5,398,596</u>	<u>7,424,665</u>	<u>400,030</u>	<u>13,223,291</u>
Net position at end of year	<u>\$ 5,920,417</u>	<u>\$ 7,355,682</u>	<u>\$ 370,950</u>	<u>\$ 13,647,049</u>

See accompanying notes to the basic financial statements.

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

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Solid Waste	Total
Cash flows from operating activities:				
Cash received from customers	\$ 1,317,681	\$ 1,108,396	\$ 597,027	\$ 3,023,104
Cash received from other operating receipts	17,989	8,034	125	26,148
Cash payments for employee services and benefits	(454,674)	(468,158)	(107,600)	(1,030,432)
Cash payments to suppliers for goods and services	(377,945)	(357,366)	(513,688)	(1,248,999)
Net cash provided by (used for) operating activities	<u>503,051</u>	<u>290,906</u>	<u>(24,136)</u>	<u>769,821</u>
Cash flows from noncapital financing activities:				
Intergovernmental	-	-	5,884	5,884
Net cash provided by noncapital financing activities	<u>-</u>	<u>-</u>	<u>5,884</u>	<u>5,884</u>
Cash flows from capital and related financing activities:				
Capital contributions received	318,164	-	-	318,164
Interest paid on debt	(41,309)	(13)	-	(41,322)
Principal payment on bonds and loans	(476,350)	(16,108)	-	(492,458)
Issuance of loans	804,831	572,528	-	1,377,359
Acquisition of capital assets	(1,002,889)	(880,552)	-	(1,883,441)
Net cash used for capital and related financing activities	<u>(397,553)</u>	<u>(324,145)</u>	<u>-</u>	<u>(721,698)</u>
Net increase (decrease) in cash and cash equivalents	<u>105,498</u>	<u>(33,239)</u>	<u>(18,252)</u>	<u>54,007</u>
Cash and cash equivalents at beginning of year	<u>1,251,449</u>	<u>1,733,046</u>	<u>443,673</u>	<u>3,428,168</u>
Cash and cash equivalents at end of year	<u>\$ 1,356,947</u>	<u>\$ 1,699,807</u>	<u>\$ 425,421</u>	<u>\$ 3,482,175</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 244,965	\$ (68,969)	\$ (33,148)	\$ 142,848
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	261,136	360,024	2,899	624,059
Change in assets, liabilities, deferred outflows and inflows of resources:				
(Increase) decrease in assets and deferred outflows of resources:				
Accounts receivable	(11,697)	893	646	(10,158)
Deferred outflows of resources - pension	(130,908)	(140,977)	(40,278)	(312,163)
Deferred outflows of resources - OPEB	(27,988)	(30,141)	(8,612)	(66,741)
Net OPEB asset	47,009	50,625	14,464	112,098
Increase (decrease) in liabilities and deferred inflows of resources:				
Accounts payable	(1,127)	(4,765)	(737)	(6,629)
Accrued wages and benefits	1,121	2,475	1,920	5,516
Compensated absences	5,320	(3,547)	2,085	3,858
Intergovernmental payable	(5,542)	(4,765)	(533)	(10,840)
Net pension liability	330,986	356,447	101,842	789,275
Net OPEB liability	9,616	10,355	2,959	22,930
Deferred inflows of resources - pension	(170,360)	(183,464)	(52,418)	(406,242)
Deferred inflows of resources - OPEB	(49,480)	(53,285)	(15,225)	(117,990)
Net cash provided by operating activities	<u>\$ 503,051</u>	<u>\$ 290,906</u>	<u>\$ (24,136)</u>	<u>\$ 769,821</u>

See accompanying notes to the basic financial statements.

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

NOTE 1 – DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Rittman, Ohio (the “City”) is a home rule municipal corporation established under the laws of the State of Ohio which operates under its own Charter. The current Charter, which provides for a Mayor-Council-Manager form of government, was adopted in 1960.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are fairly presented and complete. The primary government consists of all funds, departments, boards, and commissions that are not legally separate from the City. The City provides municipal services such as police, fire fighting and prevention, street lighting and maintenance, emergency medical service, parks and recreation, and a staff to provide the necessary support to these services. The City also operates certain enterprise operations such as a sewage treatment plant, a water treatment plant, and solid waste disposal services. The operations of all of these services are included in the reporting entity.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt or the levying of taxes. The City has no blended or discretely presented component units.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The most significant of the City's accounting policies are described below.

Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

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

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

Fund Financial Statements

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

Fund Accounting

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

Governmental Funds

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

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

Emergency Medical Service Fund - This special revenue fund is to account for property taxes levied and other revenues for the operations of emergency medical services.

American Rescue Plan Act Fund - This special revenue fund is to account for federal emergency relief grants related to economic recovery from the Coronavirus (COVID-19) pandemic.

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

Permissive Tax Fund - Required by the Ohio Revised Code to account for that portion of motor vehicle registration fees allocated to assist in maintaining those city streets designated as contributing to the effective and efficient flow of traffic through and within the county.

Capital Improvements Fund – This capital projects fund is used to account for financial resources that are used for the acquisition, construction or improvement of the City’s capital facilities.

The other governmental funds of the City account for grants and other resources to which the City is bound to observe constraints imposed upon the use of the resources.

Proprietary Funds

Proprietary fund reporting focuses on changes in net position, financial position and cash flows. Proprietary funds are classified as enterprise.

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

Water Fund - The water fund accounts for the provision of water treatment and distribution to its residential and commercial users located within the City. These resources are primarily generated through charges for water service.

Sewer Fund - The sewer fund accounts for the provision of sanitary sewer service to its residential and commercial users located within the City. These resources are primarily generated through charges for sanitation services.

Solid Waste Fund - The solid waste fund accounts for operation of the City’s solid waste (refuse, leaves and brush) pickup and disposal services. These resources are primarily generated through charges for services.

Measurement Focus

Government-wide Financial Statements

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

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

Fund Financial Statements

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

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

Basis of Accounting

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

Revenues - Exchange and Nonexchange Transactions

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the City must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year end: income tax, state-levied locally shared taxes (including gasoline tax), fines and forfeitures, interest, grants and fees.

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

Deferred Inflows of Resources and Deferred Outflows of Resources

In addition to assets, the statements of net position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for pension and other postemployment benefits (OPEB). The deferred outflows of resources related to pension and OPEB are explained in Note 9.

In addition to liabilities, the statements of net position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes and unavailable revenues. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2023, but which were levied to finance fiscal year 2023 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported on the governmental funds balance sheet, and represents revenues which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, intergovernmental grants, and charges for services. These amounts are deferred and recognized as inflows of resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB are reported on the government-wide statement of net position and the proprietary funds statement of fund net position (See Note 9).

Expenses/Expenditures

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

Budgetary Data

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

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Director of Finance. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during 2023.

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

Cash and Investments

Cash received by the City is deposited in a central bank account. Monies for all funds, except cash held by a trustee or fiscal agent, are maintained in the account or temporarily used to purchase investments. Individual fund integrity is maintained through City records. Each fund's interest in the pool of cash and investments is presented as "equity in pooled cash and investments" in the basic financial statements.

Investments with original maturities of three months or less and investments of the cash management pool are presented on the financial statements as cash equivalents.

The City utilizes financial institutions to service bonded debt as principal and interest payments come due. These account balances are presented as "cash and investments in segregated accounts." The water fund also has accounts within restricted accounts during the year for customer deposits.

Except for nonparticipating investment contracts, investments are reported at fair value. Nonparticipating investment contracts such as nonnegotiable certificates of deposit are reported at cost.

The City's investment in the State Treasury Asset Reserve of Ohio (STAR Ohio) is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company and is recognized as an external investment pool by the City. The City measures their 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 a NAV per share that approximates fair value.

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

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue of \$225,926 was credited to the general fund during 2023, which includes \$163,690 from other City funds.

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

Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

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

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

<u>Asset Class</u>	Governmental and Business-Type Activities <u>Estimated Useful Life</u>
Buildings	20 - 40 years
Building improvements	5 - 50 years
Land improvements	10 - 20 years
Equipment and vehicles	5 - 30 years
Right-to-use leased vehicles	5 - 30 years
Infrastructure	30 - 75 years

Interfund Balances

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables." Interfund loans, which do not represent available expendable resources, are offset by a fund balance reserve account. Interfund balance amounts are eliminated in the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Unearned Revenue

Unearned revenue arises when monies are received before revenue recognition criteria have been satisfied. The unearned revenue reported represents grants received from the American Rescue Plan Act funding.

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

Compensated Absences

The City reports compensated absences in accordance with the provisions of GASB No. 16, *Accounting for Compensated Absences*. Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

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

The entire compensated absence liability is reported on the government-wide financial statements.

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account matured compensated absences payable in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. For proprietary funds, the entire amount of compensated absences is reported as a fund liability.

Pensions/Other Postemployment Benefits (OPEB)

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

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

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

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

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements; and all payables, accrued liabilities, and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements. In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current fiscal year. 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.

Fund Balance

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

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form, or are legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

Restricted – The fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (City ordinances). Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party, such as citizens, public interest groups, or the judiciary, to use resources created by enabling legislation only for the purposes specified by the legislation.

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

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

Assigned - Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council or a City official (typically the Finance Director) delegated that authority by City Charter or ordinance, or by State Statute.

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

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

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets, consists of capital assets, net of accumulated depreciation/amortization, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction or improvement of those assets or related debt also should be included in this component of net position. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. At December 31, 2023 there was no net position restricted by enabling legislation. The City applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for water, sewer services, and solid waste collection. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenue and expenses not meeting these definitions are classified as nonoperating.

Capital Contributions

Contributions of capital in the government-wide and proprietary fund financial statements arise from donations by developers, grants restricted for capital construction, and special assessments. These assets are recorded at their acquisition value on the date contributed and are not subject to repayment.

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

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 business-type activities. Interfund transfers are eliminated when reported in the entity wide financial statements for both the governmental and business-type activities.

Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund, and as a reduction of expenditures/expenses in the fund that is reimbursed.

Estimates

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

NOTE 3 – FUND BALANCE

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

Fund Balances	Emergency Medical Service	Permissive Tax	Capital Improvements	Other Governmental Funds	Total Governmental Funds
<u>Restricted for</u>					
Streets and highways	\$ -	\$ 26,871	\$ -	\$ 380,479	\$ 407,350
Fire department activity	- -	- -	- -	108,669	108,669
Law enforcement	- -	- -	- -	95,223	95,223
OneOhio opioid settlement	- -	- -	- -	1,584	1,584
Cemetery capital improvements	- -	- -	- -	40,498	40,498
Education and recreation	- -	- -	- -	5,639	5,639
Emergency medical services	21,581	- -	- -	- -	21,581
Capital improvements	- -	- -	538,013	- -	538,013
Debt service payments	- -	- -	- -	11,476	11,476
Total restricted	\$ 21,581	\$ 26,871	\$ 538,013	\$ 643,568	\$ 1,230,033

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

NOTE 4 – DEPOSITS AND INVESTMENTS

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

Active deposits are public deposits necessary to meet current demands on the City treasury. Active monies must be maintained either as cash in the City treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts. Inactive deposits are public deposits that Council has identified as not required for use within the current 5-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

Protection of the 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 the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution.

Interim monies may be invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to; the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreements must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio and political subdivisions;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);

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

7. Commercial paper notes, limited to 40 percent (5 percent for a single issuer) in total of the interim monies available for investment at any one time and for a period not to exceed 270 days, and, certain bankers' acceptances for a period not to exceed 180 from the purchase date in any amount not to exceed 40% of the interim monies available for investment at any one time; and
8. Under limited circumstances, corporate note interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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

Deposits - Custodial credit risk for deposits is the risk that in the event of a bank failure, the City will not be able to recover deposits or collateral securities that are in possession of an outside party.

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

- Eligible securities pledged to the City and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured; or
- Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS required the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State.

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

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

Investment Type	Fair Value	Percentage of Investments	Investment Maturities (in years)		
			< 1 year	< 2 years	2-5 years
Federal Home Loan Mortgage Corporation	\$ 109,909	2.31%	\$ -	\$ -	\$ 109,909
Federal Home Loan Bank	261,648	5.51%	-	161,753	99,895
Federal Farm Credit Bank Bonds	133,746	2.82%	-	133,746	-
US Treasury	238,593	5.02%	98,625	-	139,968
Commercial paper	894,454	18.84%	894,454	-	-
Negotiable certificates of deposit	1,233,686	25.99%	867,918	365,768	-
Money market mutual fund	6,980	0.15%	6,980	-	-
STAR Ohio	1,855,364	39.07%	1,855,364	-	-
STAR Ohio - bond retirement	<u>13,913</u>	<u>0.29%</u>	<u>13,913</u>	<u>-</u>	<u>-</u>
Total investments	<u><u>\$ 4,748,293</u></u>	<u><u>100.00%</u></u>	<u><u>\$ 3,737,254</u></u>	<u><u>\$ 661,267</u></u>	<u><u>\$ 349,772</u></u>

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 above table identifies the City's recurring fair value measurements as of December 31, 2023. The City's investments measured at fair value are Level 2 since valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers, and reference data including market research publications. Market indicators and industry and economic events are also monitored which could require the need to acquire further market data.

Interest Rate Risk - The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date. The City's policy indicates that the investments must mature within five years, unless matched to a specific obligation or debt of the City.

STAR Ohio is an investment pool operated by the Ohio State Treasurer. It is unclassified since it is not evidenced by securities that exist in physical or book entry form. Ohio law requires STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The weighted average of maturity of the portfolio held by STAR Ohio as of December 31, 2023, is 46.4 days.

Credit Risk - The City's investment policy limits its investments that are not obligations of the U.S. Government or obligations explicitly guaranteed by the U.S. Government to investments which have the highest credit quality rating issued by nationally recognized statistical rating organizations. The City's investments in FHLMC, FHLB, and FFCB have an Aaa credit rating from Moody's. The City's investment in STAR Ohio has an AAAm credit rating from S&P. The City's investments in commercial paper and negotiable certificates of deposit were not rated or the ratings were unavailable.

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

Custodial Credit Risk - For investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All financial institutions and broker/dealers who desire to become qualified for investment transactions with the City must meet a set of prescribed standards and be periodically reviewed. The investments in the U.S. Treasury, Federal Home Loan Mortgage Corporation (FHLMC), Federal Home Loan Bank (FHLB) and Federal Farm Credit Bank (FFCB) are held by the counterparty's trust department or agent and not in the City's name. All of the City's commercial paper and negotiable certificates of deposit are registered securities.

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

Note 5 – BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the general fund, emergency medical service fund, American Rescue Plan Act fund and permissive tax fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues and other sources are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses and other uses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a restriction, commitment or assignment of fund balance (GAAP).
4. The recreation trust fund is included in the general fund (GAAP), but has a separate legally adopted budget (budget).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund and major special revenue funds.

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

Net Change in Fund Balance

	<u>General</u>	<u>Emergency Medical Service</u>	<u>American Rescue Plan Act</u>	<u>Permissive Tax</u>
GAAP basis	\$ (9,795)	\$ (171,118)	\$ -	\$ (22,921)
Revenue accruals	(643,918)	21,047	(311,543)	88,974
Expenditure accruals	(20,217)	(3,697)	(2,596)	(88,974)
Encumbrances (budget basis) outstanding at year end	<u>(50,769)</u>	<u>(16,459)</u>	<u>(31,072)</u>	<u>(15,400)</u>
Budget basis	<u><u>\$ (724,699)</u></u>	<u><u>\$ (170,227)</u></u>	<u><u>\$ (345,211)</u></u>	<u><u>\$ (38,321)</u></u>

Note 6 – INTERFUND ACTIVITY

Transfers

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

Transfer to	Transfer from
	General fund
Emergency Medical Service Fund	\$ 100,000
Other governmental funds	<u>100,000</u>
Total transfers	<u><u>\$ 200,000</u></u>

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

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

NOTE 7 – RECEIVABLES AND REVENUE

Receivables at December 31, 2023, for governmental funds consisted of taxes, special assessments, interfund, accounts (billings for user charged services) and intergovernmental receivables.

Intergovernmental receivables consist primarily of entitlements to be received from the state. A summary of the intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amount</u>
Cents per gallon and excise tax	\$ 188,919
Homestead and rollback	42,555
Local government	131,153
Motor vehicle tax	63,483
Permissive sales tax	3,906
State and Federal grants	<u>125,789</u>
Total	<u><u>\$ 555,805</u></u>

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2023 for real and public utility property taxes represents collections of the 2022 taxes.

2023 real property taxes were levied after October 1, 2023 on the assessed value as of January 1, 2023, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2023 real property taxes are collected in and intended to finance 2024. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2023 public utility property taxes which became a lien December 31, 2022, are levied after October 1, 2023, and are collected in 2024 with real property taxes.

The County Treasurer collects property taxes on behalf of all taxing districts within the County, including the City. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2023, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2023 operations is offset to deferred inflows of resources – property taxes levied for the next year. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

The full tax rate for all City operations for the year ended December 31, 2023, was \$7.00 per \$1,000 of assessed valuation. The assessed values of real property and public utility tangible property upon which 2023 property tax receipts were based are as follows:

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

Valuations for 2023 Collections

<u>Property Category</u>	<u>Assessed Value</u>	<u>Percent</u>
Real Property		
Residential and agricultural	\$ 96,833,680	83.34 %
Commercial and industrial	14,240,440	12.25
Tangible Personal Property		
Public utilities	<u>5,120,210</u>	<u>4.41</u>
Total	<u>\$ 116,194,330</u>	<u>100.00</u> %

Income Taxes

The City levies a municipal income tax on all salaries, wages, commissions and other compensation, and net profits earned within the City as well as incomes of residents earned outside of the City at a rate of 1.0 percent. The City allows a credit of 1.0 percent of the tax paid to another municipality. Employers within the City are required to withhold income tax on work done or services performed in the City by both residents and non-residents of the City and remit at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated taxes monthly and to file a return annually.

Income tax revenues are allocated based on City ordinance. Income tax collections are distributed between the general fund (75 percent) and the capital improvement fund (25 percent).

