



## Annual Comprehensive Financial Report

FOR FISCAL YEAR ENDED DECEMBER 31, 2023



**CITY OF STOW, OHIO**  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2023

PREPARED BY:

THE DEPARTMENT OF FINANCE  
KELLY TOPPIN, DIRECTOR OF FINANCE

*3760 DARROW ROAD  
STOW, OHIO 44224*



# INTRODUCTORY SECTION

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**CITY OF STOW, OHIO**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

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June 24, 2024

The Honorable Mayor John Pribonic,  
Members of City Council  
and Citizens of the City of Stow, Ohio

Ladies and Gentlemen:

The Annual Comprehensive Financial Report for the City of Stow (the “City”) for the fiscal year ended December 31, 2023, is hereby respectfully submitted. It includes information pertaining to all of the City’s funds and financial transactions and selected financial and other information for the most recently completed fiscal year (2023). Responsibility for both the accuracy of the data and the completeness and fairness of the presentation rests with the City. To the best of our knowledge, the data in this report is accurate in all material respects and it presents fairly the financial position and results of operations of the City. All disclosures necessary to provide the reader with a better understanding of the City’s financial activities have been included.

The City is responsible for establishing and maintaining an internal control structure designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

The City is required by state law to have an annual audit performed by the Ohio Auditor of State’s Office or an independent firm approved by the Auditor of State. Charles E. Harris & Associates, Inc., conducted the City’s 2023 audit. The City continues to receive an unqualified opinion. The Independent Auditor’s Report on the City’s basic financial statements is included in the Financial Section of this report.

As part of the City’s independent audit, considerations are made to assess the internal control structure in relation to the financial statements, as well as to determine that the City has complied with applicable laws and regulations. The results of the City’s independent audit for the year ended December 31, 2023, provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

This transmittal letter is designed to provide historical information about the City, as well as complement the required Management’s Discussion and Analysis (MD&A). Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The City’s MD&A, which focuses on the government-wide statements and major funds, can be found immediately following the Independent Auditor’s Report.

## **COMMUNITY PROFILE**

The City of Stow was incorporated in 1957 as a village and became a City in 1960. The City is located in Summit County approximately 30 miles southeast of Cleveland, Ohio and 8 miles northeast of Akron, Ohio. With a population of 34,483 according to the 2020 Census, Stow is the third largest City in Summit County. The City operates under, and is governed by, its Charter, which was first adopted by the voters in 1958. The Charter is subject to amendment from time-to-time by the voters.

Under the Ohio Constitution, the City has the right to exercise all powers of local self-government. The Charter provides for a Mayor-Council form of government, and also for independently elected Finance and Law Directors. Legislative authority is vested in a seven-member City Council. Three Council members are elected at-large and four members are elected from wards. All members serve two-year terms. The presiding officer of City Council is the President, who is elected from among its members for a one-year term.

The City's chief executive and administrative officer is the Mayor, who is elected to serve a four-year term. The Mayor also serves as Public Safety Director. The Mayor may veto any legislation passed by the Council. A veto may be overridden by five or more members of Council. All elected City officials are limited by the Charter to eight consecutive years in office and/or to eight years of consecutive elected terms in the same office, either two-year or four-year terms, whichever applies.

The City of Stow provides a full range of services to its citizens. The City's major general government services include police and fire protection, emergency medical service, street maintenance and snow removal, parks and recreation, building and zoning inspection and enforcement, urban forestry and various administrative and operational services. The City also operates and maintains the Stow Water System which provides water distribution service to all Stow residents and businesses and a Storm Water Management Utility. Three cemeteries and numerous community and neighborhood parks, playgrounds and other recreation facilities, including an 18-hole municipal golf course, are also owned and managed by the City for the benefit of its citizens. Stow is also the host City for the Stow Municipal Court which is included as a component of the City's operating budget.

The basic financial statements, schedules and statistical tables presented herein include all funds that are controlled by or are dependent upon the City of Stow. These funds are determined on the basis of budgetary overview, obligations to fund deficits or control of the use of surplus funds, the taxing authority and fiscal management responsibilities. The Stow-Munroe Falls City School District, the Stow-Munroe Falls Public Library and the Stow Historical Society conduct all or a portion of their activities within the boundaries of the City. However, these organizations are not considered part of the reporting entity because the City does not exercise significant influence over their daily operations, approve their budgets, or maintain their accounting records. In addition, the City is not responsible for the organizations' debt or for funding any operating deficits.

The City's budgetary process is prescribed by state law. An annual budget for each calendar year must be approved by City Council by April 1<sup>st</sup> of the current year. The budget (annual appropriations) is limited by the amount of estimated resources as certified to the City by the County Budget Commission prior to the budget's passage. The budget may be amended from time-to-time, as needed, by City Council during the year. A deficit budget is not permitted by law, either per individual fund or on an overall basis.

## **ECONOMIC CONDITION, CURRENT INITIATIVES AND FUTURE OUTLOOK**

### ***Local Economy***

The City of Stow was originally founded as a township, eventually became a village and was incorporated as a city in 1960 with a population of 12,194. By 2000 the population reached 32,139. Stow's population level of 34,837 in 2010 represented an 8.4 percent increase from the level of 2000. Per the Census Bureau, Stow's population in 2020 was 34,483. To accommodate the City's population growth, over 10,000 dwelling units have been constructed in Stow since 1970, bringing the total number of units to nearly 15,000 according to the Census Bureau. It has been recently estimated that there is available land for an additional 2,000 dwelling units to be constructed in Stow in the future. Recent projections estimate the fully developed population of the City of Stow to be up to 40,000 residents. This estimated range could be reached within the next 30 years, although the most recent (2020) Census count shows Stow's population levelling off. The 2023 Census Bureau population estimate for Stow is 33,957.

Stow is a stable, predominately residential community which has a balanced commercial and industrial tax base to help absorb the tax burden associated with providing services to its residents. Because Stow is in a strategic growth corridor between the Cleveland and Akron metropolitan areas, it is likely that these positive development trends will continue. The City, through the application of its Comprehensive Land Use Plan, attempts to influence and guide development in a manner which results in a pleasant suburban environment where residences are the predominant land use but with sufficient commercial and industrial enterprises to pay for a significant portion of the local government's cost to provide high quality municipal services.

Substantial commercial, office and industrial growth has occurred in Stow in recent years. As part of the effort to update the City's Comprehensive Land Use Plan, City officials, with the assistance of a professional development consultant, prepared a market study to analyze existing and potential nonresidential development in the City and the future local market for office and retail expansion. It was determined that the City of Stow has a substantial supply of competitive retail space – approximately 2.7 million square feet. Stow's retail vacancy rates have fluctuated in recent years. But, the Stow vacancy rate for retail has typically been lower than the rate for the region. The latest retail vacancy rate for Stow is approximately 3.8 percent which is very favorable compared to other areas within the northeast Ohio region. It is anticipated that the City will take the necessary policy steps to ensure that the local retail sector continues to remain strong. Demand for additional retail space in Stow is expected to be high over the next ten years.

City officials have placed a particular emphasis on the development of the office and industrial market in Stow, recognizing the positive revenue implications resulting from this type of development. As of October 2023, there was over 962,000 square feet of office space in Stow.

The office vacancy rate was estimated to be 15.0 percent in Stow in 2023, which is lower than the average vacancy rate for suburban communities in the Akron Metropolitan Area. In addition, there was nearly 5,300,000 square feet of industrial space in Stow, and the latest vacancy rate was 2.6 percent. In recent development initiatives, a large formerly vacant industrial complex, totaling over 600,000 square feet, is now re-occupied in Stow. It will provide employment for approximately 500 persons when fully operational. In addition, a large new industrial park expansion in Stow will result in 1.3 million square feet in available new space and potentially 860 added jobs over the long term.

Through the use of development incentive programs and an aggressive construction schedule for public infrastructure, City officials are encouraging the construction of additional office capacity, medical space, flex space and light industrial space. The area surrounding the Seasons Road/State Route 8 Interchange has experienced significant development recently. An industrial park has been established and six buildings totaling 1,081,000 square feet have been constructed in which 400-500 employees now work or will soon be employed. The current development of the Steels Corners Road Interchange area accommodates some 200,000 square feet of office space, including medical facilities. Supporting commercial, service and related businesses are already constructed or being planned in the vicinity of the interchange, including five medium-sized hotels.

The City of Stow offers an excellent opportunity for business growth due to a broad network of state and interstate highways which provide the area with access to regional and national markets. Stow is fortunate to have a diversified tax base comprised of many small-to-medium sized industries. The City's largest private companies have employment totals that range from 100 to 275 workers. Additional industrial development is expected to be spurred with the provision of necessary infrastructure. The City's participation in the Foreign Trade Zone, which is located in the northwest area of Stow, was created for the purpose of promoting local industrial development and to foster business growth.

The tax base of the City of Stow, as with virtually all public employers, was negatively impacted by the COVID-19 coronavirus crisis that began in 2020. But, the City's income tax collections rebounded significantly in 2021, 2022 and 2023 as local employment levels and employee compensation grew throughout the three-year period. The City's income tax receipt growth in 2021 totaled 18.6 percent. In 2022, it was 10.8 percent and in 2023, it was 8.3 percent. The overall amount of fees and charges collected by the City generally increased in 2021, 2022 and 2023 as Stow government activity in such areas as parks and recreation programs, facilities rentals, building and engineering permits, City golf course patronage and Stow Municipal Court cases were all at higher levels than in 2020 as the local economy expanded over the period, 2021-2023.

The City expended \$1.4 million in American Rescue Plan Act (ARPA) funds in 2023 for Water System improvements and road resurfacing. Of the \$1.9 million in ARPA funding that the City expended or obligated in 2022, almost ninety percent was for needed capital improvements to support several crucial safety/service areas.

### ***Major Initiatives and Long-Term Financial Planning***

**Current Year** – In 2023, the City of Stow completed its fifteenth consecutive year of operating with a significantly reduced workforce in order to balance its budget and ensure that the level of staffing remained within its financial means. The City ended the 2023 operating year with a total of 24 full-time employee positions eliminated or left unfilled out of 276 authorized full-time positions at the beginning of 2009. This represented a workforce reduction of nearly 9.0 percent in fifteen years. The City also eliminated numerous part-time and seasonal positions over this period.

The workforce reduction was accomplished through an ongoing hiring freeze and the implementation of a one-time voluntary separation program for eligible employees in 2010. The hiring freeze, as supplemented by other expenditure reduction and containment measures, continues as a formal City policy. The City will maintain its effort to strictly control the size of the workforce in 2024 and beyond, although some previously vacant high-priority positions will be filled over the next two years.

In the past several years, also due to budgetary limitations, the City has implemented a policy of workforce and facilities consolidation. This policy has been designed to increase the efficiency of our smaller workforce by combining functions in a number of critical areas and reducing the number of City buildings in use. A concurrent goal is to maintain all essential City services to the extent possible and feasible.

As part of its consolidation program, the City sold its Parks Maintenance and Urban Forestry facility effective in 2013 to a growing local environmental services firm through a long-term lease/purchase arrangement. The sale enabled the City government to reduce its operating cost and space while retaining an important local firm with an expanding payroll. The consolidation of the maintenance components of the Parks and Urban Forestry operation into the existing Service Maintenance Center and the relocation of the separate clerical staff sections to City Hall has resulted in increased operating efficiency and greater workload coverage during normal working hours for the affected offices.

In 2000, Stow's voters approved a program to expand the City's Emergency Medical Services (EMS) and fire response capabilities, which over the long-term has proven to be very successful for the community. The expansion program was funded through an increase of 2.3 mills in the City's Charter property tax rate and included two new fire stations and fifteen additional paramedics as well as new fire trucks and equipment.

One of the new fire stations is an additional station to increase emergency coverage on the City's east side, while the other is a relocated replacement facility to improve response times on the City's west side. The fifteen additional paramedics have enabled the City's Fire Department to operate a full EMS transport system throughout the entire community and to fully staff the two new fire stations. The City's centrally located Safety Building continues to serve the community as its main fire station. Three new fire trucks were acquired and two new EMS response vehicles were purchased to further upgrade and enhance the City's ability to provide high quality emergency service to its residents. Four additional major fire/EMS vehicles have been purchased since 2014 with the use of tax levy and capital funds.

Recent construction of the City's new Service Maintenance Center complex provided almost 70,000 square feet of added space for the City's combined maintenance operations, including Water System Maintenance. With the Parks Maintenance and Urban Forestry operations now relocated to the central Service complex, virtually all service and parks vehicles are stored indoors. The new structure cost approximately \$7.4 million. It replaced several existing undersized and outdated buildings which were used by Stow for many years. Previous new buildings constructed include the Stow City Hall, which was opened in 1986, and the Safety Building (Police, Fire, EMS and Communications) which was completed in 1995.

Maintenance and repair of roads throughout the community to accommodate the potentially growing population and expanding commercial and industrial base continues to be a high priority for the City government. The all-time high road resurfacing/replacement program reached \$2.1 million and \$2.8 million in 2018 and 2019. Due to the recession resulting from the pandemic, the City minimized its resurfacing road program in 2020 to essential roads only. However, in 2021, the program exceeded the immediate pre-pandemic level of \$2.1-\$2.8 million and reached nearly \$4.0 million in both 2022 and 2023.

The City of Stow has obtained millions of dollars in state and federal highway and related funds in recent years for the improvement and upgrade of our local transportation/roads system. Year-after-year, we have ensured that our local funding share to provide the required match for the outside grants has been available through our City capital budget in order to obtain the funds. The City has been able to accomplish this on a pay-as-you-go (cash) basis with no long-term debt being incurred.

In order to accommodate expected continued population and business growth in Stow, the City government will continue to invest in its public facilities, its transportation system, the Stow Water System and the community infrastructure in the years ahead. City officials are guided in the development of the community in the future by the City's Comprehensive Land Use Plan which is currently being updated. Approval of the new Plan is expected in 2024-25. Before it receives final approval, the Plan will be subject to many public hearings and community meetings held by Stow City officials.

In November 2001, the City of Stow regained ownership of the Stow Water System from the Summit County government and immediately became fully responsible for its daily operation. The City completed twenty-two very successful full operating years for the System in 2023. The City provides water to its citizens based on a 99-year water service agreement between Stow and the City of Akron whereby Akron supplies water directly to Stow on a wholesale basis. The detailed terms of the Stow water supply agreement with Akron were finalized and a formal contract executed in December of 2006.

A long-term comprehensive Operating Budget for the Stow Water System was developed when the System was acquired by the City in 2001 to guide the City in managing the operation and maintenance of the System. The Budget is updated each year with current financial information and is used to assist the administration and City Council in determining and meeting the operating needs of the Water Utility and assessing the adequacy and level of future water rates. As a result of detailed budget planning, the Water System is financially sound. As of the end of 2023, it had adequate fiscal capacity to address virtually any necessary major system expense, either operating or capital. It is also backed financially by the City's General and Capital Improvements Funds.

With the assistance of the City's consulting engineering firm, the City of Stow completed a long-term Water System Capital Improvements Plan. The Plan identified some \$11.3 million in necessary improvements for the Water System to be undertaken over the next five-ten years or longer, and nearly \$3.1 million in future improvements that will be considered for completion in at least ten years. As part of the long-term Capital Plan, the City's consultant developed a comprehensive computerized model for the Water Distribution System.

The Water model has proven useful in identifying and resolving Water Utility problems, undertaking hydraulic analysis when necessary and forecasting future water usage. It enables the City to make Water System capital investment decisions that are designed to efficiently meet present and future water demand in Stow.

In 2023, the City continued with the long-term improvements program outlined in its comprehensive Capital Plan for the Water System, including numerous waterline replacement projects and related upgrades. The City previously enacted an ongoing, monthly Water System capital improvements fee for all water customers to generate the revenue necessary to undertake and complete the improvements identified in the long-term Plan over the next ten-twenty years and also to implement an automatic, radio-based meter reading system for more efficient and timely reading of the meters of Stow's water customers.

Operation of the automatic meter reading system in Stow continues to be monitored for accuracy and reliability. The new meter reading system cost approximately \$2.3 million and is updated each year.

The City established a Storm Water Management Utility in 2004 to address flooding issues and problems throughout the Stow community. An ongoing, monthly storm water improvement fee was enacted in late 2004 by City Council to pay all future operating and capital costs associated with maintaining and upgrading the City's existing storm water management system over the next ten to twenty years. The fee is graduated and is based on an engineering evaluation of the size of the impervious surfaces of individual residential and non-residential properties in Stow. Numerous storm water projects have been completed over the past nineteen years with funding provided by the enactment of the fee.

This past year, the City continued its assessment of the engineering studies completed for every neighborhood within the City to identify storm water problems that need to be corrected as part of a long-term storm water management plan. In late 2016, City Council, with the recommendation of the administration, increased the basic storm water improvement fee significantly to enable the City to accomplish more storm water projects throughout the City of Stow.

In 2023, the City of Stow continued many of its ongoing programs which are designed to improve the community as a whole and its individual neighborhoods. The provision of such programs as the Stow Senior Center, adopt-a-spot beautification, the neighborhood and City-wide playground and parks upgrades, residential storm sewer and water line improvements, bike trail expansion, sidewalk repair, litter and recycling support, neighborhood enhancement and tree planting programs were important accomplishments of the City again this past year.

As a result of a Charter amendment in 2022, the City has prepared and adopted a comprehensive five-year Capital Improvements Plan. It was submitted to Council along with the City Operating Budget for 2024. The Plan, which will be updated annually, will provide a schedule for undertaking and completing the City's major capital projects. The basic Plan will identify available capital improvement funding sources and potential general capital expenditures which are necessary to improve the City's assets such as community infrastructure, buildings, facilities and major equipment on a continuous basis.

In 2022, the City Council adopted a ten-year Conceptual Parks Master Plan to guide the City in its capital investment in Stow's extensive Parks System over the long-term. Included in the Plan are prospective upgrades to each City Park and all related facilities across the City. The Master Plan includes further development of the City Center site, which encompasses the centrally located municipal government offices. The City Center site could eventually include new community facilities for the citizens of Stow. The City's arboretum/sancturetum, which is also part of the central government site, is a unique and extensive outdoor natural resource that will be preserved by the City.

In February of 2006, the Stow City government completed the acquisition of an 18-hole municipal golf course located on 140 acres of land within a highly developed residential area of the City. The golf course has been successfully operated with its own resources over the period 2006-2023, not including acquisition debt payments. The City's ongoing commitment to the operation of the golf course ensures its preservation as a highly-valued recreational asset in the Stow community. Several significant improvements to the golf course layout were completed during the period, 2017-2023. A major land acquisition in 2021 substantially increased the overall size of the golf course and enabled the City to expand and modernize the driving range area.

A unique, special needs playground was completed in one of Stow's major parks in 2008. It cost approximately \$278,000 and was funded through a combination of private donations, a state grant and City funding. It is designed for the inclusion and accessibility of all children regardless of disability. In 2023, it was available for use by individuals and groups in the community.

The City has continued its emphasis on accelerating debt retirement. Over the period, 2008-2023, Stow's outstanding general obligation debt, excluding internal debt, has been reduced from \$33.6 million to \$9.8 million. In order to facilitate debt retirement, the City has increased its reliance on pay-as-you-go (cash) financing to fund its capital improvements and has incurred only \$2,000,000 in new outside general obligation project debt since 2011. In 2015, the City was the recipient of a \$1.23 million Ohio Public Works Commission water project loan with a thirty-year term and zero percent interest rate. In 2020, the City was the recipient of a second OPWC water project loan in the amount of \$723,000, with a thirty-year term and zero percent interest rate. The City will be evaluating the potential increased use of debt to fund major, long-term capital improvements that are identified as high priority items for the Stow community as part of the new five-year Capital Improvements Plan process.

After assessing the feasibility of converting its Safety/Service communications system to 800 MHz capability, in 2006, the City executed a long-term agreement to participate with other communities in the Summit County/Akron radio system. The County-wide system increases compatibility, interoperability and mutual communications capabilities with surrounding communities. The City continued its effort to enhance the new radio system for its safety forces in 2023 through the use of local funding and grants. The City's radio and related communications equipment and facilities are continuously being evaluated for possible upgrade.

As of January 1, 2009, the City of Stow became the new home of the Stow Municipal Court (formerly the Cuyahoga Falls Municipal Court). Construction of the new \$9.2 million courthouse commenced in 2007 in northwest Stow near a major interchange and was completed at year-end 2008. The new Court serves over 185,000 people in 16 local communities and is operationally successful. The new Court facility is a recognized landmark and an important community asset in Stow.

A new regional dispatch center in Summit County, which includes the Cuyahoga Falls, Stow, Tallmadge and Fairlawn communities as well as the Summit County Government (Sheriff's Office), was approved in 2022 for implementation. It became fully operational in late 2023. The new dispatch center, by serving a large population base, will eventually generate considerable operating cost savings as well as lower capital investment for each participating community or governmental unit through economies of scale. As a preliminary related step toward a regional communications center, multiple communities in Summit County had previously joined together to establish a centralized regional computer aided dispatch (CAD) system in 2018-2023.

**Future** – The City's financial status continued its strong rebound in 2023 due to economic growth and the receipt of significant federal and state dollars as part of the American Rescue Plan Act. But, to ensure our continued stability, we have adopted a much more conservative and restrictive stance regarding our operating and capital budgets. We have reduced and/or contained our operating expenditures, continued a hiring freeze except for essential positions, and delayed and/or reduced some capital improvements. Within our limited long-term financial capability, we continue with various major initiatives designed to improve and accommodate the continued growth and development of the Stow community in 2024 and beyond.

As referenced earlier, the City will continue to implement its workforce and facilities consolidation plan in 2024 by reviewing the utilization of all buildings. Departmental building assignments and locations will be assessed and evaluated for more efficient layouts and usage. The main Parks Maintenance building has been converted to private use and similar City departments will be consolidated to more effective common locations for joint usage of major equipment and employee training.

An important long-term goal of the City administration is the promotion of shared government services and participation in regional collaboration efforts. In recent years, the City of Stow has cooperatively developed shared cost programs with neighboring cities in such areas as human resources, building inspection, dispatching services, urban forestry and equipment purchases/usage. Similar initiatives are being evaluated for future implementation with the Stow-Munroe Falls School System.

The City's elected officials, in cooperation with the Judges and Clerk of Courts, have continued to stabilize the finances of the Stow Municipal Court for the future, including implementing effective management and retirement of the debt incurred to construct the new Courthouse. Many essential services are provided by the Court within the sixteen jurisdictions served. An important component of the City's plan is to ensure that Mayor's Courts, either existing or new, do not negatively impact the long-term finances or budget of the Court.

The new Route 8 Interchange, located at State Route 8 and Seasons Road in both Stow and Hudson, has been completed and serves as an important component of the Stow and Hudson transportation systems. The main access road to the interchange was improved and widened in 2010.

Another access road for the interchange was improved in 2013 as a joint undertaking of the State of Ohio, the City of Stow and the City of Hudson. New traffic signals to improve traffic control and safety for incoming and exiting vehicles at the interchange were installed and became operational in early 2019 with federal funding assistance. Along with the recently-completed Seasons/Norton Road connection and the Seasons Road improvement projects, the new interchange is necessary to facilitate expansion of the industrial and commercial growth areas of Stow to ensure future enhancement of our tax base.

Through the City's recently increased annual concrete replacement and asphalt road paving programs and such projects as the Seasons Road improvement, the Route 8 Interchange construction, the Steels Corners Interchange upgrade, the Hudson Drive widening, the Graham Road upgrade, the Norton Road improvement, the combined Norton Road and Fishcreek intersection upgrades at Darrow Road and various other planned road, intersection, traffic light and bridge improvements, the City of Stow will continue to upgrade the community transportation system significantly over the next decade. All of these projects have received, or will receive, state and/or federal funding assistance to ensure their completion.

In 2024 and 2025, the City will be continuing its ongoing traffic signal upgrade program at major intersections throughout the community, including the entirety of Rt. 59 in Stow. Local funds will be combined with grant funds to finance the installation of new signals at high traffic volume locations to improve traffic flow and control to meet safety concerns. The upgrades at the Norton and Fishcreek intersections of Rt. 91 were completed in 2017. A similar upgrade at the Graham Road and Rt. 91 intersection was completed in 2018. A major upgrade to the Fishcreek and Graham intersection was completed in 2023. The Rt. 91 reconstruction project is currently being designed and is scheduled for bidding and contract award in late 2024 or early 2025.

The City Center site continues to be evaluated for further development. A new use guide for the site was prepared by professional outside consultants in 2017-2018 and updated and expanded in 2022. Various resident and community leadership meetings to gather input on the City Center concept were completed in 2019-2022. General development proposals were sought and received in 2022. A major component of the City Center development is a major new replacement playground complex. The "SKiP" Playground was dedicated and opened to the public in mid-year 2023. It was built with community donated funds.

In early 2024, the City acquired a local Church complex (land and buildings) with the intention of converting the property into a comprehensive Community/Senior Center. The conversion of the facility to City Parks and Recreation and overall community use is underway and is expected to be fully completed by late 2024. The new facility will enable the City to meet long-standing needs in the overall area of Parks programming, particularly for Stow's senior citizens. The existing, undersized Senior Center will remain as a general City rental facility.

Among the City's priorities for 2024-2025 in the safety area is the programmed replacement of the major fire/EMS response vehicles used on a daily basis by the Fire Department. In anticipation of the replacement of these vehicles, the City has been accumulating funds through its Capital Budget so that the acquisitions can be accomplished, in part, on a cash basis while minimizing new debt.

The City administration will continue to emphasize economic development in Stow in 2024 and beyond as a means to enhance our tax base for the future and strengthen the City's financial standing. As part of the economic development effort, the Mayor will be restoring the Community Improvement Corporation (CIC) to full active status in 2024. In addition, in order to make the economic development process more efficient and effective for the Stow community, the City will be undertaking a comprehensive update to the City's Planning and Zoning Code in 2024-2025.

## **OTHER INFORMATION**

**Awards** - The City prepared and submitted an Annual Comprehensive Financial Report for the first time for 2000 to the Government Finance Officers Association (GFOA). A Certificate of Achievement for Excellence in Financial Reporting was awarded to the City of Stow for its Annual Report for the last twenty-three consecutive years (2000-2022), inclusive. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Annual Report, whose contents conform to program standards. Such reports must satisfy both Generally Accepted Accounting Principles and applicable legal requirements. We believe our current report for 2023 conforms to the Certificate of Achievement for Excellence in Financial Reporting program requirements, and we are submitting it to the GFOA to determine its eligibility for a 2023 award.

**Acknowledgment** - I would like to express my sincere appreciation and thanks to those individuals who assisted in the preparation of the 2023 Annual Comprehensive Financial Report. Successful preparation of a report of this scope required the dedicated services of the entire staff of the Finance Department. I also extend my appreciation to the Mayor, City Council and all Department Heads for their support and assistance in completing this Annual Report.

Respectfully submitted,

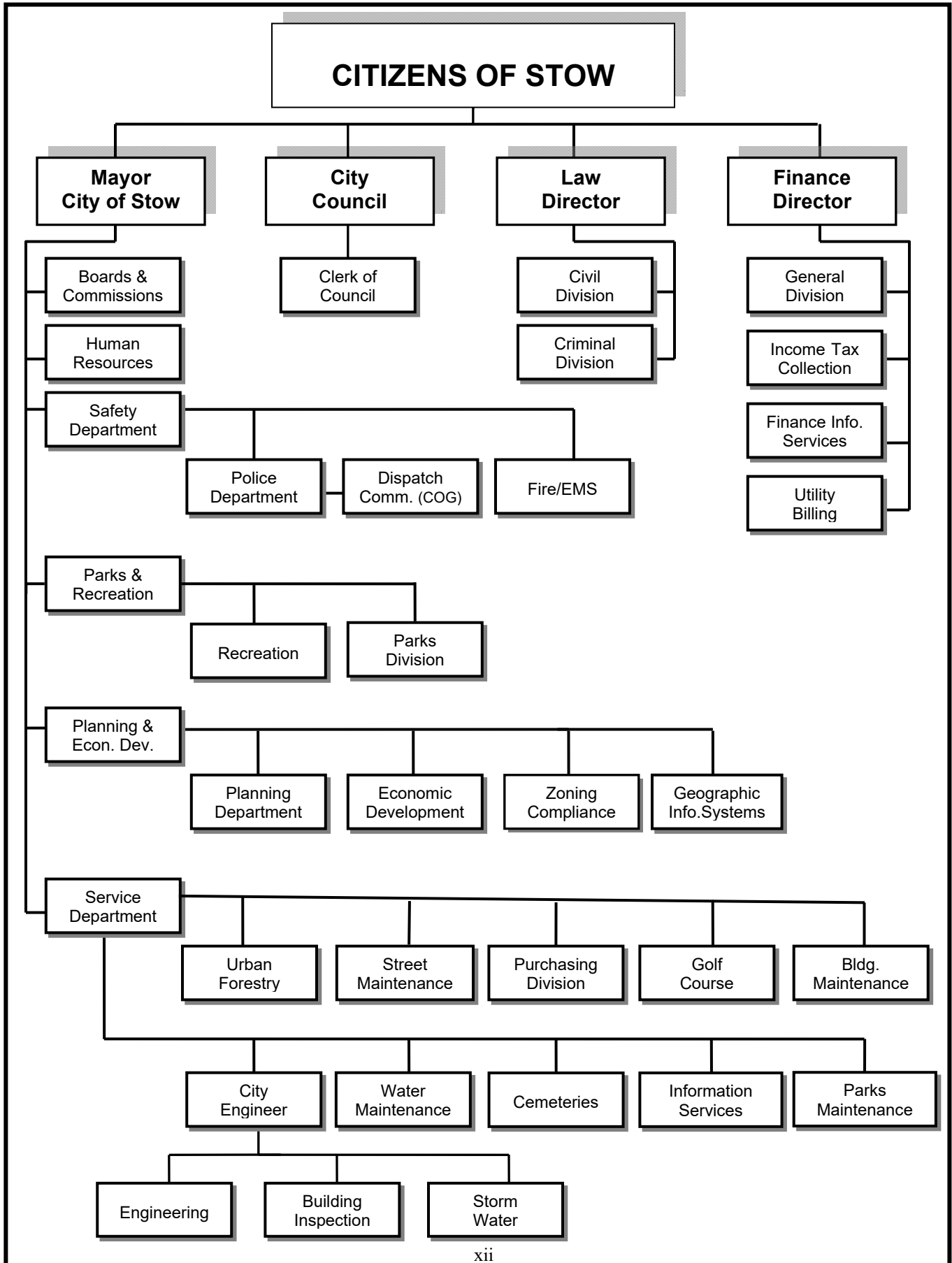


Kelly Toppin  
Director of Finance

# City of Stow, Ohio

## General Organization Chart

2023



**CITY OF STOW, OHIO**  
**PRINCIPAL CITY OFFICIALS**  
**AS OF DECEMBER 31, 2023**

***Elected Officials***

Mayor	John Pribonic
Finance Director	James Costello
Law Director	Jaime Syx
President of Council	Jeremy McIntire (At-Large)
Vice President	Sindi Harrison (Ward II)
President Pro Tem	Cyle Feldman At-Large
Council Member	Brian Lowdermilk (Ward III)
Council Member	Matt Riehl (Ward I)
Council Member	Mario Fiocca (Ward IV)
Council Member	David Licate (At-Large)

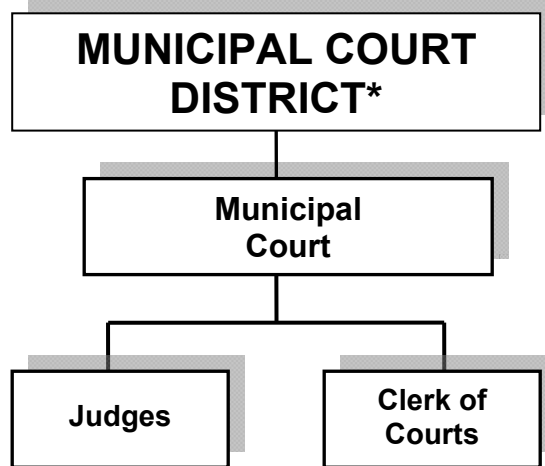
***Department Officials***

Chief of Staff/Service Director	Nick Wren
Planning & Development Director	Zach Cowan
City Engineer	James McCleary
Fire Chief	Mark Stone
Assistant Fire Chief	Michael Lang
Police Chief	Jeff Film
Police Captain	Bryan Snavely
Deputy Service Director	Don Brooker, Marc Anderson
Director of Budget & Management	John Earle
Manager of Information Services	Lisa Paxton
Deputy Finance Director/Tax Administrator	Sami Wagner
Building Department Plans Examiner	Richard Hickman
Assistant City Engineer	Mike Jones
Deputy City Engineer	Trevor Simpkins
Deputy Law Director	Drew Reilly
Assistant Prosecutor	Hope Konovsky
Assistant Law Director	Regina Frank
Deputy Planning Director	(Vacant)
Project Engineer	Gerald Dolson
Parks and Recreation Director	Linda Nahrstedt
Human Resources Director	Jennifer Sinatra
Manager – Public Service/Water	Jeff Shaver
Chief Building Inspector	Tony Catalona
Parks Manager	(Vacant)
Road Superintendent	(Vacant)
GIS Coordinator	(Vacant)
Project Manager – Information Systems	Kevin Davidson, Chris Singh
Network and Security Admin. - Service	Elcain Chase
Clerk of Council	Lorree Villers, Sonya Mottram
Chief Inspector	Tony Avolio
Youth Services Coordinator	Kathy Christ
Recreation Supervisor	Anne Baranek, Kathy Lewis
Golf Course General Manager	Joe Vojtko
Golf Course Superintendent	Gregg Bobbs
Landscape Arborist	Sue Mottl

# City of Stow, Ohio

## Stow Municipal Court Organization Chart

2023



***Stow is the host City for the Stow Municipal Court***

\*The following jurisdictions make up the Stow Municipal Court District:

### **CITIES**

Stow  
Cuyahoga Falls  
Hudson  
Twinsburg  
Tallmadge  
Macedonia  
Munroe Falls  
Reminderville

### **VILLAGES**

Boston Heights  
Peninsula  
Northfield  
Silver Lake

### **TOWNSHIPS**

Boston  
Northfield Center  
Sagamore Hills  
Twinsburg

## **STOW MUNICIPAL COURT PRINCIPAL OFFICIALS AS OF DECEMBER 31, 2023**

### ***Elected Officials***

Judge Kim R. Hoover  
Judge Lisa L. Coates  
Clerk of Courts Amber Zibritosky

### ***Appointed Officials***

Magistrate John W. Clark  
Court Administrator Rick Klinger  
Chief Deputy Clerk of Courts Angela Hoff



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Stow  
Ohio**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2022

*Christopher P. Morill*

Executive Director/CEO

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## FINANCIAL SECTION

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**INDEPENDENT AUDITOR'S REPORT**

City of Stow  
Summit County  
3760 Darrow Road  
Stow, Ohio 44224

To the Members of Council:

***Report on the Audit of the Financial Statements***

***Opinion***

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

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

***Basis for Opinion***

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

***Responsibilities of Management for the Financial Statements***

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

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

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

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

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

### ***Required Supplementary Information***

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

**Supplementary information**

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

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual 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 financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinion on the basic financial statements does 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 24, 2024, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



**Charles E. Harris & Associates, Inc.**  
June 24, 2024

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## CITY OF STOW, OHIO

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

The management's discussion and analysis for the City of Stow's (the "City") financial statements provides an overview of the City's financial activities for the year ended December 31, 2023. The intent of this discussion and analysis is to provide a narrative that describes the City's performance as a whole. To obtain a more detailed understanding, one should also review the transmittal letter, the notes to the basic financial statements and the basic financial statements.

#### **Financial Highlights**

The City's key financial highlights for 2023 are as follows:

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the year ended December 31, 2023, by \$94,217,467 (net position). Of this amount, \$3,726,351 is considered restricted for various purposes such as capital projects, transportation projects and other restrictions, and \$98,099,804 is invested in capital assets. These combined amounts are higher than the City's total net position at year end, resulting in a deficit balance of \$7,608,688 in unrestricted net position.
- Total net position increased \$1,505,083 or 1.62%. Net position for business-type activities increased \$126,440 or 0.29% from 2022's net position, while the net position related to governmental activities increased \$1,378,643 or 2.85% from 2022's net position.
- The City's total revenues amounted to \$59,522,356 in 2023, of which \$50,053,539 related to governmental activities and \$9,468,817 to business-type activities. Program specific revenues in the form of charges for services, grants and contributions accounted for \$20,925,129 or 35.16% of total revenues.
- The City had \$58,017,273 in expenses in 2023, \$48,674,896 of which were for governmental activities and \$9,342,377 for business-type activities.
- Among the major funds, the general fund had \$30,503,334 in revenues and other financing sources and \$30,103,193 in expenditures and other financing uses in 2023. The amount of \$640,000 was transferred to the general fund in 2023 and \$1,285,733 was transferred to other funds.
- The general fund's balance increased to \$13,810,422, an increase of \$400,141 from the beginning of 2023. The general fund balance was 46.29% of total general fund revenues, which is a slight decrease from the percentage in 2022 of 48.90%.
- The City's 2023 total governmental activities long-term obligations increased from \$41,191,490 to \$65,261,200 during 2023. This increase of \$24,069,710 was due, in part, to the City paying down its note and bond obligations but, primarily due to a significant increase in the net pension liability.

#### **Using this Basic Financial Statements (BFS)**

The City's annual report consists of a series of financial statements and notes to those statements. The statements are organized so the reader can understand the City of Stow as a total financial and operating entity. These individual statements provide a detailed look at specific financial activities.

The City's basic financial statements are comprised of three components: 1) City-wide financial statements; 2) fund financial statements; and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

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

## CITY OF STOW, 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 Statement of Activities*

One of the most important questions asked about the City's finances is, "How did the City perform financially during 2023?" The statement of net position and the statement of activities provide information concerning the City as a whole and its financial activities that will assist the reader in answering this question. These statements include all assets, deferred outflows of resources, liabilities, deferred inflows of resources, revenues and expenses using the accrual method of accounting similar to the accounting used by most private-sector businesses. This method of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net position and changes in net position. The change in net position is important because it allows the reader to judge in many respects whether or not the City's financial position has improved or diminished over the past year. The causes of any change in financial position for the City may be related to, or the result of, many factors, some of which may be directly financial, and others which may be only indirectly related to the City's finances. Indirect financial factors include changes in the City's tax or revenue base, changes in general tax law in Ohio or the City, variations in economic conditions, the condition of the City's capital assets and other related factors which may impact revenues or expenses.

In the statement of net position and the statement of activities, the City's operation is divided into two distinct types of activities as follows:

- **Governmental Activities** - Most of the City's programs and services are considered to be governmental activities, including general government, security of persons and property, leisure time activities, community and economic development and transportation. These services are funded primarily by taxes and intergovernmental revenues including federal and state grants and other shared revenues.
- **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.

#### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like the state and other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Fund financial reports provide detailed information about the City's major funds. The City uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the City's most significant funds, not on the City as a whole. The City's major governmental funds are: the general fund, the EMS/fire tax levy fund and the general capital improvements fund. The City's major proprietary funds are the water, golf, and storm water utility funds.

##### *Governmental Funds*

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

## CITY OF STOW, OHIO

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

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for the City's governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains numerous individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental statement of revenues, expenditures, and changes in fund balances for the major funds, which were identified earlier. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriation budget for its general fund and other funds. Budgetary statements and schedules have been provided for all annually budgeted funds to demonstrate compliance.

#### *Proprietary Funds*

The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water system, golf and storm water utility operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its self-insurance programs for medical-related employee benefits.

#### *Fiduciary Funds*

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

#### *Notes to the Basic Financial Statements*

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

#### *Required Supplementary Information*

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

### **Government-Wide Financial Analysis**

As noted earlier, the trend in net position serves as an indicator of a government's changing financial position. At the close of 2023 the City's total assets and deferred outflows of resources, as shown in Table 1, exceeded liabilities and deferred inflows of resources by \$94,217,467. \$49,815,822 of net position was in governmental activities while \$44,401,645 was in business-type activities.

The table below provides a summary of the City's net position for 2023 compared to 2022. Amounts in the 2022 columns in the table below have been restated to include the SBITA payable and the intangible right to use subscription assets from the implementation of GASB Statement No. 96 (see Note 3.A for detail).

**CITY OF STOW, OHIO**

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

**Table 1 - Net Position**

	Governmental Activities <u>2023</u>	(Restated) Governmental Activities <u>2022</u>	Business-Type Activities <u>2023</u>	(Restated) Business-Type Activities <u>2022</u>	2023 <u>Total</u>	(Restated) 2022 <u>Total</u>
<b>Assets</b>						
Current and other assets	\$51,484,703	\$ 53,136,363	\$7,684,204	\$ 8,914,813	\$ 59,168,907	\$ 62,051,176
Capital assets, net	<u>64,750,751</u>	<u>61,242,650</u>	<u>45,596,322</u>	<u>45,641,160</u>	<u>110,347,073</u>	<u>106,883,810</u>
Total assets	<u>116,235,454</u>	<u>114,379,013</u>	<u>53,280,526</u>	<u>54,555,973</u>	<u>169,515,980</u>	<u>168,934,986</u>
<b>Deferred outflows of resources</b>						
Pension	19,453,521	8,781,680	1,408,114	573,305	20,861,635	9,354,985
OPEB	3,151,130	2,093,241	211,383	31,879	3,362,513	2,125,120
Unamortized deferred charges on debt refunding	<u>182,746</u>	<u>205,253</u>	<u>73,406</u>	<u>81,875</u>	<u>256,152</u>	<u>287,128</u>
Total deferred outflows	<u>22,787,397</u>	<u>11,080,174</u>	<u>1,692,903</u>	<u>687,059</u>	<u>24,480,300</u>	<u>11,767,233</u>
<b>Liabilities</b>						
Current and other liabilities	4,452,725	5,936,024	1,011,573	1,316,279	5,464,298	7,252,303
Long term liabilities:						
Due within one year	1,974,775	2,224,994	583,569	551,482	2,558,344	2,776,476
Net pension liability	50,756,288	25,292,946	3,334,515	1,030,778	54,090,803	26,323,724
Net OPEB liability	2,876,891	3,580,927	69,137	-	2,946,028	3,580,927
Other long-term liabilities	<u>9,653,246</u>	<u>10,092,623</u>	<u>5,476,488</u>	<u>6,439,802</u>	<u>15,129,734</u>	<u>16,532,425</u>
Total liabilities	<u>69,713,925</u>	<u>47,127,514</u>	<u>10,475,282</u>	<u>9,338,341</u>	<u>80,189,207</u>	<u>56,465,855</u>
<b>Deferred inflows of resources</b>						
Pension	1,734,718	13,224,778	72,432	1,259,340	1,807,150	14,484,118
OPEB	2,932,488	3,418,094	24,070	370,146	2,956,558	3,788,240
Leases	4,470,712	4,664,106	-	-	4,470,712	4,664,106
Property taxes levied for the next fiscal year	<u>10,355,186</u>	<u>8,587,516</u>	<u>-</u>	<u>-</u>	<u>10,355,186</u>	<u>8,587,516</u>
Total deferred inflows	<u>19,493,104</u>	<u>29,894,494</u>	<u>96,502</u>	<u>1,629,486</u>	<u>19,589,606</u>	<u>31,523,980</u>
<b>Net Position</b>						
Net investment						
in capital assets	58,631,075	54,302,755	39,468,729	38,305,787	98,099,804	92,608,542
Restricted	3,708,841	3,435,794	17,510	-	3,726,351	3,435,794
Unrestricted (deficit)	<u>(12,524,094)</u>	<u>(9,301,370)</u>	<u>4,915,406</u>	<u>5,969,418</u>	<u>(7,608,688)</u>	<u>(3,331,952)</u>
Total net position	<u>\$ 49,815,822</u>	<u>\$ 48,437,179</u>	<u>\$ 44,401,645</u>	<u>\$ 44,275,205</u>	<u>\$ 94,217,467</u>	<u>\$ 92,712,384</u>

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

## CITY OF STOW, OHIO

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

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

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

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

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

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

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

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

During 2023, the City's overall financial position increased by \$1,505,083 as governmental activities net position increased by \$1,378,643 and business-type activities increased by \$126,440.

**CITY OF STOW, OHIO**

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

The majority of the City’s net position reflect its investment in capital assets (e.g. land, intangible assets, construction in progress, buildings and building improvements, vehicles, infrastructure, intangible right to use – leased equipment, subscription software, and equipment, furniture and fixtures), less any related debt used to acquire those assets. These capital assets are utilized by the City to provide services to its citizens. They are not available for future spending. Although the City’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets themselves cannot be used to liquidate these liabilities.

