

City of Huber Heights, Ohio

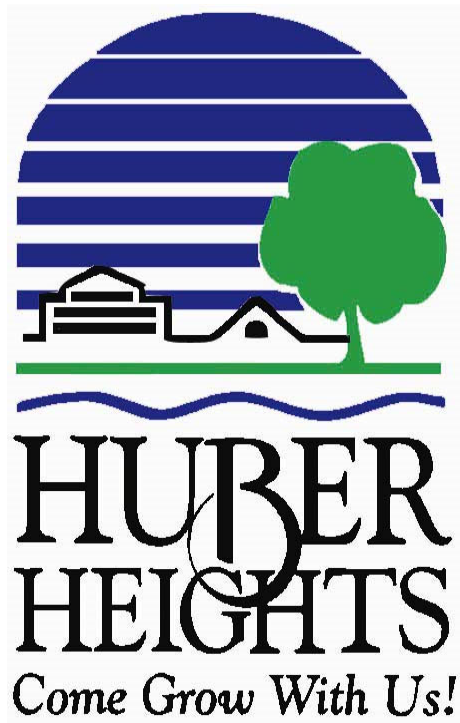


Comprehensive Annual Financial Report

For the Year Ended December 31, 2019



**HUBER
HEIGHTS**
Come Grow With Us!

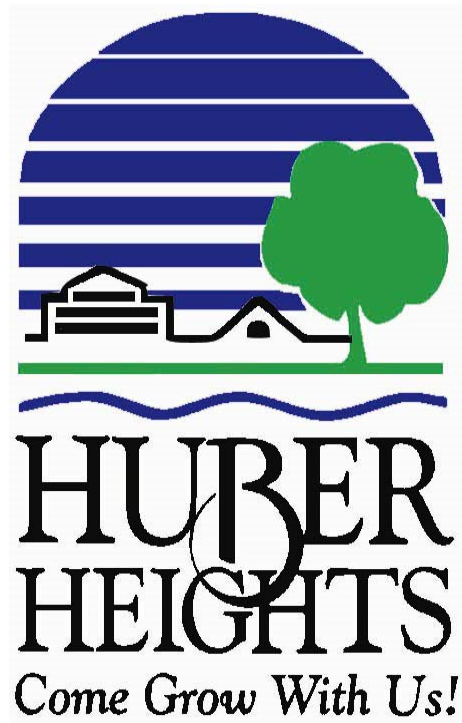


CITY OF HUBER HEIGHTS

Comprehensive Annual Financial Report

Year Ended December 31, 2019

Issued by:
Department of Finance
Division of Accounting



HUBER
HEIGHTS
Come Grow With Us!

City of Huber Heights, Ohio
Comprehensive Annual Financial Report
Year Ended December 31, 2019

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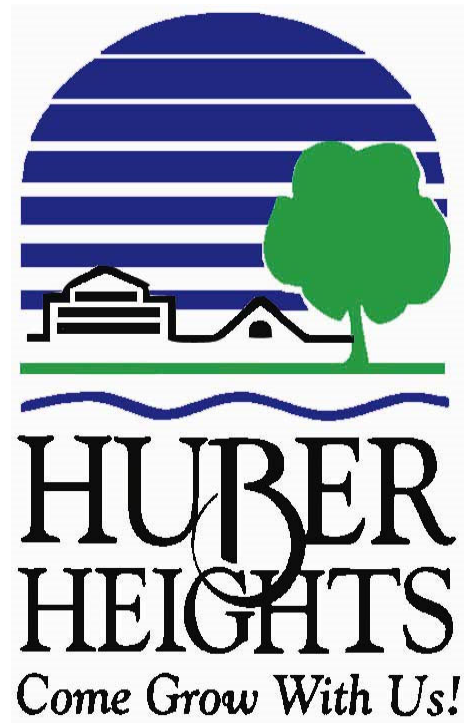
City of Huber Heights, Ohio
Comprehensive Annual Financial Report
Year Ended December 31, 2019

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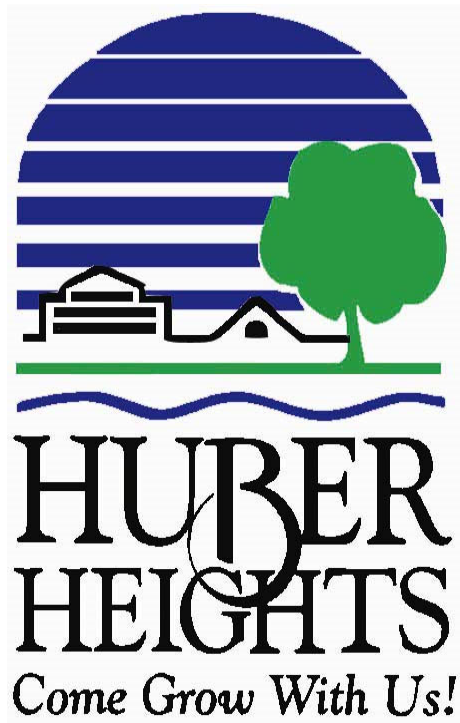
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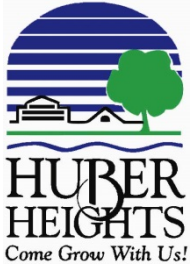
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INTRODUCTORY SECTION





City of Huber Heights

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Huber Heights, OH 45424

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August 23, 2020

Honorable Mayor Jeff Gore
Honorable Members of the City Council
Residents of the City of Huber Heights

We are pleased to present our 2019 Comprehensive Annual Financial Report (CAFR) for the City of Huber Heights for your review. This report, for the year ended December 31, 2019, has been prepared using generally accepted accounting principles for governments, and contains the financial statements and other financial and statistical data that provide complete and full disclosure of all material financial aspects of the City of Huber Heights ("the City"). This report represents the commitment of the City to adhere to nationally recognized standards of excellence in financial reporting. Ohio law requires that every general purpose local government prepare and publish their financial statements in accordance with generally accepted accounting principles (GAAP) and have an annual audit. This report is published to fulfill that requirement for the year ended December 31, 2019. The City is required to provide certain continuing disclosure information in conjunction with various debt offerings. Updated data is provided in the Statistical Section of this report.

Responsibility for both the accuracy of the data and completeness and fairness of the presentation rests with the management of the City, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

State statutes require the City to be subjected to an annual examination by the Auditor of State. Either the Auditor of State of Ohio or, if the Auditor permits, an independent public accounting firm conducts these audits. Plattenburg & Associates, Inc. performed these services and has issued an unmodified ("clean") opinion on the City's financial statements for the year ended December 31, 2019. The Independent Auditors' Report on the basic financial statements is included in the financial section of this report.

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

Profile of the City

The City of Huber Heights is located in southwestern Ohio, within Montgomery and Miami Counties; and encompasses approximately 22 square miles. The area that currently includes the incorporated limits of the City of Huber Heights was originally formed in 1810 as Wayne Township, named after Major General Anthony Wayne of the United States Army. The City occupies the northeast corner of Montgomery County, adjoins Miami County on the north, and Clark and Greene Counties on the east, with Greene County also being a part of the southern border. In 1981, Wayne Township incorporated; and in 1983 the citizens of Huber Heights adopted a City Charter, which took effect on January 1, 1984, providing for a Council/Manager form of government.

The legislative powers of the City are vested in a nine-member Council. Two Council members are elected at large, while six Council members are elected by ward. The Mayor is elected separately. The Council members appoint the City Manager who is the Chief Executive and Administrative Officer of the City. The City Manager appoints all Department/Division Heads and employees, except the City Attorney and the Clerk of Council, who are appointed by City Council.

The City is empowered to levy a property tax on real property located within its boundaries. It also is empowered by Ohio statute to extend its corporate limits by annexation, which it has done from time to time.

A reporting entity is composed of the primary government, component units and other organizations that are included to ensure that the financial statements of the City are not misleading. The primary government consists of all funds and departments which comprise the legal entity of the City, and which provide various services including police and fire protection, emergency medical services, parks and recreation, planning, zoning, court facilities, street maintenance and repair, economic development, public health and welfare, sewer, water and wastewater. Council and the City Manager have ultimate responsibility for these services.

The City does not have any component units included in its reporting entity. However, the City has representation on the boards of eight entities. The Tri-Cities North Regional Wastewater Authority (Tri-Cities) and the Joint Economic Development District (JEDD) are joint ventures, while the Miami Valley Regional Planning Commission (the Commission), Miami Valley Fire/EMS Alliance (the Alliance), the Economic Development/Government Equity Program (ED/GE), the Regional Emergency Response Team (RERT), First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium), and the Community Improvement Corporation of Huber Heights (CIC) are jointly governed organizations. Information regarding these entities may be found in the notes to the basic financial statements.

The City normally adopts an annual budget before December 31st for the upcoming year. This annual budget serves as the foundation for the City's financial planning and control. The budget is adopted at the object level for all funds of the City. Any modifications to appropriations at or above this level require approval of City Council.

Relevant Financial Policies

It is the mission of the City to develop, maintain and implement financial accounting policies and procedures and protect and optimize the financial resources of the City. The City provides a sound accounting system for safeguarding the City's assets through recording and reporting of financial transactions according to mandated laws and guidelines of the Federal law, Ohio Revised Codes, GAAP, and the City's Codified Ordinances. The department goals are to develop sound fiscal policies, provide solid financial management for the City, maintain reserves and fiscal integrity, and protect the assets of the citizens of Huber Heights.

The City's past financial stability is largely due to implementing and managing a series of policy decisions. These policies which promote growth of the City and economy through controlled delivery of services remain in place today.

Recognizing the deterioration of the national and state economies and the unprecedented decline in available City resources, the City implemented a 2.25% income tax effective January 1, 2015.

The City's investment policy is to invest public funds in a manner which will ensure the preservation of capital while providing the highest investment return with the maximum security, meeting the daily cash flow needs of the City, and conforming to all State and local statutes governing the investment of public funds. The investment policy was revised and approved by City Council in 2019.

Upon recommendation of the Director of Finance and support of the City Manager, Mayor and City Council, all of the City's expenses as well as the current budget are made available on the City's website for residents to review. The City is dedicated to complete financial transparency.

Local Economy

Situated along an extensive network of interstate and state highways, including Interstates 70 and 75, as well as U.S. Route 40 and State Routes 4, 201, 202 and 235, the City continued to experience growth and development during 2019. Historically, the City's population growth erupted in the late 1950's when Charles Huber recognized the enormous potential for residential development in the area and began building what is now one of the largest communities of brick homes in the United States. With an estimated population of 38,101 in 2015 and anticipated growth in the 2020 Census, Huber Heights placed third among all cities within Montgomery County, with nearly 17,000 housing units.

The City is the 30th largest city in the State of Ohio, based on 2010 US Census data, and is situated primarily in Montgomery County. The City's boundaries expand into Miami County as well. The City, located 10 minutes from downtown Dayton, Wright Patterson Air Force Base and Dayton International Airport, is primarily residential, providing housing for those who work in the surrounding metropolitan area. Huber Heights City government continued to take active steps toward diversifying its tax base, with strong residential growth generating greater commercial and industrial development. At the end of 2010, there were over 1,270 acres of industrially-zoned and 2,840 acres of commercially zoned land in the City, of which approximately 1,177 acres are available for development.

Based upon a 2009 survey of Huber Heights residents, it is estimated that the United States government and affiliated contractors at nearby Wright Patterson Air Force Base (WPAFB) employ approximately 14 percent of the residents. An additional 6.2% of the residents have retired from WPAFB. Despite the continuing trend toward military downsizing and base closures, WPAFB has gained operations through realignment from other bases around the country in the past several years. It is estimated that, as a result

of the U.S. House Armed Services Committee Base Realignment and Closure (BRAC) proceedings, approximately 3,000 new government and contractor jobs came to the Base by 2011. The strategic location of the City of Huber Heights within the area, combined with our proximity to WPAFB, 5 to 10 minutes' access to primary Base gates, evidences anticipated growth.

Economic development in the City has been a top priority of City Council and City Staff. Since 1994, commercial, industrial, and residential developments, such as the Northpark Center, Center Point 70 Commerce Park, The Oaks, Callamere Farms, and Carriage Trails, have created many diverse jobs, including fuel cell research, logistics, light industrial, high-tech and laser applications. The expansion of Interstate 70 to six lanes through the City, and the accompanying upgrades of the three major interchanges in the City, is expected to engender economic growth. There are over 800 businesses within the City.

The City's major source of operating revenue is the local income tax. During 2019, the rate was 2.25%. In November 2014, the citizens voted to increase the City's income tax rate by 0.25% to 2.25%, effective January 1, 2015 for 10 years. A separate income tax continuation levy for an additional 10 years was passed by the citizens in May 2015

Commercial and Industrial Development

Industrial uses remained stable in 2019, including Trimble expanding its warehouse, Palmer Trucking expanding, and the construction of the new Wenco Construction headquarters. Commercial businesses continue to be a growing market in the City of Huber Heights. Forty-Eight new businesses opened doors in 2019, including Casey's General Store, Camping World, City Coffee House, Alematic Artisan Ales, and Peleton Distribution. Several projects were approved in 2019, including Starbucks, Raising Cane's, and Chick-Fil-A. All will begin construction in 2020.

The Rose Music Center at The Heights, a City owned outdoor music facility, opened its doors in 2015. One hundred seventy-one concerts have been held with multiple sell-outs. 2019 produced over a \$1,230,041 operational profit. This facility is the cornerstone to The Heights development, evidenced by the construction of Tru by Hilton, a new hotel that opened in May of 2019 adjacent to The Rose Music Center. The Heights is a 100 acre planned mixed use development near I-70 and Executive Boulevard.

Residential Development

Huber Heights' residential market continues to outperform other areas in the region. The residential market in the City, which did not experience as severe a market correction as in other areas of the country or the region, continued to show steady progress. The City issued 175 new home permits in 2019, evidence that Huber Heights continues to improve in all areas of the City.

There are several residential subdivisions that had new sections approved and new lots created during 2019, including Carriage Trails (which has now had its 1000th home built since its inception in 2009) and Lexington Place. Developers are anticipating another successful year in 2020. Parkview, a 310-unit apartment project, approved in 2018, is nearing completion.

Major Initiatives

During 2019, expenditures included the repair and rebuilding of neighborhood streets, curbing improvements, and miscellaneous roadway sealing and patching throughout the City. The City was able to utilize funds from the water fund for replacement of water lines, fire hydrants and appurtenances and the reconstruction of streets, concrete work and related underground utilities, roadway earthwork and miscellaneous base and drainage work.

The City of Huber Heights has seen a significant amount of growth over the past ten years which had greatly impacted the City's Insurance's Services Office (ISO) rating. ISO is an independent company that serves insurance companies and others by providing information about risk. ISO analyzes the relevant data and assigns a PPC (Public Protection Classification) grade, a number from 1 to 10. A Class 1 represents an exemplary fire suppression program; a class 10 indicates the area's fire suppression program does not meet the ISO minimum criteria.

In 2010 the City of Huber Heights ISO rating dropped from a Class II to a Class III partly due to the city's rapid growth. Since that time, the Fire Chief and City Administration implemented plans to address several issues noted by ISO including an increase in response times throughout the city. Over a period of 6 years these issues were addressed including the addition of a third station, as well as personnel, in an effort to enhance the fire division's capabilities. This effort resulted in the ISO rating adjustment back to a Class II ISO rating in 2016.

The U.S. Environmental Protection Agency mandated that governmental agencies with populations over 10,000 be in compliance with the Clean Water Act of 1972, including the development and implementation of a Stormwater Management Plan no later than March, 2003. During 2019, the City entered the seventeenth year of operation of its Stormwater Management Program. The monies generated fully supported the operating costs, as well as storm water related capital improvements.

Efforts to supply complete and accurate data in the Geographic Information System (GIS) for residents, City offices, and police and fire departments continued in 2019 on a web-based server (newly integrated). Improvements to the web map, data duplication elimination, and streamlined updates necessary for use in the integrated mobile emergency systems were also achieved. GIS data has also been supplied to the City's utility support companies to assist in locates, repairs, shut-downs and special utility replacement projects.

The City purchased 51.5 acres along Executive Boulevard to spark development. A study is being performed to determine the highest and best uses in order for the property to be properly marketed.

For the Future

Huber Heights is poised to experience significant new residential and commercial growth in the City's northern quadrant for the next decade. The City has also taken steps to encourage commercial growth in its southern quadrant. Additionally, numerous commercial projects are in the planning and development stages throughout the City. City staff will work closely with current businesses and residential developers to promote business retention and expansion. These new developments will transform the I-70 and State Route 201/202 corridors into a thriving regional commercial center.

The City will continue to promote the steady growth of other residential developments, which continue to outperform other areas in the region. Carriage Trails residential development continues to grow and is projected to sell over 100 houses per year for the next several years. Artisan Walk experienced a renewed focus by the developer with Phase II construction completed. Lexington Place and Callamere Farms residential developments have also built new sections and expect continued strong sales as part of a growing Huber Heights market. Phase II of The Windbrooke subdivision has been approved and construction began in 2019, with Phase III expected in 2020.

There are several industrial businesses planning growth in the next few years in the Executive Boulevard Industrial area and the Center Point 70 Industrial Park.

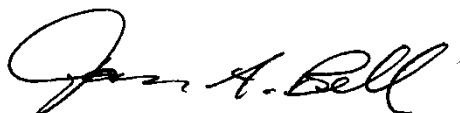
In 2016, the City partnered with the Huber Heights Chamber of Commerce and hired a consultant to perform a Brandt Pike Target Revitalization Study. This endeavor was created to help spark new growth in the City's central corridor. This study looked at a market analysis, demographics and future uses. The end result includes plans to revitalize the corridor and suggestions on infrastructure, zoning and incentives to businesses throughout the neighborhood. The City contracted with an engineer to reconstruct the intersection of Brandt Pike and Chambersburg Road. A Zoning Overlay has been completed and focuses on the revitalization of the corridor and continuity of development.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Huber Heights, Ohio, for its comprehensive financial report (CAFR) for the year ended December 31, 2018. This was the twenty-sixth consecutive year that the City of Huber Heights has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements; and we are submitting it to the GFOA to determine our eligibility for another certificate.

Preparation of this report is a major and time-consuming task that cannot be accomplished without the professional, efficient and dedicated services of those individuals who assist and contribute to its production. All members of the City's finance department staff, and many of the City's other employees, contributed to this effort. We wish to thank the Mayor, City Council, the City Manager, Department and Division Heads, and all employees who supported this effort to achieve excellence in financial reporting.



James A. Bell
Finance Director



Government Finance Officers Association

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

Presented to

**City of Huber Heights
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morill

Executive Director/CEO

City of Huber Heights
List of Principal Officials
December 31, 2019

Elected Officials

Mayor
Jeffrey Gore

Vice Mayor
Seth A. Morgan, Ward 3

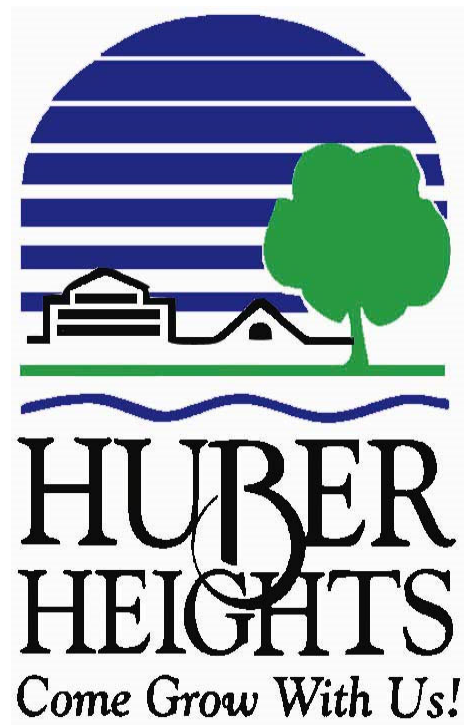
Council Members
Richard E. Shaw, Jr., Ward 1
Don Webb, Ward 2
Seth A. Morgan, Ward 3
Andy Hill, Ward 4
Mark Campbell, Ward 5
Ed Lyons, Ward 6
Glenn T. Otto, At Large
Nancy Byrge, At Large

Appointed Officials

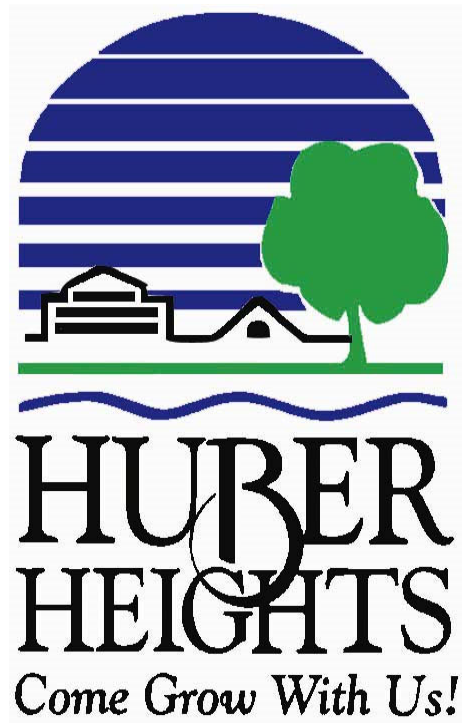
City Manager
Robert B. Schommer

Director of Finance
James A. Bell





FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, City Council and City Manager
City of Huber Heights

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Huber Heights (the City) as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the City's basic financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We did not audit the financial statements of Tri-Cities North Regional Wastewater Authority, which represent 32 percent, 32 percent, and 9 percent, respectively, of the assets, net position, and expenses of the Sewer Fund, and 13 percent, 19 percent, and 4 percent, respectively, of the assets, net position, and expenses of the business-type activities. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Tri-Cities North Regional Wastewater Authority, is based solely on the report of other auditors. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2019, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, Police Fund, Fire Fund, Montgomery County TIF Fund, and Miami County TIF Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 21 to the financial statements, during 2020, the financial impact of COVID-19 and the ensuing emergency measures will impact subsequent periods of the City. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

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

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 23, 2020, 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 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 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.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.

Dayton, Ohio

August 23, 2020

City of Huber Heights, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2019
(Unaudited)

The City of Huber Heights's discussion and analysis of the annual financial reports provides a review of the financial performance for the fiscal year ending December 31, 2019. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the City's performance.

Financial Highlights

- The City's total net position increased \$20,210,085 during 2019. Net position of the governmental activities increased \$20,327,836, and net position of business-type activities decreased by \$117,751.
- General revenues, for governmental activities, accounted for \$28,716,816, or 71.27 percent of total governmental activities revenue. Program specific revenues accounted for \$11,574,815 or 28.73 percent of total governmental activities revenue.
- Governmental activities net capital assets decreased \$242,173, due to current year depreciation expense exceeding current year additions.
- The City had \$20,541,079 in expenses related to governmental activities; \$11,574,815 of these expenses was offset by program specific charges for services, grants, contributions, or interest. General revenues (primarily taxes) of \$28,716,816 were sufficient to offset these program expenses.
- The general fund, the City's largest major governmental fund, had revenues of \$14,680,537 in 2019, or 37.90 percent of total governmental funds. Expenditures of the general fund were \$6,991,434, or 19.05 percent of total governmental funds. The general fund balance increased \$2,077,570, or 17.42 percent in 2019.
- Business-type operations reflected an operating income of \$1,516,927 during 2019, and business-type unrestricted net position was \$32,822,878 at December 31, 2019.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements. These statements are presented so that the reader can understand the City's financial situation as a whole and also give a detailed view of the City's fiscal condition.

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

City of Huber Heights, Ohio
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For the Year Ended December 31, 2019
(Unaudited)

Reporting the City as a Whole

Statement of Net Position and Statement of Activities

The analysis of the City as a whole begins with the statement of net position and the statement of activities. These reports provide information that will help the reader to determine if the City is financially better off or worse off as a result of the year's activities. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector companies. All current year revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the City's net position and changes to this position. This change informs the reader whether the City's financial position, as a whole, has improved or diminished. In evaluating the overall financial health, the reader of these financial statements needs to take into account non-financial factors that also impact the City's financial well-being. Some of these factors include the City's tax base and the condition of capital assets.

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

- **Governmental Activities** - Most of the City's services are reported here including police, fire, leisure time activities, community development, transportation, and general administration. Income taxes, property taxes, intergovernmental revenue, charges for services, and interest finance most of these activities.
- **Business-Type Activities** - These services include water, sewer, and stormwater management. Service fees for water and sewer are charged based upon the amount of usage; and a service fees for the stormwater utility are assessed by property (parcel) based upon impervious area. The intent is that these activities be financially self-sufficient.

Reporting the City's Most Significant Funds

Fund Financial Statements

Information about the City's major funds is presented in the fund financial statements (see table of contents). Fund financial statements provide detailed information about the City's major funds - not the City as a whole. Some funds are required by State law and bond covenants. Other funds may be established by the City, with approval of council, to help control, manage and report money received for a particular purpose or to show that the City is meeting legal responsibilities for use of grants. The City's major funds are general, police, fire, Montgomery County TIF, Miami County TIF, special assessment bond retirement, capital improvement, water, sewer, and stormwater funds.

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Governmental Funds

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

Proprietary Funds

When the City charges citizens for the services it provides, with the intent of recapturing operating costs, these services are generally reported in proprietary funds. Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Government-Wide Financial Analysis

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

As displayed in Table 1, total net position of the City as a whole, increased \$20,210,085 from 2018 to 2019. Total net position of the City's governmental activities increased by \$20,327,836, and unrestricted net position increased from 2018 to 2019. The increase in unrestricted net position can be attributed to an decrease in overall program expenses.