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

NOTE 8 – CAPITAL ASSETS

Governmental Activities: The summary of the governmental capital asset activity as of December 31, 2023 follows:

<u>Description</u>	<u>Balance</u>	<u>1/1/2023</u>	<u>Addition</u>	<u>Disposal</u>	<u>Balance</u>	<u>12/31/2023</u>
Capital assets not being depreciated:						
Land	\$ 1,931,146	\$ -	\$ -	\$ -	\$ 1,931,146	\$ 1,931,146
Construction in progress	43,250	1,079,938	(1,035,629)	(1,035,629)	87,559	87,559
Total capital assets not being depreciated	<u>1,974,396</u>	<u>1,079,938</u>	<u>(1,035,629)</u>	<u>(1,035,629)</u>	<u>2,018,705</u>	<u>2,018,705</u>
Capital assets being depreciated/amortized:						
Land improvements	786,036	14,000	-	-	800,036	800,036
Buildings and building improvements	6,685,291	113,632	(5,229)	(5,229)	6,793,694	6,793,694
Infrastructure	5,069,695	1,152,060	-	-	6,221,755	6,221,755
Equipment	2,242,493	378,491	(102,608)	(102,608)	2,518,376	2,518,376
Vehicles	2,400,952	-	-	-	2,400,952	2,400,952
Intangible right to use - lease vehicles	275,851	119,120	-	-	394,971	394,971
Total capital assets being depreciated/amortized	<u>17,460,318</u>	<u>1,777,303</u>	<u>(107,837)</u>	<u>(107,837)</u>	<u>19,129,784</u>	<u>19,129,784</u>
Less accumulated depreciation/amortization :						
Land improvements	\$ (176,867)	\$ (30,584)	\$ -	\$ -	\$ (207,451)	\$ (207,451)
Buildings and building improvements	(3,870,842)	(232,461)	5,033	5,033	(4,098,270)	(4,098,270)
Infrastructure	(2,471,484)	(274,204)	-	-	(2,745,688)	(2,745,688)
Equipment	(1,451,638)	(162,129)	102,608	102,608	(1,511,159)	(1,511,159)
Vehicles	(2,033,465)	(40,531)	-	-	(2,073,996)	(2,073,996)
Intangible right to use - lease vehicles	(176,658)	(95,331)	-	-	(271,989)	(271,989)
Total accumulated depreciation and amortization	<u>(10,180,954)</u>	<u>(835,240)</u>	<u>107,641</u>	<u>107,641</u>	<u>(10,908,553)</u>	<u>(10,908,553)</u>
Total capital assets being depreciated/amortized, net	<u>7,279,364</u>	<u>942,063</u>	<u>(196)</u>	<u>(196)</u>	<u>8,221,231</u>	<u>8,221,231</u>
Total capital asset, net	<u>\$ 9,253,760</u>	<u>\$ 2,022,001</u>	<u>\$ (1,035,825)</u>	<u>\$ (1,035,825)</u>	<u>\$ 10,239,936</u>	<u>\$ 10,239,936</u>

Depreciation/Amortization Expense: Depreciation/amortization expense charged to governmental functions for the year ending December 31, 2023 is as follows:

	<u>Amount</u>
General government	\$ 47,807
Security of persons and property	250,137
Transportation	2,849
Public health	169,288
Leisure time activities	365,159
	<u>\$ 835,240</u>

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

Business-type Activities: The summary of the business-type activities' capital asset activity as of December 31, 2023 follows:

<u>Description</u>	<u>Balance</u>	<u>1/1/2023</u>	<u>Addition</u>	<u>Disposal</u>	<u>Balance</u>	<u>12/31/2023</u>
Capital assets not being depreciated:						
Land	\$ 63,936	\$ -	\$ -	\$ 63,936		
Construction in progress	913,239	1,516,497	(1,378,177)	1,051,559		
Total capital assets not being depreciated	<u>977,175</u>	<u>1,516,497</u>	<u>(1,378,177)</u>	<u>1,115,495</u>		
Capital assets being depreciated/amortized:						
Land improvements	75,085	-	-	75,085		
Buildings and building improvements	9,510,897	409,474	-	9,920,371		
Infrastructure	12,671,631	984,214	-	13,655,845		
Equipment	2,031,992	248,538	-	2,280,530		
Vehicles	264,636	432,231	-	696,867		
Intangible right to use - lease vehicles	58,480	-	-	58,480		
Total capital assets being depreciated/amortized	<u>24,612,721</u>	<u>2,074,457</u>	<u>-</u>	<u>26,687,178</u>		
Less accumulated depreciation/amortization :						
Land improvements	\$ (53,106)	\$ (3,416)	\$ -	\$ (56,522)		
Buildings and building improvements	(6,076,589)	(239,119)	-	(6,315,708)		
Infrastructure	(5,377,728)	(226,343)	-	(5,604,071)		
Equipment	(1,459,873)	(104,776)	-	(1,564,649)		
Vehicles	(234,980)	(40,657)	-	(275,637)		
Intangible right to use - lease vehicles	(48,732)	(9,748)	-	(58,480)		
Total accumulated depreciation and amortization	<u>(13,251,008)</u>	<u>(624,059)</u>	<u>-</u>	<u>(13,875,067)</u>		
Total capital assets being depreciated/amortized, net	<u>11,361,713</u>	<u>1,450,398</u>	<u>-</u>	<u>12,812,111</u>		
Total capital asset, net	<u>\$ 12,338,888</u>	<u>\$ 2,966,895</u>	<u>\$ (1,378,177)</u>	<u>\$ 13,927,606</u>		

Depreciation/Amortization Expense: Depreciation/amortization expense charged to business-type activities for the year ending December 31, 2023 is as follows:

	<u>Amount</u>
Water	\$ 261,136
Sewer	360,024
Solid waste	<u>2,899</u>
Total	<u>\$ 624,059</u>

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

NOTE 9 – DEFINED BENEFIT PENSION AND OPEB PLANS

Pensions and OPEB are a component of exchange transactions between an employer and its employees of salaries and benefits for employee services. Pensions/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 net pension/OPEB liability (asset) represent the City's proportionate share of each pension/OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension/OPEB plan's fiduciary net position. The net pension/OPEB liability (asset) calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

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

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

A. DEFINED BENEFIT PENSION PLANS

Ohio Public Employees Retirement System

Plan Description –City employees, other than full-time police and firefighters, participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. 1.) The Traditional Pension Plan (TP) - a cost-sharing, multiple-employer defined benefit pension plan. 2.) The Member-Directed Plan (MD) - a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20% per year). Members accumulate retirement assets equal to the value of the member and (vested) employer contributions, plus any investment earnings thereon. 3.) The Combined Plan (CP) - a cost-sharing, multiple-employer defined benefit pension plan. Employer contributions are invested by the retirement system to provide a formula retirement benefit similar to the Traditional Plan benefit. Member contributions, whose investment is self-directed by the member, accumulate retirement assets in a manner similar to the MD plan. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses on the traditional plan.

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

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

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

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.

Once a benefit recipient retiring under the Traditional Plan has received benefits for 12 months, an annual cost-of-living adjustment (COLA) is provided on the member's base benefit. Members retiring under the Combined Plan receive a cost-of-living adjustment on the defined benefit portion of their retirement benefit. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent. Additionally, a death benefit of \$500-\$2,500, determined by the number of years of service credit of the retiree, is paid to the beneficiary of a deceased retiree or disability benefit recipient under the Traditional and Combined Plan.

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

City of Rittman, Ohio
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	<u>State and Local</u>
2023 Statutory maximum contribution rates	
Employer	14.00%
Employee	10.00%
2023 Actual contribution rates	
Employer:	
Pension	14.00%
Post-employment health care benefits	<u>0.00%</u>
Total employer	<u>14.00%</u>
Employee	<u>10.00%</u>

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$295,100 for 2023. Of this amount, \$7,278 is reported as an intergovernmental payable.

Ohio Police & Fire Pension Fund (OP&F)

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

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

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

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

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

The COLA amount for members who have 15 or more years of service credit as of July 1, 2013, and members who are receiving a pension benefit that became effective before July 1, 2013, will be equal to 3.0 percent of the member's base pension benefit.

The COLA amount for members who have less than 15 years of service credit as of July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will be equal to a percentage of the member's base pension benefit where the percentage is the lesser of 3.0 percent or the percentage increase in the consumer price index, if any, over the twelve-month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

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

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

	<u>Police</u>	<u>Firefighters</u>
2023 Statutory maximum contribution rates		
Employer	19.50%	24.00%
Employee	12.25%	12.25%
2023 Actual contribution rates		
Employer:		
Pension	19.00%	23.50%
Post-employment health care benefits	<u>0.50%</u>	<u>0.50%</u>
Total employer	<u>19.50%</u>	<u>24.00%</u>
Employee	12.25%	12.25%

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$158,123 for 2023. Of this amount, \$4,146 is reported as intergovernmental payable.

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

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

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the net pension liability - prior measurement date	0.011948%	0.027332%	
Proportion of the net pension liability - current measurement date	<u>0.012138%</u>	<u>0.026853%</u>	
Change in proportionate share	<u>0.000190%</u>	<u>-0.000479%</u>	
Proportionate share of the net pension liability	\$ 3,585,571	\$ 2,550,784	\$ 6,136,355
Pension expense	\$ 523,707	\$ 416,727	\$ 940,434

At December 31, 2023, 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>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 119,098	\$ 38,260	\$ 157,358
Net difference between projected and actual earnings on pension plan investments	1,022,000	371,362	1,393,362
Changes of assumptions	37,879	230,072	267,951
Changes in proportion and differences between City contributions and proportionate share of contributions	36,460	118,415	154,875
City contributions subsequent to the measurement date	<u>295,100</u>	<u>158,123</u>	<u>453,223</u>
Total deferred outflows of resources	<u><u>\$ 1,510,537</u></u>	<u><u>\$ 916,232</u></u>	<u><u>\$ 2,426,769</u></u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ -	\$ 58,114	\$ 58,114
Changes of assumptions	-	49,739	49,739
Changes in proportion and differences between City contributions and proportionate share of contributions	-	132,672	132,672
Total deferred inflows of resources	<u><u>\$ -</u></u>	<u><u>\$ 240,525</u></u>	<u><u>\$ 240,525</u></u>

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\$453,223 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, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year ending December 31:	OPERS	OP&F	Total
2024	\$ 168,738	\$ 109,913	\$ 278,651
2025	245,228	123,606	368,834
2026	300,824	106,433	407,257
2027	500,647	187,591	688,238
2028	-	(9,959)	(9,959)
Total	<u>\$ 1,215,437</u>	<u>\$ 517,584</u>	<u>\$ 1,733,021</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 benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage inflation	2.75 percent
Future salary increases, including inflation -Traditional plan	2.75 percent to 10.75 percent
Future salary increases, including inflation - Combined plan	2.75 percent to 8.25 percent
COLA or Ad Hoc COLA	Pre January 7, 2013 retirees, 3 percent, simple Post January 7, 2013 retirees, 3 percent, simple through 2023, then 2.05 percent, simple
Investment rate of return	6.9 percent
Actuarial cost method	Individual entry age

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

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

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

During 2022, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio contains the investment assets for the Traditional Pension Plan, the defined benefit component of the Combined Plan and the annuitized accounts of the Member-Directed Plan. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was 12.1% for 2022.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2022 and the long-term expected real rates of return:

<u>Asset class</u>	<u>Target allocation</u>	Weighted average long-term expected real rate of return (arithmetic)
Fixed income	22.00%	2.62%
Domestic equities	22.00%	4.60%
Real estate	13.00%	3.27%
Private equity	15.00%	7.53%
International equities	21.00%	5.51%
Risk parity	2.00%	4.37%
Other investments	<u>5.00%</u>	3.27%
Total	<u>100.00%</u>	

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

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 6.9%, 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 (5.9%) or one-percentage-point higher (7.9%) than the current rate:

City of Rittman, Ohio
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	1% Decrease	Current discount rate	1% Increase
	<u>(5.60%)</u>	<u>(6.90%)</u>	<u>(7.90%)</u>
City's proportionate share of the net pension liability	\$ 5,371,065	\$ 3,585,571	\$ 2,100,360

Actuarial Assumptions – OP&F

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

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

Valuation date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial cost method	Entry age normal
Investment rate of return	7.50 percent
Projected salary increases	3.75 percent to 10.50 percent
Payroll increases	3.25 percent per annum, compounded annually, consisting of inflation rate of 2.75 percent, plus productivity increase rate of 0.50 percent
Cost of living adjustments	2.20 percent simple

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 percent.

<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.

City of Rittman, Ohio
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<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 December 31, 2016.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2022 are summarized below:

<u>Asset class</u>	<u>Target allocation</u>	<u>Long-term expected real rate of return**</u>
Cash and cash equivalents	0.00%	0.00%
Domestic equity	18.60%	4.80%
Non-US equity	12.40%	5.50%
Private markets	10.00%	7.90%
Core fixed income *	25.00%	2.50%
High yield	7.00%	4.40%
Private credit	5.00%	5.90%
U.S. inflation linked bonds*	15.00%	2.00%
Midstream energy infrastructure	5.00%	5.90%
Real assets	8.00%	5.90%
Gold	5.00%	3.60%
Real estate	12.00%	5.30%
Commodities	<u>2.00%</u>	3.60%
 Total	 <u>125.00%</u>	

Note: Assumptions are geometric

* Levered 2x.

**Geometric mean, net of expected inflation.

OP&F's Board of Trustees has incorporated the "risk parity" concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on the relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.25 times due to the application of leverage in core fixed income and U.S. inflation linked bonds and the implementation approach for gold.

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

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

	1% Decrease <u>(6.50%)</u>	Current discount rate <u>(7.50%)</u>	1% Increase <u>(8.50%)</u>
City's proportionate share of the net pension liability	\$ 3,364,977	\$ 2,550,784	\$ 1,873,946

B. DEFINED BENEFIT OPEB PLANS

Ohio Public Employees Retirement System

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

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

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

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

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2023, state and local employers contributed at a rate of 14.0 percent of earnable salary. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 0 percent during calendar year 2023. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2023 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$0 for 2023.

Ohio Police and Firemen's Disability and Pension Fund

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

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

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

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

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2022, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded.

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 \$4,012 for 2023. Of this amount, \$108 is reported as an intergovernmental payable.

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

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

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	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the net OPEB liability or asset - prior measurement date	0.011545%	0.027332%	
Proportion of the net OPEB liability or asset - current measurement date	<u>0.011731%</u>	<u>0.026853%</u>	
Change in proportionate share	<u>0.000186%</u>	<u>-0.000479%</u>	
Proportionate share of the net OPEB liability	\$ 73,966	\$ 191,187	\$ 265,153
OPEB expense	\$ (160,331)	\$ 45,825	\$ (114,506)

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

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ -	\$ 11,409	\$ 11,409
Changes of assumptions	72,244	95,277	167,521
Changes in proportion and differences between City contributions and proportionate share of contributions	2,575	75,771	78,346
City contributions subsequent to the measurement date	-	4,012	4,012
Total deferred outflows of resources	<u>\$ 221,718</u>	<u>\$ 202,867</u>	<u>\$ 424,585</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 18,450	\$ 37,699	\$ 56,149
Changes of assumptions	5,945	156,375	162,320
Changes in proportion and differences between City contributions and proportionate share of contributions	-	18,821	18,821
Total deferred inflows of resources	<u>\$ 24,395</u>	<u>\$ 212,895</u>	<u>\$ 237,290</u>

\$4,012 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

City of Rittman, Ohio
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Year ending December 31:	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
2024	\$ 26,691	\$ 27,055	\$ 53,746
2025	53,860	27,401	81,261
2026	45,808	(3,981)	41,827
2027	70,964	(4,210)	66,754
2028	-	(19,010)	(19,010)
Thereafter	<u>-</u>	<u>(41,295)</u>	<u>(41,295)</u>
Total	<u>\$ 197,323</u>	<u>\$ (14,040)</u>	<u>\$ 183,283</u>

Actuarial Assumptions - OPERS

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

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

Experience study	5 - year period ended December 31, 2020
Wage inflation	2.75 percent
Projected salary increases	2.75 to 10.75 percent
(includes wage inflation at 2.75 percent)	
Single discount rate:	
Current measurement date	5.22
Prior measurement date	6.00 percent
Investment rate of return	6.00 percent
Municipal bond rate	4.05
Health care cost trend rate	5.50 percent, initial 3.50 percent, ultimate in 2036
Actuarial cost method	Individual entry age normal

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

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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.

The allocation of investment assets within the Health Care portfolio is approved by the Board as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. The System's primary goal is to achieve and maintain a fully funded status for benefits provided through the defined benefit pension plans. Health care is a discretionary benefit. The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of geometric real rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Health Care portfolio's target asset allocation as of December 31, 2022, these best estimates are summarized in the following table:

<u>Asset class</u>	<u>Target allocation</u>	Weighted average long-term expected real rate of return (arithmetic)
Fixed income	34.00%	2.56%
Domestic equities	26.00%	4.60%
Real estate investment trust	7.00%	4.70%
International equities	25.00%	5.51%
Risk parity	2.00%	4.37%
Other investments	<u>6.00%</u>	1.84%
Total	<u>100.00%</u>	

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

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

Discount Rate A single discount rate of 5.22% was used to measure the total OPEB liability on the measurement date of December 31, 2022; however, the single discount rate used at the beginning of the year was 6%. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) a tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on the actuarial assumed rate of return on the health care investment portfolio of 6.00% and a municipal bond rate of 4.05%. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through the year 2054. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2054, and the municipal bond rates 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 5.22 percent, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (4.22 percent) or one-percentage-point higher (6.22 percent) than the current rate:

	1% Decrease <u>(4.22%)</u>	Current discount rate <u>(5.22%)</u>	1% Increase <u>(6.22%)</u>
Proportionate share of the net OPEB liability/(asset)	\$ 251,747	\$ 73,966	\$ (72,732)

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 percent lower or 1.0 percent higher than the current rate.

	1% Decrease	Current health care cost trend rate <u>assumption</u>	1% Increase
Proportionate share of the net OPEB liability	\$69,330	\$73,966	\$79,184

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

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Actuarial Assumptions – OP&F

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

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

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

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

Valuation date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial cost method	Entry age normal
Investment rate of return	
Current measurement date	7.50 percent
Prior measurement date	7.50 percent
Projected salary increases	3.75 percent to 10.50 percent
Payroll growth	3.25 percent
Cost of living adjustments	2.20 percent simple

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 percent.

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

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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, 2021.

The OP&F health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 14 A.

Discount Rate - For 2022, the total OPEB liability was calculated using the discount rate of 4.27 percent. For 2021, the total OPEB liability was calculated using the discount rate of 2.84 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 7.5 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, the long-term assumed rate of return on investments of 7.50 percent was applied to periods before December 31, 2035 and the Municipal Bond Index Rate of 3.65 percent was applied to periods on and after December 31, 2035, resulting in a discount rate of 4.27 percent.

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

		Current		
	1% Decrease	discount rate	1% Increase	
	<u>(3.27%)</u>	<u>(4.27%)</u>	<u>(5.27%)</u>	
City's proportionate share of the net OPEB liability	\$ 235,428	\$ 191,187	\$ 153,835	

NOTE 10 – COMPENSATED ABSENCES

The criteria for determining vacation and sick leave components are derived from negotiated contracts, City ordinances and State laws. Employees earn two to five weeks of vacation per year, depending upon length of service. Vacation is accrued bi-weekly and employees may accrue up to two times their annual vacation rate. Unused vacation is paid out at termination of employment, retirement or death.

Employees earn sick leave at the rate of 4.6 hours per 80 hours worked with no maximum accumulation. At retirement or death, employees (or their estate) will receive between 650 and 750 hours of sick leave.

City of Rittman, Ohio
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Compensated absences will be paid from the fund from which the employee is paid. This is generally from the general, EMS, street maintenance and repair, water, sewer and solid waste funds.