**Statement of Activities**

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

**Table 2 - Change in Net Position**

	Governmental Activities <u>2023</u>	Governmental Activities <u>2022</u>	Business-Type Activities <u>2023</u>	Business-Type Activities <u>2022</u>	2023 <u>Total</u>	2022 <u>Total</u>
<b>Revenues</b>						
Program revenues:						
Charges for services and sales	\$ 6,163,129	\$ 5,844,210	\$ 8,489,698	\$ 8,299,619	\$ 14,652,827	\$ 14,143,829
Operating grants and contributions	4,639,854	4,270,471	-	-	4,639,854	4,270,471
Capital grants and contributions	<u>1,632,448</u>	<u>214,250</u>	<u>-</u>	<u>-</u>	<u>1,632,448</u>	<u>214,250</u>
Total program revenues	<u>12,435,431</u>	<u>10,328,931</u>	<u>8,489,698</u>	<u>8,299,619</u>	<u>20,925,129</u>	<u>18,628,550</u>
General revenues:						
Taxes	32,747,684	31,015,250	727,874	797,997	33,475,558	31,813,247
Grants and entitlements	3,263,417	3,020,401	-	-	3,263,417	3,020,401
Investment earnings	726,431	291,215	5,600	2,025	732,031	293,240
Change in fair value of investments	278,101	(610,242)	-	-	278,101	(610,242)
Miscellaneous	<u>602,475</u>	<u>589,865</u>	<u>245,645</u>	<u>218,666</u>	<u>848,120</u>	<u>808,531</u>
Total general revenues	<u>37,618,108</u>	<u>34,306,489</u>	<u>979,119</u>	<u>1,018,688</u>	<u>38,597,227</u>	<u>35,325,177</u>
Total revenues	<u>50,053,539</u>	<u>44,635,420</u>	<u>9,468,817</u>	<u>9,318,307</u>	<u>59,522,356</u>	<u>53,953,727</u>

-- Continued

**CITY OF STOW, OHIO**

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

**Table 2 - Change in Net Position (continued)**

	Governmental Activities <u>2023</u>	Governmental Activities <u>2022</u>	Business-Type Activities <u>2023</u>	Business-Type Activities <u>2022</u>	2023 <u>Total</u>	2022 <u>Total</u>
Expenses:						
General government	\$ 11,154,332	\$ 8,521,823	\$ -	\$ -	\$ 11,154,332	\$ 8,521,823
Security of persons and property	23,242,162	17,983,810	-	-	23,242,162	17,983,810
Public health	539,049	497,845	-	-	539,049	497,845
Leisure time activities	2,384,696	1,816,679	-	-	2,384,696	1,816,679
Community and economic development	1,868,965	1,305,115	-	-	1,868,965	1,305,115
Transportation	9,326,683	8,197,263	-	-	9,326,683	8,197,263
Interest and fiscal charges	159,009	194,958	-	-	159,009	194,958
Water	-	-	5,773,833	5,893,497	5,773,833	5,893,497
Golf	-	-	2,077,833	1,460,747	2,077,833	1,460,747
Storm water utility	-	-	1,490,711	1,774,308	1,490,711	1,774,308
<b>Total expenses</b>	<u>48,674,896</u>	<u>38,517,493</u>	<u>9,342,377</u>	<u>9,128,552</u>	<u>58,017,273</u>	<u>47,646,045</u>
Change in net assets before transfers	1,378,643	6,117,927	126,440	189,755	1,505,083	6,307,682
Transfers	<u>-</u>	<u>(38,450)</u>	<u>-</u>	<u>38,450</u>	<u>-</u>	<u>-</u>
Change in net position	1,378,643	6,079,477	126,440	228,205	1,505,083	6,307,682
Net position at beginning of year	<u>48,437,179</u>	<u>42,357,702</u>	<u>44,275,205</u>	<u>44,047,000</u>	<u>92,712,384</u>	<u>86,404,702</u>
Net position at end of year	<u>\$ 49,815,822</u>	<u>\$ 48,437,179</u>	<u>\$ 44,401,645</u>	<u>\$ 44,275,205</u>	<u>\$ 94,217,467</u>	<u>\$ 92,712,384</u>

*Governmental Activities*

The information in Table 2 indicates that expenses of the governmental activities increased \$10,157,403 or 26.37%. This increase is primarily the result of an increase in pension expense. This increase was the result of an increase in expenses incurred at the pension system level for Ohio Public Employees Retirement System (OPERS) and the Ohio Police and Fire (OP&F) Pension Fund due to a decrease in net investment income on investments compared to previous years.

Security of persons and property expenses accounted for \$23,242,162, or 47.75%, general government expenses accounted for \$11,154,332 or 22.92%, and transportation expenses accounted for \$9,326,683 or 19.16% in the governmental activities category.

Some \$32,747,684 in tax revenues was generated for the City in 2023 to support governmental activities. This amount represented 65.43% of total revenues for governmental activities which reached \$50,053,539 in 2023. Other major revenues received by the City included \$3,263,417 in unrestricted grants and entitlements.

Capital grants and contributions increased for 2023 due the general capital improvements fund receiving a County grant for Kent Road and ODOT monies for an intersection improvement project during 2023.

Under general revenues, investment earnings and the change in fair value of investment experienced significant increases during the 2023 as a result of the federal reserve increasing interest rates to combat inflation.

**CITY OF STOW, OHIO**

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

Program revenues to support governmental activities amounted to \$12,435,431 in 2023, which included \$6,163,129 in charges for services, \$4,639,854 in operating grants and contributions and \$1,632,448 in capital grants and contributions.

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

	Total Cost of Services <u>2023</u>	Net Cost of Services <u>2023</u>	Total Cost of Services <u>2022</u>	Net Cost of Services <u>2022</u>
Program Expenses:				
General government	\$ 11,154,332	6,786,716	\$ 8,521,823	\$ 4,292,464
Security of persons and property	23,242,162	21,549,285	17,983,810	15,538,045
Public health	539,049	383,772	497,845	325,037
Leisure time activities	2,384,696	1,607,840	1,816,679	1,092,776
Community and economic development	1,868,965	1,595,542	1,305,115	975,144
Transportation	9,326,683	4,157,301	8,197,263	5,770,138
Interest and fiscal charges	<u>159,009</u>	<u>159,009</u>	<u>194,958</u>	<u>194,958</u>
Total Expenses	<u>\$ 48,674,896</u>	<u>\$ 36,239,465</u>	<u>\$ 38,517,493</u>	<u>\$ 28,188,562</u>

The dependence upon general revenues for governmental activities is apparent, with 74.45% of expenses supported through taxes and other general revenues in 2023 and 73.18% in 2022.

*Business-Type Activities*

Water system program expenses were \$5,773,833 for the year, which were offset by the \$5,153,261 in charges for services generated by the water system through the operation of the City’s water distribution system and contributions, \$190 in other operating revenues and \$5,600 in investment earnings in during 2023.

Golf program expenses were \$2,077,833 for the year, which were primarily offset by \$1,765,103 in charges for services generated by the Fox Den Golf Course through user fees, \$245,455 in other operating revenues and \$727,874 in municipal income taxes in 2023.

Storm water utility program expenses were \$1,490,711 for the year, which were offset by \$1,571,334 in charges for services generated by the storm water system in 2023.

The City experienced an increase in net position of \$126,440 in the area of business-type activities during 2023.

**Financial Analysis of the City’s Funds**

As discussed previously, the City maintains a fund accounting system to ensure and demonstrate compliance with finance-related legal requirements.

*Governmental Funds*

The focus of the City’s governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the City’s financing requirements and its ability to meet them. In particular, unassigned fund balance serves as a useful measure of a City’s net resources available for spending at the end of the year.

## CITY OF STOW, OHIO

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

As of the end of the current year, the City's governmental funds reported combined ending balances of \$26,060,788, a decrease of \$207,537 as compared with the prior year restated fund balances of \$26,268,325. Approximately 25.45% of this total year end amount or \$6,633,257 represents unassigned fund balance, which is available at the City's discretion within certain legal constraints and purpose restrictions. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been 1) committed (\$7,928,911); 2) nonspendable (\$1,881,750); 3) restricted (\$4,067,586); and 4) assigned (\$5,549,284).

The general fund is the City's chief operating fund. The general fund's year-end balance increased by \$400,141 during the current year to reach an ending total of \$13,810,422. The unassigned fund balance of the general fund was \$7,507,768. As a measure of the general fund's liquidity, it is useful to compare both unassigned fund balance and total fund balance to total fund expenditures. The unassigned fund balance represents 26.05% of total general fund expenditures, while total fund balance represents 47.92% of such expenditures.

Income tax revenues increased \$916,484 or 6.14% during 2023. This increase was the result of larger businesses expanding in the area. Investment income and the change in fair value of investment experienced significant increases during the 2023 as a result of the federal reserve increasing interest rates to combat inflation.

The City's two other major governmental funds are the EMS/fire tax levy fund and the general capital improvements fund. The fund balance of the EMS/fire tax levy fund decreased \$49,789 during 2023. This change was primarily the result of personal services related expenditures exceeding property tax and homestead and rollback revenues for 2023. The fund balance of the general capital improvements fund decreased \$943 in 2023 compared to an increase of \$708,778 during 2022. This change was primarily the result of the City having \$8,325,167 in capital outlay related expenditures in 2023 compared to only \$5,320,680 in 2022. In addition, the general capital improvements received a County grant for Kent Road and ODOT monies for an intersection improvement project during 2023 that contributed to funding the increase in capital outlay related expenditures.

Transfers from the general fund included \$1,285,733 to other governmental funds, which occurred principally to supplement the payment of the Ohio Police and Fire Pension obligations.

#### *Proprietary Funds*

The City's proprietary funds provide the same type of information found in the government-wide financial statements for business-type activities, but in more detail. Unrestricted net position for the City's water, golf and storm water utility funds at the end of the year amounted to \$4,915,406. Total assets were \$53,280,526 at year-end. The water fund, golf fund, and the storm water utility fund net position changed (2.03%), 17.83% and 0.81%, respectively, during 2023.

#### *Budgeting Highlights*

The City's budgeting process is prescribed by the Ohio Revised Code. The authority for the City to expend money is derived from its appropriations ordinance which must be approved by City Council each year. The appropriations are limited and restricted by the amounts of anticipated revenues as estimated, in part, by the City and certified by the County Budget Commission in accordance with the Ohio Revised Code. Within the restrictions itemized above, the City has the ability to revise or amend its budget during the course of the year due to actual activity related to either revenue or expenditures.

Regarding revenues and other financing sources, the general fund original and final budget were \$31,009,448 and \$30,891,199, respectively. Actual total revenues and other financing sources of \$30,286,439 were \$723,009 and \$604,760 less than original and final budgeted revenues, respectively. Negative variances in charges for services, fines and forfeitures, and licenses and permits were due to fewer services being provided than what were budgeted. The positive variance in income taxes was due to the City receiving a larger increase in income tax receipts as a result of large businesses expanding in the area than was anticipated.

**CITY OF STOW, OHIO**

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

The City’s original and final budget estimates for expenditures and other financing uses remained the same and were \$38,468,163. Actual expenditures and other financing uses for 2023 of \$31,392,306 were less than the original and final budgeted amounts by \$7,075,857. This positive variance was primarily due to general government actual expenditures being less than budgeted amounts. This was due to additional budgeting for miscellaneous general government expenditures (damages, retirement pay holdings, consulting contributions, public improvement, additional miscellaneous expenses, etc.).

**Capital Assets and Debt Administration**

*Capital Assets*

Due to the implementation of GASB Statement No. 96 (see Note 3.A for detail), the City has reported capital assets for intangible right to use - subscription software at January 1, 2023.

The City’s total net capital assets, for both its governmental and business-type activities amounted to \$110,347,073 (net of accumulated depreciation/amortization) at year end 2023. Capital assets, which include land, intangible assets, buildings and building improvements, vehicles, equipment, furniture and fixtures, infrastructure, intangible right to use – leased equipment and subscription software, and construction in progress, increased by \$3,463,263 during 2023.

**Table 3 - Capital Assets at December 31  
(Net of Depreciation/Amortization)**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	(Restated)		(Restated)		(Restated)	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Land	\$ 11,202,207	\$ 11,202,207	\$ 7,473,919	\$ 7,473,919	\$ 18,676,126	\$ 18,676,126
Intangible assets	15,512	15,512	-	-	15,512	15,512
Construction in progress	3,599,010	1,183,892	471,333	1,049,737	4,070,343	2,233,629
Buildings and improvements	15,759,716	16,240,348	1,927,782	1,995,908	17,687,498	18,236,256
Vehicles	4,537,423	4,241,681	717,970	693,215	5,255,393	4,934,896
Equipment, furniture and fixtures	2,534,536	2,375,154	667,443	499,601	3,201,979	2,874,755
Intangible right to use:						
Leased equipment	-	-	68,511	123,320	68,511	123,320
Subscription software	100,835	54,568	196,335	229,058	297,170	283,626
Infrastructure	<u>27,001,512</u>	<u>25,929,288</u>	<u>34,073,029</u>	<u>33,576,402</u>	<u>61,074,541</u>	<u>59,505,690</u>
Totals	<u>\$ 64,750,751</u>	<u>\$ 61,242,650</u>	<u>\$ 45,596,322</u>	<u>\$ 45,641,160</u>	<u>\$ 110,347,073</u>	<u>\$ 106,883,810</u>

Additional detailed information relating to the City’s capital assets is contained in Note 12 of the notes to the basic financial statements.

*Debt*

At the end of the current fiscal year, the City’s total outstanding general obligation bonded debt for governmental activities amounted to \$5,791,168 (including unamortized premiums and private placement bonds). The City also has governmental activities notes payable and SBITA payable outstanding at year-end in the amount of \$74,271 and \$88,942, respectively. As can be seen from Table 4, the total debt (long-term and short-term) for governmental activities decreased \$1,016,468 or 14.58% during the year.

**CITY OF STOW, OHIO**

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

Debt related to business-type activity for the City amounted to \$6,178,459 at year-end, which consisted of \$294,343 in general obligation bonds (including unamortized premiums), \$2,625,000 in private placement general obligation refunding bonds, \$74,271 in notes payable, \$196,735 in SBITA payable, \$59,592 in leases payable, \$1,728,518 in OPWC loans, \$400,000 in short-term notes and \$800,000 in long-term notes. The City issued \$1,200,000 in golf course notes payable during 2023. Total business-type activity debt for the City decreased \$881,803 or 12.49% of the total business-type activity outstanding debt at the commencement of the year.

At December 31, 2023, the City’s outstanding general obligation bonds were rated “Aa2” by Moody’s Investors Service. State statute limits the total amount of debt a governmental entity may issue. The City’s debt limitation at year-end, per the limits described by state statute, was substantially higher than the City’s existing outstanding debt. In addition to bonded debt, note, SBITA payable and loan debt as itemized in Table 4, the City’s other long-term obligations include compensated absences, the net pension and net OPEB liabilities.

Additional information regarding the City’s long-term obligations can be found in Note 14 of this report. Note 13 provides information on short-term note obligations.

Due to the implementation of GASB Statement No. 96 (see Note 3.A for detail), the City has reported SBITA payable at January 1, 2023.

**Table 4 - Debt Obligations**

	Governmental Activities		Business-type Activities		Total	
	(Restated)		(Restated)		(Restated)	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
General obligation bonds	\$ 3,471,168	\$ 3,776,148	\$ 294,343	\$ 319,791	\$ 3,765,511	\$ 4,095,939
Private placement						
general obligation bonds	2,320,000	2,530,000	2,625,000	2,900,000	4,945,000	5,430,000
Short-term notes payable	-	500,000	400,000	400,000	400,000	900,000
Long-term notes payable	-	-	800,000	1,200,000	800,000	1,200,000
Leases payable	-	-	59,592	118,309	59,592	118,309
SBITA payable	88,942	54,568	196,735	229,058	285,677	283,626
Notes payable	74,271	110,133	74,271	110,133	148,542	220,266
OPWC loans	-	-	1,728,518	1,782,971	1,728,518	1,782,971
Total long-term obligations	<u>\$ 5,954,381</u>	<u>\$ 6,970,849</u>	<u>\$ 6,178,459</u>	<u>\$ 7,060,262</u>	<u>\$ 12,132,840</u>	<u>\$ 14,031,111</u>

**Economic Factors and Next Year’s Budget**

The City is a growing community with a stable and diversified economy. The City’s population is estimated to be 33,957. Trends in the local economy compare favorably with those of the state and nation. The City’s annual average unemployment rate in 2023 decreased to 3.2% compared to 3.6% in 2022. The county, state and national unemployment rates were 3.3%, 3.1%, and 3.5%, respectively as of December 2023.

The City’s budgets were forecast conservatively for 2023 and 2024 based on local, state and national economic conditions and trends. The service needs of the citizens of Stow were taken into account as were the ongoing financial condition of the City and any applicable budgetary constraints.

**Requests for Information**

This financial report is designed to provide a general overview of the City’s finances for City officials, members of the public and others who may have an interest in the City’s financial standing. It also is designed to demonstrate the City’s accountability for the money it receives from all sources, particularly the taxpayers of Stow. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Mr. Kelly Toppin, Director of Finance, Stow City Hall, 3760 Darrow Road, Stow, Ohio 44224.

BASIC  
FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2023**

	<b>Primary Government</b>			<b>Component Unit</b>
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . .	\$ 25,770,810	\$ 5,896,303	\$ 31,667,113	\$ 25,532
Cash in segregated accounts . . . . .	237,612	-	237,612	-
Receivables:				
Property taxes . . . . .	10,766,868	-	10,766,868	-
Income taxes . . . . .	3,528,470	109,474	3,637,944	-
Accounts . . . . .	329,392	980,093	1,309,485	-
Intergovernmental . . . . .	2,511,831	-	2,511,831	-
Accrued interest . . . . .	156,730	-	156,730	-
Notes . . . . .	1,842,000	-	1,842,000	-
Leases . . . . .	4,581,183	-	4,581,183	-
Internal balance . . . . .	(25,833)	25,833	-	-
Materials and supplies inventory . . . . .	639,783	641,245	1,281,028	-
Prepayments . . . . .	1,056,038	13,746	1,069,784	-
Net pension asset . . . . .	89,819	17,510	107,329	-
Capital assets:				
Nondepreciable/amortized capital assets . . . .	14,816,729	7,945,252	22,761,981	-
Depreciable/amortized capital assets, net . . . .	49,934,022	37,651,070	87,585,092	-
Total capital assets, net . . . . .	<u>64,750,751</u>	<u>45,596,322</u>	<u>110,347,073</u>	<u>-</u>
Total assets . . . . .	<u>116,235,454</u>	<u>53,280,526</u>	<u>169,515,980</u>	<u>25,532</u>
<b>Deferred outflows of resources:</b>				
Unamortized deferred charges on debt refunding . .	182,746	73,406	256,152	-
Pension . . . . .	19,453,521	1,408,114	20,861,635	-
OPEB . . . . .	3,151,130	211,383	3,362,513	-
Total deferred outflows of resources . . . . .	<u>22,787,397</u>	<u>1,692,903</u>	<u>24,480,300</u>	<u>-</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	734,932	158,571	893,503	-
Contracts payable . . . . .	348,041	22,540	370,581	-
Accrued wages and benefits payable . . . . .	412,126	45,574	457,700	-
Intergovernmental payable . . . . .	971,231	334,844	1,306,075	-
Accrued interest payable . . . . .	16,151	50,044	66,195	-
Claims payable . . . . .	646,550	-	646,550	-
Notes payable . . . . .	-	400,000	400,000	-
Deposits payable . . . . .	156,190	-	156,190	-
Unearned revenue . . . . .	1,167,504	-	1,167,504	-
Long-term liabilities:				
Due within one year . . . . .	1,974,775	583,569	2,558,344	-
Due in more than one year:				
Net pension liability . . . . .	50,756,288	3,334,515	54,090,803	-
Net OPEB liability . . . . .	2,876,891	69,137	2,946,028	-
Other long-term liabilities . . . . .	9,653,246	5,476,488	15,129,734	-
Total liabilities . . . . .	<u>69,713,925</u>	<u>10,475,282</u>	<u>80,189,207</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . .	10,355,186	-	10,355,186	-
Leases . . . . .	4,470,712	-	4,470,712	-
Pension . . . . .	1,734,718	72,432	1,807,150	-
OPEB . . . . .	2,932,488	24,070	2,956,558	-
Total deferred inflows of resources . . . . .	<u>19,493,104</u>	<u>96,502</u>	<u>19,589,606</u>	<u>-</u>
<b>Net position:</b>				
Net investment in capital assets . . . . .	58,631,075	39,468,729	98,099,804	-
Restricted for:				
Capital projects . . . . .	650,292	-	650,292	-
Transportation projects . . . . .	2,486,175	-	2,486,175	-
Public health programs . . . . .	18,651	-	18,651	-
Leisure time activities . . . . .	26,825	-	26,825	-
Special assessments . . . . .	1,219	-	1,219	-
Municipal court . . . . .	211,845	-	211,845	-
Security programs . . . . .	224,015	-	224,015	-
Pension . . . . .	89,819	17,510	107,329	-
Unrestricted (deficit) . . . . .	<u>(12,524,094)</u>	<u>4,915,406</u>	<u>(7,608,688)</u>	<u>25,532</u>
Total net position . . . . .	<u>\$ 49,815,822</u>	<u>\$ 44,401,645</u>	<u>\$ 94,217,467</u>	<u>\$ 25,532</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

*STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<b>Program Revenues</b>			
	<b>Expenses</b>	<b>Charges for Services and Sales</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Governmental activities:</b>				
General government . . . . .	\$ 11,154,332	\$ 4,150,746	\$ 216,870	\$ -
Security of persons and property . . . . .	23,242,162	1,113,980	419,657	159,240
Public health . . . . .	539,049	92,119	63,158	-
Leisure time activities . . . . .	2,384,696	440,403	72,223	264,230
Community and economic development . . . . .	1,868,965	269,246	4,177	-
Transportation . . . . .	9,326,683	96,635	3,863,769	1,208,978
Interest and fiscal charges . . . . .	159,009	-	-	-
Total governmental activities . . . . .	<u>48,674,896</u>	<u>6,163,129</u>	<u>4,639,854</u>	<u>1,632,448</u>
<b>Business-type activities:</b>				
Water . . . . .	5,773,833	5,153,261	-	-
Golf . . . . .	2,077,833	1,765,103	-	-
Storm Water Utility . . . . .	1,490,711	1,571,334	-	-
Total business-type activities . . . . .	<u>9,342,377</u>	<u>8,489,698</u>	<u>-</u>	<u>-</u>
Total primary government . . . . .	<u>\$ 58,017,273</u>	<u>\$ 14,652,827</u>	<u>\$ 4,639,854</u>	<u>\$ 1,632,448</u>
<b>Component Unit:</b>				
Stow Community Improvement Corporation . . . . .	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**General revenues:**

- Property taxes levied for:
  - General purposes . . . . .
  - Special revenue . . . . .
- Municipal income taxes . . . . .
- Grants and entitlements not restricted to specific programs . . . . .
- Investment earnings . . . . .
- Change in fair value of investments . . . . .
- Miscellaneous . . . . .
- Total general revenues . . . . .
- Change in net position . . . . .
- Net position at beginning of year . . . . .**
- Net position at end of year . . . . .**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**Primary Government**

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

<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>	<b>Component Unit</b>
\$ (6,786,716)	\$ -	\$ (6,786,716)	\$ -
(21,549,285)	-	(21,549,285)	-
(383,772)	-	(383,772)	-
(1,607,840)	-	(1,607,840)	-
(1,595,542)	-	(1,595,542)	-
(4,157,301)	-	(4,157,301)	-
(159,009)	-	(159,009)	-
<u>(36,239,465)</u>	<u>-</u>	<u>(36,239,465)</u>	<u>-</u>
-	(620,572)	(620,572)	-
-	(312,730)	(312,730)	-
-	80,623	80,623	-
-	<u>(852,679)</u>	<u>(852,679)</u>	<u>-</u>
<u>(36,239,465)</u>	<u>(852,679)</u>	<u>(37,092,144)</u>	<u>-</u>
-	-	-	-
5,879,649	-	5,879,649	-
3,178,134	-	3,178,134	-
23,689,901	727,874	24,417,775	-
3,263,417	-	3,263,417	-
726,431	5,600	732,031	-
278,101	-	278,101	-
602,475	245,645	848,120	-
<u>37,618,108</u>	<u>979,119</u>	<u>38,597,227</u>	<u>-</u>
1,378,643	126,440	1,505,083	-
<u>48,437,179</u>	<u>44,275,205</u>	<u>92,712,384</u>	<u>25,532</u>
<u>\$ 49,815,822</u>	<u>\$ 44,401,645</u>	<u>\$ 94,217,467</u>	<u>\$ 25,532</u>

**CITY OF STOW, OHIO**

*BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2023*

	<u>General</u>	<u>EMS/Fire Tax Levy</u>	<u>General Capital Improvements</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets:</b>					
Equity in pooled cash and cash equivalents . . . . .	\$ 12,452,334	\$ 370,578	\$ 7,090,905	\$ 4,251,900	\$ 24,165,717
Cash in segregated accounts. . . . .	171,989	-	-	65,623	237,612
Receivables:					
Property taxes . . . . .	7,406,946	2,581,207	-	778,715	10,766,868
Income taxes. . . . .	2,332,949	-	952,932	242,589	3,528,470
Accounts. . . . .	125,882	-	23,091	180,419	329,392
Intergovernmental . . . . .	1,199,315	198,570	-	1,113,946	2,511,831
Interfund loans. . . . .	300,000	-	-	-	300,000
Accrued interest . . . . .	139,135	-	-	17,595	156,730
Notes. . . . .	-	-	1,842,000	-	1,842,000
Leases . . . . .	2,901,269	-	-	1,679,914	4,581,183
Materials and supplies inventory. . . . .	219,295	29,870	-	390,618	639,783
Prepayments . . . . .	280,086	4,681	-	771,271	1,056,038
Total assets . . . . .	<u>\$ 27,529,200</u>	<u>\$ 3,184,906</u>	<u>\$ 9,908,928</u>	<u>\$ 9,492,590</u>	<u>\$ 50,115,624</u>
<b>Liabilities:</b>					
Accounts payable. . . . .	\$ 471,691	\$ 6,455	\$ 42,425	\$ 214,361	\$ 734,932
Contracts payable. . . . .	-	-	348,041	-	348,041
Accrued wages and benefits payable . . . . .	374,422	34,887	-	2,817	412,126
Interfund loans payable. . . . .	-	-	300,000	-	300,000
Intergovernmental payable . . . . .	704,887	12,930	-	253,414	971,231
Accrued interest payable. . . . .	-	-	3,025	-	3,025
Unearned revenue . . . . .	-	-	-	1,167,504	1,167,504
Deposits payable . . . . .	156,190	-	-	-	156,190
Total liabilities . . . . .	<u>1,707,190</u>	<u>54,272</u>	<u>693,491</u>	<u>1,638,096</u>	<u>4,093,049</u>
<b>Deferred inflows of resources:</b>					
Property taxes levied for the next fiscal year . . . . .	7,194,130	2,507,044	-	654,012	10,355,186
Delinquent property tax revenue not available . . . . .	212,816	74,163	-	19,346	306,325
Accrued interest not available . . . . .	39,117	-	-	-	39,117
Miscellaneous revenue not available. . . . .	74,922	-	-	-	74,922
Notes. . . . .	-	-	1,779,130	-	1,779,130
Leases. . . . .	2,831,517	-	-	1,639,195	4,470,712
Income tax revenue not available . . . . .	700,220	-	286,017	72,812	1,059,049
Intergovernmental nonexchange transactions. . . . .	958,866	198,570	-	719,910	1,877,346
Total deferred inflows of resources . . . . .	<u>12,011,588</u>	<u>2,779,777</u>	<u>2,065,147</u>	<u>3,105,275</u>	<u>19,961,787</u>
<b>Fund balances:</b>					
Nonspendable . . . . .	685,310	34,551	-	1,161,889	1,881,750
Restricted. . . . .	-	316,306	614,017	3,137,263	4,067,586
Committed . . . . .	68,060	-	6,536,273	1,324,578	7,928,911
Assigned . . . . .	5,549,284	-	-	-	5,549,284
Unassigned (deficit) . . . . .	7,507,768	-	-	(874,511)	6,633,257
Total fund balances . . . . .	<u>13,810,422</u>	<u>350,857</u>	<u>7,150,290</u>	<u>4,749,219</u>	<u>26,060,788</u>
Total liabilities, deferred inflows of resources and fund balances. . . . .	<u>\$ 27,529,200</u>	<u>\$ 3,184,906</u>	<u>\$ 9,908,928</u>	<u>\$ 9,492,590</u>	<u>\$ 50,115,624</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

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

<b>Total governmental fund balances</b>		\$ 26,060,788
<i>Amounts reported for governmental activities on the statement of net position are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		64,750,751
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred inflows in the funds.		
Income taxes receivable	\$ 1,059,049	
Real and other taxes receivable	306,325	
Accounts receivable	74,922	
Intergovernmental receivable	1,877,346	
Notes receivable	1,779,130	
Accrued interest receivable	39,117	
<b>Total</b>	<b>5,135,889</b>	5,135,889
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	(5,673,640)	
SBITA payable	(88,942)	
General obligation bonds payable	(5,791,168)	
Notes payable	(74,271)	
<b>Total</b>	<b>(11,628,021)</b>	(11,628,021)
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.		(13,126)
Unamortized deferred amounts on refundings are not recognized in the governmental funds.		182,746
The net pension asset and net pension liability are not available to pay for current period expenditures and are not due and payable in the current period, respectively; therefore, the asset, liability and related deferred inflows/outflows are not reported in governmental funds.		
Net pension asset	89,819	
Deferred outflows of resources	19,453,521	
Net pension liability	(50,756,288)	
Deferred inflows of resources	(1,734,718)	
<b>Total</b>	<b>(32,947,666)</b>	(32,947,666)
The net OPEB liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds.		
Deferred outflows of resources	3,151,130	
Net OPEB liability	(2,876,891)	
Deferred inflows of resources	(2,932,488)	
<b>Total</b>	<b>(2,658,249)</b>	(2,658,249)
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		958,543
An internal balance is recorded in governmental activities to reflect underpayments to the internal service funds by the business-type activities.		(25,833)
<b>Net position of governmental activities</b>		<b>\$ 49,815,822</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

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

	<b>General</b>	<b>EMS/Fire Tax Levy</b>	<b>General Capital Improvements</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>					
Property and other local taxes . . . . .	\$ 5,871,391	\$ 2,046,091	\$ -	\$ 1,128,415	\$ 9,045,897
Income taxes . . . . .	15,838,899	-	6,481,162	1,647,017	23,967,078
Special assessments . . . . .	11,295	-	-	38,890	50,185
Charges for services . . . . .	511,745	-	-	1,020,134	1,531,879
Licenses and permits . . . . .	692,279	-	-	11,100	703,379
Fines and forfeitures . . . . .	2,433,760	-	-	940,315	3,374,075
Intergovernmental . . . . .	2,654,393	253,739	1,306,095	4,347,218	8,561,445
Investment income . . . . .	773,698	-	-	78,683	852,381
Rental . . . . .	165,387	-	-	58,871	224,258
Contributions and donations . . . . .	-	-	89,970	58,354	148,324
Change in fair value of investments . . . . .	278,101	-	-	-	278,101
Other . . . . .	602,475	-	208,477	297,210	1,108,162
<b>Total revenues . . . . .</b>	<b>29,833,423</b>	<b>2,299,830</b>	<b>8,085,704</b>	<b>9,626,207</b>	<b>49,845,164</b>
<b>Expenditures:</b>					
Current:					
General government . . . . .	10,333,145	-	-	259,634	10,592,779
Security of persons and property . . . . .	14,163,767	2,343,094	-	3,433,142	19,940,003
Public health . . . . .	468,797	-	-	57,473	526,270
Leisure time activities . . . . .	2,043,443	-	-	271,750	2,315,193
Community and economic development . . . . .	1,670,160	-	-	121,219	1,791,379
Transportation . . . . .	29,909	-	-	2,967,515	2,997,424
Capital outlay . . . . .	71,154	6,525	8,325,167	3,047,067	11,449,913
Debt service:					
Principal retirement . . . . .	36,349	-	231,001	326,386	593,736
Interest and fiscal charges . . . . .	736	-	44,520	105,970	151,226
<b>Total expenditures . . . . .</b>	<b>28,817,460</b>	<b>2,349,619</b>	<b>8,600,688</b>	<b>10,590,156</b>	<b>50,357,923</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	1,015,963	(49,789)	(514,984)	(963,949)	(512,759)
<b>Other financing sources (uses):</b>					
Transfers in . . . . .	640,000	-	238,730	1,381,075	2,259,805
Transfers (out) . . . . .	(1,285,733)	-	-	(974,072)	(2,259,805)
SBITA transaction . . . . .	29,911	-	61,813	-	91,724
Insurance proceeds . . . . .	-	-	213,498	-	213,498
<b>Total other financing sources (uses) . . . . .</b>	<b>(615,822)</b>	<b>-</b>	<b>514,041</b>	<b>407,003</b>	<b>305,222</b>
Net change in fund balances . . . . .	400,141	(49,789)	(943)	(556,946)	(207,537)
<b>Fund balances at beginning of year (restated).</b>	<b>13,410,281</b>	<b>400,646</b>	<b>7,151,233</b>	<b>5,306,165</b>	<b>26,268,325</b>
<b>Fund balances at end of year . . . . .</b>	<b>\$ 13,810,422</b>	<b>\$ 350,857</b>	<b>\$ 7,150,290</b>	<b>\$ 4,749,219</b>	<b>\$ 26,060,788</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, 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** \$ (207,537)

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

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

Capital asset additions	\$ 8,610,102	
Current year depreciation/amortization	(3,886,760)	
Total		4,723,342

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net position. (1,215,241)

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

Delinquent property taxes	11,886	
Intergovernmental	253,139	
Municipal income taxes	(277,177)	
Licenses and permits	74,922	
Other	(88,957)	
Interest	21,064	
Total		(5,123)

Repayment of long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 593,736

In the statement of activities, interest is accrued on outstanding bonds and notes, whereas in governmental funds, interest is expensed when due.

Accrued interest	268	
Unamortized charges	(22,507)	
Bond premium	14,456	
Total		(7,783)

Proceeds of SBITA transactions are recorded as other financing sources in the governmental funds, however, in the statement of activities, they are not reported as revenues as they increase the liabilities on the statement of net position. (91,724)

Some expenses, such as compensated absences, reported in the statement of activities do not require the use of financial resources and therefore are not reported as expenditures in governmental funds. 171,669

Contractually required pension contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 3,493,062

Except for amounts reported as deferred inflows/outflows, changes in the net pension asset/liability are reported as pension expense in the statement of activities. (6,852,415)

Contractually required OPEB contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 62,643

Except for amounts reported as deferred inflows/outflows, changes in the net OPEB liability are reported as pension expense in the statement of activities. 489,936

Internal service funds used by management to charge the cost of insurance, to individual funds are not reported in the expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds is allocated among the governmental activities. 224,078

**Change in net position of governmental activities** \$ 1,378,643

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 5,851,128	\$ 5,851,128	\$ 5,871,391	\$ 20,263
Income taxes . . . . .	13,682,502	13,682,502	15,763,123	2,080,621
Special assessments . . . . .	20,000	20,000	11,295	(8,705)
Charges for services . . . . .	668,500	668,500	509,278	(159,222)
Licenses and permits . . . . .	1,105,000	1,105,000	778,271	(326,729)
Fines and forfeitures . . . . .	3,392,000	3,392,000	2,423,205	(968,795)
Intergovernmental . . . . .	3,722,978	3,604,729	2,624,226	(980,503)
Investment income . . . . .	810,000	810,000	662,334	(147,666)
Rental . . . . .	195,000	195,000	189,695	(5,305)
Contributions and donations . . . . .	10,000	10,000	-	(10,000)
Other . . . . .	521,705	521,705	463,621	(58,084)
<b>Total revenues . . . . .</b>	<u>29,978,813</u>	<u>29,860,564</u>	<u>29,296,439</u>	<u>(564,125)</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	16,343,232	16,343,232	10,731,855	5,611,377
Security of persons and property . . . . .	15,331,382	15,331,382	14,503,068	828,314
Public health . . . . .	477,373	477,373	469,467	7,906
Leisure time activities . . . . .	2,402,132	2,402,132	2,196,236	205,896
Community and economic environment . . . . .	2,024,436	2,024,436	1,764,225	260,211
Transportation . . . . .	105,078	105,078	85,479	19,599
Capital outlay . . . . .	41,244	41,244	41,243	1
<b>Total expenditures . . . . .</b>	<u>36,724,877</u>	<u>36,724,877</u>	<u>29,791,573</u>	<u>6,933,304</u>
Excess of expenditures over revenues . . . . .	<u>(6,746,064)</u>	<u>(6,864,313)</u>	<u>(495,134)</u>	<u>6,369,179</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	1,030,635	1,030,635	640,000	(390,635)
Transfers (out) . . . . .	(1,443,286)	(1,443,286)	(1,300,733)	142,553
Advances in . . . . .	-	-	350,000	350,000
Advances (out) . . . . .	(300,000)	(300,000)	(300,000)	-
<b>Total other financing sources (uses) . . . . .</b>	<u>(712,651)</u>	<u>(712,651)</u>	<u>(610,733)</u>	<u>101,918</u>
Net change in fund balance . . . . .	(7,458,715)	(7,576,964)	(1,105,867)	6,471,097
<b>Unencumbered fund balance at beginning of year . . . . .</b>	10,760,183	10,760,183	10,760,183	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,211,730	1,211,730	1,211,730	-
<b>Unencumbered fund balance at end of year . . . . .</b>	<u>\$ 4,513,198</u>	<u>\$ 4,394,949</u>	<u>\$ 10,866,046</u>	<u>\$ 6,471,097</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ 2,565,296	\$ 2,535,469	\$ 2,046,091	\$ (489,378)
Intergovernmental . . . . .	318,126	314,428	253,739	(60,689)
Total revenues . . . . .	<u>2,883,422</u>	<u>2,849,897</u>	<u>2,299,830</u>	<u>(550,067)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property . . . . .	2,563,130	2,563,130	2,399,555	163,575
Capital outlay. . . . .	7,557	7,557	7,112	445
Total expenditures . . . . .	<u>2,570,687</u>	<u>2,570,687</u>	<u>2,406,667</u>	<u>164,020</u>
Net change in fund balance . . . . .	312,735	279,210	(106,837)	(386,047)
<b>Unencumbered fund balance at beginning of year. .</b>	466,490	466,490	466,490	-
<b>Prior year encumbrances appropriated. . . . .</b>	<u>3,057</u>	<u>3,057</u>	<u>3,057</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . . .</b>	<u>\$ 782,282</u>	<u>\$ 748,757</u>	<u>\$ 362,710</u>	<u>\$ (386,047)</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

*STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
DECEMBER 31, 2023*

	<b>Business-type Activities - Enterprise Funds</b>				<b>Governmental Activities - Internal Service Funds</b>
	<b>Water</b>	<b>Golf</b>	<b>Storm Water Utility</b>	<b>Total</b>	
<b>Assets:</b>					
Current assets:					
Equity in pooled cash and cash equivalents . . . . .	\$ 3,622,425	\$ 912,097	\$ 1,361,781	\$ 5,896,303	\$ 1,605,093
Receivables:					
Income taxes . . . . .	-	109,474	-	109,474	-
Accounts . . . . .	745,829	599	233,665	980,093	-
Interfund loans . . . . .	300,000	-	-	300,000	-
Materials and supplies inventory . . . . .	575,894	65,351	-	641,245	-
Prepayments . . . . .	7,689	5,717	340	13,746	-
Total current assets . . . . .	<u>5,251,837</u>	<u>1,093,238</u>	<u>1,595,786</u>	<u>7,940,861</u>	<u>1,605,093</u>
Noncurrent assets:					
Net pension asset . . . . .	9,875	5,427	2,208	17,510	-
Capital assets:					
Nondepreciable/amortized capital assets . . . . .	567,566	7,112,300	265,386	7,945,252	-
Depreciable/amortized capital assets, net . . . . .	28,742,297	572,877	8,335,896	37,651,070	-
Total capital assets, net . . . . .	<u>29,309,863</u>	<u>7,685,177</u>	<u>8,601,282</u>	<u>45,596,322</u>	<u>-</u>
Total noncurrent assets . . . . .	<u>29,319,738</u>	<u>7,690,604</u>	<u>8,603,490</u>	<u>45,613,832</u>	<u>-</u>
Total assets . . . . .	<u>34,571,575</u>	<u>8,783,842</u>	<u>10,199,276</u>	<u>53,554,693</u>	<u>1,605,093</u>
<b>Deferred outflows of resources:</b>					
Unamortized deferred charges on debt refunding . . . . .	8,519	64,887	-	73,406	-
Pension . . . . .	789,614	441,624	176,876	1,408,114	-
OPEB . . . . .	119,570	65,031	26,782	211,383	-
Total deferred outflows of resources . . . . .	<u>917,703</u>	<u>571,542</u>	<u>203,658</u>	<u>1,692,903</u>	<u>-</u>
<b>Liabilities:</b>					
Current liabilities:					
Accounts payable . . . . .	137,251	20,634	686	158,571	-
Contracts payable . . . . .	-	13,679	8,861	22,540	-
Accrued wages and benefits payable . . . . .	34,078	3,846	7,650	45,574	-
Intergovernmental payable . . . . .	322,517	6,753	5,574	334,844	-
Interfund loans payable . . . . .	-	-	300,000	300,000	-
Accrued interest payable . . . . .	6,781	40,238	3,025	50,044	-
Claims payable . . . . .	-	-	-	-	646,550
Current portion of compensated absences . . . . .	67,871	-	24,365	92,236	-
Current portion of notes payable . . . . .	36,704	400,000	-	436,704	-
Current portion of general obligation bonds . . . . .	25,320	275,000	-	300,320	-
Current portion of OPWC loans . . . . .	66,500	-	-	66,500	-
Current portion of leases payable . . . . .	-	59,592	-	59,592	-
Current portion of SBITA payable . . . . .	28,217	-	-	28,217	-
Total current liabilities . . . . .	<u>725,239</u>	<u>819,742</u>	<u>350,161</u>	<u>1,895,142</u>	<u>646,550</u>
Long-term liabilities:					
Compensated absences . . . . .	114,679	-	74,683	189,362	-
General obligation bonds . . . . .	269,023	2,350,000	-	2,619,023	-
SBITA payable . . . . .	168,518	-	-	168,518	-
OPWC loans . . . . .	1,662,018	-	-	1,662,018	-
Note payable . . . . .	37,567	800,000	-	837,567	-
Net pension liability . . . . .	1,880,472	1,033,472	420,571	3,334,515	-
Net OPEB liability . . . . .	38,989	21,428	8,720	69,137	-
Total long-term liabilities . . . . .	<u>4,171,266</u>	<u>4,204,900</u>	<u>503,974</u>	<u>8,880,140</u>	<u>-</u>
Total liabilities . . . . .	<u>4,896,505</u>	<u>5,024,642</u>	<u>854,135</u>	<u>10,775,282</u>	<u>646,550</u>

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**CITY OF STOW, OHIO**

*STATEMENT OF NET POSITION  
 PROPRIETARY FUNDS - (Continued)  
 DECEMBER 31, 2023*

	<b>Business-type Activities - Enterprise Funds</b>				<b>Governmental Activities - Internal Service Funds</b>
	<b>Water</b>	<b>Golf</b>	<b>Storm Water Utility</b>	<b>Total</b>	
<b>Deferred inflows of resources:</b>					
Pension . . . . .	\$ 66,762	\$ 754	\$ 4,916	\$ 72,432	\$ -
OPEB . . . . .	13,748	7,314	3,008	24,070	-
Total deferred inflows of resources . . . . .	<u>80,510</u>	<u>8,068</u>	<u>7,924</u>	<u>96,502</u>	<u>-</u>
<b>Net position:</b>					
Net investment in capital assets . . . . .	27,024,515	3,851,793	8,592,421	39,468,729	-
Pension. . . . .	9,875	5,427	2,208	17,510	-
Unrestricted. . . . .	3,477,873	465,454	946,246	4,889,573	958,543
Total net position . . . . .	<u>\$ 30,512,263</u>	<u>\$ 4,322,674</u>	<u>\$ 9,540,875</u>	<u>44,375,812</u>	<u>\$ 958,543</u>
Adjustment to reflect the consolidation of the internal service funds activities related to enterprise funds.				<u>25,833</u>	
Net position of business-type activities				<u>\$ 44,401,645</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