The net position of the City's business type activities decreased by \$117,751. Two of the three enterprise funds reported an operating income during 2019. Overall, operating expenses increased \$822,348 from the prior year, while operating revenues increased \$1,030,335. The City strives to control operation expenses for business-type activities in order to maintain stability in charges for services rates.

The City's statement of activities prepared on an accrual basis of accounting includes an annual pension/OPEB expense for their proportionate share of each plan's change in net pension/OPEB liability not accounted for as deferred inflows/outflows. The City is also reporting a net pension/OPEB liability and deferred inflows/outflows of resources related to pension/OPEB on the accrual basis of accounting in the statement of net position.

Table 1 below provides a summary of the City's net position for 2019 compared to 2018:

City of Huber Heights, Ohio
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Table 1
Net Position

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
<u>Assets</u>						
Current and						
other assets	\$ 64,906,887	\$ 59,257,839	\$ 26,258,068	\$ 24,977,118	\$ 91,164,955	\$ 84,234,957
Capital assets	123,640,522	123,882,695	71,181,264	64,559,491	194,821,786	188,442,186
Investment in joint venture	-	-	14,987,376	15,415,211	14,987,376	15,415,211
Total assets	<u>188,547,409</u>	<u>183,140,534</u>	<u>112,426,708</u>	<u>104,951,820</u>	<u>300,974,117</u>	<u>288,092,354</u>
<u>Deferred outflows of resources</u>						
Deferred charge on refunding	133,420	163,610	-	-	133,420	163,610
Pension	11,415,118	5,258,235	601,838	268,089	12,016,956	5,526,324
OPEB	2,881,921	3,012,050	109,355	65,011	2,991,276	3,077,061
Total deferred outflows of resources	<u>14,430,459</u>	<u>8,433,895</u>	<u>711,193</u>	<u>333,100</u>	<u>15,141,652</u>	<u>8,766,995</u>
<u>Liabilities</u>						
Other liabilities	2,146,631	1,767,931	3,075,238	2,370,062	5,221,869	4,137,993
Long-term liabilities:						
Due within one year	4,036,220	3,998,228	174,949	138,583	4,211,169	4,136,811
Due in more than one year:						
Net pension liability	40,052,977	28,600,600	1,777,136	937,618	41,830,113	29,538,218
Net OPEB liability	7,328,264	25,331,266	821,778	631,913	8,150,042	25,963,179
Other amounts	53,995,725	56,187,210	27,423,372	20,980,528	81,419,097	77,167,738
Total liabilities	<u>107,559,817</u>	<u>115,885,235</u>	<u>33,272,473</u>	<u>25,058,704</u>	<u>140,832,290</u>	<u>140,943,939</u>
<u>Deferred inflows of resources</u>						
Property taxes	2,578,369	2,565,989	-	-	2,578,369	2,565,989
Payments in lieu of taxes	2,840,996	2,705,038	-	-	2,840,996	2,705,038
Pension	605,675	2,194,025	23,485	221,678	629,160	2,415,703
OPEB	1,317,744	476,711	2,230	47,074	1,319,974	523,785
Total deferred inflows of resources	<u>7,342,784</u>	<u>7,941,763</u>	<u>25,715</u>	<u>268,752</u>	<u>7,368,499</u>	<u>8,210,515</u>
<u>Net position</u>						
Net investment in capital assets	68,577,224	66,825,962	47,016,835	47,409,425	115,594,059	114,235,387
Restricted	46,547,651	43,350,581	-	-	46,547,651	43,350,581
Unrestricted	(27,049,608)	(42,429,112)	32,822,878	32,548,039	5,773,270	(9,881,073)
Total net position	<u>\$ 88,075,267</u>	<u>\$ 67,747,431</u>	<u>\$ 79,839,713</u>	<u>\$ 79,957,464</u>	<u>\$ 167,914,980</u>	<u>\$ 147,704,895</u>

City of Huber Heights, Ohio
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Table 2 shows the changes in net position for the year ended December 31, 2019, and revenue and expense comparisons to 2018.

Table 2						
Changes in Net Position						
	Governmental Activities		Business-Type Activities		Total	Total
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Revenues						
Program revenues:						
Charges for services	\$ 4,999,450	\$ 4,185,212	\$ 10,546,050	\$ 9,515,715	\$ 15,545,500	\$ 13,700,927
Operating grants, contributions, and interest	4,053,261	3,175,599	424	456	4,053,685	3,176,055
Capital grants and contributions	2,522,104	2,451,602	-	103,136	2,522,104	2,554,738
General revenues:						
Property taxes	3,009,829	2,894,438	-	-	3,009,829	2,894,438
Income taxes	19,719,790	19,084,963	-	-	19,719,790	19,084,963
Grants and entitlements	1,271,329	1,081,591	-	-	1,271,329	1,081,591
Payment in lieu of taxes	3,311,889	3,067,587	-	-	3,311,889	3,067,587
Gain on sale of capital assets	51,947	-	-	-	51,947	-
Investment earnings	1,065,834	411,238	446,429	222,690	1,512,263	633,928
Other	286,198	1,085,439	-	-	286,198	1,085,439
Total revenues	<u>40,291,631</u>	<u>37,437,669</u>	<u>10,992,903</u>	<u>9,841,997</u>	<u>51,284,534</u>	<u>47,279,666</u>
Program Expenses						
Governmental Activities:						
General government	4,723,509	4,304,433	-	-	4,723,509	4,304,433
Security of persons and property						
Police	2,948,942	10,857,439	-	-	2,948,942	10,857,439
Fire	135,393	9,597,704	-	-	135,393	9,597,704
Other	435,261	461,274	-	-	435,261	461,274
Leisure time activities	2,258,462	1,850,388	-	-	2,258,462	1,850,388
Community environment	1,091,489	740,663	-	-	1,091,489	740,663
Transportation	7,104,082	6,757,216	-	-	7,104,082	6,757,216
Interest and fiscal charges	1,843,941	1,934,167	-	-	1,843,941	1,934,167
Business-Type Activities:						
Water	-	-	5,470,912	4,939,814	5,470,912	4,939,814
Sewer	-	-	4,139,910	3,438,080	4,139,910	3,438,080
Stormwater	-	-	922,548	1,025,343	922,548	1,025,343
Total program expenses	<u>20,541,079</u>	<u>36,503,284</u>	<u>10,533,370</u>	<u>9,403,237</u>	<u>31,074,449</u>	<u>45,906,521</u>
Increase in net position before transfers	19,750,552	934,385	459,533	438,760	20,210,085	1,373,145
Transfers	577,284	344,273	(577,284)	(344,273)	-	-
Change in net position	<u>20,327,836</u>	<u>1,278,658</u>	<u>(117,751)</u>	<u>94,487</u>	<u>20,210,085</u>	<u>1,373,145</u>
Net position beginning of year	<u>67,747,431</u>	<u>66,468,773</u>	<u>79,957,464</u>	<u>79,862,977</u>	<u>147,704,895</u>	<u>146,331,750</u>
Net position end of year	<u>\$ 88,075,267</u>	<u>\$ 67,747,431</u>	<u>\$ 79,839,713</u>	<u>\$ 79,957,464</u>	<u>\$ 167,914,980</u>	<u>\$ 147,704,895</u>

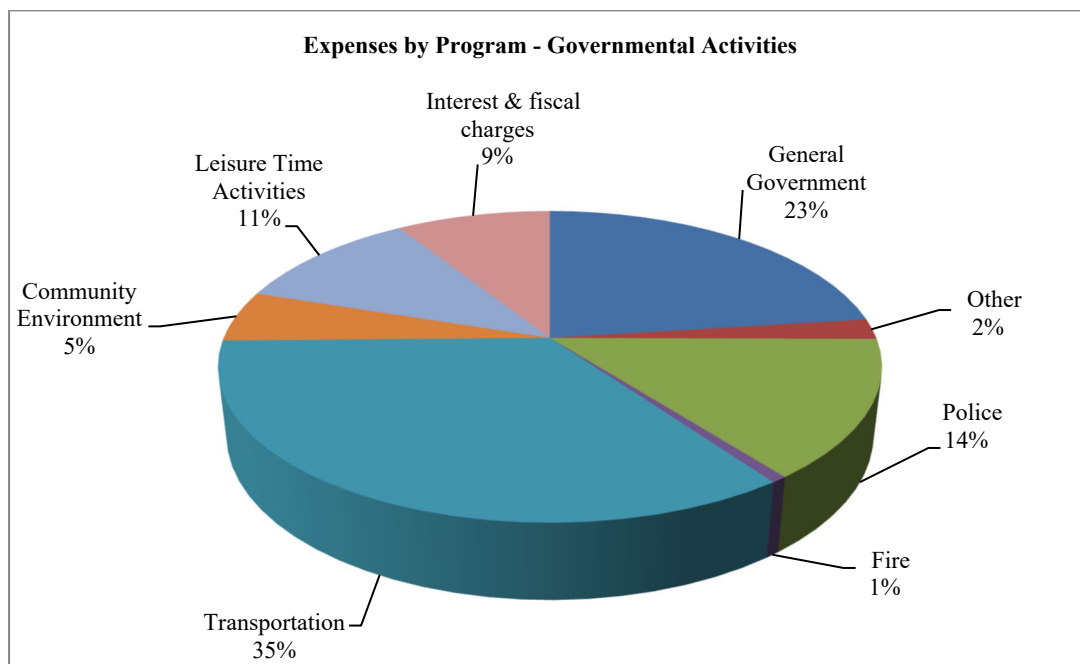
City of Huber Heights, Ohio
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Governmental Activities

Huber Heights has made continued efforts to attract large-scale employers to the City for the year 2019, thereby injecting the local economy with jobs and increasing the City's commercial tax base. The 2.25 percent income tax is the largest source of revenue for the City. Revenues generated by the earnings tax represent approximately 68.67 percent of the City's governmental activities general revenues.

During 2019 the revenues generated from income tax amounted to \$19,719,790. The increase in income tax revenues from 2018 was 3.33 percent. The income tax revenue amounts fluctuate from collections and adjustments for refunds. Revenues generated from property tax amounted to \$3,009,829. The increase in property tax revenues from 2018 was 3.99 percent.

Total revenues increased overall, however there was a significant income tax refund in 2019, so the income tax revenue increase is a result of a recovery from the refund as well as increased revenue. In addition, the City had an increase in investment earnings. There was an overall decrease in expenses in 2019 as compared to 2018 primarily due to decreased pension and OPEB costs associated with the police and fire programs of \$7,908,497 or 72.8 percent and \$9,462,311 or 98.6 percent respectively. The decrease of \$15,962,205 in program expenses was 43.7 percent compared to 2018.



Police, fire, transportation and general government are the major activities of the City generating 73 percent of the governmental expenses. Currently, the police division has an authorized staffing of 42 officers. During 2019, the police and fire divisions continued to place strong emphasis on the training of its employees to keep up with the rapidly changing laws, practices and technology.

General government includes legislative and executive expenses. Leaf and brush pickup, aggressive street resurfacing program, amenities in the parks, and police and fire services all culminate into a full service City.

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Business-Type Activities

The City's business-type activities include water, sewer, and stormwater.

Water and Sewer and Operations – In January of 1994, the citizens of Huber Heights voted overwhelmingly to endorse the City's acquisition of the Ohio Suburban water and wastewater systems from American Water Works of Voorhees, New Jersey. On September 29, 1995, the City completed this acquisition enabling the City to more effectively attract new development to the community particularly through new annexations and service extensions while at the same time keeping water and sewer rates low. During 2001, the City began an operations study to identify the short and long range plans for the utility and to identify funding sources for the targeted projects. In late 2002, the City Council authorized increases in the rates for water and sewer, over a five year period, to fund various projects identified in the Plan. Recently, the City Council approved an increase in water rates by 15% for 2019 and an additional 15% in 2020. Then in April 2021 the water rates will increase annually to match the increase in the consumer price index for the previous year.

Sewer Treatment – Prior to 1996, the City wastewater treatment services were contracted with the Miami Conservancy District. In 1996, the Conservancy District decided they no longer wanted to furnish this service. A joint venture was formed among the Cities of Huber Heights, Vandalia and Tipp City to take over the Conservancy District operation. This joint venture now furnishes wastewater treatment services to each city. Each city owns and maintains the infrastructure necessary to furnish services to their citizens. All capital repairs and upkeep of the treatment plant are the responsibility of the joint venture. The joint venture in turn sets costs of service for the Cities, based on flow, to maintain the plant. The City of Huber Heights charges its residents accordingly. At this time, any capital outlay needed to maintain Huber Heights sewer infrastructure is provided from resident charges. The City's investment in the joint venture at December 31, 2019 was \$14,987,376.

Stormwater – In February 2002, City Council established the citywide stormwater management program. The fees charged are based upon a formula of impervious area and is applied based upon an equivalent residential unit (3,431 sq. ft.). The revenues generated are used to fund operating and capital costs associated with this program.

Business-type activities include water, sewer, and stormwater services. These programs had operating revenues of \$10,546,050 and operating expenses of \$9,029,123 for fiscal year 2019. Business activities receive no support from tax revenues. The business activities net position at the end of the year was \$79,839,713 which decreased \$117,751 from 2018 balance.

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

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	2019	2018	2019	2018
	Governmental	Governmental	Business-Type	Business-Type
	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>	<u>Activities</u>
Deferred outflows - pension	\$ 11,415,118	\$ 5,258,235	\$ 601,838	\$ 268,089
Deferred outflows - OPEB	2,881,921	3,012,050	109,355	65,011
Deferred inflows - pension	(605,675)	(2,194,025)	(23,485)	(221,678)
Deferred inflows - OPEB	(1,317,744)	(476,711)	(2,230)	(47,074)
Net pension liability	(40,052,977)	(28,600,600)	(1,777,136)	(937,618)
Net OPEB liability	<u>(7,328,264)</u>	<u>(25,331,266)</u>	<u>(821,778)</u>	<u>(631,913)</u>
Impact of GASB 68 and 75 on net position	<u>\$ (35,007,621)</u>	<u>\$ (48,332,317)</u>	<u>\$ (1,913,436)</u>	<u>\$ (1,505,183)</u>

Financial Analysis of the Government's Funds

The City has seven major governmental funds: the general, police, fire, Montgomery County TIF, Miami County TIF, special assessment bond retirement, and capital improvement funds. Assets of these major funds comprised \$57,992,370 or 71.04 percent of the total \$81,631,241 governmental fund assets.

The general fund balance at December 31, 2019 was \$14,000,721, which was an increase in fund balance of \$2,077,570 from 2018. This increase is mainly due to overall increases in revenue, the most significant increase was in interest revenue compared to the previous year.

The police fund balance at December 31, 2019 was \$1,137,519, which was an increase in fund balance of \$76,501 from 2018. The increase is mainly due to fluctuations in transfers received and made during the year as compared to the previous year.

The fire fund balance at December 31, 2019 was \$501,853, which was a decrease in fund balance of \$394,778 from 2018. The decrease is mainly due to an increase in expenditures and is determined by management's decision to make transfers from the general fund.

The Montgomery County TIF fund balance at December 31, 2019 was \$7,801,587, which was an increase in fund balance of \$709,828 from 2018. This increase is mainly due to payments in lieu of taxes exceeding current year expenditures and transfers out.

The Miami County TIF fund balance at December 31, 2019 was a deficit \$7,793,057, which was a significant decrease in fund balance of \$689,024 from 2018. This decrease is mainly due to transfers out.

The special assessment bond retirement deficit fund balance at December 31, 2019 was \$162,422, which was a decrease in fund balance of \$233,127 from 2018. This decrease is mainly due to the debt retirement changes.

The capital improvements fund balance at December 31, 2019 was \$3,304,747, which was an increase in fund balance of \$384,700 from 2018. This increase is due mainly to the decrease of debt service payments.

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Table 3 below reports year 2019 balances compared to 2018:

Table 3
Change in Fund Balance

	Fund Balance			
	December 31, 2019	December 31, 2018	Increase (Decrease)	Percent Change
General	\$ 14,000,721	\$ 11,923,151	\$ 2,077,570	17.4%
Police	1,137,519	1,061,018	76,501	7.2%
Fire	501,853	896,631	(394,778)	(44.0%)
Montgomery County TIF	7,801,587	7,091,759	709,828	10.0%
Miami County TIF	(7,793,057)	(7,104,033)	(689,024)	(9.7%)
Special assessment bond retirement	(162,422)	70,705	(233,127)	(329.7%)
Capital improvements	3,304,747	2,920,047	384,700	13.2%
Other governmental funds	16,053,679	14,354,639	1,699,040	11.8%
	<u>\$ 34,844,627</u>	<u>\$ 31,213,917</u>	<u>\$ 3,630,710</u>	

General Fund Budgeting Highlights

The City's budget is formally adopted at the object level for each fund. Financial reports, which compare actual performance with the budget, are prepared quarterly and presented to the Council so the Council is able to review the financial status and measure the effectiveness of the budgetary controls.

For the general fund, the final budgeted revenue and other financing sources, was \$12,332,394 and the original budgeted amount was \$11,873,694. The difference was \$458,700. Of this difference, most was due to differences in other revenues and advances in.

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The original general fund budget for expenditures and other financing uses increased \$2,486,703, from \$12,745,327 to the final budgeted amount of \$15,232,030. This increase was due to an increase in general government expenditures, and transfers out. Actual expenditures were \$2,523,388 below final budget expenditures for 2019 due to the close monitoring of expenditures.

Capital Assets and Debt Administration

Capital Assets

At year end, the City had \$194,821,786 invested in land, easements, construction in progress, buildings and improvements, equipment, furniture, fixtures and improvements, vehicles and infrastructure. Table 4 shows 2019 balances compared to 2018:

Table 4
Capital Assets, at Fiscal Year End
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
Land	\$ 6,441,295	\$ 6,478,731	\$ 709,093	\$ 709,093	\$ 7,150,388	\$ 7,187,824
Easements	20,258,420	20,258,420	260,063	260,063	20,518,483	20,518,483
Construction in progress	10,115,368	8,394,485	10,022,386	5,256,552	20,137,754	13,651,037
Buildings and improvements	24,676,962	25,252,221	15,386,341	12,946,127	40,063,303	38,198,348
Equipment	2,169,335	2,245,023	446,217	656,330	2,615,552	2,901,353
Furniture, fixtures and improvements	2,426,282	2,610,377	34,579	14,667	2,460,861	2,625,044
Vehicles	3,201,746	3,472,975	253,364	307,166	3,455,110	3,780,141
Infrastructure	54,351,114	55,170,463	44,069,221	44,409,493	98,420,335	99,579,956
Total	<u>\$ 123,640,522</u>	<u>\$ 123,882,695</u>	<u>\$ 71,181,264</u>	<u>\$ 64,559,491</u>	<u>\$ 194,821,786</u>	<u>\$ 188,442,186</u>

The increase in capital assets was mainly due to current year additions throughout the City exceeding current year depreciation.

See Note 8 to the basic financial statements for further details on the City's capital assets.

Debt

The City had \$84,398,420 in bonds, notes, loans, capital leases and state infrastructure loans.

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Table 5
Outstanding Debt, at Year End

	Governmental Activities		Business-Type Activities		Total	
	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>	<u>2019</u>	<u>2018</u>
General obligation bonds	\$ 28,647,925	\$ 30,029,749	\$ -	\$ -	\$ 28,647,925	\$ 30,029,749
General obligation notes	10,200,000	10,450,000	-	-	10,200,000	10,450,000
Special assessment bonds	9,953,280	10,954,422	-	-	9,953,280	10,954,422
Revenue bonds	-	-	18,907,156	19,780,828	18,907,156	19,780,828
OWDA loans	-	-	9,842,360	2,428,204	9,842,360	2,428,204
Equipment and vehicle loans	797,555	1,011,820	-	-	797,555	1,011,820
Capital lease	105,247	137,948	-	-	105,247	137,948
State infrastructure	5,944,898	5,172,895	-	-	5,944,898	5,172,895
Total	<u>\$ 55,648,905</u>	<u>\$ 57,756,834</u>	<u>\$ 28,749,516</u>	<u>\$ 22,209,032</u>	<u>\$ 84,398,421</u>	<u>\$ 79,965,866</u>

The Various Purpose Improvement general obligation bonds will be paid with property tax revenues via transfers from the general fund.

The City's overall legal debt margin was \$36,842,311 at December 31, 2019. See Note 12 and 13 of the notes to the basic financial statements for more detailed information on debt of the City.

Economic Factors

The City of Huber Heights is currently in a strong financial position, but it must be stated that the City is not immune to economic conditions that have negatively affected many public and private entities. The City of Huber Heights's systems of budgeting and internal controls are well regarded, and the City is well prepared to meet the challenges of the future. In addition, management has been committed to providing its residents with full disclosure of the financial position of the City.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, customers and investors, and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Finance Director, City of Huber Heights, 6131 Taylorsville Road, Huber Heights, Ohio 45424.

City of Huber Heights, Ohio
Statement of Net Position
December 31, 2019

	Governmental Activities	Business-Type Activities	Total
<u>Assets:</u>			
Equity in pooled cash and investments	\$ 36,863,181	\$ 15,087,319	\$ 51,950,500
Receivables:			
Income tax	3,203,017	-	3,203,017
Property and other taxes	2,706,563	-	2,706,563
Accounts	1,277,846	1,094,056	2,371,902
Revenue in lieu of taxes receivable	2,840,996	-	2,840,996
Special assessments	18,198,510	425,746	18,624,256
Accrued interest	84,847	36,004	120,851
Due from other governments	2,037,608	208	2,037,816
Materials and supplies inventory	71,229	-	71,229
Assets held for resale	5,411,750	181,726	5,593,476
Prepaid items	129,793	6,870	136,663
Cash in segregated accounts - restricted	-	1,507,686	1,507,686
Investment in joint venture	-	14,987,376	14,987,376
Internal balances	(7,918,453)	7,918,453	-
Nondepreciable capital assets	36,815,083	10,991,542	47,806,625
Depreciable capital assets, net	86,825,439	60,189,722	147,015,161
Total assets	188,547,409	112,426,708	300,974,117
<u>Deferred outflows of resources:</u>			
Deferred charge on refunding	133,420	-	133,420
Pension	11,415,118	601,838	12,016,956
OPEB	2,881,921	109,355	2,991,276
Total deferred outflows of resources	14,430,459	711,193	15,141,652
<u>Liabilities:</u>			
Accounts payable	868,800	553,596	1,422,396
Contracts payable	-	1,099,285	1,099,285
Accrued wages and benefits	419,745	26,071	445,816
Due to other governments	81,050	3,650	84,700
Income tax refunds payable	591,479	-	591,479
Accrued interest payable	185,057	87,636	272,693
Liabilities payable from restricted assets	-	1,305,000	1,305,000
Deposits held and due to others	500	-	500
Long-term liabilities:			
Due within one year	4,036,220	174,949	4,211,169
Due in more than one year:			
Net pension liability	40,052,977	1,777,136	41,830,113
Net OPEB liability	7,328,264	821,778	8,150,042
Other amounts due in more than one year	53,995,725	27,423,372	81,419,097
Total liabilities	107,559,817	33,272,473	140,832,290

(Continued)

City of Huber Heights, Ohio
Statement of Net Position
December 31, 2019
(Continued)

	Governmental Activities	Business-Type Activities	Total
<u>Deferred inflows of resources:</u>			
Property taxes	2,578,369	-	2,578,369
Payments in lieu of taxes	2,840,996	-	2,840,996
Pension	605,675	23,485	629,160
OPEB	1,317,744	2,230	1,319,974
Total deferred inflows of resources	<u>7,342,784</u>	<u>25,715</u>	<u>7,368,499</u>
<u>Net position:</u>			
Net investment in capital assets	68,577,224	47,016,835	115,594,059
Restricted for:			
Debt service	17,557,673	-	17,557,673
Capital projects	7,030,507	-	7,030,507
Transportation	12,039,326	-	12,039,326
Police services	1,093,281	-	1,093,281
Street Lighting	626,727	-	626,727
TIF agreements	8,118,926	-	8,118,926
Other purposes	81,211	-	81,211
Unrestricted	<u>(27,049,608)</u>	<u>32,822,878</u>	<u>5,773,270</u>
Total net position	<u>\$ 88,075,267</u>	<u>\$ 79,839,713</u>	<u>\$ 167,914,980</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Activities
For the Year Ended December 31, 2019

		Program Revenues		
		Charges for	Operating Grants,	Capital Grants,
	Expenses	Services and Sales	Contributions	Contributions
			and Interest	and Interest
<u>Governmental Activities:</u>				
General government	\$ 4,723,509	\$ 1,235,019	\$ 1,139,343	\$ 2,038,314
Security of persons and property				
Police	2,948,942	651,619	3,018	-
Fire	135,393	1,497,772	48,439	-
Other	435,261	147	-	330,039
Leisure time activities	2,258,462	1,493,619	24,974	-
Community environment	1,091,489	13,957	22	153,750
Transportation	7,104,082	107,317	2,837,465	1
Interest and fiscal charges	1,843,941	-	-	-
Total governmental activities	20,541,079	4,999,450	4,053,261	2,522,104
<u>Business-Type Activities:</u>				
Water	5,470,912	5,659,197	-	-
Sewer	4,139,910	4,230,101	424	-
Stormwater	922,548	656,752	-	-
Total business-type activities	10,533,370	10,546,050	424	-
Total primary government	\$ 31,074,449	\$ 15,545,500	\$ 4,053,685	\$ 2,522,104

General revenues:

Property taxes levied for:

General purposes

Police

Fire

Income tax levied for:

General purposes

Police operation

Fire operation

Local street operating

Local street capital improvements

Fire capital equipment

Grants and entitlements not restricted to specific programs

Gain on sale of capital assets

Payment in lieu of taxes

Investment earnings

Other

Transfers

Total general revenues and transfers

Change in net position

Net position, beginning of year

Net position, end of year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position

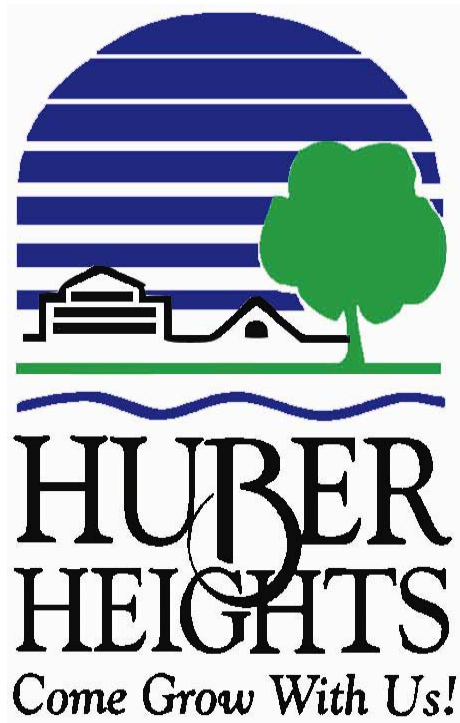
Governmental Activities	Business-Type Activities	Total
\$ (310,833)	\$ -	\$ (310,833)
(2,294,305)	-	(2,294,305)
1,410,818	-	1,410,818
(105,075)	-	(105,075)
(739,869)	-	(739,869)
(923,760)	-	(923,760)
(4,159,299)	-	(4,159,299)
(1,843,941)	-	(1,843,941)
(8,966,264)	-	(8,966,264)
-	188,285	188,285
-	90,615	90,615
-	(265,796)	(265,796)
-	13,104	13,104
\$ (8,966,264)	\$ 13,104	\$ (8,953,160)
1,070,018	-	1,070,018
1,050,596	-	1,050,596
889,215	-	889,215
7,089,251	-	7,089,251
6,007,897	-	6,007,897
2,272,816	-	2,272,816
2,195,579	-	2,195,579
1,756,502	-	1,756,502
397,745	-	397,745
1,271,329	-	1,271,329
51,947	-	51,947
3,311,889	-	3,311,889
1,065,834	446,429	1,512,263
286,198	-	286,198
577,284	(577,284)	-
29,294,100	(130,855)	29,163,245
20,327,836	(117,751)	20,210,085
67,747,431	79,957,464	147,704,895
\$ 88,075,267	\$ 79,839,713	\$ 167,914,980

City of Huber Heights, Ohio
Balance Sheet
Governmental Funds
December 31, 2019

	General	Police	Fire	Montgomery County TIF
Assets:				
Equity in pooled cash and investments	\$ 12,297,902	\$ 1,014,940	\$ 605,611	\$ 5,815,037
Receivables:				
Income tax	1,148,816	977,264	372,251	-
Property and other taxes	834,189	1,014,183	858,191	-
Accounts	1,274,859	1,653	1,334	-
Revenue in lieu of taxes	-	-	-	1,092,570
Special assessments	-	-	-	-
Accrued interest	84,847	-	-	-
Due from other governments	384,952	168,469	62,180	75
Materials and supplies inventory	-	-	-	-
Assets held for resale	1,215,137	-	-	-
Interfund receivable	93,149	-	-	2,991,000
Prepaid items	112,740	2,367	13,322	-
Total assets	<u>\$ 17,446,591</u>	<u>\$ 3,178,876</u>	<u>\$ 1,912,889</u>	<u>\$ 9,898,682</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 331,040	\$ 37,169	\$ 79,977	\$ -
Accrued wages and benefits	69,166	160,458	142,360	-
Interfund payable	-	-	-	1,004,450
Due to other governments	9,683	30,958	33,721	-
Deposits held and due to others	500	-	-	-
Income tax refunds payable	212,146	180,466	68,742	-
Total liabilities	<u>622,535</u>	<u>409,051</u>	<u>324,800</u>	<u>1,004,450</u>
Deferred inflows of resources:				
Property taxes	790,676	967,997	819,696	-
Payments in lieu of taxes	-	-	-	1,092,570
Unavailable revenue - delinquent property taxes	18,851	31,256	25,774	-
Unavailable revenue - other	2,013,808	633,053	240,766	75
Total deferred inflows of resources	<u>2,823,335</u>	<u>1,632,306</u>	<u>1,086,236</u>	<u>1,092,645</u>
Fund balances:				
Nonspendable:				
Inventory	-	-	-	-
Prepays	112,740	2,367	13,322	-
Assets held for resale	1,215,137	-	-	-
Restricted	-	1,135,152	488,531	7,801,587
Assigned:				
Various purchases on order	1,139,881	-	-	-
Debt service	-	-	-	-
Unassigned (deficit)	11,532,963	-	-	-
Total fund balances	<u>14,000,721</u>	<u>1,137,519</u>	<u>501,853</u>	<u>7,801,587</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 17,446,591</u>	<u>\$ 3,178,876</u>	<u>\$ 1,912,889</u>	<u>\$ 9,898,682</u>

See accompanying notes to the basic financial statements.

Miami County TIF	Special Assessment Bond Retirement	Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$ 635,142	\$ 449,278	\$ 4,388,026	\$ 11,657,245	\$ 36,863,181
-	-	-	704,686	3,203,017
-	-	-	-	2,706,563
-	-	-	-	1,277,846
1,422,990	-	-	325,436	2,840,996
-	17,753,269	306,716	138,525	18,198,510
-	-	-	-	84,847
77,729	-	10,767	1,333,436	2,037,608
-	-	-	71,229	71,229
-	-	511,415	3,685,198	5,411,750
-	-	-	5,721,752	8,805,901
-	-	-	1,364	129,793
<u>\$ 2,135,861</u>	<u>\$ 18,202,547</u>	<u>\$ 5,216,924</u>	<u>\$ 23,638,871</u>	<u>\$ 81,631,241</u>
\$ -	\$ -	\$ 69,239	\$ 351,375	\$ 868,800
-	-	4,897	42,864	419,745
8,428,199	611,700	1,519,900	5,160,105	16,724,354
-	-	686	6,002	81,050
-	-	-	-	500
-	-	-	130,125	591,479
<u>8,428,199</u>	<u>611,700</u>	<u>1,594,722</u>	<u>5,690,471</u>	<u>18,685,928</u>
-	-	-	-	2,578,369
1,422,990	-	-	325,436	2,840,996
-	-	-	-	75,881
77,729	17,753,269	317,455	1,569,285	22,605,440
<u>1,500,719</u>	<u>17,753,269</u>	<u>317,455</u>	<u>1,894,721</u>	<u>28,100,686</u>
-	-	-	71,229	71,229
-	-	-	1,364	129,793
-	-	-	3,685,198	4,900,335
-	-	3,304,747	15,188,381	27,918,398
-	-	-	-	1,139,881
-	-	-	55,748	55,748
<u>(7,793,057)</u>	<u>(162,422)</u>	<u>-</u>	<u>(2,948,241)</u>	<u>629,243</u>
<u>(7,793,057)</u>	<u>(162,422)</u>	<u>3,304,747</u>	<u>16,053,679</u>	<u>34,844,627</u>
<u>\$ 2,135,861</u>	<u>\$ 18,202,547</u>	<u>\$ 5,216,924</u>	<u>\$ 23,638,871</u>	<u>\$ 81,631,241</u>



City of Huber Heights, Ohio
Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
December 31, 2019

Total governmental fund balances		\$ 34,844,627
<i>Amounts reported for governmental activities in 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 funds.		123,640,522
Other long-term assets are not available to pay for current-period expenditures and therefore are offset by deferred inflows of recourses in the funds:		
Property and other taxes	\$ 75,881	
Income taxes	1,536,649	
Licenses and permits	117,327	
Intergovernmental	1,631,025	
Special assessments	18,198,510	
Charges for services	767,888	
Other	354,041	
Total		22,681,321
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the funds:		
Deferred outflows - pension	\$ 11,415,118	
Deferred outflows - OPEB	2,881,921	
Deferred inflows - pension	(605,675)	
Deferred inflows - OPEB	(1,317,744)	
Net pension liability	(40,052,977)	
Net OPEB liability	(7,328,264)	
Total		(35,007,621)
Accrued interest payable is not due and payable in the current period and therefore is not reported in the funds.		(185,057)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Special assessment bonds	\$ (9,175,000)	
General obligation bonds	(28,280,000)	
Unamortized premium	(1,146,205)	
State infrastructure loans	(5,944,898)	
Deferral of refunding accounting loss	133,420	
Capital lease	(105,247)	
General obligation notes	(10,200,000)	
Equipment and vehicle loans	(797,555)	
Compensated absences	(2,383,040)	
Total		(57,898,525)
Net position of governmental activities		<u>\$ 88,075,267</u>

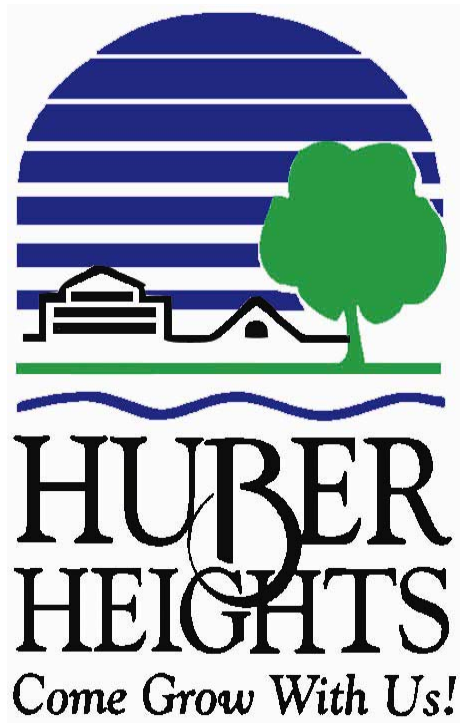
See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2019

	General	Police	Fire	Montgomery County TIF
Revenues:				
Municipal income tax	\$ 7,237,145	\$ 6,133,706	\$ 2,320,738	\$ -
Property and other taxes	1,074,248	1,053,247	891,689	-
Charges for services	1,806,384	-	-	-
Fines, licenses and permits	641,786	-	-	-
Intergovernmental	847,263	143,349	120,597	151
Special assessments	-	-	-	-
Interest	1,065,834	184	71	-
Payments in lieu of taxes	51,617	-	-	1,845,413
Rentals	78,487	-	1,644	-
Other	1,877,773	220,240	75,967	-
Total revenue	<u>14,680,537</u>	<u>7,550,726</u>	<u>3,410,706</u>	<u>1,845,564</u>
Expenditures:				
Current:				
General government	3,361,696	-	-	568,831
Security of persons and property				
Police	1,232,895	7,726,930	-	-
Fire	-	-	7,606,282	-
Other	41,546	-	-	-
Leisure time activities	1,302,581	-	-	-
Community environment	664,484	-	-	-
Transportation	-	-	-	-
Capital outlay	388,232	175,097	8,687	-
Debt service:				
Principal retirement	-	32,701	-	-
Interest and fiscal charges	-	4,577	-	-
Total expenditures	<u>6,991,434</u>	<u>7,939,305</u>	<u>7,614,969</u>	<u>568,831</u>
Excess of revenues over (under) expenditures	<u>7,689,103</u>	<u>(388,579)</u>	<u>(4,204,263)</u>	<u>1,276,733</u>
Other financing sources (uses):				
Issuance of loans	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers - in	-	500,000	3,817,245	-
Transfers - out	(5,611,533)	(34,920)	(7,760)	(566,905)
Total other financing sources (uses)	<u>(5,611,533)</u>	<u>465,080</u>	<u>3,809,485</u>	<u>(566,905)</u>
Net change in fund balance	2,077,570	76,501	(394,778)	709,828
Fund balances (deficits) at beginning of year	11,923,151	1,061,018	896,631	7,091,759
Fund balances (deficits) at end of year	<u>\$ 14,000,721</u>	<u>\$ 1,137,519</u>	<u>\$ 501,853</u>	<u>\$ 7,801,587</u>

See accompanying notes to the basic financial statements.

Miami County TIF	Special Assessment Bond Retirement	Capital Improvement	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ 4,440,541	\$ 20,132,130
-	-	-	-	3,019,184
-	-	-	756	1,807,140
-	-	-	90,978	732,764
120,188	-	852,072	2,933,296	5,016,916
-	757,437	129,328	336,348	1,223,113
-	-	-	33,754	1,099,843
1,069,344	-	-	356,261	3,322,635
-	-	-	-	80,131
-	-	75,567	56,125	2,305,672
<u>1,189,532</u>	<u>757,437</u>	<u>1,056,967</u>	<u>8,248,059</u>	<u>38,739,528</u>
16,361	36,486	83,507	50,922	4,117,803
-	-	170,527	20,488	9,150,840
-	-	-	255,985	7,862,267
-	-	-	306,216	347,762
-	-	-	-	1,302,581
-	-	-	157,697	822,181
-	-	195,970	2,822,683	3,018,653
-	-	1,009,285	3,519,185	5,100,486
-	850,000	451,445	1,604,961	2,939,107
-	422,078	372,261	1,231,404	2,030,320
<u>16,361</u>	<u>1,308,564</u>	<u>2,282,995</u>	<u>9,969,541</u>	<u>36,692,000</u>
<u>1,173,171</u>	<u>(551,127)</u>	<u>(1,226,028)</u>	<u>(1,721,482)</u>	<u>2,047,528</u>
-	-	-	1,039,144	1,039,144
-	-	-	89,383	89,383
-	318,000	1,610,728	3,630,138	9,876,111
<u>(1,862,195)</u>	<u>-</u>	<u>-</u>	<u>(1,338,143)</u>	<u>(9,421,456)</u>
<u>(1,862,195)</u>	<u>318,000</u>	<u>1,610,728</u>	<u>3,420,522</u>	<u>1,583,182</u>
(689,024)	(233,127)	384,700	1,699,040	3,630,710
<u>(7,104,033)</u>	<u>70,705</u>	<u>2,920,047</u>	<u>14,354,639</u>	<u>31,213,917</u>
<u>\$ (7,793,057)</u>	<u>\$ (162,422)</u>	<u>\$ 3,304,747</u>	<u>\$ 16,053,679</u>	<u>\$ 34,844,627</u>



City of Huber Heights, 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, 2019

Net change in fund balances - Total governmental funds		\$ 3,630,710
<i>Amounts reported for governmental activities in the statement of activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense.		
In the current period, these amounts are:		
Capital outlay	5,100,486	
Capital contributions	481,024	
Capital assets transferred out	(358,395)	
Depreciation expense	(5,405,234)	
Excess of capital asset additions and contributions over depreciation expense and transfers		(182,119)
Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.		(60,054)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. These activities consist of:		
Property and other taxes	\$ (9,355)	
Income taxes	(412,340)	
Intergovernmental	465,996	
Special assessments	1,143,075	
Payment in lieu of taxes	(10,746)	
Charges for services	67,370	
Licenses and permits	(27,000)	
Rent and other	283,156	
Net change in deferred inflows of resources during the year		1,500,156
Contractually required contributions are reported as expenditures in the governmental funds however, the statement of activities reports these amounts as deferred outflows.		
Pension		2,605,021
OPEB		4,591
Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB liability are reported as pension/OPEB expense in the statement of activities.		
Pension		(6,312,165)
OPEB		17,027,249
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:		
Decrease in compensated absences	\$ 45,564	
Special assessment waivers granted	(17,459)	
Decrease in accrued interest	8,603	
Total additional expenditures		36,708
Repayment of long-term notes, loans and bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		2,939,107
The issuance of long-term notes results in other financing sources in the governmental funds, but these transactions are reflected in the statement of net position as long-term liabilities.		(1,039,144)
The amortization of loss on refunding and bond premium is reflected as an expense in the statement of activities.		
Accounting loss	\$ (30,190)	
Premium	207,966	
Total additional expenses		177,776
Change in net position of governmental activities		<u>\$ 20,327,836</u>
See accompanying notes to the basic financial statements.		

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 6,635,572	\$ 6,635,572	\$ 7,178,812	\$ 543,240
Property and other taxes	1,122,319	1,138,374	1,081,707	(56,667)
Charges for services	1,794,835	1,796,155	1,807,338	11,183
Fines, licenses and permits	627,700	629,537	620,225	(9,312)
Intergovernmental	744,068	812,263	809,250	(3,013)
Interest	490,000	490,000	711,702	221,702
Payments in lieu of taxes	-	51,618	51,617	(1)
Rentals	116,700	116,700	76,087	(40,613)
Other	177,500	423,425	418,738	(4,687)
Total revenues	11,708,694	12,093,644	12,755,476	661,832
<u>Expenditures:</u>				
Current:				
General government	4,431,409	5,612,690	4,551,668	1,061,022
Security of persons and property				
Police	1,347,543	1,347,542	1,262,583	84,959
Other	52,253	52,253	44,852	7,401
Community environment	865,488	904,968	738,006	166,962
Total expenditures	6,696,693	7,917,453	6,597,109	1,320,344
Excess of revenues over expenditures	5,012,001	4,176,191	6,158,367	1,982,176
Other financing sources (uses):				
Sale of capital assets	25,000	25,000	14,754	(10,246)
Advances - in	80,000	153,750	153,750	-
Transfers - in	60,000	60,000	-	(60,000)
Transfers - out	(6,048,634)	(7,314,577)	(6,111,533)	1,203,044
Total other financing sources (uses)	(5,883,634)	(7,075,827)	(5,943,029)	1,132,798
Net change in fund balance	(871,633)	(2,899,636)	215,338	3,114,974
Fund balance at beginning of year	8,301,119	8,301,119	8,301,119	-
Prior year encumbrances appropriated	807,629	807,629	807,629	-
Fund balance at end of year	\$ 8,237,115	\$ 6,209,112	\$ 9,324,086	\$ 3,114,974

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 5,625,147	\$ 5,625,147	\$ 6,084,083	\$ 458,936
Property and other taxes	1,187,888	1,197,490	1,064,502	(132,988)
Intergovernmental	146,000	146,000	143,349	(2,651)
Interest	-	-	141	141
Other	99,000	228,500	215,999	(12,501)
Total revenues	<u>7,058,035</u>	<u>7,197,137</u>	<u>7,508,074</u>	<u>310,937</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police	8,685,878	8,840,878	8,333,267	507,611
Debt service:				
Principal retirement	32,705	32,705	32,701	4
Interest and fiscal charges	4,580	4,580	4,577	3
Total debt service	<u>37,285</u>	<u>37,285</u>	<u>37,278</u>	<u>7</u>
Total expenditures	<u>8,723,163</u>	<u>8,878,163</u>	<u>8,370,545</u>	<u>507,618</u>
Excess of revenues under expenditures	<u>(1,665,128)</u>	<u>(1,681,026)</u>	<u>(862,471)</u>	<u>818,555</u>
Other financing sources (uses):				
Transfers - in	854,785	854,785	500,000	(354,785)
Transfers - out	(34,920)	(34,920)	(34,920)	-
Total other financing sources (uses)	<u>819,865</u>	<u>819,865</u>	<u>465,080</u>	<u>(354,785)</u>
Net change in fund balance	(845,263)	(861,161)	(397,391)	463,770
Fund balance at beginning of year	650,034	650,034	650,034	-
Prior year encumbrances appropriated	350,977	350,977	350,977	-
Fund balance at end of year	<u>\$ 155,748</u>	<u>\$ 139,850</u>	<u>\$ 603,620</u>	<u>\$ 463,770</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 2,129,812	\$ 2,129,812	\$ 2,301,837	\$ 172,025
Property and other taxes	1,004,242	1,012,065	901,077	(110,988)
Intergovernmental	123,000	123,000	120,597	(2,403)
Interest	-	-	54	54
Rentals	1,644	1,644	1,644	-
Other	61,600	63,350	74,650	11,300
Total revenues	3,320,298	3,329,871	3,399,859	69,988
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Fire	8,386,411	8,394,660	7,893,315	501,345
Excess of revenues under expenditures	(5,066,113)	(5,064,789)	(4,493,456)	571,333
Other financing sources (uses):				
Sale of capital assets	1,000	1,000	-	(1,000)
Transfers - in	4,357,270	4,374,515	3,817,245	(557,270)
Transfers - out	(7,760)	(7,760)	(7,760)	-
Total other financing sources (uses)	4,350,510	4,367,755	3,809,485	(558,270)
Net change in fund balance	(715,603)	(697,034)	(683,971)	13,063
Fund balance at beginning of year	590,482	590,482	590,482	-
Prior year encumbrances appropriated	395,721	395,721	395,721	-
Fund balance at end of year	\$ 270,600	\$ 289,169	\$ 302,232	\$ 13,063

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Montgomery County TIF Fund
For the Year Ended December 31, 2019

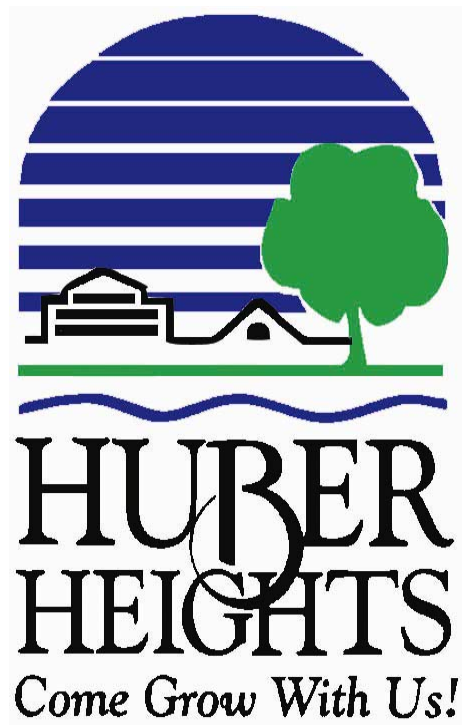
	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ 151	\$ 151
Payments in lieu of taxes	1,428,294	1,845,413	1,845,413	-
Total revenues	1,428,294	1,845,413	1,845,564	151
<u>Expenditures:</u>				
Current:				
General government	1,319,050	1,319,050	924,173	394,877
Excess of revenues over expenditures	109,244	526,363	921,391	395,028
Other financing sources (uses):				
Advances - in	145,450	145,450	145,450	-
Transfers - out	(557,905)	(566,905)	(566,905)	-
Total other financing sources (uses)	(412,455)	(421,455)	(421,455)	-
Net change in fund balance	(303,211)	104,908	499,936	395,028
Fund balance at beginning of year	4,600,709	4,600,709	4,600,709	-
Prior year encumbrances appropriated	359,050	359,050	359,050	-
Fund balance at end of year	<u>\$ 4,656,548</u>	<u>\$ 5,064,667</u>	<u>\$ 5,459,695</u>	<u>\$ 395,028</u>

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miami County TIF Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 132,290	\$ 132,290	\$ 120,188	\$ (12,102)
Payments in lieu of taxes	1,153,506	1,074,344	1,069,344	(5,000)
Total revenues	<u>1,285,796</u>	<u>1,206,634</u>	<u>1,189,532</u>	<u>(17,102)</u>
<u>Expenditures:</u>				
Current:				
General government	<u>25,000</u>	<u>25,000</u>	<u>16,361</u>	<u>8,639</u>
Excess of revenues over expenditures	<u>1,260,796</u>	<u>1,181,634</u>	<u>1,173,171</u>	<u>(8,463)</u>
Other financing (uses):				
Transfers - out	<u>(1,862,195)</u>	<u>(1,862,195)</u>	<u>(1,862,195)</u>	<u>-</u>
Net change in fund balance	(601,399)	(680,561)	(689,024)	(8,463)
Fund balance at beginning of year	<u>1,324,166</u>	<u>1,324,166</u>	<u>1,324,166</u>	<u>-</u>
Fund balance at end of year	<u>\$ 722,767</u>	<u>\$ 643,605</u>	<u>\$ 635,142</u>	<u>\$ (8,463)</u>

See accompanying notes to the basic financial statements.