NOTE 11 – LONG TERM OBLIGATIONS

Governmental activities A summary of the governmental activities' debt and other long-term obligations as of December 31, 2023 are as follows:

	Balance 12/31/2022	Additions	Deletions	Balance 12/31/2023	Due within one year
<i>Governmental activities:</i>					
<i>General obligations bonds</i>					
2014 Pool project	\$ 5,000	\$ -	\$ (5,000)	\$ -	\$ -
<i>Total General Obligation Bonds</i>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>	<u>-</u>	<u>-</u>
<i>Direct borrowings</i>					
2013 Rittman Community Improvement Corporation	35,000	-	(35,000)	-	-
2015 OPWC North Main and Liberty Street	<u>59,500</u>	<u>-</u>	<u>(4,250)</u>	<u>55,250</u>	<u>4,250</u>
<i>Total Direct Borrowings</i>	<u>94,500</u>	<u>-</u>	<u>(39,250)</u>	<u>55,250</u>	<u>4,250</u>
<i>Other long-term liabilities</i>					
Lease purchase payables:					
2019 Backhoe	10,207	-	(10,207)	-	-
2019 SCBA equipment	80,019	-	(39,350)	40,669	40,669
2022 Boom mower	134,136	-	(25,539)	108,597	26,168
Leases payable - vehicles	126,350	119,120	(81,764)	163,706	77,260
Compensated absences	241,332	151,633	(162,250)	230,715	152,273
Net pension and OPEB liability:					
Net pension liability OPERS	717,272	1,756,772	-	2,474,044	-
Net pension liability OP&F	1,707,570	843,214	-	2,550,784	-
Net OPEB liability OPERS	-	51,036	-	51,036	
Net OPEB liability OP&F	299,586	-	(108,399)	191,187	-
<i>Total other long-term liabilities</i>	<u>3,316,472</u>	<u>2,921,775</u>	<u>(427,509)</u>	<u>5,810,738</u>	<u>296,370</u>
Total governmental activities	<u>\$ 3,415,972</u>	<u>\$ 2,921,775</u>	<u>\$ (471,759)</u>	<u>\$ 5,865,988</u>	<u>\$ 300,620</u>

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Business-type activities A summary of the business-type activities' debt and other long-term obligations as of December 31, 2023 are as follows:

	Balance 12/31/2022	Additions	Deletions	Balance 12/31/2023	Due within one year
<u>Business-type activities:</u>					
<i><u>General obligation bonds</u></i>					
2014 Water improvement refunding	\$ 195,000	\$ -	\$ (100,000)	\$ 95,000	\$ 95,000
Direct borrowings:					
<i><u>Ohio Public Works Commission Loans</u></i>					
2003 Iron and manganese removal	50,000	-	(12,500)	37,500	12,500
2010 Salt and Terrace Streets waterline improvement	89,823	-	(4,492)	85,331	4,492
2015 North Main and Liberty Street waterline	115,500	-	(8,250)	107,250	8,250
2016 Metzger water tower repairs	125,596	-	(5,980)	119,616	5,980
2018 Decourcey standpipe improvement	249,600	-	(19,200)	230,400	19,200
<i>Total Ohio Public Works Commission Loans</i>	<u>630,519</u>	<u>-</u>	<u>(50,422)</u>	<u>580,097</u>	<u>50,422</u>
<i><u>Ohio Water Development Loans</u></i>					
2020 Second Street waterline replacement	372,598	-	(10,051)	362,547	10,222
2021 Water transmission main replacement	264,583	-	(264,583)	-	-
2021 Grant, Seneca and State St. waterline replacement	351,543	-	(9,070)	342,473	9,225
2022 Sterling Avenue lead service line replacement	77,649	788,621	(26,116)	840,154	26,364
2022 WWTP improvements	109,303	572,529	-	681,832	-
2023 Water transmission main replacement	-	16,209	-	16,209	-
<i>Total Ohio Water Development Authority Loans</i>	<u>1,175,676</u>	<u>1,377,359</u>	<u>(309,820)</u>	<u>2,243,215</u>	<u>45,811</u>
Total direct borrowings	<u>1,806,195</u>	<u>1,377,359</u>	<u>(360,242)</u>	<u>2,823,312</u>	<u>96,233</u>
<i><u>Other long-term liabilities</u></i>					
Lease purchase payable - 2019 Backhoe	10,208	-	(10,208)	-	-
Lease purchase payable - Sewer vactor truck	-	389,008	-	389,008	47,442
Leases payable - vehicles	22,008	-	(22,008)	-	-
Compensated absences	132,991	90,722	(86,864)	136,849	79,678
Net pension liability	322,252	789,275	-	1,111,527	-
Net OPEB liability	-	22,930	-	22,930	-
<i>Total other long-term liabilities</i>	<u>487,459</u>	<u>1,291,935</u>	<u>(119,080)</u>	<u>1,660,314</u>	<u>127,120</u>
Total business-type activities	<u>\$ 2,488,654</u>	<u>\$ 2,669,294</u>	<u>\$ (579,322)</u>	<u>\$ 4,578,626</u>	<u>\$ 318,353</u>

General obligation bonds - General obligations bonds are direct obligations of the City for which its full faith and credit are pledged for repayment. The general obligation bonds will be retired from the debt service fund using general property taxes and from the water and sewer funds using resources within these funds.

2014 Pool project bonds - In November 2014, the City issued \$40,000 in bonds with an interest rate of 2.25 percent which were paid in full in 2023. These bonds were issued to make improvements to the pool and community room.

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2013 Loan - The City entered into a loan agreement with Rittman Community Improvement Corporation (CIC) for \$35,000 to be issued in annual installments of \$7,000 beginning in 2013. There is no annual interest rate. The loan was used for loan payments on the 2013 note from Rittman Exempted Village School District, which was used to purchase land. The loan will become due when the City utilizes or develops said parcel for governmental purposes. If the City sells or otherwise disposes of the property for private or commercial use, the City shall reimburse the CIC the full amount. If the conveyance is for any purposes other than governmental use, the CIC shall receive 50 percent of the purchase price and the City shall receive 50 percent of any profit. During 2023, this loan was forgiven and was reported as contributions and donations.

2015 OPWC loan - The 2015 OPWC loan is for street improvements and was issued for \$85,000. The loan matures in 2036 and is an interest-free loan. This loan will be retired from the debt service fund.

2014 Refunding bonds - In November 2014, the City issued \$645,000 and \$960,000 in refunded general obligation bonds with an interest rate of 2.25 percent. The proceeds of the bonds were used to refund \$625,000 of the City's outstanding recreation center refunding bonds, Series 2004 and \$920,000 of the City's outstanding water improvement bonds, Series 2004. The recreation center refunding bonds were issued for a 6 year period with final maturity at December 1, 2020. The water improvement refunding bonds were issued for a 10 year period with final maturity at December 1, 2024. At the date of the refunding, \$1,579,239 (after underwriting fees) was deposited in an irrevocable trust to provide for all future payments on the refunded bonds. These bonds are no longer outstanding as they were called and subsequently redeemed in December 2014.

These refunding bonds were issued with issuance costs of \$27,250. The issuance resulted in a difference between the cash flows required to service the old debt and the cash flows required to service the new debt of \$135,857. The issuance resulted in an economic gain of \$120,915.

2003 OPWC loan - The 2003 Ohio Public Works Commission (OPWC) loan was for a new water filtration system to be used by the City. The City received \$141,647 in proceeds in 2005, with the remaining \$108,353 received in 2006. The loan matures in 2026 and is an interest-free loan.

2010 OPWC loan - The 2010 OPWC loan was for waterline improvements on Salt Street and Terrace Street. The City received \$134,735 in proceeds in 2011. The loan matures in 2042 and is an interest-free loan.

2015 OPWC loan - The 2015 OPWC loan was for waterline improvements on North Main and Liberty Street. The City received \$165,000 in proceeds in 2015. The loan matures in 2036 and is an interest-free loan.

2016 OPWC loan - The 2016 OPWC loan was for painting the City's water tower. The City received \$155,500 in proceeds in 2017. The loan matures in 2043 and is an interest-free loan.

2018 OPWC loan - The 2018 OPWC interest-free loan was for painting the City's Decourcey standpipe. The City received \$205,730 and \$82,270 in proceeds in 2019 and 2020, respectively.

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In the event of default, as defined by each OPWC loan agreement, the amount of default will be subject to 8 percent interest on all amounts due from date of default. Additionally, the Lender may declare all amounts immediately due and payable or require the County treasurer to pay the amounts due from funds appropriated to the county's undivided local government fund. The lender will also be entitled to collect any cost incurred in the event of default.

The City has pledged future revenues to repay the business-type OPWC loans with interest from the water fund. The debt is payable solely from revenues and is payable through 2043. Annual principal and interest payments, as a percentage of net customer revenues, on the loans are expected to be similar over the term of the loans as in the current year, which was 6.52 percent. The total principal and interest remaining to be paid on the loans is \$580,097. Principal and interest paid for the current year and total net revenues were \$50,422 and \$824,265, respectively.

2020 OWDA loan - The 2020 OWDA loan was for waterline replacement on Second Street. The City received \$1,408 in proceeds in 2020 and \$381,074 in proceeds in 2021.

2021 OWDA loans - The 2021 OWDA loan was for waterline replacement on Grant, Seneca, and State Street. The City received \$1,308 and \$350,235 in proceeds in 2021 and 2022, respectively.

The City also received \$4,044 and \$290,903 in proceeds from OWDA in 2021 and 2022, respectively for the water transmission main replacement project. During 2023, this loan was forgiven and was treated as a grant.

2022 OWDA loans - The 2022 \$840,154 OWDA loan was used for the Sterling Avenue lead service line replacement project. The City made a draw of \$77,649 and \$788,621 in 2022 and 2023, respectively. For the 2022 WWTP improvement project, the City made the first draw down of \$109,303 2022. The City made an additional draw down of \$527,529 in 2023 for this OWDA loan. This was used for a water treatment plant improvement project and has not been finalized. The 2022 \$681,832 OWDA loan was used for a water treatment plant improvement project. The City made a draw down of \$109,303 and \$572,529 during 2022 and 2023, respectively for this loan. This was used for a water treatment plant improvement project and has not been finalized. The 2023 \$16,209 OWDA loan was used for a water transmission main replacement project.

In the event of default, as defined by each OWDA loan agreement, the lender may declare the full amount of the unpaid Project Participation Principal amount immediately due and payable and require the County to pay any fines or penalties incurred with interest.

There are no repayment schedules for the net pension liability and net OPEB liability; however, employer pension and OPEB contributions are primarily made from the general fund, water, sewer, and solid waste funds. For additional information related to the net pension liability and net OPEB liability see Note 9.

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

Annual debt service requirements to maturity for outstanding debt are as follows:

Year Ending <u>December 31,</u>	Governmental Activities	
	OPWC	Loan
	Principal	
2024	\$ 4,250	
2025		4,250
2026		4,250
2027		4,250
2028		4,250
2029-2033		21,250
2034-2037	<u>12,750</u>	
	<u><u>\$ 55,250</u></u>	

Year Ending <u>December 31,</u>	Business-type Activities						OPWC Loans	
	General Obligation Bonds			OWDA Loan *				
	Principal	Interest	Total	Principal	Interest	Total		
2024	\$ 95,000	\$ 2,137	\$ 97,137	\$ 19,447	\$ 11,867	\$ 31,314	\$ 50,422	
2025	-	-	-	19,777	11,537	31,314	50,422	
2026	-	-	-	20,114	11,199	31,313	50,422	
2027	-	-	-	20,456	10,857	31,313	37,922	
2028	-	-	-	20,805	10,509	31,314	37,922	
2029-2033	-	-	-	109,457	47,112	156,569	189,610	
2034-2038	-	-	-	119,094	37,475	156,569	115,509	
2039-2043	-	-	-	129,579	26,990	156,569	47,868	
2044-2048	-	-	-	140,988	15,581	156,569	-	
2049-2051	-	-	-	105,303	3,648	108,951	-	
	<u><u>\$ 95,000</u></u>	<u><u>\$ 2,137</u></u>	<u><u>\$ 97,137</u></u>	<u><u>\$ 705,020</u></u>	<u><u>\$ 186,775</u></u>	<u><u>\$ 891,795</u></u>	<u><u>\$ 580,097</u></u>	

* This excludes the 2022 and 2023 loans as they are not finalized.

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

The future principal and interest lease purchase agreement, annual payments as follows:

Year Ending December 31,	2019 SCBA *			2022 Boom Mower		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 40,669	\$ 1,363	\$ 42,032	\$ 26,168	\$ 2,671	\$ 28,839
2025	-	-	-	26,811	2,028	28,839
2026	-	-	-	27,471	1,368	28,839
2027	-	-	-	28,147	692	28,839
	<u>\$ 40,669</u>	<u>\$ 1,363</u>	<u>\$ 42,032</u>	<u>\$ 108,597</u>	<u>\$ 6,759</u>	<u>\$ 115,356</u>

* The equipment for this lease purchase agreement was not capitalized.

Year Ending December 31,	Business-type Activities		
	2023 Sewer Vactor Truck		
	Principal	Interest	Total
2024	\$ 47,442	\$ 20,064	\$ 67,506
2025	50,092	17,414	67,506
2026	52,646	14,860	67,506
2027	55,330	12,176	67,506
2028	58,151	9,355	67,506
2029-2030	<u>125,347</u>	<u>9,665</u>	<u>135,012</u>
	<u>\$ 389,008</u>	<u>\$ 83,534</u>	<u>\$ 472,542</u>

NOTE 12 –LEASE PAYABLE

During a previous year, the City entered into a five-year lease agreement as lessee for the acquisition and use of vehicles. Additionally, during 2023 the City entered into a lease agreement for two new vehicles under the same master agreement. As of December 31, 2023, the value of the lease liability was \$163,706 for governmental activities. The vehicles have a six-year estimated useful life. The value of the right-to-use asset as of the end of the current fiscal year was \$394,971 and had accumulated amortization of \$271,989 for governmental activities.

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

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

Year Ending <u>December 31,</u>	Governmental Activities		
	Enterprise Lease Payable		
	Principal	Interest	Total
2024	\$ 77,260	\$ 5,978	\$ 83,238
2025	79,186	2,194	81,380
2026	7,260	60	7,320
	<u>\$ 163,706</u>	<u>\$ 8,232</u>	<u>\$ 171,938</u>

NOTE 13 – RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omission; injuries to employees and natural disasters.

These risks are covered by commercial insurance policies purchased from independent third parties. The City purchases extended coverage insurance on all buildings and contents. Coverage is purchased on City vehicles for a combined single limit liability. The City also purchases general liability insurance coverage. Other policies held by the City include law enforcement, public officials, boiler & machinery, inland marine and commercial crime.

Workers' compensation coverage is provided by the State of Ohio and is based on a rate per \$100 of salaries. The rate is calculated based on accident history and administrative costs.

The City contracted with Medical Mutual as the Health Care Provider to provide employee health benefits. On January 1, 2021, the City contracted with MAGIS for medical and prescription coverage.

There were no significant reductions in insurance coverage during the year in any category of risk. Settled claims have not exceeded insurance coverage in any of the past three years.

NOTE 14 – CONTINGENCIES

Amounts received from grantor agencies are subject to audit and adjustment by the grantor, principally the federal government. Any disallowed costs may require refunding to the grantor. Amounts which may be disallowed, if any, are not presently determinable. However, based on prior experience, management believes such refunds, if any, would not be material.

In early 2023, the City announced to its residents that a mistake had been found that resulted in income tax collections at an unauthorized rate of 1.5% since tax year 2008. The City set the income tax rate down to 1.0% effective January 1, 2022. The City has been named as a Defendant in a class-action lawsuit related to this issue that is ongoing as of the date of this report. As such, the full effect of this issue on the City's finances has yet to be determined.

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

NOTE 15 – COMMITMENTS

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year-end, the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

<u>Fund</u>	<u>Year end encumbrances</u>
General fund	\$ 39,825
Emergency medical service	16,459
American Rescue Plan Act	31,072
Permissive tax	15,400
Capital improvements	108,681
Nonmajor governmental funds	<u>72,160</u>
Total	<u><u>\$ 283,597</u></u>

Contractual Commitments

At December 31, 2023, the various projects within the City had contractual commitments consisting as follows:

<u>Project</u>	<u>Contract Amount</u>	<u>Amount Paid</u>	<u>Remaining Commitment</u>
Sterling avenue and Erie street resurfacing	\$ 150,000	\$ 78,310	\$ 71,690
West Ohio resurfacing	34,000	31,550	2,450
West Ohio curb and sidewalk	41,400	-	41,400
Water distribution improvements	3,981,682	564,889	3,416,793

Contractual commitments identified above may or may not be included in the outstanding encumbrance commitments previously disclosed in this note. Reasons for this may include timing of when contracts are encumbered and contracts paid from enterprise funds, which are not required to disclose encumbrance commitments.

NOTE 16 – SUBSEQUENT EVENT

During March 2024, the voters approved a 0.5 percent income tax increase for safety services. The new income tax rate is effective January 1, 2025.

Required Supplementary Information

City of Rittman, Ohio
Required Supplementary Information
Schedule of City's Proportionate Share of the Net Pension Liability
Last Ten Years

	2023	2022	2021	2020
Ohio Public Employees Retirement System - Traditional Plan				
City's proportion of the net pension liability	0.012138%	0.011948%	0.011486%	0.012590%
City's proportionate share of the net pension liability	\$ 3,585,571	\$ 1,039,524	\$ 1,700,827	\$ 2,488,499
City's covered payroll	\$ 1,881,443	\$ 1,733,986	\$ 1,617,693	\$ 1,771,393
City's proportionate share of the net pension liability as a percentage of its covered payroll	190.58%	59.95%	105.14%	140.48%
Plan fiduciary net position as a percentage of total pension liability	75.74%	92.62%	86.88%	82.17%
 Ohio Police and Fire Pension Fund				
City's proportion of the net pension liability	0.026853%	0.027332%	0.029520%	0.029727%
City's proportionate share of the net pension liability	\$ 2,550,784	\$ 1,707,570	\$ 2,012,432	\$ 2,002,583
City's covered payroll	\$ 720,922	\$ 750,160	\$ 810,478	\$ 736,217
City's proportionate share of the net pension liability as a percentage of its covered payroll	353.82%	227.63%	248.30%	272.01%
Plan fiduciary net position as a percentage of total pension liability	62.90%	75.03%	70.65%	69.89%

See notes to required supplementary information.

(1) The amounts presented are as of the City's measurement date which is the prior year end.

(2) Restated during 2015.