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

	<b>Business-type Activities - Enterprise Funds</b>				<b>Governmental Activities - Internal Service Funds</b>
	<b>Water</b>	<b>Golf</b>	<b>Storm Water Utility</b>	<b>Total</b>	
<b>Operating revenues:</b>					
Charges for services . . . . .	\$ 5,141,431	\$ 1,765,103	\$ 1,571,334	\$ 8,477,868	\$ 5,445,357
Tap-in fees. . . . .	11,830	-	-	11,830	-
Other operating revenues . . . . .	190	245,455	-	245,645	61,193
Total operating revenues. . . . .	<u>5,153,451</u>	<u>2,010,558</u>	<u>1,571,334</u>	<u>8,735,343</u>	<u>5,506,550</u>
<b>Operating expenses:</b>					
Personal services . . . . .	1,719,898	873,355	357,127	2,950,380	-
Contract services. . . . .	2,560,178	344,996	369,456	3,274,630	506,065
Materials and supplies. . . . .	894,590	673,350	361,667	1,929,607	-
Claims expense . . . . .	-	-	-	-	4,748,451
Depreciation/amortization. . . . .	597,082	91,052	399,788	1,087,922	-
Total operating expenses. . . . .	<u>5,771,748</u>	<u>1,982,753</u>	<u>1,488,038</u>	<u>9,242,539</u>	<u>5,254,516</u>
Operating income (loss) . . . . .	<u>(618,297)</u>	<u>27,805</u>	<u>83,296</u>	<u>(507,196)</u>	<u>252,034</u>
<b>Nonoperating revenues (expenses):</b>					
Income taxes. . . . .	-	727,874	-	727,874	-
Interest income. . . . .	5,600	-	-	5,600	-
Interest and fiscal charges . . . . .	(16,668)	(91,677)	(6,758)	(115,103)	-
Loss on sale of capital assets . . . . .	(2,845)	(9,846)	-	(12,691)	-
Total nonoperating revenues (expenses) . . . . .	<u>(13,913)</u>	<u>626,351</u>	<u>(6,758)</u>	<u>605,680</u>	<u>-</u>
Change in net position . . . . .	<u>(632,210)</u>	<u>654,156</u>	<u>76,538</u>	<u>98,484</u>	<u>252,034</u>
<b>Net position at beginning of year. . . . .</b>	<u>31,144,473</u>	<u>3,668,518</u>	<u>9,464,337</u>		<u>706,509</u>
<b>Net position at end of year . . . . .</b>	<u>\$ 30,512,263</u>	<u>\$ 4,322,674</u>	<u>\$ 9,540,875</u>		<u>\$ 958,543</u>
Adjustment to reflect the consolidation of internal service funds activities related to enterprise funds.				<u>27,956</u>	
Change in net position of business-type activities.				<u>\$ 126,440</u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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**CITY OF STOW, OHIO**

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

	<b>Business-type Activities - Enterprise Funds</b>				<b>Governmental Activities - Internal Service Funds</b>
	<b>Water</b>	<b>Golf</b>	<b>Storm Water Utility</b>	<b>Total</b>	
<b>Cash flows from operating activities:</b>					
Cash received from customers . . . . .	\$ 5,174,718	\$ 1,765,103	\$ 1,573,289	\$ 8,513,110	\$ 5,445,357
Cash received from tap-in fees . . . . .	11,830	-	-	11,830	-
Cash received from other operations . . . . .	190	245,388	-	245,578	61,193
Cash payments for personal services . . . . .	(1,677,015)	(788,314)	(332,005)	(2,797,334)	-
Cash payments for contract services . . . . .	(2,529,008)	(394,054)	(376,560)	(3,299,622)	(506,065)
Cash payments for materials and supplies . . . . .	(852,017)	(714,521)	(362,173)	(1,928,711)	-
Cash payments for claims . . . . .	-	-	-	-	(4,809,306)
Net cash provided by operating activities . . . . .	<u>128,698</u>	<u>113,602</u>	<u>502,551</u>	<u>744,851</u>	<u>191,179</u>
<b>Cash flows from noncapital financing activities:</b>					
Income taxes . . . . .	-	739,682	-	739,682	-
Cash received from interfund loans . . . . .	350,000	-	300,000	650,000	-
Cash used in interfund loans . . . . .	(300,000)	-	-	(300,000)	-
Cash used in repayment of interfund loans . . . . .	-	-	(350,000)	(350,000)	-
Net cash provided by (used in) noncapital financing activities . . . . .	<u>50,000</u>	<u>739,682</u>	<u>(50,000)</u>	<u>739,682</u>	<u>-</u>
<b>Cash flows from capital and related financing activities:</b>					
Acquisition of capital assets . . . . .	(915,697)	(59,041)	(415,483)	(1,390,221)	-
Principal retirement . . . . .	(147,114)	(1,933,717)	-	(2,080,831)	-
Interest and fiscal charges . . . . .	(11,905)	(66,445)	(5,600)	(83,950)	-
Note issuance . . . . .	-	1,200,000	-	1,200,000	-
Net cash (used in) capital and related financing activities . . . . .	<u>(1,074,716)</u>	<u>(859,203)</u>	<u>(421,083)</u>	<u>(2,355,002)</u>	<u>-</u>
<b>Cash flows from investing activities:</b>					
Interest received . . . . .	5,600	-	-	5,600	-
Net cash provided by investing activities . . . . .	<u>5,600</u>	<u>-</u>	<u>-</u>	<u>5,600</u>	<u>-</u>
Net increase (decrease) in cash and cash equivalents . .	(890,418)	(5,919)	31,468	(864,869)	191,179
<b>Cash and cash equivalents at beginning of year . . . .</b>	<u>4,512,843</u>	<u>918,016</u>	<u>1,330,313</u>	<u>6,761,172</u>	<u>1,413,914</u>
<b>Cash and cash equivalents at end of year . . . . .</b>	<u>\$ 3,622,425</u>	<u>\$ 912,097</u>	<u>\$ 1,361,781</u>	<u>\$ 5,896,303</u>	<u>\$ 1,605,093</u>

-- Continued

**CITY OF STOW, OHIO**

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

	<u>Business-type Activities - Enterprise Funds</u>				<u>Governmental Activities - Internal Service Funds</u>
	<u>Water</u>	<u>Golf</u>	<u>Storm Water Utility</u>	<u>Total</u>	
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>					
Operating income (loss) . . . . .	\$ (618,297)	\$ 27,805	\$ 83,296	\$ (507,196)	\$ 252,034
Adjustments:					
Depreciation/amortization . . . . .	597,082	91,052	399,788	1,087,922	-
Changes in assets and liabilities:					
Materials and supplies inventory . . . . .	(18,018)	(6,476)	-	(24,494)	-
Prepayments . . . . .	(213)	(12)	(76)	(301)	-
Accounts receivable . . . . .	33,287	(67)	1,955	35,175	-
Net pension asset . . . . .	8,540	3,480	1,659	13,679	-
Net OPEB asset . . . . .	211,281	102,187	44,361	357,829	-
Deferred outflows - pension . . . . .	(451,975)	(276,602)	(106,232)	(834,809)	-
Deferred outflows - OPEB . . . . .	(104,545)	(50,218)	(24,741)	(179,504)	-
Accounts payable . . . . .	76,921	(83,795)	(7,610)	(14,484)	-
Accrued wages and benefits . . . . .	(2,788)	1,148	4	(1,636)	-
Intergovernmental payable . . . . .	19,422	1,551	1,231	22,204	-
Compensated absences payable . . . . .	(51,801)	-	2,377	(49,424)	-
Claims payable . . . . .	-	-	-	-	(60,855)
Net pension liability . . . . .	1,271,847	739,108	292,782	2,303,737	-
Net OPEB liability . . . . .	38,989	21,428	8,720	69,137	-
Deferred inflows - pension . . . . .	(676,486)	(358,721)	(151,701)	(1,186,908)	-
Deferred inflows - OPEB . . . . .	(204,548)	(98,266)	(43,262)	(346,076)	-
Net cash provided by operating activities . . . . .	<u>\$ 128,698</u>	<u>\$ 113,602</u>	<u>\$ 502,551</u>	<u>\$ 744,851</u>	<u>\$ 191,179</u>

**Non-Cash Transactions:**

During 2023 and 2022, the Golf fund purchased \$13,679 and \$26,546 of capital assets on account, respectively.  
During 2023 and 2022, the Storm Water Utility fund purchased \$8,861 and \$330,440 of capital assets on account, respectively.

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

*STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2023*

	<u>Custodial</u>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents . . . . .	\$ 214,921
Cash in segregated accounts . . . . .	224,659
Receivables:	
Intergovernmental . . . . .	<u>15,778</u>
Total assets . . . . .	<u>455,358</u>
<b>Liabilities:</b>	
Accounts payable . . . . .	19,843
Intergovernmental payable . . . . .	<u>224,659</u>
Total liabilities . . . . .	<u>244,502</u>
<b>Net position:</b>	
Restricted for individuals, organizations and other governments .	<u>210,856</u>
Total net position . . . . .	<u>\$ 210,856</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**CITY OF STOW, OHIO**

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

	<b>Custodial</b>
<b>Additions:</b>	
From local sources:	
Amounts received as fiscal agent . . . . .	\$ 187,262
Licenses, permits and fees for other governments . . . . .	4,593
Fines and forfeitures for other governments . . . . .	3,295,347
Compensation payments collected for other governments. . . . .	504,494
Other custodial fund collections . . . . .	1,045
Total additions . . . . .	3,992,741
<b>Deductions:</b>	
Distributions as fiscal agent . . . . .	244,199
Licenses, permits and fees distributions to other governments . . . . .	4,890
Fines and forfeitures distributions to other governments . . . . .	3,295,347
Compensation payments distributions to other governments . . . . .	504,494
Total deductions . . . . .	4,048,930
Net change in fiduciary net position . . . . .	(56,189)
<b>Net position beginning of year.</b> . . . . .	<b>267,045</b>
<b>Net position end of year.</b> . . . . .	<b>\$ 210,856</b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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## CITY OF STOW, OHIO

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

#### NOTE 1 - DESCRIPTION OF THE CITY

The City of Stow, Ohio, (the “City”) is a home rule municipal corporation which was established under the laws of the State of Ohio and operates under its own charter. The current charter, which provides for a Mayor/Council form of government, was adopted in 1958 and became effective January 2, 1960. Amendments to the charter have been approved by the electorate in 1965, 1968, 1970, 1972, 1975, 1980, 1985, 1990, 1991, 1997, 1998, 2000, 2002, 2005, 2010, 2015 and 2018.

The City provides various services and consists of many different activities and smaller accounting entities which include police, fire-fighting and EMS forces, street and highway maintenance, building and zoning inspection, comprehensive community planning, various general government services and a water distribution system. The City offers numerous parks and recreation programs and operates a park system, a golf course, three municipal cemeteries and a group of rental lodges available for public or private events.

#### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

##### A. Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards, agencies and commissions that are not legally separate from the City.

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 deficits of, or provide financial support to, the organization; (4) or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or the levying of taxes. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary governments financial statements incomplete or misleading. The City has one discretely presented component unit.

***Stow Community Improvement Corporation (CIC)*** - The Stow Community Improvement Corporation was formed pursuant to Ohio Revised Code Section 1724. The Articles of Incorporation were approved on November 8, 1985. The CIC was designated as a not-for-profit agency of the City for advancing, encouraging and promoting the industrial, economic, commercial, and civic development of Stow and the territory surrounding Stow.

The Board of Trustees consists of nineteen members, which include the Mayor, Director of Planning and Development, Director of Finance, Law Director, City Council President, City Council Finance Committee Chairperson, Stow-Munroe Falls School District Treasurer or Designee, and City Council Chairperson. Trustees also include at least one representative of each of the following categories: private citizens, small business, commerce, industry, civic organizations, and financial institution. Due to the minimum activity currently for the CIC, there are no members acting on the Board of Trustees.

**CITY OF STOW, OHIO**

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

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

The CIC operates independently, but City Council approves the CIC's annual budget. The CIC has the authority to expend its funds as it determines within the approved budget. The City is the primary source of funding for the CIC (in most years, the City provides the CIC's entire funding allocation). If the CIC developed its own funding sources, its independence would increase. No debt would be issued by the CIC without the concurrence of the City. The CIC has no taxing authority. The City does not appoint a majority of the Board of Trustees and the CIC does not provide services entirely or almost entirely to the City. The CIC is a discretely presented component unit of the City.

Financial statements can be obtained from the Director of Finance, Stow Community Improvement Corporation, 3760 Darrow Road, Stow, Ohio 44224. Information relative to the discretely presented component unit is presented in Note 25.

The City participates in the Summit Area Regional Council of Governments. This jointly governed organization is discussed in Note 23 of the basic financial statements.

**B. Basis of Presentation - Fund Accounting**

The City's BFS 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 activities of the internal service funds are eliminated to avoid "doubling up" revenues and expenses. Interfund services provided and used are not eliminated in the process of consolidation. The statements distinguish between those activities of the City that are governmental and those that are considered business-type activities.

The statement of net position presents the financial condition of the governmental and business-type activities of the City at year end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program or department and therefore 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. The internal service funds are presented in a single column on the face of the proprietary fund financial statements. Fiduciary funds are reported by type.

## CITY OF STOW, OHIO

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

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

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the City's proprietary funds are charges for services. Operating expenses for the enterprise funds include personnel and other expenses related to water, golf course and storm water operations and operating expenses for the internal service funds include claims and administrative expenses. All revenues and expenses not meeting these definitions are reported as nonoperating revenues and expenses.

#### C. Fund Accounting

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

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

*General fund* - The general fund is used to account for and report all financial resources not accounted for and reported in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City of Stow and/or the general laws of Ohio.

*EMS/fire tax levy fund* - The EMS/fire tax levy fund is a special revenue fund that accounts for proceeds of levy money that is legally restricted to expenditures to provide EMS and fire protection services.

*General capital improvements fund* - The general capital improvements fund accounts for the portion of municipal income tax designated by Council for the purpose of improving, constructing, maintaining, and purchasing the capital items necessary to enhance the operation of the City.

Other governmental funds of the City are used to account for (a) specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects and (b) financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

***Proprietary Funds*** - Proprietary fund reporting focuses on changes in net position, financial position and cash flows. Proprietary funds are classified as either enterprise or internal service.

*Enterprise funds* - The 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* - This fund accounts for revenues generated from the charges for the treatment and provisions of water to the residents and commercial users of the City.

*Golf fund* - The golf fund accounts for revenues generated and expenses for the Fox Den golf course.

*Storm water utility fund* - The storm water utility fund accounts for the provision of storm drainage runoff service to the residents and commercial users located within the City.

**CITY OF STOW, OHIO**

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

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

*Internal service funds* - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service funds are the Administrative Insurance fund and the Self-Insurance fund which report on the administrative costs and the payments of premiums and claims for healthcare.

*Fiduciary Funds* - Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and custodial funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City's custodial funds account for funds collected and distributed on behalf of the Metro SWAT, compensation payments collected on behalf of other governments, funds held for the Stow seniors commission, funds collected and distributed on behalf of the Summit Metro Crash Response Team, Stow Municipal Court fines and forfeitures collected and distributed to other governments, and building and related permits collected and remitted to the State of Ohio. The City does not have pension trust funds, private-purpose trust fund or investment trust funds.

**D. Measurement Focus**

*Government-Wide Financial Statements* - The government-wide financial statements are prepared using the economic resources measurement focus. All non-fiduciary assets and all liabilities associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position.

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

Like the government-wide statements, the proprietary and fiduciary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net position. In fiduciary funds, a liability to the beneficiaries of the fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

For proprietary funds, 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.

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

**E. Basis of Accounting**

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

CITY OF STOW, OHIO

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

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

**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 (See Note 10). Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 9). 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, local government funds and permissive tax), interest, grants, fees and rentals.

**Deferred Outflows of Resources and Deferred Inflows of Resources** - In addition to assets, the government-wide statement of net position will report a separate section for deferred outflows of resources. Deferred outflows of resources 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. See Notes 16 and 17 for deferred outflows of resources related to net pension liability/asset and net OPEB liability/asset, respectively. In addition, deferred outflows of resources include a deferred charge on debt refunding. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, both the government-wide statement of net position and the governmental fund financial statements report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. Deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2023, but which were levied to finance 2024 operations. These amounts have been recorded as a deferred inflow of resources on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. Unavailable revenue includes, but is not limited to, delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The deferred inflow of resources for leases is related to the lease receivable and is being amortized to lease revenue in a systematic and rational manner over the term of the lease.

See Notes 16 and 17 for deferred inflows of resources related to net pension liability/asset and net OPEB liability/asset, respectively. These deferred inflows of resources are only reported on the government-wide statement of net position.

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

**CITY OF STOW, OHIO**

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

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

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

**F. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget (or the Alternative Tax Budget as permitted by law), the certificate of estimated resources and the annual appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the annual appropriation ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than custodial funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by Council at the personal services and other object level within each department of each fund. For both the personal services and object levels the Finance Director has been authorized to allocate appropriations within any object level which he maintains on his books.

**Estimated Resources** - The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriation ordinance. On or about January 1, the certificate of estimated resources is amended to include unencumbered fund balances at December 31 of the preceding year. The certificate of estimated resources may be further amended during the year if the Finance Director determines and the Budget Commission agrees that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statements reflect the amounts in the original and final amended official certificate of estimated resources issued during 2023.

**Appropriations** - For management, a temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. The Annual Appropriation Ordinance must be passed by April 1 of each year for the period January 1 to December 31. Appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriations at any level of control.

Any revisions that alter the appropriations at the legal level of budgetary control within a fund must first be approved by City Council. Council may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources.

Formal budgetary integration is employed as a management control device during the year for all funds consistent with statutory provisions. Appropriation amounts are as originally adopted, or as amended by City Council throughout the year by supplemental appropriations which either reallocate or increase the original appropriation amounts. During the year, supplemental appropriation measures were legally enacted; however, none of these amendments were significant. The budgetary figures which appear in the statements of budgetary comparisons represent the original and final appropriation amounts, including all amendments and modifications.

**Encumbrances** - As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations at the legal level of budgetary control. On the GAAP basis, encumbrances outstanding at year end are reported as assigned, committed, or restricted fund balances for subsequent-year expenditures for governmental funds.

**CITY OF STOW, OHIO**

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

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

***Lapsing of Appropriations*** - At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding year and is not reappropriated.

**G. Cash, Cash Equivalents and Investments**

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During 2023, investments were limited to the State Treasury Asset Reserve of Ohio (STAR Ohio), negotiable certificates of deposit (CDs), federal agency securities (FNMA, FHLB, FHLMC, FAMC and FFCB), TVA, U.S. Treasury notes, and U.S. Treasury bills.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as non-negotiable certificates of deposit are reported at cost.

During 2023, the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, "Certain External Investment Pools and Pool Participants." The City measures its investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides 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.

Following Ohio statutes, the City has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during 2023 amounted to \$705,367 of which \$423,928 was assigned from other City funds. The general fund also received \$68,331 in interest revenue from lessor lease agreements.

For purposes of the statement of cash flows and for presentation on the statement of net position, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City, are considered to be cash equivalents. Investments with maturities greater than three months at the time of purchase are reported as investments. An analysis of the City's investment account at year end is provided in Note 4.

**H. Interfund Balances**

On fund financial statements, short-term interfund loans are classified as "interfund loans receivable/payable". These amounts are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

**CITY OF STOW, OHIO**

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

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

**I. Inventory**

Materials and supplies inventories are presented at cost on a first-in, first-out basis and are expensed/expensed when used. Materials and supplies inventory consists of expendable supplies held for consumption.

**J. Prepaid Items**

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

On the fund financial statements, reported prepayments are equally offset by a nonspendable fund balance in the governmental funds.

**K. 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. The City was able to estimate the historical cost for the initial reporting of infrastructure by back trending (i.e. estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost of the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received. The City maintains a capitalization threshold of \$5,000. The City's infrastructure consists of bridges, culverts, curbs, storm sewers, streets, irrigation systems, water and sewer lines and infrastructure acquired December 31, 1980 and later. 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 depreciated/amortized except for land, intangible assets, and construction in progress. Improvements are depreciated/amortized 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:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings and improvements	50 years	50 years
Infrastructure	20 to 75 years	20 to 75 years
Equipment, furniture and fixtures	3 to 15 years	3 to 15 years
Vehicles	15 years	15 years
Intangible right to use:		
Leased equipment	-	4 years
Subscription software	3 years	10 years

The City is reporting intangible right to use assets related to leased equipment and subscription software. The intangible assets are being amortized in a systematic and rational manner of the shorter of the lease term or the useful life of the underlying asset.

**CITY OF STOW, OHIO**

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

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

**L. Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

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. In proprietary funds, the entire amount of compensated absences is reported as a fund liability. The entire compensated absence liability is reported on the government-wide financial statements.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources based upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid.

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

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

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

**N. Fund Balance**

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

Nonspendable - The nonspendable fund balance classification includes amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash.

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

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

**CITY OF STOW, OHIO**

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

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

*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. These amounts are assigned by City Council. In the general fund, assigned amounts represent intended uses established by City Council or ordinance or by State statute. State statute authorizes the Director of Finance to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

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

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

**O. Budget Stabilization Reserve**

The City has established a budget stabilization reserve in accordance with authority established by State law. Additions to the budget stabilization reserve can only be made by formal ordinance of Council. Expenditures out of the budget stabilization reserve can be made to offset future budget deficits or expenditures as approved by Council. At December 31, 2023, the balance in the budget stabilization reserve was \$1,000,000. This amount is included in unassigned fund balance of the general fund and in unrestricted net position on the statement of net position.

**P. Net Position**

Net position represents the difference between assets plus deferred outflows of resources less liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on the use of resources either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**Q. Unamortized Premiums/Accounting Gain or Loss**

Bond and note premiums are amortized over the term of the bonds and notes using the straight-line method. Premiums are presented as an addition to the face amount of the bonds and notes.

For advance refunding resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as a deferred outflow of resources.

On the governmental fund financial statements, issuance costs, premiums, discounts, and deferred charges from refunding are recognized in the current period.

**CITY OF STOW, OHIO**

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

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

**R. 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 for water, golf course, storm water utility and self-insurance programs. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the funds. All revenues and expenses not meeting these definitions are reported as non-operating.

**S. Contributions of Capital**

Capital contributions in governmental activities arise from outside contributions of capital assets, from grants, or from outside contributions of resources restricted to capital acquisition and construction.

Capital contributions in the business-type activities arise from contributions from governmental activities, from outside contributions of capital assets, from grants, or from outside contributions of resources restricted to capital acquisition and construction.

During 2023, governmental activities and business-type activities did not receive any capital contributions.

**T. Interfund Activity**

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

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

**U. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. Neither item occurred during 2023.

**V. Estimates**

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

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

For purposes of measuring the net pension/OPEB liability, net pension asset, net OPEB 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.

**CITY OF STOW, OHIO**

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

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

**X. Fair Value Measurements**

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

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**A. Change in Accounting Principles**

For 2023, the City has implemented GASB Statement No. 94, “Public-Private and Public-Public Partnerships and Availability Payment Arrangements”, GASB Statement No. 96, “Subscription Based Information Technology Arrangements”, certain questions and answers of GASB Implementation Guide 2021-1 and certain paragraphs of GASB Statement No. 99, “Omnibus 2022”.

GASB Statement No. 94 is to improve financial reporting by addressing issues related to public-private and public partnership arrangements (PPPs). As used in this Statement, a PPP is an arrangement in which a government (the transferor) contracts with an operator (a governmental or nongovernmental entity) to provide public services by conveying control of the right to operate or use a nonfinancial asset, such as infrastructure or other capital asset (the underlying PPP asset), for a period of time in an exchange or exchange-like transaction. The implementation of GASB Statement No. 94 did not have an effect on the financial statements of the City.

GASB Statement No. 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, Leases, as amended.

These changes were incorporated in the City’s 2023 financial statements. The City recognized \$54,568 in governmental activities and \$229,058 in business-type activities in subscriptions payable at January 1, 2023; however, this entire amount was offset by the intangible asset, right-to-use subscription assets.

GASB Implementation Guide 2021-1 provides clarification on issues related to previously established GASB guidance. The implementation of GASB Implementation Guide 2021-1 did not have an effect on the financial statements of the City.

GASB Statement No. 99 is to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing (1) practice issues that have been identified during implementation and application of certain GASB Statements and (2) accounting and financial reporting for financial guarantees. The implementation of GASB Statement No. 99 did not have an effect on the financial statements of the City.

**B. Restatement of Fund Balances**

The governmental fund balances at January 1, 2023 have been restated to properly account for the deferred inflows of resources relating to the promissory note receivable. The restatement had the following effect on fund balances. This adjustment had no effect on the City’s net position at January 1, 2023.

**CITY OF STOW, OHIO**

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

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

	<u>General</u>	<u>EMS/Fire Tax Levy</u>	<u>General Capital Improvements</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Fund balance as previously reported	\$ 13,410,281	\$ 400,646	\$ 9,019,320	\$ 5,306,165	\$ 28,136,412
Deferred inflows of resources adjustment	-	-	(1,868,087)	-	(1,868,087)
Restated fund balance, at January 1, 2023	<u>\$ 13,410,281</u>	<u>\$ 400,646</u>	<u>\$ 7,151,233</u>	<u>\$ 5,306,165</u>	<u>\$ 26,268,325</u>

**B. Deficit Fund Balances**

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

<u>Nonmajor governmental funds</u>	<u>Deficit</u>
Police Pension	\$ 62,438
Fire Pension	62,718

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

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
2. Written repurchase agreements in the securities listed above provided that the fair value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

**CITY OF STOW, OHIO**

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

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

4. Bonds and other obligations of the State of Ohio; and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in items (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
7. The State Treasurer's investment pool, the State Treasury Asset Reserve of Ohio (STAR Ohio);
8. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days and two hundred seventy days, respectively, from the purchase date in an amount not to exceed forty percent of the City's interim monies available for investment at any one time; and,
9. Under limited circumstances, corporate notes rated in either the two highest classifications by at least two national recognized rating agencies.

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

1. Bonds of the State of Ohio; and with certain limitations including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivisions of the State of Ohio, if training requirements have been met;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this State, as to which there is no default of principal, interest or coupons; and,
3. Obligations of the City.

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

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

**A. Cash in Segregated Accounts**

*Cash in Segregated Accounts:* At year end, the City had \$462,271 deposited with a financial institution for monies related to the Stow Municipal Court. As of December 31, 2023, the bank balance held in segregated accounts was \$520,734, of which \$250,000 was covered by the FDIC and \$270,734 was covered by the Ohio Pooled Collateral System (OPCS). These amounts are not included in the City's depository balance below.

**CITY OF STOW, OHIO**

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

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

**B. Deposits with Financial Institutions**

At December 31, 2023, the carrying amount of all City deposits was \$10,835,256. The bank balance of all City deposits was \$11,562,762. Of the bank balance, \$250,000 was covered by the FDIC and \$8,448,414 was covered by the OPCS and \$2,864,348 was exposed to custodial credit risk because this amount was uninsured and uncollateralized.

Custodial credit risk is the risk that, in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or protected by (1) eligible securities pledged to the City's and deposited with a qualified trustee by the financial institution as security for repayment whose fair value at all times shall be at least 105 percent of the deposits being secured, or (2) participation in the OPCS, a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total fair value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. For 2023, the City's financial institutions were approved for a reduced collateral rate of 73.07 percent through the OPCS. Although all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

**C. Investments**

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

Measurement/ <u>Investment Type</u>	<u>Investment Maturities</u>					
	<u>Measurement Amount</u>	<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>	<u>19 to 24 months</u>	<u>Greater than 24 months</u>
<i>Fair value:</i>						
FNMA	\$ 243,729	\$ -	\$ 243,729	\$ -	\$ -	\$ -
FHLB	1,550,618	222,169	-	-	234,373	1,094,076
FHLMC	700,452	-	-	-	700,452	-
FFCB	3,180,331	373,990	293,519	1,167,779	-	1,345,043
FAMC	401,419	-	-	144,765	-	256,654
TVA	237,300	-	-	237,300	-	-
U.S. Treasury notes	5,201,655	419,336	488,105	-	718,594	3,575,620
Negotiable CDs	2,286,269	1,472,645	-	-	-	813,624
U.S. Treasury bills	174,371	174,371	-	-	-	-
<i>Amortized cost:</i>						
STAR Ohio	<u>7,070,634</u>	<u>7,070,634</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 21,046,778</u>	<u>\$ 9,733,145</u>	<u>\$ 1,025,353</u>	<u>\$ 1,549,844</u>	<u>\$ 1,653,419</u>	<u>\$ 7,085,017</u>

The weighted average maturity of investments is 1.46 years.

The City's investments in federal agency securities (FNMA, FHLB, FHLMC, FAMC and FFCB), TVA, U.S. Treasury notes, U.S. Treasury bills and negotiable CDs are valued using quoted prices in markets that are not considered to be active, dealer quotations or alternative pricing sources for similar assets or liabilities for which all significant inputs are observable, either directly or indirectly (Level 2 inputs).

**CITY OF STOW, OHIO**

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

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

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

*Custodial Credit Risk:* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investment or collateral securities that are in the possession of an outside party. The City has no investment policy dealing with investment custodial risk beyond the requirement in Ohio law that prohibits payments for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

*Credit Risk:* STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City's investments in federal agency securities (FNMA, FHLB, FHLMC, FAMC and FFCB), TVA, U.S. Treasury notes and U.S. Treasury bills were rated AA+ and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Negotiable certificates of deposit and U.S. government money market mutual funds are not rated. The City's investment policy does not specifically address credit risk beyond requiring the City to only invest in securities authorized by State statute.

*Concentration of Credit Risk:* The City's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities.

The following table includes the percentage of each investment type held by the City at December 31, 2023:

<u>Measurement/ Investment Type</u>	<u>Measurement Amount</u>	<u>% of Total</u>
<i>Fair value:</i>		
FNMA	\$ 243,729	1.16
FHLB	1,550,618	7.37
FHLMC	700,452	3.33
FFCB	3,180,331	15.11
FAMC	401,419	1.91
TVA	237,300	1.13
U.S. Treasury notes	5,201,655	24.71
Negotiable CDs	2,286,269	10.86
U.S. Treasury bills	174,371	0.83
<i>Amortized cost:</i>		
STAR Ohio	<u>7,070,634</u>	<u>33.59</u>
Total	<u>\$ 21,046,778</u>	<u>100.00</u>

**CITY OF STOW, OHIO**

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

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

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

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net position as of December 31, 2023:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 10,835,256
Cash in segregated accounts	462,271
Investments	<u>21,046,778</u>
Total	<u>\$ 32,344,305</u>

<u>Equity in pooled cash, investments, and cash in segregated accounts per statement of net position</u>	
Governmental activities	\$ 26,008,422
Business type activities	5,896,303
Custodial funds	<u>439,580</u>
Total	<u>\$ 32,344,305</u>

**NOTE 5 - INTERFUND TRANSACTIONS**

A. Short-term loans to/from other funds at December 31, 2023, consist of the following interfund loan receivable/payable:

<u>Payable fund</u>	<u>Receivable fund</u>	<u>Amount</u>
Storm water utility	Water	\$ 300,000
General capital improvements	General	<u>300,000</u>
		<u>\$ 600,000</u>

The interfund loan is a City of Stow Storm Water Improvement Note, Series 2023, which represents an amount borrowed from another City fund. The note was issued on September 1, 2023 and matures August 30, 2024, at an interest rate of 3.00%. The note was issued in order to finance storm water system improvements.

The interfund loan is a City of General Capital Improvements Note, Series 2023, which represents an amount borrowed from another City fund. The note was issued on September 1, 2023 and matures August 30, 2024, at an interest rate of 3.00%. The note was issued in order to finance general capital improvements.

Interfund balances between governmental funds and business-type activities are eliminated on the government-wide financial statements.

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

<u>Transfers To</u>	<u>Transfers From</u>		<u>Total Transfers In</u>
	<u>General</u>	<u>Nonmajor Governmental</u>	
General	\$ -	\$ 640,000	\$ 640,000
General capital improvements	-	238,730	238,730
Nonmajor governmental	<u>1,285,733</u>	<u>95,342</u>	<u>1,381,075</u>
Total Transfers Out	<u>\$ 1,285,733</u>	<u>\$ 974,072</u>	<u>\$ 2,259,805</u>

**CITY OF STOW, OHIO**

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

**NOTE 5 - INTERFUND TRANSACTIONS - (Continued)**

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

Transfers between governmental funds are eliminated on the government-wide financial statements.

**NOTE 6 - RECEIVABLES**

Receivables at December 31, 2023, consisted primarily of taxes, accounts (billings for user charged services, rents and royalties), accrued interest, notes, leases, and intergovernmental receivables arising from grants, entitlements and shared revenues. All receivables are deemed collectible in full. All receivables, other than note and leases, are expected to be collected within the subsequent year. The note and leases receivable will be collected over the duration of the agreements.

**NOTE 7 - NOTES RECEIVABLE**

On March 24, 2022, Envirosience, Inc. entered into a promissory note with the City for \$2,046,000 to purchase the Parks and Urban Forestry facility the company was previously leasing from the City. The promissory note bears no interest and has a final maturity of December 31, 2043. At December 31, 2023, the amount owed to the City was \$1,842,000.

The following is a schedule of future payments under the promissory note agreement:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 68,000	\$ -	\$ 68,000
2025	68,000	-	68,000
2026	68,000	-	68,000
2027	68,000	-	68,000
2028	80,000	-	80,000
2029 - 2033	400,000	-	400,000
2034 - 2038	480,000	-	480,000
2039 - 2043	<u>610,000</u>	<u>-</u>	<u>610,000</u>
Total	<u>\$ 1,842,000</u>	<u>\$ -</u>	<u>\$ 1,842,000</u>

**NOTE 8 - LEASES RECEIVABLE**

The City is reporting leases receivable of \$2,901,269 and \$1,679,914 in the general fund and the communications tower fund (a nonmajor governmental fund), respectively. For 2023, the City recognized lease revenue of \$119,525, which is reported in rental income, and interest revenue of \$109,261.

**CITY OF STOW, OHIO**

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

**NOTE 8 - LEASES RECEIVABLE - (Continued)**

The City has entered into the following lease agreements as the lessor at varying years and terms as follows:

<u>Lease Type</u>	<u>Commencement Date</u>	<u>Years</u>	<u>Lease End Date</u>	<u>Payment Method</u>
Cell Tower Land Lease - 1797 City Center	2011	35	2046	Annual
Cell Tower Land Lease - 3713 Hudson Dr.	2015	33	2048	Annual
Cell Tower Land Lease - Adell Durbin Park	1998	60	2058	Annual
Cell Tower Land Lease - 5048 Stow Rd. - Sublease	2021	56	2077	Annual
Cell Tower Land Lease - 5052 Stow Rd.	2006	30	2036	Annual
Cell Tower Land Lease - Hudson Dr.	2014	25	2039	Annual
Cell Tower Land Lease - 3864 Holly Tree Trail	2002	25	2027	Annual
Cell Tower Land Lease - 3862 Holly Tree Trail	2007	25	2032	Annual
Cell Tower Land Lease - 3725 Hudson Dr.	2000	80	2080	Annual
Cell Tower Land Lease - 1667 Ritchie Rd.	1998	80	2078	Annual
Cell Tower Land Lease - 3242 Darrow Rd.	1998	30	2028	Annual
Cell Tower Land Lease - 5048 Stow Rd.	1997	80	2077	Annual

The following is a schedule of future lease payments under the lease agreements:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 125,982	\$ 106,486	\$ 232,468
2025	134,073	103,557	237,630
2026	141,094	100,440	241,534
2027	119,083	97,161	216,244
2028	111,114	94,393	205,507
2029 - 2033	586,958	430,945	1,017,903
2034 - 2038	592,726	363,627	956,353
2039 - 2043	541,095	298,029	839,124
2044 - 2048	507,080	232,052	739,132
2049 - 2053	400,274	182,342	582,616
2054 - 2058	426,010	131,472	557,482
2059 - 2063	196,843	95,157	292,000
2064 - 2068	220,809	71,191	292,000
2069 - 2073	247,692	44,308	292,000
2074 - 2078	216,668	14,532	231,200
2079 - 2083	13,682	318	14,000
Total	<u>\$ 4,581,183</u>	<u>\$ 2,366,010</u>	<u>\$ 6,947,193</u>

**NOTE 9 - PROPERTY TAXES**

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

**CITY OF STOW, OHIO**

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

**NOTE 9 - PROPERTY TAXES - (Continued)**

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year proceeding the tax collection year, the lien date. Public utility tangible personal property is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2023 public utility property taxes became a lien December 31, 2022, are levied after October 1, 2023, and are collected in 2024 with real property taxes. Public utility property taxes are payable on the same dates as real property taxes described previously.

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

The full tax rate for all City operations for the year ended December 31, 2023 was \$9.50 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2023 property tax receipts were based are as follows:

Real Property

Residential/Agricultural	\$ 773,068,770
Commercial/Industrial/Mineral	225,201,110

Public Utility

Real	25,000
Personal	15,815,500
Total Assessed Value	<u>\$ 1,014,110,380</u>

**NOTE 10 - INCOME TAX**

The City levies and collects a municipal income tax of two percent on all income earned within the City as well as on income of residents earned outside of the City. In the latter case, the City allows a credit of 100 percent on the income earned outside of the City and paid to another municipality. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually.

Income tax revenues are distributed among the general fund (60 percent) and the general capital improvement fund and further distribution to other funds, including the street construction fund to be used for existing and future capital projects and/or expansion or for debt service for existing and future capital improvements (40 percent). In accordance with the City's codified ordinances, all income tax revenues are first recorded in the general fund. Subsequently, 40 percent of those revenues, net of collection expenditures, are distributed to the capital improvement fund and other funds mentioned above, unless a lesser amount than 40 percent is approved by City Council. The Finance Director, in order to assure that the general fund operating deficit is minimized, and no greater than an amount to be determined by Council for future years, shall reduce the amount allocated to the general capital improvements fund from the general fund income tax receipts (40 percent) per City of Stow Section 195.02, allocation of funds by no more than \$1,500,000 in each calendar year.

**CITY OF STOW, OHIO**

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

**NOTE 11 - TAX ABATEMENTS**

**Community Reinvestment Area**

The City provides tax abatements through the Stow Community Reinvestment Area (CRA). This program relates to the abatement of property taxes.

Under the authority of Ohio Revised Code (ORC) Section 3735.67 and City of Stow Ordinances No. 1996-215 and 2002-32, the CRA program is an economic development tool administered by municipal and county governments that provides real property tax exemptions for property owners who renovate existing or construct new buildings. CRA's are areas of land in which property owners can receive tax incentives for investing in real property improvements. Under the CRA program, local governments petition to the Ohio Development Services Agency (ODSA) for confirmation of a geographical area in which investment in housing is desired. Once an area is confirmed by the ODSA, local governments may offer real property tax exemptions to taxpayers that invest in that area. Property owners in the CRA can receive temporary tax abatements for renovation of existing structures and new construction in these areas. Property owners apply to the local legislative authority for approval to renovate or construct in the CRA. Upon approval and certification of completion, the amount of the abatement is deducted from the individual or entity's property tax bill.

The City has entered into agreements to abate property taxes through this CRA program. The agreements include a "clawback provision" for recapturing abated taxes. During 2023, the City's property tax revenues were reduced by \$277,559 as a result of these agreements.

**NOTE 12 - CAPITAL ASSETS**

Due to the implementation of GASB Statement No. 96 (see Note 3.A for detail), the City has reported capital assets for intangible right to use - subscription software at January 1, 2023. Capital asset activity for the year ended December 31, 2023, was as follows:

	(Restated)			
	Balance			Balance
	<u>12/31/22</u>	<u>Additions</u>	<u>Deductions</u>	<u>12/31/23</u>
<b><u>Governmental activities:</u></b>				
<i>Capital assets, not being depreciated/amortized:</i>				
Land	\$ 11,202,207	\$ -	\$ -	\$ 11,202,207
Intangible assets	15,512	-	-	15,512
Construction in progress	<u>1,183,892</u>	<u>2,415,118</u>	<u>-</u>	<u>3,599,010</u>
Total capital assets, not being depreciated/amortized	<u>12,401,611</u>	<u>2,415,118</u>	<u>-</u>	<u>14,816,729</u>
<i>Capital assets, being depreciated/amortized:</i>				
Buildings and building improvements	30,138,278	188,753	-	30,327,031
Vehicles	10,179,413	742,364	(292,356)	10,629,421
Equipment, furniture and fixtures	9,225,104	824,801	(995,600)	9,054,305
Infrastructure	51,114,872	4,347,342	(2,225,983)	53,236,231
Intangible right to use:				
Subscription software	<u>54,568</u>	<u>91,724</u>	<u>-</u>	<u>146,292</u>
Total capital assets, being depreciated/amortized	<u>100,712,235</u>	<u>6,194,984</u>	<u>(3,513,939)</u>	<u>103,393,280</u>
<i>Less: accumulated depreciation/amortization:</i>				
Buildings and building improvements	(13,897,930)	(669,385)	-	(14,567,315)
Vehicles	(5,937,732)	(415,811)	261,545	(6,091,998)
Equipment, furniture and fixtures	(6,849,950)	(297,113)	627,294	(6,519,769)
Infrastructure	(25,185,584)	(2,458,994)	1,409,859	(26,234,719)
Intangible right to use:				
Subscription software	<u>-</u>	<u>(45,457)</u>	<u>-</u>	<u>(45,457)</u>
Total accumulated depreciation/amortization	<u>(51,871,196)</u>	<u>(3,886,760)</u>	<u>2,298,698</u>	<u>(53,459,258)</u>
Total capital assets, being depreciated/amortized, net	<u>48,841,039</u>	<u>2,308,224</u>	<u>(1,215,241)</u>	<u>49,934,022</u>
Governmental activities capital assets, net	<u>\$ 61,242,650</u>	<u>\$ 4,723,342</u>	<u>\$ (1,215,241)</u>	<u>\$ 64,750,751</u>

**CITY OF STOW, OHIO**

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

**NOTE 12 - CAPITAL ASSETS - (Continued)**

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

General government	\$ 437,174
Security of persons and property	714,267
Public health	10,388
Leisure time activities	44,597
Community and economic development	53,293
Transportation	<u>2,627,041</u>
Total depreciation/amortization expense	<u>\$ 3,886,760</u>

Due to the implementation of GASB Statement No. 96 (see Note 3.A for detail), the City has reported capital assets for intangible right to use - subscription software at January 1, 2023. Capital assets of the business-type activities are as follows:

	(Restated)			
	Balance			Balance
	<u>12/31/22</u>	<u>Additions</u>	<u>Deductions</u>	<u>12/31/23</u>
<b><u>Business-type activities:</u></b>				
<i>Capital assets, not being depreciated/amortized:</i>				
Land	\$ 7,473,919	\$ -	\$ -	\$ 7,473,919
Construction in progress	<u>1,049,737</u>	<u>370,991</u>	<u>(949,395)</u>	<u>471,333</u>
Total capital assets, not being depreciated/amortized	<u>8,523,656</u>	<u>370,991</u>	<u>(949,395)</u>	<u>7,945,252</u>
<i>Capital assets, being depreciated/amortized:</i>				
Buildings and building improvements	3,331,049	-	-	3,331,049
Vehicles	1,307,505	105,449	(47,910)	1,365,044
Equipment, furniture and fixtures	966,107	234,513	(35,205)	1,165,415
Infrastructure	47,267,869	1,294,217	-	48,562,086
Intangible right to use:				
Leased equipment	178,129	-	-	178,129
Subscription software	<u>229,058</u>	<u>-</u>	<u>-</u>	<u>229,058</u>
Total capital assets, being depreciated/amortized	<u>53,279,717</u>	<u>1,634,179</u>	<u>(83,115)</u>	<u>54,830,781</u>
<i>Less: accumulated depreciation/amortization:</i>				
Buildings and building improvements	(1,335,141)	(68,126)	-	(1,403,267)
Vehicles	(614,290)	(80,694)	47,910	(647,074)
Equipment, furniture and fixtures	(466,506)	(53,980)	22,514	(497,972)
Infrastructure	(13,691,467)	(797,590)	-	(14,489,057)
Intangible right to use:				
Leased equipment	(54,809)	(54,809)	-	(109,618)
Subscription software	<u>-</u>	<u>(32,723)</u>	<u>-</u>	<u>(32,723)</u>
Total accumulated depreciation/amortization	<u>(16,162,213)</u>	<u>(1,087,922)</u>	<u>70,424</u>	<u>(17,179,711)</u>
Total capital assets, being depreciated/amortized, net	<u>37,117,504</u>	<u>546,257</u>	<u>(12,691)</u>	<u>37,651,070</u>
Business-type activities capital assets, net	<u>\$ 45,641,160</u>	<u>\$ 917,248</u>	<u>\$ (962,086)</u>	<u>\$ 45,596,322</u>

**CITY OF STOW, OHIO**

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

**NOTE 12 - CAPITAL ASSETS - (Continued)**

Depreciation/amortization expense was charged to business - type activities as follows:

Water	\$ 597,082
Golf	91,052
Storm water utility	<u>399,788</u>
Total depreciation/amortization expense	<u>\$ 1,087,922</u>

**NOTE 13 - SHORT-TERM NOTES PAYABLE**

Changes in the City's short-term note activity for the year ended December 31, 2023, was as follows:

	Balance <u>12/31/2022</u>	<u>Issued</u>	<u>Retired</u>	Balance <u>12/31/2023</u>
<u>Governmental fund notes</u>				
Municipal courthouse construction - 1.60%	\$ 500,000	\$ -	\$ (500,000)	\$ -
Total governmental fund notes	<u>\$ 500,000</u>	<u>\$ -</u>	<u>\$ (500,000)</u>	<u>\$ -</u>
<u>Business-type activities fund notes</u>				
Golf course - 1.60%	\$ 400,000	\$ -	\$ (400,000)	\$ -
Golf course - 4.39%	<u>-</u>	<u>400,000</u>	<u>-</u>	<u>400,000</u>
Total business-type activities notes	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ (400,000)</u>	<u>\$ 400,000</u>

The business-type activities short-term notes outstanding at December 31, 2023 were issued on April 21, 2023 and represent the portion of the 2023 note issue that will be retired when the notes are refinanced on April 20, 2024 (see Note 26 for detail).