City of Huber Heights, Ohio
Statement of Fund Net Position - Proprietary Funds
December 31, 2019

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
<u>Assets:</u>				
Current assets:				
Equity in pooled cash and investments	\$ 8,162,776	\$ 6,451,377	\$ 473,166	\$ 15,087,319
Accounts receivable	589,438	437,618	67,000	1,094,056
Interfund receivable	667,472	6,527,949	723,032	7,918,453
Special assessments receivable	-	425,746	-	425,746
Accrued interest receivable	15,728	20,276	-	36,004
Due from other governments	-	208	-	208
Prepaid items	4,494	2,376	-	6,870
Total current assets	9,439,908	13,865,550	1,263,198	24,568,656
Noncurrent assets:				
Cash in segregated accounts - restricted	1,507,686	-	-	1,507,686
Investment in joint venture	-	14,987,376	-	14,987,376
Capital assets:				
Land, easements and construction in progress	9,059,003	1,023,933	908,606	10,991,542
Depreciable capital assets, net	31,102,583	17,519,502	11,567,637	60,189,722
Assets held for resale	181,726	-	-	181,726
Total noncurrent assets	41,850,998	33,530,811	12,476,243	87,858,052
Total assets	51,290,906	47,396,361	13,739,441	112,426,708
<u>Deferred outflows of resources:</u>				
Pension	225,269	221,907	154,662	601,838
OPEB	40,931	40,321	28,103	109,355
Total deferred outflows of resources	266,200	262,228	182,765	711,193
<u>Liabilities:</u>				
Current liabilities:				
Accounts payable	269,491	271,281	12,824	553,596
Contracts payable	1,037,480	61,805	-	1,099,285
Accrued wages and benefits	10,208	9,631	6,232	26,071
Due to other governments	1,429	1,348	873	3,650
Accrued interest payable	84,926	2,710	-	87,636
Compensated absences payable	30,486	28,533	22,529	81,548
OWDA loans payable	80,564	12,837	-	93,401
Revenue bonds payable (payable from restricted assets)	1,305,000	-	-	1,305,000
Total current liabilities	2,819,584	388,145	42,458	3,250,187
Long-term liabilities:				
Compensated absences payable	31,223	25,693	15,341	72,257
OWDA loans payable, net of current portion	9,595,028	153,931	-	9,748,959
Revenue bonds payable, net of current portion	17,602,156	-	-	17,602,156
Net pension liability	665,185	655,257	456,694	1,777,136
Net OPEB liability	307,593	303,002	211,183	821,778
Total long-term liabilities	28,201,185	1,137,883	683,218	30,022,286
Total liabilities	31,020,769	1,526,028	725,676	33,272,473
<u>Deferred inflows of resources:</u>				
Pension	8,790	8,659	6,036	23,485
OPEB	835	822	573	2,230
Total deferred inflows of resources	9,625	9,481	6,609	25,715
<u>Net position:</u>				
Net investment in capital assets	16,163,925	18,376,667	12,476,243	47,016,835
Unrestricted	4,362,787	27,746,413	713,678	32,822,878
Total net position	\$ 20,526,712	\$ 46,123,080	\$ 13,189,921	\$ 79,839,713

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds
For the Year Ended December 31, 2019

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
<u>Operating revenues:</u>				
Charges for services	\$ 5,476,338	\$ 4,115,313	\$ 649,204	\$ 10,240,855
Tap-in fees	166,500	100,350	-	266,850
Other	16,359	14,438	7,548	38,345
Total operating revenue	5,659,197	4,230,101	656,752	10,546,050
<u>Operating expenses:</u>				
Personal services	647,688	623,974	406,586	1,678,248
Operations and maintenance	2,699,618	2,301,278	95,912	5,096,808
Supplies and materials	7,771	6,527	20,408	34,706
Depreciation	1,046,507	773,396	395,616	2,215,519
Other	2,462	1,379	1	3,842
Total operating expenses	4,404,046	3,706,554	918,523	9,029,123
Operating income (loss)	1,255,151	523,547	(261,771)	1,516,927
<u>Nonoperating revenues (expenses):</u>				
State subsidy	-	424	-	424
Interest	195,078	251,351	-	446,429
Investment in joint venture	-	(427,835)	-	(427,835)
Loss on sale of capital assets	(5,000)	(476,024)	(4,025)	(485,049)
Interest and fiscal charges	(1,066,866)	(5,521)	-	(1,072,387)
Total nonoperating revenues (expenses)	(876,788)	(657,605)	(4,025)	(1,538,418)
Income (loss) before contributions and transfers	378,363	(134,058)	(265,796)	(21,491)
Capital contributions	220,515	-	137,880	358,395
Transfers in	-	5,000	-	5,000
Transfers - out	(253,700)	(67,000)	(138,955)	(459,655)
Total capital contributions and transfers	(33,185)	(62,000)	(1,075)	(96,260)
Change in net position	345,178	(196,058)	(266,871)	(117,751)
Net position at beginning of year	20,181,534	46,319,138	13,456,792	79,957,464
Net position at end of year	\$ 20,526,712	\$ 46,123,080	\$ 13,189,921	\$ 79,839,713

See accompanying notes to the basic financial statements.

City of Huber Heights, Ohio
Statement of Cash Flows - Proprietary Funds
For the Year Ended December 31, 2019

	Business-Type Activities - Enterprise Funds			
	Water	Sewer	Stormwater	Total
Cash flows from operating activities:				
Cash received from customers	\$ 5,610,485	\$ 4,282,399	\$ 657,519	\$ 10,550,403
Cash payments for employee services and benefits	(511,816)	(490,297)	(300,277)	(1,302,390)
Cash payments to suppliers for goods and services	(2,607,769)	(2,218,421)	(104,915)	(4,931,105)
Net cash provided by operating activities	2,490,900	1,573,681	252,327	4,316,908
Cash flows from noncapital financing activities:				
State subsidy	-	440	-	440
Transfers to other funds	(248,700)	(67,000)	(138,955)	(454,655)
Advances to other funds	(29,500)	(3,823,800)	(44,300)	(3,897,600)
Sale of land held for resale	122,460	-	-	122,460
Net cash used for noncapital financing activities	(155,740)	(3,890,360)	(183,255)	(4,229,355)
Cash flows from capital and related financing activities:				
Interest paid on debt	(616,262)	(5,723)	-	(621,985)
Principal payment on bonds and loans	(1,296,068)	(12,429)	-	(1,308,497)
Issuance of loans	7,442,653	-	-	7,442,653
Acquisition of capital assets	(7,554,369)	(952,645)	(5,720)	(8,512,734)
Net cash used for capital and related financing activities	(2,024,046)	(970,797)	(5,720)	(3,000,563)
Cash flows from investing activities:				
Investment income	211,287	272,016	-	483,303
Net increase (decrease) in cash and cash equivalents	522,401	(3,015,460)	63,352	(2,429,707)
Cash and cash equivalents at beginning of year	9,148,061	9,466,837	409,814	19,024,712
Cash and cash equivalents at end of year	\$ 9,670,462	\$ 6,451,377	\$ 473,166	\$ 16,595,005
Reconciliation of operating income (loss) to net cash provided by operating activities:				
Operating income (loss)	\$ 1,255,151	\$ 523,547	\$ (261,771)	\$ 1,516,927
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	1,046,507	773,396	395,616	2,215,519
Change in assets, liabilities, deferred outflows and inflows of resources:				
(Increase) decrease in assets and deferred outflows of resources:				
Accounts receivable	(43,925)	23,894	767	(19,264)
Special assessments receivable	-	28,404	-	28,404
Prepaid items	5,948	5,623	6,882	18,453
Deferred outflows of resources - pension	(124,923)	(123,058)	(85,768)	(333,749)
Deferred outflows of resources - OPEB	(16,598)	(16,350)	(11,396)	(44,344)
Increase (decrease) in liabilities and deferred inflows of resources:				
Accounts payable	91,666	85,516	6,064	183,246
Accrued wages and benefits	1,145	1,104	1,470	3,719
Compensated absences	(18,156)	(18,012)	(106)	(36,274)
Due to other governments	(245)	(320)	(1,510)	(2,075)
Net pension liability	314,233	309,543	215,742	839,518
Net OPEB liability	71,067	70,006	48,792	189,865
Deferred inflows of resources - pension	(74,185)	(73,077)	(50,931)	(198,193)
Deferred inflows of resources - OPEB	(16,785)	(16,535)	(11,524)	(44,844)
Net cash provided by operating activities	\$ 2,490,900	\$ 1,573,681	\$ 252,327	\$ 4,316,908
Noncash capital and related financing activities:				
Capital contributions to/from governmental activities	\$ 220,515	\$ -	\$ 137,880	\$ 358,395
Total noncash capital and related financing activities	\$ 220,515	\$ -	\$ 137,880	\$ 358,395

See accompanying notes to the basic financial statements.

NOTE 1 – DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Huber Heights ("the City") is a charter municipal corporation operating under the laws of the State of Ohio. The community was established in 1810 as Wayne Township and was granted City status on November 29, 1979. It was incorporated on January 23, 1981. The charter was adopted on November 8, 1983, and became effective January 1, 1984. The municipal government provided by the charter is known as a Council/Manager form of government. Legislative power is vested in a nine-member Council, six members elected by wards and two elected at large, and a Mayor who is elected separately. The Council appoints a City Manager. The City Manager is the Chief Executive and Administrative Officer and the head of the administrative agencies of the City. The City Manager appoints all Department/Division heads and employees, except the City Attorney and Clerk of Council and staff, who are appointed by City Council.

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 and departments that are not legally separate from the City. The primary government provides various services including police and fire protection, emergency medical services, parks and recreation, planning, zoning, building inspection, court facilities, street maintenance and repair, community development, public health and welfare, water, sewer, and stormwater. Council and the City Manager have direct responsibility for these activities.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City does not have any component units included in its reporting entity.

The City participates in the Tri-Cities North Regional Wastewater Authority (Tri-Cities) and the Joint Economic Development District (JEDD), which are defined as joint ventures. A joint venture is a legal entity or other organization that results from a contractual arrangement and that is owned, operated, or governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain (a) an ongoing financial interest or (b) an ongoing financial responsibility. These organizations are presented in Note 15.

The City also participates in the Miami Valley Regional Planning Commission (the Commission), the Miami Valley Fire/EMS Alliance (the Alliance), the Economic Development/Government Equity Program (ED/GE), the Regional Emergency Response Team (RERT), the First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium), and the Community Improvement Corporation of Huber Heights (CIC), which are defined as jointly governed organizations. A jointly governed organization is governed by representatives from each of the governments that create the organization, but there is no ongoing financial interest or responsibility on the part of the participating governments. These organizations are presented in Note 16.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Basis of Presentation

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

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government. The statements distinguish between those activities of the City that are governmental in nature 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. The comparison of direct expenses with program revenues identifies the extent to which each governmental program or business segment 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.

Fund Accounting

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Governmental Funds

Governmental funds are those through which most governmental functions 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 purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and deferred outflows of resources and liabilities and deferred inflows of resources is reported as fund balance. The following are the City's major governmental funds:

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

Police fund – This fund is used to account for voted tax millage to finance the police department operation and for a portion of City income tax which is to be used for police department operation.

Fire fund – This fund is used to account for voted tax millage, City income tax and miscellaneous revenue to finance the fire department operation.

Montgomery County TIF fund – This fund is used to account for payments in lieu of taxes collected for the commercial tax increment financing district. The monies will be used to repay the State Infrastructure Bank Loan and for future capital projects that benefit the district.

Miami County TIF fund - To account for payments in lieu of taxes collected for the three residential tax increment financing districts. The monies will be used to repay the State Infrastructure Bank Loan and for future capital projects that benefit the district.

Special assessment bond retirement fund – This fund is used to account for special assessments collected for the payment of special assessment bonded debt with governmental commitment.

Capital improvement fund – This fund is used to account for various capital improvement projects, including streets, sidewalks, building construction and major building improvements.

The other governmental funds of the City account for grants and other resources whose use is restricted for a particular purpose.

Proprietary Funds

Proprietary funds focus on the determination of operating income, changes in net position, financial position, and cash flows. The City's proprietary funds are enterprise funds.

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Water fund – This fund is used to account for the provision of water service to the residents and businesses within the City.

Sewer fund - This fund is used to account for the provision of sanitary sewer service to the residents and businesses of the City.

Stormwater fund – This fund is used to account for funds used for improvements to the City's green space, structures and natural watercourses, thereby maintaining the City's creeks.

Measurement Focus

Government-wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets, all liabilities, deferred outflows of resources and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

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

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

Basis of Accounting

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

Revenues - Exchange and Nonexchange Transaction

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 the modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Measurable means the amount of the transaction can be determined and available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within thirty days of year-end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, municipal income taxes, grants, entitlements, shared revenues and donations. On the accrual basis, revenue from property taxes is recognized in the year for which the taxes are levied. Revenue from municipal income taxes is recognized in the period in which the income is earned. 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 the 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: municipal income taxes, charges for services, fines and forfeitures, state-levied locally shared taxes (including gasoline tax), grants, and interest.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of net position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for deferred charge on refunding, for pension and other postemployment benefits (OPEB). The deferred outflows of resources related to pension and OPEB are explained in Notes 9 and 10.

In addition to liabilities, the statements of net position reports a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include pension, other post employment benefits, property taxes, payments in lieu of taxes and unavailable revenues. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2019, but which were levied to finance year 2020 operations. These amounts have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, franchise taxes, intergovernmental grants, special assessments, and charges for services. These amounts are deferred and recognized as inflows of resources in the period the amounts become available.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Deferred inflows of resources related to pension and OPEB are reported on the government-wide statement of net position. (See Notes 9 and 10)

Expenses/Expenditures

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

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

Equity in Pooled Cash and Investments

To improve cash management, cash received by the City is pooled. Monies for all funds, except cash held by fiscal agents, are maintained in this pool. Individual fund integrity is maintained through City records. Interest in the pool is presented as "equity in pooled cash and investments" on the financial statements.

During 2019, the City invested in the State Treasury Asset Reserve of Ohio (STAR Ohio), Bank of New York Trust Cash Reserve Fund, PNC Commercial Money Market, Ohio political subdivision securities, and securities issued by the Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, Federal Farm Credit Bank and the Federal Home Loan Bank.

Investments are reported at fair value which is based on quoted market prices, with the exception of non-participating repurchase agreements, which are reported at cost. For investments in open-end mutual funds, fair value is determined by the fund's share price.

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

For 2019, there were no limitation or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice is appreciated 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$100 million, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Interest income is distributed to the funds according to charter and statutory requirements. Interest revenue of \$1,065,834 was credited to the general fund during 2019, which includes \$813,755 assigned from other City funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are reported as cash equivalents on the financial statements.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2019, are recorded as prepaid items using the consumption method. A current asset is recorded for the prepaid amount at the time of purchase and reflects the expenditure/expense in the year in which services are consumed.

Inventory of Supplies

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

Inventories of governmental funds are stated at cost, whereas inventories held for resale are reported at lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. The cost of inventory items is recorded as an expenditure in the governmental fund types and an expense in proprietary funds when used. Inventory consists of expendable supplies held for consumption.

Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments, or are imposed by law through constitutional provisions or enabling legislation. Restricted assets in the enterprise funds represent cash for the repayment of current debt service on revenue bonds that are required by the bond indenture to be held by a financial services corporation.

Interfund Balances

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

Capital Assets

General capital assets are capital assets that are associated with and generally arise from governmental activities. They generally result from expenditures in 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 used by the enterprise funds are reported in both 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 reductions during the year. Donated capital assets are recorded at their acquisition values on the date donated. The City maintains a capitalization threshold of five thousand dollars. 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 expensed.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

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

Asset Class	Estimated Useful Life
Buildings and improvements	10-50 years
Equipment	3-20 years
Furniture, fixtures and improvements	7-30 years
Vehicles	5-20 years
Infrastructure	10-60 years

The City's infrastructure consists of streets, bridges, sidewalks, curbs, gutters, lighting systems, storm and sanitary sewer lines, and water lines.

Pension and other postemployment benefits

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

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

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

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

Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year-end, taking into consideration any limits specified in the City's termination policy. The City records a liability for accumulated unused sick leave for all OPERS employees after 13 years of current service, while the City records a liability for all Police and Fire employees after 15 years of current service.

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

Accrued Liabilities and Long-Term Obligations

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

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Capital Contributions

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

Net Position

Net position represents the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. The net investment in capital assets is increased for any unspent proceeds at year-end. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. None of the restricted net position for the City was restricted by enabling legislation.

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

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the enterprise funds. For the City, these revenues are charges for services for water, sewer, and stormwater utility services. Operating expenses are the necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses that do not meet these definitions are reported as nonoperating.

Fund Balance

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

Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans, as well as property acquired for resale, unless the proceeds from the collection of these loans or from the sale of these properties is restricted, committed, or assigned.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

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

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

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by City Council. In addition, the Director of Finance is authorized to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

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

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

Bond Premiums/Deferred amounts on Refundings/Compounded Interest on Capital Appreciation Bonds

Bond premiums and deferred amounts on refundings are deferred and amortized over the term of the bonds using the effective interest method. Capital appreciation bonds are accreted each year for the compounded interest accrued during the year.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Bond premiums and the compounded interest on the capital appreciation bonds are presented as an addition of the face amount of the bonds payable whereas issuance costs are expensed when incurred.

Estimates

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

Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriation resolution is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the object level for all funds.

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

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

NOTE 3 – FUND BALANCE

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

City of Huber Heights, Ohio
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Fund Balances	Police	Fire	Montgomery County TIF
<u>Restricted for</u>			
Streets and highways	\$ -	\$ -	\$ -
Street lighting	-	-	-
Fire and EMS services	-	488,531	-
Police services	1,135,152	-	-
TIF agreements	-	-	7,801,587
Capital improvements	-	-	-
Total restricted	<u>\$ 1,135,152</u>	<u>\$ 488,531</u>	<u>\$ 7,801,587</u>

(Continued)

Fund Balances	Capital Improvement	Other Governmental Funds	Total Governmental Funds
<u>Restricted for</u>			
Streets and highways	\$ -	\$ 10,904,011	\$ 10,904,011
Street lighting	-	626,882	626,882
Fire and EMS services	-	-	488,531
Police services	-	36,300	1,171,452
TIF agreements	-	317,264	8,118,851
Capital improvements	3,304,747	3,303,924	6,608,671
Total restricted	<u>\$ 3,304,747</u>	<u>\$ 15,188,381</u>	<u>\$ 27,918,398</u>

NOTE 4 – 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 basis), the budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statements of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, presented for the general, police, fire, Montgomery County TIF, and Miami County TIF funds 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:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures (budget basis) rather than an restricted, committed or assigned fund balance for governmental fund types (GAAP basis).

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

4. Unreported cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statements.
5. The change in fair value of investments is not included on the budget basis operating statement. This amount is included as revenue on the GAAP basis operating statement.
6. Advances in and advances out ("repayment of advances") are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
7. The revenues, expenditures and other financing sources and uses of the general fund include activity that is budgeted within special revenue funds (GAAP basis). However, on the budgetary basis, the activity of the special revenue funds is excluded resulting in perspective differences.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general, police, fire, Montgomery County TIF, and Miami County TIF funds.

	Net Change in Fund Balance				
	<u>General</u>	<u>Police</u>	<u>Fire</u>	<u>Montgomery County TIF</u>	<u>Miami County TIF</u>
GAAP Basis	\$ 2,077,570	\$ 76,501	\$ (394,778)	\$ 709,828	\$ (689,024)
Revenue accruals	(437,817)	(42,652)	(10,847)	-	-
Expenditure accruals	(1,216)	(19,920)	25,033	-	-
Advances in	153,750	-	-	145,450	-
Perspective differences from funds budgeted as special revenue funds:					
Revenues	(1,972,490)	-	-	-	-
Expenditures	1,543,066	-	-	-	-
Encumbrances (Budget Basis) outstanding at year end	<u>(1,147,525)</u>	<u>(411,320)</u>	<u>(303,379)</u>	<u>(355,342)</u>	<u>-</u>
Budget Basis	<u>\$ 215,338</u>	<u>\$ (397,391)</u>	<u>\$ (683,971)</u>	<u>\$ 499,936</u>	<u>\$ (689,024)</u>

NOTE 5 - DEPOSITS AND INVESTMENTS

Cash resources of several individual funds are combined to form a pool of cash and investments. Each fund type's portion of this pool is displayed on the combined balance sheets as "Equity in Pooled Cash and Investments".

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
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Inactive deposits are public deposits that Council has identified as not required for use within the current 5-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

Interim monies may be invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Bonds and other obligations of the State of Ohio and political subdivisions;
4. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
5. The State Treasurer's investment pool (STAR Ohio)
6. Certain banker's acceptances and commercial paper notes in an amount not to exceed 25% of the interim monies available for investment at any one time; and,
7. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds with the City Finance Director by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all uninsured public monies deposited with the institution.

City of Huber Heights, Ohio
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An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipts of confirmation of transfer from the custodian.

Custodial Credit Risk is the risk that in the event of bank failure, the government's deposits may not be returned to it. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the City or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured. If the institution participates in the Ohio Pooled Collateral System (OPCS), the total market value of the securities pledged can be one hundred two percent or lower if permitted by the Treasurer of State.

Deposits: At year-end, the carrying amount of the City's deposits was \$7,620,422 and the bank balance was \$7,724,022. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", none of the City's bank balance was exposed to custodial risk as described above.

Investments: At year-end, the City had the following investments.

Investment Type	Fair Value	Investment Maturities (in Years)			Percentage of Investments
		< 1 year	< 2 years	3-5 years	
Federal Home Loan Bank Bonds	\$ 2,699,000	\$ 500,005	\$ 499,130	\$ 1,699,865	5.89%
Federal National Mortgage Association Bonds	1,551,930	-	1,051,360	500,570	3.39%
Federal Home Loan Mortgage Corporation Bonds	5,949,049	1,200,321	2,498,800	2,249,928	12.98%
Federal Farm Credit Bank Bonds	1,799,647	-	-	1,799,647	3.93%
Ohio Municipal Bonds	2,684,404	1,876,954	253,197	554,253	5.86%
Negotiable certificates of deposit	5,567,333	1,716,497	1,232,583	2,618,253	12.15%
Commercial paper	1,281,757	1,281,757	-	-	2.80%
Money market mutual fund	7,162,145	7,162,145	-	-	15.59%
STAR Ohio	4,499,428	4,499,428	-	-	9.82%
Investments recorded in utility fund:					
Federal Home Loan Bank Bonds	249,895	-	-	249,895	0.55%
Federal National Mortgage Association Bonds	750,325	-	500,040	250,285	1.64%
Federal Home Loan Mortgage Corporation Bonds	1,499,795	-	999,710	500,085	3.27%
Federal Farm Credit Bank Bonds	499,788	-	-	499,788	1.09%
Ohio Municipal Bonds	503,470	503,470	-	-	1.10%
Negotiable certificates of deposit	3,823,948	1,963,435	491,120	1,369,393	8.34%
Money market mutual fund	1,897,420	1,897,420	-	-	4.14%
STAR Ohio	3,418,430	3,418,430	-	-	7.46%
Total investments recorded in utility fund:	12,643,071	7,782,755	1,990,870	2,869,446	
Total investments	\$ 45,837,764	\$ 26,019,862	\$ 7,525,940	\$ 12,291,962	100.00%

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The preceding table identifies the City's recurring fair value measurement as of December 31, 2019. As previously discussed Star Ohio is reported at its net asset value. All other investments of the City are valued using Level 2 inputs using valuations techniques that incorporate market data for similar investments, broker quotes and inactive transactions prices.

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

Interest Rate Risk – In accordance with the investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio in years, unless matched to a specific obligation of debt of the City.

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

Concentration of Credit Risk is the possibility of loss attributed to the magnitude of the City's investment in a single issuer. Only the investments of the City in FHLB, FHLMC, FFCB and FNMA were 5% or more for a single issuer. The City places no limit on the amount the City may invest in any one issuer. The table above is the City's allocation as of December 31, 2019.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

NOTE 6 – RECEIVABLES

Receivables at December 31, 2019, consisted primarily of municipal income taxes, property and other taxes, accounts (including emergency medical services and billings for utility service), revenue in lieu of taxes, special assessments, accrued interest, and due from other governments arising from entitlements, grants, and shared revenues.

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

Special assessments expected to be collected in the special assessment bond retirement fund, capital improvement fund, other governmental funds, and the sewer fund amount to \$17,753,269, \$306,716, \$138,525, and \$425,746, respectively. At December 31, 2019, the amount of delinquent special assessments was \$2,414,951.

Income Taxes

For 2019, the City levies a municipal income tax of 2.25% on substantially all income earned within the City. In addition, the residents of the City are required to pay income tax on income earned outside of the City; however, the City allows a credit for income taxes paid to another municipality up to 100% of the City's current tax rate. Changes in the income tax rate require voter approval.

Employers within the City are required to withhold income tax on employee compensation and remit the tax at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are to be used to pay the cost of administering the tax and for general, public safety operations, which include police and fire operations, fire capital equipment and a new fire house facility, local street improvements and local street capital improvements.

Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2019 for real and public utility property taxes represents collections of the 2018 taxes. Property tax payments received during 2019 for tangible personal property (other than public utility property) is for 2019 taxes. 2019 real property taxes are levied after October 1, 2019, on the assessed value as of January 1, 2019, the lien date. Assessed values are established by State law at 35% of appraised market value. 2019 real property taxes are collected in and intended to finance 2020.

Public utility property currently is assessed at varying percentages of true value; public utility real property is assessed at 35% of true value. 2019 public utility property taxes became a lien December 31, 2018, are levied after October 1, 2019, and are collected in 2020 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2019, was \$11.29 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2019 property tax receipts were based are as follows:

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

<u>Property Category</u>	<u>Assessed Value</u>
<u>Real Property</u>	
Residential and agricultural	\$ 503,171,900
Commercial and industrial	128,338,530
<u>Personal Property</u>	
Public utilities	<u>15,534,660</u>
Total	<u>\$ 647,045,090</u>

Real property taxes are payable annually or semi-annually. If paid annually, the 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.

The City receives property taxes from Montgomery and Miami Counties. The County Treasurers collect property taxes on behalf of all taxing districts in the counties, including the City of Huber Heights. The County Auditors periodically remit to the City its portion of the taxes collected. Property taxes receivable represents real, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2019, and for which there is an enforceable legal claim. In the funds, the entire receivable has been offset by deferred inflow of resources since the current taxes were not levied to finance 2019 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the accrual basis, collectible delinquent property taxes have been recorded as receivable and revenue, while on a modified accrual basis the revenue has been recorded as a deferred inflow of resources.