2019	2018	2017	2016	2015	2014
0.013889%	0.014630%	0.013730%	0.014193%	0.014036%	0.014036%
\$ 3,803,916	\$ 2,295,163	\$ 3,117,815	\$ 2,458,407	\$ 1,692,898	\$ 1,654,662
\$ 1,875,864	\$ 1,933,369	\$ 1,774,867	\$ 1,766,425	\$ 1,720,742	\$ 1,619,969
202.78%	118.71%	175.66%	139.17%	98.38%	102.14%
74.70%	84.66%	77.25%	81.08%	86.45%	86.36%
2019	2018	2017	2016	2015	2014
0.023201%	0.020430%	0.019269%	0.019951%	0.020954%	0.020954%
\$ 1,893,815	\$ 1,253,879	\$ 1,220,479	\$ 1,283,462	\$ 1,085,489	\$ 1,020,511
\$ 572,549	\$ 495,841	\$ 460,344	\$ 501,108	\$ 453,958	\$ 448,659
330.77%	252.88%	265.12%	256.12%	239.12%	227.46%
63.07%	70.91%	68.36%	66.77%	71.71%	73.00% (2)

City of Rittman, Ohio
 Required Supplementary Information
 Schedule of City Contributions - Pension
 Last Ten Years

	2023	2022	2021	2020	2019
Ohio Public Employees Retirement System - Traditional Plan					
Contractually required contribution	\$ 295,100	\$ 263,402	\$ 242,758	\$ 226,477	\$ 247,995
Contributions in relation to contractually required contribution	<u>(295,100)</u>	<u>(263,402)</u>	<u>(242,758)</u>	<u>(226,477)</u>	<u>(247,995)</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>				
City covered payroll	\$ 2,107,857	\$ 1,881,443	\$ 1,733,986	\$ 1,617,693	\$ 1,771,393
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%	14.00%
 Ohio Police and Fire Pension Fund	 	 	 	 	
Contractually required contribution	\$ 158,123	\$ 153,196	\$ 148,657	\$ 160,205	\$ 145,095
Contributions in relation to contractually required contribution	<u>(158,123)</u>	<u>(153,196)</u>	<u>(148,657)</u>	<u>(160,205)</u>	<u>(145,095)</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>				
City covered payroll	\$ 744,108	\$ 720,922	\$ 750,160	\$ 810,478	\$ 736,217
Contributions as a percentage of covered payroll	21.25%	21.25%	19.82%	19.77%	19.71%

See notes to required supplementary information.

2018	2017	2016	2015	2014
\$ 262,621	\$ 251,338	\$ 212,984	\$ 211,971	\$ 206,489
<u>(262,621)</u>	<u>(251,338)</u>	<u>(212,984)</u>	<u>(211,971)</u>	<u>(206,489)</u>
<u>\$ -</u>				
\$ 1,875,864	\$ 1,933,369	\$ 1,774,867	\$ 1,766,425	\$ 1,720,742
14.00%	13.00%	12.00%	12.00%	12.00%

2018	2017	2016	2015	2014
\$ 108,784	\$ 94,210	\$ 87,465	\$ 95,210	\$ 87,690
<u>(108,784)</u>	<u>(94,210)</u>	<u>(87,465)</u>	<u>(95,210)</u>	<u>(87,690)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 572,549	\$ 495,841	\$ 460,344	\$ 501,108	\$ 453,958
19.00%	19.00%	19.00%	19.00%	19.32%

City of Rittman, Ohio
Required Supplementary Information
Schedule of City's Proportionate Share of the Net OPEB Liability or Asset
Last Seven Years (1)

Ohio Public Employees Retirement System	2023	2022	2021	2020
City's proportion of the net OPEB liability or asset	0.011731%	0.011545%	0.011163%	0.012123%
City's proportionate share of the net OPEB liability (asset)	\$ 73,966	\$ (361,607)	\$ (198,878)	\$ 1,674,501
City's covered payroll	\$ 1,881,443	\$ 1,733,986	\$ 1,617,693	\$ 1,771,393
City's proportionate share of the net OPEB liability or asset as a percentage of its covered payroll	3.93%	20.85%	12.29%	94.53%
Plan fiduciary net position as a percentage of total OPEB liability or asset	94.79%	128.23%	115.57%	47.80%

Ohio Police and Fire Pension Fund	2023	2022	2021	2020
City's proportion of the net OPEB liability	0.026853%	0.027332%	0.029520%	0.029727%
City's proportionate share of the net OPEB liability	\$ 191,187	\$ 299,586	\$ 312,774	\$ 293,637
City's covered payroll	\$ 720,922	\$ 750,160	\$ 810,478	\$ 736,217
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	26.52%	39.94%	38.59%	39.88%
Plan fiduciary net position as a percentage of total OPEB liability	52.59%	46.86%	45.42%	47.10%

See notes to required supplementary information.

(1) Information prior to 2017 is not available and the amounts presented are as of the City's measurement date which is the prior year end.

(2) Restated during 2018.

<u>2019</u>	<u>2018</u>	<u>2017 (2)</u>
-------------	-------------	-----------------

0.013349%	0.014095%	0.013200%
\$ 1,740,394	\$ 1,530,662	\$ 1,333,245
\$ 1,875,864	\$ 1,933,371	\$ 1,774,867
92.78%	79.17%	75.12%
46.33%	54.14%	54.05%

<u>2019</u>	<u>2018</u>	<u>2017 (2)</u>
-------------	-------------	-----------------

0.023201%	0.020430%	0.019269%
\$ 211,281	\$ 1,157,535	\$ 914,656
\$ 572,549	\$ 495,841	\$ 460,344
36.90%	233.45%	198.69%
46.57%	14.13%	15.96%

City of Rittman, Ohio
 Required Supplementary Information
 Schedule of City Contributions - OPEB
 Last Ten Years

Ohio Public Employees Retirement System	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ -	\$ -	\$ -	\$ -	\$ -
Contributions in relation to contractually required contribution	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>				
City covered payroll	\$ 2,107,857	\$ 1,881,443	\$ 1,733,986	\$ 1,617,693	\$ 1,771,393
Contributions as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	0.00%

Ohio Police and Fire Pension Fund	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually required contribution	\$ 4,012	\$ 3,884	\$ 3,751	\$ 4,052	\$ 3,681
Contributions in relation to contractually required contribution	<u>(4,012)</u>	<u>(3,884)</u>	<u>(3,751)</u>	<u>(4,052)</u>	<u>(3,681)</u>
Contribution deficiency (excess)	<u><u>\$ -</u></u>				
City covered payroll	\$ 744,108	\$ 720,922	\$ 750,160	\$ 810,478	\$ 736,217
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%	0.50%

See notes to required supplementary information.

(n/a) Beginning in 2016, OPERS used one trust fund as the funding vehicle for all health care plans; therefore, information prior to 2016 is not presented.

2018	2017	2016	2015	2014
\$ -	\$ 19,334	\$ 35,497	n/a	n/a
<u>-</u>	<u>(19,334)</u>	<u>(35,497)</u>	n/a	n/a
<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	n/a	n/a
\$ 1,875,864	\$ 1,933,371	\$ 1,774,867	n/a	n/a
0.00%	1.00%	2.00%	n/a	n/a

2018	2017	2016	2015	2014
\$ 2,863	\$ 2,479	\$ 2,302	\$ 2,506	\$ 2,303
<u>(2,863)</u>	<u>(2,479)</u>	<u>(2,302)</u>	<u>(2,506)</u>	<u>(2,303)</u>
<u><u>\$ -</u></u>				
\$ 572,549	\$ 495,841	\$ 460,344	\$ 501,108	\$ 453,958
0.50%	0.50%	0.50%	0.50%	0.50%

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

Net Pension Liability

Ohio Public Employees Retirement System (OPERS)

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

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2016. For 2017, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 8.00% down to 7.50%, (b) for defined benefit investments, decreasing the wage inflation from 3.75% to 3.25% and (c) changing the future salary increases from a range of 4.25%-10.05% to 3.25%-10.75%. There were no changes in assumptions for 2018. For 2019, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the assumed rate of return and discount rate were reduced from 7.50% down to 7.20%. There were no changes in assumptions for 2020-2021. For 2022, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) wage inflation from 3.25% to 2.75%, (b) future salary increases, including inflation were changed from 3.25%-10.75% to 2.75%-10.75%, (c) COLA for post 1/7/2013 retirees were changed from 0.50%, simple through 2021, then 2.15% simple to 3.00%, simple through 2022, then 2.05% simple and (d) the actuarially assumed rate of return was changed to 7.20% to 6.90%. There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2023.

Ohio Police and Fire Pension Fund

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

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2017. For 2018, the following were the most significant changes of assumptions that affected the total pension since the prior measurement date: (a) reduction in the actuarially assumed rate of return from 8.50% down to 8.00%, (b) changing the future salary increases from a range of 4.25%-11.00% to 3.75%-10.50%, (c) reduction in payroll increases from 3.75% down to 3.25%, (d) reduction in inflation assumptions from 3.25% down to 2.75% and (e) Cost of Living Adjustments (COLA) were reduced from 2.60% and 3.00% simple to 2.20% and 3.00% simple. There were no changes in assumptions for 2019-2021. For 2022, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the actuarially assumed rate of return was changed from 8.00% to 7.50%. For 2023, Mortality for service retirees is based on the Pub-2010 Below-Median Safety AmountWeighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. Mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135% for males and 97.9% for females. Mortality for contingent annuitants is based on the Pub-2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates 68 adjusted by 108.9% for males and 131% for females. Mortality for active members is based on the Pub-2010 Below Medium Safety Amount-Weighted Employee mortality table. All rates are projected using the MP-2021 Improvement Scale.

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

Net OPEB Liability or Asset

Ohio Public Employees Retirement System (OPERS)

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

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

Ohio Police and Fire Pension Fund

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

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2017. For 2018, the following were the most significant changes of assumptions that affected the total OPEB liability since the prior measurement date: (a) DROP interest rate was reduced from 4.50% to 4.00%, (b) CPI-based COLA was reduced from 2.60% to 2.20%, (c) investment rate of return was reduced from 8.25% to 8.00%, (d) salary increases were reduced from 3.75% to 3.25% and (e) payroll growth was reduced from 3.75% to 3.25%. For 2019, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was increased from 3.24% up to 4.66%. For 2020, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 4.66% up to 3.56%. For 2021, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 3.56% down to 2.96%. For 2022, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the investment rate of return was changed from 8.00% to 7.50% and (b) the discount rate was changed from 2.96% to 2.84%. For 2023, the changes of assumptions were: (a) the single discount rate changed from 2.84% to 4.27% (b) the depletion year of OPEB assets is projected in year 2036 (c) mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. Mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135% for males and 97.9% for females. Mortality for contingent annuitants is based on the Pub-2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates adjusted by 108.9% for males and 131% for females. Mortality for active members is based on the Pub-2010 Below-Median Safety Amount-Weighted Employee mortality table. All rates are projected using the MP-2021 Improvement Scale.



Combining Statements for Nonmajor Governmental Funds

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

Special revenue funds are used to account for types of resources for which specific uses are mandated by City ordinances or Federal and State statutes. The title of each special revenue fund is descriptive of the activities accounted for therein. The special revenue funds are:

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

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

Permissive Tax II - To account for the City's share of motor vehicle registration fees levied by the City for maintaining city streets.

Police Pension - To accumulate property taxes levied for the partial payment of the current liability for police disability and pension.

Law Enforcement and Education - To account for funds from the municipal court designated to enforce drunk driving laws and related educational programs.

Law Enforcement - To account for funds from the municipal court designated for law enforcement programs.

OneOhio Opioid - To account for funds received from the OneOhio settlement with national opioid distributors to combat the opioid epidemic within the City.

Continuing Professional Training - To account for state mandated training funds.

Education and Recreation Assistance - To account for monies received and expended for the Parks and recreation department programs and activities.

Baseball Field Maintenance - To collect, manage, and disburse funds for the maintenance and improvement of the youth baseball and softball fields in the City of Rittman.

SAFER Grant - To collect, manage and disperse grant funds specifically for the purposes awarded in the staffing for adequate fire and emergency response grant documents that were approved by FEMA.

Fire Levy - To account for property taxes levied and other revenues for fire department operations

Storm Sewer - To account for the storm water user's fee committed for storm water maintenance and repairs.

DARE - To account for State grant funds for the purpose of obtaining materials for DARE instruction.

Police Association - To collect, manage and disburse contributions for the purpose of maintaining and improving police buildings and vehicles.

Nonmajor Debt Service Funds

Debt Service funds are established to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest and to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Debt Retirement - To account for the resources that are used for payment of principal and interest and fiscal charges on debt.

Nonmajor Capital Projects Funds

Capital Project funds are established to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Cemetery Endowment - This fund accounts for resources restricted for capital improvements for the Rittman Municipal Cemeteries.

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 1,198,711	\$ 11,476	\$ 40,498	\$ 1,250,685
Cash and investments in segregated accounts	-	2,841	-	2,841
Receivables:				
Property and other taxes	120,884	-	-	120,884
Accounts	32,406	-	-	32,406
Intergovernmental	226,980	-	-	226,980
Total assets	<u>\$ 1,578,981</u>	<u>\$ 14,317</u>	<u>\$ 40,498</u>	<u>\$ 1,633,796</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 9,684	\$ -	\$ -	\$ 9,684
Accrued wages and benefits	6,014	-	-	6,014
Intergovernmental payable	946	-	-	946
Matured bonds and interest payable	-	2,000	-	2,000
Matured interest payable	-	841	-	841
Total liabilities	<u>16,644</u>	<u>2,841</u>	<u>-</u>	<u>19,485</u>
Deferred inflows of resources:				
Property taxes	106,773	-	-	106,773
Unavailable revenue - delinquent property taxes	10,582	-	-	10,582
Unavailable revenue - other	152,467	-	-	152,467
Total deferred inflows of resources	<u>269,822</u>	<u>-</u>	<u>-</u>	<u>269,822</u>
Fund balances:				
Restricted	591,594	11,476	40,498	643,568
Committed:				
Committed to recreation	1,745	-	-	1,745
Committed to storm sewer	699,176	-	-	699,176
Total fund balances	<u>1,292,515</u>	<u>11,476</u>	<u>40,498</u>	<u>1,344,489</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 1,578,981</u>	<u>\$ 14,317</u>	<u>\$ 40,498</u>	<u>\$ 1,633,796</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues:				
Property and other taxes	\$ 109,877	\$ -	\$ -	\$ 109,877
Charges for services	185,468	-	10,125	195,593
Fines, licenses and permits	7,471	-	-	7,471
Intergovernmental	534,100	-	-	534,100
Interest	821	-	-	821
Contributions and donations	7,120	-	-	7,120
Other	6,619	-	-	6,619
Total revenue	851,476	-	10,125	861,601
Expenditures:				
Current:				
General government	2,097	-	-	2,097
Security of persons and property	193,651	-	-	193,651
Transportation	549,818	-	-	549,818
Capital outlay	105,397	-	1,500	106,897
Debt service:				
Principal retirement	-	9,250	-	9,250
Interest and fiscal charges	-	112	-	112
Total expenditures	850,963	9,362	1,500	861,825
Excess of revenues over (under) expenditures	513	(9,362)	8,625	(224)
Other financing sources:				
Transfers - in	100,000	-	-	100,000
Net change in fund balance	100,513	(9,362)	8,625	99,776
Fund balances at beginning of year	1,192,002	20,838	31,873	1,244,713
Fund balances at end of year	\$ 1,292,515	\$ 11,476	\$ 40,498	\$ 1,344,489

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

	Street Maintenance and Repair Fund	State Highway Fund	Permissive Tax II Fund	Police Pension Fund
Assets:				
Equity in pooled cash and investments	\$ 129,263	\$ 42,005	\$ 145,754	\$ 28,174
Receivables:				
Property and other taxes	-	-	-	31,039
Accounts	221	-	-	-
Intergovernmental	198,344	16,082	3,906	2,771
Total assets	<u>\$ 327,828</u>	<u>\$ 58,087</u>	<u>\$ 149,660</u>	<u>\$ 61,984</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 5,695	\$ -	\$ 677	\$ -
Accrued wages and benefits	5,392	52	-	-
Intergovernmental payable	834	8	-	-
Total liabilities	<u>11,921</u>	<u>60</u>	<u>677</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes	-	-	-	26,958
Unavailable revenue - delinquent property taxes	-	-	-	2,982
Unavailable revenue - other	131,755	10,683	-	2,771
Total deferred inflows of resources	<u>131,755</u>	<u>10,683</u>	<u>-</u>	<u>32,711</u>
Fund balances:				
Restricted	184,152	47,344	148,983	29,273
Committed:				
Committed to recreation	-	-	-	-
Committed to storm sewer	-	-	-	-
Total fund balances	<u>184,152</u>	<u>47,344</u>	<u>148,983</u>	<u>29,273</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 327,828</u>	<u>\$ 58,087</u>	<u>\$ 149,660</u>	<u>\$ 61,984</u>

Law Enforcement and Education Fund	Law Enforcement Fund	OneOhio Opioid Fund	Continuing Professional Training Fund	Education and Recreation Assistance Fund	Baseball Field Maintenance Fund
\$ 4,356	\$ 43,929	\$ 1,584	\$ 5,025	\$ 5,612	\$ 1,745
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$ 4,356	\$ 43,929	\$ 1,584	\$ 5,025	\$ 5,612	\$ 1,745
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,356	43,929	1,584	5,025	5,612	-
-	-	-	-	-	1,745
-	-	-	-	-	-
4,356	43,929	1,584	5,025	5,612	1,745
\$ 4,356	\$ 43,929	\$ 1,584	\$ 5,025	\$ 5,612	\$ 1,745

(Continued)

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

	SAFER Grant Fund	Fire Levy Fund	Storm Sewer Fund	DARE Fund
Assets:				
Equity in pooled cash and investments	\$ 27	\$ 110,114	\$ 668,483	\$ 6,510
Receivables:				
Property and other taxes	-	89,845	-	-
Accounts	-	111	32,074	-
Intergovernmental	-	5,877	-	-
Total assets	<u>\$ 27</u>	<u>\$ 205,947</u>	<u>\$ 700,557</u>	<u>\$ 6,510</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ -	\$ 3,312	\$ -	\$ -
Accrued wages and benefits	-	570	-	-
Intergovernmental payable	-	104	-	-
Total liabilities	<u>-</u>	<u>3,986</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Property taxes	-	79,815	-	-
Unavailable revenue - delinquent property taxes	-	7,600	-	-
Unavailable revenue - other	-	5,877	1,381	-
Total deferred inflows of resources	<u>-</u>	<u>93,292</u>	<u>1,381</u>	<u>-</u>
Fund balances:				
Restricted	27	108,669	-	6,510
Committed:	-	-	-	-
Committed to recreation	-	-	-	-
Committed to storm sewer	-	-	699,176	-
Total fund balances	<u>27</u>	<u>108,669</u>	<u>699,176</u>	<u>6,510</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 27</u>	<u>\$ 205,947</u>	<u>\$ 700,557</u>	<u>\$ 6,510</u>

Police Association Fund	Total Nonmajor Special Revenue Funds
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\$ 6,130	\$ 1,198,711
- - -	120,884
- - -	32,406
- - -	<u>226,980</u>
<u>\$ 6,130</u>	<u>\$ 1,578,981</u>