All short-term notes were backed by the full faith and credit of the City and mature within one year. The short-term note liability is reflected in the fund which received the proceeds. The short-term notes were issued in anticipation of long-term bond financing and will be refinanced until such funds are issued.

**NOTE 14 - LONG-TERM OBLIGATIONS**

The original issue date, interest rate, original issue amount and date of maturity of each of the City's debt issues follows:

<u>Debt Issue</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>	<u>Date of Maturity</u>
<b>Business-type activities:</b>			
Golf course general obligation refunding bonds, 2020	1.35%	\$ 3,695,000	12/1/2032
Service center general obligation refunding bonds, 2015	2.00%-3.50%	447,320	12/1/2033
<b>Governmental activities:</b>			
Courthouse general obligation refunding bonds, 2020	1.35%	3,105,000	12/1/2034
Fire station general obligation refunding bonds, 2015	2.00%-3.50%	1,760,000	12/1/2033
Service center general obligation refunding bonds, 2015	2.00%-3.50%	4,852,680	12/1/2033

**CITY OF STOW, OHIO**

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

**NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)**

Due to the implementation of GASB Statement No. 96 (see Note 3.A for detail), the City has reported SBITA payable at January 1, 2023. Long-term obligations activity for the year ended December 31, 2023 consist of the following:

	(Restated) Balance			Balance	Amounts
	<u>12/31/2022</u>	<u>Increase</u>	<u>Decrease</u>	<u>12/31/2023</u>	<u>Due in One Year</u>
<b>Governmental activities:</b>					
<u>General obligation bonds:</u>					
Fire station construction refunding, 2015	\$ 1,225,000	\$ -	\$ (95,000)	\$ 1,130,000	\$ 100,000
Add: unamortized premium	31,200	-	(3,820)	27,380	-
Service center construction refunding, 2015	2,433,142	-	(195,524)	2,237,618	194,680
Add: unamortized premium	86,806	-	(10,636)	76,170	-
Total general obligation bonds	<u>3,776,148</u>	<u>-</u>	<u>(304,980)</u>	<u>3,471,168</u>	<u>294,680</u>
<u>Private placement general obligation bonds:</u>					
Municipal court refunding, 2020	2,530,000	-	(210,000)	2,320,000	205,000
<u>Other debt:</u>					
Notes payable (direct borrowing)	110,133	-	(35,862)	74,271	36,704
SBITA payable	54,568	91,724	(57,350)	88,942	58,120
Net pension liability	25,292,946	25,463,342	-	50,756,288	-
Net OPEB liability	3,580,927	354,648	(1,058,684)	2,876,891	-
Compensated absences	5,846,768	1,425,745	(1,598,873)	5,673,640	1,380,271
Total other debt	<u>34,885,342</u>	<u>27,335,459</u>	<u>(2,750,769)</u>	<u>59,470,032</u>	<u>1,475,095</u>
Total governmental activities	<u>\$ 41,191,490</u>	<u>\$ 27,335,459</u>	<u>\$ (3,265,749)</u>	<u>\$ 65,261,200</u>	<u>\$ 1,974,775</u>
<b>Business-type activities:</b>					
<u>General obligation bonds:</u>					
Service center refunding, 2015	\$ 311,858	\$ -	\$ (24,476)	\$ 287,382	\$ 25,320
Add: unamortized premium	7,933	-	(972)	6,961	-
Total general obligation bonds	<u>319,791</u>	<u>-</u>	<u>(25,448)</u>	<u>294,343</u>	<u>25,320</u>
<u>Long-term notes:</u>					
2022 Golf course	1,200,000	-	(1,200,000)	-	-
2023 Golf course	-	800,000	-	800,000	-
Total long-term notes	<u>1,200,000</u>	<u>800,000</u>	<u>(1,200,000)</u>	<u>800,000</u>	<u>-</u>
<u>Private placement general obligation bonds:</u>					
Golf course refunding, 2020	2,900,000	-	(275,000)	2,625,000	275,000
<u>Other debt:</u>					
OPWC loans (direct borrowing)	1,782,971	-	(54,453)	1,728,518	66,500
Net pension liability	1,030,778	2,303,737	-	3,334,515	-
Net OPEB liability	-	69,137	-	69,137	-
Leases payable	118,309	-	(58,717)	59,592	59,592
SBITA payable	229,058	-	(32,323)	196,735	28,217
Notes payable (direct borrowing)	110,133	-	(35,862)	74,271	36,704
Compensated absences	331,022	56,488	(105,912)	281,598	92,236
Total other debt	<u>3,602,271</u>	<u>2,429,362</u>	<u>(287,267)</u>	<u>5,744,366</u>	<u>283,249</u>
Total business-type activities	<u>\$ 8,022,062</u>	<u>\$ 3,229,362</u>	<u>\$ (1,787,715)</u>	<u>\$ 9,463,709</u>	<u>\$ 583,569</u>

## CITY OF STOW, OHIO

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

#### NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)

##### General Obligation Bonds

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities and business-type activities.

On July 16, 2015, the City issued general obligation refunding bonds in the amount of \$9,115,000 to advance refund the outstanding safety center construction general obligation bonds, series 2004 (\$2,035,000), the service center general obligation bonds, series 2008 (\$4,614,624 for the 91.56 percent governmental activities portion; \$425,376 for the 8.44 percent water portion) and the fire station general obligation bonds, series 2008 (\$1,675,000). The reacquisition price exceeded the net carrying amount of the governmental activities and water debt by \$371,861 and \$15,791, respectively. This difference, reported in the accompanying financial statements as a deferred outflow of resources, is being charged to interest expense through maturity on December 31, 2033 for all other refunding bonds, with the exception of the Safety Center refunding bonds which were fully charged to interest expense in previous accounting periods, using the straight-line method. The refunding had a net present value benefit of \$488,681 and gross present value debt service savings of \$382,665. The unamortized deferred charges on the refunding has been included in the net investment in capital assets calculation. The balance of the refunded service center general obligation bonds at December 31, 2023 for governmental activities and the water fund are \$3,076,416 and \$283,584, respectively. The balance of the refunded fire station general obligation bonds at December 31, 2023, is \$1,115,000.

On March 24, 2022, Envirosience, Inc. entered into a promissory note with the City for \$2,046,000 to purchase the Parks and Urban Forestry facility the company was previously leasing from the City. As a result, the City used City funds to repay the remaining balance of the Park's portion of the 2015 safety center construction general obligation bonds in the amount of \$1,020,000.

On October 8, 2020, the City issued general obligation refunding bonds through a private placement in the amount of \$3,105,000 and \$3,695,000 to refund the outstanding municipal courthouse general obligation refunding bonds (\$3,035,000) and golf course general obligation refunding bonds (\$3,615,000) that were issued in 2014. The reacquisition price exceeded the net carrying amount of the old municipal courthouse and golf course debt by \$81,268 and \$88,541, respectively. This difference, reported in the accompanying financial statements as a deferred outflow of resources, is being charged to interest expense through maturity on December 1, 2034, and December 1, 2032, for the municipal courthouse and golf course refunding bonds, respectively, using the straight-line method. The refunding had a cost savings of \$1,079,359. The unamortized deferred charges on the refunding have been included in the net investment in capital assets calculation.

The municipal court and golf course refunding bonds, series 2020 were issued through JP Morgan Chase Bank are considered a private placement. Private placements occur when the City issues a debt security directly to an investor. Private placements have terms negotiated directly with the investor and are not offered for public sale.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. The general obligation bonds and refunding bonds will be repaid from income tax monies allocated into the debt service fund from the capital projects funds. The golf course general obligation refunding bonds will be paid from income tax monies allocated to the golf course fund and the water department portion of the service center general obligation bonds and refunding bonds will be paid with revenues from the water fund.

##### OPWC Loans Payable

During 2015, the City was approved for an Ohio Public Works Commission (OPWC) loan. The Adaline Water Trunk Line Replacement loan agreement was fully disbursed and finalized in 2017 in the amount of \$1,272,147. The OPWC loan has an outstanding balance of \$1,017,717 at December 31, 2023 and will be repaid with operating revenue from the water fund.

During 2019, the City was approved for an OPWC loan, KSU Airport Water Truck Line. This loan was fully disbursed and finalized in 2022 in the amount of \$722,849. The OPWC loan has an outstanding balance of \$710,801 at December 31, 2023 and will be repaid with operating revenue from the water fund.

**CITY OF STOW, OHIO**

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

**NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)**

OPWC loans are direct borrowings that have terms negotiated directly between the City and the OPWC and are not offered for public sale. In the event of default, the OPWC may (1) charge an 8% default interest rate from the date of the default to the date of the payment and charge the City for all costs incurred by the OPWC in curing the default, (2) in accordance with ORC 164.05, direct the county treasurer of the county in which the City is located to pay the amount of the default from funds that would otherwise be appropriated to the City from such county's undivided local government fund pursuant to ORC 5747.51-5747.53, or (3) at its discretion, declare the entire principal amount of loan then remaining unpaid, together with all accrued interest and other charges, become immediately due and payable.

Notes Payable

On July 2, 2020, the City entered into a \$359,520 notes payable agreement with Huntington Public Capital Corporation to finance the purchase of equipment. The notes payable agreement is to be paid in five annual payments and bears an interest rate of 2.35%. Principal and interest payments will be paid from the water fund and the street construction fund (a nonmajor governmental fund).

The note payable agreement is considered a direct borrowing. Direct borrowings have terms negotiated directly between the City and the lender and are not offered for public sale. The agreement states that the City shall appropriate funds for the debt payments, as defined in the agreement, due in each succeeding fiscal year. Failure to appropriate within the allotted time frame is a default under the agreement and cause termination.

Leases Payable

The City has entered into a lease agreement for the right to use equipment. Due to the implementation of GASB Statement No. 87, the City will report an intangible capital asset and corresponding liability for the future scheduled payments under the leases payable.

The City entered into a lease payable agreement during 2021, with South East Golf Car Company to lease seventy-two golf cars for use on the Fox Den golf course. The lease is for a period of four years, commencing on or about April 1, 2021 and ending on March 31, 2025. The lease payments are \$840 per car per year, or \$60,480 per year. The lease payments will be paid from the golf fund.

SBITA Payable

The City has entered into SBITA agreements for the right to use subscription software. Due to the implementation of GASB Statement No. 96, the City will report an intangible capital asset and corresponding liability for the future scheduled payments under the SBITA payable. The payments will be made from the general fund, the general capital improvement fund and the water fund.

Long-Term Notes Payable

The City retired \$1,200,000 in golf course long-term notes on April 21, 2023 that bore an interest rate of 1.60% and matured on April 21, 2023. The City reissued \$800,000 in golf course long-term notes on April 21, 2023 that bear an interest rate of 4.39% and mature on April 20, 2024.

Notes that were refinanced prior to the issuance of the financial statements and have a new maturity beyond the end of the year in which the report is issued have been reported on the statement of net position as a long-term liability. The portion of the 2023 note issue that will be retired on April 20, 2024 (see Note 26 for detail) have been reported as short-term notes payable in Note 13. The notes are backed by the full faith and credit of the City.

Net Pension Liability and Net OPEB Liability:

See Notes 16 and 17 for details on the net pension liability and net OPEB liability, respectively. The net pension and OPEB liabilities will be paid from the general, EMS/fire tax levy, water, golf and storm water utility funds.

Compensated Absences

Compensated absences will be paid from the funds from which the employees' salaries are paid. For the City, compensated absences will be paid from the general, EMS/fire tax levy, water, and storm water utility funds.

**CITY OF STOW, OHIO**

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

**NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)**

Legal Debt Margin

As of December 31, 2023, the City's overall legal debt margin (the ability to issue additional amounts of general obligation debt) was \$100,533,946 and the unvoted legal debt margin was \$49,801,071.

The annual requirements to amortize all long-term debt outstanding as of December 31, 2023 are as follows:

Year Ended	Governmental Activities			Business-Type Activities		
	General Obligation Bonds Payable			General Obligation Bonds Payable		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 294,680	\$ 98,036	\$ 392,716	\$ 25,320	\$ 8,364	\$ 33,684
2025	299,258	91,406	390,664	25,742	7,794	33,536
2026	313,414	84,673	398,087	26,586	7,215	33,801
2027	327,570	76,836	404,406	27,430	6,550	33,980
2028	326,726	67,829	394,555	28,274	5,796	34,070
2029 - 2033	1,805,970	185,246	1,991,216	154,030	15,792	169,822
Total	<u>\$ 3,367,618</u>	<u>\$ 604,026</u>	<u>\$ 3,971,644</u>	<u>\$ 287,382</u>	<u>\$ 51,512</u>	<u>\$ 338,894</u>

Year Ended	Governmental Activities			Business-Type Activities		
	General Obligation Bonds Private Placement			General Obligation Bonds Private Placement		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 205,000	\$ 31,320	\$ 236,320	\$ 275,000	\$ 35,437	\$ 310,437
2025	210,000	28,553	238,553	275,000	31,725	306,725
2026	220,000	25,717	245,717	285,000	28,013	313,013
2027	220,000	22,748	242,748	285,000	24,165	309,165
2028	225,000	19,777	244,777	285,000	20,317	305,317
2029 - 2033	1,045,000	54,000	1,099,000	1,220,000	41,648	1,261,648
2034 - 2035	195,000	2,633	197,633	-	-	-
Total	<u>\$ 2,320,000</u>	<u>\$ 184,748</u>	<u>\$ 2,504,748</u>	<u>\$ 2,625,000</u>	<u>\$ 181,305</u>	<u>\$ 2,806,305</u>

Year Ended	Governmental Activities			Business-Type Activities		
	Notes Payable			Notes Payable		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 36,704	\$ 1,745	\$ 38,449	\$ 36,704	\$ 1,745	\$ 38,449
2025	37,567	883	38,450	37,567	883	38,450
Total	<u>\$ 74,271</u>	<u>\$ 2,628</u>	<u>\$ 76,899</u>	<u>\$ 74,271</u>	<u>\$ 2,628</u>	<u>\$ 76,899</u>

Year Ended	Governmental Activities			Business-Type Activities		
	SBITA Payable			SBITA Payable		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 58,120	\$ 1,958	\$ 60,078	\$ 28,217	\$ 5,076	\$ 33,293
2025	30,822	607	31,429	29,944	4,348	34,292
2026	-	-	-	31,745	3,575	35,320
2027	-	-	-	33,623	2,756	36,379
2028	-	-	-	35,582	1,889	37,471
2029 - 2033	-	-	-	37,624	971	38,595
Total	<u>\$ 88,942</u>	<u>\$ 2,565</u>	<u>\$ 91,507</u>	<u>\$ 196,735</u>	<u>\$ 18,615</u>	<u>\$ 215,350</u>

**CITY OF STOW, OHIO**

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

**NOTE 14 - LONG-TERM OBLIGATIONS - (Continued)**

Year Ended	Business-Type Activities OPWC Loan Payable			Business-Type Activities Leases Payable		
	Principal	Interest	Total	Principal	Interest	Total
2024	\$ 66,500	\$ -	\$ 66,500	\$ 59,592	\$ 888	\$ 60,480
2025	66,499	-	66,499	-	-	-
2026	66,499	-	66,499	-	-	-
2027	66,500	-	66,500	-	-	-
2028	66,500	-	66,500	-	-	-
2029 - 2033	332,500	-	332,500	-	-	-
2034 - 2038	332,499	-	332,499	-	-	-
2039 - 2043	332,499	-	332,499	-	-	-
2044 - 2048	290,095	-	290,095	-	-	-
2049 - 2053	108,427	-	108,427	-	-	-
Total	<u>\$ 1,728,518</u>	<u>\$ -</u>	<u>\$ 1,728,518</u>	<u>\$ 59,592</u>	<u>\$ 888</u>	<u>\$ 60,480</u>

**NOTE 15 - RISK MANAGEMENT**

**A. Liability Insurance**

The City is exposed to various risks of loss related to torts, theft, damage to or destruction of assets, errors and omissions, employee injuries, and natural disasters. The City has a comprehensive property and casualty policy with a deductible of \$2,500 per incident. The City's vehicle liability insurance policy limit is \$1,000,000 with a \$1,000 collision deductible; vehicles with a cost of over \$100,000 have a \$1,000 deductible. All Council members, administrators and employees are covered under a City professional liability policy. The limits of this coverage are \$1,000,000 per occurrence and \$1,000,000 in aggregate. The general liability aggregate is \$2,000,000 with a \$2,000,000 cyber liability coverage. The City also carries a \$10,000,000 umbrella liability extending coverage of the general, automobile and employers/public official's liability. Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a reduction of coverage from the prior year.

**B. Fidelity Bond**

The Finance Director, Assistant Finance Director/Director of Budget and Management and Tax Administrator each have a \$100,000 position bond. All City employees are covered by a \$1,000,000 public employee crime coverage policy, which includes employee dishonesty and faithful performance of duty coverage.

**C. Workers' Compensation**

The City pays the State Workers' Compensation System, an insurance purchasing pool, a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. The City participates in a group retrospective rating plan to help control workers' compensation premium costs.

**CITY OF STOW, OHIO**

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

**NOTE 15 - RISK MANAGEMENT - (Continued)**

**D. Employee Health Insurance**

The City has elected to provide employee medical, prescription and dental benefits through a self-insurance program. The City maintains a self-insurance internal service fund to account for and finance its uninsured risk of loss in this program. This 2023 plan provides a medical plan with an \$900.00 family and \$450.00 single deductible and a dental plan with a \$150.00 family and \$50.00 single deductible. A third party administrator, a subsidiary of Medical Mutual of Ohio (MMO), reviews all medical and dental claims which are then paid by the City. The City has purchased stop-loss coverage in excess of \$200,000 per covered person and for claims in excess of \$5,359,406 in the aggregate from Medical Mutual of Ohio. The City pays into the self-insurance internal service fund \$1,744.81 per month for each employee with family medical coverage and \$575.51 per month for each employee with individual medical coverage. Premiums for dental coverage are \$178.99 monthly for each employee with family coverage and \$59.03 monthly for each employee with individual coverage. All premiums are paid by the fund that pays the salary for the employee. Beginning in 2022, Taylor Oswald became the City’s broker for health insurance.

The claims liability of \$646,550 reported in the self-insurance internal service fund at December 31, 2023 is based on the requirements of GASB Statement No. 10, “Accounting and Financial Reporting for Risk Financing and Related Insurance Services”, which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The claims liability is based on an estimate supplied by the City’s third party administrator. The claims liability is expected to be paid within one year.

A summary of the fund’s claims liability during the past two years is as follows:

	<u>Balance at Beginning of Year</u>	<u>Current Claims</u>	<u>Claims Payment</u>	<u>Balance at End of Year</u>
2023	\$ 707,405	\$ 4,748,451	\$ (4,809,306)	\$ 646,550
2022	729,603	4,789,498	(4,811,696)	707,405

**NOTE 16 - DEFINED BENEFIT PENSION PLANS**

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

***Net Pension Liability/Asset and Net OPEB Liability***

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

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

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

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

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

The remainder of this note includes the pension disclosures. See Note 17 for the OPEB disclosures.

***Plan Description - Ohio Public Employees Retirement System (OPERS)***

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

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

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members in the traditional and combined plans were categorized into three groups with varying provisions of the law applicable to each group.

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups under the traditional and combined plans as per the reduced benefits adopted by SB 343 (see OPERS Annual Comprehensive Financial Report referenced above for additional information, including requirements for reduced and unreduced benefits):

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

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

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount. The amount of a member’s pension benefit vests upon receipt of the initial benefit payment. The options for Public Safety and Law Enforcement permit early retirement under qualifying circumstances as early as age 48 with a reduced benefit.

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

Defined contribution plan benefits are established in the plan documents, which may be amended by the Board. Member-directed plan and combined plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the combined plan consists of the member’s contributions plus or minus the investment gains or losses resulting from the member’s investment selections. Combined plan members wishing to receive benefits must meet the requirements for both the defined benefit and defined contribution plans. Member-directed participants must have attained the age of 55, have money on deposit in the defined contribution plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the member-directed plan consists of the members’ contributions, vested employer contributions and investment gains or losses resulting from the members’ investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20.00% each year. At retirement, members may select one of several distribution options for payment of the vested balance in their individual OPERS accounts. Options include the annuitization of the benefit (which includes joint and survivor options and will continue to be administered by OPERS), partial lump-sum payments (subject to limitations), a rollover of the vested account balance to another financial institution, receipt of entire account balance, net of taxes withheld, or a combination of these options. When members choose to annuitize their defined contribution benefit, the annuitized portion of the benefit is reclassified to a defined benefit.

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

	State and Local	
	Traditional	Combined
<b>2023 Statutory Maximum Contribution Rates</b>		
Employer	14.0 %	14.0 %
Employee *	10.0 %	10.0 %
<b>2023 Actual Contribution Rates</b>		
Employer:		
Pension **	14.0 %	12.0 %
Post-employment Health Care Benefits **	0.0	2.0
Total Employer	14.0 %	14.0 %
Employee	10.0 %	10.0 %

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

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

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

The City’s contractually required contribution for the Traditional Pension Plan, the Combined Plan and Member-Directed Plan was \$1,618,378 for 2023. Of this amount, \$182,374 is reported as intergovernmental payable.

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

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

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

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

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.50% for each of the first 20 years of service credit, 2.00% for each of the next five years of service credit and 1.50% for each year of service credit in excess of 25 years. The maximum pension of 72.00% of the allowable average annual salary is paid after 33 years of service credit (see OP&F Annual Comprehensive Financial Report referenced above for additional information, including requirements for Deferred Retirement Option Plan provisions and reduced and unreduced benefits).

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

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

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

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

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

	Police	Firefighters
<b>2023 Statutory Maximum Contribution Rates</b>		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
<b>2023 Actual Contribution Rates</b>		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50 %	0.50 %
Total Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$2,138,709 for 2023. Of this amount, \$183,817 is reported as intergovernmental payable.

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

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

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

	<u>OPERS - Traditional</u>	<u>OPERS - Combined</u>	<u>OPERS - Member- Directed</u>	<u>OP&amp;F</u>	<u>Total</u>
Proportion of the net pension liability/asset prior measurement date	0.067966%	0.044276%	0.024617%	0.326701%	
Proportion of the net pension liability/asset current measurement date	<u>0.069192%</u>	<u>0.044291%</u>	<u>0.037596%</u>	<u>0.354262%</u>	
Change in proportionate share	<u>0.001226%</u>	<u>0.000015%</u>	<u>0.012979%</u>	<u>0.027561%</u>	
Proportionate share of the net pension liability	\$ 20,439,347	\$ -	\$ -	\$ 33,651,456	\$ 54,090,803
Proportionate share of the net pension asset	-	(104,389)	(2,940)	-	(107,329)
Pension expense	2,928,399	13,384	(285)	4,470,643	7,412,141

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 - Traditional</u>	<u>OPERS - Combined</u>	<u>OPERS - Member- Directed</u>	<u>OP&amp;F</u>	<u>Total</u>
<b>Deferred outflows of resources</b>					
Differences between expected and actual experience	\$ 678,910	\$ 6,418	\$ 8,447	\$ 504,757	\$ 1,198,532
Net difference between projected and actual earnings on pension plan investments	5,825,854	38,042	1,379	4,899,239	10,764,514
Changes of assumptions	215,928	6,909	186	3,035,243	3,258,266
Changes in employer's proportionate percentage/ difference between employer contributions	226,221	-	-	1,657,015	1,883,236
Contributions subsequent to the measurement date	1,565,830	23,186	29,362	2,138,709	3,757,087
Total deferred outflows of resources	<u>\$ 8,512,743</u>	<u>\$ 74,555</u>	<u>\$ 39,374</u>	<u>\$ 12,234,963</u>	<u>\$ 20,861,635</u>

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
<b>Deferred inflows of resources</b>					
Differences between expected and actual experience	\$ -	\$ 14,919	\$ -	\$ 766,677	\$ 781,596
Changes of assumptions	-	-	-	656,194	656,194
Changes in employer's proportionate percentage/ difference between employer contributions	124,245	-	-	245,115	369,360
Total deferred inflows of resources	<u>\$ 124,245</u>	<u>\$ 14,919</u>	<u>\$ -</u>	<u>\$ 1,667,986</u>	<u>\$ 1,807,150</u>

\$3,757,087 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/increase to the net pension liability/asset in the year ending December 31, 2024.

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

	OPERS - Traditional	OPERS - Combined	OPERS - Member- Directed	OP&F	Total
Year Ending December 31:					
2024	\$ 850,759	\$ 1,547	\$ 1,407	\$ 1,019,455	\$ 1,873,168
2025	1,403,165	6,995	1,501	1,983,813	3,395,474
2026	1,714,835	9,712	1,521	2,156,714	3,882,782
2027	2,853,909	16,376	1,732	3,074,072	5,946,089
2028	-	(49)	995	194,214	195,160
Thereafter	-	1,869	2,856	-	4,725
Total	<u>\$ 6,822,668</u>	<u>\$ 36,450</u>	<u>\$ 10,012</u>	<u>\$ 8,428,268</u>	<u>\$ 15,297,398</u>

**Actuarial Assumptions - OPERS**

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

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

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of December 31, 2022, compared to the December 31, 2021 actuarial valuation, are presented below.

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

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

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

During 2022, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio contains the investment assets of 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 a loss of 12.1% for 2022.

The allocation of investment assets within the Defined Benefit portfolio is approved by the Board as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The long-term expected rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected 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.

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Geometric)</u>
Fixed income	22.00 %	2.62 %
Domestic equities	22.00	4.60
Real estate	13.00	3.27
Private equity	15.00	7.53
International equities	21.00	5.51
Risk Parity	2.00	4.37
Other investments	5.00	3.27
Total	<u>100.00 %</u>	

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

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

	<u>1% Decrease</u>	<u>Current Discount Rate</u>	<u>1% Increase</u>
City's proportionate share of the net pension liability (asset):			
Traditional Pension Plan	\$ 30,617,460	\$ 20,439,347	\$ 11,972,984
Combined Plan	(54,478)	(104,389)	(143,946)
Member-Directed Plan	(1,880)	(2,940)	(3,760)

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

*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 retirement plan involve estimates of the value of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Experience study assumptions were performed by OP&F's prior actuary and completed as of December 31, 2016. Changes in demographic and economic actuarial assumptions were made. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth. The changes in assumptions are being amortized over the estimated remaining useful lives of the participants which was 5.81 years at December 31, 2022.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of December 31, 2022, compared to December 31, 2021, are presented below.

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

*Health Mortality*

Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. All rates are projected using the MP-2021 Improvement Scale.

*Disabled Mortality*

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

*Contingent Annuitant Mortality*

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

*Pre-Retirement Mortality*

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

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

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

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

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

Asset Class	Target Allocation	Long Term Expected Real Rate of Return **
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 fixed income	7.00	4.40
Private credit	5.00	5.90
U.S. inflation linked bonds *	15.00	2.00
Midstream energy infrastructure	5.00	5.90
Real assets	8.00	5.90
Gold	5.00	3.60
Private real estate	12.00	5.30
Commodities	2.00	3.60
<b>Total</b>	<b>125.00 %</b>	

Note: assumptions are geometric.

\* levered 2x

\*\* Numbers are 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 certain fixed income asset classes.

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

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

**CITY OF STOW, OHIO**

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

**NOTE 16 - DEFINED BENEFIT PENSION PLANS - (Continued)**

	1% Decrease	Current Discount Rate	1% Increase
City's proportionate share of the net pension liability	\$ 44,392,763	\$ 33,651,456	\$ 24,722,206

**NOTE 17 - DEFINED BENEFIT OPEB PLANS**

***Net OPEB Liability***

See Note 16 for a description of the net OPEB liability.

***Plan Description - Ohio Public Employees Retirement System (OPERS)***

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

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

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

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

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

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

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

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

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

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

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

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

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

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

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

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

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

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

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

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

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

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

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

## CITY OF STOW, OHIO

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

#### NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$15,609 for 2023. Of this amount, \$1,759 is reported as intergovernmental payable.

##### *Plan Description - Ohio Police & Fire Pension Fund (OP&F)*

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

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

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

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

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

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

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

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

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

The City's contractually required contribution to OP&F was \$49,580 for 2023. Of this amount, \$4,261 is reported as intergovernmental payable.

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

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

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

	<u>OPERS</u>	<u>OP&amp;F</u>	<u>Total</u>
Proportion of the net OPEB liability/asset prior measurement date	0.065539%	0.326701%	
Proportion of the net OPEB liability current measurement date	<u>0.067212%</u>	<u>0.354262%</u>	
Change in proportionate share	<u>0.001673%</u>	<u>0.027561%</u>	
Proportionate share of the net OPEB liability	\$ 423,785	\$ 2,522,243	\$ 2,946,028
OPEB expense	(813,804)	227,800	(586,004)

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&amp;F</u>	<u>Total</u>
<b>Deferred outflows of resources</b>			
Differences between expected and actual experience	\$ -	\$ 150,511	\$ 150,511
Net difference between projected and actual earnings on OPEB plan investments	841,652	216,333	1,057,985
Changes of assumptions	413,919	1,256,947	1,670,866
Changes in employer's proportionate percentage/difference between employer contributions	4,001	413,961	417,962
Contributions subsequent to the measurement date	15,609	49,580	65,189
Total deferred outflows of resources	<u>\$ 1,275,181</u>	<u>\$ 2,087,332</u>	<u>\$ 3,362,513</u>

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

	OPERS	OP&F	Total
<b>Deferred inflows of resources</b>			
Differences between expected and actual experience	\$ 105,709	\$ 497,335	\$ 603,044
Changes of assumptions	34,059	2,062,990	2,097,049
Changes in employer's proportionate percentage/difference between employer contributions	13,725	242,740	256,465
Total deferred inflows of resources	<u>\$ 153,493</u>	<u>\$ 2,803,065</u>	<u>\$ 2,956,558</u>

\$65,189 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/increase to 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:

	OPERS	OP&F	Total
Year Ending December 31:			
2024	\$ 131,130	\$ (15,963)	\$ 115,167
2025	305,908	(12,474)	293,434
2026	262,454	(85,696)	176,758
2027	406,587	(28,495)	378,092
2028	-	(179,665)	(179,665)
Thereafter	-	(443,020)	(443,020)
Total	<u>\$ 1,106,079</u>	<u>\$ (765,313)</u>	<u>\$ 340,766</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 health care costs for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2022.

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	
Current measurement date	2.75%
Prior Measurement date	2.75%
Projected Salary Increases, including inflation	
Current measurement date	2.75 to 10.75%
	including wage inflation
Prior Measurement date	2.75 to 10.75%
	including wage inflation
Single Discount Rate:	
Current measurement date	5.22%
Prior Measurement date	6.00%
Investment Rate of Return	
Current measurement date	6.00%
Prior Measurement date	6.00%
Municipal Bond Rate	
Current measurement date	4.05%
Prior Measurement date	1.84%
Health Care Cost Trend Rate	
Current measurement date	5.50% initial, 3.50% ultimate in 2036
Prior Measurement date	5.50% initial, 3.50% ultimate in 2034
Actuarial Cost Method	Individual Entry Age Normal

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

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

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

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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’s portfolio’s target asset allocation as of December 31, 2022, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Geometric)
Fixed Income	34.00 %	2.56 %
Domestic equities	26.00	4.60
Real Estate Investment Trusts (REITs)	7.00	4.70
International equities	25.00	5.51
Risk parity	2.00	4.37
Other investments	6.00	1.84
Total	<u>100.00 %</u>	

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

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

	1% Decrease	Current Discount Rate	1% Increase
City's proportionate share of the net OPEB liability/(asset)	\$ 1,442,370	\$ 423,785	\$ (416,714)

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

Retiree health care valuations use a health care cost trend assumption with changes over several years built into that assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2023 is 5.50%. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is the health care cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50% in the most recent valuation.

	1% Decrease	Current Health Care Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB liability	\$ 397,223	\$ 423,785	\$ 453,681

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

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

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

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

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

Valuation Date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial Cost Method	Entry Age Normal (Level Percent of Payroll)
Investment Rate of Return	
Current measurement date	7.50%
Prior measurement date	7.50%
Projected Salary Increases	3.75% to 10.50%
Payroll Growth	3.25%
Single discount rate:	
Current measurement date	4.27%
Prior measurement date	2.84%
Cost of Living Adjustments	2.20% simple per year

*Health Mortality*

Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. All rates are projected using the MP-2021 Improvement Scale.

*Disabled Mortality*

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

*Contingent Annuitant Mortality*

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

*Pre-Retirement Mortality*

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

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

The long-term expected rate of return on OPEB plan investments was determined using a building-block approach and assumes a time horizon, as defined in OP&F’s Statement of Investment Policy. A forecasted rate of inflation serves as a baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes.

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

<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 fixed income	7.00	4.40
Private credit	5.00	5.90
U.S. inflation linked bonds *	15.00	2.00
Midstream energy infrastructure	5.00	5.90
Real assets	8.00	5.90
Gold	5.00	3.60
Private real estate	12.00	5.30
Commodities	2.00	3.60
<b>Total</b>	<b><u>125.00 %</u></b>	

Note: assumptions are geometric.

\* levered 2x

\*\* Numbers are 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 certain fixed income asset classes.

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

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

	Current		
	<u>1% Decrease</u>	<u>Discount Rate</u>	<u>1% Increase</u>
City's proportionate share of the net OPEB liability	\$ 3,105,905	\$ 2,522,243	\$ 2,029,482

**CITY OF STOW, OHIO**

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

**NOTE 17 - DEFINED BENEFIT OPEB PLANS - (Continued)**

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

**NOTE 18 - COMPENSATED ABSENCES**

Full-time City employees earn and accumulate paid vacation leave for each work hour or paid service hour completed for the City. The maximum base used for accumulation of vacation pay is eighty hours per pay period. Based upon length of service, employees can earn vacation at rates varying from two weeks to six weeks per year. Part-time employees may earn partial vacation credits while seasonal employees are ineligible for vacation benefits. Upon termination from the City, an employee is entitled to compensation at his or her current base rate of pay for all earned, but unused vacation leave to his or her credit at the time of termination, subject to the maximum amount which can be accumulated at any time, provided the 50<sup>th</sup> week of employment had been reached. In the case of death, unused vacation leave is paid in the name of the employee to his or her spouse.

Full-time City employees and certain part-time employees earn sick leave at the rate of .05769 hours for every paid service hour completed for the City. The maximum base used for accumulation of sick pay is 80 hours per pay period. Sick leave to be paid for time away from work due to illness may be accumulated without limit. For employees hired prior to July 1, 1996, an employee or his/her estate is paid upon retirement or death 100 percent of the unused amount accumulated equivalent up to 1,000 hours and 50 percent of unused sick leave up to a maximum hours of an additional 1,000 hours at the current base rate, but only to the extent such benefits have been earned as employees of the City. In the case of retirement or death of an employee hired on or after July 1, 1996, the employee or his/her estate is paid 100 percent of the unused amount accumulated to a maximum of 1,000 hours and is not eligible to receive cash payment of 50 percent of unused sick leave up to a maximum of an additional 1,000 hours. The entitlement award for firefighters is prorated according to their respective work year.

Full-time police officers, communication specialists and firefighters are permitted to accumulate holiday time. Police department employees must use their accumulated holiday time prior to April 1 of the following year and the employees of the fire department by July 1 of the following year.

As of December 31, 2023, the liability for compensated absences was \$5,955,238 for the entire City.

**NOTE 19 - JOINT ECONOMIC DEVELOPMENT ZONE AGREEMENT**

The City of Stow and the City of Akron entered into a Joint Economic Development Zone Agreement (JEDZ Agreement). The revenue sharing agreement was established to facilitate economic development, to create or preserve jobs and employment opportunities, and to improve the economic welfare in the region. The agreement became effective November 6, 2001 and will continue for a period of ninety-nine years, unless modified, supplemented, rescinded, or canceled by mutual agreement.

The JEDZ Agreement establishes three joint economic development zones and details how income tax revenues will be collected and shared within each zone between the City of Stow and the City of Akron. The City made payments of \$436,711, which includes \$91,814 in accounts payable, during 2023 to the City of Akron as a result of this agreement.

**NOTE 20 - BUDGETARY BASIS OF ACCOUNTING**

While 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 and disbursements.

**CITY OF STOW, OHIO**

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

**NOTE 20 - BUDGETARY BASIS OF ACCOUNTING - (Continued)**

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund and the EMS/fire tax levy fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to assigned, committed, or restricted fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);
- (d) Advances-in and advances-out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);
- (e) Investments are reported at fair value (GAAP basis) rather than cost (budget basis); and,
- (f) Some funds are included in the general fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements (as reported in the fund financial statements) to the budgetary basis statements for all governmental funds for which a budgetary basis statement is presented:

**Net Change in Fund Balance**

	General	EMS/Fire Tax Levy
Budget basis	\$ (1,105,867)	\$ (106,837)
Net adjustment for revenue accruals	385,234	-
Net adjustment for expenditure accruals	(377,268)	49,180
Net adjustment for other sources (uses)	(5,089)	-
Funds budgeted elsewhere	19,483	-
Adjustment for encumbrances	1,483,648	7,868
GAAP basis	\$ 400,141	\$ (49,789)

**CITY OF STOW, OHIO**

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

**NOTE 21 - CONTINGENCIES**

**A. Grants**

The City receives significant financial assistance from numerous federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the reporting units included herein or on the overall financial position of the City at December 31, 2023.

**B. Litigation**

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

**NOTE 22 - OTHER COMMITMENTS**

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

<u>Fund</u>	<u>Year-End Encumbrances</u>
General fund	\$ 1,084,508
Fire/EMS levy fund	2,471
General capital improvements fund	1,769,371
Other governmental	<u>863,969</u>
Total	<u>\$ 3,720,319</u>

**NOTE 23 - JOINTLY GOVERNED ORGANIZATION**

Summit Area Regional Council of Governments (COG)

The City joined together with Summit County and the cities of Cuyahoga Falls, Fairlawn, and Tallmadge to organize the Summit Area Regional Council of Governments (COG) pursuant to Chapter 167.01-08 of the Ohio Revised Code and an Intergovernmental Agreement to establish the COG dated February 17, 2022. The COG was organized as a voluntary organization of local political subdivisions in Summit County to foster a cooperative effort to plan for and implement a regional dispatch system for emergency services, including a regional dispatch center. The COG was also organized as a forum for the discussion and study of common emergency service problems of a multiple community nature, and for the development of policy, programs and implementation of such remedies as are appropriate. The COG is governed by a Board of Trustees. Each political subdivision which is a party to the Intergovernmental Agreement shall be a member of the COG and shall have one representative on the COG Board of Trustees. In 2023, the City made \$61,595 in contributions to the COG.

**CITY OF STOW, OHIO**

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

**NOTE 24 - FUND BALANCE**

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

Fund balance	General	Fire/EMS Tax Levy	General Capital Improvements	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable:					
Materials and supplies inventory	\$ 219,295	\$ 29,870	\$ -	\$ 390,618	\$ 639,783
Prepays	280,086	4,681	-	771,271	1,056,038
Unclaimed monies	185,929	-	-	-	185,929
Total nonspendable	<u>685,310</u>	<u>34,551</u>	<u>-</u>	<u>1,161,889</u>	<u>1,881,750</u>
Restricted:					
Police and fire	-	316,306	-	224,015	540,321
Street repair and maintenance	-	-	-	2,591,030	2,591,030
Public health	-	-	-	51,255	51,255
Leisure time activities	-	-	-	26,825	26,825
Special assessments	-	-	-	1,219	1,219
Municipal court	-	-	-	242,919	242,919
Capital outlay	-	-	614,017	-	614,017
Total restricted	<u>-</u>	<u>316,306</u>	<u>614,017</u>	<u>3,137,263</u>	<u>4,067,586</u>
Committed:					
General government	68,060	-	-	394,901	462,961
Police and fire	-	-	-	687,743	687,743
Leisure time activities	-	-	-	81,539	81,539
Community & economic development	-	-	-	133,039	133,039
Debt service	-	-	-	27,356	27,356
Capital outlay	-	-	6,536,273	-	6,536,273
Total committed	<u>68,060</u>	<u>-</u>	<u>6,536,273</u>	<u>1,324,578</u>	<u>7,928,911</u>
Assigned:					
Subsequent year appropriations	4,501,411	-	-	-	4,501,411
General government	379,502	-	-	-	379,502
Police and fire	438,374	-	-	-	438,374
Street repair and maintenance	30,685	-	-	-	30,685
Leisure time activities	133,081	-	-	-	133,081
Community & economic development	66,231	-	-	-	66,231
Total assigned	<u>5,549,284</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,549,284</u>
Unassigned (deficit)	<u>7,507,768</u>	<u>-</u>	<u>-</u>	<u>(874,511)</u>	<u>6,633,257</u>
Total fund balances	<u>\$ 13,810,422</u>	<u>\$ 350,857</u>	<u>\$ 7,150,290</u>	<u>\$ 4,749,219</u>	<u>\$ 26,060,788</u>

**CITY OF STOW, OHIO**

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

**NOTE 25 - STOW COMMUNITY IMPROVEMENT CORPORATION**

The Stow Community Improvement Corporation (“CIC”) was formed pursuant to Ohio Revised Code Section 1724. The Articles of Incorporation were approved on November 8, 1985. The CIC was designated as a not-for-profit agency of the City for advancing, encouraging and promoting the industrial, economic, commercial, and civic development of Stow and the territory surrounding Stow.

The CIC operates independently, but City Council approves the CIC’s annual budget. The CIC has the authority to expend its funds as it determines within the approved budget. The City is the primary source of funding for the CIC (in most years, the City provides the CIC’s entire funding allocation). If the CIC developed its own funding sources, its independence would increase. No debt would be issued by the CIC without the concurrence of the City. The CIC has no taxing authority. The City does not appoint a majority of the Board of Trustees and the CIC does not provide services entirely or almost entirely to the City. The CIC is presented as a discrete component unit of the City. The CIC does not include any other units in its presentation.

**Summary of Significant Accounting Policies**

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

The CIC’s significant accounting policies are described below.

**A. Basis of Accounting**

The financial statements of the CIC are prepared using the accrual basis of accounting.

**B. Federal Income Tax**

The Stow Community Improvement Corporation is exempt from federal income tax under Section 501 (c) (3) of the Internal Revenue Code.

**C. Cash**

All monies received by the CIC are deposited in a demand deposit account.

**D. Net position**

Net position represents the difference between assets and liabilities.

**E. Estimates**

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

**Related Party Transactions and Economic Dependence**

The CIC did not receive any contributions from the City of Stow to support operations of the CIC during 2023.