Due from Other Governments

A summary of due from other governments follows:

Local Government and Local Government	
Revenue Assistance	\$ 266,360
Homestead and Rollback	269,565
Gasoline and Excise Tax	1,095,553
Motor Vehicle License Fees	143,152
Permissive Motor Vehicle License Tax	28,217
FEMA and Federal Reimbursements	104,137
Federal Forfeitures	17,509
Liquor Permits	102
Grants	3,448
Other	<u>109,565</u>
Total	<u>\$ 2,037,608</u>

NOTE 7 - RISK MANAGEMENT

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

The City pays an annual premium to a commercial insurance company. The types of coverage and the deductibles per occurrence are as follows:

<u>Coverage</u>	<u>Limit</u>	<u>Deductible</u>
Property		
Blanket building/contents/boiler and machinery/	\$ 74,760,756	\$ 5,000
Water/sewer property/boiler		5,000
Flood - certain areas	2,000,000	50,000
Earthquake	2,000,000	50,000
Inland marine	2,157,759	1,000
Contractors equipment (leased or rented)	100,000	1,000
General liability:		
Aggregate	2,000,000	none
Products and completed work total limit	2,000,000	none
Personal injury each person limit	1,000,000	none
Fire damage - any one fire	300,000	none
Emergency medical technicians	included	none
Excess liability:		
Umbrella liability - each event	10,000,000	10,000
Automobile:		
Automobile liability - any auto	1,000,000	none
Automobile liability - any auto - medical payments	5,000	none
Automobile physical damage - comprehensive & collision	*	1,000
Automobile physical damage - comprehensive & collision	**	2,000
* - actual cash value on all vehicles less than \$200,000 or cost of repair minus deductible		
** - actual cash value on all vehicles more than \$200,000 or cost of repair minus deductible		
Law enforcement liability - each wrongful act limit	1,000,000	15,000
Public entity management liability - each wrongful act limit	1,000,000	10,000
Employment practice - each wrongful employment practice limit	1,000,000	15,000

Buildings and personal property are written/insured on a replacement cost basis. Flood coverage is valid on certain locations only. Physical damage on other property is insured by the City up to actual cash value of the scheduled property less the deductible listed for the class of property for each accident and location. All property risks, including physical damage coverage on specialized-use vehicles (fire trucks and emergency vehicles), are fully insured through the City's private insurance carrier.

Settled claims have not exceeded this coverage in any of the past three years. There has been no material change in this coverage from the prior year.

The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

NOTE 8 - CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2019, was as follows:

	Balance <u>12/31/2018</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>12/31/2019</u>
Governmental activities				
Capital assets, not being depreciated				
Land	\$ 6,478,731	\$ -	\$ (37,436)	\$ 6,441,295
Easements	20,258,420	-	-	20,258,420
Construction in progress	<u>8,394,485</u>	<u>2,708,744</u>	<u>(987,861)</u>	<u>10,115,368</u>
Total capital assets, not being depreciated	<u>35,131,636</u>	<u>2,708,744</u>	<u>(1,025,297)</u>	<u>36,815,083</u>
Capital assets, being depreciated				
Buildings and improvements	32,142,265	101,220	-	32,243,485
Equipment	7,188,014	398,684	(142,242)	7,444,456
Furniture, fixtures and improvements	4,808,845	-	-	4,808,845
Vehicles	7,504,985	304,829	(72,877)	7,736,937
Infrastructure				
Bridges and culverts	652,966	-	-	652,966
Streets, sidewalks and curbs	210,060,187	2,599,876	-	212,660,063
Other	<u>8,866,098</u>	<u>456,018</u>	<u>(358,395)</u>	<u>8,963,721</u>
Total capital assets, being depreciated	<u>271,223,360</u>	<u>3,860,627</u>	<u>(573,514)</u>	<u>274,510,473</u>
Less: accumulated depreciation				
Buildings and improvements	(6,890,044)	(676,479)	-	(7,566,523)
Equipment	(4,942,991)	(462,270)	130,140	(5,275,121)
Furniture, fixtures and improvements	(2,198,468)	(184,095)	-	(2,382,563)
Vehicles	(4,032,010)	(565,542)	62,361	(4,535,191)
Infrastructure				
Bridges and culverts	(439,203)	(10,849)	-	(450,052)
Streets, sidewalks and curbs	(159,809,279)	(3,099,114)	-	(162,908,393)
Other	<u>(4,160,306)</u>	<u>(406,885)</u>	<u>-</u>	<u>(4,567,191)</u>
Total accumulated depreciation	<u>(182,472,301)</u>	<u>(5,405,234)</u>	<u>192,501</u>	<u>(187,685,034)</u>
Total capital assets, being depreciated, net	<u>88,751,059</u>	<u>(1,544,607)</u>	<u>(381,013)</u>	<u>86,825,439</u>
Governmental activities capital assets, net	<u>\$ 123,882,695</u>	<u>\$ 1,164,137</u>	<u>\$ (1,406,310)</u>	<u>\$ 123,640,522</u>

During 2019, \$358,395 of infrastructure was transferred out to the sewer and stormwater enterprise funds. These transfers were all made prior to depreciation. The City had several construction projects completed in 2019, including paving at the dog park and fencing projects.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Depreciation expense was charged to governmental functions as follows:

General government	\$ 146,758
Security of persons and property	
Police	311,137
Fire	422,202
Other	82,589
Leisure time activities	889,399
Community environment	107,671
Transportation	<u>3,445,478</u>
Total depreciation expense	<u>\$ 5,405,234</u>

	Balance 12/31/2018	Increases	Decreases	Balance 12/31/2019
Business-type activities				
Capital assets, not being depreciated				
Land	\$ 709,093	\$ -	\$ -	\$ 709,093
Easements	260,063	5,000	(5,000)	260,063
Construction in progress	<u>5,256,552</u>	<u>8,914,026</u>	<u>(4,148,192)</u>	<u>10,022,386</u>
Total capital assets, not being depreciated	<u>6,225,708</u>	<u>8,919,026</u>	<u>(4,153,192)</u>	<u>10,991,542</u>
Capital assets, being depreciated				
Buildings and improvements	18,913,845	2,919,176	-	21,833,021
Equipment	4,138,877	142,478	-	4,281,355
Furniture, fixtures and improvements	17,600	21,812	-	39,412
Vehicles	548,674	10,000	(10,000)	548,674
Infrastructure				
Water lines	23,379,215	439,910	-	23,819,125
Sewer lines	24,293,309	410,202	-	24,703,511
Stormwater	<u>16,848,476</u>	<u>137,880</u>	<u>-</u>	<u>16,986,356</u>
Total capital assets, being depreciated	<u>88,139,996</u>	<u>4,081,458</u>	<u>(10,000)</u>	<u>92,211,454</u>
Less: accumulated depreciation				
Buildings and improvements	(5,967,718)	(478,962)	-	(6,446,680)
Equipment	(3,482,547)	(352,591)	-	(3,835,138)
Furniture, fixtures and improvements	(2,933)	(1,900)	-	(4,833)
Vehicles	(241,508)	(53,802)	-	(295,310)
Infrastructure				
Water lines	(6,462,966)	(438,238)	-	(6,901,204)
Sewer lines	(8,173,298)	(568,360)	-	(8,741,658)
Stormwater	<u>(5,475,243)</u>	<u>(321,666)</u>	<u>-</u>	<u>(5,796,909)</u>
Total accumulated depreciation	<u>(29,806,213)</u>	<u>(2,215,519)</u>	<u>-</u>	<u>(32,021,732)</u>
Total capital assets, being depreciated, net	<u>58,333,783</u>	<u>1,865,939</u>	<u>(10,000)</u>	<u>60,189,722</u>
Business-type activities capital assets, net	<u>\$ 64,559,491</u>	<u>\$ 10,784,965</u>	<u>\$ (4,163,192)</u>	<u>\$ 71,181,264</u>

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

During 2019, business-type activities increased buildings by \$2,919,176 mainly related to new pump stations throughout the City including a barn at the Brandt Pike property. In addition, there were several capital projects completed during the year increasing infrastructure by \$987,992. Certain infrastructure capital asset acquisitions were subsequently transferred in to business-type activities as mentioned above.

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

Water	\$ 1,046,507
Sewer	773,396
Stormwater	<u>395,616</u>
Total depreciation expense	<u>\$ 2,215,519</u>

NOTE 9 - DEFINED BENEFIT PENSION PLANS

Net pension liability

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

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

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

GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers. All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

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

Ohio Public Employees Retirement System

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

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

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

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

City of Huber Heights, Ohio
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For the Year Ended December 31, 2019

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

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

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

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

	<u>State and Local</u>
2019 Statutory maximum contribution rates	
Employer	14.00%
Employee	10.00%
2019 Actual contribution rates	
Employer:	
Pension	14.00%
Post-employment health care benefits	<u>0.00%</u>
Total employer	<u>14.00%</u>
Employee	<u>10.00%</u>

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$734,393 for 2019. Of this amount, \$21,617 is reported as due to other governments.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
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Ohio Police and Fire Pension Fund

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

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

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

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit. (See OP&F CAFR referenced above for additional information, including requirements for Deferred Retirement Option Plan (DROP) 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 and statutory survivors. Members participating in the DROP program have separate eligibility requirements related to COLA.

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

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

	<u>Police</u>	<u>Firefighters</u>
2019 Statutory maximum contribution rates		
Employer	19.50%	24.00%
Employee	12.25%	12.25%
2019 Actual contribution rates		
Employer:		
Pension	19.00%	23.50%
Post-employment health care benefits	<u>0.50%</u>	<u>0.50%</u>
Total employer	<u>19.50%</u>	<u>24.00%</u>
Employee	12.25%	12.25%

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$2,002,084 for 2019. Of this amount \$63,081 is reported as due to other governments.

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

The net pension liability for OPERS was measured as of December 31, 2018, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2018, and was determined by rolling forward the total pension liability as of January 1, 2018, to December 31, 2018. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the net pension liability - prior measurement date	0.033389%	0.395932%	
Proportion of the net pension liability - current measurement date	<u>0.036250%</u>	<u>0.390829%</u>	
Change in proportionate share	<u>0.002861%</u>	<u>-0.005103%</u>	
Proportionate share of the net pension liability	\$ 9,928,140	\$ 31,901,973	\$ 41,830,113
Pension expense	\$ 2,452,708	\$ 4,298,489	\$ 6,751,197

At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

City of Huber Heights, Ohio
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	OPERS	OP&F	Total
Deferred outflows of resources			
Differences between expected and actual experience	\$ 458	\$ 1,310,725	\$ 1,311,183
Changes of assumptions	864,269	845,765	1,710,034
Net difference between projected and actual earnings on pension plan investments	1,347,526	3,930,296	5,277,822
Changes in proportion and differences between City contributions and proportionate share of contributions	415,577	565,863	981,440
City contributions subsequent to the measurement date	734,393	2,002,084	2,736,477
Total deferred outflows of resources	<u>\$ 3,362,223</u>	<u>\$ 8,654,733</u>	<u>\$ 12,016,956</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 130,362	\$ 29,790	\$ 160,152
Changes in proportion and differences between City contributions and proportionate share of contributions	840	468,168	469,008
Total deferred inflows of resources	<u>\$ 131,202</u>	<u>\$ 497,958</u>	<u>\$ 629,160</u>

\$2,736,477 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2020. 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	OP&F	Total
Year ending December 31:			
2020	\$ 1,155,806	\$ 1,934,625	\$ 3,090,431
2021	589,113	1,075,188	1,664,301
2022	125,010	1,195,929	1,320,939
2023	626,699	1,829,475	2,456,174
2024	-	119,474	119,474
Total	<u>\$ 2,496,628</u>	<u>\$ 6,154,691</u>	<u>\$ 8,651,319</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.

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Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2018, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage inflation	3.25 percent
Future salary increases, including inflation	3.25 percent to 10.75 percent
COLA or Ad Hoc COLA	Pre January 7, 2013 retirees, 3 percent, simple Post January 7, 2013 retirees, 3 percent, simple through 2018, then 2.15 percent, simple
Investment rate of return	7.2 percent
Actuarial cost method	Individual entry age

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

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

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

During 2018, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio, and the Defined Contribution portfolio. The Defined Benefit portfolio contains the investment assets for the Traditional Pension Plan, the defined benefit component of the Combined Plan and the annuitized accounts of the Member-Directed Plan. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was 2.94% for 2018.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2018 and the long-term expected real rates of return:

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<u>Asset class</u>	<u>Target allocation</u>	<u>Weighted average long-term expected real rate of return (arithmetic)</u>
Fixed income	23.00%	2.79%
Domestic equities	19.00%	6.21%
Real estate	10.00%	4.90%
Private equity	10.00%	10.81%
International equities	20.00%	7.83%
Other investments	<u>18.00%</u>	<u>5.50%</u>
Total	<u>100.00%</u>	<u>5.95%</u>

Discount Rate The discount rate used to measure the total pension liability was 7.2 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.2%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.2%) or one-percentage-point higher (8.2%) than the current rate:

	<u>1% Decrease (6.20%)</u>	<u>Current discount rate (7.20%)</u>	<u>1% Increase (8.20%)</u>
City's proportionate share of the net pension liability	\$ 14,666,750	\$ 9,928,140	\$ 5,990,313

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2018 is based on the results of an actuarial valuation date of January 1, 2018, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

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Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2018, are presented below:

Valuation date	January 1, 2018
Actuarial cost method	Entry age normal
Investment rate of return	8.00 percent
Projected salary increases	3.75 percent to 10.5 percent
Payroll increases	3.25 percent
Inflation assumptions	2.75 percent
Cost of living adjustments	2.20 percent and 3.00 percent

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

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

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

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

The most recent experience study was completed December 31, 2016.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. 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, 2018 are summarized below:

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Asset class	Target <u>Allocation</u>	Long-term expected <u>real rate of return</u>
Cash and cash equivalents	0.00%	0.80%
Domestic equity	16.00%	5.50%
Non-US equity	16.00%	5.90%
Core fixed income *	23.00%	2.60%
U.S. inflation linked bonds*	17.00%	2.30%
High yield	7.00%	4.80%
Private credit	5.00%	7.50%
Real estate	12.00%	6.10%
Private markets	8.00%	8.40%
Real Assets	8.00%	7.00%
Master limited partnerships	<u>8.00%</u>	6.40%
Total	<u>120.00%</u>	

Note: Assumptions are geometric

* Levered 2x.

OP&F's Board of Trustees has incorporated the "risk parity" concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic environments. From the notional portfolio perspective above, the Total Portfolio may be levered up to 1.2 times due to the application of leverage in certain fixed income asset classes.

Discount Rate The total pension liability was calculated using the discount rate of 8.00 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.00 percent. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

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

	1% Decrease <u>(7.00%)</u>	Current discount rate <u>(8.00%)</u>	1% Increase <u>(9.00%)</u>
City's proportionate share of the net pension liability	\$ 41,932,946	\$ 31,901,973	\$ 23,519,648

NOTE 10 - POSTEMPLOYMENT BENEFITS

Net OPEB liability

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

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

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

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

Ohio Public Employees Retirement System

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

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

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

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

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

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

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2019, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 1.0 percent during calendar year 2017. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2018 decreased to 0 percent for both plans. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2019 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$0 for 2019.

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Ohio Police and Firemen's Disability and Pension Fund

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined post-employment healthcare plan administered by a third-party provider. This program is not guaranteed and is subject to change at any time upon action of the Board of Trustees. OP&F provides health care benefits including coverage for medical, prescription drug, dental, vision, and Medicare Part B Premium to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit, or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 75.

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2019, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded.

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

The City's contractually required contribution to OP&F was \$4,591 for 2018. Of this amount, \$1,458 is reported as due to other governments.

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

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The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2017, rolled forward to the measurement date of December 31, 2018, 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, 2018, and was determined by rolling forward the total OPEB liability as of January 1, 2018, to December 31, 2018. 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&F</u>	<u>Total</u>
Proportion of the net OPEB liability - current measurement date	0.035213%	0.390829%	
Proportion of the net OPEB liability - prior measurement date	<u>0.032509%</u>	<u>0.395932%</u>	
Change in proportionate share	<u>0.002704%</u>	<u>-0.005103%</u>	
Proportionate share of the net OPEB liability	\$ 4,590,944	\$ 3,559,098	\$ 8,150,042
OPEB expense	\$ 562,443	\$ (17,489,015)	\$ (16,926,572)

At December 31, 2019, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred outflows of resources			
Differences between expected and actual experience	\$ 1,555	\$ -	\$ 1,555
Changes of assumptions	148,018	1,844,865	1,992,883
Net difference between projected and actual earnings on OPEB plan investments	210,468	120,478	330,946
Changes in proportion and differences between City contributions and proportionate share of contributions	250,877	410,424	661,301
City contributions subsequent to the measurement date	-	4,591	4,591
Total deferred outflows of resources	<u>\$ 610,918</u>	<u>\$ 2,380,358</u>	<u>\$ 2,991,276</u>
Deferred inflows of resources			
Differences between expected and actual experience	\$ 12,457	\$ 95,356	\$ 107,813
Changes of assumptions	-	985,327	985,327
Changes in proportion and differences between City contributions and proportionate share of contributions	-	226,834	226,834
Total deferred inflows of resources	<u>\$ 12,457</u>	<u>\$ 1,307,517</u>	<u>\$ 1,319,974</u>

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\$4,591 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ending December 31, 2020. 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:			
2020	\$ 310,961	\$ 190,834	\$ 501,795
2021	143,847	190,834	334,681
2022	37,627	190,834	228,461
2023	106,026	227,276	333,302
2024	-	169,825	169,825
Thereafter	-	98,647	98,647
Total	<u>\$ 598,461</u>	<u>\$ 1,068,250</u>	<u>\$ 1,666,711</u>

Actuarial Assumptions - OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2017 rolled forward to the measurement date of December 31, 2018. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage inflation	3.25 percent
Projected salary increases, including inflation	3.25 to 10.75 percent including wage inflation
Single discount rate:	
Current measurement date	3.96 percent
Prior measurement date	3.85 percent
Investment rate of return	6.00 percent
Municipal bond rate:	
Current measurement date	3.71 percent
Prior measurement date	3.31 percent
Health care cost trend rate:	
Current measurement date	10.0 percent, initial
	3.25 percent, ultimate in 2029
Prior measurement date	7.25 percent, initial
	3.25 percent, ultimate in 2028
Actuarial cost method	Individual Entry Age

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females,

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

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

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

During 2018, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio is 5.6 percent for 2018.

The allocation of investment assets with the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans. Health care is a discretionary benefit. The table below displays the Board-approved asset allocation policy for 2018 and the long-term expected real rates of return:

<u>Asset class</u>	<u>Target allocation</u>	<u>Weighted average long-term expected real rate of return (arithmetic)</u>
Fixed income	34.00%	2.42%
Domestic equities	21.00%	6.21%
Real estate investment trust	6.00%	5.98%
International equities	22.00%	7.83%
Other investments	<u>17.00%</u>	<u>5.57%</u>
Total	<u>100.00%</u>	<u>5.16%</u>

Discount Rate A single discount rate of 3.96 percent was used to measure the OPEB liability on the

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measurement date of December 31, 2018. A single discount rate of 3.85 percent was used to measure the OPEB liability on the measurement date of December 31, 2017. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 3.71 percent. 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 2031. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2031, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net OPEB liability calculated using the single discount rate of 3.96 percent, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (2.96 percent) or one-percentage-point higher (4.96 percent) than the current rate:

	1% Decrease <u>(2.96%)</u>	Current discount rate <u>(3.96%)</u>	1% Increase <u>(4.96%)</u>
City's proportionate share of the net OPEB liability	\$ 5,873,528	\$ 4,590,944	\$ 3,570,950

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2019 is 10.00 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.25 percent in the most recent valuation.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB liability	\$ 4,412,893	\$ 4,590,944	\$ 4,796,011

Actuarial Assumptions – OP&F

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OP&F's total OPEB liability as of December 31, 2018, is based on the results of an actuarial valuation date of January 1, 2018, 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 reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

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

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

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

Valuation date	January 1, 2018, with actuarial liabilities rolled forward to December 31, 2018
Actuarial cost method	Entry age normal
Investment rate of return	8.0 percent
Projected salary increases	3.75 percent to 10.5 percent
Payroll growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Single discount rate:	
Current measurement date	4.66 percent
Prior measurement date	3.24 percent
Cost of living adjustments	3.00 percent simple; 2.2 percent simple for increased based on the lesser of the increase in CPI and 3 percent

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

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

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

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

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

The OP&F health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 9.

Discount Rate For 2019, the total OPEB liability was calculated using the discount rate of 4.66 percent. For 2018, the total OPEB liability was calculated using the discount rate of 3.24 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 8 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members; therefore, a municipal bond rate of 4.13 percent at December 31, 2018 and 3.16 percent at December 31, 2017, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 4.66 percent for 2018 and 3.24 percent for 2017. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2031. The long-term expected rate of return on health care investments was applied to projected costs through 2031, 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 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 4.66 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (3.66 percent), or one percentage point higher (5.66 percent) than the current rate.

City of Huber Heights, Ohio
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	1% Decrease <u>(3.66%)</u>	Current discount rate <u>(4.66%)</u>	1% Increase <u>(5.66%)</u>
City's proportionate share of the net OPEB liability	\$ 4,335,953	\$ 3,559,098	\$ 2,906,995

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.

Beginning January 1, 2019 OP&F is changing its retiree health care model and the current self-insured health care plan will no longer be offered. In its place will be a stipend-based health care model. OP&F has contracted with a vendor who will assist eligible retirees in choosing health care plans from their marketplace (both Medicare-eligible and pre-Medicare populations). A stipend funded by OP&F will be placed in individual Health Reimbursement Accounts that retirees will use to be reimbursed for health care expenses. As a result of changing from the current health care model to the stipend based health care model, management expects that it will be able to provide stipends to eligible participants for the next 15 years.

NOTE 11 – OTHER EMPLOYEE BENEFITS

Deferred Compensation Plans

City employees and elected officials may participate in five statewide deferred compensation plans, the Aetna deferred compensation plan, the Ohio Public Employees Deferred Compensation Plan, the ICMA Retirement Corporation, the VOYA or the Ohio Association of Professional Firefighters 457(b). These plans were created in accordance with Internal Revenue Code Section 457. Participation is on a voluntary payroll deduction basis. The plans permit deferral of compensation until future years. According to the plans, the deferred compensation is not available until termination, retirement, death or an unforeseeable emergency.

City of Huber Heights, Ohio
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Accumulated Unpaid Vacation

City employees earn vacation leave at varying rates based upon length of service and union contract, employment contract or personnel policy manual. All employees may carry over a maximum of total hours accrued in the past calendar year. For all employees excess vacation automatically carries over until March 31st. For the firefighters, vacation can carry over into the next calendar year at a maximum of 264 hours. In the event of resignation with two weeks notice, death, or retirement, employees (or their estates) are paid for unused vacation leave. All full-time and part-time employees can convert vacation leave to pay if the employee has at least five years of service with any Ohio political subdivision. If the employee has at least five years of service, up to six days of accrued vacation can be converted each calendar year, except for firefighters, who can convert up to 72 hours.

If the employee has at least ten years of service, up to twelve days of accrued vacation can be converted each calendar year, except for firefighters, who can convert up to 120 hours.

Accumulated Unpaid Personal Leave

City employees are entitled to personal leave at varying rates based upon union contract, employment contract or personnel policy manual. Requests for leave are to be submitted with at least 24 hours notice if possible. If the hours are not used within the calendar year, the City Manager is allowed to grant requests for the carryover of personal leave, but the carry over must be used within 90 days. In addition, the City agrees to either grant one day of personal leave or pay a \$75 bonus, at the employee's option, to any nonunion full-time employee that does not exceed eight hours of sick leave usage during the previous calendar year, to be credited in January of the following year.

Accumulated Unpaid Sick Leave

City employees earn sick leave at the rate of 5.0 hours per eighty hours of service and firefighters working a 24 hour shift schedule earn 7.0 hours per 96/120 hours of service. The maximum balance for all employees except firefighters is 1,285 hours. The maximum balance for firefighters is 1,900 hours. If at the end of each calendar year or contract year an employee has a balance greater than their allowed maximum, the excess hours are paid in either a 1:2 ratio or a 1:3 ratio depending on the employee's number of sick leave occurrences and the employees' union contract. The excess hours are paid at the employee's rate of pay at the calendar or contract year end.

Upon retirement, employees are paid for their accumulated leave according to the following schedules. For all employees except firefighters, accumulated hours between 1 and 357 is paid at a 1:4 ratio, accumulated leave from 358 to 714 is paid at a 1:3 ratio, accumulated leave from 715 to 1,071 is paid at a 1:2 ratio, and accumulated leave in excess of 1,071 is paid at a 1:1 ratio. For the firefighters, balances between 1 and 525 hours is paid at a 1:4 ratio, accumulated leave from 526 to 1,050 is paid at a 1:3 ratio, accumulated leave from 1,051 to 1,575 is paid at a 1:2 ratio, and accumulated leave in excess of 1,575 is paid at a 1:1 ratio.

In the case of death, employees (or their estates) are paid out 100% of their sick leave balances.

City of Huber Heights, Ohio
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Accumulated Unpaid Compensatory Time

From time to time, employees may need to work overtime with prior approval from their supervisors. These overtime hours will usually be paid at the appropriate overtime rate; however, certain union employees by contract and nonexempt nonunion employees have the choice to take overtime pay or accrue compensatory time at one and one half times the amount of hours worked. For Street Division employees, any overtime hours worked in excess of 8 overtime hours in one day or 24 hours in a two week pay period are compensated at two times the regular hourly rate. Per the agreements, different unions and nonunion employees can accumulate compensatory time to different levels. The maximum hours allowed are as follows: Street Division - 80 hours, Police Clerks – 48 hours, Patrol Officers – 72 hours, Command Officers – 80 hours, Dispatch Officers – 80 hours and Nonunion – 48 hours. In addition, dispatchers can be paid for up to 40 hours of compensatory time once per contract year. In the event of a termination of employment, death, or retirement, employees (or their estates) are paid for unused compensatory time.