\$ - - -	\$ 9,684
- - -	6,014
- - -	<u>946</u>
<u>- - -</u>	<u>16,644</u>

- - -	106,773
- - -	10,582
- - -	<u>152,467</u>
<u>- - -</u>	<u>269,822</u>

6,130	591,594
- - -	1,745
- - -	<u>699,176</u>
<u>6,130</u>	<u>1,292,515</u>

<u>\$ 6,130</u>	<u>\$ 1,578,981</u>
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City of Rittman, Ohio
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Special Revenue Funds
 For the Year Ended December 31, 2023

	Street Maintenance and Repair Fund	State Highway Fund	Permissive Tax II Fund	Police Pension Fund
Revenues:				
Property and other taxes	\$ -	\$ -	\$ -	\$ 29,007
Charges for services	-	-	-	-
Fines, licenses and permits	-	-	-	-
Intergovernmental	411,621	33,375	53,883	2,121
Interest	646	175	-	-
Contributions and donations	-	-	-	-
Other	1,768	-	-	-
Total revenue	414,035	33,550	53,883	31,128
Expenditures:				
Current:				
General government	-	-	-	552
Security of persons and property	-	-	-	30,000
Transportation	374,048	23,337	91,929	-
Capital outlay	-	-	-	-
Total expenditures	374,048	23,337	91,929	30,552
Excess of revenues over (under) expenditures	39,987	10,213	(38,046)	576
Other financing sources:				
Transfers - in	-	-	-	-
Net change in fund balance	39,987	10,213	(38,046)	576
Fund balances (deficit) at beginning of year	144,165	37,131	187,029	28,697
Fund balances (deficit) at end of year	\$ 184,152	\$ 47,344	\$ 148,983	\$ 29,273

Law Enforcement and Education Fund	Law Enforcement Fund	OneOhio Opioid Fund	Continuing Professional Training Fund	Education and Recreation Assistance Fund	Baseball Field Maintenance Fund
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	135
353	7,118	-	-	-	-
-	-	1,068	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
353	7,118	1,068	-	-	135
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
353	7,118	1,068	-	-	135
-	-	-	-	-	-
353	7,118	1,068	-	-	135
4,003	36,811	516	5,025	5,612	1,610
<u>\$ 4,356</u>	<u>\$ 43,929</u>	<u>\$ 1,584</u>	<u>\$ 5,025</u>	<u>\$ 5,612</u>	<u>\$ 1,745</u>

(Continued)

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

	SAFER Grant Fund	Fire Levy Fund	Storm Sewer Fund	DARE Fund
Revenues:				
Property and other taxes	\$ -	\$ 80,870	\$ -	\$ -
Charges for services	- -	- -	185,333	- -
Fines, licenses and permits	- -	- -	- -	- -
Intergovernmental	- -	32,032	- -	- -
Interest	- -	- -	- -	- -
Contributions and donations	- -	- -	- -	4,644
Other	- -	4,851	- -	- -
Total revenue	- -	117,753	185,333	4,644
Expenditures:				
Current:				
General government		1,545	- -	- -
Security of persons and property	- -	161,643	- -	375
Transportation	- -	- -	60,504	- -
Capital outlay	- -	83,782	21,615	- -
Total expenditures	- -	246,970	82,119	375
Excess of revenues over (under) expenditures	- -	(129,217)	103,214	4,269
Other financing sources:				
Transfers - in		100,000	- -	- -
Net change in fund balance	- -	(29,217)	103,214	4,269
Fund balances (deficit) at beginning of year	27	137,886	595,962	2,241
Fund balances (deficit) at end of year	\$ 27	\$ 108,669	\$ 699,176	\$ 6,510

Police Association Fund	Total Nonmajor Special Revenue Funds
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\$ -	\$ 109,877
-	185,468
-	7,471
-	534,100
-	821
2,476	7,120
-	6,619
<u>2,476</u>	<u>851,476</u>

-	2,097
1,633	193,651
-	549,818
-	105,397
<u>1,633</u>	<u>850,963</u>
<u>843</u>	<u>513</u>

<u>-</u>	<u>100,000</u>
843	100,513
<u>5,287</u>	<u>1,192,002</u>
<u>\$ 6,130</u>	<u>\$ 1,292,515</u>

**Individual Fund Schedules of Revenue, Expenditures/Expenses and Changes in
Fund Balance/Net Position – Budget (Non-GAAP Basis) and Actual
Major and Nonmajor**

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income tax	\$ 1,236,780	\$ 999,909	\$ (236,871)
Property and other taxes	337,000	346,700	9,700
Charges for services	479,005	307,998	(171,007)
Fines, licenses, and permits	145,500	140,471	(5,029)
Intergovernmental	395,022	393,171	(1,851)
Investment income	50,200	165,137	114,937
Contributions and donations	30,000	13,324	(16,676)
Other	55,000	94,545	39,545
Total revenues	2,728,507	2,461,255	(267,252)
Expenditures:			
Current:			
General government			
Office of Mayor and city council			
Personal services	45,740	44,412	1,328
Total office of Mayor and city council	<u>45,740</u>	<u>44,412</u>	<u>1,328</u>
Department of law			
Personal services	39,752	39,453	299
Other operating costs	188,080	171,047	17,033
Total department of law	<u>227,832</u>	<u>210,500</u>	<u>17,332</u>
Department of finance and tax			
Personal services	217,297	216,847	450
Other operating costs	43,201	40,958	2,243
Total department of finance and tax	<u>260,498</u>	<u>257,805</u>	<u>2,693</u>
Department of administration			
Personal services	167,316	165,390	1,926
Other operating costs	235,515	204,321	31,194
Total department of administration	<u>402,831</u>	<u>369,711</u>	<u>33,120</u>
Division of lands and buildings			
Other operating costs	5,711	4,115	1,596
Total division of land and buildings	<u>5,711</u>	<u>4,115</u>	<u>1,596</u>
Miscellaneous			
Personal services	7,099	7,036	63
Other operating costs	15,476	15,474	2
Total miscellaneous	<u>22,575</u>	<u>22,510</u>	<u>65</u>
Total general government	965,187	909,053	56,134

(continued)

City of Rittman, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Security of persons and property			
Division of police			
Personal services	\$ 1,109,059	\$ 1,093,681	\$ 15,378
Other operating costs	202,221	189,582	12,639
Total division of police	<u>1,311,280</u>	<u>1,283,263</u>	<u>28,017</u>
Division of street lighting			
Other operating costs	28,247	23,991	4,256
Total division of street lighting	<u>28,247</u>	<u>23,991</u>	<u>4,256</u>
Total security of persons and property	<u>1,339,527</u>	<u>1,307,254</u>	<u>32,273</u>
Public health and welfare			
Cemetery board			
Personal services	63,842	61,304	2,538
Other operating costs	24,160	18,083	6,077
Total cemetery board	<u>88,002</u>	<u>79,387</u>	<u>8,615</u>
Board of health			
Other operating costs	20,832	20,832	-
Total board of health	<u>20,832</u>	<u>20,832</u>	<u>-</u>
Division of pest and animal control			
Personal services	999	910	89
Other operating costs	6,490	6,490	-
Total division of pest and animal control	<u>7,489</u>	<u>7,400</u>	<u>89</u>
Total public health and welfare	<u>116,323</u>	<u>107,619</u>	<u>8,704</u>
Transportation			
Division of street maintenance			
Personal services	85,176	82,540	2,636
Other operating costs	13,764	10,295	3,469
Total division of street maintenance	<u>98,940</u>	<u>92,835</u>	<u>6,105</u>
Total transportation	<u>98,940</u>	<u>92,835</u>	<u>6,105</u>
Leisure time activities			
Division of parks			
Personal services	50,808	46,824	3,984
Other operating costs	39,311	36,913	2,398
Total division of parks	<u>90,119</u>	<u>83,737</u>	<u>6,382</u>
Recreation center			
Personal services	233,515	224,208	9,307
Other operating costs	172,882	153,950	18,932
Total recreation center	<u>406,397</u>	<u>378,158</u>	<u>28,239</u>

(continued)

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Nature preserve			
Personal services	\$ 60,130	\$ 59,573	\$ 557
Other operating costs	50,500	47,725	2,775
Total nature preserve	<u>110,630</u>	<u>107,298</u>	<u>3,332</u>
Total leisure time activities	607,146	569,193	37,953
Total expenditures	<u>3,127,123</u>	<u>2,985,954</u>	<u>141,169</u>
Excess of revenues over (under) expenditures	(398,616)	(524,699)	(126,083)
<u>Other financing sources (uses):</u>			
Transfers - out	(340,097)	(200,000)	140,097
Net change in fund balance	(738,713)	(724,699)	14,014
Fund balance at beginning of year	2,591,687	2,591,687	-
Prior year encumbrances appropriated	53,133	53,133	-
Fund balance at end of year	<u>\$ 1,906,107</u>	<u>\$ 1,920,121</u>	<u>\$ 14,014</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Emergency Medical Service Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and other taxes	\$ 215,000	\$ 220,333	\$ 5,333
Charges for services	220,000	237,983	17,983
Intergovernmental	35,322	17,397	(17,925)
Other	-	375	375
Total revenues	470,322	476,088	5,766
Expenditures:			
Current:			
General government			
Miscellaneous			
Other operating costs	3,554	3,554	-
Security of persons and property			
Division of emergency services			
Personal services	644,367	637,210	7,157
Other operating costs	192,459	105,551	86,908
Total security of persons and property	836,826	742,761	94,065
Total expenditures	840,380	746,315	94,065
Excess of revenues over (under) expenditures	(370,058)	(270,227)	99,831
Other financing sources:			
Transfers - in	243,000	100,000	(143,000)
Net change in fund balance	(127,058)	(170,227)	(43,169)
Fund balance at beginning of year	148,174	148,174	-
Prior year encumbrances appropriated	15,435	15,435	-
Fund balance at end of year	\$ 36,551	\$ (6,618)	\$ (43,169)

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 American Rescue Plan Act Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ -	\$ 500	\$ 500
Expenditures:			
Current:			
General government			
Department of finance and tax	111,713	111,712	1
Other operating costs			
Transportation			
Division of street maintenance	64,591	60,684	3,907
Other operating costs			
Basic utility services			
Administration - water and sewer	84,053	84,053	-
Other operating costs			
Leisure time activities			
Recreation center			
Other operating costs	89,262	89,262	-
Total expenditures	349,619	345,711	3,908
Net change in fund balance	(349,619)	(345,211)	4,408
Fund balance at beginning of year	120,272	120,272	-
Prior year encumbrances appropriated	311,543	311,543	-
Fund balance at end of year	<u>\$ 82,196</u>	<u>\$ 86,604</u>	<u>\$ 4,408</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Permissive Tax Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 202,449	\$ 174,374	\$ (28,075)
<u>Expenditures:</u>			
Current:			
Transportation			
Division of street maintenance			
Other operating costs	252,241	212,695	39,546
Net change in fund balance	(49,792)	(38,321)	11,471
Fund balance at beginning of year	10,258	10,258	-
Prior year encumbrances appropriated	39,534	39,534	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 11,471</u>	<u>\$ 11,471</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Capital Improvements Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Income tax	\$ 412,000	\$ 333,303	\$ (78,697)
Intergovernmental	704,500	674,231	(30,269)
Special assessments	2,000	28,803	26,803
Total revenues	<u>1,118,500</u>	<u>1,036,337</u>	<u>(82,163)</u>
Expenditures:			
Current:			
General government			
Department of administration and accounting			
Other operating costs	473,707	115,217	358,490
Security of persons and property			
Division of police			
Other operating costs	74,419	74,419	-
Division of fire			
Other operating costs	77,862	77,862	-
Total security of persons and property	<u>152,281</u>	<u>152,281</u>	<u>-</u>
Transportation			
Division of street maintenance			
Other operating costs	1,152,093	1,130,758	21,335
Leisure time activities			
Recreation center			
Other operating costs	23,415	23,254	161
Nature preserve			
Other operating costs	8,325	8,325	-
Total leisure time activities	<u>31,740</u>	<u>31,579</u>	<u>161</u>
Total expenditures	<u>1,809,821</u>	<u>1,429,835</u>	<u>379,986</u>
Excess of revenues over (under) expenditures	<u>(691,321)</u>	<u>(393,498)</u>	<u>297,823</u>
Other financing sources (uses):			
Notes issued	500,000	-	(500,000)
Net change in fund balance	(191,321)	(393,498)	(202,177)
Fund balance at beginning of year	704,756	704,756	-
Prior year encumbrances appropriated	78,802	78,802	-
Fund balance at end of year	<u>\$ 592,237</u>	<u>\$ 390,060</u>	<u>\$ (202,177)</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Street Maintenance and Repair Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 375,000	\$ 409,496	\$ 34,496
Investment income	750	646	(104)
Other	200	1,730	1,530
Total revenues	375,950	411,872	35,922
Expenditures:			
Current:			
Transportation			
Division of street maintenance			
Personal services	379,463	328,830	50,633
Other operating costs	70,994	61,558	9,436
Total expenditures	450,457	390,388	60,069
Net change in fund balance	(74,507)	21,484	95,991
Fund balance at beginning of year	96,108	96,108	-
Prior year encumbrances appropriated	3,951	3,951	-
Fund balance at end of year	\$ 25,552	\$ 121,543	\$ 95,991

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 State Highway Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 29,800	\$ 33,203	\$ 3,403
Investment income	190	175	(15)
Total revenues	29,990	33,378	3,388
<u>Expenditures:</u>			
Current:			
Transportation			
Division of street maintenance			
Personal services	10,000	3,383	6,617
Other operating costs	20,158	19,894	264
Total expenditures	30,158	23,277	6,881
Net change in fund balance	(168)	10,101	10,269
Fund balance at beginning of year	31,746	31,746	-
Prior year encumbrances appropriated	158	158	-
Fund balance at end of year	\$ 31,736	\$ 42,005	\$ 10,269

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Permissive Tax II Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 54,000	\$ 53,805	\$ (195)
<u>Expenditures:</u>			
Current:			
Transportation			
Division of street maintenance			
Other operating costs	137,755	95,336	42,419
Net change in fund balance	(83,755)	(41,531)	42,224
Fund balance at beginning of year	182,828	182,828	-
Prior year encumbrances appropriated	3,755	3,755	-
Fund balance at end of year	<u>\$ 102,828</u>	<u>\$ 145,052</u>	<u>\$ 42,224</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Police Pension Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and other taxes	\$ 29,500	\$ 30,692	\$ 1,192
Intergovernmental	<u>4,200</u>	<u>2,121</u>	<u>(2,079)</u>
Total revenues	<u>33,700</u>	<u>32,813</u>	<u>(887)</u>
Expenditures:			
Current:			
General government			
Miscellaneous	<u>600</u>	<u>552</u>	<u>48</u>
Security of persons and property			
Division of police			
Personal services	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Net change in fund balance	<u>3,100</u>	<u>2,261</u>	<u>(839)</u>
Fund balance at beginning of year	<u>25,913</u>	<u>25,913</u>	<u>-</u>
Fund balance at end of year	<u>\$ 29,013</u>	<u>\$ 28,174</u>	<u>\$ (839)</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Law Enforcement and Education Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Licenses and permits	\$ 175	\$ 353	\$ 178
<u>Expenditures:</u>			
Current:			
Total expenditures	-	-	-
Net change in fund balance	175	353	178
Fund balance at beginning of year	4,003	4,003	-
Fund balance at end of year	<u>\$ 4,178</u>	<u>\$ 4,356</u>	<u>\$ 178</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Law Enforcement Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Licenses and permits	\$ 10,000	\$ 7,118	\$ (2,882)
<u>Expenditures:</u>			
Current:			
Security of persons and property			
Division of police			
Personal services	10,000	-	10,000
Net change in fund balance	-	7,118	7,118
Fund balance at beginning of year	36,811	36,811	-
Fund balance at end of year	<u>\$ 36,811</u>	<u>\$ 43,929</u>	<u>\$ 7,118</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 OneOhio Opioid Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 515	\$ 1,068	\$ 553
Expenditures:			
Current:			
Total expenditures	-	-	-
Net change in fund balance	515	1,068	553
Fund balance at beginning of year	516	516	-
Fund balance at end of year	<u>\$ 1,031</u>	<u>\$ 1,584</u>	<u>\$ 553</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Continuing Professional Training Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Total expenditures	- -	- -	- -
Net change in fund balance	- -	- -	- -
Fund balance at beginning of year	5,025	5,025	- -
Fund balance at end of year	<u>\$ 5,025</u>	<u>\$ 5,025</u>	<u>\$ -</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Education and Recreation Assistance Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Total expenditures	- -	- -	- -
Net change in fund balance	- -	- -	- -
Fund balance at beginning of year	5,612	5,612	- -
Fund balance at end of year	<u>\$ 5,612</u>	<u>\$ 5,612</u>	<u>\$ -</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Baseball Field Maintenance Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Charges for services	\$ 1,000	\$ 135	\$ (865)
<u>Expenditures:</u>			
Current:			
Total expenditures	-	-	-
Net change in fund balance	1,000	135	(865)
Fund balance at beginning of year	1,610	1,610	-
Fund balance at end of year	<u>\$ 2,610</u>	<u>\$ 1,745</u>	<u>\$ (865)</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 SAFER Grant Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Intergovernmental	\$ 108,247	\$ 108,274	\$ 27
<u>Expenditures:</u>			
Current:			
Total expenditures	-	-	-
Net change in fund balance	108,247	108,274	27
Fund balance at beginning of year	(108,247)	(108,247)	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 27</u>	<u>\$ 27</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Fire Levy Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property and other taxes	\$ 84,000	\$ 86,182	\$ 2,182
Intergovernmental	91,592	32,032	(59,560)
Other	-	5,602	5,602
Total revenues	175,592	123,816	(51,776)
Expenditures:			
Current:			
General government			
Miscellaneous			
Other operating costs	1,545	1,545	-
Security of persons and property			
Division of fire			
Personal services	214,414	139,173	75,241
Other operating costs	187,615	158,077	29,538
Total division of fire	402,029	297,250	104,779
Total expenditures	403,574	298,795	104,779
Excess of revenues over (under) expenditures	(227,982)	(174,979)	53,003
Other financing sources (uses):			
Transfers - in	162,000	100,000	(62,000)
Net change in fund balance	(65,982)	(74,979)	(8,997)
Fund balance at beginning of year	114,660	114,660	-
Prior year encumbrances appropriated	44,717	44,717	-
Fund balance at end of year	\$ 93,395	\$ 84,398	\$ (8,997)