**CITY OF STOW, OHIO**

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

**NOTE 26 - SIGNIFICANT SUBSEQUENT EVENTS**

The \$1,200,000 golf course real estate acquisition notes issued during 2023 were retired. Additionally, \$800,000 of the golf course real estate acquisition notes were refinanced in various purpose notes issued on April 19, 2024 at an interest rate of 4.75%. The 2024 note issuance will mature on April 18, 2025.

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REQUIRED SUPPLEMENTARY INFORMATION

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST TEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<i>Traditional Plan:</i>				
City's proportion of the net pension liability	0.069192%	0.067966%	0.068779%	0.070647%
City's proportionate share of the net pension liability	\$ 20,439,347	\$ 5,913,317	\$ 10,184,671	\$ 13,963,859
City's covered payroll	\$ 10,787,093	\$ 9,929,107	\$ 9,771,786	\$ 9,974,121
City's proportionate share of the net pension liability as a percentage of its covered payroll	189.48%	59.56%	104.23%	140.00%
Plan fiduciary net position as a percentage of the total pension liability	75.74%	92.62%	86.88%	82.17%
<i>Combined Plan:</i>				
City's proportion of the net pension asset	0.044291%	0.044276%	0.043060%	0.040871%
City's proportionate share of the net pension asset	\$ 104,389	\$ 174,451	\$ 124,300	\$ 85,227
City's covered payroll	\$ 205,514	\$ 201,850	\$ 189,764	\$ 181,943
City's proportionate share of the net pension asset as a percentage of its covered payroll	50.79%	86.43%	65.50%	46.84%
Plan fiduciary net position as a percentage of the total pension asset	137.14%	169.88%	157.67%	145.28%
<i>Member Directed Plan:</i>				
City's proportion of the net pension asset	0.037596%	0.024617%	0.016675%	0.018133%
City's proportionate share of the net pension asset	\$ 2,940	\$ 4,469	\$ 3,040	\$ 685
City's covered payroll	\$ 255,510	\$ 154,340	\$ 100,150	\$ 107,790
City's proportionate share of the net pension asset as a percentage of its covered payroll	1.15%	2.90%	3.04%	0.64%
Plan fiduciary net position as a percentage of the total pension asset	126.74%	171.84%	188.21%	118.84%

Note: information prior to 2016 was not available for the Member Directed Plan. The schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
	0.070831%	0.072159%	0.070631%	0.069249%	0.071445%	0.071445%
\$	19,399,175	\$ 11,320,349	\$ 16,039,100	\$ 11,994,799	\$ 8,617,065	\$ 8,422,435
\$	9,595,021	\$ 9,547,523	\$ 8,862,917	\$ 8,852,583	\$ 8,765,517	\$ 8,455,338
	202.18%	118.57%	180.97%	135.49%	98.31%	99.61%
	74.70%	84.66%	77.25%	81.08%	86.45%	86.36%
	0.041745%	0.048334%	0.047862%	0.065050%	0.076689%	0.076689%
\$	46,680	\$ 65,797	\$ 26,640	\$ 31,655	\$ 29,527	\$ 8,047
\$	178,543	\$ 197,954	\$ 186,308	\$ 266,867	\$ 280,325	\$ 317,638
	26.14%	33.24%	14.30%	11.86%	10.53%	2.53%
	126.64%	137.28%	116.55%	116.90%	114.83%	104.56%
	0.014167%	0.021824%	0.026558%	0.025389%		
\$	323	\$ 762	\$ 111	\$ 97		
\$	80,990	\$ 117,920	\$ 174,147	\$ 178,611		
	0.40%	0.65%	0.06%	0.05%		
	113.42%	124.46%	103.40%	103.91%		

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST TEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
City's proportion of the net pension liability	0.354262%	0.326701%	0.329732%	0.328300%
City's proportionate share of the net pension liability	\$ 33,651,456	\$ 20,410,407	\$ 22,478,140	\$ 22,116,028
City's covered payroll	\$ 9,475,446	\$ 8,197,814	\$ 7,963,336	\$ 7,712,415
City's proportionate share of the net pension liability as a percentage of its covered payroll	355.14%	248.97%	282.27%	286.76%
Plan fiduciary net position as a percentage of the total pension liability	62.90%	75.03%	70.65%	69.89%

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
0.333438%	0.347065%	0.330100%	0.382183%	0.381624%	0.381624%
\$ 27,217,351	\$ 21,300,965	\$ 20,908,225	\$ 24,586,105	\$ 19,769,710	\$ 18,586,281
\$ 7,454,308	\$ 7,467,841	\$ 6,770,775	\$ 7,583,119	\$ 7,136,534	\$ 6,621,189
365.12%	285.24%	308.80%	324.22%	277.02%	280.71%
63.07%	70.91%	68.36%	66.77%	72.20%	73.00%

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST TEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<i>Traditional Plan:</i>				
Contractually required contribution	\$ 1,565,830	\$ 1,510,193	\$ 1,390,075	\$ 1,368,050
Contributions in relation to the contractually required contribution	<u>(1,565,830)</u>	<u>(1,510,193)</u>	<u>(1,390,075)</u>	<u>(1,368,050)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 11,184,500	\$ 10,787,093	\$ 9,929,107	\$ 9,771,786
Contributions as a percentage of covered payroll	14.00%	14.00%	14.00%	14.00%
<i>Combined Plan:</i>				
Contractually required contribution	\$ 23,186	\$ 28,772	\$ 28,259	\$ 26,567
Contributions in relation to the contractually required contribution	<u>(23,186)</u>	<u>(28,772)</u>	<u>(28,259)</u>	<u>(26,567)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 193,217	\$ 205,514	\$ 201,850	\$ 189,764
Contributions as a percentage of covered payroll	12.00%	14.00%	14.00%	14.00%
<i>Member Directed Plan:</i>				
Contractually required contribution	\$ 29,362	\$ 25,551	\$ 15,434	\$ 10,015
Contributions in relation to the contractually required contribution	<u>(29,362)</u>	<u>(25,551)</u>	<u>(15,434)</u>	<u>(10,015)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 293,620	\$ 255,510	\$ 154,340	\$ 100,150
Contributions as a percentage of covered payroll	10.00%	10.00%	10.00%	10.00%

Note: Information prior to 2015 for the City's Member Directed Plan was unavailable. The schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 1,396,377	\$ 1,343,303	\$ 1,241,178	\$ 1,063,550	\$ 1,062,310	\$ 1,051,862
<u>(1,396,377)</u>	<u>(1,343,303)</u>	<u>(1,241,178)</u>	<u>(1,063,550)</u>	<u>(1,062,310)</u>	<u>(1,051,862)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 9,974,121	\$ 9,595,021	\$ 9,547,523	\$ 8,862,917	\$ 8,852,583	\$ 8,765,517
14.00%	14.00%	13.00%	12.00%	12.00%	12.00%
\$ 25,472	\$ 24,996	\$ 25,734	\$ 22,357	\$ 32,024	\$ 33,639
<u>(25,472)</u>	<u>(24,996)</u>	<u>(25,734)</u>	<u>(22,357)</u>	<u>(32,024)</u>	<u>(33,639)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 181,943	\$ 178,543	\$ 197,954	\$ 186,308	\$ 266,867	\$ 280,325
14.00%	14.00%	13.00%	12.00%	12.00%	12.00%
\$ 10,779	\$ 8,099	\$ 11,792	\$ 16,544	\$ 16,968	
<u>(10,779)</u>	<u>(8,099)</u>	<u>(11,792)</u>	<u>(16,544)</u>	<u>(16,968)</u>	
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
\$ 107,790	\$ 80,990	\$ 117,920	\$ 174,147	\$ 178,611	
10.00%	10.00%	10.00%	9.50%	9.50%	

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST TEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<i>Police:</i>				
Contractually required contribution	\$ 808,719	\$ 786,384	\$ 682,469	\$ 671,646
Contributions in relation to the contractually required contribution	<u>(808,719)</u>	<u>(786,384)</u>	<u>(682,469)</u>	<u>(671,646)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,256,416	\$ 4,138,863	\$ 3,591,942	\$ 3,534,979
Contributions as a percentage of covered payroll	19.00%	19.00%	19.00%	19.00%
 <i>Fire:</i>				
Contractually required contribution	\$ 1,329,990	\$ 1,254,097	\$ 1,082,380	\$ 1,040,664
Contributions in relation to the contractually required contribution	<u>(1,329,990)</u>	<u>(1,254,097)</u>	<u>(1,082,380)</u>	<u>(1,040,664)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 5,659,532	\$ 5,336,583	\$ 4,605,872	\$ 4,428,357
Contributions as a percentage of covered payroll	23.50%	23.50%	23.50%	23.50%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 653,581	\$ 638,448	\$ 626,944	\$ 565,437	\$ 627,507	\$ 601,854
<u>(653,581)</u>	<u>(638,448)</u>	<u>(626,944)</u>	<u>(565,437)</u>	<u>(627,507)</u>	<u>(601,854)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,439,900	\$ 3,360,253	\$ 3,299,705	\$ 2,975,984	\$ 3,302,668	\$ 3,167,653
19.00%	19.00%	19.00%	19.00%	19.00%	19.00%
\$ 1,004,041	\$ 962,103	\$ 979,512	\$ 891,776	\$ 1,005,906	\$ 932,687
<u>(1,004,041)</u>	<u>(962,103)</u>	<u>(979,512)</u>	<u>(891,776)</u>	<u>(1,005,906)</u>	<u>(932,687)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,272,515	\$ 4,094,055	\$ 4,168,136	\$ 3,794,791	\$ 4,280,451	\$ 3,968,881
23.50%	23.50%	23.50%	23.50%	23.50%	23.50%

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST SEVEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
City's proportion of the net OPEB liability/asset	0.067212%	0.065539%	0.065971%	0.067711%
City's proportionate share of the net OPEB liability/(asset)	\$ 423,785	\$ (2,052,781)	\$ (1,175,326)	\$ 9,352,648
City's covered payroll	\$ 11,248,117	\$ 10,285,297	\$ 10,061,700	\$ 10,263,854
City's proportionate share of the net OPEB liability/asset as a percentage of its covered payroll	-3.77%	19.96%	11.68%	91.12%
Plan fiduciary net position as a percentage of the total OPEB liability/asset	94.79%	128.23%	115.57%	47.80%

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

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

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.067747%	0.069560%	0.068173%
\$ 8,832,609	\$ 7,553,704	\$ 6,885,679
\$ 9,854,554	\$ 9,863,397	\$ 9,223,372
89.63%	76.58%	74.65%
46.33%	54.14%	54.05%

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST SEVEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
City's proportion of the net OPEB liability	0.354262%	0.326701%	0.329732%	0.328300%
City's proportionate share of the net OPEB liability	\$ 2,522,243	\$ 3,580,927	\$ 3,493,567	\$ 3,242,857
City's covered payroll	\$ 9,475,446	\$ 8,197,814	\$ 7,963,336	\$ 7,712,415
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	26.62%	43.68%	43.87%	42.05%
Plan fiduciary net position as a percentage of the total OPEB liability	52.59%	46.86%	45.42%	47.08%

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

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

*SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION*

<u>2019</u>	<u>2018</u>	<u>2017</u>
0.333438%	0.347065%	0.330100%
\$ 3,036,464	\$ 19,664,240	\$ 15,669,105
\$ 7,454,308	\$ 7,467,841	\$ 6,770,775
40.73%	263.32%	231.42%
46.57%	14.13%	15.96%

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST TEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Contractually required contribution	\$ 15,609	\$ 10,221	\$ 6,174	\$ 4,006
Contributions in relation to the contractually required contribution	<u>(15,609)</u>	<u>(10,221)</u>	<u>(6,174)</u>	<u>(4,006)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 11,671,337	\$ 11,248,117	\$ 10,285,297	\$ 10,061,700
Contributions as a percentage of covered payroll	0.13%	0.09%	0.06%	0.04%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 4,312	\$ 3,239	\$ 102,171	\$ 183,741	\$ 182,389	\$ 180,507
<u>(4,312)</u>	<u>(3,239)</u>	<u>(102,171)</u>	<u>(183,741)</u>	<u>(182,389)</u>	<u>(180,507)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 10,263,854	\$ 9,854,554	\$ 9,863,397	\$ 9,223,372	\$ 9,298,061	\$ 9,045,842
0.04%	0.03%	1.04%	1.99%	1.96%	2.00%

**CITY OF STOW, OHIO**

*SCHEDULES OF THE REQUIRED SUPPLEMENTARY INFORMATION*

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

*LAST TEN YEARS*

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<i>Police:</i>				
Contractually required contribution	\$ 21,282	\$ 20,694	\$ 17,960	\$ 17,675
Contributions in relation to the contractually required contribution	<u>(21,282)</u>	<u>(20,694)</u>	<u>(17,960)</u>	<u>(17,675)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 4,256,416	\$ 4,138,863	\$ 3,591,942	\$ 3,534,979
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%
 <i>Fire:</i>				
Contractually required contribution	\$ 28,298	\$ 26,683	\$ 23,029	\$ 22,142
Contributions in relation to the contractually required contribution	<u>(28,298)</u>	<u>(26,683)</u>	<u>(23,029)</u>	<u>(22,142)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's covered payroll	\$ 5,659,532	\$ 5,336,583	\$ 4,605,872	\$ 4,428,357
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%

SEE ACCOMPANYING NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 17,199	\$ 16,801	\$ 16,499	\$ 14,880	\$ 16,960	\$ 14,570
<u>(17,199)</u>	<u>(16,801)</u>	<u>(16,499)</u>	<u>(14,880)</u>	<u>(16,960)</u>	<u>(14,570)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,439,900	\$ 3,360,253	\$ 3,299,705	\$ 2,975,984	\$ 3,302,668	\$ 3,167,653
0.50%	0.50%	0.50%	0.50%	0.50%	0.46%
\$ 21,363	\$ 20,470	\$ 20,841	\$ 18,974	\$ 21,402	\$ 18,115
<u>(21,363)</u>	<u>(20,470)</u>	<u>(20,841)</u>	<u>(18,974)</u>	<u>(21,402)</u>	<u>(18,115)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,272,515	\$ 4,094,055	\$ 4,168,136	\$ 3,794,791	\$ 4,280,451	\$ 3,968,881
0.50%	0.50%	0.50%	0.50%	0.50%	0.46%

CITY OF STOW, OHIO

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

PENSION

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*OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)*

*Changes in benefit terms :*

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

*Changes in assumptions :*

- There were no changes in assumptions 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 was changed 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 from 7.20% to 6.90%.
- There were no changes in assumptions for 2023.

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

*Changes in benefit terms :*

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

*Changes in assumptions :*

- There were no changes in assumptions for 2014-2017.
- For 2018, 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 8.25% down to 8.00%, (b) changing the future salary increases from a range of 4.25%-11.00% to 3.75%-10.50%, (c) reduction in payroll increases from 3.75% down to 3.25%, (d) reduction in inflation assumptions from 3.25% down to 2.75% and (e) Cost of Living Adjustments (COLA) were reduced from 2.60% and 3.00% simple to 2.20% and 3.00% simple.
- There were no changes in assumptions for 2019-2021.
- For 2022, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the actuarially assumed rate of return was changed from 8.00% to 7.50%.
- For 2023, the following were the most significant changes of assumptions that affected the total pension liability since the prior measurement date: (a) the mortality rates were changed from the RP-2014 Total Employee and Healthy Annuitant mortality tables to various Pub-2010 mortality tables using the MP-2021 Improvement Scale.

(Continued)

CITY OF STOW, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2023

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

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*OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)*

*Changes in benefit terms :*

- There were no changes in benefit terms from the amounts reported for 2017-2020.
- 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 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 were 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% 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% down to 3.16%, (b) the municipal bond rate was decreased from 3.71% down to 2.75% and (c) the health care cost trend rate was increased from 10.50%, initial/3.25%, ultimate in 2029 up to 10.50%, initial/3.50% ultimate in 2030.
- 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 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 trend rate was decreased from 10.50%, 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 changed from 3.25% to 2.75%, (b) projected salary increases, including inflation changed from 3.25%-10.75% to 2.75%-10.75%, (c) the municipal bond rate was changed from 2.00% to 1.84% and (d) the health care cost trend rate was changed from 8.50% initial, 3.50% ultimate in 2035 to 5.50% initial, 3.50% ultimate in 2034.
- For 2023, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 6.00% to 5.22%, (b) the municipal bond rate was changed from 1.84% to 4.05% and (c) the health care cost trend rate was changed from 5.50% initial, 3.50% ultimate in 2034 to 5.50% initial, 3.50% ultimate in 2036.

(Continued)

CITY OF STOW, OHIO

NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION (CONTINUED)  
FOR THE YEAR ENDED DECEMBER 31, 2023

OTHER POSTEMPLOYMENT BENEFITS (OPEB)

---

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

*Changes in benefit terms :*

- There were no changes in benefit terms from the amounts reported for 2017-2018.
- For 2019, OP&F changed its retiree health care model from a self-insured health care plan to a stipend-based health care model.
- There were no changes in benefit terms from the amounts reported 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% down to 3.56%.
- For 2021, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was decreased from 3.56% down to 2.96%.
- For 2022, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the investment rate of return was changed from 8.00% to 7.50% and (b) the discount rate was changed from 2.96% to 2.84%.
- For 2023, the following were the most significant changes of assumptions that affect the total OPEB liability since the prior measurement date: (a) the discount rate was changed from 2.84% to 4.27% and (b) the mortality rates were changed from the RP-2014 Total Employee and Healthy Annuitant mortality tables to various Pub-2010 mortality tables using the MP-2021 Improvement Scale.

COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES

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**CITY OF STOW, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - 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 charter of the City and/or the general laws of Ohio.

**SPECIAL REVENUE FUNDS**

The special revenue funds are used to account for all specific financial resources (other than major capital projects) that are legally restricted or committed for specified expenditure purposes. The following are the special revenue funds which the City operates:

**Major Special Revenue Fund**

***EMS/Fire Tax Levy Fund***

This fund accounts for proceeds of levy money that is legally restricted to expenditures to provide EMS and fire protection services.

**Nonmajor Special Revenue Funds**

***Street Construction Fund***

This fund accounts for the portion of state gasoline tax and motor vehicle registration fees designated for the maintenance of the streets within the City.

***State Highway Improvement Fund***

This fund accounts for the portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

***Police Pension and Disability Fund***

This fund accounts for property taxes levied and other monies for the payment of the accrued liability for police disability and pension benefits.

***Fire Pension and Disability Fund***

This fund accounts for property taxes levied and other monies for the payment of the accrued liability for fire disability and pension benefits.

***Motor Vehicle License Tax Fund***

This fund accounts for the additional motor vehicle registration fees designated for maintenance and repair of streets within the City.

***ARPA 2021 Fund***

The ARPA 2021 fund is a special revenue fund that accounts for monies received from the federal government as part of the American Rescue Plan Act (ARPA) of 2021. This Act provides additional relief to address the continued impact of the COVID-19 pandemic.

***ODNR Litter Prevention Grant Fund***

This fund accounts for grants received from the Ohio Department of Natural Resources and Summit County for the City's litter prevention program.

***EMS Transport Fees Fund***

This fund accounts for EMS transport fees collected and to disburse collections in accordance with City policy.

***Police Enforcement and Education Fund***

This fund accounts for proceeds of fines imposed by the Municipal Court for alcohol related offenses involving the operation of a motor vehicle. Fines collected are used for law enforcement and educating the public of the dangers of operating a motor vehicle while under the influence of alcohol.

**CITY OF STOW, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS*

**Nonmajor Special Revenue Funds (Continued)**

***Special Assessment Improvements Fund***

This fund accounts for the collected taxes levied by special assessment where specified improvements were levied to specific taxpayers and expenditures to pay the related applicable debt payments and the costs associated with collection and payment.

***Tree Trust Fund***

This fund accounts for donations or restitutions for damages for planting and relocation of trees and other greenery within the City.

***Communications Tower Fund***

This fund accounts for monies received from carriers using the GTE MobilNet Communication Tower. Monies are used for park improvements.

***Cemetery Trust Fund***

This fund accounts for sale of graves, opening and closing of same, sale of monuments, tombs or vaults, burying ashes and disinterment.

***Park Improvements Fund***

This fund accounts for contributions from residents, civic groups, industries or other gratuitous donors for improvements of City parks.

**Other Nonmajor Special Revenue Funds**

Federal Law Enforcement Forfeited Fees	Probation Services
Community Events	Indigent Drivers
Safety Town	Court Technology
D.A.R.E. Program	Court Clerk Technology
Fire Department Emergency Equipment	IDIA Monitoring
Police Department Emergency Equipment	9-11 & 1st Responder Memorial
Parks Lodge Improvements	Police Forfeited Cash
Community Relations	Police Drug Forfeited Cash
SS Ballfield Complex	Fire Bond Insurance
City Lodging Tax	Community Development
Enhanced 911 Wireless	Ohio Retention Incentive
Police Officer Training	Opioid Settlement Giant Eagle
FEMA	Opioid Settlement One Ohio
Court Special Projects	Summit County Human Trafficking Task Force

The following funds are included in the general fund (GAAP-basis), but have a separate legally adopted budget (budget basis). These funds are not included in the combining statements for the nonmajor special revenue funds since they are reported in the general fund (GAAP-basis); however, the budgetary schedule for these funds are presented in this section.

***Residential Snow Removal Fund***

This fund accounts for transfers from the general fund to provide for residential snow removal within the City.

***Park and Recreation Deposits Fund***

To account for the receipt and subsequent refund of Parks and Recreation deposit monies for rentals to cover extraordinary events or damages.

***Road Construction Bonds Fund***

To account for deposits from contractors, held by the City to ensure compliance with the contract.

***Allotment Deposit Engineer Fund***

To account for deposits from subdivision developers for engineering oversight.

**CITY OF STOW, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - GOVERNMENTAL FUNDS*

***Miscellaneous Service Deposits Fund***

To account for various service department non-recurring deposits.

**Other General (GAAP-basis) Funds**

Payroll Rotary  
Flexible Spending Plan

Unclaimed Court Bonds  
Unclaimed Money

**NONMAJOR DEBT SERVICE FUND**

***General Obligation Bond Retirement Fund***

This fund accounts for the resources that are used for the payment of principal, interest, and other fiscal charges on general obligation debt.

**MAJOR CAPITAL PROJECTS FUND**

The capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary fund types. Following is a description of the City's capital projects fund:

***General Capital Improvements Fund***

This fund accounts for the portion of municipal income tax designated by Council for the purpose of improving, constructing, maintaining, and purchasing the capital items necessary to enhance the operation of the City.

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other taxes . . . . .	\$ 5,851,128	\$ 5,851,128	\$ 5,871,391	\$ 20,263
Income taxes . . . . .	13,682,502	13,682,502	15,763,123	2,080,621
Special assessments . . . . .	20,000	20,000	11,295	(8,705)
Charges for services . . . . .	668,500	668,500	509,278	(159,222)
Licenses and permits. . . . .	1,105,000	1,105,000	778,271	(326,729)
Fines and forfeitures. . . . .	3,392,000	3,392,000	2,423,205	(968,795)
Intergovernmental . . . . .	3,722,978	3,604,729	2,624,226	(980,503)
Investment income . . . . .	810,000	810,000	662,334	(147,666)
Rental . . . . .	195,000	195,000	189,695	(5,305)
Contributions and donations. . . . .	10,000	10,000	-	(10,000)
Other . . . . .	521,705	521,705	463,621	(58,084)
<b>Total revenues . . . . .</b>	<b>29,978,813</b>	<b>29,860,564</b>	<b>29,296,439</b>	<b>(564,125)</b>
<b>Expenditures:</b>				
Current:				
General government				
City Council				
Personal services . . . . .	239,912	239,912	206,267	33,645
Other . . . . .	55,028	55,028	52,745	2,283
Mayor's Office				
Personal services . . . . .	286,622	286,622	283,829	2,793
Other . . . . .	83,665	83,665	65,162	18,503
Finance Department				
Personal services . . . . .	470,977	470,977	466,256	4,721
Other . . . . .	91,181	91,181	73,503	17,678
Law Department				
Personal services . . . . .	611,154	611,154	606,625	4,529
Other . . . . .	175,268	175,268	134,144	41,124
Civil Service Commission				
Other . . . . .	1,200	1,200	396	804
Computer Services				
Personal services . . . . .	484,114	484,114	455,550	28,564
Other . . . . .	312,284	312,284	234,294	77,990
Service-Administration				
Personal services . . . . .	311,135	311,135	295,149	15,986
Other . . . . .	31,086	31,086	25,403	5,683
Service-Engineer				
Personal services . . . . .	574,148	574,148	568,570	5,578
Other . . . . .	122,154	122,154	68,868	53,286
Service-City Hall				
Personal services . . . . .	754,308	754,308	700,791	53,517
Other . . . . .	644,605	644,605	540,418	104,187
Service-Office				
Personal services . . . . .	245,368	245,368	244,246	1,122
Other . . . . .	20,673	20,673	10,075	10,598
Income Tax				
Personal services . . . . .	291,696	291,696	288,707	2,989
Other . . . . .	1,388,962	1,388,962	1,124,883	264,079
Human Resources				
Personal services . . . . .	95,197	95,197	83,795	11,402
Other . . . . .	45,043	45,043	38,968	6,075

--Continued

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Public Defender - Subsidy				
Other . . . . .	\$ 47,090	\$ 47,090	\$ 47,090	\$ -
SC Emergency Management - Subsidy				
Other . . . . .	19,200	19,200	18,966	234
Municipal Court - Judges				
Personal services . . . . .	1,571,776	1,571,776	1,486,998	84,778
Other . . . . .	265,778	265,778	179,758	86,020
Clerk of Courts				
Personal services . . . . .	1,220,353	1,220,353	1,216,824	3,529
Other . . . . .	218,368	218,368	207,700	10,668
County and State Fees				
Other . . . . .	204,251	204,251	174,813	29,438
Miscellaneous				
Other . . . . .	4,460,636	4,460,636	831,062	3,629,574
Rainy Day/Reserve				
Other . . . . .	1,000,000	1,000,000	-	1,000,000
Total general government. . . . .	<u>16,343,232</u>	<u>16,343,232</u>	<u>10,731,855</u>	<u>5,611,377</u>
Security of persons and property				
Police				
Personal services . . . . .	6,576,615	6,576,615	6,410,420	166,195
Other . . . . .	1,116,954	1,116,954	911,499	205,455
Fire				
Personal services . . . . .	5,086,611	5,086,611	5,010,983	75,628
Other . . . . .	847,922	847,922	713,147	134,775
Police/Fire Communications				
Personal services . . . . .	1,260,923	1,260,923	1,068,727	192,196
Other . . . . .	286,766	286,766	232,701	54,065
Public Safety Service				
Other . . . . .	155,591	155,591	155,591	-
Total security of persons and property. . . . .	<u>15,331,382</u>	<u>15,331,382</u>	<u>14,503,068</u>	<u>828,314</u>
Public health				
Service - Cemetery				
Personal services . . . . .	138,223	138,223	137,782	441
Other . . . . .	49,150	49,150	48,200	950
County Health - Subsidy				
Other . . . . .	290,000	290,000	283,485	6,515
Total public health. . . . .	<u>477,373</u>	<u>477,373</u>	<u>469,467</u>	<u>7,906</u>
Leisure time activities				
Parks and Recreation - Administration				
Personal services . . . . .	156,011	156,011	153,308	2,703
Other . . . . .	28,544	28,544	16,050	12,494
Parks and Recreation - Recreation				
Personal services . . . . .	633,027	633,027	630,484	2,543
Other . . . . .	281,279	281,279	248,775	32,504
Parks and Recreation - Facility				
Other . . . . .	53,900	53,900	3,598	50,302

--Continued

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Parks and Recreation - Service				
Personal services . . . . .	\$ 645,138	\$ 645,138	\$ 642,601	\$ 2,537
Other . . . . .	604,233	604,233	501,420	102,813
Total leisure time activities . . . . .	<u>2,402,132</u>	<u>2,402,132</u>	<u>2,196,236</u>	<u>205,896</u>
Community and economic environment				
Planning and Development				
Personal services . . . . .	508,455	508,455	459,134	49,321
Other . . . . .	132,744	132,744	98,387	34,357
Service - Tree Program				
Personal services . . . . .	432,766	432,766	430,705	2,061
Other . . . . .	289,184	289,184	265,673	23,511
Service - Building Inspection				
Personal services . . . . .	584,312	584,312	455,935	128,377
Other . . . . .	76,975	76,975	54,391	22,584
Total community and economic development . . . . .	<u>2,024,436</u>	<u>2,024,436</u>	<u>1,764,225</u>	<u>260,211</u>
Transportation				
Street Repair				
Personal services . . . . .	9,840	9,840	-	9,840
Other . . . . .	86,803	86,803	77,044	9,759
AMATS - Subsidy				
Other . . . . .	8,435	8,435	8,435	-
Total transportation . . . . .	<u>105,078</u>	<u>105,078</u>	<u>85,479</u>	<u>19,599</u>
Capital outlay				
Other . . . . .	41,244	41,244	41,243	1
Total expenditures. . . . .	<u>36,724,877</u>	<u>36,724,877</u>	<u>29,791,573</u>	<u>6,933,304</u>
Excess of expenditures over revenues. . . . .	<u>(6,746,064)</u>	<u>(6,864,313)</u>	<u>(495,134)</u>	<u>6,369,179</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	1,030,635	1,030,635	640,000	(390,635)
Transfers (out). . . . .	(1,443,286)	(1,443,286)	(1,300,733)	142,553
Advances in . . . . .	-	-	350,000	350,000
Advances (out) . . . . .	(300,000)	(300,000)	(300,000)	-
Total other financing sources (uses) . . . . .	<u>(712,651)</u>	<u>(712,651)</u>	<u>(610,733)</u>	<u>101,918</u>
Net change in fund balance . . . . .	(7,458,715)	(7,576,964)	(1,105,867)	6,471,097
<b>Unencumbered fund balance at beginning of year.</b>	10,760,183	10,760,183	10,760,183	-
<b>Prior year encumbrances appropriated. . . . .</b>	1,211,730	1,211,730	1,211,730	-
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 4,513,198</u>	<u>\$ 4,394,949</u>	<u>\$ 10,866,046</u>	<u>\$ 6,471,097</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ 2,565,296	\$ 2,535,469	\$ 2,046,091	\$ (489,378)
Intergovernmental. . . . .	318,126	314,428	253,739	(60,689)
Total revenues. . . . .	<u>2,883,422</u>	<u>2,849,897</u>	<u>2,299,830</u>	<u>(550,067)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Personal services . . . . .	2,449,042	2,449,042	2,295,720	153,322
Other . . . . .	114,088	114,088	103,835	10,253
Capital outlay				
Other . . . . .	<u>7,557</u>	<u>7,557</u>	<u>7,112</u>	<u>445</u>
Total expenditures. . . . .	<u>2,570,687</u>	<u>2,570,687</u>	<u>2,406,667</u>	<u>164,020</u>
Net change in fund balance . . . . .	312,735	279,210	(106,837)	(386,047)
<b>Unencumbered fund balance at beginning of year.</b>	466,490	466,490	466,490	-
<b>Prior year encumbrances appropriated. . .</b>	<u>3,057</u>	<u>3,057</u>	<u>3,057</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . .</b>	<u>\$ 782,282</u>	<u>\$ 748,757</u>	<u>\$ 362,710</u>	<u>\$ (386,047)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Income taxes . . . . .	\$ 6,661,712	\$ 6,661,712	\$ 6,438,709	\$ (223,003)
Intergovernmental. . . . .	10,076,950	10,076,950	1,306,095	(8,770,855)
Contributions and donations . . . . .	450,000	450,000	89,970	(360,030)
Other . . . . .	10,100,000	10,100,000	158,758	(9,941,242)
Total revenues . . . . .	<u>27,288,662</u>	<u>27,288,662</u>	<u>7,993,532</u>	<u>(19,295,130)</u>
<b>Expenditures:</b>				
Capital outlay				
Other . . . . .	15,756,747	15,756,747	10,225,688	5,531,059
Debt service:				
Principal retirement. . . . .	710,000	710,000	710,000	-
Interest and fiscal charges. . . . .	47,730	47,730	47,730	-
Total expenditures . . . . .	<u>16,514,477</u>	<u>16,514,477</u>	<u>10,983,418</u>	<u>5,531,059</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>10,774,185</u>	<u>10,774,185</u>	<u>(2,989,886)</u>	<u>(13,764,071)</u>
<b>Other financing sources (uses):</b>				
Sale of notes . . . . .	1,000,000	1,000,000	-	(1,000,000)
Advance in. . . . .	400,000	400,000	300,000	(100,000)
Advance (out). . . . .	-	(350,000)	(350,000)	-
Transfers in. . . . .	6,526,331	6,526,331	238,730	(6,287,601)
Insurance proceeds . . . . .	280,000	280,000	213,498	(66,502)
Total other financing sources (uses) . . . . .	<u>8,206,331</u>	<u>7,856,331</u>	<u>402,228</u>	<u>(7,454,103)</u>
Net change in fund balance. . . . .	18,980,516	18,630,516	(2,587,658)	(21,218,174)
<b>Unencumbered fund balance at beginning of year.</b>	5,548,432	5,548,432	5,548,432	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>1,993,934</u>	<u>1,993,934</u>	<u>1,993,934</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 26,522,882</u>	<u>\$ 26,172,882</u>	<u>\$ 4,954,708</u>	<u>\$ (21,218,174)</u>

**CITY OF STOW, OHIO**

*BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2023*

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Fund</b>	<b>Total Nonmajor Governmental Funds</b>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents . . . . .	\$ 4,251,900	\$ -	\$ 4,251,900
Cash in segregated accounts . . . . .	65,623	-	65,623
Receivables:			
Property taxes . . . . .	778,715	-	778,715
Income taxes . . . . .	203,501	39,088	242,589
Accounts . . . . .	180,419	-	180,419
Intergovernmental . . . . .	1,113,946	-	1,113,946
Accrued interest . . . . .	17,595	-	17,595
Leases . . . . .	1,679,914	-	1,679,914
Materials and supplies inventory . . . . .	390,618	-	390,618
Prepayments . . . . .	771,271	-	771,271
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets . . . . .	<u>\$ 9,453,502</u>	<u>\$ 39,088</u>	<u>\$ 9,492,590</u>
<b>Liabilities:</b>			
Accounts payable . . . . .	\$ 214,361	\$ -	\$ 214,361
Accrued wages and benefits payable . . . . .	2,817	-	2,817
Intergovernmental payable . . . . .	253,414	-	253,414
Unearned revenue . . . . .	1,167,504	-	1,167,504
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities . . . . .	<u>1,638,096</u>	<u>-</u>	<u>1,638,096</u>
<b>Deferred inflows of resources:</b>			
Property taxes levied for the next fiscal year . . . . .	654,012	-	654,012
Delinquent property tax revenue not available . . . . .	19,346	-	19,346
Leases . . . . .	1,639,195	-	1,639,195
Income tax revenue not available . . . . .	61,080	11,732	72,812
Intergovernmental nonexchange transactions . . . . .	719,910	-	719,910
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total deferred inflows of resources . . . . .	<u>3,093,543</u>	<u>11,732</u>	<u>3,105,275</u>
<b>Fund balances:</b>			
Nonspendable . . . . .	1,161,889	-	1,161,889
Restricted . . . . .	3,137,263	-	3,137,263
Committed . . . . .	1,297,222	27,356	1,324,578
Unassigned (deficit) . . . . .	(874,511)	-	(874,511)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balances . . . . .	<u>4,721,863</u>	<u>27,356</u>	<u>4,749,219</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 9,453,502</u>	<u>\$ 39,088</u>	<u>\$ 9,492,590</u>

**CITY OF STOW, OHIO**

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

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Fund</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>			
Property and other local taxes . . . . .	\$ 1,128,415	\$ -	\$ 1,128,415
Income taxes . . . . .	1,383,014	264,003	1,647,017
Special assessments . . . . .	38,890	-	38,890
Charges for services . . . . .	1,020,134	-	1,020,134
Licenses and permits . . . . .	11,100	-	11,100
Fines and forfeitures . . . . .	940,315	-	940,315
Intergovernmental . . . . .	4,347,218	-	4,347,218
Investment income . . . . .	78,683	-	78,683
Rental . . . . .	58,871	-	58,871
Contributions and donations . . . . .	58,354	-	58,354
Other . . . . .	297,210	-	297,210
Total revenues . . . . .	<u>9,362,204</u>	<u>264,003</u>	<u>9,626,207</u>
<b>Expenditures:</b>			
Current:			
General government . . . . .	259,634	-	259,634
Security of persons and property . . . . .	3,433,142	-	3,433,142
Public health . . . . .	57,473	-	57,473
Leisure time activities . . . . .	271,750	-	271,750
Community and economic development . . . . .	121,219	-	121,219
Transportation . . . . .	2,967,515	-	2,967,515
Capital outlay . . . . .	3,047,067	-	3,047,067
Debt service:			
Principal retirement . . . . .	130,862	195,524	326,386
Interest and fiscal charges . . . . .	37,388	68,582	105,970
Total expenditures . . . . .	<u>10,326,050</u>	<u>264,106</u>	<u>10,590,156</u>
Excess of expenditures over revenues . . . . .	<u>(963,846)</u>	<u>(103)</u>	<u>(963,949)</u>
<b>Other financing sources (uses):</b>			
Transfers in . . . . .	1,381,075	-	1,381,075
Transfers (out) . . . . .	<u>(974,072)</u>	<u>-</u>	<u>(974,072)</u>
Total other financing sources (uses) . . . . .	<u>407,003</u>	<u>-</u>	<u>407,003</u>
Net change in fund balances . . . . .	(556,843)	(103)	(556,946)
<b>Fund balances at beginning of year . . . . .</b>	<u>5,278,706</u>	<u>27,459</u>	<u>5,306,165</u>
<b>Fund balances at end of year . . . . .</b>	<u>\$ 4,721,863</u>	<u>\$ 27,356</u>	<u>\$ 4,749,219</u>

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CITY OF STOW, OHIO

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2023

	Street Construction	State Highway Improvement	Police Pension and Disability	Fire Pension and Disability
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 1,608,872	\$ 140,008	\$ -	\$ -
Cash in segregated accounts . . . . .	-	-	-	-
Receivables:				
Property taxes . . . . .	-	-	336,679	336,679
Income taxes . . . . .	203,501	-	-	-
Accounts . . . . .	-	-	-	-
Intergovernmental . . . . .	942,687	76,434	25,900	25,900
Accrued interest . . . . .	-	-	-	-
Leases . . . . .	-	-	-	-
Materials and supplies inventory . . . . .	390,618	-	-	-
Prepayments . . . . .	21,841	75	-	-
Total assets . . . . .	<u>\$ 3,167,519</u>	<u>\$ 216,517</u>	<u>\$ 362,579</u>	<u>\$ 362,579</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 113,414	\$ 2,093	\$ -	\$ -
Accrued wages and benefits payable . . . . .	1,132	-	-	-
Intergovernmental payable . . . . .	26,593	172	62,438	62,718
Unearned revenue . . . . .	-	-	-	-
Total liabilities . . . . .	<u>141,139</u>	<u>2,265</u>	<u>62,438</u>	<u>62,718</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	327,006	327,006
Delinquent property tax revenue not available . . . . .	-	-	9,673	9,673
Leases . . . . .	-	-	-	-
Income tax revenue not available . . . . .	61,080	-	-	-
Intergovernmental nonexchange transactions . . . . .	618,002	50,108	25,900	25,900
Total deferred inflows of resources . . . . .	<u>679,082</u>	<u>50,108</u>	<u>362,579</u>	<u>362,579</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	412,459	75	-	-
Restricted . . . . .	1,934,839	164,069	-	-
Committed . . . . .	-	-	-	-
Unassigned (deficit) . . . . .	-	-	(62,438)	(62,718)
Total fund balances (deficit) . . . . .	<u>2,347,298</u>	<u>164,144</u>	<u>(62,438)</u>	<u>(62,718)</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 3,167,519</u>	<u>\$ 216,517</u>	<u>\$ 362,579</u>	<u>\$ 362,579</u>

<u>Motor Vehicle License Tax</u>	<u>ARPA 2021</u>	<u>ODNR Litter Prevention Grant</u>	<u>EMS Transport Fees</u>	<u>Police Enforcement and Education</u>	<u>Special Assessment Improvements</u>
\$ 472,552	\$ 418,149	\$ -	\$ 554,096	\$ 11,657	\$ 6,859
-	-	-	-	-	-
12,976	-	-	-	-	-
-	-	-	-	-	-
-	-	-	176,319	-	-
6,488	-	34,549	-	-	-
106	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	749,355	-	-	-	-
<u>\$ 492,122</u>	<u>\$ 1,167,504</u>	<u>\$ 34,549</u>	<u>\$ 730,415</u>	<u>\$ 11,657</u>	<u>\$ 6,859</u>
\$ -	\$ -	\$ -	\$ 27,370	\$ -	\$ 5,482
-	-	1,685	-	-	-
-	-	260	33,362	-	158
-	1,167,504	-	-	-	-
-	1,167,504	1,945	60,732	-	5,640
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	749,355	-	-	-	-
492,122	-	32,604	-	11,657	1,219
-	-	-	669,683	-	-
-	(749,355)	-	-	-	-
<u>492,122</u>	<u>-</u>	<u>32,604</u>	<u>669,683</u>	<u>11,657</u>	<u>1,219</u>
<u>\$ 492,122</u>	<u>\$ 1,167,504</u>	<u>\$ 34,549</u>	<u>\$ 730,415</u>	<u>\$ 11,657</u>	<u>\$ 6,859</u>

-- Continued

CITY OF STOW, OHIO

COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 DECEMBER 31, 2023

	<u>Tree Trust</u>	<u>Communications Tower</u>	<u>Cemetery Trust</u>	<u>Park Improvements</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 53,348	\$ 84,191	\$ 19,058	\$ 20,956
Cash in segregated accounts . . . . .	-	-	-	-
Receivables:				
Property taxes . . . . .	-	-	-	-
Income taxes . . . . .	-	-	-	-
Accounts . . . . .	-	-	1,600	-
Intergovernmental . . . . .	-	-	-	-
Accrued interest . . . . .	-	17,489	-	-
Leases . . . . .	-	1,679,914	-	-
Materials and supplies inventory . . . . .	-	-	-	-
Prepayments . . . . .	-	-	-	-
Total assets . . . . .	<u>\$ 53,348</u>	<u>\$ 1,781,594</u>	<u>\$ 20,658</u>	<u>\$ 20,956</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ -	\$ 17,536	\$ 1,932	\$ -
Accrued wages and benefits payable . . . . .	-	-	-	-
Intergovernmental payable . . . . .	-	-	75	-
Unearned revenue . . . . .	-	-	-	-
Total liabilities . . . . .	<u>-</u>	<u>17,536</u>	<u>2,007</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-
Leases . . . . .	-	1,639,195	-	-
Income tax revenue not available . . . . .	-	-	-	-
Intergovernmental nonexchange transactions . . . . .	-	-	-	-
Total deferred inflows of resources . . . . .	<u>-</u>	<u>1,639,195</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	-	-	-	-
Restricted . . . . .	-	-	18,651	-
Committed . . . . .	53,348	124,863	-	20,956
Unassigned (deficit) . . . . .	-	-	-	-
Total fund balances (deficit) . . . . .	<u>53,348</u>	<u>124,863</u>	<u>18,651</u>	<u>20,956</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 53,348</u>	<u>\$ 1,781,594</u>	<u>\$ 20,658</u>	<u>\$ 20,956</u>

<b>Federal Law Enforcement Forfeited Fees</b>	<b>Community Events</b>	<b>Safety Town</b>	<b>D.A.R.E. Program</b>	<b>Fire Department Emergency Equipment</b>	<b>Police Department Emergency Equipment</b>
\$ 59,160	\$ 27,388	\$ 13,150	\$ 4,439	\$ 1,970	\$ 37,572
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	1,250	1,250
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 59,160</u>	<u>\$ 27,388</u>	<u>\$ 13,150</u>	<u>\$ 4,439</u>	<u>\$ 3,220</u>	<u>\$ 38,822</u>
\$ -	\$ 563	\$ -	\$ -	\$ -	\$ 4,196
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	563	-	-	-	4,196
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
59,160	26,825	-	4,439	-	34,626
-	-	13,150	-	3,220	-
-	-	-	-	-	-
<u>59,160</u>	<u>26,825</u>	<u>13,150</u>	<u>4,439</u>	<u>3,220</u>	<u>34,626</u>
<u>\$ 59,160</u>	<u>\$ 27,388</u>	<u>\$ 13,150</u>	<u>\$ 4,439</u>	<u>\$ 3,220</u>	<u>\$ 38,822</u>