Insurance and Other Benefits

The City provides healthcare benefits to full-time employees through a qualified High Deductible Health Plan (HDHP) in conjunction with a Health Savings Account (HSA) and a Health Reimbursement Arrangement (HRA) offered through Anthem. Those ineligible to contribute to the HSA and choose to remain enrolled with the HDHP shall be enrolled in a health reimbursement arrangement (HRA). In addition to healthcare, the City also offers dental and optical insurance benefits. The dental plan insurance is carried through Anthem and the vision insurance is carried by Anthem.

The City provides life insurance in the amount of \$50,000 for all full-time employees through Anthem. Employees have the option of taking out additional life insurance themselves through either Anthem or Reliance Standard Life. The City picks up 1% of the employees' share of retirement for all employees except Council members and seasonal employees.

NOTE 12 - LONG-TERM OBLIGATIONS

A schedule of changes in bonds and other long-term obligations of the governmental activities of the City during 2019 follows:

City of Huber Heights, Ohio
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	Amount Outstanding 12/31/2018	Increases	Decreases	Amount Outstanding 12/31/2019	Amount Due in One Year
Governmental activities					
<u>General obligation bonds</u>					
2010 Splash pad, 1.50%	\$ 65,000	\$ -	\$ (20,000)	\$ 45,000	\$ 20,000
2010 Carriage Trails infrastructure, 2.90%	530,000	-	(40,000)	490,000	40,000
2010 Carriage Trails infrastructure, 2.90%	840,000	-	(60,000)	780,000	60,000
2010 Carriage Trails infrastructure, 2.90%	1,567,338	-	(111,810)	1,455,528	115,803
2010 Carriage Trails infrastructure, 2.90%	2,357,662	-	(168,190)	2,189,472	174,197
Premium on bonds	520	-	(340)	180	-
2013 Income tax revenue bonds, 1.5-4.75%	7,115,000	-	(250,000)	6,865,000	250,000
2017 Refunding Sewer construction, 2-5%	535,000	-	(50,000)	485,000	55,000
Premium on bonds	62,486	-	(13,321)	49,165	-
2017 Refunding Public easement acquisition, 2-5%	1,130,000	-	(95,000)	1,035,000	95,000
Premium on bonds	142,421	-	(26,777)	115,644	-
2017 Carriage Trails TIF, 2-5%	1,370,000	-	(5,000)	1,365,000	10,000
Premium on bonds	219,322	-	(16,386)	202,936	-
2017 Capital facility Carriage Hill, 2.67%	5,690,000	-	(290,000)	5,400,000	295,000
2017 Various purpose bonds Music Center, 3.35%	8,405,000	-	(235,000)	8,170,000	240,000
Total general obligation bonds	<u>30,029,749</u>	<u>-</u>	<u>(1,381,824)</u>	<u>28,647,925</u>	<u>1,355,000</u>
<u>General obligation notes</u>					
2015 Capital facilities notes, 2.28%	2,550,000	-	(150,000)	2,400,000	150,000
2018 Capital facilities Bond Anticipation notes, 2.63%	<u>7,900,000</u>	<u>-</u>	<u>(100,000)</u>	<u>7,800,000</u>	<u>100,000</u>
Total general obligation notes	<u>10,450,000</u>	<u>-</u>	<u>(250,000)</u>	<u>10,200,000</u>	<u>250,000</u>
<u>Special assessments:</u>					
1999 Old Troy Pike phase V, 5.30%	22,790	-	(22,790)	-	-
1999 Executive Blvd phase I, 5.30%	32,210	-	(32,210)	-	-
2000 Executive Blvd phase I, 5.63%	115,000	-	(55,000)	60,000	60,000
2001 Huber East water main, 3.50%	12,057	-	(4,000)	8,057	3,939
2001 Executive Blvd phase III, 3.50%	94,456	-	(30,000)	64,456	31,515
2001 Troy VI, 3.50%	58,285	-	(18,000)	40,285	19,697
2001 Aaron Lane, 3.50%	19,756	-	(5,200)	14,556	5,909
2001 Stoney Creek, 3.50%	4,817	-	(1,200)	3,617	1,970
2001 Lexington Place, 3.50%	5,629	-	(1,600)	4,029	1,970
2010 Huber East water main refunding, 3.00%	17,346	-	(6,000)	11,346	5,758
2010 Executive Blvd phase III, 3.00%	135,766	-	(45,000)	90,766	46,060
2010 Troy IV, 3.00%	83,729	-	(27,000)	56,729	28,788
2010 Aaron Lane, 3.00%	28,171	-	(7,800)	20,371	8,636
2010 Stoney Creek, 3%	6,915	-	(1,800)	5,115	2,879
2010 Lexington Place, 3.00%	8,073	-	(2,400)	5,673	2,879
2017 Refunding of Brandt Pike, 2-5%	635,000	-	(60,000)	575,000	65,000
Premium on bonds	73,759	-	(15,796)	57,963	-
2017 Refunding of Carriage Trails, 2-5%	4,800,000	-	(400,000)	4,400,000	410,000
Premium on bonds	605,497	-	(114,098)	491,399	-

(Continued)

City of Huber Heights, Ohio
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	Outstanding <u>12/31/2018</u>	<u>Increases</u>	<u>Decreases</u>	Outstanding <u>12/31/2019</u>	Due in <u>One Year</u>
<u>Special assessments (Continued):</u>					
2017 Carriage Trails, 2-5%	610,000	-	(65,000)	545,000	65,000
Premium on bonds	65,041	-	(11,307)	53,734	-
2017 Red Buckeye Drive, 2-5%	1,210,000	-	(5,000)	1,205,000	5,000
Premium on bonds	185,125	-	(9,941)	175,184	-
2017 Various Purpose Bonds, 3.35%	2,125,000	-	(60,000)	2,065,000	60,000
Total special assessments	<u>10,954,422</u>	<u>-</u>	<u>(1,001,142)</u>	<u>9,953,280</u>	<u>825,000</u>
Other long-term obligations:					
Equipment and vehicle loans:					
2006 Pierce ladder truck, 5.24%	102,643	-	(33,406)	69,237	34,208
2015 Motorola radios	536,491	-	(84,304)	452,187	86,285
2017 EMS vehicle	173,057	-	(48,312)	124,745	49,210
2018 EMS vehicle	199,629	-	(48,243)	151,386	49,336
Total equipment and vehicle loans	<u>1,011,820</u>	<u>-</u>	<u>(214,265)</u>	<u>797,555</u>	<u>219,039</u>
Loans:					
2004 State infrastructure, 3.00%	1,119,053	-	(62,638)	1,056,415	64,531
2005 State infrastructure, 3.00%	580,463	-	(32,491)	547,972	33,473
2015 State infrastructure, 3.00%	3,473,379	-	(172,012)	3,301,367	177,211
2019 State infrastructure, 3.00%	-	1,039,144	-	1,039,144	-
Total loans	<u>5,172,895</u>	<u>1,039,144</u>	<u>(267,141)</u>	<u>5,944,898</u>	<u>275,215</u>
Other long-term obligations					
Capital lease	137,948	-	(32,701)	105,247	33,864
Compensated absences	2,428,604	1,016,946	(1,062,510)	2,383,040	1,078,102
Total other long-term obligations	<u>2,566,552</u>	<u>1,016,946</u>	<u>(1,095,211)</u>	<u>2,488,287</u>	<u>1,111,966</u>
Net pension liability:					
OPERS	4,300,469	3,850,535	-	8,151,004	-
OP&F	24,300,131	7,601,842	-	31,901,973	-
Total net pension liability	<u>28,600,600</u>	<u>11,452,377</u>	<u>-</u>	<u>40,052,977</u>	<u>-</u>
Net OPEB liability:					
OPERS	2,898,325	870,841	-	3,769,166	-
OP&F	22,432,941	-	(18,873,843)	3,559,098	-
Total net OPEB liability	<u>25,331,266</u>	<u>870,841</u>	<u>(18,873,843)</u>	<u>7,328,264</u>	<u>-</u>
Total governmental activities long-term liabilities	<u>\$ 114,117,304</u>	<u>\$ 14,379,308</u>	<u>\$ (23,083,426)</u>	<u>\$ 105,413,186</u>	<u>\$ 4,036,220</u>

The special assessment bond issues will be paid through the special assessment bond retirement debt service fund. The bond issues will be paid with special assessment revenue. They are backed by the full faith and credit of the City. In the event that an assessed property owner fails to make payments, the City will be required to pay the related debt.

City of Huber Heights, Ohio
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All voted and unvoted general obligation bond issues will be paid through the general obligation bond retirement debt service fund with property tax revenues and transfers from the general fund and other governmental funds (special revenue funds - local street operating, state highway, and street maintenance and repair; and fire capital equipment capital projects funds). These transfers are funded at least in part by municipal income and property tax revenues.

During 2015, the City issued \$3,000,000 in capital facilities notes with an interest rate of 2.28% for the construction of a new firehouse. The first principal payment on the notes was due December 1, 2016 in the amount of \$150,000.

In May 2018, the City issued bond anticipation notes in the amount of \$7,900,000 with an interest rate of 2.63% and will mature on June 1, 2021. These notes were used to pay off previous notes, for the new Music Center. The first principal payment on the notes is due June 1, 2019 in the amount of \$100,000.

In 2006, the City entered into a loan agreement for the purchase of a ladder truck for the fire division. The loan agreement was previously reported as a capital lease, however, the agreement was refinanced and is now being reported as a loan. The equipment/vehicle loans are paid from the fire capital equipment fund.

During 2015, the City entered into a loan agreement for the purchase of radios. The first principal payment was made on December 1, 2015.

During 2015, the City entered into a State Infrastructure Bank (SIB) direct loan with the Ohio Department of Transportation (ODOT). Proceeds of \$3,802,411 are being used for the purpose of constructing a parking lot for the music center. The loan carries a 0% interest rate during the first twelve months thereafter the interest rate is 3%. The SIB loan will be payable semiannually, the first payment was due March 15, 2017.

During 2017, the City entered into a loan agreement for the purchase of two new emergency medical vehicles. The vehicle loans are paid from the fire capital equipment fund.

On May 6, 2017, the City issued \$5,975,000 in capital facility general obligation bonds, Series 2017 for infrastructure for a new housing development. The bonds were issued for 15 years and have an interest rate of 2.67% with the first principal payment due on December 1, 2018.

On May 6, 2017, the City issued \$10,810,000 in various purpose general obligation bonds, Series 2017 for the Music Center and for the special assessments on the infrastructure for a new housing development. The bonds were issued for 25 years and have an interest rate of 3.35% with the first principal payment due on December 1, 2018.

During 2019, the City entered into a State Infrastructure Bank (SIB) direct loan with the Ohio Department of Transportation (ODOT). Proceeds of \$1,053,430, which includes the final draw in 2020 for \$14,286, are being used for street improvements within a residential subdivision. The loan payments are delayed until December 2021 and \$31,603 of capitalized interest will be added to the loan principal prior to the first payment.

City of Huber Heights, Ohio
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In December 2017, the City issued \$10,480,000 Various Purpose Refunding Bonds which includes serial and term bonds with interest rates ranging from 2.00% to 5.00%. The bonds consisted of new bonds as well as refunding bonds. The refunding bonds were used to refund the 2007 Sewer construction bonds, the 2007 Brandt Pike Phase VI special assessment bonds, and a portion of the 2008 Public easement acquisition bonds, and a portion of the 2008 Carriage Trails Parkway special assessment bonds, which will be called on January 12, 2018 and December 1, 2018 and subsequently redeemed.

The bond proceeds for the refunding portion consisted of bond principal of \$7,210,000 and \$1,070,007 of premium. The net proceeds of \$8,136,632 (after payment of \$131,699 in underwriting fees, insurance, and other issuance costs) was deposited in an irrevocable trust with an escrow agent to provide for retirement of principal and interest due in January 2018 and for future debt service payments of the remaining bonds refunded. The remaining excess proceeds of \$11,676 were receipted in the debt service funds. As a result, the bonds are considered to be defeased and the liability is not reported by the City. The difference between the reacquisition price and the net carrying amount of the old debt was significant and will be amortized over the life of the new bonds using the bonds outstanding method of amortization. The City refunded the old bonds to reduce their total debt service payments over the next ten years and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$628,182.

The bond proceeds not used for the refunding consisted of new bonds for 2017 Carriage Trails TIF for \$1,380,000, which comes due December 1, 2037. In addition there were new bonds for 2017 Red Buckeye Drive for \$1,215,000 and 2017 Carriage Trails Special assessment for \$675,000, which both come due December 1, 2042.

The compensated absences payable will be paid from the fund, which the person is paid. Historically this is the general fund, street maintenance and repair, lighting, police, fire, local street operating special revenue funds, the capital improvement capital projects fund and water, sewer and stormwater enterprise funds.

The City pays net pension/OPEB liability obligations from the fund benefitting from employee services. In the past this has been the general fund, the police and fire special revenue funds, capital improvement capital projects fund and the water, sewer and stormwater enterprise funds.

Capital lease obligations will be paid from the police special revenue fund.

Changes in the long-term obligations reported in business-type activities of the City during 2019 were as follows:

City of Huber Heights, Ohio
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For the Year Ended December 31, 2019

	Amount Outstanding 12/31/2018	Increases	Decreases	Amount Outstanding 12/31/2019	Amount Due in One Year
Business-type activities					
<u>Revenue bonds:</u>					
1995 Water acquisition/upgrade, 5.90%	\$ 1,616,862	\$ -	\$ (264,793)	\$ 1,352,069	\$ 253,586
Accretion on bonds	5,058,966	406,328	(880,207)	4,585,087	911,414
2014 Water sytem refunding bonds, 1.0 - 3.25% (serial)	6,340,000	-	-	6,340,000	-
2014 Water sytem refunding bonds, 3.0% (term)	1,505,000	-	(5,000)	1,500,000	5,000
2013A Water system improvement, 4.625 - 4.75% (term)	4,260,000	-	-	4,260,000	-
2013B Water system improvement, 4.0 - 4.40% (term)	600,000	-	-	600,000	-
2013A Water system improvement, .04 - 3.60% (serial)	400,000	-	(130,000)	270,000	135,000
Total revenue bonds	<u>19,780,828</u>	<u>406,328</u>	<u>(1,280,000)</u>	<u>18,907,156</u>	<u>1,305,000</u>
<u>OWDA Loan:</u>					
2010 Sewer lining, 3.25%	179,197	-	(12,429)	166,768	12,837
2018 Water pressure increase, 3.02%	1,649,418	1,262,180	-	2,911,598	80,564
2019 Water softening, 3%	599,589	6,180,473	(16,068)	6,763,994	-
Total OWDA loans	<u>2,428,204</u>	<u>7,442,653</u>	<u>(28,497)</u>	<u>9,842,360</u>	<u>93,401</u>
Other long-term obligations:					
Compensated absences	<u>190,079</u>	<u>57,744</u>	<u>(94,018)</u>	<u>153,805</u>	<u>81,548</u>
Net pension liability:					
Water	350,952	314,233	-	665,185	-
Sewer	345,714	309,543	-	655,257	-
Storm water	240,952	215,742	-	456,694	-
Total net pension liability	<u>937,618</u>	<u>839,518</u>	<u>-</u>	<u>1,777,136</u>	<u>-</u>
Net OPEB liability:					
Water	236,526	71,067	-	307,593	-
Sewer	232,996	70,006	-	303,002	-
Storm water	162,391	48,792	-	211,183	-
Total net OPEB liability	<u>631,913</u>	<u>189,865</u>	<u>-</u>	<u>821,778</u>	<u>-</u>
Total business-type activities long-term liabilities	<u>\$ 23,968,642</u>	<u>\$ 8,936,108</u>	<u>\$ (1,402,515)</u>	<u>\$ 31,502,235</u>	<u>\$ 1,479,949</u>

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

The water fund's revenue bonds are paid from operating revenues of the water fund. The original issue amount for the 1995 Revenue Bonds was \$12,495,517. Of the original issue amount, \$8,270,000 were serial bonds, and \$4,225,517 were capital appreciation bonds. The capital appreciation bonds mature in the years 2011 through 2025, and the amounts due on these dates will include interest compounded semiannually on June 1 and December 1 of each year beginning in 1996. The remaining maturity amount of the capital appreciation bonds is \$9,560,000. The amount shown as due in one year for the accretion on bonds includes the next semi-annual accreted amount to be taken next June.

During 2013, the City issued \$6,030,000 in revenue bonds for the purpose of constructing a new water tower and the construction and expansion of a water line. Of the issue amount, \$1,170,000 were serial bonds, and \$4,860,000 were term bonds. The serial bonds mature in the years 2013 through 2025. The revenue bonds will be paid from the water fund.

During 2014, the City issued \$8,125,000 in Water System Refunding bonds which includes serial and term bonds with interest rates ranging from 1% to 3.25%. The Water System Refunding bonds were used to refund the \$9,080,000 of the 2005 Water System Improvement bonds, which were called for December 1, 2015 to be redeemed. The net proceeds of \$7,779,985 (after payment of underwriting fees, insurance, and other issuance costs) was deposited in an irrevocable trust with an escrow agent to provide for retirement of principal and interest due in December 2014 for \$436,172 and for future debt service payments of the remaining 2005 Water system improvement bonds refunded. In addition to this amount, the City contributed an available amount of \$1,941,369 to the escrow account to be used for the future retirement of the refunded debt. As a result, the bonds are considered to be defeased and the liability is not reported by the City. The difference between the reacquisition price and the net carrying amount of the old debt was not significant and expensed. The City refunded the old bonds to reduce their total debt service payments over the next seventeen years and to obtain an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$2,686,540.

The OWDA loan payable represents amounts borrowed from the Ohio Water Development Authority. The loans will be paid from water and sewer fund revenue. The OWDA loans that began in 2016 and 2017 for the study of water pressure and softening have been combined with newer project loans. The loan from 2019 for water softening in the water fund has not yet been finalized and is not included in the amortization tables below.

Principal and interest requirements to retire the City's long-term obligations outstanding at December 31, 2019, are as follows:

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Year ending December 31,	<u>Governmental activities</u>					
	<u>General obligation bonds</u>		<u>General obligation notes</u>		<u>Special assessment bonds</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2020	\$ 1,355,000	\$ 1,122,227	\$ 250,000	\$ 258,545	\$ 825,000	\$ 398,085
2021	1,390,000	1,075,391	7,850,000	152,555	795,000	364,832
2022	1,415,000	1,021,682	150,000	47,880	650,000	333,740
2023	1,455,000	966,872	1,950,000	44,460	685,000	308,162
2024	1,500,000	910,525	-	-	705,000	281,218
2025-2029	8,255,000	3,579,420	-	-	3,065,000	871,740
2030-2034	6,945,000	1,905,421	-	-	515,000	465,315
2035-2039	4,520,000	742,155	-	-	940,000	360,578
2040-2042	1,445,000	97,988	-	-	995,000	88,622
Total	<u>\$ 28,280,000</u>	<u>\$ 11,421,681</u>	<u>\$ 10,200,000</u>	<u>\$ 503,440</u>	<u>\$ 9,175,000</u>	<u>\$ 3,472,292</u>

Year ending December 31,	<u>Governmental activities</u>			
	<u>Equipment and vehicle loans</u>		<u>State infrastructure bank loans</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal*</u>	<u>Interest</u>
2020	\$ 219,039	\$ 17,488	\$ 275,215	\$ 145,124
2021	223,920	12,614	306,485	153,082
2022	167,396	7,627	339,043	159,749
2023	187,200	6,624	349,291	149,501
2024	-	-	359,847	138,944
2025-2029	-	-	1,969,113	524,848
2030-2034	-	-	2,063,839	212,012
2035-2039	-	-	327,954	25,085
Total	<u>\$ 797,555</u>	<u>\$ 44,353</u>	<u>\$ 5,990,787</u>	<u>\$ 1,508,345</u>

* includes final draw and
capitalized interest in 2020

Year ending December 31,	<u>Business-type Activities</u>			<u>OWDA loan</u>	
	<u>Revenue bonds</u>		<u>Compounded</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Interest</u>	<u>Principal **</u>	<u>Interest*</u>
2020	\$ 393,586	\$ 483,877	\$ 911,414	\$ 93,401	\$ 93,919
2021	379,713	479,407	945,286	96,273	91,047
2022	374,324	474,397	975,676	99,234	88,086
2023	369,312	468,648	1,005,688	102,284	85,036
2024	369,695	462,697	1,035,305	105,429	81,891
2025-2029	6,515,439	1,972,503	1,064,561	577,824	358,779
2030-2034	3,925,000	904,319	-	595,434	268,555
2035-2039	1,995,000	192,375	-	671,123	174,714
2040-2044	-	-	-	779,634	66,203
Total	<u>\$ 14,322,069</u>	<u>\$ 5,438,223</u>	<u>\$ 5,937,930</u>	<u>\$ 3,120,636</u>	<u>\$ 1,308,230</u>

*includes \$2,532 of subsidy

** final amortization for 2010 and
2018 loans, 2019 not complete

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

The City issued an economic development revenue bond (EDRB) on February 1, 2006, in the principal amount of \$2,423,000. The EDRB financed the purchase of land and the construction and equipping of a 15,315 square foot addition to the existing YMCA family social service center on Shull Road in the City, including parking facilities. The building addition was necessary to house a satellite campus for Sinclair Community College, which leases the building addition from the YMCA. Concurrently with the issuance of the EDRB, the City and the YMCA entered into a loan agreement whereby the YMCA unconditionally agreed to make loan payments to the bond trustee in amounts sufficient to pay the principal and interest on the EDRB. The EDRB is a special obligation of the City, payable solely from the loan payments. Concurrently with the issuance of the EDRB and the execution of the loan agreement, the City assigned all of its rights under the loan agreement to the original purchaser of the EDRB. The EDRB is not a general obligation of the City, and does not constitute a debt or pledge of the faith and credit or the taxing power of the city. The EDRB had a principal amount of \$338,967 outstanding at December 31, 2019.

The City issued bonds on October 31, 2012, in the principal amount of \$12,810,000. The bonds are financing the 78 unit senior living facility known as Alcore. The bonds are a special obligation of the City and are not a general obligation of the City and does not constitute a debt or pledge of the faith and credit or the taxing power of the City. The bonds have a principal amount of \$12,130,000 outstanding at December 31, 2019. The first principal payment on these bonds was due November 1, 2016.

NOTE 13 – CAPITALIZED LEASE

During 2018, the City entered into a capital lease. From the lease proceeds, governmental activities acquired twenty three in car video recording systems for the police department. These assets were capitalized and reported as additions to capital assets in the amount of \$172,435 in the governmental activities. These capital assets are being depreciated over their estimated useful lives.

Capital lease payments are reflected as debt service payments in the basic financial statements for the governmental funds. These expenditures are reflected as function expenditures on a budgetary basis. The capitalized amount equals a portion of the present value of the future minimum lease payments and the down payment respectively, at the time of acquisition.

Following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2019:

<u>Year</u>	Lease Payments Governmental <u>Activities</u>
2020	\$ 37,278
2021	37,278
2022	<u>37,278</u>
Total minimum lease payments	111,834
Less: amount representing interest	<u>(6,587)</u>
Total	<u><u>\$ 105,247</u></u>

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

NOTE 14 - INTERFUND TRANSACTIONS

Transfers

Interfund transfers and due to/from other funds for the year ended December 31, 2019, consisted of the following:

<u>Fund</u>	Transfers <u>In</u>	Transfers <u>Out</u>
General	\$ -	\$ 5,611,533
Police	500,000	34,920
Fire	3,817,245	7,760
Montgomery County TIF	-	566,905
Miami County TIF	-	1,862,195
Special assessment bond retirement	318,000	-
Capital improvement	1,610,728	-
Other governmental	<u>3,630,138</u>	<u>1,338,143</u>
Total governmental funds	<u>9,876,111</u>	<u>9,421,456</u>
 Water	 -	 253,700
Sewer	5,000	67,000
Stormwater	<u>-</u>	<u>138,955</u>
Total buisness-type funds	<u>5,000</u>	<u>459,655</u>
 Total transfers	 <u>\$ 9,881,111</u>	 <u>\$ 9,881,111</u>

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

In addition to the traditional transfers described above, capital asset transfers took place during the year as explained in Note 8.

Interfund receivables/payables

Interfund balances at December 31, 2019 consisted of the following:

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General	\$ 93,149	\$ -
Montgomery County TIF	2,991,000	1,004,450
Miami County TIF	-	8,428,199
Special assessment bond retirement	-	611,700
Capital improvement	-	1,519,900
Other governmental funds	<u>5,721,752</u>	<u>5,160,105</u>
Total governmental funds	<u>8,805,901</u>	<u>16,724,354</u>
 Water	 667,472	 -
Sewer	6,527,949	-
Stormwater	<u>723,032</u>	<u>-</u>
Total enterprise fund	<u>7,918,453</u>	<u>-</u>
Totals	<u>\$16,724,354</u>	<u>\$16,724,354</u>

All balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, or (3) payments between funds are made. As of December 31, 2019, all interfund loans outstanding are anticipated to be repaid by 2020.

Included in the interfund balances is a loan from the sewer fund to a nonmajor capital project fund. The loan was established as a note for \$3,750,000 with an interest rate of 1.5% and due on October 1, 2020.

NOTE 15 - JOINT VENTURES

Prior to June of 1996, the Miami Conservancy District provided the Cities of Huber Heights, Vandalia, and Tipp City with wastewater treatment services. The Miami Conservancy District expressed the intent to no longer provide these services to the cities and gave them the option to acquire and operate the facility. In order to do so, the three cities established the Tri-Cities North Regional Wastewater Authority (Tri-Cities). In June of 1996, the Miami Conservancy District deeded the wastewater facility and all of the assets associated with the facility to the joint venture at no cost to the joint venture.