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Storm Sewer Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Charges for services	\$ 185,000	\$ 186,983	\$ 1,983
<u>Expenditures:</u>			
Current:			
Transportation			
Division of stormwater			
Personal services	70,785	31,829	38,956
Other operating costs	99,841	93,563	6,278
Total expenditures	<u>170,626</u>	<u>125,392</u>	<u>45,234</u>
Net change in fund balance	14,374	61,591	47,217
Fund balance at beginning of year	564,725	564,725	-
Prior year encumbrances appropriated	4,145	4,145	-
Fund balance at end of year	<u>\$ 583,244</u>	<u>\$ 630,461</u>	<u>\$ 47,217</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 DARE Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Contributions and donations	\$ 2,500	\$ 4,644	\$ 2,144
<u>Expenditures:</u>			
Current:			
Security of persons and property			
Division of police	2,500	375	2,125
Other operating costs	2,500	375	2,125
Net change in fund balance	-	4,269	4,269
Fund balance at beginning of year	2,241	2,241	-
Fund balance at end of year	<u>\$ 2,241</u>	<u>\$ 6,510</u>	<u>\$ 4,269</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Police Association Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Contributions and donations	\$ 800	\$ 2,476	\$ 1,676
<u>Expenditures:</u>			
Current:			
Security of persons and property			
Division of police	5,587	1,633	3,954
Other operating costs	(4,787)	843	5,630
Net change in fund balance	5,287	5,287	-
Fund balance at beginning of year	\$ 500	\$ 6,130	\$ 5,630
Fund balance at end of year			

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Debt Retirement Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Debt service:			
Principal retirement	9,250	9,250	-
Interest and fiscal charges	113	112	1
Total expenditures	<u>9,363</u>	<u>9,362</u>	<u>1</u>
Net change in fund balance	(9,363)	(9,362)	1
Fund balance at beginning of year	20,838	20,838	-
Fund balance at end of year	<u>\$ 11,475</u>	<u>\$ 11,476</u>	<u>\$ 1</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Cemetery Endowment Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues:</u>			
Charges for services	\$ 7,000	\$ 10,125	\$ 3,125
<u>Expenditures:</u>			
Current:			
Public health and welfare			
Cemetery board			
Other operating costs	6,500	1,500	5,000
Net change in fund balance	500	8,625	8,125
Fund balance at beginning of year	30,373	30,373	-
Prior year encumbrances appropriated	1,500	1,500	-
Fund balance at end of year	<u>\$ 32,373</u>	<u>\$ 40,498</u>	<u>\$ 8,125</u>

City of Rittman, Ohio
 Schedule of Revenues, Expenses and Changes
 In Net Position - Budget (Non-GAAP Basis) and Actual
 Water Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 1,301,750	\$ 1,317,681	\$ 15,931
Other	1,000	17,989	16,989
Total revenues	1,302,750	1,335,670	32,920
Expenses:			
Personal services	516,643	457,403	59,240
Contractual services	163,328	132,032	31,296
Supplies and materials	227,185	195,363	31,822
Other operating costs	3,000	1,983	1,017
Capital outlay	5,100,887	5,076,013	24,874
Total expenses	6,011,043	5,862,794	148,249
Excess of revenues (under) expenses	(4,708,293)	(4,527,124)	181,169
Other financing sources (uses):			
Bonds issued	1,000,000	-	(1,000,000)
OWDA loans issued	818,622	804,831	(13,791)
Capital grants and contributions	2,600,000	318,164	(2,281,836)
Principal retirement	(521,602)	(460,242)	61,360
Interest and fiscal charges	(41,710)	(41,296)	414
Total other financing sources (uses)	3,855,310	621,457	(3,233,853)
Net change in net position	(852,983)	(3,905,667)	(3,052,684)
Net position at beginning of year	1,144,040	1,144,040	-
Prior year encumbrances appropriated	92,287	92,287	-
Net position at end of year	\$ 383,344	\$ (2,669,340)	\$ (3,052,684)

City of Rittman, Ohio
 Schedule of Revenues, Expenses and Changes
 In Net Position - Budget (Non-GAAP Basis) and Actual
 Sewer Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 1,179,750	\$ 1,108,396	\$ (71,354)
Other	5,000	8,034	3,034
Total revenues	1,184,750	1,116,430	(68,320)
Expenses:			
Personal services	481,159	470,899	10,260
Contractual services	333,805	292,212	41,593
Supplies and materials	201,506	151,044	50,462
Capital outlay	1,437,122	844,775	592,347
Total expenses	2,453,592	1,758,930	694,662
Excess of revenues (under) expenses	(1,268,842)	(642,500)	626,342
Other financing sources (uses):			
OWDA loans issued	480,010	572,528	92,518
Transfers - in	250,000	50,000	(200,000)
Transfers - out	(211,820)	(50,000)	161,820
Total other financing sources (uses)	518,190	572,528	54,338
Net change in net position	(750,652)	(69,972)	680,680
Net position at beginning of year	1,076,222	1,076,222	-
Prior year encumbrances appropriated	656,824	656,824	-
Net position at end of year	\$ 982,394	\$ 1,663,074	\$ 680,680

City of Rittman, Ohio
 Schedule of Revenues, Expenses and Changes
 In Net Position - Budget (Non-GAAP Basis) and Actual
 Solid Waste Fund
 For the Year Ended December 31, 2023

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for services	\$ 600,000	\$ 597,027	\$ (2,973)
Other	-	125	125
Total revenues	600,000	597,152	(2,848)
Expenses:			
Personal services	112,385	108,122	4,263
Contractual services	555,174	552,558	2,616
Supplies and materials	4,603	4,075	528
Total expenses	672,162	664,755	7,407
Excess of revenues (under) expenses	(72,162)	(67,603)	4,559
Other financing sources:			
Intergovernmental	8,000	5,884	(2,116)
Net change in net position	(64,162)	(61,719)	2,443
Net position at beginning of year	400,627	400,627	-
Prior year encumbrances appropriated	43,046	43,046	-
Net position at end of year	\$ 379,511	\$ 381,954	\$ 2,443



STATISTICAL SECTION



Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	146 - 155
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax, and the municipal income tax.	156 - 157
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	158 - 166
Economic and Demographic Information	
These schedules offer economic and demographic indicators 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.	167 - 168
Operating Information	
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the service the City provides and the activities it performs.	169 - 174

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

NOTE:

In 2013, the City established the solid waste fund in the business-type activities. The activity was previously recorded in governmental activities and prior year amounts have not been adjusted to reflect the change.

With the implementation of GASB 68 in 2015, the calculation of pension expense has changed; however, government-wide expenses for 2014 and prior years were not restated to reflect this change.

With the implementation of GASB 75 in 2018, the calculation of OPEB expense has changed; however, government-wide expenses for 2017 and prior years were not restated to reflect this change.

City of Rittman, Ohio
Net Position By Component (\$000 omitted)
Last Ten Years
(Accrual Basis of Accounting)

	2023	2022	2021	2020
Governmental Activities				
Net investment in capital assets	\$ 9,912	\$ 8,960	\$ 7,126	\$ 6,833
Restricted	1,537	1,880	2,204	2,046
Unrestricted (deficit)	<u>(328)</u>	<u>(203)</u>	<u>(964)</u>	<u>(2,305)</u>
<i>Total governmental activities net position</i>	<u><u>\$ 11,121</u></u>	<u><u>\$ 10,637</u></u>	<u><u>\$ 8,366</u></u>	<u><u>\$ 6,574</u></u>
Business Type - Activities				
Net investment in capital assets	\$ 10,620	\$ 10,305	\$ 10,953	\$ 10,871
Unrestricted	<u>3,027</u>	<u>2,918</u>	<u>2,751</u>	<u>1,793</u>
<i>Total business-type activities net position</i>	<u><u>\$ 13,647</u></u>	<u><u>\$ 13,223</u></u>	<u><u>\$ 13,704</u></u>	<u><u>\$ 12,664</u></u>
Primary Government				
Net investment in capital assets	\$ 20,532	\$ 19,265	\$ 18,079	\$ 17,704
Restricted	1,537	1,880	2,237	2,046
Unrestricted (deficit)	<u>2,699</u>	<u>2,715</u>	<u>1,787</u>	<u>(512)</u>
<i>Total primary government net position</i>	<u><u>\$ 24,768</u></u>	<u><u>\$ 23,860</u></u>	<u><u>\$ 22,103</u></u>	<u><u>\$ 19,238</u></u>

		Restated									
2019		2018		2017		2016		2015		2014	
\$ 5,510	\$ 5,541	\$ 5,355	\$ 5,621	\$ 5,276	\$ 5,068						
1,388	1,642	1,766	1,815	1,739	1,806						
(2,614)	(3,219)	(1,142)	(887)	(887)	(1,253)						
<u>\$ 4,284</u>	<u>\$ 3,964</u>	<u>\$ 5,979</u>	<u>\$ 6,549</u>	<u>\$ 6,128</u>	<u>\$ 5,621</u>						
\$ 10,845	\$ 10,902	\$ 10,698	\$ 10,583	\$ 10,328	\$ 10,084						
1,459	1,452	1,805	1,403	1,460	1,590						
<u>\$ 12,304</u>	<u>\$ 12,354</u>	<u>\$ 12,503</u>	<u>\$ 11,986</u>	<u>\$ 11,788</u>	<u>\$ 11,674</u>						
\$ 16,355	\$ 16,443	\$ 16,053	\$ 16,204	\$ 15,604	\$ 15,152						
1,388	1,642	1,766	1,815	1,739	1,806						
(1,155)	(1,767)	663	516	573	337						
<u>\$ 16,588</u>	<u>\$ 16,318</u>	<u>\$ 18,482</u>	<u>\$ 18,535</u>	<u>\$ 17,916</u>	<u>\$ 17,295</u>						

City of Rittman, Ohio
Changes in Net Position (\$000 Omitted)
Last Ten Years
(Accrual Basis of Accounting)

	2023	2022	2021	2020
Program Revenues				
Governmental Activities:				
Charges for services:				
General government	\$ 246	\$ 351	\$ 149	\$ 134
Security of persons and property	268	265	151	236
Public health	58	61	52	45
Leisure time services	159	147	128	103
Transportation	188	192	-	-
Charges for services	919	1,016	480	518
Operating grants and contributions	929	997	700	1,348
Capital grants and contributions	751	1,100	1,110	1,904
<i>Total governmental activities program revenues</i>	<u>2,599</u>	<u>3,113</u>	<u>2,290</u>	<u>3,770</u>
Business-Type Activities:				
Charges for services:				
Water	1,352	1,247	1,177	1,085
Sewer	1,125	1,094	1,114	1,164
Solid waste	597	604	601	497
Storm sewer	-	-	186	185
Charges for services	3,074	2,945	3,078	2,931
Operating grants and contributions	-	-	133	67
Capital grants and contributions	318	-	-	-
<i>Total business-type activities program revenues</i>	<u>3,392</u>	<u>2,945</u>	<u>3,211</u>	<u>2,998</u>
<i>Total primary government program revenues</i>	<u>5,991</u>	<u>6,058</u>	<u>5,501</u>	<u>6,768</u>
Expenses				
Governmental Activities:				
General government	960	766	512	751
Security of persons and property	2,774	2,312	2,123	2,699
Public health	109	101	61	118
Leisure time services	738	579	515	658
Transportation	1,077	1,041	742	900
Interest and fiscal charges	15	10	22	46
<i>Total governmental activities expenses</i>	<u>5,673</u>	<u>4,809</u>	<u>3,975</u>	<u>5,172</u>
Business-Type Activities:				
Water	1,149	893	663	908
Sewer	1,194	966	916	1,103
Solid waste	630	654	549	538
Storm sewer	-	-	59	145
<i>Total business-type activities expenses</i>	<u>2,973</u>	<u>2,513</u>	<u>2,187</u>	<u>2,694</u>
<i>Total primary government program expenses</i>	<u>8,646</u>	<u>7,322</u>	<u>6,162</u>	<u>7,866</u>

	2019	2018	2017	2016	2015	2014
\$	143	\$ 168	\$ 92	\$ 147	\$ 317	\$ 360
214		187	342	255	262	237
43		41	14	49	36	35
172		172	70	167	159	159
-		-	20	-	-	-
<u>572</u>	<u>568</u>	<u>538</u>	<u>618</u>	<u>774</u>	<u>791</u>	
753		458	479	520	407	427
<u>71</u>	<u>313</u>	<u>205</u>	<u>578</u>	<u>155</u>	<u>246</u>	
<u>1,396</u>	<u>1,339</u>	<u>1,222</u>	<u>1,716</u>	<u>1,336</u>	<u>1,464</u>	
1,022	890	825	670	541	519	
1,226	1,220	1,249	1,257	1,312	1,260	
418	405	406	407	470	439	
98	98	97	96	-	-	
<u>2,764</u>	<u>2,613</u>	<u>2,577</u>	<u>2,430</u>	<u>2,323</u>	<u>2,218</u>	
10	9	26	37	25	13	
160	123	-	-	165	126	
<u>2,934</u>	<u>2,745</u>	<u>2,603</u>	<u>2,467</u>	<u>2,513</u>	<u>2,357</u>	
<u>4,330</u>	<u>4,084</u>	<u>3,825</u>	<u>4,183</u>	<u>3,849</u>	<u>3,821</u>	
804	604	655	905	627	679	
1,812	2,472	2,228	1,805	1,692	1,725	
150	112	109	78	97	82	
739	630	649	616	582	591	
919	751	791	679	649	714	
41	18	29	18	22	47	
<u>4,465</u>	<u>4,587</u>	<u>4,461</u>	<u>4,101</u>	<u>3,669</u>	<u>3,838</u>	
1,066	892	888	856	891	1,004	
1,370	1,301	1,143	1,057	1,105	1,083	
441	407	345	382	422	359	
85	29	74	2	-	-	
<u>2,962</u>	<u>2,629</u>	<u>2,450</u>	<u>2,297</u>	<u>2,418</u>	<u>2,446</u>	
<u>7,427</u>	<u>7,216</u>	<u>6,911</u>	<u>6,398</u>	<u>6,087</u>	<u>6,284</u>	

City of Rittman, Ohio
Changes in Net Position (\$000 Omitted)
Last Ten Years
(Accrual Basis of Accounting)

	2023	2022	2021	2020
Net (expense)/revenue				
Governmental activities	\$ (3,074)	\$ (1,696)	\$ (1,685)	\$ (1,402)
Business-type activities	419	432	1,024	304
<i>Total primary government net expense</i>	<u>(2,655)</u>	<u>(1,264)</u>	<u>(661)</u>	<u>(1,098)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes:				
Property and other local taxes levied for:				
General purposes	334	294	416	373
Police, fire and emergency services	322	364	330	319
Income taxes levied for:				
General purposes	1,923	1,278	1,631	1,502
Capital outlay	196	426	543	501
Grants and entitlements not restricted to				
Specific programs	403	395	482	404
Investment income	226	(18)	46	164
Gain (loss) on sale of capital assets	-	206	-	-
Other	155	101	38	437
Transfers	-	-	(9)	(9)
<i>Total governmental activities</i>	<u>3,559</u>	<u>3,046</u>	<u>3,477</u>	<u>3,691</u>
Business-Type Activities:				
Income taxes levied for:				
Water utility services	-	-	-	-
Grants and entitlements not restricted to				
Specific programs	4	7	-	-
Other	-	-	6	47
Transfers	-	-	10	9
<i>Total business-type activities</i>	<u>4</u>	<u>7</u>	<u>16</u>	<u>56</u>
<i>Total primary government general revenues and other changes in net position</i>	<u>3,563</u>	<u>3,053</u>	<u>3,493</u>	<u>3,747</u>
Change in net position				
Governmental activities	485	1,350	1,792	2,289
Business-type activities	423	439	1,040	360
<i>Total primary government change in net position</i>	<u>\$ 908</u>	<u>\$ 1,789</u>	<u>\$ 2,832</u>	<u>\$ 2,649</u>

2019	2018	2017	2016	2015	2014
\$ (3,069) (28)	\$ (3,248) 116	\$ (3,239) 153	\$ (2,385) 170	\$ (2,333) 95	\$ (2,374) (89)
<u>(3,097)</u>	<u>(3,132)</u>	<u>(3,086)</u>	<u>(2,215)</u>	<u>(2,238)</u>	<u>(2,463)</u>
360 317	434 306	273 310	338 302	347 273	285 207
1,545 515	1,451 484	1,516 505	1,379 470	1,357 454	873 403
383 155	388 63	341 36	285 24	337 37	321 29
-	-	-	-	-	-
99	44	36	8	35	56
<u>-</u>	<u>(90)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>3,374</u>	<u>3,080</u>	<u>3,017</u>	<u>2,806</u>	<u>2,840</u>	<u>2,174</u>
52 - 52 52	26 90 116	16 - 16	27 - 27	12 - 18	401 - 412
<u>3,426</u>	<u>3,196</u>	<u>3,033</u>	<u>2,833</u>	<u>2,858</u>	<u>2,586</u>
305 24	(168) 232	(222) 169	421 197	507 113	(200) 323
<u>\$ 329</u>	<u>\$ 64</u>	<u>\$ (53)</u>	<u>\$ 618</u>	<u>\$ 620</u>	<u>\$ 123</u>

City of Rittman, Ohio
Fund Balances of Governmental Funds (\$000 omitted)
Last Ten Years
(Modified Accrual Basis of Accounting)

	2023	2022	2021	2020	2019
General Fund					
Nonspendable	\$ 3	\$ 3	\$ 20	\$ 25	\$ 3
Committed	41	35	29	23	18
Assigned	823	471	78	37	211
Unassigned	<u>1,420</u>	<u>1,788</u>	<u>2,264</u>	<u>2,052</u>	<u>1,106</u>
Total general fund	<u>2,287</u>	<u>2,297</u>	<u>2,391</u>	<u>2,137</u>	<u>1,338</u>
All Other Governmental Funds					
Nonspendable	-	-	8	22	-
Restricted	1,230	1,543	1,799	1,590	1,063
Committed	<u>701</u>	<u>598</u>	<u>1</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>1,931</u>	<u>2,141</u>	<u>1,808</u>	<u>1,612</u>	<u>1,063</u>
Total governmental funds	<u>\$ 4,218</u>	<u>\$ 4,438</u>	<u>\$ 4,199</u>	<u>\$ 3,749</u>	<u>\$ 2,401</u>

Note: The City implemented GASB 84 in 2019 that changed the classification of fund balance.

Prior year amounts were not updated to reflect this change.