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**CITY OF STOW, OHIO**

*COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
DECEMBER 31, 2023*

	<u>Parks Lodge Improvements</u>	<u>Community Relations</u>	<u>SS Ballfield Complex</u>	<u>City Lodging Tax</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 5,695	\$ 8,176	\$ 1,540	\$ 302,520
Cash in segregated accounts . . . . .	-	-	-	-
Receivables:				
Property taxes. . . . .	-	-	-	92,381
Income taxes . . . . .	-	-	-	-
Accounts . . . . .	-	-	-	-
Intergovernmental. . . . .	-	-	-	-
Accrued interest . . . . .	-	-	-	-
Leases . . . . .	-	-	-	-
Materials and supplies inventory . . . . .	-	-	-	-
Prepayments . . . . .	-	-	-	-
Total assets . . . . .	<u>\$ 5,695</u>	<u>\$ 8,176</u>	<u>\$ 1,540</u>	<u>\$ 394,901</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits payable. . . . .	-	-	-	-
Intergovernmental payable . . . . .	-	-	-	-
Unearned revenue. . . . .	-	-	-	-
Total liabilities. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-
Leases . . . . .	-	-	-	-
Income tax revenue not available. . . . .	-	-	-	-
Intergovernmental nonexchange transactions . . . . .	-	-	-	-
Total deferred inflows of resources. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	-	-	-	-
Restricted. . . . .	-	-	-	-
Committed . . . . .	5,695	8,176	1,540	394,901
Unassigned (deficit) . . . . .	-	-	-	-
Total fund balances (deficit) . . . . .	<u>5,695</u>	<u>8,176</u>	<u>1,540</u>	<u>394,901</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 5,695</u>	<u>\$ 8,176</u>	<u>\$ 1,540</u>	<u>\$ 394,901</u>

<u>Enhanced 911 Wireless</u>	<u>Police Officer Training</u>	<u>Court Special Projects</u>	<u>Probation Services</u>	<u>Indigent Drivers</u>	<u>Court Technology</u>
\$ 67,638	\$ 19,276	\$ 95,632	\$ 45,728	\$ -	\$ 28,718
-	-	40,426	13,185	1,340	2,940
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	435	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 67,638</u>	<u>\$ 19,276</u>	<u>\$ 136,058</u>	<u>\$ 58,913</u>	<u>\$ 1,775</u>	<u>\$ 31,658</u>
\$ -	\$ -	\$ -	\$ 22,041	\$ -	\$ 1,411
-	-	-	-	-	-
67,638	-	-	-	-	-
-	-	-	-	-	-
<u>67,638</u>	<u>-</u>	<u>-</u>	<u>22,041</u>	<u>-</u>	<u>1,411</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	19,276	136,058	36,872	1,775	30,247
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>19,276</u>	<u>136,058</u>	<u>36,872</u>	<u>1,775</u>	<u>30,247</u>
<u>\$ 67,638</u>	<u>\$ 19,276</u>	<u>\$ 136,058</u>	<u>\$ 58,913</u>	<u>\$ 1,775</u>	<u>\$ 31,658</u>

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CITY OF STOW, OHIO

COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
 DECEMBER 31, 2023

	<u>Court Clerk Technology</u>	<u>IDIA Monitoring</u>	<u>9-11 &amp; 1st Responder Memorial</u>	<u>Police Forfeited Cash</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 41,615	\$ -	\$ 1,875	\$ 929
Cash in segregated accounts . . . . .	6,810	772	-	-
Receivables:				
Property taxes. . . . .	-	-	-	-
Income taxes . . . . .	-	-	-	-
Accounts . . . . .	-	-	-	-
Intergovernmental. . . . .	-	1,553	-	-
Accrued interest . . . . .	-	-	-	-
Leases . . . . .	-	-	-	-
Materials and supplies inventory . . . . .	-	-	-	-
Prepayments . . . . .	-	-	-	-
Total assets . . . . .	<u>\$ 48,425</u>	<u>\$ 2,325</u>	<u>\$ 1,875</u>	<u>\$ 929</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 12,783	\$ -	\$ 185	\$ -
Accrued wages and benefits payable. . . . .	-	-	-	-
Intergovernmental payable . . . . .	-	-	-	-
Unearned revenue. . . . .	-	-	-	-
Total liabilities. . . . .	<u>12,783</u>	<u>-</u>	<u>185</u>	<u>-</u>
<b>Deferred inflows of resources:</b>				
Property taxes levied for the next fiscal year . . . . .	-	-	-	-
Delinquent property tax revenue not available . . . . .	-	-	-	-
Leases . . . . .	-	-	-	-
Income tax revenue not available. . . . .	-	-	-	-
Intergovernmental nonexchange transactions . . . . .	-	-	-	-
Total deferred inflows of resources. . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Fund balances:</b>				
Nonspendable . . . . .	-	-	-	-
Restricted. . . . .	35,642	2,325	-	929
Committed . . . . .	-	-	1,690	-
Unassigned (deficit) . . . . .	-	-	-	-
Total fund balances (deficit) . . . . .	<u>35,642</u>	<u>2,325</u>	<u>1,690</u>	<u>929</u>
Total liabilities, deferred inflows of resources and fund balances . . . . .	<u>\$ 48,425</u>	<u>\$ 2,325</u>	<u>\$ 1,875</u>	<u>\$ 929</u>

<u>Police Drug Forfeited Cash</u>	<u>Opioid Settlement Giant Eagle</u>	<u>Opioid Settlement One Ohio</u>	<u>Summit County Human Trafficking Task Force</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ 12,474	\$ 29,310	\$ 54,373	\$ 2,976	\$ 4,251,900
150	-	-	-	65,623
-	-	-	-	778,715
-	-	-	-	203,501
-	-	-	-	180,419
-	-	-	-	1,113,946
-	-	-	-	17,595
-	-	-	-	1,679,914
-	-	-	-	390,618
-	-	-	-	771,271
<u>\$ 12,624</u>	<u>\$ 29,310</u>	<u>\$ 54,373</u>	<u>\$ 2,976</u>	<u>\$ 9,453,502</u>
\$ -	\$ -	\$ 5,355	\$ -	\$ 214,361
-	-	-	-	2,817
-	-	-	-	253,414
-	-	-	-	1,167,504
-	-	5,355	-	1,638,096
-	-	-	-	654,012
-	-	-	-	19,346
-	-	-	-	1,639,195
-	-	-	-	61,080
-	-	-	-	719,910
-	-	-	-	3,093,543
-	-	-	-	1,161,889
12,624	29,310	49,018	2,976	3,137,263
-	-	-	-	1,297,222
-	-	-	-	(874,511)
<u>12,624</u>	<u>29,310</u>	<u>49,018</u>	<u>2,976</u>	<u>4,721,863</u>
<u>\$ 12,624</u>	<u>\$ 29,310</u>	<u>\$ 54,373</u>	<u>\$ 2,976</u>	<u>\$ 9,453,502</u>

**CITY OF STOW, OHIO**

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

	<b>Street Construction</b>	<b>State Highway Improvement</b>	<b>Police Pension and Disability</b>	<b>Fire Pension and Disability</b>
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ -	\$ -	\$ 266,881	\$ 266,881
Income taxes . . . . .	1,383,014	-	-	-
Special assessments . . . . .	-	-	-	-
Charges for services . . . . .	-	-	-	-
Licenses and permits . . . . .	-	-	-	-
Fines and forfeitures . . . . .	-	-	-	-
Intergovernmental . . . . .	2,021,707	163,922	32,808	32,808
Investment income . . . . .	23,604	2,534	-	-
Rental . . . . .	-	-	-	-
Contributions and donations . . . . .	-	-	-	-
Other . . . . .	50,166	-	-	-
<b>Total revenues . . . . .</b>	<b>3,478,491</b>	<b>166,456</b>	<b>299,689</b>	<b>299,689</b>
<b>Expenditures:</b>				
Current:				
General government . . . . .	-	-	-	-
Security of persons and property . . . . .	-	-	831,034	912,766
Public health . . . . .	-	-	-	-
Leisure time activities . . . . .	-	-	-	-
Community and economic development . . . . .	-	-	-	-
Transportation . . . . .	2,794,045	173,470	-	-
Capital outlay . . . . .	289,703	-	-	-
Debt service:				
Principal retirement . . . . .	35,862	-	-	-
Interest and fiscal charges . . . . .	2,588	-	-	-
<b>Total expenditures . . . . .</b>	<b>3,122,198</b>	<b>173,470</b>	<b>831,034</b>	<b>912,766</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	356,293	(7,014)	(531,345)	(613,077)
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	-	-	532,377	685,156
Transfers (out) . . . . .	-	-	-	-
<b>Total other financing sources (uses) . . . . .</b>	<b>-</b>	<b>-</b>	<b>532,377</b>	<b>685,156</b>
Net change in fund balances . . . . .	356,293	(7,014)	1,032	72,079
<b>Fund balances (deficits) at beginning of year . . . . .</b>	<b>1,991,005</b>	<b>171,158</b>	<b>(63,470)</b>	<b>(134,797)</b>
<b>Fund balances (deficits) at end of year . . . . .</b>	<b>\$ 2,347,298</b>	<b>\$ 164,144</b>	<b>\$ (62,438)</b>	<b>\$ (62,718)</b>

<b>Motor Vehicle License Tax</b>	<b>ARPA 2021</b>	<b>ODNR Litter Prevention Grant</b>	<b>EMS Transport Fees</b>	<b>Police Enforcement and Education</b>	<b>Special Assessment Improvements</b>
\$ 167,204	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	36,713
-	-	-	1,012,634	-	-
-	-	-	-	-	-
-	-	-	-	589	-
83,602	1,547,998	34,549	-	-	-
8,979	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>259,785</u>	<u>1,547,998</u>	<u>34,549</u>	<u>1,012,634</u>	<u>589</u>	<u>36,713</u>
-	-	-	-	-	-
-	-	-	785,511	-	36,735
-	-	36,149	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
200,000	1,547,998	-	14,417	-	-
-	-	-	95,000	-	-
-	-	-	34,800	-	-
<u>200,000</u>	<u>1,547,998</u>	<u>36,149</u>	<u>929,728</u>	<u>-</u>	<u>36,735</u>
59,785	-	(1,600)	82,906	589	(22)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
59,785	-	(1,600)	82,906	589	(22)
432,337	-	34,204	586,777	11,068	1,241
<u>\$ 492,122</u>	<u>\$ -</u>	<u>\$ 32,604</u>	<u>\$ 669,683</u>	<u>\$ 11,657</u>	<u>\$ 1,219</u>

-- Continued

**CITY OF STOW, OHIO**

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

	<u>Tree Trust</u>	<u>Communications Tower</u>	<u>Cemetery Trust</u>	<u>Park Improvements</u>
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ -	\$ -	\$ -	\$ -
Income taxes . . . . .	-	-	-	-
Special assessments . . . . .	2,177	-	-	-
Charges for services . . . . .	-	-	-	-
Licenses and permits . . . . .	-	-	-	-
Fines and forfeitures . . . . .	-	-	-	-
Intergovernmental . . . . .	-	-	-	-
Investment income . . . . .	-	39,465	-	-
Rental . . . . .	-	58,871	-	-
Contributions and donations . . . . .	-	4,177	-	-
Other . . . . .	11,967	-	28,609	-
Total revenues . . . . .	<u>14,144</u>	<u>102,513</u>	<u>28,609</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	-	-	-	-
Security of persons and property . . . . .	-	-	-	-
Public health . . . . .	-	-	21,324	-
Leisure time activities . . . . .	147,950	-	-	160
Community and economic development . . . . .	-	118,400	-	-
Transportation . . . . .	-	-	-	-
Capital outlay . . . . .	-	47,658	1,600	-
Debt service:				
Principal retirement . . . . .	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-
Total expenditures . . . . .	<u>147,950</u>	<u>166,058</u>	<u>22,924</u>	<u>160</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>(133,806)</u>	<u>(63,545)</u>	<u>5,685</u>	<u>(160)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	-	-	-	-
Transfers (out) . . . . .	-	-	-	-
Total other financing sources (uses) . . . . .	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	(133,806)	(63,545)	5,685	(160)
<b>Fund balances (deficits) at end of year . . . . .</b>	<u>187,154</u>	<u>188,408</u>	<u>12,966</u>	<u>21,116</u>
<b>Fund balances (deficits) at end of year . . . . .</b>	<u>\$ 53,348</u>	<u>\$ 124,863</u>	<u>\$ 18,651</u>	<u>\$ 20,956</u>

<b>Federal Law Enforcement Forfeited Fees</b>	<b>Community Events</b>	<b>Safety Town</b>	<b>D.A.R.E. Program</b>	<b>Fire Department Emergency Equipment</b>	<b>Police Department Emergency Equipment</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	11,100	-	-	-	-
-	-	-	13,986	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	34,010	10,880	-	1,650	7,637
10,955	26,246	-	-	420	-
<u>10,955</u>	<u>71,356</u>	<u>10,880</u>	<u>13,986</u>	<u>2,070</u>	<u>7,637</u>
-	-	-	-	-	-
-	-	6,493	23,017	3,000	5,943
-	109,200	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	109,200	6,493	23,017	3,000	5,943
<u>10,955</u>	<u>(37,844)</u>	<u>4,387</u>	<u>(9,031)</u>	<u>(930)</u>	<u>1,694</u>
-	50,000	6,000	10,000	-	-
-	-	-	-	-	-
-	50,000	6,000	10,000	-	-
10,955	12,156	10,387	969	(930)	1,694
48,205	14,669	2,763	3,470	4,150	32,932
<u>\$ 59,160</u>	<u>\$ 26,825</u>	<u>\$ 13,150</u>	<u>\$ 4,439</u>	<u>\$ 3,220</u>	<u>\$ 34,626</u>

-- Continued

**CITY OF STOW, OHIO**

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

	<u>Parks Lodge Improvements</u>	<u>Community Relations</u>	<u>SS Ballfield Complex</u>	<u>City Lodging Tax</u>
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ -	\$ -	\$ -	\$ 427,449
Income taxes . . . . .	-	-	-	-
Special assessments . . . . .	-	-	-	-
Charges for services . . . . .	7,500	-	-	-
Licenses and permits . . . . .	-	-	-	-
Fines and forfeitures . . . . .	-	-	-	-
Intergovernmental . . . . .	-	-	-	-
Investment income . . . . .	-	-	-	-
Rental . . . . .	-	-	-	-
Contributions and donations . . . . .	-	-	-	-
Other . . . . .	-	-	-	-
Total revenues . . . . .	<u>7,500</u>	<u>-</u>	<u>-</u>	<u>427,449</u>
<b>Expenditures:</b>				
Current:				
General government . . . . .	-	-	-	868
Security of persons and property . . . . .	-	-	-	-
Public health . . . . .	-	-	-	-
Leisure time activities . . . . .	14,440	-	-	-
Community and economic development . . . . .	-	2,819	-	-
Transportation . . . . .	-	-	-	-
Capital outlay . . . . .	-	-	-	927,938
Debt service:				
Principal retirement . . . . .	-	-	-	-
Interest and fiscal charges . . . . .	-	-	-	-
Total expenditures . . . . .	<u>14,440</u>	<u>2,819</u>	<u>-</u>	<u>928,806</u>
Excess (deficiency) of revenues over (under) expenditures . . . . .	<u>(6,940)</u>	<u>(2,819)</u>	<u>-</u>	<u>(501,357)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	-	2,200	-	-
Transfers (out) . . . . .	-	-	-	-
Total other financing sources (uses) . . . . .	<u>-</u>	<u>2,200</u>	<u>-</u>	<u>-</u>
Net change in fund balances . . . . .	(6,940)	(619)	-	(501,357)
<b>Fund balances (deficits) at end of year . . . . .</b>	<u>12,635</u>	<u>8,795</u>	<u>1,540</u>	<u>896,258</u>
<b>Fund balances (deficits) at end of year . . . . .</b>	<u>\$ 5,695</u>	<u>\$ 8,176</u>	<u>\$ 1,540</u>	<u>\$ 394,901</u>

<u>Enhanced 911 Wireless</u>	<u>Police Officer Training</u>	<u>Court Special Projects</u>	<u>Probation Services</u>	<u>Indigent Drivers</u>	<u>Court Technology</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	548,592	161,882	21,831	42,071
61,791	-	-	-	21,197	-
-	-	4,101	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	168,847	-	-	-
<u>61,791</u>	<u>-</u>	<u>721,540</u>	<u>161,882</u>	<u>43,028</u>	<u>42,071</u>
-	-	-	135,166	-	44,236
129,233	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	580
-	-	-	-	-	-
-	-	-	-	-	-
<u>129,233</u>	<u>-</u>	<u>-</u>	<u>135,166</u>	<u>-</u>	<u>44,816</u>
<u>(67,442)</u>	<u>-</u>	<u>721,540</u>	<u>26,716</u>	<u>43,028</u>	<u>(2,745)</u>
-	-	75,342	-	-	-
-	-	(898,730)	-	(43,153)	-
-	-	(823,388)	-	(43,153)	-
(67,442)	-	(101,848)	26,716	(125)	(2,745)
<u>67,442</u>	<u>19,276</u>	<u>237,906</u>	<u>10,156</u>	<u>1,900</u>	<u>32,992</u>
<u>\$ -</u>	<u>\$ 19,276</u>	<u>\$ 136,058</u>	<u>\$ 36,872</u>	<u>\$ 1,775</u>	<u>\$ 30,247</u>

-- Continued

**CITY OF STOW, OHIO**

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

	<b>Court Clerk Technology</b>	<b>IDIA Monitoring</b>	<b>9-11 &amp; 1st Responder Memorial</b>	<b>Police Forfeited Cash</b>
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ -	\$ -	\$ -	\$ -
Income taxes . . . . .	-	-	-	-
Special assessments . . . . .	-	-	-	-
Charges for services . . . . .	-	-	-	-
Licenses and permits . . . . .	-	-	-	-
Fines and forfeitures . . . . .	96,641	9,605	-	-
Intergovernmental . . . . .	-	22,725	-	-
Investment income . . . . .	-	-	-	-
Rental . . . . .	-	-	-	-
Contributions and donations. . . . .	-	-	-	-
Other . . . . .	-	-	-	-
<b>Total revenues.</b> . . . .	<b>96,641</b>	<b>32,330</b>	<b>-</b>	<b>-</b>
<b>Expenditures:</b>				
Current:				
General government . . . . .	79,364	-	-	-
Security of persons and property. . . . .	-	-	810	-
Public health . . . . .	-	-	-	-
Leisure time activities . . . . .	-	-	-	-
Community and economic development . . . . .	-	-	-	-
Transportation . . . . .	-	-	-	-
Capital outlay. . . . .	11,818	-	-	-
Debt service:				
Principal retirement. . . . .	-	-	-	-
Interest and fiscal charges. . . . .	-	-	-	-
<b>Total expenditures</b> . . . . .	<b>91,182</b>	<b>-</b>	<b>810</b>	<b>-</b>
Excess (deficiency) of revenues over (under) expenditures . . . . .	5,459	32,330	(810)	-
<b>Other financing sources (uses):</b>				
Transfers in. . . . .	20,000	-	-	-
Transfers (out) . . . . .	-	(32,189)	-	-
<b>Total other financing sources (uses)</b> . . . . .	<b>20,000</b>	<b>(32,189)</b>	<b>-</b>	<b>-</b>
Net change in fund balances. . . . .	25,459	141	(810)	-
<b>Fund balances (deficits) at end of year</b> . . . . .	<b>10,183</b>	<b>2,184</b>	<b>2,500</b>	<b>929</b>
<b>Fund balances (deficits) at end of year</b> . . . . .	<b>\$ 35,642</b>	<b>\$ 2,325</b>	<b>\$ 1,690</b>	<b>\$ 929</b>

<b>Police Drug Forfeited Cash</b>	<b>Fire Bond Insurance</b>	<b>Ohio Retention Incentive</b>	<b>Opioid Settlement Giant Eagle</b>	<b>Opioid Settlement One Ohio</b>	<b>Summit County Human Trafficking Task Force</b>	<b>Nonmajor Special Revenue Funds</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,128,415
-	-	-	-	-	-	1,383,014
-	-	-	-	-	-	38,890
-	-	-	-	-	-	1,020,134
-	-	-	-	-	-	11,100
1,886	-	-	-	57,218	-	940,315
-	-	260,000	-	-	50,125	4,347,218
-	-	-	-	-	-	78,683
-	-	-	-	-	-	58,871
-	-	-	-	-	-	58,354
-	-	-	-	-	-	297,210
<u>1,886</u>	<u>-</u>	<u>260,000</u>	<u>-</u>	<u>57,218</u>	<u>50,125</u>	<u>9,362,204</u>
-	-	-	-	-	-	259,634
-	31,440	590,690	-	15,600	60,870	3,433,142
-	-	-	-	-	-	57,473
-	-	-	-	-	-	271,750
-	-	-	-	-	-	121,219
-	-	-	-	-	-	2,967,515
-	-	-	-	5,355	-	3,047,067
-	-	-	-	-	-	130,862
-	-	-	-	-	-	37,388
<u>-</u>	<u>31,440</u>	<u>590,690</u>	<u>-</u>	<u>20,955</u>	<u>60,870</u>	<u>10,326,050</u>
<u>1,886</u>	<u>(31,440)</u>	<u>(330,690)</u>	<u>-</u>	<u>36,263</u>	<u>(10,745)</u>	<u>(963,846)</u>
-	-	-	-	-	-	1,381,075
-	-	-	-	-	-	(974,072)
-	-	-	-	-	-	407,003
1,886	(31,440)	(330,690)	-	36,263	(10,745)	(556,843)
<u>10,738</u>	<u>31,440</u>	<u>330,690</u>	<u>29,310</u>	<u>12,755</u>	<u>13,721</u>	<u>5,278,706</u>
<u>\$ 12,624</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,310</u>	<u>\$ 49,018</u>	<u>\$ 2,976</u>	<u>\$ 4,721,863</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Income taxes . . . . .	\$ 3,027,369	\$ 3,027,369	\$ 1,375,000	\$ (1,652,369)
Intergovernmental. . . . .	2,795,827	2,795,827	1,965,679	(830,148)
Investment income . . . . .	34,308	34,308	23,604	(10,704)
Other . . . . .	87,233	87,233	50,166	(37,067)
<b>Total revenues. . . . .</b>	<u>5,944,737</u>	<u>5,944,737</u>	<u>3,414,449</u>	<u>(2,530,288)</u>
<b>Expenditures:</b>				
Current:				
Transportation				
Personal services . . . . .	2,074,073	2,074,073	1,855,711	218,362
Other . . . . .	1,858,019	1,858,019	1,449,001	409,018
Capital outlay				
Other . . . . .	554,518	554,518	490,042	64,476
Debt service:				
Principal retirement. . . . .	71,724	71,724	35,862	35,862
Interest and fiscal charges. . . . .	5,176	5,176	2,588	2,588
<b>Total expenditures . . . . .</b>	<u>4,563,510</u>	<u>4,563,510</u>	<u>3,833,204</u>	<u>730,306</u>
<b>Net change in fund balance. . . . .</b>	1,381,227	1,381,227	(418,755)	(1,799,982)
<b>Unencumbered fund balance at beginning of year.</b>	887,466	887,466	887,466	-
<b>Prior year encumbrances appropriated . . .</b>	<u>466,710</u>	<u>466,710</u>	<u>466,710</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 2,735,403</u>	<u>\$ 2,735,403</u>	<u>\$ 935,421</u>	<u>\$ (1,799,982)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 367,954	\$ 367,954	\$ 159,379	\$ (208,575)
Investment income . . . . .	28,496	28,496	2,534	(25,962)
Other . . . . .	1,000	1,000	-	(1,000)
Total revenues . . . . .	<u>397,450</u>	<u>397,450</u>	<u>161,913</u>	<u>(235,537)</u>
<b>Expenditures:</b>				
Current:				
Transportation				
Personal services . . . . .	65,800	65,800	65,668	132
Other . . . . .	127,098	127,098	123,930	3,168
Capital outlay				
Other . . . . .	3,877	3,877	3,877	-
Total expenditures . . . . .	<u>196,775</u>	<u>196,775</u>	<u>193,475</u>	<u>3,300</u>
Net change in fund balance . . . . .	200,675	200,675	(31,562)	(232,237)
<b>Unencumbered fund balance at beginning of year.</b>	142,332	142,332	142,332	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>10,955</u>	<u>10,955</u>	<u>10,955</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . . . .</b>	<u>\$ 353,962</u>	<u>\$ 353,962</u>	<u>\$ 121,725</u>	<u>\$ (232,237)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other local taxes. . . . .	\$ 349,497	\$ 349,497	\$ 266,881	\$ (82,616)
Intergovernmental. . . . .	39,134	34,760	32,808	(1,952)
Total revenues. . . . .	<u>388,631</u>	<u>384,257</u>	<u>299,689</u>	<u>(84,568)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Personal services . . . . .	851,168	900,168	827,493	72,675
Other . . . . .	4,500	5,500	4,573	927
Total expenditures . . . . .	<u>855,668</u>	<u>905,668</u>	<u>832,066</u>	<u>73,602</u>
Excess of expenditures over revenues . . . . .	<u>(467,037)</u>	<u>(521,411)</u>	<u>(532,377)</u>	<u>(10,966)</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	725,868	725,868	532,377	(193,491)
Total other financing sources. . . . .	<u>725,868</u>	<u>725,868</u>	<u>532,377</u>	<u>(193,491)</u>
Net change in fund balance . . . . .	258,831	204,457	-	(204,457)
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . . .</b>	<u>\$ 258,831</u>	<u>\$ 204,457</u>	<u>\$ -</u>	<u>\$ (204,457)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ 308,397	\$ 308,397	\$ 266,881	\$ (41,516)
Intergovernmental . . . . .	39,224	34,850	32,808	(2,042)
Total revenues. . . . .	<u>347,621</u>	<u>343,247</u>	<u>299,689</u>	<u>(43,558)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Personal services . . . . .	788,198	987,198	980,272	6,926
Other . . . . .	4,491	5,491	4,573	918
Total expenditures . . . . .	<u>792,689</u>	<u>992,689</u>	<u>984,845</u>	<u>7,844</u>
Excess of expenditures over revenues . . . . .	<u>(445,068)</u>	<u>(649,442)</u>	<u>(685,156)</u>	<u>(35,714)</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	766,878	766,878	685,156	(81,722)
Total other financing sources. . . . .	<u>766,878</u>	<u>766,878</u>	<u>685,156</u>	<u>(81,722)</u>
Net change in fund balance. . . . .	321,810	117,436	-	(117,436)
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . .</b>	<u>\$ 321,810</u>	<u>\$ 117,436</u>	<u>\$ -</u>	<u>\$ (117,436)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ 423,426	\$ 423,426	\$ 167,483	\$ (255,943)
Intergovernmental . . . . .	211,711	211,711	83,741	(127,970)
Investment income . . . . .	37,408	37,408	8,913	(28,495)
Total revenues. . . . .	<u>672,545</u>	<u>672,545</u>	<u>260,137</u>	<u>(412,408)</u>
<b>Expenditures:</b>				
Capital outlay				
Other . . . . .	<u>322,750</u>	<u>342,750</u>	<u>200,000</u>	<u>142,750</u>
Total expenditures . . . . .	<u>322,750</u>	<u>342,750</u>	<u>200,000</u>	<u>142,750</u>
Net change in fund balance . . . . .	349,795	329,795	60,137	(269,658)
<b>Unencumbered fund balance at beginning of year.</b>	<u>412,415</u>	<u>412,415</u>	<u>412,415</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . . .</b>	<u>\$ 762,210</u>	<u>\$ 742,210</u>	<u>\$ 472,552</u>	<u>\$ (269,658)</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
ARPA 2021 FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ -	\$ 150,000	\$ 7,273	\$ (142,727)
Total revenues. . . . .	-	150,000	7,273	(142,727)
<b>Expenditures:</b>				
Capital outlay				
Other . . . . .	2,093,236	2,093,236	1,547,998	545,238
Total expenditures . . . . .	2,093,236	2,093,236	1,547,998	545,238
Net change in fund balance. . . . .	(2,093,236)	(1,943,236)	(1,540,725)	402,511
<b>Unencumbered fund balance at beginning of year.</b>	1,765,638	1,765,638	1,765,638	-
<b>Prior year encumbrances appropriated . .</b>	193,236	193,236	193,236	-
<b>Unencumbered fund balance (deficit) at end of year</b>	<u>\$ (134,362)</u>	<u>\$ 15,638</u>	<u>\$ 418,149</u>	<u>\$ 402,511</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 75,000	\$ 75,000	\$ 34,624	\$ (40,376)
Total revenues. . . . .	<u>75,000</u>	<u>75,000</u>	<u>34,624</u>	<u>(40,376)</u>
<b>Expenditures:</b>				
Current:				
Public health				
Personal services . . . . .	1,217	1,217	-	1,217
Other . . . . .	<u>36,620</u>	<u>36,620</u>	<u>36,120</u>	<u>500</u>
Total expenditures. . . . .	<u>37,837</u>	<u>37,837</u>	<u>36,120</u>	<u>1,717</u>
Net change in fund balance . . . . .	37,163	37,163	(1,496)	(38,659)
<b>Unencumbered fund balance at beginning of year.</b>	<u>1,496</u>	<u>1,496</u>	<u>1,496</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . . .</b>	<u>\$ 38,659</u>	<u>\$ 38,659</u>	<u>\$ -</u>	<u>\$ (38,659)</u>

**CITY OF STOW, OHIO**

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Charges for services . . . . .	\$ 975,000	\$ 975,000	\$ 996,275	\$ 21,275
Total revenues . . . . .	975,000	975,000	996,275	21,275
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Personal services . . . . .	520,388	520,388	498,163	22,225
Other. . . . .	323,854	323,854	282,531	41,323
Capital outlay				
Other. . . . .	173,790	173,790	165,535	8,255
Debt service:				
Principal retirement . . . . .	95,000	95,000	95,000	-
Interest and fiscal charges . . . . .	34,800	34,800	34,800	-
Total expenditures . . . . .	1,147,832	1,147,832	1,076,029	71,803
Net change in fund balance . . . . .	(172,832)	(172,832)	(79,754)	93,078
<b>Unencumbered fund balance at beginning of year.</b>	374,358	374,358	374,358	-
<b>Prior year encumbrances appropriated. . . . .</b>	67,832	67,832	67,832	-
<b>Unencumbered fund balance at end of year . . .</b>	\$ 269,358	\$ 269,358	\$ 362,436	\$ 93,078