Tri-Cities is a joint venture among the Cities of Huber Heights, Vandalia, and Tipp City. Tri-Cities is governed by a management board consisting of the city managers of the three cities. The board has complete authority over all aspects of the operation. Tri-Cities supplies all participating residents of the member cities with sewer services. Each City owns the sewage lines located in its City and bills its residents for usage. Continued existence of Tri-Cities is dependent on the City's continued participation. The percentage of equity interest in the joint venture for each City is based on annual usage and is adjusted each year accordingly. The City's equity interest is \$14,987,376 which represents 50.53% of the total equity in Tri-Cities. Tri-Cities is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

The City of Huber Heights was party to several transactions during 2019 involving Tri-Cities for services provided to the City by Tri-Cities. The amount for services provided to the City was \$1,656,577.

Complete financial statements can be obtained from the fiscal agent by writing to Tri-Cities North Regional Wastewater Authority, c/o The City of Vandalia, 333 J. E. Bohanan Drive, Vandalia, Ohio 45377.

On January 22, 2001, the City entered into a contract for the creation of a Joint Economic Development District (JEDD) with the Township of Bethel and Clark County, Ohio. The contract was entered into under the authority of Ohio Revised Code Section 715.72. The JEDD was established for the purpose of cooperative regional development and job creation, along with growth in commercial and industrial development. The JEDD will permit the three jurisdictions to share tax revenues from the development of property without the need of annexation. The City will provide fire, police, rescue, zoning and building services, and marketing for the site. Clark County will provide water and sewer services. The 41 acres located in Bethel Township, along with a contiguous 17 acre parcel located within the City along State Route 235 are available for use. The contract will terminate on December 31, 2104, and can be renewed for three additional 25-year periods. Upon contract termination, all assets and liabilities of the JEDD will be divided equally between the three parties. The Board of Directors is made up of six individuals: one from each of the three participants; a representative of business existing within the JEDD; a representative of employees of businesses within the JEDD; and a representative appointed by the other five representatives whose term will rotate between a City resident and a township resident. Several international companies have expressed interest in the site. The JEDD results from a contractual arrangement and is governed by two or more participants as a separate and specific activity subject to joint control, in which the participants retain an ongoing financial responsibility. The City has an equity interest since the contract stipulates the City will have claim to the net resources of JEDD, as set forth in the contract. Since the JEDD has had no financial activity since its inception in 2003, the City's equity interest at December 31, 2019, is \$0. Additional information can be obtained from the City of Huber Heights, Planning and Development Department, 6131 Taylorsville Road, Huber Heights, Ohio 45424-2951.

NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS

The Miami Valley Regional Planning Commission (the Commission) is a jointly governed organization between Preble, Clark, Clinton, Darke, Greene, Miami, and Montgomery counties, and various cities residing within these counties, including the City of Huber Heights. The Commission prepares plans, including studies, maps, recommendations, and reports concerning the physical, environmental, social, economic, and governmental characteristics, functions, and services of the region.

These reports show recommendations for systems of transportation, highways, parks and recreational facilities, water supply, sewage disposal, garbage disposal, civic centers, and other public improvements and land uses which affect the development of the region. The degree of control exercised by any participating government is limited to its representation on the Board. Members of the Board are as follows: the officers of the Commission (elected by member representatives), the immediate past Chair of the Commission, the Commission member representing the City of Dayton, the Commission member representing each of the respective member counties, the representatives selected by each county caucus, a nongovernmental member, and two at-large representatives.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

Payments to the Commission are made from the general fund. The City contributed \$17,771 during 2019. Financial information can be obtained from Brian O. Martin, Executive Director, 10 N. Ludlow St, Suite 700, Dayton, Ohio 45402.

The Miami Valley Fire/EMS Alliance (the Alliance) is a jointly governed organization between municipal corporations and townships in Montgomery, Greene and Warren counties. The purpose of the Alliance is to foster cooperation among the political subdivisions by promoting programs and recommending matters which will result in more efficient methods of delivering fire and emergency medical services in the region. The Board of the Alliance is made up of a representative appointed by the City of Dayton, a representative appointed by the members who are provided Fire/EMS Services by volunteers, two representatives appointed by the members who are provided Fire/EMS Services by a combination of full Fire/EMS Services by full time employees. Payments to the Alliance are made from the fire fund. The City contributed \$395 for the operation of the Alliance during 2019. Financial information can be obtained from Franklin E. Clay, Executive Director, at 444 West Third Street, Suite 20-231, Dayton, Ohio 45402-1460.

The Economic Development/Government Equity Program (ED/GE) was established pursuant to Ohio Revised Code Chapter 307 for the purpose of developing and promoting plans and programs designed to assure that county resources are efficiently used, economic growth is properly balanced, and that county economic development is coordinated with that of the State of Ohio and other local governments. Members include villages, townships, and cities within Montgomery County, and Montgomery County itself. Cooperation and coordination between the members is intended to promote economic health and improve the economic opportunities of the people in Montgomery County by assisting in the establishment or expansion within the County of industrial, commercial or research facilities and by creating and preserving job and employment opportunities for the people of the county.

The ED/GE Advisory Committee, made up of alternating member entities' representatives, decides which proposed projects will be granted each year. Sales tax revenues, set aside by Montgomery County, are used to fund the projects. Members annually contribute to or receive benefits based on an elaborate zero-based formula designed to distribute growth in contributing communities to those communities experiencing less economic growth. The City has agreed to be a member for ten years, ending December 31, 2019. Any member in default of paying its contributions will be liable for the amount of the contribution, any interest accrued, and penalties. During this time, the member will not be entitled to any allocations from ED/GE. Payments to ED/GE are made from the general fund. The City was not required to make a contribution during 2019. Financial information can be obtained from Mike Norton-Smith, ED/GE Coordinator, at 451 West Third Street, Dayton, Ohio 45422-1110.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

The Regional Emergency Response Team (RERT) is a jointly governed organization between the following cities: Huber Heights, Vandalia, Fairborn, and Beavercreek. The organization was created through an agreement by the Cities to establish a regional council of governments for the RERT. The regional council of governments collects and expends resources to assist the RERT in fighting crime and for other related activities. The purpose of the RERT is to foster cooperation among municipalities through sharing of equipment/facilities/collective team expenses, team consultant expenses and grant sharing costs, for their common benefit. This includes the mutual interchange and sharing of police equipment, as well as police equipment to be jointly acquired and owned, to be utilized by all participating members. The Board of the RERT is made up of one representative from each municipality. Payments to the RERT are made from the police fund. The City contributed \$7,500 for the operation of the RERT for 2019. Financial information can be obtained from the fiscal agent by writing to the RERT, c/o The City of Beavercreek, Bill Kucera, Financial Administrative Services Director, at 1368 Research Park Drive, Beavercreek, Ohio 45432 or by [e-mail: kucera@beavercreekohio.gov](mailto:kucera@beavercreekohio.gov).

The First Suburbs Consortium of Dayton, Ohio Council of Governments (First Suburbs Consortium) is a jointly governed organization between the following members: Centerville, Clayton, Jefferson Township, Harrison Township, Huber Heights, Kettering, Miamisburg, Moraine, Oakwood, Riverside, Trotwood, Vandalia, and West Carrollton. The organization was created through an agreement by the governments to establish a regional council of governments. The purpose of the First Suburbs Consortium is to provide organizational status through cooperative efforts between member communities in matters of mutual concern, including but not limited to initiation and support of policies and practices which protect, maintain and redevelop mature communities and other matters which affect health, safety, welfare, education, economic conditions and regional development. The mission is to initiate and promote public policies and practices that maintain the vitality of communities, protects and redevelops mature communities, and fosters regional cooperation. The First Suburbs Consortium advocates: public policies that do not create disposable communities; balanced investments in new and existing infrastructure; maintenance and enhancement of the tax base; and creation of redevelopment opportunities. The Board of the First Suburbs Consortium is made up of two representatives from each government. Payments to the First Suburbs Consortium are made from the general fund. The City paid \$250 for the 2019 annual membership fee. Financial information can be obtained from the fiscal agent by writing to the First Suburbs Consortium of Dayton Ohio, c/o Jack Jensen, Executive Director, P.O. Box 49552, Dayton, Ohio 45449-0552.

The Community Improvement Corporation of Huber Heights (CIC), also known as the Economic Development Corporation, is a jointly governed organization created as a not for profit corporation under Chapter 1724 of the Ohio Revised Code. The CIC is governed by a nine-member Board of Trustees, four of which are appointed by City Council among Council members. The other five members are volunteer citizens. The organization is designated by the City as its agency for the purpose of industrial, commercial, distribution and research development. The City entered into an agreement with the CIC to further development, which will create or preserve jobs and improve the economic welfare of citizens. No payments are made to the CIC by the City. Financial information can be obtained by writing to the CIC, c/o Gary Swords, Treasurer, at 7801 North Dixie Drive, Dayton, Ohio 45414.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

NOTE 17 - CONTINGENT LIABILITIES

Litigation

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

Grants

For the period January 1, 2019, to December 31, 2019, the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

NOTE 18 – ACCOUNTABILITY

The following funds had a deficit fund balance as of December 31, 2019:

<u>Fund</u>	<u>Deficit fund balance</u>
<u>Major funds:</u>	
Miami County TIF	\$ 7,793,057
Special assessment bond retirement	162,422
<u>Other governmental funds:</u>	
Community development block grant	16,999
Economic development government equity improvement	51,250
Carriage trails infrastructure	395,035

The fund balance deficits is largely the result of the recognition of liabilities in accordance with general accepted accounting principles. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

NOTE 19 – CONSTRUCTION COMMITMENTS

At December 31, 2019, the City had contractual commitments/encumbrances for several projects. The most significant of these commitments are related to the following:

<u>Fund/Project</u>	<u>Purchase Order Amount</u>	<u>Paid as of December 31, 2019</u>	<u>Remaining Commitment</u>
Capital Improvement:			
Various capital improvements	\$ 751,901	\$ 18,492	\$ 733,409
Local street capital improvement:			
Street improvements	111,198	-	111,198
Carriage trails infrastructure:			
Infrastructure	1,036,553	225,308	811,245
Water:			
Harshmanville water main replacem	830,000	-	830,000
Water softening project	5,470,048	993,440	4,476,608
Sewer:			
Sewer improvements	130,000	-	130,000
	<u>\$ 8,329,700</u>	<u>\$ 1,237,240</u>	<u>\$ 7,092,460</u>

NOTE 20 – TAX ABATEMENTS

Pursuant to Ohio Revised Code Chapter 5709, the City has established a Community Reinvestment Area (CRA). The City of Huber Heights authorizes incentives through passage of public ordinances, based upon each businesses investment criteria, and through a contractual application process with each business, including proof that the improvements have been made. The abatement equals an agreed upon percentage of the additional property tax resulting from the increase in assessed value as a result of the improvements. The amount of the abatement is deducted from the recipient's property tax bill. The establishment of the CRA gave the City the ability to maintain and expand businesses located in the City and created new jobs by abating or reducing assessed valuation of properties, resulting in abated taxes, from new or improved business real estate.

During 2019, the City abated property taxes totaling \$12,378 within the Community Reinvestment Area with 8 entities.

NOTE 21 – SUBSEQUENT EVENT

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

City of Huber Heights, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2019

The City was approved for a SIB Loan for Carriage Trails and Windbrooke infrastructure improvements that began in October 2019 and are estimated to be complete by June 30, 2021. The loan is for 20 years at a 3% interest rate. The total amount of principal (and loan costs) to be repaid is \$1,286,000. Annual debt payments will be \$95,773 and will be paid from special assessments collected over the next 25 years estimated to be \$104,000 annually. Although the loan was approved in December 2019, no draws were received until January 2020.

In March 2020, the City entered into a land purchase agreement of approximately 9.163 (+/-) acres of land and structures in the 6100 Block of Brandt Pike, under the provisions of the Transformative Economic Development (TED) Program, for a total amount including acquisition, financing, conveyance and development of said property not to exceed \$3,800,000.

In August 2020, the City will purchase approximately 17 (+/-) acres of Lot 4 Premier Health Center from Miami Valley Hospital for \$520,000. This property is adjacent to the land purchased in March 2020 and will be included in that designated transformative economic development project.

Required Supplementary Information

City of Huber Heights, Ohio
Required Supplementary Information
Schedule of City's Proportionate Share of the Net Pension Liability
Last Six Years (1)

	2019	2018	2017	2016
Ohio Public Employees Retirement System - Traditional Plan				
City's proportion of the net pension liability	0.036250%	0.033389%	0.031661%	0.031902%
City's proportionate share of the net pension liability	\$ 9,928,140	\$ 5,238,087	\$ 7,189,675	\$ 5,525,829
City's covered payroll	\$ 4,830,643	\$ 4,347,854	\$ 3,710,867	\$ 4,371,725
City's proportionate share of the net pension liability as a percentage of its covered payroll	205.52%	120.48%	193.75%	126.40%
Plan fiduciary net position as a percentage of total pension liability	74.70%	84.66%	77.25%	81.08%
 Ohio Police and Fire Pension Fund				
	2019	2018	2017	2016
City's proportion of the net pension liability	0.390829%	0.395932%	0.384324%	0.392383%
City's proportionate share of the net pension liability	\$ 31,901,943	\$ 24,300,131	\$ 24,342,709	\$ 25,242,275
City's covered payroll	\$ 8,830,588	\$ 8,663,304	\$ 7,666,720	\$ 9,031,195
City's proportionate share of the net pension liability as a percentage of its covered payroll	361.27%	280.49%	317.51%	279.50%
Plan fiduciary net position as a percentage of total pension liability	63.07%	70.91%	68.36%	66.77%

See notes to required supplementary information.

(1) Information prior to 2014 is not available and the amounts presented are as of the City's measurement date which is the prior year end.

(2) Restated during 2015.

2015	2014
0.030415%	0.030415%
\$ 3,668,389	\$ 3,585,532
\$ 3,760,367	\$ 4,113,654
97.55%	87.16%
86.45%	86.36%

2015	2014
0.386054%	0.386054%
\$ 19,999,187	\$ 18,802,022
\$ 7,765,521	\$ 8,206,739
257.54%	229.10%
71.71%	73.00% (2)

City of Huber Heights, Ohio
Required Supplementary Information
Schedule of City Contributions - Pension
Last Seven Years (1)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Ohio Public Employees Retirement System - Traditional Plan					
Contractually required contribution	\$ 734,393	\$ 676,290	\$ 565,221	\$ 445,304	\$ 524,607
Contributions in relation to contractually required contribution	<u>(734,393)</u>	<u>(676,290)</u>	<u>(565,221)</u>	<u>(445,304)</u>	<u>(524,607)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City covered payroll	\$ 5,245,664	\$ 4,830,643	\$ 4,347,854	\$ 3,710,867	\$ 4,371,725
Contributions as a percentage of covered payroll	14.00%	14.00%	13.00%	12.00%	12.00%
	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Ohio Police and Fire Pension Fund					
Contractually required contribution	\$ 2,002,084	\$ 1,876,500	\$ 1,840,952	\$ 1,629,178	\$ 1,814,367
Contributions in relation to contractually required contribution	<u>(2,002,084)</u>	<u>(1,876,500)</u>	<u>(1,840,952)</u>	<u>(1,629,178)</u>	<u>(1,814,367)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City covered payroll	\$ 9,421,572	\$ 8,830,588	\$ 8,663,304	\$ 7,666,720	\$ 9,031,195
Contributions as a percentage of covered payroll	21.25%	21.25%	21.25%	21.25%	20.09%

See notes to required supplementary information.

(1) Information prior to 2013 is not available.

<u>2014</u>	<u>2013</u>
\$ 451,244	\$ 534,775
<u>(451,244)</u>	<u>(534,775)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 3,760,367	\$ 4,113,654
12.00%	13.00%

<u>2014</u>	<u>2013</u>
\$ 1,581,060	\$ 1,401,711
<u>(1,581,060)</u>	<u>(1,401,711)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 7,765,521	\$ 8,206,739
20.36%	17.08%

City of Huber Heights, Ohio
Required Supplementary Information
Schedule of City's Proportionate Share of the Net OPEB Liability
Last Three Years (1)

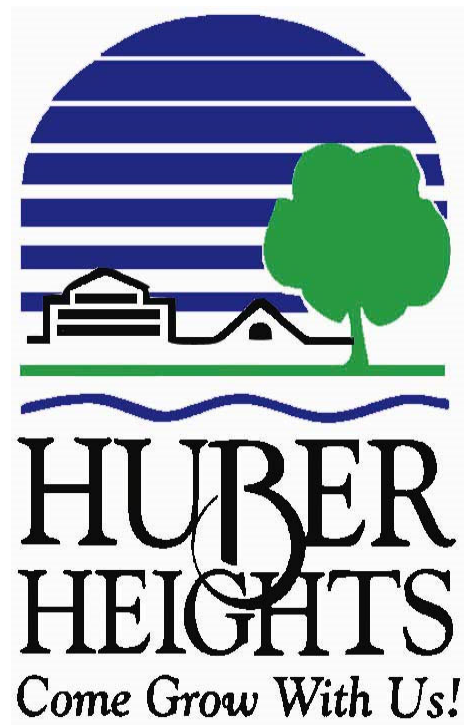
	<u>2019</u>	<u>2018</u>	<u>2017 (2)</u>
Ohio Public Employees Retirement System			
City's proportion of the net OPEB liability	0.035213%	0.032509%	0.030996%
City's proportionate share of the net OPEB liability	\$ 4,590,944	\$ 3,530,238	\$ 3,130,701
City's covered payroll	\$ 4,830,643	\$ 4,529,000	\$ 3,906,150
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	95.04%	77.95%	80.15%
Plan fiduciary net position as a percentage of total OPEB liability	46.33%	54.14%	54.05%

	<u>2019</u>	<u>2018</u>	<u>2017 (2)</u>
Ohio Police and Fire Pension Fund			
City's proportion of the net OPEB liability	0.390829%	0.395932%	0.384324%
City's proportionate share of the net OPEB liability	\$ 3,559,098	\$ 22,432,941	\$ 18,243,010
City's covered payroll	\$ 8,840,600	\$ 8,690,800	\$ 7,702,200
City's proportionate share of the net OPEB liability as a percentage of its covered payroll	40.26%	258.12%	236.85%
Plan fiduciary net position as a percentage of total OPEB liability	46.57%	14.13%	15.96%

See notes to required supplementary information.

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

(2) Restated during 2018.



City of Huber Heights, Ohio
Required Supplementary Information
Schedule of City Contributions - OPEB
Last Seven Years (1)

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Ohio Public Employees Retirement System					
Contractually required contribution	\$ -	\$ -	\$ 45,290	\$ 78,123	\$ 93,015
Contributions in relation to contractually required contribution	<u>-</u>	<u>-</u>	<u>(45,290)</u>	<u>(78,123)</u>	<u>(93,015)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City covered payroll	\$ 5,245,664	\$ 4,830,643	\$ 4,529,000	\$ 3,906,150	\$ 4,650,750
Contributions as a percentage of covered payroll	0.00%	0.00%	1.00%	2.00%	2.00%

	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Ohio Police and Fire Pension Fund					
Contractually required contribution	\$ 4,591	\$ 44,203	\$ 43,454	\$ 38,511	\$ 43,020
Contributions in relation to contractually required contribution	<u>(4,591)</u>	<u>(44,203)</u>	<u>(43,454)</u>	<u>(38,511)</u>	<u>(43,020)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City covered payroll	\$ 918,200	\$ 8,840,600	\$ 8,690,800	\$ 7,702,200	\$ 8,604,000
Contributions as a percentage of covered payroll	0.50%	0.50%	0.50%	0.50%	0.50%

See notes to required supplementary information.

(1) Information prior to 2013 is not available.

<u>2014</u>	<u>2013</u>
\$ 80,008	\$ 43,762
<u>(80,008)</u>	<u>(43,762)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 4,000,400	\$ 4,376,200
2.00%	1.00%

<u>2014</u>	<u>2013</u>
\$ 37,474	\$ 296,398
<u>(37,474)</u>	<u>(296,398)</u>
<u>\$ -</u>	<u>\$ -</u>
\$ 7,494,800	\$ 7,862,016
0.50%	3.77%

City of Huber Heights, Ohio
Notes to Required Supplementary Information
For the Year Ended December 31, 2019

Pension

Ohio Public Employees Retirement System (OPERS) - Traditional Plan

Changes in benefit terms: There were no changes in benefit terms from the amounts reported.

Changes in assumptions: There was a change in methods and assumptions used in the calculation of actuarial determined contributions for 2019. See the notes to the basic financials for the methods and assumptions in this calculation.

Ohio Police and Fire Pension Fund

Changes in benefit terms: There were no significant changes in benefit terms during 2019.

Changes in assumptions: There was a change in methods and assumptions used in the calculation of actuarial determined contributions for 2019. See the notes to the basic financials for the methods and assumptions in this calculation.

OPEB

Ohio Public Employees Retirement System (OPERS)

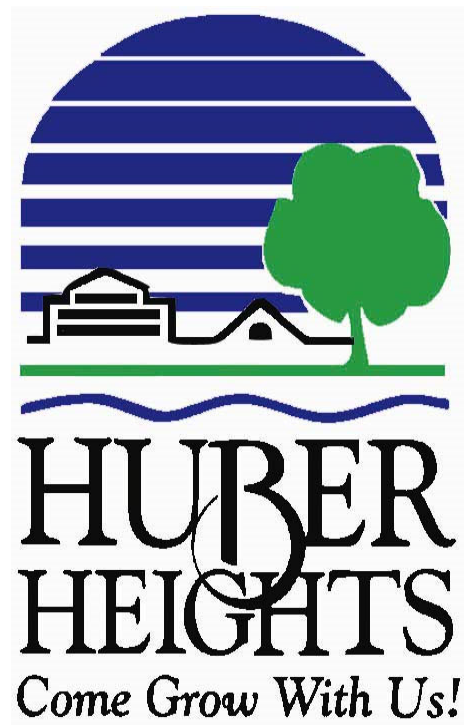
Changes in benefit terms: There were no changes in benefit terms from the amounts reported.

Changes in assumptions: There was a change in methods and assumptions used in the calculation of actuarial determined contributions for 2019. See the notes to the basic financials for the methods and assumptions in this calculation.

Ohio Police and Fire Pension Fund

Changes in benefit terms: There were no significant changes in benefit terms during 2019.

Changes in assumptions: There was a change in methods and assumptions used in the calculation of actuarial determined contributions for 2019. See the notes to the basic financials for the methods and assumptions in this calculation.



Combining Statements for Nonmajor Governmental Funds

Combining Statements and Individual Fund Schedules

NONMAJOR SPECIAL REVENUE FUNDS

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted or committed to expenditures for specified purposes. A description of the City's special revenue funds follows:

Street Maintenance and Repair

To account for the state gasoline tax and motor vehicle license fees designated for routine maintenance and repair of City streets.

Lighting

To account for special assessments used to provide street lighting within the City neighborhoods.

Drug Law Enforcement

To account for fines and costs collected for felonious drug trafficking convictions. This money is restricted for drug law enforcement activity.

Law Enforcement

To account for the fines generated from the prosecution of those in possession of contraband and the proceeds gained from the sale of confiscated contraband. This money may be spent for any law enforcement activity.

State Highway

To account for gasoline tax and motor vehicle license fees received from the County and State for routine maintenance of state highways within the City.

County Motor Vehicle Permissive Tax

To account for permissive license tax levied by Montgomery County. Expenditures include planning, constructing, improving, maintaining, and repairing roads, streets, and bridges.

City Motor Vehicle Permissive Tax

To account for permissive license tax received from the State to finance various street repair projects.

Community Development Block Grant

To account for monies received from the federal government under the Community Development Block Grant programs. (Budgetary not shown for 2019)

Local Street Operating

To account for miscellaneous revenue and for a portion of City income tax which, beginning in 1994 is to be used for public works activities.

Byrne Memorial Grant

To account for monies used to purchase bullet-proof vests.

Combining Statements – Nonmajor Governmental Funds (Continued)

NONMAJOR SPECIAL REVENUE FUNDS (Continued)

Miami County West TIF

To account for expenditures made on public facilities and infrastructure improvements constructed by the City, and benefiting the related tax-increment financing (TIF) district. Revenues consist of service payments received in lieu of property taxes, levied on the value of private property improvements made in the TIF district.

Montgomery County South TIF

To account for expenditures made on public facilities and infrastructure improvements constructed by the City, and benefiting the related tax-increment financing (TIF) district. Revenues consist of service payments received in lieu of property taxes, levied on the value of private property improvements made in the TIF district.

Miami County North Firehouse TIF

To account for expenditures made on public facilities and infrastructure improvements constructed by the City, and benefiting the related tax-increment financing (TIF) district. Revenues consist of service payments received in lieu of property taxes, levied on the value of private property improvements made in the TIF district.

Law Enforcement Assistance

To account for a grant from the State of Ohio Attorney General's Office for the continuing of professional training for police officers.

Federal Emergency Management Assistance (FEMA)

To account for the funds received from FEMA for disaster relief. The funds will be used to reimburse the funds which originally paid for the damages and clean-up.

NONMAJOR DEBT SERVICE FUNDS

The debt service funds are used to account for the accumulation of resources that are restricted, committed or assigned for the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the government is obligated in some manner for the payment.

General Obligation Bond Retirement

To account for various revenues collected for the payment of general obligation bonded debt.