		Restated					
2018		2017		2016		2015	2014
\$	2	\$	1	\$	2	\$	16
12		7		19		14	9
58		204		96		21	245
<u>940</u>		<u>768</u>		<u>744</u>		<u>646</u>	<u>197</u>
1,012		980		861		683	467
-		-		-		-	10
1,218		1,295		1,345		1,267	1,259
<u>-</u>		<u>-</u>		<u>-</u>		<u>-</u>	<u>-</u>
1,218		1,295		1,345		1,267	1,269
<u>\$</u>	<u>2,230</u>	<u>\$</u>	<u>2,275</u>	<u>\$</u>	<u>2,206</u>	<u>\$</u>	<u>1,736</u>

City of Rittman, Ohio
Changes in Fund Balances of Governmental Funds (\$000 omitted)
Last Ten Years
(Modified Accrual Basis of Accounting)

	2023	2022	2021	2020	2019
Revenues					
Taxes	\$ 2,750	\$ 2,519	\$ 3,000	\$ 2,735	\$ 2,745
Charges for services	729	772	428	456	531
Fines, licenses and permits	145	243	50	44	57
Intergovernmental	2,127	2,644	2,175	2,897	1,046
Special assessments	21	16	44	43	30
Investment income	227	(17)	47	165	155
Contributions and donations	55	4	22	38	68
Other	131	91	38	437	94
<i>Total revenues</i>	<i>6,185</i>	<i>6,272</i>	<i>5,804</i>	<i>6,815</i>	<i>4,726</i>
Expenditures					
Current:					
General government	909	874	589	668	568
Security of persons and property	2,343	2,145	2,037	2,073	2,092
Public health	105	124	111	108	115
Leisure time activities	555	557	539	582	462
Transportation	693	991	552	588	576
Capital outlay	1,702	2,073	1,382	1,312	777
Debt service:					
Principal retirement	201	123	112	212	184
Interest and fiscal charges	15	9	22	45	41
<i>Total expenditures</i>	<i>6,523</i>	<i>6,896</i>	<i>5,344</i>	<i>5,588</i>	<i>4,815</i>
<i>Excess of revenues over (under) expenditures</i>	<i>(338)</i>	<i>(624)</i>	<i>460</i>	<i>1,227</i>	<i>(89)</i>
Other Financing Sources (Uses)					
Bonds issued	-	-	-	-	-
Issuance of loans	-	-	-	-	-
Issuance of notes	-	-	-	-	-
Inception of capital lease	119	-	-	131	240
Issuance of lease purchase	-	134	-	-	-
Issuance of refunding bonds	-	-	-	-	-
Proceeds from sale of capital assets	-	249	-	-	4
Payment to refunded bond escrow agent	-	-	-	-	-
Transfers in	200	-	205	348	382
Transfers out	(200)	-	(215)	(357)	(382)
<i>Total other financing sources (uses)</i>	<i>119</i>	<i>383</i>	<i>(10)</i>	<i>122</i>	<i>244</i>
<i>Net change in fund balances</i>	<i>\$ (219)</i>	<i>\$ (241)</i>	<i>\$ 450</i>	<i>\$ 1,349</i>	<i>\$ 155</i>
Debt service as a percentage of noncapital expenditures	2.8%	2.8%	3.0%	7.3%	5.1%

	2018	2017	2016	2015	2014
\$	2,619	\$ 2,619	\$ 2,528	\$ 2,306	\$ 1,764
503		482	535	725	710
63		58	41	44	42
1,100		874	1,263	960	916
91		147	69	50	75
64		36	25	37	29
1		2	59	-	-
43		36	12	35	55
	<u>4,484</u>	<u>4,254</u>	<u>4,532</u>	<u>4,157</u>	<u>3,591</u>
508		569	445	611	618
1,924		1,787	1,735	1,918	1,659
96		95	95	94	87
451		461	472	458	474
426		508	394	517	443
979		621	931	380	451
235		242	193	166	146
18		28	20	22	34
	<u>4,637</u>	<u>4,311</u>	<u>4,285</u>	<u>4,166</u>	<u>3,912</u>
(153)		(57)	247	(9)	(321)
-		-	-	-	40
-		14	7	85	7
-		-	-	111	-
198		112	-	-	-
-		-	-	-	-
-		-	-	-	645
-		-	1	27	22
-		-	-	-	(638)
304		222	189	182	154
(394)		(222)	(189)	(182)	(154)
	<u>108</u>	<u>126</u>	<u>8</u>	<u>223</u>	<u>76</u>
\$	<u>(45)</u>	<u>\$ 69</u>	<u>\$ 255</u>	<u>\$ 214</u>	<u>\$ (245)</u>

6.6%

7.1%

5.9%

5.5%

4.9%

City of Rittman, Ohio
Assessed Valuation and Estimated Actual Values of Taxable Property
Last Ten Years

Collection Year	Real Property			Tangible Personal Property		
	Assessed Value		Estimated Actual Value	Public Utility		Estimated Actual Value
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value	
2023	\$ 96,833,680	\$ 14,240,440	\$ 317,354,629	\$ 5,120,210	\$ 5,818,420	
2022	94,319,790	14,241,250	310,174,400	4,927,500	5,599,432	
2021	93,810,010	14,390,140	309,143,286	4,980,410	5,659,557	
2020	82,306,800	12,252,190	270,168,543	4,647,490	5,281,239	
2019	80,215,060	12,368,520	264,524,514	3,243,790	3,686,125	
2018	80,191,190	12,045,350	263,532,971	3,115,240	3,540,045	
2017	76,382,510	12,016,990	252,570,000	3,008,490	3,418,739	
2016	75,756,340	12,416,860	251,923,429	2,583,900	2,936,250	
2015	75,688,930	12,370,770	251,599,143	2,501,350	2,842,443	
2014	76,848,840	15,099,800	262,710,400	2,386,220	2,711,614	

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

Note: The County does not identify delinquent collections by the year for which the tax was levied.

Sources: Wayne and Medina County Auditors, Ohio Department of Taxation

Assessed Value Estimated Actual Value Weighted Average Tax Rate

Total		
Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$ 116,194,330	\$ 323,173,049	35.95%
113,488,540	315,773,832	35.94%
113,180,560	314,802,843	35.95%
99,206,480	275,449,781	36.02%
95,827,370	268,210,639	35.73%
95,351,780	267,073,017	35.70%
91,407,990	255,988,739	35.71%
90,757,100	254,859,679	35.61%
90,561,050	254,441,586	35.59%
94,334,860	265,422,014	35.54%

City of Rittman, Ohio
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

Collection Year	City of Rittman Direct Rates					Overlapping Rates					Total Direct & Overlapping Rates	
	General Fund	Fire	Ambulance	Police	Total City	Wayne County	Milton Township	Rittman Exempted Village	School District	Special District		
			& E.M.S.	Pension Fund								
2023	3.40	1.00	2.30	0.30	7.00	10.60	0.50	57.60	7.00	7.00	82.70	
2022	3.40	1.00	2.30	0.30	7.00	10.60	0.00	41.00	6.85	6.85	65.45	
2021	3.40	1.00	2.30	0.30	7.00	10.60	0.50	61.00	n/a *	n/a *	79.10	
2020	3.40	1.00	2.30	0.30	7.00	10.60	0.50	62.00	6.85	6.85	86.95	
2019	3.40	1.00	2.30	0.30	7.00	10.25	0.00	62.85	6.85	6.85	86.95	
2018	3.40	1.00	2.30	0.30	7.00	10.25	0.00	63.15	6.90	6.90	87.30	
2017	3.40	1.00	2.30	0.30	7.00	10.25	0.00	63.20	6.80	6.80	87.25	
2016	3.40	1.00	2.30	0.30	7.00	10.25	0.00	63.50	7.05	7.05	87.80	
2015	3.40	1.00	2.30	0.30	7.00	9.25	0.50	63.70	4.85	4.85	85.30	
2014	3.40	1.00	2.30	0.30	7.00	9.25	0.50	63.35	4.85	4.85	84.95	

*Not readily available

Source: Wayne County, Ohio; County Auditor

City of Rittman, Ohio
Income Tax Revenue Base and Collections (Cash Basis)
Last Ten Years

Tax Year	Tax Rate	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2023	1.0%	\$ 1,266,869	\$ 988,292	78.01%	\$ 146,376	11.55%	\$ 132,201	10.44%
2022	1.0%	2,590,375	1,554,330	60.00%	428,335	16.54%	607,710	23.46%
2021	1.5%	2,131,172	1,301,020	61.05%	221,872	10.41%	608,280	28.54%
2020	1.5%	1,988,627	1,248,966	62.81%	182,385	9.17%	557,276	28.02%
2019	1.5%	2,067,917	1,198,506	57.96%	265,959	12.86%	603,452	29.18%
2018	1.5%	1,994,960	1,193,680	59.83%	232,400	11.65%	568,880	28.52%
2017	1.5%	1,886,993	1,114,300	59.05%	175,126	9.28%	597,567	31.67%
2016	1.5%	2,004,024	1,072,113	53.50%	222,396	11.10%	709,515	35.40%
2015	1.5%	1,709,817	1,016,827	59.47%	161,332	9.44%	531,658	31.09%
2014	1.5%	1,617,106	943,777	58.36%	134,922	8.34%	538,407	33.29%

Source: City of Rittman; Department of Budget and Finance; Income Tax Division

Note: The City is prohibited by statute from presenting information regarding individual taxpayers.

City of Rittman, Ohio
Ratio of Outstanding Debt By Type
Total Personal Income and Debt Per Capita
Last Ten Years

Year	Governmental Activities						Leases Purchase
	General Obligation Bonds	OPWC Loans	Loans	Notes Payable	Capital Leases (4)		
2023	\$ -	\$ 55,250	\$ -	\$ -	\$ 163,706	\$ 149,266	
2022	5,000	59,500	35,000	-	126,350	224,362	
2021	29,000	63,750	35,000	-	311,453	-	
2020	40,000	68,000	35,000	-	439,921	-	
2019	161,000	70,125	35,000	-	398,051	-	
2018	282,000	74,375	35,000	-	217,296	-	
2017	402,000	78,625	73,708	18,976	71,715	-	
2016	517,000	82,875	97,564	63,353	-	-	
2015	627,000	85,000	127,587	106,970	-	-	
2014	732,000	-	163,796	21,000	-	-	

(1) Details regarding the City's outstanding debt can be found in Note 12 in the basic financial statements

(2) Includes internal bonds

(3) See Demographic and Economic Statistics for population and personal income data.

(4) See the notes to the financial statements regarding the City's debt information. Obligations reported as capital leases in 2021 were restated as leases payable and direct financing notes in accordance with the implementation of GASB Statement No. 87 in 2022.

Source: City Records

Business-Type Activities									
Revenue Bonds	General Obligation Bonds	OPWC Loans	OWDA Loans	Capital Leases (4)	Lease Purchase	Total Debt	Percentage of Personal Income	Per Capita	
\$ -	\$ 95,000	\$ 580,097	\$ 2,243,215	\$ -	\$ 389,008	\$ 3,675,542	1.66%	602	
-	195,000	630,519	1,175,676	-	10,208	2,461,615	1.20%	403	
-	290,000	680,942	387,834	51,388	-	1,849,367	1.47%	285	
-	385,000	731,364	1,408	85,128	-	1,785,821	1.42%	275	
-	592,503	664,705	-	107,380	-	2,028,764	1.62%	313	
-	793,922	490,197	-	72,502	-	1,965,292	1.57%	303	
-	999,270	521,419	-	-	-	2,165,713	1.73%	334	
-	1,188,556	394,150	-	-	-	2,343,498	1.87%	361	
801,900	868,000	415,266	-	-	-	3,031,723	2.42%	467	
831,400	965,500	267,257	-	-	-	2,980,953	2.38%	459	

City of Rittman, Ohio
Ratio of Outstanding Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Years

Year	General Obligation Bonds (1)	Resources Available for Repayment	Net General Bonded Debt	Percentage of Actual Taxable Value of Property	Per Capita
2023	\$ 95,000	\$ 11,476	\$ 83,524	0.03%	13.68
2022	200,000	20,838	179,162	0.06%	29.30
2021	319,000	49,660	269,340	0.09%	41.49
2020	425,000	66,310	358,690	0.13%	55.26
2019	753,503	64,185	689,318	0.26%	106.20
2018	1,075,922	10,435	1,065,487	0.40%	164.15
2017	1,401,270	10,435	1,390,835	0.54%	214.27
2016	1,705,556	10,435	1,695,121	0.67%	261.15
2015	1,495,000	12,560	1,482,440	0.58%	228.38
2014	1,697,500	12,263	1,685,237	0.63%	259.63

Source: The City of Rittman, Wayne and Medina County Audits

(1) Details regarding the City's outstanding debt can be found in Note 12 in the basic financial statements

City of Rittman, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2023

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City
Direct:			
City of Rittman	\$ 368,222	100.00%	\$ 368,222
<i>Total direct debt</i>	<u>368,222</u>		<u>368,222</u>
Overlapping:			
Chippewa Local School District	13,550,000	1.24%	168,020
Norwayne Local School District	5,563,385	0.10%	5,563
Rittman Exempted Village School District	3,357,076	85.84%	2,881,714
Wayne Public Library	<u>850,000</u>	2.73%	<u>23,205</u>
<i>Total overlapping debt</i>	<u>47,475,699</u>		<u>3,134,059</u>
Total	<u>\$ 47,843,921</u>		<u>\$ 3,502,281</u>

Source: Ohio Municipal Advisory Council

(1) Percentages were determined by dividing the assessed valuation of the portion of the political subdivision located within the City by the total assessed value of the subdivision.

(2) The County percentage will be used for the Library.

City of Rittman, Ohio

Legal Debt Margin

Last Ten Years

	2023	2022	2021	2020
Total assessed property value	<u>\$ 116,194,330</u>	<u>\$ 113,488,540</u>	<u>\$ 113,180,560</u>	<u>\$ 99,196,380</u>
Overall legal debt limit (10 ½ % of assessed valuation)	<u>\$ 12,200,405</u>	<u>\$ 11,916,297</u>	<u>\$ 11,883,959</u>	<u>\$ 10,415,620</u>
Debt outstanding:				
General obligation bonds	95,000	200,000	319,000	425,000
Revenue bonds	-	-	-	-
OPWC loans	635,347	690,019	744,692	799,364
OWDA loans	2,243,215	1,175,676	387,834	1,408
Loans	-	35,000	35,000	35,000
Notes	-	-	-	-
Total gross indebtedness	2,973,562	2,100,695	1,486,526	1,260,772
Less:				
Revenue bonds	-	-	-	-
OPWC loans	(635,347)	(690,019)	(744,692)	(799,364)
OWDA loans	(2,243,215)	(1,175,676)	(387,834)	(1,408)
Loans	-	(35,000)	(35,000)	(35,000)
Notes	-	-	-	-
Amount available in bond retirement fund	-	(20,838)	(49,660)	(66,310)
Total net debt applicable to debt limit	<u>95,000</u>	<u>179,162</u>	<u>269,340</u>	<u>358,690</u>
Legal debt margin within 10 ½ % limitations	<u>\$ 12,105,405</u>	<u>\$ 11,737,135</u>	<u>\$ 11,614,619</u>	<u>\$ 10,056,930</u>
Legal debt margin as a percentage of the debt limit	99.22%	98.50%	97.73%	96.56%
Unvoted debt limitation (5 ½ % of assessed valuation)	<u>\$ 6,390,688</u>	<u>\$ 6,241,870</u>	<u>\$ 6,224,931</u>	<u>\$ 5,455,801</u>
Total gross indebtedness	2,973,562	2,100,695	1,486,526	1,260,772
Less:				
Revenue bonds	-	-	-	-
OPWC loans	(635,347)	(690,019)	(744,692)	(799,364)
OWDA loans	(2,243,215)	(1,175,676)	(387,834)	(1,408)
Loans	-	(35,000)	(35,000)	(35,000)
Notes	-	-	-	-
Amount available in bond retirement fund	-	(20,838)	(49,660)	(66,310)
Net debt within 5 ½ % limitations	<u>95,000</u>	<u>179,162</u>	<u>269,340</u>	<u>358,690</u>
Unvoted legal debt margin within 5 ½ % limitations	<u>\$ 6,295,688</u>	<u>\$ 6,062,708</u>	<u>\$ 5,955,591</u>	<u>\$ 5,097,111</u>
Unvoted legal debt margin as a percentage of the Unvoted debt limitation	98.51%	97.13%	95.67%	93.43%

Source: City Financial Records

2019	2018	2017	2016	2015	2014
\$ 95,827,370	\$ 95,351,780	\$ 91,407,990	\$ 90,757,100	\$ 90,561,050	\$ 94,334,860
<u>\$ 10,061,874</u>	<u>\$ 10,011,937</u>	<u>\$ 9,597,839</u>	<u>\$ 9,529,496</u>	<u>\$ 9,508,910</u>	<u>\$ 9,905,160</u>
753,503	1,075,922	1,401,270	1,705,556	1,495,000	1,697,500
-	-	-	-	801,900	831,400
734,830	564,572	600,044	477,025	500,266	267,257
-	-	-	-	-	-
35,000	35,000	73,708	97,564	127,587	163,796
-	-	18,976	63,353	106,970	21,000
1,523,333	1,675,494	2,093,998	2,343,498	3,031,723	2,980,953
-	-	-	-	(801,900)	(831,400)
(734,830)	(564,572)	(600,044)	(477,025)	(500,266)	(267,257)
-	-	-	-	-	-
(35,000)	(35,000)	(73,708)	(97,564)	(127,587)	(163,796)
-	-	(18,976)	(63,353)	(106,970)	(21,000)
(64,185)	(10,435)	(10,435)	(10,435)	(12,560)	(12,263)
689,318	1,065,487	1,390,835	1,695,121	1,482,440	1,685,237
<u>\$ 9,372,556</u>	<u>\$ 8,946,450</u>	<u>\$ 8,207,004</u>	<u>\$ 7,834,375</u>	<u>\$ 8,026,470</u>	<u>\$ 8,219,923</u>
93.15%	89.36%	85.51%	82.21%	84.41%	82.99%
\$ 5,270,505	\$ 5,244,348	\$ 5,027,439	\$ 4,991,641	\$ 4,980,858	\$ 5,188,417
1,523,333	1,675,494	2,093,998	2,343,498	3,031,723	2,980,953
-	-	-	-	(801,900)	(831,400)
(734,830)	(564,572)	(600,044)	(477,025)	(500,266)	(267,257)
-	-	-	-	-	-
(35,000)	(35,000)	(73,708)	(97,564)	(127,587)	(163,796)
-	-	(18,976)	(63,353)	(106,970)	(21,000)
(64,185)	(10,435)	(10,435)	(10,435)	(12,560)	(12,263)
689,318	1,065,487	1,390,835	1,695,121	1,482,440	1,685,237
<u>\$ 4,581,187</u>	<u>\$ 4,178,861</u>	<u>\$ 3,636,604</u>	<u>\$ 3,296,520</u>	<u>\$ 3,498,418</u>	<u>\$ 3,503,180</u>
86.92%	79.68%	72.34%	66.04%	70.24%	67.52%

City of Rittman, Ohio
*Schedules of Ratio of Annual Debt Service Expenditures for General Bonded Debt to
 Total General Governmental Expenditures and Revenue Bond Coverage (\$000 omitted)*
Last Ten Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<u>General Bonded Debt</u>										
Debt service	\$ 105	\$ 119	\$ 106	\$ 221	\$ 216	\$ 220	\$ 200	\$ 200	\$ 166	\$ 146
General governmental expenditures	6,523	6,896	5,344	5,588	4,815	4,638	4,312	4,285	4,166	3,912
Ratio of debt service to general governmental expenditures	1.61	1.73	1.98	3.95	4.49	4.74	4.64	4.67	3.98	3.73
<u>Revenue Bond Coverage</u>										
Sewer										
Direct revenue	1,108	1,081	1,114	1,164	1,226	1,220	1,249	1,257	1,311	1,268
Operating expense (1)	834	641	586	791	1,056	977	845	760	792	851
Net available	274	440	528	373	170	243	404	497	519	417
Principal	-	-	-	-	-	-	-	802	30	28
Interest	-	-	-	-	-	-	-	25	43	44
Total debt service	-	-	-	-	-	-	-	827	73	72
Coverage	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.60	7.11	5.79

Source: City Financial Records

(1) Excludes depreciation

City of Rittman, Ohio

Principal Employers

2023 and 2014*

Employer	Industry	2023			2014		
		Withholdings Received	Rank	Percentage of Total City Withholdings Received	Number of W-2's processed	Rank	Percentage of Total City W-2's processed
Morton International, Inc.	Salt Mines	141,766	1	14.34%	248	2	5.72%
Laria Chevrolet Buick	Automobile Dealership	88,008	2	8.91%	82	5	1.90%
J O Plastics, Inc.	Plastics	63,677	3	6.44%	46	10	1.06%
Rittman Board of Education	Education	53,550	4	5.42%	259	1	5.99%
Unilock Ohio, Inc.	Excavation	39,327	5	3.98%	64	6	1.48%
Mull Iron	Metal Fabricating	31,067	6	3.14%	0	-	0.00%
Minute Men Select	Food Service	25,446	7	2.57%	0	-	0.00%
City of Rittman	Municipal Government	24,837	8	2.51%	186	3	4.30%
Embassy Autumnwood	Nursing Home	23,128	9	2.34%	149	4	3.45%
The RG Smith Co, Inc.	Fabrication & Steel	17,303	10	1.75%	0	-	0.00%
Defense Finance	Governmental	16,814	11	1.70%	0	-	0.00%
Imperial Plastics, Inc.	Plastics	16,130	12	1.63%	0	-	0.00%
Rittman IGA	Grocery Store	-	-	0.00%	52	7	1.20%
PEC Management-Burger King	Food Service	-	-	0.00%	50	8	1.16%
Bauman Orchard	Health Care	-	-	0.00%	49	9	1.13%
 Total		 <u>\$541,053</u>		 <u>54.75%</u>	 <u>1,185</u>		 <u>27.40%</u>
Total withholdings / W-2's processed		 <u>\$988,282</u>		 <u>4,325</u>			

*Due to becoming a member of the Regional Income Tax Agency (RITA) during 2021, data on the number of W-2s processed is not readily available. Years after 2020 use withholding dollars instead.