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 13,500	\$ 13,500	\$ 589	\$ (12,911)
Total revenues . . . . .	<u>13,500</u>	<u>13,500</u>	<u>589</u>	<u>(12,911)</u>
<b>Expenditures:</b>				
Capital outlay				
Other . . . . .	4,000	4,000	-	4,000
Total expenditures . . . . .	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>4,000</u>
Net change in fund balance. . . . .	9,500	9,500	589	(8,911)
<b>Unencumbered fund balance at beginning of year.</b>	<u>11,068</u>	<u>11,068</u>	<u>11,068</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . .</b>	<u>\$ 20,568</u>	<u>\$ 20,568</u>	<u>\$ 11,657</u>	<u>\$ (8,911)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Special assessments. . . . .	\$ 80,000	\$ 80,000	\$ 36,713	\$ (43,287)
Total revenues. . . . .	<u>80,000</u>	<u>80,000</u>	<u>36,713</u>	<u>(43,287)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	<u>37,000</u>	<u>37,000</u>	<u>35,255</u>	<u>1,745</u>
Total expenditures. . . . .	<u>37,000</u>	<u>37,000</u>	<u>35,255</u>	<u>1,745</u>
Net change in fund balance. . . . .	43,000	43,000	1,458	(41,542)
<b>Unencumbered fund balance at beginning of year.</b>	<u>5,401</u>	<u>5,401</u>	<u>5,401</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 48,401</u>	<u>\$ 48,401</u>	<u>\$ 6,859</u>	<u>\$ (41,542)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Special assessments. . . . .	\$ 10,000	\$ 10,000	\$ 2,177	\$ (7,823)
Other . . . . .	20,000	20,000	11,988	(8,012)
Total revenues. . . . .	<u>30,000</u>	<u>30,000</u>	<u>14,165</u>	<u>(15,835)</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Other . . . . .	<u>163,257</u>	<u>163,257</u>	<u>147,950</u>	<u>15,307</u>
Total expenditures . . . . .	<u>163,257</u>	<u>163,257</u>	<u>147,950</u>	<u>15,307</u>
Net change in fund balance. . . . .	(133,257)	(133,257)	(133,785)	(528)
<b>Unencumbered fund balance at beginning of year.</b>	<u>187,133</u>	<u>187,133</u>	<u>187,133</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 53,876</u>	<u>\$ 53,876</u>	<u>\$ 53,348</u>	<u>\$ (528)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Rental . . . . .	\$ 105,748	\$ 105,748	\$ 95,364	\$ (10,384)
Contributions and donations . . . . .	4,752	4,752	4,177	(575)
Total revenues. . . . .	<u>110,500</u>	<u>110,500</u>	<u>99,541</u>	<u>(10,959)</u>
<b>Expenditures:</b>				
Current:				
Community and economic development				
Other . . . . .	55,090	126,504	119,060	7,444
Capital outlay				
Other . . . . .	19,072	47,658	47,658	-
Total expenditures. . . . .	<u>74,162</u>	<u>174,162</u>	<u>166,718</u>	<u>7,444</u>
Net change in fund balance. . . . .	36,338	(63,662)	(67,177)	(3,515)
<b>Unencumbered fund balance at beginning of year.</b>	127,172	127,172	127,172	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 169,510</u>	<u>\$ 69,510</u>	<u>\$ 65,995</u>	<u>\$ (3,515)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 40,254	\$ 40,254	\$ 27,789	\$ (12,465)
Total revenues. . . . .	<u>40,254</u>	<u>40,254</u>	<u>27,789</u>	<u>(12,465)</u>
<b>Expenditures:</b>				
Current:				
Public health				
Other . . . . .	38,461	38,461	35,128	3,333
Capital outlay				
Other . . . . .	<u>1,600</u>	<u>1,600</u>	<u>1,600</u>	<u>-</u>
Total expenditures . . . . .	<u>40,061</u>	<u>40,061</u>	<u>36,728</u>	<u>3,333</u>
Net change in fund balance. . . . .	193	193	(8,939)	(9,132)
<b>Unencumbered fund balance at beginning of year.</b>	7,537	7,537	7,537	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>5,254</u>	<u>5,254</u>	<u>5,254</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 12,984</u>	<u>\$ 12,984</u>	<u>\$ 3,852</u>	<u>\$ (9,132)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 25,000	\$ 25,000	\$ -	\$ (25,000)
Total revenues. . . . .	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Other . . . . .	160	160	160	-
Total expenditures . . . . .	<u>160</u>	<u>160</u>	<u>160</u>	<u>-</u>
Net change in fund balance. . . . .	24,840	24,840	(160)	(25,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>21,116</u>	<u>21,116</u>	<u>21,116</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 45,956</u>	<u>\$ 45,956</u>	<u>\$ 20,956</u>	<u>\$ (25,000)</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**FEDERAL LAW ENFORCEMENT FORFEITED FEES FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 25,000	\$ 25,000	\$ 10,955	\$ (14,045)
Total revenues. . . . .	<u>25,000</u>	<u>25,000</u>	<u>10,955</u>	<u>(14,045)</u>
Net change in fund balance. . . . .	25,000	25,000	10,955	(14,045)
<b>Unencumbered fund balance at beginning of year.</b>	<u>48,205</u>	<u>48,205</u>	<u>48,205</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 73,205</u>	<u>\$ 73,205</u>	<u>\$ 59,160</u>	<u>\$ (14,045)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Licenses and permits. . . . .	\$ 9,477	\$ 9,477	\$ 11,100	\$ 1,623
Contributions and donations. . . . .	28,301	28,301	34,010	5,709
Other . . . . .	32,222	32,222	26,246	(5,976)
Total revenues. . . . .	<u>70,000</u>	<u>70,000</u>	<u>71,356</u>	<u>1,356</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Other . . . . .	116,271	161,271	130,445	30,826
Total expenditures . . . . .	<u>116,271</u>	<u>161,271</u>	<u>130,445</u>	<u>30,826</u>
Excess of expenditures over revenues . . . . .	<u>(46,271)</u>	<u>(91,271)</u>	<u>(59,089)</u>	<u>32,182</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	80,000	80,000	50,000	(30,000)
Total other financing sources. . . . .	<u>80,000</u>	<u>80,000</u>	<u>50,000</u>	<u>(30,000)</u>
Net change in fund balance. . . . .	33,729	(11,271)	(9,089)	2,182
<b>Unencumbered fund balance at beginning of year.</b>	14,205	14,205	14,205	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>2,071</u>	<u>2,071</u>	<u>2,071</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 50,005</u>	<u>\$ 5,005</u>	<u>\$ 7,187</u>	<u>\$ 2,182</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Contributions and donations. . . . .	\$ 11,000	\$ 11,000	\$ 10,880	\$ (120)
Total revenues. . . . .	<u>11,000</u>	<u>11,000</u>	<u>10,880</u>	<u>(120)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other. . . . .	11,000	18,000	11,989	6,011
Total expenditures . . . . .	<u>11,000</u>	<u>18,000</u>	<u>11,989</u>	<u>6,011</u>
Excess of expenditures over revenues . . . . .	<u>-</u>	<u>(7,000)</u>	<u>(1,109)</u>	<u>5,891</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	6,000	6,000	6,000	-
Total other financing sources. . . . .	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>	<u>-</u>
Net change in fund balance. . . . .	6,000	(1,000)	4,891	5,891
<b>Unencumbered fund balance at beginning of year.</b>	<u>2,763</u>	<u>2,763</u>	<u>2,763</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 8,763</u>	<u>\$ 1,763</u>	<u>\$ 7,654</u>	<u>\$ 5,891</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**D.A.R.E. PROGRAM FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 55,000	\$ 55,000	\$ 13,986	\$ (41,014)
Total revenues. . . . .	<u>55,000</u>	<u>55,000</u>	<u>13,986</u>	<u>(41,014)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Personal services. . . . .	15,500	15,500	13,964	1,536
Other. . . . .	9,063	9,063	9,063	-
Total expenditures . . . . .	<u>24,563</u>	<u>24,563</u>	<u>23,027</u>	<u>1,536</u>
Excess (deficiency) of revenues over (under) expenditures. . . . .	<u>30,437</u>	<u>30,437</u>	<u>(9,041)</u>	<u>(39,478)</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	15,000	15,000	10,000	(5,000)
Total other financing sources. . . . .	<u>15,000</u>	<u>15,000</u>	<u>10,000</u>	<u>(5,000)</u>
Net change in fund balance. . . . .	45,437	45,437	959	(44,478)
<b>Unencumbered fund balance at beginning of year.</b>	<u>3,480</u>	<u>3,480</u>	<u>3,480</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 48,917</u>	<u>\$ 48,917</u>	<u>\$ 4,439</u>	<u>\$ (44,478)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Contributions and donations . . . . .	\$ 5,000	\$ 5,000	\$ 400	\$ (4,600)
Other . . . . .	5,000	5,000	420	(4,580)
<b>Total revenues . . . . .</b>	<u>10,000</u>	<u>10,000</u>	<u>820</u>	<u>(9,180)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	3,000	3,000	3,000	-
<b>Total expenditures . . . . .</b>	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
<b>Net change in fund balance. . . . .</b>	7,000	7,000	(2,180)	(9,180)
<b>Unencumbered fund balance at beginning of year.</b>	<u>4,150</u>	<u>4,150</u>	<u>4,150</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 11,150</u>	<u>\$ 11,150</u>	<u>\$ 1,970</u>	<u>\$ (9,180)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Contributions and donations. . . . .	\$ 15,000	\$ 15,000	\$ 6,387	\$ (8,613)
Total revenues . . . . .	<u>15,000</u>	<u>15,000</u>	<u>6,387</u>	<u>(8,613)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other. . . . .	12,787	12,787	5,887	6,900
Total expenditures . . . . .	<u>12,787</u>	<u>12,787</u>	<u>5,887</u>	<u>6,900</u>
Net change in fund balance. . . . .	2,213	2,213	500	(1,713)
<b>Unencumbered fund balance at beginning of year.</b>	<u>32,932</u>	<u>32,932</u>	<u>32,932</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 35,145</u>	<u>\$ 35,145</u>	<u>\$ 33,432</u>	<u>\$ (1,713)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Charges for services . . . . .	\$ 10,000	\$ 10,000	\$ 7,500	\$ (2,500)
Total revenues. . . . .	<u>10,000</u>	<u>10,000</u>	<u>7,500</u>	<u>(2,500)</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Other . . . . .	14,440	14,440	14,440	-
Total expenditures . . . . .	<u>14,440</u>	<u>14,440</u>	<u>14,440</u>	<u>-</u>
Net change in fund balance. . . . .	(4,440)	(4,440)	(6,940)	(2,500)
<b>Unencumbered fund balance at beginning of year.</b>	<u>12,635</u>	<u>12,635</u>	<u>12,635</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 8,195</u>	<u>\$ 8,195</u>	<u>\$ 5,695</u>	<u>\$ (2,500)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
Community and economic development				
Other . . . . .	\$ 2,820	\$ 2,820	\$ 2,819	\$ 1
Total expenditures . . . . .	<u>2,820</u>	<u>2,820</u>	<u>2,819</u>	<u>1</u>
Excess of expenditures over revenues . . . . .	<u>(2,820)</u>	<u>(2,820)</u>	<u>(2,819)</u>	<u>1</u>
<b>Other financing sources:</b>				
Transfers in. . . . .	<u>5,000</u>	<u>5,000</u>	<u>2,200</u>	<u>(2,800)</u>
Total other financing sources. . . . .	<u>5,000</u>	<u>5,000</u>	<u>2,200</u>	<u>(2,800)</u>
Net change in fund balance. . . . .	2,180	2,180	(619)	(2,799)
<b>Unencumbered fund balance at beginning of year.</b>	<u>8,795</u>	<u>8,795</u>	<u>8,795</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 10,975</u>	<u>\$ 10,975</u>	<u>\$ 8,176</u>	<u>\$ (2,799)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Unencumbered fund balance at beginning of year.</b>	\$ 1,540	\$ 1,540	\$ 1,540	\$ -
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 1,540</u>	<u>\$ 1,540</u>	<u>\$ 1,540</u>	<u>\$ -</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Property and other local taxes . . . . .	\$ 295,000	\$ 295,000	\$ 406,445	\$ 111,445
Total revenues . . . . .	<u>295,000</u>	<u>295,000</u>	<u>406,445</u>	<u>111,445</u>
<b>Expenditures:</b>				
Current:				
General government				
Other . . . . .	1,000	1,000	868	132
Capital outlay				
Other . . . . .	<u>835,061</u>	<u>970,061</u>	<u>964,170</u>	<u>5,891</u>
Total expenditures . . . . .	<u>836,061</u>	<u>971,061</u>	<u>965,038</u>	<u>6,023</u>
Net change in fund balance. . . . .	(541,061)	(676,061)	(558,593)	117,468
<b>Unencumbered fund balance at beginning of year.</b>	763,820	763,820	763,820	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>61,061</u>	<u>61,061</u>	<u>61,061</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 283,820</u>	<u>\$ 148,820</u>	<u>\$ 266,288</u>	<u>\$ 117,468</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**ENHANCED 911 WIRELESS FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 80,000	\$ 80,000	\$ 61,791	\$ (18,209)
License and permits. . . . .	486,953	486,953	-	(486,953)
<b>Total revenues. . . . .</b>	<u>566,953</u>	<u>566,953</u>	<u>61,791</u>	<u>(505,162)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	130,659	130,659	129,233	1,426
<b>Total expenditures . . . . .</b>	<u>130,659</u>	<u>130,659</u>	<u>129,233</u>	<u>1,426</u>
<b>Net change in fund balance. . . . .</b>	436,294	436,294	(67,442)	(503,736)
<b>Unencumbered fund balance at beginning of year.</b>	<u>67,442</u>	<u>67,442</u>	<u>67,442</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 503,736</u>	<u>\$ 503,736</u>	<u>\$ -</u>	<u>\$ (503,736)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 20,000	\$ 20,000	\$ -	\$ (20,000)
Total revenues . . . . .	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>(20,000)</u>
Net change in fund balance. . . . .	20,000	20,000	-	(20,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>19,276</u>	<u>19,276</u>	<u>19,276</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 39,276</u>	<u>\$ 39,276</u>	<u>\$ 19,276</u>	<u>\$ (20,000)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 10,000	\$ 10,000	\$ -	\$ (10,000)
Total revenues. . . . .	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>
<b>Expenditures:</b>				
Current:				
Public health				
Other . . . . .	10,000	10,000	-	10,000
Total expenditures . . . . .	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>
Net change in fund balance. . . . .	-	-	-	-
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 632,596	\$ 632,596	\$ 546,319	\$ (86,277)
Investment income . . . . .	9,895	9,895	4,101	(5,794)
Other. . . . .	400,256	400,256	168,847	(231,409)
Total revenues. . . . .	<u>1,042,747</u>	<u>1,042,747</u>	<u>719,267</u>	<u>(323,480)</u>
Excess of revenues over expenditures . . . . .	<u>1,042,747</u>	<u>1,042,747</u>	<u>719,267</u>	<u>(323,480)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	107,253	107,253	75,342	(31,911)
Transfers (out) . . . . .	<u>(776,500)</u>	<u>(1,026,500)</u>	<u>(898,730)</u>	<u>127,770</u>
Total other financing sources (uses) . . . . .	<u>(669,247)</u>	<u>(919,247)</u>	<u>(823,388)</u>	<u>95,859</u>
Net change in fund balance. . . . .	373,500	123,500	(104,121)	(227,621)
<b>Unencumbered fund balance at beginning of year.</b>	<u>199,753</u>	<u>199,753</u>	<u>199,753</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 573,253</u>	<u>\$ 323,253</u>	<u>\$ 95,632</u>	<u>\$ (227,621)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 250,000	\$ 250,000	\$ 159,203	\$ (90,797)
Total revenues. . . . .	<u>250,000</u>	<u>250,000</u>	<u>159,203</u>	<u>(90,797)</u>
<b>Expenditures:</b>				
Current:				
General government				
Other . . . . .	<u>153,771</u>	<u>203,771</u>	<u>147,524</u>	<u>56,247</u>
Total expenditures . . . . .	<u>153,771</u>	<u>203,771</u>	<u>147,524</u>	<u>56,247</u>
Excess of revenues over expenditures . . . .	<u>96,229</u>	<u>46,229</u>	<u>11,679</u>	<u>(34,550)</u>
<b>Other financing (uses):</b>				
Transfers (out) . . . . .	<u>(33,000)</u>	<u>(33,000)</u>	<u>-</u>	<u>33,000</u>
Total other financing (uses) . . . . .	<u>(33,000)</u>	<u>(33,000)</u>	<u>-</u>	<u>33,000</u>
Net change in fund balance. . . . .	63,229	13,229	11,679	(1,550)
<b>Unencumbered fund balance at beginning of year.</b>	3,029	3,029	3,029	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>13,771</u>	<u>13,771</u>	<u>13,771</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 80,029</u>	<u>\$ 30,029</u>	<u>\$ 28,479</u>	<u>\$ (1,550)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 33,775	\$ 33,775	\$ 22,001	\$ (11,774)
Intergovernmental . . . . .	36,225	36,225	21,152	(15,073)
Total revenues. . . . .	<u>70,000</u>	<u>70,000</u>	<u>43,153</u>	<u>(26,847)</u>
Excess of revenues over expenditures . . . . .	<u>70,000</u>	<u>70,000</u>	<u>43,153</u>	<u>(26,847)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	5,000	10,000	-	(10,000)
Transfers (out) . . . . .	<u>(80,000)</u>	<u>(80,000)</u>	<u>(43,153)</u>	<u>36,847</u>
Total other financing sources (uses) . . . . .	<u>(75,000)</u>	<u>(70,000)</u>	<u>(43,153)</u>	<u>26,847</u>
Net change in fund balance. . . . .	(5,000)	-	-	-
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance (deficit) at end of year.</b>	<u>\$ (5,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 75,000	\$ 75,000	\$ 41,984	\$ (33,016)
Total revenues . . . . .	<u>75,000</u>	<u>75,000</u>	<u>41,984</u>	<u>(33,016)</u>
<b>Expenditures:</b>				
Current:				
General government				
Personal services . . . . .	50,192	50,192	15,198	34,994
Other. . . . .	47,294	47,294	35,602	11,692
Capital outlay				
Other. . . . .	<u>5,957</u>	<u>5,957</u>	<u>580</u>	<u>5,377</u>
Total expenditures . . . . .	<u>103,443</u>	<u>103,443</u>	<u>51,380</u>	<u>52,063</u>
Excess of expenditures over revenues . . . . .	<u>(28,443)</u>	<u>(28,443)</u>	<u>(9,396)</u>	<u>19,047</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Total other financing sources. . . . .	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Net change in fund balance. . . . .	21,557	21,557	(9,396)	(30,953)
<b>Unencumbered fund balance at beginning of year.</b>	35,595	35,595	35,595	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>1,443</u>	<u>1,443</u>	<u>1,443</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 58,595</u>	<u>\$ 58,595</u>	<u>\$ 27,642</u>	<u>\$ (30,953)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 124,329	\$ 124,329	\$ 96,381	\$ (27,948)
Total revenues . . . . .	<u>124,329</u>	<u>124,329</u>	<u>96,381</u>	<u>(27,948)</u>
<b>Expenditures:</b>				
Current:				
General government				
Personal services . . . . .	24,061	24,061	15,198	8,863
Other . . . . .	89,541	89,541	67,175	22,366
Capital outlay				
Other . . . . .	<u>5,000</u>	<u>5,000</u>	<u>700</u>	<u>4,300</u>
Total expenditures . . . . .	<u>118,602</u>	<u>118,602</u>	<u>83,073</u>	<u>35,529</u>
Excess of revenues over expenditures . . . . .	<u>5,727</u>	<u>5,727</u>	<u>13,308</u>	<u>7,581</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	<u>25,671</u>	<u>25,671</u>	<u>20,000</u>	<u>(5,671)</u>
Total other financing sources . . . . .	<u>25,671</u>	<u>25,671</u>	<u>20,000</u>	<u>(5,671)</u>
Net change in fund balance. . . . .	31,398	31,398	33,308	1,910
<b>Unencumbered fund balance at beginning of year.</b>	2,914	2,914	2,914	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>3,603</u>	<u>3,603</u>	<u>3,603</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 37,915</u>	<u>\$ 37,915</u>	<u>\$ 39,825</u>	<u>\$ 1,910</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 16,426	\$ 16,426	\$ 9,402	\$ (7,024)
Intergovernmental . . . . .	58,574	58,574	22,787	(35,787)
Total revenues. . . . .	<u>75,000</u>	<u>75,000</u>	<u>32,189</u>	<u>(42,811)</u>
Excess of revenues over expenditures . . . .	<u>75,000</u>	<u>75,000</u>	<u>32,189</u>	<u>(42,811)</u>
<b>Other financing (uses):</b>				
Transfers (out) . . . . .	<u>(30,000)</u>	<u>(50,000)</u>	<u>(32,189)</u>	<u>17,811</u>
Total other financing (uses) . . . . .	<u>(30,000)</u>	<u>(50,000)</u>	<u>(32,189)</u>	<u>17,811</u>
Net change in fund balance. . . . .	45,000	25,000	-	(25,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 45,000</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ (25,000)</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
9-11 & 1st RESPONDER MEMORIAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	\$ 2,500	\$ 2,500	\$ 2,500	\$ -
Total expenditures . . . . .	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
Net change in fund balance. . . . .	(2,500)	(2,500)	(2,500)	-
<b>Unencumbered fund balance at beginning of year.</b>	<u>2,500</u>	<u>2,500</u>	<u>2,500</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Unencumbered fund balance at beginning of year.</b>	\$ 929	\$ 929	\$ 929	\$ -
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 929</u>	<u>\$ 929</u>	<u>\$ 929</u>	<u>\$ -</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 5,000	\$ 5,000	\$ 1,886	\$ (3,114)
Total revenues . . . . .	<u>5,000</u>	<u>5,000</u>	<u>1,886</u>	<u>(3,114)</u>
<b>Expenditures:</b>				
Capital outlay				
Other . . . . .	4,521	4,521	-	4,521
Total expenditures . . . . .	<u>4,521</u>	<u>4,521</u>	<u>-</u>	<u>4,521</u>
Net change in fund balance . . . . .	479	479	1,886	1,407
<b>Unencumbered fund balance at beginning of year.</b>	<u>10,588</u>	<u>10,588</u>	<u>10,588</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 11,067</u>	<u>\$ 11,067</u>	<u>\$ 12,474</u>	<u>\$ 1,407</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Charges for services . . . . .	\$ 35,000	\$ 35,000	\$ -	\$ (35,000)
Total revenues . . . . .	<u>35,000</u>	<u>35,000</u>	<u>-</u>	<u>(35,000)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	31,440	31,440	31,440	-
Total expenditures . . . . .	<u>31,440</u>	<u>31,440</u>	<u>31,440</u>	<u>-</u>
Net change in fund balance . . . . .	3,560	3,560	(31,440)	(35,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>31,440</u>	<u>31,440</u>	<u>31,440</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 35,000</u>	<u>\$ 35,000</u>	<u>\$ -</u>	<u>\$ (35,000)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 150,000	\$ 150,000	\$ -	\$ (150,000)
Total revenues. . . . .	<u>150,000</u>	<u>150,000</u>	<u>-</u>	<u>(150,000)</u>
<b>Expenditures:</b>				
Current:				
Community and economic environment				
Other . . . . .	15,000	15,000	-	15,000
Total expenditures . . . . .	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>
Net change in fund balance. . . . .	135,000	135,000	-	(135,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 135,000</u>	<u>\$ 135,000</u>	<u>\$ -</u>	<u>\$ (135,000)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 930,690	\$ 930,690	\$ 260,000	\$ (670,690)
Total revenues . . . . .	<u>930,690</u>	<u>930,690</u>	<u>260,000</u>	<u>(670,690)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Personal services . . . . .	-	590,690	590,690	-
Total expenditures . . . . .	<u>-</u>	<u>590,690</u>	<u>590,690</u>	<u>-</u>
Net change in fund balance . . . . .	930,690	340,000	(330,690)	(670,690)
<b>Unencumbered fund balance at beginning of year.</b>	<u>330,690</u>	<u>330,690</u>	<u>330,690</u>	<u>-</u>
<b>Unencumbered fund balance at end of year . . .</b>	<u>\$ 1,261,380</u>	<u>\$ 670,690</u>	<u>\$ -</u>	<u>\$ (670,690)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
Total revenues . . . . .	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Net change in fund balance. . . . .	50,000	50,000	-	(50,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>29,310</u>	<u>29,310</u>	<u>29,310</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 79,310</u>	<u>\$ 79,310</u>	<u>\$ 29,310</u>	<u>\$ (50,000)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Fines and forfeitures . . . . .	\$ 60,000	\$ 60,000	\$ 57,218	\$ (2,782)
Total revenues . . . . .	<u>60,000</u>	<u>60,000</u>	<u>57,218</u>	<u>(2,782)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	15,600	15,600	15,600	-
Capital outlay . . . . .				
Other . . . . .	<u>5,355</u>	<u>5,355</u>	<u>5,355</u>	<u>-</u>
Total expenditures . . . . .	<u>20,955</u>	<u>20,955</u>	<u>20,955</u>	<u>-</u>
Net change in fund balance. . . . .	39,045	39,045	36,263	(2,782)
<b>Unencumbered fund balance at beginning of year.</b>	<u>12,755</u>	<u>12,755</u>	<u>12,755</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 51,800</u>	<u>\$ 51,800</u>	<u>\$ 49,018</u>	<u>\$ (2,782)</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SUMMIT COUNTY HUMAN TRAFFICKING TASK FORCE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 60,000	\$ 60,000	\$ 50,125	\$ (9,875)
Total revenues. . . . .	<u>60,000</u>	<u>60,000</u>	<u>50,125</u>	<u>(9,875)</u>
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	60,870	60,870	60,870	-
Total expenditures. . . . .	<u>60,870</u>	<u>60,870</u>	<u>60,870</u>	<u>-</u>
Net change in fund balance. . . . .	(870)	(870)	(10,745)	(9,875)
<b>Unencumbered fund balance at beginning of year.</b>	<u>13,721</u>	<u>13,721</u>	<u>13,721</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 12,851</u>	<u>\$ 12,851</u>	<u>\$ 2,976</u>	<u>\$ (9,875)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Expenditures:</b>				
Current:				
Security of persons and property				
Other . . . . .	\$ 39,580	\$ 39,580	\$ 39,580	\$ -
Total expenditures . . . . .	<u>39,580</u>	<u>39,580</u>	<u>39,580</u>	<u>-</u>
Excess of expenditures over revenues . . . . .	<u>(39,580)</u>	<u>(39,580)</u>	<u>(39,580)</u>	<u>-</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	<u>40,055</u>	<u>40,055</u>	<u>15,000</u>	<u>(25,055)</u>
Total other financing sources. . . . .	<u>40,055</u>	<u>40,055</u>	<u>15,000</u>	<u>(25,055)</u>
Net change in fund balance. . . . .	475	475	(24,580)	(25,055)
<b>Unencumbered fund balance at beginning of year.</b>	23,745	23,745	23,745	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>19,580</u>	<u>19,580</u>	<u>19,580</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 43,800</u>	<u>\$ 43,800</u>	<u>\$ 18,745</u>	<u>\$ (25,055)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 360,000	\$ 360,000	\$ 319,896	\$ (40,104)
Total revenues . . . . .	<u>360,000</u>	<u>360,000</u>	<u>319,896</u>	<u>(40,104)</u>
<b>Expenditures:</b>				
Current:				
Leisure time activities				
Other . . . . .	310,039	310,039	310,039	-
Total expenditures . . . . .	<u>310,039</u>	<u>310,039</u>	<u>310,039</u>	<u>-</u>
Net change in fund balance. . . . .	49,961	49,961	9,857	(40,104)
<b>Unencumbered fund balance at beginning of year.</b>	<u>28,223</u>	<u>28,223</u>	<u>28,223</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 78,184</u>	<u>\$ 78,184</u>	<u>\$ 38,080</u>	<u>\$ (40,104)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 6,500	\$ 6,500	\$ -	\$ (6,500)
Total revenues . . . . .	<u>6,500</u>	<u>6,500</u>	<u>-</u>	<u>(6,500)</u>
<b>Expenditures:</b>				
Current:				
Transportation				
Other . . . . .	2,023	2,023	2,023	-
Total expenditures . . . . .	<u>2,023</u>	<u>2,023</u>	<u>2,023</u>	<u>-</u>
Net change in fund balance. . . . .	4,477	4,477	(2,023)	(6,500)
<b>Unencumbered fund balance at beginning of year.</b>	<u>40,999</u>	<u>40,999</u>	<u>40,999</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 45,476</u>	<u>\$ 45,476</u>	<u>\$ 38,976</u>	<u>\$ (6,500)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Unencumbered fund balance at beginning of year.</b>	\$ 64,612	\$ 64,612	\$ 64,612	\$ -
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 64,612</u>	<u>\$ 64,612</u>	<u>\$ 64,612</u>	<u>\$ -</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 10,000	\$ 10,000	\$ 1,000	\$ (9,000)
Total revenues . . . . .	<u>10,000</u>	<u>10,000</u>	<u>1,000</u>	<u>(9,000)</u>
<b>Expenditures:</b>				
Current:				
Transportation				
Other . . . . .	1,000	1,000	1,000	-
Total expenditures . . . . .	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Net change in fund balance. . . . .	9,000	9,000	-	(9,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>14,522</u>	<u>14,522</u>	<u>14,522</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 23,522</u>	<u>\$ 23,522</u>	<u>\$ 14,522</u>	<u>\$ (9,000)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 25,000	\$ 25,000	\$ -	\$ (25,000)
Total revenues . . . . .	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>(25,000)</u>
Net change in fund balance. . . . .	25,000	25,000	-	(25,000)
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . . .</b>	<u>\$ 25,000</u>	<u>\$ 25,000</u>	<u>\$ -</u>	<u>\$ (25,000)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Other . . . . .	\$ 300,000	\$ 300,000	\$ 122,585	\$ (177,415)
Total revenues . . . . .	<u>300,000</u>	<u>300,000</u>	<u>122,585</u>	<u>(177,415)</u>
<b>Expenditures:</b>				
Current:				
General government				
Other . . . . .	118,901	118,901	118,901	-
Total expenditures . . . . .	<u>118,901</u>	<u>118,901</u>	<u>118,901</u>	<u>-</u>
Net change in fund balance. . . . .	181,099	181,099	3,684	(177,415)
<b>Unencumbered fund balance at beginning of year.</b>	<u>8,996</u>	<u>8,996</u>	<u>8,996</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 190,095</u>	<u>\$ 190,095</u>	<u>\$ 12,680</u>	<u>\$ (177,415)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 20,000	\$ 20,000	\$ 8,090	\$ (11,910)
Total revenues . . . . .	<u>20,000</u>	<u>20,000</u>	<u>8,090</u>	<u>(11,910)</u>
<b>Expenditures:</b>				
Current:				
General government				
Other . . . . .	190	190	190	-
Total expenditures . . . . .	<u>190</u>	<u>190</u>	<u>190</u>	<u>-</u>
Net change in fund balance. . . . .	19,810	19,810	7,900	(11,910)
<b>Unencumbered fund balance at beginning of year.</b>	<u>91,509</u>	<u>91,509</u>	<u>91,509</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 111,319</u>	<u>\$ 111,319</u>	<u>\$ 99,409</u>	<u>\$ (11,910)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Other . . . . .	\$ 25,000	\$ 25,000	\$ 6,075	\$ (18,925)
Total revenues . . . . .	<u>25,000</u>	<u>25,000</u>	<u>6,075</u>	<u>(18,925)</u>
<b>Expenditures:</b>				
Current:				
General government				
Other . . . . .	10,231	10,231	10,231	-
Total expenditures . . . . .	<u>10,231</u>	<u>10,231</u>	<u>10,231</u>	<u>-</u>
Net change in fund balance. . . . .	14,769	14,769	(4,156)	(18,925)
<b>Unencumbered fund balance at beginning of year.</b>	<u>90,676</u>	<u>90,676</u>	<u>90,676</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 105,445</u>	<u>\$ 105,445</u>	<u>\$ 86,520</u>	<u>\$ (18,925)</u>

**CITY OF STOW, OHIO**

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

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues:</b>				
Income taxes . . . . .	\$ 750,000	\$ 750,000	\$ 264,106	\$ (485,894)
Total revenues . . . . .	<u>750,000</u>	<u>750,000</u>	<u>264,106</u>	<u>(485,894)</u>
<b>Expenditures:</b>				
Debt service:				
Principal retirement. . . . .	191,285	211,285	195,524	15,761
Interest and fiscal charges. . . . .	<u>69,192</u>	<u>69,192</u>	<u>68,582</u>	<u>610</u>
Total expenditures . . . . .	<u>260,477</u>	<u>280,477</u>	<u>264,106</u>	<u>16,371</u>
Net change in fund balance. . . . .	489,523	469,523	-	(469,523)
<b>Unencumbered fund balance at beginning of year.</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Unencumbered fund balance at end of year. . . .</b>	<u>\$ 489,523</u>	<u>\$ 469,523</u>	<u>\$ -</u>	<u>\$ (469,523)</u>

**CITY OF STOW, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - PROPRIETARY FUNDS*

**ENTERPRISE FUNDS**

To account for the financing of costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis that are financed or recovered primarily through user charges.

**Major Enterprise Funds**

***Water Fund***

This fund accounts for revenues generated from the charges for the treatment and provision of water to the residents and commercial users of the City.

***Golf Fund***

This fund accounts for revenues generated and expenses for the Fox Den Golf Course.

***Storm Water Utility Fund***

This fund accounts for the provision of storm drainage runoff service to the residents and commercial users located within the City.

**INTERNAL SERVICE FUNDS**

To account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

***Administrative Insurance Fund***

This fund accounts for the receipt and disbursement of funds to administrate the City's self-funded insurance plan for health, hospitalization and dental coverage and payment of premiums of life, accidental death and dismemberment insurance.

***Self-Insurance Fund***

This fund accounts for the operation of the City's self-insurance program for employee health benefits.

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
WATER FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
				<u>Positive</u>
				<u>(Negative)</u>
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 8,738,269	\$ 8,738,269	\$ 5,174,718	\$ (3,563,551)
Tap-in fees . . . . .	88,101	88,101	11,830	(76,271)
Other. . . . .	11,630	11,630	190	(11,440)
Total revenues . . . . .	<u>8,838,000</u>	<u>8,838,000</u>	<u>5,186,738</u>	<u>(3,651,262)</u>
<b>Operating expenses:</b>				
Personal services. . . . .	2,060,293	2,060,293	1,683,536	376,757
Materials and supplies . . . . .	1,385,516	1,385,516	907,030	478,486
Contractual services . . . . .	3,133,232	3,133,232	2,451,422	681,810
Capital outlay . . . . .	2,887,661	2,887,661	1,931,013	956,648
Total expenses . . . . .	<u>9,466,702</u>	<u>9,466,702</u>	<u>6,973,001</u>	<u>2,493,701</u>
Operating (loss). . . . .	<u>(628,702)</u>	<u>(628,702)</u>	<u>(1,786,263)</u>	<u>(1,157,561)</u>
<b>Nonoperating revenues (expenses):</b>				
Advances in . . . . .	350,000	350,000	350,000	-
Advances (out) . . . . .	(300,000)	(300,000)	(300,000)	-
Investment earnings . . . . .	7,000	7,000	5,600	(1,400)
Capital contributions . . . . .	10,000	10,000	-	(10,000)
Transfers in . . . . .	1,102,500	1,102,500	-	(1,102,500)
Debt service:				
Principal retirement . . . . .	(115,271)	(115,271)	(114,791)	480
Interest and fiscal charges . . . . .	(15,861)	(15,861)	(11,905)	3,956
Total nonoperating revenues (expenses) . . . . .	<u>1,038,368</u>	<u>1,038,368</u>	<u>(71,096)</u>	<u>(1,109,464)</u>
Net change in fund equity . . . . .	409,666	409,666	(1,857,359)	(2,267,025)
<b>Unencumbered fund equity at beginning of year.</b>	3,147,203	3,147,203	3,147,203	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>1,365,640</u>	<u>1,365,640</u>	<u>1,365,640</u>	<u>-</u>
<b>Unencumbered fund equity at end of year. . . . .</b>	<u>\$ 4,922,509</u>	<u>\$ 4,922,509</u>	<u>\$ 2,655,484</u>	<u>\$ (2,267,025)</u>

CITY OF STOW, OHIO

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
 FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**GOLF FUND**  
 FOR THE YEAR ENDED DECEMBER 31, 2023

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 1,906,445	\$ 1,906,445	\$ 1,765,103	\$ (141,342)
Other. . . . .	376,130	376,130	245,388	(130,742)
Total revenues. . . . .	<u>2,282,575</u>	<u>2,282,575</u>	<u>2,010,491</u>	<u>(272,084)</u>
<b>Operating expenses:</b>				
Personal services. . . . .	747,574	791,070	788,314	2,756
Materials and supplies . . . . .	803,440	847,222	793,500	53,722
Contractual services . . . . .	411,554	434,682	419,175	15,507
Capital outlay . . . . .	167,017	176,611	173,886	2,725
Total expenses . . . . .	<u>2,129,585</u>	<u>2,249,585</u>	<u>2,174,875</u>	<u>74,710</u>
Operating income (loss) . . . . .	<u>152,990</u>	<u>32,990</u>	<u>(164,384)</u>	<u>(197,374)</u>
<b>Nonoperating revenues (expenses):</b>				
Income taxes. . . . .	739,750	739,750	739,682	(68)
Note issuance . . . . .	1,300,000	1,300,000	1,200,000	(100,000)
Debt service:				
Principal retirement . . . . .	(1,875,000)	(1,875,000)	(1,875,000)	-
Interest and fiscal charges. . . . .	(64,750)	(64,750)	(64,682)	68
Total nonoperating revenues (expenses) . . . .	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>(100,000)</u>
Net change in fund equity . . . . .	252,990	132,990	(164,384)	(297,374)
<b>Unencumbered fund equity at beginning of year.</b>	712,931	712,931	712,931	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>205,085</u>	<u>205,085</u>	<u>205,085</u>	<u>-</u>
<b>Unencumbered fund equity at end of year. . . .</b>	<u>\$ 1,171,006</u>	<u>\$ 1,051,006</u>	<u>\$ 753,632</u>	<u>\$ (297,374)</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**STORM WATER UTILITY FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 2,355,000	\$ 2,355,000	\$ 1,573,289	\$ (781,711)
Other. . . . .	20,000	20,000	-	(20,000)
Total revenues. . . . .	<u>2,375,000</u>	<u>2,375,000</u>	<u>1,573,289</u>	<u>(801,711)</u>
<b>Operating expenses:</b>				
Personal services. . . . .	430,945	430,945	332,005	98,940
Materials and supplies . . . . .	64,624	64,624	14,589	50,035
Contractual services . . . . .	40,567	40,567	19,043	21,524
Capital outlay . . . . .	1,720,632	1,720,632	1,220,397	500,235
Total expenses . . . . .	<u>2,256,768</u>	<u>2,256,768</u>	<u>1,586,034</u>	<u>670,734</u>
Operating income (loss) . . . . .	<u>118,232</u>	<u>118,232</u>	<u>(12,745)</u>	<u>(130,977)</u>
<b>Nonoperating revenues (expenses):</b>				
Advance in . . . . .	300,000	300,000	300,000	-
Advance (out) . . . . .	(350,000)	(350,000)	(350,000)	-
Debt service:				
Interest and fiscal charges. . . . .	(5,600)	(5,600)	(5,600)	-
Total nonoperating revenues (expenses) . . . . .	<u>(55,600)</u>	<u>(55,600)</u>	<u>(55,600)</u>	<u>-</u>
Net change in fund equity . . . . .	62,632	62,632	(68,345)	(130,977)
<b>Unencumbered fund equity at beginning of year.</b>	812,944	812,944	812,944	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>517,369</u>	<u>517,369</u>	<u>517,369</u>	<u>-</u>
<b>Unencumbered fund equity at end of year. . . . .</b>	<u>\$ 1,392,945</u>	<u>\$ 1,392,945</u>	<u>\$ 1,261,968</u>	<u>\$ (130,977)</u>

**CITY OF STOW, OHIO**

*COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
DECEMBER 31, 2023*

	<u>Administrative Insurance</u>	<u>Self-Insurance</u>	<u>Total Internal Service Funds</u>
<b>Assets:</b>			
Current assets:			
Equity in pooled cash and cash equivalents . . .	\$ 1,013	\$ 1,604,080	\$ 1,605,093
Total assets . . . . .	<u>1,013</u>	<u>1,604,080</u>	<u>1,605,093</u>
<b>Liabilities:</b>			
Current liabilities:			
Claims payable. . . . .	<u>-</u>	<u>646,550</u>	<u>646,550</u>
Total liabilities . . . . .	<u>-</u>	<u>646,550</u>	<u>646,550</u>
<b>Net position:</b>			
Unrestricted . . . . .	<u>1,013</u>	<u>957,530</u>	<u>958,543</u>
Total net position . . . . .	<u>\$ 1,013</u>	<u>\$ 957,530</u>	<u>\$ 958,543</u>

**CITY OF STOW, OHIO**

*COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<b>Administrative Insurance</b>	<b>Self-Insurance</b>	<b>Total Internal Service Funds</b>
<b>Operating revenues:</b>			
Charges for services . . . . .	\$ 505,959	\$ 4,939,398	\$ 5,445,357
Other operating revenues . . . . .	-	61,193	61,193
Total operating revenues . . . . .	<u>505,959</u>	<u>5,000,591</u>	<u>5,506,550</u>
<b>Operating expenses:</b>			
Contract services . . . . .	506,065	-	506,065
Claims expense . . . . .	-	4,748,451	4,748,451
Total operating expenses . . . . .	<u>506,065</u>	<u>4,748,451</u>	<u>5,254,516</u>
Operating income (loss)/change in net position. . . . .	(106)	252,140	252,034
<b>Net position at beginning of year . . . . .</b>	<u>1,119</u>	<u>705,390</u>	<u>706,509</u>
<b>Net position at end of year . . . . .</b>	<u>\$ 1,013</u>	<u>\$ 957,530</u>	<u>\$ 958,543</u>

**CITY OF STOW, OHIO**

*COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<b>Administrative Insurance</b>	<b>Self-Insurance</b>	<b>Total Internal Service Funds</b>
<b>Cash flows from operating activities:</b>			
Cash received from customers . . . . .	\$ 505,959	\$ 4,939,398	\$ 5,445,357
Cash received from other operations . . . . .	-	61,193	61,193
Cash payments for contract services . . . . .	(506,065)	-	(506,065)
Cash payments for claims. . . . .	-	(4,809,306)	(4,809,306)
Net cash provided by (used in) operating activities . . . . .	<u>(106)</u>	<u>191,285</u>	<u>191,179</u>
Net increase (decrease) in cash and cash equivalents. . . . .	(106)	191,285	191,179
<b>Cash and cash equivalents at beginning of year . . . . .</b>	<u>1,119</u>	<u>1,412,795</u>	<u>1,413,914</u>
<b>Cash and cash equivalents at end of year . . .</b>	<u>\$ 1,013</u>	<u>\$ 1,604,080</u>	<u>\$ 1,605,093</u>
<b>Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:</b>			
Operating income (loss). . . . .	\$ (106)	\$ 252,140	\$ 252,034
Changes in assets and liabilities:			
Claims payable . . . . .	-	(60,855)	(60,855)
Net cash provided by (used in) operating activities. . . . .	<u>\$ (106)</u>	<u>\$ 191,285</u>	<u>\$ 191,179</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
ADMINISTRATIVE INSURANCE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 533,881	\$ 533,881	\$ 505,959	\$ (27,922)
Total revenues . . . . .	<u>533,881</u>	<u>533,881</u>	<u>505,959</u>	<u>(27,922)</u>
<b>Operating expenses:</b>				
Contractual services . . . . .	<u>501,000</u>	<u>521,000</u>	<u>506,065</u>	<u>14,935</u>
Total expenses . . . . .	<u>501,000</u>	<u>521,000</u>	<u>506,065</u>	<u>14,935</u>
Operating income (loss) . . . . .	<u>32,881</u>	<u>12,881</u>	<u>(106)</u>	<u>(12,987)</u>
<b>Nonoperating revenues:</b>				
Transfers in . . . . .	<u>138,669</u>	<u>138,669</u>	<u>-</u>	<u>(138,669)</u>
Total nonoperating revenues. . . . .	<u>138,669</u>	<u>138,669</u>	<u>-</u>	<u>(138,669)</u>
Net change in fund equity . . . . .	171,550	151,550	(106)	(151,656)
<b>Unencumbered fund equity at beginning of year.</b>	<u>1,119</u>	<u>1,119</u>	<u>1,119</u>	<u>-</u>
<b>Unencumbered fund equity at end of year. . . .</b>	<u>\$ 172,669</u>	<u>\$ 152,669</u>	<u>\$ 1,013</u>	<u>\$ (151,656)</u>

**CITY OF STOW, OHIO**

*SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN  
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
**SELF-INSURANCE FUND**  
FOR THE YEAR ENDED DECEMBER 31, 2023*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>		
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 5,450,157	\$ 5,450,157	\$ 4,939,398	\$ (510,759)
Other. . . . .	99,843	99,843	61,193	(38,650)
Total revenues. . . . .	<u>5,550,000</u>	<u>5,550,000</u>	<u>5,000,591</u>	<u>(549,409)</u>
<b>Operating expenses:</b>				
Claims . . . . .	6,175,000	6,175,000	4,817,381	1,357,619
Total expenses . . . . .	<u>6,175,000</u>	<u>6,175,000</u>	<u>4,817,381</u>	<u>1,357,619</u>
Operating income (loss) . . . . .	<u>(625,000)</u>	<u>(625,000)</u>	183,210	808,210
<b>Nonoperating (expenses):</b>				
Transfers (out) . . . . .	(400,000)	(400,000)	-	400,000
Total nonoperating (expenses) . . . . .	<u>(400,000)</u>	<u>(400,000)</u>	-	400,000
Net change in fund equity . . . . .	(1,025,000)	(1,025,000)	183,210	1,208,210
<b>Unencumbered fund equity at beginning of year.</b>	<u>1,412,795</u>	<u>1,412,795</u>	<u>1,412,795</u>	<u>-</u>
<b>Unencumbered fund equity at end of year. . . .</b>	<u>\$ 387,795</u>	<u>\$ 387,795</u>	<u>\$ 1,596,005</u>	<u>\$ 1,208,210</u>

**CITY OF STOW, OHIO**

*INDIVIDUAL FUND SCHEDULES  
FUND DESCRIPTIONS - FIDUCIARY FUNDS*

Fiduciary funds are used to account for assets held by the City in a trustee capacity, or as an agent for individuals, private organizations, other governments and/or funds. The following are the City's fiduciary fund types:

**Custodial Funds**

Custodial funds maintain assets held by the City as an agent for individuals, private organizations, other governmental units and/or funds. These funds are purely custodial (assets equal liabilities) and therefore do not involve the measurement of results. The following are the City's custodial funds.

***Stow Seniors Commission Fund***

To account for donations to the City for the Senior Center Commission.

***Metro SWAT Fund***

To account for assets held by the City for the Summit Metro Crash Response Team.

***Stow Municipal Court Fund***

To account for fines and fees collected by the Stow Municipal Court, which are required to be disbursed to various parties.

***Summit Metro Crash Response Team Fund***

To account for donations and revenues from other governmental entities to be used for expenditures of the Summit Metro Crash Response Team.

***Ohio BBS 3% Surcharge Fund***

To account for a three percent assessment by the State of Ohio collected on all building and related permits.

***School District Compensation Fund***

To account for compensation payments collected and distributed for other governments.

***DEI Initiative Scholarship Fund***

To account for scholarship monies collected and distributed for the Stow Schools Foundation as part of the Diversity, Equity and Inclusion (DEI) Initiative.

**CITY OF STOW, OHIO**

*COMBINING STATEMENT OF FIDUCIARY NET POSITION  
CUSTODIAL FUNDS  
DECEMBER 31, 2023*

	<u>Stow Seniors Commission</u>	<u>Metro SWAT</u>	<u>Stow Municipal Court</u>	<u>Summit Metro Crash Response Team</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . . . .	\$ 1,381	\$ 171,562	\$ -	\$ 39,302
Cash in segregated accounts . . . . .	-	-	224,659	-
Receivables:				
Intergovernmental . . . . .	-	15,778	-	-
Total assets . . . . .	<u>1,381</u>	<u>187,340</u>	<u>224,659</u>	<u>39,302</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	-	19,423	-	420
Intergovernmental payable . . . . .	-	-	224,659	-
Total liabilities . . . . .	<u>-</u>	<u>19,423</u>	<u>224,659</u>	<u>420</u>
<b>Net position:</b>				
Restricted for individuals, organizations and other governments.	<u>1,381</u>	<u>167,917</u>	<u>-</u>	<u>38,882</u>
Total net position . . . . .	<u>\$ 1,381</u>	<u>\$ 167,917</u>	<u>\$ -</u>	<u>\$ 38,882</u>

<b>Ohio BBS 3% Surcharge</b>	<b>DEI Initiative Scholarship</b>	<b>Total</b>
\$ 176	\$ 2,500	\$ 214,921
-	-	224,659
-	-	15,778
<u>176</u>	<u>2,500</u>	<u>455,358</u>
-	-	19,843
-	-	<u>224,659</u>
-	-	244,502
<u>176</u>	<u>2,500</u>	<u>210,856</u>
<u>\$ 176</u>	<u>\$ 2,500</u>	<u>\$ 210,856</u>

**CITY OF STOW, OHIO**

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

	<u>Stow Seniors Commission</u>	<u>Metro SWAT</u>	<u>Stow Municipal Court</u>	<u>Summit Metro Crash Response Team</u>
<b>Additions:</b>				
From local sources:				
Amounts received as fiscal agent . . . . .	\$ -	\$ 165,212	\$ -	\$ 19,550
Licenses, permits and fees for other governments . . . . .	-	-	-	-
Fines and forfeitures for other governments . . . . .	-	-	3,295,347	-
Compensation payments collected for other governments. . . . .	-	-	-	-
Other custodial fund collections . . . . .	1,045	-	-	-
<b>Total additions . . . . .</b>	<u>1,045</u>	<u>165,212</u>	<u>3,295,347</u>	<u>19,550</u>
<b>Deductions:</b>				
Distributions as fiscal agent . . . . .	-	231,483	-	12,716
Licenses, permits and fees distributions to other governments . . . . .	-	-	-	-
Fines and forfeitures distributions to other governments . . . . .	-	-	3,295,347	-
Compensation payments distributions to other governments. . . . .	-	-	-	-
<b>Total deductions . . . . .</b>	<u>-</u>	<u>231,483</u>	<u>3,295,347</u>	<u>12,716</u>
<b>Net change in fiduciary net position . . . . .</b>	1,045	(66,271)	-	6,834
<b>Net position beginning of year . . . . .</b>	<u>336</u>	<u>234,188</u>	<u>-</u>	<u>32,048</u>
<b>Net position end of year . . . . .</b>	<u>\$ 1,381</u>	<u>\$ 167,917</u>	<u>\$ -</u>	<u>\$ 38,882</u>

<b>Ohio BBS 3% Surcharge</b>	<b>School District Compensation</b>	<b>DEI Initiative Scholarship</b>	<b>Total</b>
\$ -	\$ -	\$ 2,500	\$ 187,262
4,593	-	-	4,593
-	-	-	3,295,347
-	504,494	-	504,494
-	-	-	1,045
<u>4,593</u>	<u>504,494</u>	<u>2,500</u>	<u>3,992,741</u>
-	-	-	244,199
4,890	-	-	4,890
-	-	-	3,295,347
-	504,494	-	504,494
<u>4,890</u>	<u>504,494</u>	<u>-</u>	<u>4,048,930</u>
(297)	-	2,500	(56,189)
473	-	-	267,045
<u>\$ 176</u>	<u>\$ -</u>	<u>\$ 2,500</u>	<u>\$ 210,856</u>

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# STATISTICAL SECTION

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**CITY OF STOW, OHIO**  
**STATISTICAL SECTION**

This part of the City of Stow'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.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>209</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue sources, the income tax and property tax.	<b>221</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	<b>229</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>235</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	<b>239</b>

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

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## FINANCIAL TRENDS

**CITY OF STOW, OHIO**

*NET POSITION BY COMPONENT  
LAST TEN YEARS  
(ACCRUAL BASIS OF ACCOUNTING)*

	<b>Fiscal Year</b>			
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Governmental activities</b>				
Net investment in capital assets	\$ 58,631,075	\$ 54,302,755	\$ 52,233,046	\$ 51,422,369
Restricted	3,708,841	3,435,794	3,916,478	2,609,030
Unrestricted (deficit)	<u>(12,524,094)</u>	<u>(9,301,370)</u>	<u>(13,791,822)</u>	<u>(23,452,693)</u>
Total governmental activities net assets	<u>\$ 49,815,822</u>	<u>\$ 48,437,179</u>	<u>\$ 42,357,702</u>	<u>\$ 30,578,706</u>
<b>Business-type activities</b>				
Net investment in capital assets	\$ 39,468,729	\$ 38,305,787	\$ 36,913,783	\$ 36,177,980
Restricted	17,510	-	-	-
Unrestricted	<u>4,915,406</u>	<u>5,969,418</u>	<u>7,133,217</u>	<u>5,507,030</u>
Total business-type activities net assets	<u>\$ 44,401,645</u>	<u>\$ 44,275,205</u>	<u>\$ 44,047,000</u>	<u>\$ 41,685,010</u>
<b>Primary government</b>				
Net investment in capital assets	\$ 98,099,804	\$ 92,608,542	\$ 89,146,829	\$ 87,600,349
Restricted	3,726,351	3,435,794	3,916,478	2,609,030
Unrestricted (deficit)	<u>(7,608,688)</u>	<u>(3,331,952)</u>	<u>(6,658,605)</u>	<u>(17,945,663)</u>
Total primary government net position	<u>\$ 94,217,467</u>	<u>\$ 92,712,384</u>	<u>\$ 86,404,702</u>	<u>\$ 72,263,716</u>

**Source:** City of Stow, Financial Records

- (1) Amounts have been restated to reflect the implementation of GASB Statements No. 68 and 71, which were implemented in 2015.
- (2) Amounts have been restated to reflect the implementation of GASB Statement No. 75 during 2018.
- (3) Amounts have been restated to reflect the implementation of GASB Statement No. 84 during 2019.