Source: City of Rittman

City of Rittman, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income (1) (000 omitted)	Personal Income Per Capita (1)	Median Family Income (1)	School Enrollment (2)	Unemployment Rate (3)			City Square Miles (4)
						Wayne County	Medina County	State of Ohio	
2023	6,105	\$ 221,593	\$ 36,297	\$ 61,331	804	2.4%	2.5%	3.6%	6.43
2022	6,115	204,522	33,446	56,068	841	2.9%	3.0%	3.6%	6.43
2021	6,131	159,847	26,072	47,664	842	2.6%	3.6%	4.5%	6.43
2020	6,506	168,596	25,914	48,698	894	3.6%	5.7%	5.6%	6.43
2019	6,491	125,413	19,321	43,837	1,034	3.1%	3.0%	4.2%	6.43
2018	6,491	125,413	19,321	43,837	1,088	3.8%	4.0%	4.5%	6.43
2017	6,491	125,413	19,321	43,837	1,088	3.8%	4.0%	4.5%	6.43
2016	6,491	125,413	19,321	43,837	1,098	3.9%	4.3%	4.8%	6.43
2015	6,491	125,413	19,321	43,837	1,123	3.8%	3.2%	4.7%	6.43
2014	6,491	125,413	19,321	43,837	1,145	3.8%	4.3%	4.7%	6.4

Sources:

- (1) U.S. Census Bureau
- (2) Rittman Exempted Village School District Records
- (3) Ohio Bureau of Employment Services; Department of Labor, Bureau of Labor Statistics
Unemployment rate is not available for the City of Rittman.
- (4) City Records

City of Rittman, Ohio
City Government Employees by Function/Program
Last Ten Years

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General government										
City council	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Mayor	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
City manager	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Law	0.50	0.50	0.50	0.50	1.00	1.00	1.00	1.00	1.00	1.00
Finance	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Tax	0.00	0.00	0.00	1.00	1.00	1.00	1.00	1.00	1.00	0.50
Administration	2.00	2.00	1.50	1.00	1.00	1.00	1.00	1.00	1.00	0.50
Security of persons and property										
Police	12.50	14.50	14.00	14.50	14.50	15.00	13.50	12.50	16.50	12.00
Police - school guards	1.00	1.50	1.00	1.00	2.00	2.00	2.00	2.00	1.00	1.00
Police - dispatchers	0.00	0.00	0.00	0.00	0.00	0.00	7.50	5.50	6.50	4.50
Police - animal wardens	0.00	0.00	0.00	0.00	1.00	1.00	1.00	0.50	0.50	0.50
Police - records clerk	1.00	1.00	1.00	1.00	1.00	0.00	0.00	0.00	0.00	0.00
Fire and EMS	24.50	24.50	25.00	24.50	25.50	14.50	14.00	15.50	14.50	11.50
Public health services										
Emergency medical services	0.00	0.00	0.00	0.00	0.00	18.50	22.00	15.50	18.00	14.50
Cemetery	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.50
Leisure time activities										
Recreation	13.50	13.50	16.00	15.50	16.00	22.00	22.00	16.50	17.50	13.00
Parks	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00	2.00	1.50
Transportation										
Service	3.00	3.50	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Street M&R	4.00	4.00	3.00	4.00	3.00	3.50	5.50	3.00	3.00	3.00
Basic utility services										
Solid waste	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.00
Water	5.00	4.50	4.50	3.50	3.50	3.50	3.50	3.50	3.50	5.50
Waste water	5.00	4.50	4.50	4.00	7.00	7.00	7.00	7.00	7.00	6.00
Storm water	0.00	1.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Totals:	<u>80.50</u>	<u>83.50</u>	<u>81.50</u>	<u>82.00</u>	<u>88.00</u>	<u>101.50</u>	<u>112.50</u>	<u>96.00</u>	<u>102.50</u>	<u>86.00</u>

Source: City Payroll Department Attendance Cards at Year End

Method: Using 1.00 for each full-time employee and 0.50 for each part-time

and seasonal employee at year end. Some employees are split between multiple functions/programs

City of Rittman, Ohio
Operating Indicators by Function/Program
Last Ten Years

Function/Program	2023	2022	2021	2020
General government				
Council and clerk:				
Number of ordinances passed	35	42	39	35
Number of resolutions passed	19	20	17	24
Number of planning commission docket items	-	-	-	-
Zoning board of appeals docket items	6	5	-	-
Finance department:				
Number of checks/vouchers issued	1,526	1,970	1,772	1,752
Amount of checks written	\$ 5,181,706	\$ 9,432,819	\$ 8,966,324	\$ 7,182,365
Number of payroll checks issued	2,957	2,992	3,357	3,608
Interest earning for fiscal year (cash basis)	\$ 164,878	\$ 69,638	\$ 44,832	\$ 68,769
Number of receipts issued	2,023	1,979	2,059	2,126
General fund receipts (cash basis)	\$ 2,461,255	\$ 3,388,086	\$ 3,086,156	\$ 2,951,482
General fund expenditures (cash basis)	\$ 3,185,954	\$ 2,726,904	\$ 2,540,138	\$ 2,393,549
General fund cash balances	\$ 1,920,121	\$ 2,423,167	\$ 1,968,183	\$ 1,803,842
Income tax department:				
Number of individual returns	4,306	3,880	2,837	3,129
Number of business returns	545	450	755	612
Number of business withholding accounts	867	815	850	668
Amount of penalties and interest collected	\$ 16,853	\$ 18,379	\$ 36,719	\$ 52,833
Civil services:				
Number of police entry tests administered	1	n/a	n/a	n/a
Number of hires of police officers from certified lists	1	1	n/a	n/a
Building department indicators:				
Number of zoning permits issued	76	91	110	119
Number of new housing permits issued	1	5	7	20
Estimated value of construction	\$ 504,400	\$ 7,409,940	\$ 2,666,022	\$ 7,687,160
Amount of revenue generated from permits	\$ 9,164	\$ 13,954	\$ 15,783	\$ 11,230
Security of persons and property				
Police:				
Total calls for services	8,069	8,030	7,341	7,664
Number of traffic citations issued	195	292	248	244
Number of parking citations issued	363	281	391	377
Number of criminal arrests	134	340	357	265
Number of accident reports completed	88	77	69	65
Injury accidents	7	6	9	7
Stolen vehicles	6	8	20	17
Incident reports	2,589	3,167	3,315	3,573
Dui arrests	11	8	8	15
Burglary	13	10	10	15
Thefts	76	118	104	100
Robberies	-	1	-	1
Homicides	1	-	-	-
Gasoline costs of fleet	\$ 37,940	\$ 39,746	\$ 28,598	\$ 24,327
Total calls handled through communication center	66,825	64,660	66,490	64,856

2019	2018	2017	2016	2015	2014
32	30	32	43	33	35
23	16	13	3	19	27
-	2	-	1	-	1
10	13	2	7	3	5
2,322	1,855	1,757	1,829	1,948	1,934
\$ 7,636,317	\$ 7,447,937	\$ 6,579,811	\$ 7,469,596	\$ 7,052,567	\$ 6,241,435
3,888	3,872	3,186	3,828	3,714	3,441
\$ 93,012	\$ 65,070	\$ 43,394	\$ 33,803	\$ 32,085	\$ 23,328
2,257	2,224	2,678	2,090	2,217	2,283
\$ 3,219,010	\$ 2,877,300	\$ 2,729,162	\$ 2,804,179	\$ 2,483,530	\$ 2,177,530
\$ 2,956,870	\$ 2,845,048	\$ 2,586,603	\$ 2,563,397	\$ 2,376,894	\$ 2,358,006
\$ 1,208,883	\$ 886,643	\$ 891,793	\$ 742,399	\$ 494,733	\$ 372,272
2,507	3,869	3,976	3,825	3,582	3,607
428	539	562	481	444	442
604	588	566	506	514	531
\$ 59,507	\$ 67,503	\$ 60,523	\$ 47,837	\$ 37,334	\$ 36,753
n/a	7	n/a	19	n/a	n/a
n/a	n/a	n/a	1	n/a	n/a
118	84	101	94	64	50
19	12	1	4	7	3
\$ 3,081,933	\$ 1,771,351	\$ 322,000	\$ 600,000	\$ 2,157,344	\$ 1,332,618
\$ 4,922	\$ 1,995	\$ 2,289	\$ 2,556	\$ 3,425	\$ 2,082
7,524	7,954	8,965	8,711	7,880	8,786
637	606	737	417	304	390
271	419	171	206	262	206
427	497	469	338	475	381
74	111	201	84	96	105
13	4	12	10	7	10
11	16	10	14	5	6
3,925	966	644	740	415	537
7	14	35	17	11	10
22	35	41	34	19	64
139	229	193	105	191	335
1	-	2	2	2	2
n/a	n/a	n/a	n/a	n/a	n/a
\$ 27,728	\$ 27,298	\$ 15,692	\$ 15,854	\$ 18,368	\$ 32,171
10,167	20,095	18,682	17,379	14,558	15,124

City of Rittman, Ohio
Operating Indicators by Function/Program
Last Ten Years

Function/Program	2023	2022	2021	2020
Fire/EMS:				
EMS total runs	936	1,059	959	924
EMS transports	619	666	641	628
Ambulance billing collections (net)	\$ 237,983	\$ 291,429	\$ 88,346	\$ 216,715
Fire calls	144	129	145	152
Fires with loss	8	5	5	7
Fires with losses exceeding \$10K	2	-	-	1
Fire losses	\$ 47,710	\$ 11,200	\$ 3,600	\$ 177,250
Fire safety inspections	15	10	7	4
Number of times mutual aid received for fire and EMS	98	86	41	16
Public health and welfare				
Cemetery burials	36	32	37	26
Cemetery cremations	16	17	22	18
Cemetery sale of lots	30	32	29	36
Cemetery receipts	\$ 58,198	\$ 60,961	\$ 58,984	\$ 50,114
Leisure time activities				
Recreation				
Recreation center membership receipts	\$ 103,094	\$ 93,410	\$ 83,140	\$ 70,105
Recreation center silver sneaker receipts	\$ 31,778	\$ 24,532	\$ 17,390	\$ 18,543
Recreation center rental receipts	\$ 9,625	\$ 9,143	\$ 8,079	\$ 3,678
Recreation center program receipts	\$ 7,802	\$ 10,231	\$ 8,968	\$ 9,007
Recreation center miscellaneous receipts	\$ 413	\$ 7,756	\$ 419	\$ 458
Total recreation department receipts	\$ 152,712	\$ 145,072	\$ 117,996	\$ 101,791
Transportation				
Crackseal coating program - annual cost	\$ 29,700	\$ 20,950	\$ 12,575	\$ 33,190
Paint striping - annual cost	\$ 285	\$ 399	-	\$ 12,186
Leaf collection - disposal costs	\$ 2,000	\$ 1,000	\$ 1,000	\$ 1,000
Cost of salt purchased	\$ 26,344	\$ 52,833	\$ 48,914	\$ 28,671
Water department				
Water rates per 1st 300 cu ft of water used	\$ 23	\$ 21	\$ 20	\$ 19
Annual total of utility accounts billed	31,918	31,732	31,730	31,446
Annual total water collections billed	\$ 1,265,952	\$ 1,194,064	\$ 1,124,593	\$ 1,030,717
Avg. water billed monthly (gallons)	14,818	15,462	16,033	15,510
Total water collections annually (including p&i)	\$ 1,303,131	\$ 1,227,676	\$ 1,137,774	\$ 1,059,701
Waste water department				
Waste water rates per 1st 300 cu ft of water used	\$ 26	\$ 24	\$ 24	\$ 23
Annual total sewer collections billed	\$ 1,063,857	\$ 1,024,394	\$ 1,061,403	\$ 974,365
Total sewer collections annually	\$ 1,107,396	\$ 1,089,354	\$ 1,067,181	\$ 1,073,282

Source: City of Rittman

(1) Information prior to 2002 is not available

	2019		2018		2017		2016		2015		2014
	963		1,038		1,058		1,024		1,025		882
\$	640		590		589		680		671		610
\$	197,171	\$	183,806	\$	161,895	\$	196,554	\$	188,943	\$	175,521
	142		170		157		174		196		165
	8		13		7		8		8		5
\$	2		3		1		3		-		-
\$	118,450	\$	98,295	\$	40,800	\$	118,725	\$	37,435	\$	8,200
	10		12		20		10		20		11
	5		17		23		39		20		22
	48		41		40		39		31		37
	13		5		7		14		12		9
	39		34		16		37		36		34
\$	50,581	\$	48,282	\$	41,788	\$	49,102	\$	36,312	\$	35,078
	106,897	\$	111,500	\$	126,626	\$	123,609	\$	111,647	\$	121,412
\$	32,483	\$	34,464	\$	34,470	\$	35,025	\$	32,618	\$	30,863
\$	18,518	\$	13,296	\$	11,173	\$	14,936	\$	13,846	\$	14,241
\$	16,952	\$	18,587	\$	16,759	\$	21,918	\$	25,470	\$	17,244
\$	9,702	\$	8,676	\$	1,124	\$	2,669	\$	3,705	\$	946
\$	184,552	\$	186,523	\$	190,152	\$	198,157	\$	187,286	\$	184,706
	33,525	\$	-	\$	15,025	\$	-	\$	-	\$	15,457
\$	-	\$	-	\$	11,525	\$	13,312	\$	11,274	\$	14,163
\$	1,000	\$	3,400	\$	1,000	\$	1,000	\$	1,000	\$	1,000
\$	71,450	\$	25,451	\$	29,893	\$	24,622	\$	28,282	\$	24,864
	17	\$	16	\$	14	\$	13	\$	10	\$	10
	31,141		30,925		30,753		30,708		30,377		30,047
\$	934,328	\$	850,801	\$	715,691	\$	626,304	\$	497,809	\$	497,743
	14,945		15,129		14,244		13,637		13,406		13,233
\$	1,000,026	\$	885,999	\$	750,779	\$	64,453	\$	526,738	\$	524,260
	23	\$	25	\$	26	\$	27	\$	27	\$	27
\$	974,573	\$	929,541	\$	1,066,444	\$	1,123,587	\$	1,196,523	\$	1,196,500
\$	1,042,619	\$	1,080,704	\$	1,103,742	\$	1,274,560	\$	1,292,919	\$	1,264,988

City of Rittman, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General government										
Number of buildings	1	1	1	1	1	1	1	1	1	1
Administrative vehicles	1	1	1	1	1	1	1	1	1	1
Security of persons and property - police/fire										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles - police	7	7	8	8	8	8	10	10	10	10
Vehicles - fire	6	6	6	6	6	6	8	8	8	8
Emergency medical services										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	4	4	4	4	4	4	4	4	4	4
Recreation										
Number of buildings	1	1	1	1	1	1	1	1	1	1
Number of shelters/pavilions	10	10	3	3	3	3	3	3	3	3
Number of parks	12	12	12	12	12	12	12	12	12	12
Number of pools	1	1	1	1	1	1	1	1	1	1
Number of baseball diamonds	8	8	8	8	8	8	8	8	8	8
Number of tot lots	6	6	9	9	9	9	9	9	9	9
Vehicles	1	1	1	-	-	-	-	-	-	-
Transportation										
Number of buildings	2	2	2	2	2	2	2	2	2	2
Salt building	1	1	1	1	1	1	1	1	1	1
Streets (center lane miles)	41	41	41	41	41	41	41	41	41	41
Storm sewers (miles)	19	19	19	19	19	19	19	19	19	19
Service vehicles	11	11	10	8	8	8	11	11	11	11
Public health and welfare										
Number of buildings	1	1	1	1	1	1	1	1	1	1
Service vehicles	1	1	1	1	1	1	1	1	1	1
Water										
Treatment plant	1	1	1	1	1	1	1	1	1	1
Pole building	1	1	1	1	1	1	1	1	1	1
Water lines (miles)	44	44	44	44	44	44	44	44	44	44
Vehicles	5	5	5	5	5	5	5	5	5	5
Waste water										
Treatment plant	1	1	1	1	1	1	1	1	1	1
Garage Building	1	-	-	-	-	-	-	-	-	-
Sanitary sewers (miles)	39	39	39	39	39	39	39	39	39	39
Vehicles	6	6	6	9	9	9	5	5	5	5

Source: City of Rittman's capital asset records

OHIO AUDITOR OF STATE KEITH FABER



CITY OF RITTMAN

WAYNE COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

This is a true and correct copy of the report, which is required to be filed pursuant to Section 117.26, Revised Code, and which is filed in the Office of the Ohio Auditor of State in Columbus, Ohio.



Certified for Release 9/3/2024

65 East State Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

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