<u>2019</u>	<u>2018 (3)</u>	<u>2017 (2)</u>	<u>2016</u>	<u>2015</u>	<u>2014 (1)</u>
\$ 53,317,927	\$ 52,589,812	\$ 51,399,664	\$ 52,816,080	\$ 48,357,523	\$ 47,970,497
1,982,000	2,669,304	3,760,314	4,166,978	5,623,410	6,245,011
<u>(29,182,601)</u>	<u>(42,623,593)</u>	<u>(39,822,521)</u>	<u>(16,563,916)</u>	<u>(15,725,119)</u>	<u>(17,122,776)</u>
<u>\$ 26,117,326</u>	<u>\$ 12,635,523</u>	<u>\$ 15,337,457</u>	<u>\$ 40,419,142</u>	<u>\$ 38,255,814</u>	<u>\$ 37,092,732</u>
\$ 35,099,401	\$ 33,789,944	\$ 32,987,291	\$ 32,415,187	\$ 31,259,046	\$ 30,187,216
-	-	-	-	-	-
<u>5,045,382</u>	<u>7,887,481</u>	<u>7,995,574</u>	<u>7,805,817</u>	<u>6,953,910</u>	<u>7,124,618</u>
<u>\$ 40,144,783</u>	<u>\$ 41,677,425</u>	<u>\$ 40,982,865</u>	<u>\$ 40,221,004</u>	<u>\$ 38,212,956</u>	<u>\$ 37,311,834</u>
\$ 88,417,328	\$ 86,379,756	\$ 84,386,955	\$ 85,231,267	\$ 79,616,569	\$ 78,157,713
1,982,000	2,669,304	3,760,314	4,166,978	5,623,410	6,245,011
<u>(24,137,219)</u>	<u>(34,736,112)</u>	<u>(31,826,947)</u>	<u>(8,758,099)</u>	<u>(8,771,209)</u>	<u>(9,998,158)</u>
<u>\$ 66,262,109</u>	<u>\$ 54,312,948</u>	<u>\$ 56,320,322</u>	<u>\$ 80,640,146</u>	<u>\$ 76,468,770</u>	<u>\$ 74,404,566</u>

**CITY OF STOW, OHIO**

*CHANGES IN NET POSITION  
LAST TEN YEARS  
(ACCRUAL BASIS OF ACCOUNTING)*

	<b>Fiscal Year</b>			
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Expenses</b>				
Governmental activities:				
General government	\$ 11,154,332	\$ 8,521,823	\$ 5,808,167	\$ 10,942,307
Security of persons and property	23,242,162	17,983,810	16,198,858	17,301,536
Public health	539,049	497,845	427,486	544,120
Leisure time activities	2,384,696	1,816,679	1,405,641	1,634,816
Community and economic development	1,868,965	1,305,115	766,832	1,205,275
Transportation	9,326,683	8,197,263	5,621,778	6,393,998
Interest and fiscal charges	159,009	194,958	217,315	275,701
Bond and note issuance costs	-	-	-	-
Total governmental activities expenses	<u>48,674,896</u>	<u>38,517,493</u>	<u>30,446,077</u>	<u>38,297,753</u>
Business-type activities:				
Water	5,773,833	5,893,497	4,859,058	5,501,489
Golf	2,077,833	1,460,747	1,264,430	1,330,209
Storm Water Utility	1,490,711	1,774,308	1,079,757	881,926
Total business-type activities expenses	<u>9,342,377</u>	<u>9,128,552</u>	<u>7,203,245</u>	<u>7,713,624</u>
Total primary government expenses	<u>\$ 58,017,273</u>	<u>\$ 47,646,045</u>	<u>\$ 37,649,322</u>	<u>\$ 46,011,377</u>
<b>Program Revenues</b>				
Governmental activities:				
Charges for services:				
General government	\$ 4,150,746	\$ 4,005,637	\$ 4,336,897	\$ 3,981,221
Security of persons and property	1,113,980	995,382	883,108	817,421
Public health	92,119	76,202	96,970	78,316
Leisure time activities	440,403	425,870	303,124	162,878
Community and economic development	269,246	286,786	300,684	210,956
Transportation	96,635	54,333	119,000	68,298
Operating grants and contributions				
General government	216,870	223,722	70,776	269,238
Security of persons and property	419,657	1,401,355	271,408	3,427,463
Public health	63,158	96,606	32,309	59,543
Leisure time activities	72,223	149,086	103,004	160,225
Community and economic development	4,177	43,185	3,979	79,283
Transportation	3,863,769	2,356,517	2,295,576	2,373,896
Capital grants and contributions				
General government	-	-	3,256	-
Security of persons and property	159,240	49,028	107,251	-
Leisure time activities	264,230	148,947	93,125	-
Community and economic development	-	-	4,303	-
Transportation	1,208,978	16,275	435,226	270,546
Total governmental program revenues	<u>12,435,431</u>	<u>10,328,931</u>	<u>9,459,996</u>	<u>11,959,284</u>
Business-type activities:				
Charges for services:				
Water	5,153,261	5,239,075	5,599,418	5,408,037
Golf	1,765,103	1,512,608	1,352,166	1,109,730
Storm Water Utility	1,571,334	1,547,936	1,556,375	1,444,168
Capital grants and contributions	-	-	356,422	713,000
Total business-type activities program revenues	<u>8,489,698</u>	<u>8,299,619</u>	<u>8,864,381</u>	<u>8,674,935</u>
Total primary government program revenue	<u>\$ 20,925,129</u>	<u>\$ 18,628,550</u>	<u>\$ 18,324,377</u>	<u>\$ 20,634,219</u>

	<u>2019</u>	<u>2018 (1)</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$	11,094,415	\$ 10,074,403	\$ 9,599,480	\$ 9,163,530	\$ 9,697,067	\$ 8,518,703
	3,108,929	18,591,040	15,824,027	16,618,710	15,209,594	14,823,706
	513,249	493,283	485,650	478,066	638,916	456,152
	2,021,557	1,844,816	1,654,196	1,595,972	1,586,402	1,458,229
	1,400,181	1,324,816	1,170,091	1,226,751	1,107,688	1,188,870
	7,302,368	6,433,094	9,728,248	4,868,751	5,200,034	4,251,589
	305,346	366,907	387,188	411,713	416,865	662,439
	-	-	-	-	-	82,659
	<u>25,746,045</u>	<u>39,128,359</u>	<u>38,848,880</u>	<u>34,363,493</u>	<u>33,856,566</u>	<u>31,442,347</u>
	5,596,608	5,385,576	4,776,746	4,627,806	4,911,480	3,937,944
	1,239,295	1,245,960	1,250,516	1,163,712	1,109,867	1,247,335
	2,260,488	926,308	1,079,591	1,332,939	856,262	771,375
	<u>9,096,391</u>	<u>7,557,844</u>	<u>7,106,853</u>	<u>7,124,457</u>	<u>6,877,609</u>	<u>5,956,654</u>
\$	<u>34,842,436</u>	<u>46,686,203</u>	<u>45,955,733</u>	<u>41,487,950</u>	<u>40,734,175</u>	<u>37,399,001</u>
\$	4,586,516	\$ 4,510,532	\$ 4,398,031	\$ 4,464,848	\$ 4,737,376	\$ 4,026,473
	838,465	937,059	808,659	733,242	781,214	864,313
	67,040	49,300	68,071	61,127	64,795	48,820
	381,634	337,951	345,348	350,441	351,179	355,879
	347,795	341,992	311,535	313,803	258,697	247,686
	68,511	68,242	66,056	55,993	59,877	61,938
	73,056	59,835	83,037	63,036	131,108	364,652
	116,087	108,692	104,998	147,057	195,437	171,794
	56,991	51,108	55,841	47,128	74,101	46,795
	135,048	80,997	94,728	98,836	143,511	109,894
	18,949	3,641	2,551	1,583	101,315	101,851
	2,744,322	1,765,387	1,623,047	1,895,979	1,937,569	1,871,783
	-	-	-	-	-	-
	20,000	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	867,599	963,905	2,686,442	3,596,297	1,816,262	3,904,877
	<u>10,322,013</u>	<u>9,278,641</u>	<u>10,648,344</u>	<u>11,829,370</u>	<u>10,652,441</u>	<u>12,176,755</u>
	5,161,691	5,304,611	5,264,755	5,329,501	5,306,036	5,132,114
	948,034	908,085	973,398	964,926	910,919	892,237
	1,433,616	1,439,877	1,410,719	966,739	837,428	826,125
	108,650	8,863	71,802	1,288,799	22,428	-
	<u>7,651,991</u>	<u>7,661,436</u>	<u>7,720,674</u>	<u>8,549,965</u>	<u>7,076,811</u>	<u>6,850,476</u>
\$	<u>17,974,004</u>	<u>16,940,077</u>	<u>18,369,018</u>	<u>20,379,335</u>	<u>17,729,252</u>	<u>19,027,231</u>

**CITY OF STOW, OHIO**

*CHANGES IN NET POSITION (CONTINUED)  
LAST TEN YEARS  
(ACCRUAL BASIS OF ACCOUNTING)*

	<b>Fiscal Year</b>			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
<b>Net (Expense)/Revenue</b>				
Governmental activities	\$ (36,239,465)	\$ (28,188,562)	\$ (20,986,081)	\$ (26,338,469)
Business-type activities	(852,679)	(828,933)	1,661,136	961,311
Total primary government net expense	<u>\$ (37,092,144)</u>	<u>\$ (29,017,495)</u>	<u>\$ (19,324,945)</u>	<u>\$ (25,377,158)</u>
<b>General Revenues, Special Items, and Transfers</b>				
Governmental activities:				
Taxes				
Property taxes	\$ 9,057,783	\$ 8,981,388	\$ 8,897,039	\$ 7,475,003
Income taxes	23,689,901	22,033,862	20,748,106	18,257,728
Grants and entitlements not restricted to specific programs	3,263,417	3,020,401	2,980,560	2,601,207
Investment earnings & change in fair value of investments	1,004,532	(319,027)	(86,103)	372,001
Miscellaneous	602,475	589,865	225,475	2,093,910
Transfers	-	(38,450)	-	-
Total governmental activities	<u>37,618,108</u>	<u>34,268,039</u>	<u>32,765,077</u>	<u>30,799,849</u>
Business-type activities:				
Municipal income taxes	727,874	797,997	310,467	336,565
Investment earnings	5,600	2,025	2,750	12,000
Miscellaneous	245,645	218,666	387,637	230,351
Transfers	-	38,450	-	-
Total business-type activities	<u>979,119</u>	<u>1,057,138</u>	<u>700,854</u>	<u>578,916</u>
Total primary government	<u>\$ 38,597,227</u>	<u>\$ 35,325,177</u>	<u>\$ 33,465,931</u>	<u>\$ 31,378,765</u>
<b>Change in Net Position</b>				
Governmental activities	\$ 1,378,643	\$ 6,079,477	\$ 11,778,996	\$ 4,461,380
Business-type activities	126,440	228,205	2,361,990	1,540,227
Total primary government	<u>\$ 1,505,083</u>	<u>\$ 6,307,682</u>	<u>\$ 14,140,986</u>	<u>\$ 6,001,607</u>

**Source:** City of Stow, Financial Records

(1) Amounts have been restated to reflect the implementation of GASB Statement No. 84 during 2019.

<u>2019</u>	<u>2018 (1)</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ (15,424,032)	\$ (29,849,718)	\$ (28,200,536)	\$ (22,534,123)	\$ (23,204,125)	\$ (19,265,592)
(1,444,400)	103,592	613,821	1,425,508	199,202	893,822
<u>\$ (16,868,432)</u>	<u>\$ (29,746,126)</u>	<u>\$ (27,586,715)</u>	<u>\$ (21,108,615)</u>	<u>\$ (23,004,923)</u>	<u>\$ (18,371,770)</u>
\$ 7,630,750	\$ 7,507,770	\$ 6,914,392	\$ 6,877,774	\$ 6,822,960	\$ 6,933,760
16,803,867	15,830,768	15,246,923	14,987,212	14,777,475	14,164,765
2,602,264	2,563,481	2,264,359	2,294,742	2,241,649	2,497,688
487,670	190,528	110,385	118,136	96,332	60,235
732,096	914,972	578,722	432,587	428,791	340,716
649,188	(14,500)	(608,180)	(13,000)	-	(65,500)
<u>28,905,835</u>	<u>26,993,019</u>	<u>24,506,601</u>	<u>24,697,451</u>	<u>24,367,207</u>	<u>23,931,664</u>
327,895	358,760	348,785	346,806	349,841	341,086
13,000	7,000	-	-	-	-
220,051	210,708	218,598	222,734	352,079	261,533
(649,188)	14,500	608,180	13,000	-	65,500
<u>(88,242)</u>	<u>590,968</u>	<u>1,175,563</u>	<u>582,540</u>	<u>701,920</u>	<u>668,119</u>
<u>\$ 28,817,593</u>	<u>\$ 27,583,987</u>	<u>\$ 25,682,164</u>	<u>\$ 25,279,991</u>	<u>\$ 25,069,127</u>	<u>\$ 24,599,783</u>
\$ 13,481,803	\$ (2,856,699)	\$ (3,693,935)	\$ 2,163,328	\$ 1,163,082	\$ 4,666,072
(1,532,642)	694,560	1,789,384	2,008,048	901,122	1,561,941
<u>\$ 11,949,161</u>	<u>\$ (2,162,139)</u>	<u>\$ (1,904,551)</u>	<u>\$ 4,171,376</u>	<u>\$ 2,064,204</u>	<u>\$ 6,228,013</u>

**CITY OF STOW, OHIO**

*FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)*

	<u>2023</u>	<u>2022 (2)</u>	<u>2021</u>	<u>2020</u>
General Fund				
Nonspendable	\$ 685,310	\$ 655,901	\$ 537,491	\$ 511,028
Committed	68,060	52,321	47,183	54,653
Assigned	5,549,284	6,291,637	5,782,193	821,470
Unassigned	7,507,768	6,410,422	6,610,448	10,279,817
Total general fund	<u>\$ 13,810,422</u>	<u>\$ 13,410,281</u>	<u>\$ 12,977,315</u>	<u>\$ 11,666,968</u>
All Other Governmental Funds				
Nonspendable	\$ 1,196,440	\$ 1,141,720	\$ 556,398	\$ 495,537
Restricted	4,067,586	3,917,714	5,181,402	4,654,251
Committed	7,860,851	8,746,232	10,275,116	8,476,375
Unassigned (deficit)	(874,511)	(947,622)	(117,989)	(111,312)
Total all other governmental funds	<u>\$ 12,250,366</u>	<u>\$ 12,858,044</u>	<u>\$ 15,894,927</u>	<u>\$ 13,514,851</u>

**Source:** City of Stow, Financial Records

- (1) Amounts have been restated to reflect the implementation of GASB Statement No. 84 during 2019.
- (2) Amounts have been restated to properly account for the deferred inflow of resources related to the City's promissory note receivable during 2023.

<u>2019</u>	<u>2018 (1)</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 447,431	\$ 255,035	\$ 156,787	\$ 153,016	\$ 108,652	\$ 269,002
67,577	46,370	37,485	30,804	22,723	21,788
323,348	337,214	404,754	417,810	1,577,695	1,125,419
7,058,831	6,545,950	6,299,018	6,063,255	4,241,169	4,413,302
<u>\$ 7,897,187</u>	<u>\$ 7,184,569</u>	<u>\$ 6,898,044</u>	<u>\$ 6,664,885</u>	<u>\$ 5,950,239</u>	<u>\$ 5,829,511</u>
\$ 504,725	\$ 750,441	\$ 521,546	\$ 493,613	\$ 579,507	\$ 385,910
3,477,217	3,524,124	3,828,740	4,009,797	5,221,174	5,287,655
5,945,820	4,637,785	4,128,248	4,131,358	2,816,933	2,332,839
(154,978)	(165,424)	(155,376)	(93,283)	(164,337)	(506,428)
<u>\$ 9,772,784</u>	<u>\$ 8,746,926</u>	<u>\$ 8,323,158</u>	<u>\$ 8,541,485</u>	<u>\$ 8,453,277</u>	<u>\$ 7,499,976</u>

**CITY OF STOW, OHIO**

*CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)*

	<u>2023</u>	<u>2022 (2)</u>	<u>2021</u>	<u>2020</u>
<b>Revenues</b>				
Property and other local taxes	\$ 9,045,897	\$ 8,909,580	\$ 8,879,852	\$ 7,496,219
Income taxes	23,967,078	22,116,169	20,589,575	17,275,857
Special assessments	50,185	42,271	42,870	38,856
Charges for services	1,531,879	1,400,643	1,230,964	1,009,198
Licenses and permits	703,379	957,014	1,057,380	903,837
Fines and forfeitures	3,374,075	3,146,184	3,283,310	3,046,457
Intergovernmental	8,561,445	6,787,271	5,872,271	8,918,078
Investment income & change in fair value of investments	1,130,482	(257,277)	(54,541)	400,214
Rental	224,258	243,765	425,259	320,742
Contributions and donations	148,324	135,849	107,762	37,242
Other	1,108,162	984,285	520,916	2,395,878
<b>Total revenues</b>	<u>49,845,164</u>	<u>44,465,754</u>	<u>41,955,618</u>	<u>41,842,578</u>
<b>Expenditures</b>				
Current:				
General government	10,592,779	9,998,484	9,012,806	9,790,259
Security of persons and property	19,940,003	18,547,930	16,340,901	15,557,904
Public health	526,270	512,979	480,829	476,752
Leisure time activities	2,315,193	2,146,525	1,928,072	1,447,897
Community and economic development	1,791,379	1,560,661	1,372,698	1,152,532
Transportation	2,997,424	3,451,256	2,723,295	2,906,737
Capital outlay	11,449,913	8,649,671	5,217,960	2,011,479
Debt service:				
Principal retirement	593,736	2,036,406	1,471,379	1,807,634
Interest and fiscal charges	151,226	195,949	217,255	258,359
Bond and note issuance costs	-	-	-	27,794
<b>Total expenditures</b>	<u>50,357,923</u>	<u>47,099,861</u>	<u>38,765,195</u>	<u>35,437,347</u>
Excess of revenues over (under) expenditures	(512,759)	(2,634,107)	3,190,423	6,405,231
<b>Other financing sources (uses)</b>				
Sale of notes	-	-	500,000	900,000
Premium on notes	-	-	-	-
Refunding bonds issued	-	-	-	3,105,000
Premium on bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(3,078,143)
Lease purchase agreement	-	-	-	179,760
Sale of capital assets	-	68,640	-	-
SBITA transaction	91,724	-	-	-
Insurance proceeds	213,498	-	-	-
Transfers in	2,259,805	2,111,646	1,749,278	1,803,502
Transfers (out)	(2,259,805)	(2,150,096)	(1,749,278)	(1,803,502)
<b>Total other financing sources (uses)</b>	<u>305,222</u>	<u>30,190</u>	<u>500,000</u>	<u>1,106,617</u>
<b>Net change in fund balances</b>	<u>\$ (207,537)</u>	<u>\$ (2,603,917)</u>	<u>\$ 3,690,423</u>	<u>\$ 7,511,848</u>
Capital expenditures	8,610,102	5,925,636	4,038,432	1,017,717
Debt service as a percentage of noncapital expenditures	1.78%	5.42%	4.86%	6.00%

**Source:** City of Stow, Financial Records

(1) Amounts have been restated to reflect the implementation of GASB Statement No. 84 during 2019.

(2) Amounts have been restated to properly account for the deferred inflow of resources related to the City's promissory note receivable during 2023.

	<b>2019</b>	<b>2018 (1)</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
\$	7,581,802	\$ 7,595,416	\$ 6,927,627	\$ 6,890,772	\$ 6,881,230	\$ 6,869,238
	16,970,903	15,822,349	15,194,104	15,224,612	14,710,235	14,151,477
	40,730	41,775	41,470	49,215	64,482	70,989
	1,226,584	1,275,409	1,184,172	1,099,248	1,132,110	1,211,598
	1,040,967	1,126,043	1,021,209	995,610	1,197,634	949,862
	3,589,473	3,428,020	3,477,457	3,543,266	3,564,249	3,345,709
	6,101,275	5,322,707	6,744,475	7,703,578	6,114,614	8,340,406
	516,478	201,841	131,539	133,900	114,347	68,642
	392,207	373,829	272,451	292,115	294,663	316,572
	37,224	218,931	31,268	70,867	33,520	74,081
	984,067	890,379	735,555	754,464	895,591	846,910
	<u>38,481,710</u>	<u>36,296,699</u>	<u>35,761,327</u>	<u>36,757,647</u>	<u>35,002,675</u>	<u>36,245,484</u>
	9,214,009	8,631,960	8,235,918	8,211,340	8,308,468	7,957,517
	15,370,427	14,759,648	14,127,975	13,596,998	13,600,998	13,790,021
	473,195	463,468	445,150	455,255	609,555	440,029
	1,688,121	1,532,698	1,356,268	1,383,692	1,417,013	1,292,695
	1,069,419	1,118,543	974,126	1,082,900	1,025,771	1,103,909
	2,951,884	2,533,954	2,534,423	2,657,825	2,640,860	2,539,841
	4,765,507	4,848,154	6,205,552	6,720,189	4,624,188	6,240,117
	2,173,478	3,202,250	3,578,756	3,954,929	4,283,548	5,145,674
	331,092	355,505	385,352	407,288	447,822	681,765
	-	-	-	-	148,496	82,659
	<u>38,037,132</u>	<u>37,446,180</u>	<u>37,843,520</u>	<u>38,470,416</u>	<u>37,106,719</u>	<u>39,274,227</u>
	444,578	(1,149,481)	(2,082,193)	(1,712,769)	(2,104,044)	(3,028,743)
	1,300,000	1,700,000	2,100,000	2,500,000	2,900,000	3,300,000
	8,398	19,509	11,525	28,623	22,308	32,852
	-	-	-	-	8,667,680	3,790,000
	-	-	-	-	264,994	47,764
	-	-	-	-	(8,676,909)	(3,755,105)
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	2,196,575	1,972,178	1,674,868	1,900,885	1,697,092	1,888,151
	(2,211,075)	(1,986,678)	(1,689,368)	(1,913,885)	(1,697,092)	(1,888,151)
	<u>1,293,898</u>	<u>1,705,009</u>	<u>2,097,025</u>	<u>2,515,623</u>	<u>3,178,073</u>	<u>3,415,511</u>
\$	<u>1,738,476</u>	<u>\$ 555,528</u>	<u>\$ 14,832</u>	<u>\$ 802,854</u>	<u>\$ 1,074,029</u>	<u>\$ 386,768</u>
	3,943,521	3,565,781	1,000,923	6,248,388	3,428,112	5,906,210
	7.35%	10.50%	10.76%	13.54%	14.05%	17.46%

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## REVENUE CAPACITY

**CITY OF STOW, OHIO**

*ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS  
(RATE PER \$1,000 OF ASSESSED VALUE)*

<b>Collection Year</b>	<b>Real Property (1)</b>		<b>Public Utility Property (2)</b>		<b>Total</b>	
	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>Assessed Value</b>	<b>Estimated Actual Value</b>
2023	\$ 998,294,880	\$ 2,852,271,086	\$ 15,815,500	\$ 63,262,000	\$ 1,014,110,380	\$ 2,915,533,086
2022	984,068,070	2,811,623,057	14,928,110	59,712,440	998,996,180	2,871,335,497
2021	984,251,540	2,812,147,257	14,046,670	56,186,680	998,298,210	2,868,333,937
2020	855,143,420	2,443,266,914	12,951,130	51,804,520	868,094,550	2,495,071,434
2019	852,582,810	2,435,950,886	12,087,930	48,351,720	864,670,740	2,484,302,606
2018	842,292,600	2,406,550,286	11,732,740	46,930,960	854,025,340	2,453,481,246
2017	787,352,220	2,249,577,771	11,319,090	45,276,360	798,671,310	2,294,854,131
2016	778,836,400	2,225,246,857	10,486,030	41,944,120	789,322,430	2,267,190,977
2015	776,329,550	2,218,084,429	10,329,360	41,317,440	786,658,910	2,259,401,869
2014	783,377,280	2,238,220,800	9,871,680	39,486,720	793,248,960	2,277,707,520

**Source:** Summit County Fiscal Officer

- (1) Real property is assessed at 35% of actual value. Real property taxes collected in a calendar year are levied as of January 1 of that year based on assessed values as of January 1 of the preceding year.
- (2) Public utility is assessed at 25% of actual value. Public utility real and tangible property taxes collected in a calendar year are levied in the preceding calendar year based on assessed values determined as of December 31 of the second preceding year.

<b>Total Direct Rate</b>	<b>Ratio</b>
9.50	34.78%
9.50	34.79%
9.50	34.80%
9.50	34.79%
9.50	34.81%
9.50	34.81%
9.50	34.80%
9.50	34.81%
9.50	34.82%
9.50	34.83%

**CITY OF STOW, OHIO**

*DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS*

<b>Collection Year</b>	<b>City Direct Rates</b>					<b>Overlapping Rates</b>		
	<b>General Operating</b>	<b>Police Pension</b>	<b>Fire Pension</b>	<b>EMS</b>	<b>Total Direct</b>	<b>Stow-Munroe Falls City School District</b>	<b>Summit County</b>	<b>Stow-Munroe Falls Public Library</b>
2023	6.60	0.30	0.30	2.30	9.50	58.19	14.10	2.00
2022	6.60	0.30	0.30	2.30	9.50	51.49	14.10	2.00
2021	6.60	0.30	0.30	2.30	9.50	51.47	13.70	2.00
2020	6.60	0.30	0.30	2.30	9.50	53.84	13.70	2.00
2019	6.60	0.30	0.30	2.30	9.50	53.87	12.70	2.00
2018	6.60	0.30	0.30	2.30	9.50	53.87	12.70	2.00
2017	6.60	0.30	0.30	2.30	9.50	55.34	14.16	2.00
2016	6.60	0.30	0.30	2.30	9.50	53.58	14.16	2.00
2015	6.60	0.30	0.30	2.30	9.50	53.66	14.16	2.00
2014	6.60	0.30	0.30	2.30	9.50	53.47	14.16	2.00

**Source:** Summit County Fiscal Officer

**CITY OF STOW, OHIO**

*PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS*

<u>Year (1)</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>	<u>Delinquent Tax Collections (1)</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections to Current Tax Levy</u>
2023	\$ 9,634,065	\$ 9,310,314	96.64%	\$ 323,751	\$ 9,634,065	100.00%
2022	9,490,478	9,231,939	97.28%	258,539	9,490,478	100.00%
2021	9,483,834	9,280,081	97.85%	203,753	9,483,834	100.00%
2020	8,246,776	8,113,361	98.38%	133,415	8,246,776	100.00%
2019	8,214,388	8,043,451	97.92%	170,937	8,214,388	100.00%
2018	8,113,773	7,981,420	98.37%	132,353	8,113,773	100.00%
2017	7,588,911	7,405,455	97.58%	183,455	7,588,910	100.00%
2016	7,498,898	7,344,065	97.94%	154,834	7,498,899	100.00%
2015	7,473,391	7,320,850	97.96%	152,540	7,473,390	100.00%
2014	7,535,886	7,336,995	97.36%	198,891	7,535,886	100.00%

**Source:** Summit County Fiscal Officer

(1) The Summit County Fiscal Officer does not identify delinquent tax collections by tax year.

**CITY OF STOW, OHIO**

*PRINCIPAL PROPERTY TAXPAYERS  
CURRENT YEAR AND NINE YEARS AGO*

<b>December 31, 2023</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Ohio Edison Company/ First Energy	\$ 9,825,750	1	0.97%
DDR Ohio Opportunity II, LLC	9,652,380	2	0.95%
Omni Allen Road, LLC	9,027,570	3	0.89%
Wyndham Ridge, LTD	8,812,370	4	0.87%
Heron Springs Associates, LLC	6,547,480	5	0.65%
MJ Hidden Lake Apartments, LLC	4,394,140	6	0.43%
Stow Glen Properties, LLC	4,294,460	7	0.42%
American Transmissions Systems Inc.	4,074,330	8	0.40%
Albrecht Incorporated	3,701,980	9	0.37%
Schroer Properties of Stow, Inc.	3,462,440	10	0.34%
<b>Total</b>	<b>\$ 63,792,900</b>		<b>6.29%</b>
<b>Total Assessed Value of Property</b>	<b>\$ 1,014,110,380</b>		

<b>December 31, 2014</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
DDR Ohio Opportunity II, LLC	\$ 8,048,220	1	1.01%
Wyndham Ridge, LTD	7,819,040	2	0.99%
Heron Springs Associates, LLC	6,962,660	3	0.88%
JVM Hidden Lake Apartments, LLC	4,634,850	4	0.58%
Stow Glen Properties, LLC	4,348,130	5	0.55%
Morgan Adhesive Co.	4,145,900	6	0.52%
SFC Enterprises, LTD	3,972,000	7	0.50%
Steels Corners Apartment Co., LTD	3,473,390	8	0.44%
Stow Associates	3,392,300	9	0.43%
Walmart Real Estate Business Trust	3,409,090	10	0.43%
<b>Total</b>	<b>\$ 50,205,580</b>		<b>6.33%</b>
<b>Total Assessed Value of Property</b>	<b>\$ 793,248,960</b>		

**Source:** Summit County Fiscal Officer

**CITY OF STOW, OHIO**

*INCOME TAX REVENUE BASE AND COLLECTIONS  
LAST TEN YEARS*

<u>Year</u>	<u>Tax Rate</u>	<u>Total Tax Collected (1)</u>	<u>Taxes from Withholding</u>	<u>Percentage of Taxes from Withholding</u>	<u>Taxes From Net Profits</u>	<u>Percentage of Taxes from Net Profits</u>	<u>Taxes from Individuals</u>	<u>Percentage of Taxes from Individuals</u>
2023	2.00%	\$ 24,573,793	\$ 16,658,314	67.79%	\$ 4,463,902 (2)	18.17%	\$ 3,451,577	14.05%
2022	2.00%	22,700,364	15,185,426	66.90%	4,200,508 (2)	18.50%	3,314,430	14.60%
2021	2.00%	20,486,199	13,501,833	65.91%	4,298,907 (2)	20.98%	2,685,460	13.11%
2020	2.00%	17,267,417	12,284,300	71.14%	2,399,474 (2)	13.90%	2,583,643	14.96%
2019	2.00%	17,751,169	12,070,086	68.00%	3,004,150 (2)	16.92%	2,676,933	15.08%
2018	2.00%	15,767,289	11,201,964	71.05%	2,151,293 (2)	13.64%	2,414,033	15.31%
2017	2.00%	15,665,060	11,079,908	70.73%	1,965,813 (2)	12.55%	2,619,339	16.72%
2016	2.00%	15,498,799	10,695,075	69.01%	2,056,247 (2)	13.27%	2,747,477	17.73%
2015	2.00%	15,076,795	10,212,537	67.74%	2,305,163 (2)	15.29%	2,559,095	16.97%
2014	2.00%	14,415,996	9,926,987	68.86%	1,953,337 (2)	13.55%	2,535,672	17.59%

**Source:** City of Stow, Income Tax Department

**(1)** These amounts are the actual cash basis income tax collections by the City.

**(2)** Payments made by electric and telephone companies as mandated by ORC 5745 are included in these amounts.

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## DEBT CAPACITY

**CITY OF STOW, OHIO**

*RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN YEARS*

Fiscal Year	Governmental Activities			Business-Type Activities				
	General Obligation Bonds (2)	Notes	SBITA	OPWC Loans	General Obligation Bonds (2)	Notes	Leases	SBITA
2023	\$ 5,791,168	\$ 74,271	\$ 88,942	\$ 1,728,518	\$ 2,919,343	\$ 874,271	\$ 59,592	\$ 196,735
2022 (3)	6,306,148	110,133	54,568	1,782,971	3,219,791	1,310,133	118,309	229,058
2021	7,817,418	645,171	-	1,825,376	3,519,088	1,745,171	178,129	-
2020	8,364,110	1,079,760	-	1,888,983	3,807,963	179,760	-	-
2019	8,847,144	1,302,784	-	1,187,337	4,045,730	-	-	-
2018	9,332,754	1,706,359	-	1,229,742	4,305,993	-	-	-
2017	10,358,648	2,212,107	-	1,272,147	4,565,834	34,793	-	-
2016	11,367,193	2,721,771	-	1,229,717	4,819,831	68,192	-	-
2015	12,362,713	3,219,543	-	1,092,885	5,073,898	100,254	-	-
2014	12,777,921	3,718,859	-	-	5,292,001	131,032	-	-

**Source:** City of Stow, Financial Records

**Note:** Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) Population and personal income data is presented on page 237.

(2) Includes premium on bonds and private placement general obligation bonds.

(3) Due to the implementation of GASB Statement No. 96, the City has reported SBITA payable at January 1, 2023.

<b>Total Primary Government</b>	<b>Percentage of Personal Income (1)</b>	<b>Per Capita (1)</b>
\$ 11,732,840	0.80%	346
13,131,111	0.94%	384
15,730,353	1.26%	456
15,320,576	1.16%	440
15,382,995	1.19%	442
16,574,848	1.33%	476
18,443,529	1.59%	530
20,206,704	1.77%	581
21,849,293	1.96%	628
21,919,813	2.02%	630

**CITY OF STOW, OHIO**

*RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN YEARS*

<b>Fiscal Year</b>	<b>General Bonded Debt Outstanding</b>		<b>Percentage of Estimated Actual Taxable Value of Property</b>	<b>Per Capita</b>
	<b>General Obligation Bonds</b>	<b>Total</b>		
2023	\$ 8,710,511	\$ 8,710,511	0.30%	257
2022	9,525,939	9,525,939	0.33%	278
2021	11,336,506	11,336,506	0.40%	329
2020	12,172,073	12,172,073	0.49%	350
2019	12,892,874	12,892,874	0.52%	371
2018	13,638,747	13,638,747	0.56%	391
2017	14,924,482	14,924,482	0.65%	429
2016	16,187,024	16,187,024	0.71%	465
2015	17,436,611	17,436,611	0.77%	501
2014	18,069,922	18,069,922	0.79%	521

**Note:** Details regarding the City's outstanding debt can be found in the notes to the financial statements.

**Source:** City of Stow, Financial Records

**CITY OF STOW, OHIO**

*DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2023*

<b>Governmental Unit</b>	<b>Governmental Activities Debt Outstanding</b>	<b>Estimated Percentage Applicable</b>	<b>Estimated Share of Overlapping Debt</b>
Direct:			
City of Stow	\$ 5,954,381	100.00%	\$ 5,954,381
Overlapping Debt:			
Summit County	70,305,000	6.86%	4,822,923
Stow-Munroe Falls City School District	1,835,000	86.88%	<u>1,594,248</u>
Subtotal, overlapping debt			<u>6,417,171</u>
Total direct and overlapping debt			<u><u>\$ 12,371,552</u></u>

**Source:** Ohio Municipal Advisory Council

**Note:** Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

**Note:** The percentage of debt outstanding applicable to the City was determined by dividing each jurisdiction's assessed valuation within the City by the jurisdiction's total assessed valuation.

**CITY OF STOW, OHIO**

*LEGAL DEBT MARGIN INFORMATION  
LAST TEN YEARS*

<b>Fiscal Year</b>	<b>Debt Limit - Voted</b>	<b>Debt Limit - Unvoted</b>	<b>Net Debt Applicable to Limit</b>	<b>Legal Debt Margin - Voted</b>	<b>Legal Debt Margin - Unvoted</b>	<b>Total Net Debt Applicable to Limit as a Percentage of Voted Debt Limit</b>
2023	\$ 106,481,590	\$ 55,776,071	\$ 5,975,000	\$ 100,533,946	\$ 49,801,071	5.61%
2022	104,894,599	54,944,790	7,000,000	97,922,058	47,944,790	6.67%
2021	104,821,312	54,906,402	8,925,000	95,936,039	45,981,402	8.51%
2020	91,149,928	47,745,200	9,885,000	81,303,133	37,860,200	10.84%
2019	90,790,428	47,556,891	10,745,000	80,077,589	36,811,891	11.83%
2018	89,672,661	35,331,394	11,640,000	78,151,568	35,331,394	12.98%
2017	83,860,488	30,871,922	13,055,000	70,900,420	30,871,922	15.57%
2016	82,878,855	28,962,734	14,450,000	68,535,179	28,962,734	17.44%
2015	82,599,186	27,441,240	15,825,000	66,882,917	27,441,240	19.16%
2014	83,291,141	26,438,693	17,190,000	66,209,872	26,438,693	20.64%

**Source:** City of Stow, Financial Records

Note: Ohio Bond Law sets a limit of 10.5% for voted debt and 5.5% for unvoted debt.

## DEMOGRAPHIC AND ECONOMIC INFORMATION

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**CITY OF STOW, OHIO**

*DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS*

<b>Year</b>	<b>Population (1)</b>	<b>Personal Income (2)</b>	<b>Per Capita Personal Income (1)</b>	<b>School Enrollment</b>	<b>Summit County Unemployment Rate (3)</b>
2023	33,957	\$ 1,471,934,079	\$ 43,347	5,053	3.3%
2022	34,216	1,401,521,576	40,961	5,022	3.9%
2021	34,483	1,246,408,010	36,146	5,105	3.5%
2020	34,785	1,325,517,210	38,106	5,305	5.5%
2019	34,785	1,289,793,015	37,079	5,181	4.0%
2018	34,857	1,243,000,620	35,660	5,286	4.0%
2017	34,797	1,162,045,315	33,395	5,137	4.4%
2016	34,797	1,139,253,780	32,740	5,092	4.3%
2015	34,797	1,116,914,106	32,098	5,140	4.3%
2014	34,768	1,087,091,056	31,267	5,139	4.6%

**Sources:**

- (1) U.S. Census Estimates
- (2) Bureau of Economic Analysis (BEA)
- (3) Ohio Department of Job and Family Services, Ohio Labor Market Information

**CITY OF STOW, OHIO**

*PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO*

<b>2023</b>			
<b>Employer (a)</b>	<b>Employees (1)</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
Stow-Munroe Falls City Schools	685	1	4.19%
NMG Aerospace	296	2	1.81%
RMG	240	3	1.47%
City of Stow	232	4	1.42%
DHL	186	5	1.14%
Matco Tools Corporation	183	6	1.12%
Cleveland Clinic (Akron General) Wellness	175	7	1.07%
Wilson Companies	120	8	0.73%
MACTac - Morgan Adhesives	115	9	0.70%
Audio Technica U.S. Corporation	109	10	0.67%
<b>Total</b>	<b>2,341</b>		<b>14.32%</b>
<b>Total City Employment (2)</b>	<b>16,329</b>		

<b>2014</b>		
<b>Employer (a)</b>	<b>Employees (1)</b>	<b>Rank</b>
Stow-Munroe Falls City Schools	620	1
Akron General Health & Wellness Center	250	2
City of Stow	227	3
National Machine Company	218	4
Matco Tools Corporation	190	5
J.D. Clunk & Associates	189	6
MACTac - Morgan Adhesives	160	7
Wrayco Industries, Inc.	158	8
Anderson International	130	9
Audio Technica U.S. Corporation	105	10
<b>Total</b>	<b>2,247</b>	

**Sources:**

- (1) City of Stow, Department of Planning & Development
- (2) U.S. Bureau of Labor Statistics

(a) Includes only non-retail employers.

(b) Information for total City employment for 9 years ago was not available. Additional data will be disclosed in future years as the information becomes available.

## OPERATING INFORMATION

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**CITY OF STOW, OHIO**

*FULL TIME EQUIVALENT CITY GOVERNMENT  
EMPLOYEES BY FUNCTION/PROGRAM  
LAST TEN YEARS*

**Full-time Equivalent Employees as of December 31**

<b>Function/Program</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
General government										
Management service	18	18	18	24	22	20	20	20	19	20
Finance	7	7	7	8	8	9	9	9	9	9
Planning	3	4	3	3	4	4	4	4	4	5
Building	5	4	4	3	4	4	4	4	4	4
Other - Public Utilities	12	15	16	14	16	16	13	14	13	13
Municipal court personnel (a)	33	30	32	34	37	37	37	37	32	29
Security of persons and property										
Officers	42	41	42	42	41	42	40	38	40	39
Civilians	79	95	81	82	78	78	78	76	80	79
Public health and welfare	1	1	1	1	1	1	1	1	1	1
Transportation	19	18	15	16	15	16	15	15	16	15
Community environment	3	3	3	3	3	3	3	3	3	3
Leisure time activity	10	8	14	9	10	7	8	10	11	10
<b>Total</b>	<b>232</b>	<b>244</b>	<b>236</b>	<b>239</b>	<b>239</b>	<b>237</b>	<b>232</b>	<b>231</b>	<b>232</b>	<b>227</b>

Source: City of Stow Finance Office

**CITY OF STOW, OHIO**

*OPERATING INDICATORS BY FUNCTION/PROGRAM  
LAST TEN YEARS*

<b>Function/Program</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>General Government</b>				
<b>Council</b>				
Number of Ordinances & resolutions	211	211	185	190
<b>Court</b>				
Number of court cases	16,886	15,857	15,982	14,916
Number of tickets	9,275	8,857	9,093	8,589
Number of court appearances - criminal	3,967	3,837	3,578	3,204
<b>Finance</b>				
Checks issued	5,067	5,326	5,117	4,946
Purchase orders issued	2,342	2,610	2,476	2,232
Number of W-2 forms issued	441	447	444	421
City W-2 Wages	\$ 21,753,007	\$ 20,464,434	\$ 18,313,908	\$ 17,694,707
<b>Security of persons and property</b>				
<b>Police</b>				
Physical arrests	330	309	381	283
Parking violations	49	29	24	57
Traffic citations	2,091	2,120	2,343	2,196
Traffic accidents	683	715	754	611
Marked patrol units	18	18	18	18
Unmarked patrol units	9	9	9	9
Calls for service answered	22,640	21,147	12,179	12,179
<b>Fire</b>				
Fire engines	4	4	4	4
Calls answered	5,305	5,067	4,920	4,629
Number of inspections by Fire Prevention Bureau	1,255	2,746	2,358	2,501
<b>Transportation</b>				
Number of bridges	18	18	13	13
Number of street lights	1,259	1,259	1,259	1,259
Number of signalized intersections	48	48	48	48
<b>Community Environment</b>				
<b>Building</b>				
Building permits issued	1,761	582	618	633
Inspections performed	1,909	2,111	1,837	1,776
Estimated value of construction	\$ 2,798,293	\$ 63,440,812	\$ 52,792,461	\$ 56,864,850
Number of plans examined	1,500	187	139	101
<b>Public Health and Welfare</b>				
Cemetery (plots sold)	86	54	91	64
<b>Water</b>				
Miles of water mains	155	155	165	165
Number of water tanks	1	1	1	1
Maximum holding capacity of water tank in gallons	2,500,000	2,500,000	2,500,000	2,500,000
Number of service connections	13,000	13,000	12,400	12,300
Number of fire hydrants	2,600	2,451	2,500	2,500
Yearly consumption in gallons	7,822,329	7,387,926	7,504,182	7,741,478

Source: City of Stow, various departments

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
175	165	144	144	181	167
20,682	20,291	19,777	20,029	18,955	18,011
12,538	12,257	12,121	12,543	11,322	10,687
3,894	4,146	4,129	4,335	4,211	3,936
5,202	5,299	5,145	5,159	5,157	5,201
2,351	2,224	2,151	2,257	2,277	2,405
472	466	481	465	477	472
\$ 17,192,123	\$ 17,199,849	\$ 17,045,741	\$ 17,021,048	\$ 16,671,461	\$ 16,249,048
508	521	685	668	718	696
107	111	144	129	195	203
3,200	2,813	3,121	2,864	2,484	2,027
879	849	827	841	783	653
18	18	18	24	20	20
9	9	9	8	10	10
13,719	13,332	13,865	12,755	11,985	11,452
4	4	4	4	4	4
4,691	4,386	4,089	4,049	3,887	3,772
3,428	3,181	3,359	3,431	3,036	1,382
13	13	13	13	13	13
1,247	1,247	1,247	1,247	1,247	1,247
48	48	47	47	47	47
551	555	605	551	509	626
2,755	2,211	2,271	2,520	2,256	2,221
\$ 58,182,742	\$ 58,361,368	\$ 42,325,731	\$ 33,590,714	\$ 38,243,672	\$ 30,696,120
119	117	87	106	68	75
73	48	70	68	72	45
165	165	165	165	165	165
1	1	1	1	1	1
2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
12,300	12,300	12,300	12,300	12,000	12,000
2,500	2,500	2,500	2,500	2,500	2,500
6,924,789	7,866,865	7,822,696	8,226,504	-	-

**CITY OF STOW, OHIO**

*CAPITAL ASSET INDICATORS  
LAST TEN YEARS*

<b>Function/Program</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>
<b>Public Safety</b>				
Police:				
Stations	1.00	1.00	1.00	1.00
Fire:				
Stations	3.00	3.00	3.00	3.00
<b>Leisure Time Activities</b>				
City Parks	4.00	4.00	4.00	4.00
Neighborhood Parks	7.00	6.00	6.00	6.00
Park Acreage	512.00	407.75	407.75	407.75
Lodges	2.00	2.00	2.00	2.00
Ballfields	7.00	15.00	15.00	15.00
Tennis Courts	4.00	4.00	4.00	4.00
Camp Sites	27.00	27.00	27.00	27.00
Golf Course	1.00	1.00	1.00	1.00
<b>Transportation</b>				
City Lanes (Paved Miles)	294.01	294.01	293.00	293.00
State Highways (Paved Miles)	48.00	48.00	48.00	48.00

**Source:** City of Stow, various departments

<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
1.00	1.00	1.00	1.00	1.00	1.00
3.00	3.00	3.00	3.00	3.00	3.00
4.00	4.00	4.00	4.00	4.00	4.00
6.00	6.00	6.00	6.00	6.00	6.00
407.75	407.75	407.75	407.75	407.75	407.75
2.00	2.00	2.00	2.00	3.00	3.00
15.00	15.00	15.00	15.00	15.00	15.00
4.00	4.00	4.00	4.00	4.00	4.00
27.00	27.00	27.00	27.00	27.00	27.00
1.00	1.00	1.00	1.00	1.00	1.00
293.00	293.00	293.00	293.00	293.00	293.00
48.00	48.00	48.00	48.00	48.00	48.00

**CITY OF STOW, OHIO**

*CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM - GOVERNMENTAL ACTIVITIES  
LAST TEN YEARS*

	<u>2023</u>	<u>2022 (1)</u>	<u>2021</u>	<u>2020</u>
Land	\$ 11,202,207	\$ 11,202,207	\$ 11,202,207	\$ 11,202,207
Intangible assets	15,512	15,512	15,512	15,512
Construction in progress	3,599,010	1,183,892	1,277,271	737,193
Buildings and building improvements	15,759,716	16,240,348	18,175,793	18,830,653
Vehicles	4,537,423	4,241,681	3,266,107	3,376,991
Equipment, furniture and fixtures	2,534,536	2,375,154	2,486,131	2,504,381
Infrastructure	27,001,512	25,929,288	24,559,260	24,359,177
Intangible right to use - subscription software	100,835	54,568	-	-
Total Capital Assets, Net	<u>\$ 64,750,751</u>	<u>\$ 61,242,650</u>	<u>\$ 60,982,281</u>	<u>\$ 61,026,114</u>

**Source:** City of Stow, Financial Records

**(1)** Due to the implementation of GASB Statement No. 96, the City has reported intangible right to use - subscription software at January 1, 2023.

<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
\$ 11,202,207	\$ 11,202,207	\$ 11,202,207	\$ 11,202,207	\$ 11,202,207	\$ 11,202,207
15,512	15,512	15,512	15,512	15,512	15,512
460,250	855,249	918,474	4,571,484	1,226,023	3,459,378
19,559,792	20,097,302	20,715,816	21,194,375	21,953,817	22,719,198
3,412,373	3,260,542	3,340,121	3,178,969	3,190,624	3,136,673
2,741,898	2,535,631	2,089,539	2,038,371	1,936,345	2,191,092
26,378,651	25,801,395	25,771,003	24,726,030	24,815,251	22,339,662
-	-	-	-	-	-
<u>\$ 63,770,683</u>	<u>\$ 63,767,838</u>	<u>\$ 64,052,672</u>	<u>\$ 66,926,948</u>	<u>\$ 64,339,779</u>	<u>\$ 65,063,722</u>

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