NONMAJOR CAPITAL PROJECTS FUNDS

Capital projects funds are established to account for financial resources that are restricted, committed or assigned to be used for the acquisition or construction of major capital facilities other than those financed by proprietary funds or trust funds.

Transformative Economic Development

To account for the proceeds from the sale of land and capital related expenditures.

Issue II

To account for Ohio Public Works Commission grant funds received from the State of Ohio for each project awarded through this program and local matching funds.

Economic Development Government Equity Improvement

To account for grant revenues received from the County and used to develop and promote economic development through capital expenditures.

Fire Capital Equipment

To account for City income tax revenues specifically dedicated for fire station building renovations and the equipment purchases of the fire division.

Local Street Capital Improvement

To account for income tax revenues collected for reconstruction and maintenance of the City's interior streets.

Federal Equity Sharing

To account for the City's share of federal forfeitures used by the law enforcement department for informant payments, travel and training, communication and computers, firearms, weapons, body armor, electronic surveillance equipment, building and improvements, and other law enforcement expenses.

Assistance to Firefighters Grant

To account for federal monies received to assist with a specific capital project.

Energy Conservation Grant

To account for federal monies received to improve the energy efficiency of lightning and equipment.

Carriage Trails Infrastructure

To account for the issuance of bond anticipation notes for the construction of infrastructure in the Carriage Trails development.

City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets:				
Equity in pooled cash and investments	\$ 5,947,044	\$ 55,748	\$ 5,654,453	\$ 11,657,245
Receivables:				
Income tax	355,884	-	348,802	704,686
Revenue in lieu of taxes	325,436	-	-	325,436
Special assessments	138,525	-	-	138,525
Due from other governments	1,312,479	-	20,957	1,333,436
Materials and supplies inventory	71,229	-	-	71,229
Assets held for resale	-	-	3,685,198	3,685,198
Interfund receivable	5,721,752	-	-	5,721,752
Prepaid items	1,364	-	-	1,364
Total assets	<u>\$ 13,873,713</u>	<u>\$ 55,748</u>	<u>\$ 9,709,410</u>	<u>\$ 23,638,871</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 94,105	\$ -	\$ 257,270	\$ 351,375
Accrued wages and benefits	42,864	-	-	42,864
Interfund payable	16,999	-	5,143,106	5,160,105
Due to other governments	6,002	-	-	6,002
Income tax refunds payable	65,719	-	64,406	130,125
Total liabilities	<u>225,689</u>	<u>-</u>	<u>5,464,782</u>	<u>5,690,471</u>
Deferred inflows of resources:				
Payments in lieu of taxes	325,436	-	-	325,436
Unavailable revenue - other	1,382,537	-	186,748	1,569,285
Total deferred inflows of resources	<u>1,707,973</u>	<u>-</u>	<u>186,748</u>	<u>1,894,721</u>
Fund balances:				
Nonspendable:				
Inventory	71,229	-	-	71,229
Prepays	1,364	-	-	1,364
Assets held for resale	-	-	3,685,198	3,685,198
Restricted	11,884,457	-	3,303,924	15,188,381
Assigned:				
Debt service	-	55,748	-	55,748
Unassigned (deficit)	(16,999)	-	(2,931,242)	(2,948,241)
Total fund balances	<u>11,940,051</u>	<u>55,748</u>	<u>4,057,880</u>	<u>16,053,679</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 13,873,713</u>	<u>\$ 55,748</u>	<u>\$ 9,709,410</u>	<u>\$ 23,638,871</u>

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2019

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:				
Municipal income tax	\$ 2,241,394	\$ -	\$ 2,199,147	\$ 4,440,541
Charges for services	756	-	-	756
Fines, licenses and permits	15,829	-	75,149	90,978
Intergovernmental	2,492,700	-	440,596	2,933,296
Special assessments	336,348	-	-	336,348
Interest	31,909	-	1,845	33,754
Payments in lieu of taxes	356,261	-	-	356,261
Other	51,618	-	4,507	56,125
Total revenue	<u>5,526,815</u>	<u>-</u>	<u>2,721,244</u>	<u>8,248,059</u>
Expenditures:				
Current:				
General government	33,894	-	17,028	50,922
Security of persons and property				
Police	18,657	-	1,831	20,488
Fire	-	-	255,985	255,985
Other	306,216	-	-	306,216
Community environment	-	-	157,697	157,697
Transportation	2,792,277	-	30,406	2,822,683
Capital outlay	264,258	-	3,254,927	3,519,185
Debt service:				
Principal retirement	-	1,325,000	279,961	1,604,961
Interest and fiscal charges	-	1,163,615	67,789	1,231,404
Total expenditures	<u>3,415,302</u>	<u>2,488,615</u>	<u>4,065,624</u>	<u>9,969,541</u>
Excess of revenues over (under) expenditures	<u>2,111,513</u>	<u>(2,488,615)</u>	<u>(1,344,380)</u>	<u>(1,721,482)</u>
Other financing sources (uses):				
Issuance of loans	-	-	1,039,144	1,039,144
Sale of capital assets	-	-	89,383	89,383
Transfers - in	-	2,304,195	1,325,943	3,630,138
Transfers - out	(1,338,143)	-	-	(1,338,143)
Total other financing sources (uses)	<u>(1,338,143)</u>	<u>2,304,195</u>	<u>2,454,470</u>	<u>3,420,522</u>
Net change in fund balance	773,370	(184,420)	1,110,090	1,699,040
Fund balances at beginning of year	11,166,681	240,168	2,947,790	14,354,639
Fund balances at end of year	<u>\$ 11,940,051</u>	<u>\$ 55,748</u>	<u>\$ 4,057,880</u>	<u>\$ 16,053,679</u>

City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2019

	Street Maintenance and Repair Fund	Lighting Fund	Drug Law Enforcement Fund	Law Enforcement Fund
Assets:				
Equity in pooled cash and investments	\$ 1,578,837	\$ 627,247	\$ 1,284	\$ 33,661
Receivables:				
Income tax	-	-	-	-
Revenue in lieu of taxes	-	-	-	-
Special assessments	15,925	-	-	-
Due from other governments	1,145,803	-	-	50
Materials and supplies inventory	21,444	-	-	-
Interfund receivable	5,307,652	-	-	-
Prepaid items	-	-	-	-
Total assets	<u>\$ 8,069,661</u>	<u>\$ 627,247</u>	<u>\$ 1,284</u>	<u>\$ 33,711</u>
Liabilities, deferred inflows of resources and fund balances:				
Liabilities:				
Accounts payable	\$ 28,313	\$ -	\$ -	\$ -
Accrued wages and benefits	12,143	320	-	-
Interfund payable	-	-	-	-
Due to other governments	1,701	45	-	-
Income tax refunds payable	-	-	-	-
Total liabilities	<u>42,157</u>	<u>365</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:				
Payments in lieu of taxes	-	-	-	-
Unavailable revenue - other	967,165	-	-	-
Total deferred inflows of resources	<u>967,165</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:				
Nonspendable:				
Inventory	21,444	-	-	-
Prepays	-	-	-	-
Restricted	7,038,895	626,882	1,284	33,711
Unassigned (deficit)	-	-	-	-
Total fund balances	<u>7,060,339</u>	<u>626,882</u>	<u>1,284</u>	<u>33,711</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 8,069,661</u>	<u>\$ 627,247</u>	<u>\$ 1,284</u>	<u>\$ 33,711</u>

State Highway Fund	County Motor Vehicle Permissive Tax Fund	City Motor Vehicle Permissive Tax Fund	Community Development Block Grant Fund	Local Street Operating Fund	Byrne Memorial Grant Fund
\$ 95,559	\$ 136,931	\$ 345,571	\$ -	\$ 2,809,385	\$ 35
-	-	-	-	355,884	-
-	-	-	-	-	-
122,600	-	-	-	-	-
92,902	7,181	21,036	-	596	-
14,395	-	-	-	35,390	-
-	-	-	-	414,100	-
-	-	-	-	1,364	-
<u>\$ 325,456</u>	<u>\$ 144,112</u>	<u>\$ 366,607</u>	<u>\$ -</u>	<u>\$ 3,616,719</u>	<u>\$ 35</u>
\$ 15	\$ -	\$ -	\$ -	\$ 65,777	\$ -
-	-	-	-	30,401	-
-	-	-	16,999	-	-
-	-	-	-	4,256	-
-	-	-	-	65,719	-
<u>15</u>	<u>-</u>	<u>-</u>	<u>16,999</u>	<u>166,153</u>	<u>-</u>
-	-	-	-	-	-
199,727	-	-	-	170,734	-
<u>199,727</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,734</u>	<u>-</u>
14,395	-	-	-	35,390	-
-	-	-	-	1,364	-
111,319	144,112	366,607	-	3,243,078	35
-	-	-	(16,999)	-	-
<u>125,714</u>	<u>144,112</u>	<u>366,607</u>	<u>(16,999)</u>	<u>3,279,832</u>	<u>35</u>
<u>\$ 325,456</u>	<u>\$ 144,112</u>	<u>\$ 366,607</u>	<u>\$ -</u>	<u>\$ 3,616,719</u>	<u>\$ 35</u>

(Continued)

City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2019

	Miami County West TIF Fund	Montgomery County South TIF Fund	Miami County North Firehouse TIF Fund	Law Enforcement Assistance Fund	Federal Emergency Management Assistance Fund
Assets:					
Equity in pooled cash and investments	\$ 137,833	\$ 112,715	\$ 66,716	\$ 1,270	\$ -
Receivables:					
Income tax	-	-	-	-	-
Revenue in lieu of taxes	140,460	124,846	60,130	-	-
Special assessments	-	-	-	-	-
Due from other governments	-	-	-	-	44,911
Materials and supplies inventory	-	-	-	-	-
Interfund receivable	-	-	-	-	-
Prepaid items	-	-	-	-	-
Total assets	<u>\$ 278,293</u>	<u>\$ 237,561</u>	<u>\$ 126,846</u>	<u>\$ 1,270</u>	<u>\$ 44,911</u>
Liabilities, deferred inflows of resources and fund balances:					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits	-	-	-	-	-
Interfund payable	-	-	-	-	-
Due to other governments	-	-	-	-	-
Income tax refunds payable	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred inflows of resources:					
Payments in lieu of taxes	140,460	124,846	60,130	-	-
Unavailable revenue - other	-	-	-	-	44,911
Total deferred inflows of resources	<u>140,460</u>	<u>124,846</u>	<u>60,130</u>	<u>-</u>	<u>44,911</u>
Fund balances:					
Nonspendable:					
Inventory	-	-	-	-	-
Prepays	-	-	-	-	-
Restricted	137,833	112,715	66,716	1,270	-
Unassigned (deficit)	-	-	-	-	-
Total fund balances	<u>137,833</u>	<u>112,715</u>	<u>66,716</u>	<u>1,270</u>	<u>-</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 278,293</u>	<u>\$ 237,561</u>	<u>\$ 126,846</u>	<u>\$ 1,270</u>	<u>\$ 44,911</u>

Total
Nonmajor
Special Revenue
Funds

\$ 5,947,044

355,884

325,436

138,525

1,312,479

71,229

5,721,752

1,364

\$ 13,873,713

\$ 94,105

42,864

16,999

6,002

65,719

225,689

325,436

1,382,537

1,707,973

71,229

1,364

11,884,457

(16,999)

11,940,051

\$ 13,873,713

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2019

	Street Maintenance and Repair Fund	Lighting Fund	Drug Law Enforcement Fund	Law Enforcement Fund
Revenues:				
Municipal income tax	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Fines, licenses and permits	-	-	1,109	14,720
Intergovernmental	1,966,102	-	-	-
Special assessments	2,762	330,039	-	-
Interest	29,263	-	-	-
Payments in lieu of taxes	-	-	-	-
Other	9,848	147	-	1,567
Total revenue	<u>2,007,975</u>	<u>330,186</u>	<u>1,109</u>	<u>16,287</u>
Expenditures:				
Current:				
General government	-	-	-	-
Security of persons and property				
Police	-	-	9,232	2,172
Other	-	306,216	-	-
Transportation	899,254	-	-	-
Capital outlay	113,171	-	-	6,041
Total expenditures	<u>1,012,425</u>	<u>306,216</u>	<u>9,232</u>	<u>8,213</u>
Excess of revenues over (under) expenditures	<u>995,550</u>	<u>23,970</u>	<u>(8,123)</u>	<u>8,074</u>
Other financing uses:				
Transfers - out	<u>(155,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	840,550	23,970	(8,123)	8,074
Fund balances (deficit) at beginning of year	<u>6,219,789</u>	<u>602,912</u>	<u>9,407</u>	<u>25,637</u>
Fund balances (deficit) at end of year	<u><u>\$ 7,060,339</u></u>	<u><u>\$ 626,882</u></u>	<u><u>\$ 1,284</u></u>	<u><u>\$ 33,711</u></u>

State Highway Fund	County Motor Vehicle Permissive Tax Fund	City Motor Vehicle Permissive Tax Fund	Community Development Block Grant Fund	Local Street Operating Fund	Byrne Memorial Grant Fund
\$ -	\$ -	\$ -	\$ -	\$ 2,241,394	\$ -
-	-	-	-	756	-
-	-	-	-	-	-
159,414	92,987	256,952	-	-	-
3,547	-	-	-	-	-
2,594	-	-	-	51	1
-	-	-	-	-	-
-	-	-	-	40,056	-
165,555	92,987	256,952	-	2,282,257	1
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
33,449	-	-	-	1,859,574	-
-	-	-	-	145,046	-
33,449	-	-	-	2,004,620	-
132,106	92,987	256,952	-	277,637	1
(288,218)	(79,000)	(195,000)	-	(8,730)	-
(156,112)	13,987	61,952	-	268,907	1
281,826	130,125	304,655	(16,999)	3,010,925	34
\$ 125,714	\$ 144,112	\$ 366,607	\$ (16,999)	\$ 3,279,832	\$ 35

(Continued)

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2019

	Miami County West TIF Fund	Montgomery County South TIF Fund	Miami County North Firehouse TIF Fund	Law Enforcement Assistance Fund	Federal Emergency Management Assistance Fund
Revenues:					
Municipal income tax	\$ -	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-	-
Fines, licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	17,245
Special assessments	-	-	-	-	-
Interest	-	-	-	-	-
Payments in lieu of taxes	139,210	155,895	61,156	-	-
Other	-	-	-	-	-
Total revenue	<u>139,210</u>	<u>155,895</u>	<u>61,156</u>	<u>-</u>	<u>17,245</u>
Expenditures:					
Current:					
General government	1,868	31,205	821	-	-
Security of persons and property					
Police	-	-	-	7,253	-
Other	-	-	-	-	-
Transportation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>1,868</u>	<u>31,205</u>	<u>821</u>	<u>7,253</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>137,342</u>	<u>124,690</u>	<u>60,335</u>	<u>(7,253)</u>	<u>17,245</u>
Other financing uses:					
Transfers - out	<u>(70,000)</u>	<u>(464,950)</u>	<u>(60,000)</u>	<u>-</u>	<u>(17,245)</u>
Net change in fund balance	67,342	(340,260)	335	(7,253)	-
Fund balances (deficit) at beginning of year	<u>70,491</u>	<u>452,975</u>	<u>66,381</u>	<u>8,523</u>	<u>-</u>
Fund balances (deficit) at end of year	<u>\$ 137,833</u>	<u>\$ 112,715</u>	<u>\$ 66,716</u>	<u>\$ 1,270</u>	<u>\$ -</u>

Total
Nonmajor
Special Revenue
Funds

\$	2,241,394
	756
	15,829
	2,492,700
	336,348
	31,909
	356,261
	51,618
	<hr/>
	5,526,815
	<hr/>

33,894

	18,657
	306,216
	2,792,277
	264,258
	<hr/>
	3,415,302
	<hr/>
	2,111,513
	<hr/>

(1,338,143)

773,370

	11,166,681
	<hr/>
\$	11,940,051
	<hr/>

City of Huber Heights, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2019

	Transformative Economic Development Fund	Issue II Fund	Economic Development Government Equity Improvement Fund	Fire Capital Equipment Fund	Local Street Capital Improvement Fund
Assets:					
Equity in pooled cash and investments	\$ 1,265,043	\$ 12,514	\$ -	\$ 1,084,548	\$ 2,012,481
Income tax	-	-	-	64,061	284,741
Due from other governments	-	-	-	3,448	-
Assets held for resale	3,685,198	-	-	-	-
Total assets	<u>\$ 4,950,241</u>	<u>\$ 12,514</u>	<u>\$ -</u>	<u>\$ 1,152,057</u>	<u>\$ 2,297,222</u>
Liabilities, deferred inflows of resources and fund balances:					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 30,100	\$ 1,862
Interfund payable	3,750,000	-	51,250	-	-
Income tax refunds payable	-	-	-	11,830	52,576
Total liabilities	<u>3,750,000</u>	<u>-</u>	<u>51,250</u>	<u>41,930</u>	<u>54,438</u>
Deferred inflows of resources:					
Unavailable revenue - other	<u>-</u>	<u>-</u>	<u>-</u>	<u>34,182</u>	<u>136,618</u>
Fund balances:					
Nonspendable:					
Assets held for resale	3,685,198	-	-	-	-
Restricted	-	12,514	-	1,075,945	2,106,166
Unassigned (deficit)	(2,484,957)	-	(51,250)	-	-
Total fund balances	<u>1,200,241</u>	<u>12,514</u>	<u>(51,250)</u>	<u>1,075,945</u>	<u>2,106,166</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,950,241</u>	<u>\$ 12,514</u>	<u>\$ -</u>	<u>\$ 1,152,057</u>	<u>\$ 2,297,222</u>

Federal Equity Sharing Fund	Assistance to Firefighters Grant Fund	Energy Conservation Grant Fund	Carriage Trails Infrastructure Fund	Total Nonmajor Capital Projects Funds
\$ 105,952	\$ -	\$ 1,786	\$ 1,172,129	\$ 5,654,453
-	-	-	-	348,802
17,509	-	-	-	20,957
-	-	-	-	3,685,198
<u>\$ 123,461</u>	<u>\$ -</u>	<u>\$ 1,786</u>	<u>\$ 1,172,129</u>	<u>\$ 9,709,410</u>
\$ -	\$ -	\$ -	\$ 225,308	\$ 257,270
-	-	-	1,341,856	5,143,106
-	-	-	-	64,406
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,567,164</u>	<u>5,464,782</u>
<u>15,948</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>186,748</u>
-	-	-	-	3,685,198
107,513	-	1,786	-	3,303,924
-	-	-	(395,035)	(2,931,242)
<u>107,513</u>	<u>-</u>	<u>1,786</u>	<u>(395,035)</u>	<u>4,057,880</u>
<u>\$ 123,461</u>	<u>\$ -</u>	<u>\$ 1,786</u>	<u>\$ 1,172,129</u>	<u>\$ 9,709,410</u>

City of Huber Heights, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2019

	Transformative Economic Development Fund	Issue II Fund	Economic Development Government Equity Improvement Fund	Fire Capital Equipment Fund	Local Street Capital Improvement Fund
Revenues:					
Municipal income tax	\$ -	\$ -	\$ -	\$ 405,992	\$ 1,793,155
Fines, licenses and permits	-	-	-	-	-
Intergovernmental	-	-	153,750	-	70,000
Interest	-	-	-	9	41
Other	-	-	-	-	4,507
Total revenue	-	-	153,750	406,001	1,867,703
Expenditures:					
Current:					
General government	-	-	-	3,111	13,917
Security of persons and property					
Police	-	-	-	-	-
Fire	-	-	-	17,455	-
Community environment	82,697	-	75,000	-	-
Transportation	-	-	-	-	30,406
Capital outlay	72,388	-	-	62,695	1,499,387
Debt service:					
Principal retirement	-	-	-	279,961	-
Interest and fiscal charges	-	-	-	67,789	-
Total expenditures	155,085	-	75,000	431,011	1,543,710
Excess of revenues over (under) expenditures	(155,085)	-	78,750	(25,010)	323,993
Other financing sources (uses):					
Issuance of loans	-	-	-	-	-
Sale of capital assets	89,383	-	-	-	-
Transfers - in	1,265,943	-	-	60,000	-
Total other financing sources (uses)	1,355,326	-	-	60,000	-
Net change in fund balance	1,200,241	-	78,750	34,990	323,993
Fund balances (deficit) at beginning of year	-	12,514	(130,000)	1,040,955	1,782,173
Fund balances (deficit) at end of year	\$ 1,200,241	\$ 12,514	\$ (51,250)	\$ 1,075,945	\$ 2,106,166

Federal Equity Sharing Fund	Assistance to Firefighters Grant Fund	Energy Conservation Grant Fund	Carriage Trails Infrastructure Fund	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ -	\$ 2,199,147
75,149	-	-	-	75,149
-	216,846	-	-	440,596
1,734	-	39	22	1,845
-	-	-	-	4,507
76,883	216,846	39	22	2,721,244
-	-	-	-	17,028
1,831	-	-	-	1,831
-	238,530	-	-	255,985
-	-	-	-	157,697
-	-	-	-	30,406
-	-	-	1,620,457	3,254,927
-	-	-	-	279,961
-	-	-	-	67,789
1,831	238,530	-	1,620,457	4,065,624
75,052	(21,684)	39	(1,620,435)	(1,344,380)
-	-	-	1,039,144	1,039,144
-	-	-	-	89,383
-	-	-	-	1,325,943
-	-	-	1,039,144	2,454,470
75,052	(21,684)	39	(581,291)	1,110,090
32,461	21,684	1,747	186,256	2,947,790
\$ 107,513	\$ -	\$ 1,786	\$ (395,035)	\$ 4,057,880

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

MAJOR GENERAL FUND

The general fund is the operating fund of the City and is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City and the general laws of Ohio.

Funds being reported as part of the general fund

The following fund is legally budgeted as a separate special revenue fund but is being reported as part of the general fund for GAAP reporting purposes.

Park and Recreation

To account for fees and other charges paid by the participants of recreation programs to cover the cost of the various programs.

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 6,635,572	\$ 6,635,572	\$ 7,178,812	\$ 543,240
Property and other taxes	1,122,319	1,138,374	1,081,707	(56,667)
Charges for services	1,794,835	1,796,155	1,807,338	11,183
Fines, licenses and permits	627,700	629,537	620,225	(9,312)
Intergovernmental	744,068	812,263	809,250	(3,013)
Interest	490,000	490,000	711,702	221,702
Payments in lieu of taxes	-	51,618	51,617	(1)
Rentals	116,700	116,700	76,087	(40,613)
Other	177,500	423,425	418,738	(4,687)
Total revenues	11,708,694	12,093,644	12,755,476	661,832
<u>Expenditures:</u>				
Current:				
General government				
Mayor				
Personal services	9,288	9,288	9,013	275
Operations and maintenance	10,475	10,425	773	9,652
Materials and supplies	2,000	2,000	1,948	52
Capital outlay	1,000	1,000	1,000	-
Other	7,675	10,675	10,647	28
Total mayor	30,438	33,388	23,381	10,007
Council				
Personal services	233,686	233,686	217,265	16,421
Operations and maintenance	74,002	66,298	53,027	13,271
Materials and supplies	7,534	9,834	8,898	936
Capital outlay	12,599	14,999	13,458	1,541
Other	18,598	21,602	21,350	252
Total council	346,419	346,419	313,998	32,421
Central services				
Operations and maintenance	291,426	312,283	213,614	98,669
Materials and supplies	27,538	27,175	13,164	14,011
Capital outlay	105	10,539	9,598	941
Other	351,116	490,478	239,777	250,701
Total central services	670,185	840,475	476,153	364,322
Management				
Personal services	152,376	152,376	144,908	7,468
Operations and maintenance	21,780	21,780	18,301	3,479
Materials and supplies	500	500	100	400
Capital outlay	-	1,000	1,000	-
Other	4,500	3,500	471	3,029
Total management	179,156	179,156	164,780	14,376
				(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2019
(Continued)

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Finance and accounting				
Personal services	288,414	288,414	277,338	11,076
Operations and maintenance	185,399	196,349	164,298	32,051
Materials and supplies	24,159	24,074	13,211	10,863
Capital outlay	36,399	36,399	33,020	3,379
Other	296,308	497,374	360,717	136,657
Total finance and accounting	830,679	1,042,610	848,584	194,026
Taxation				
Personal services	541,607	541,607	486,863	54,744
Operations and maintenance	170,233	158,038	124,254	33,784
Materials and supplies	42,011	60,431	43,561	16,870
Capital outlay	18,500	19,600	18,122	1,478
Other	2,125	1,000	-	1,000
Total taxation	774,476	780,676	672,800	107,876
Legal				
Operations and maintenance	378,190	428,190	344,020	84,170
Information services				
Personal services	141,951	141,951	130,225	11,726
Operations and maintenance	99,533	84,600	67,586	17,014
Materials and supplies	15,113	19,546	16,788	2,758
Capital outlay	171,486	910,586	844,773	65,813
Other	34	34	-	34
Total information services	428,117	1,156,717	1,059,372	97,345
Human resources				
Personal services	175,297	188,597	179,938	8,659
Operations and maintenance	315,041	330,241	312,468	17,773
Materials and supplies	1,617	2,417	1,238	1,179
Other	5,189	6,189	5,338	851
Total human resources	497,144	527,444	498,982	28,462
Buildings and grounds maintenance				
Operations and maintenance	-	11,010	6,306	4,704
Total buildings and grounds maintenance	-	11,010	6,306	4,704
Court facility				
Personal services	38,155	38,155	36,933	1,222
Operations and maintenance	47,981	46,981	37,570	9,411
Materials and supplies	10,468	11,468	9,788	1,680
Capital outlay	200,000	170,000	59,000	111,000
Other	1	1	1	-
Total court facility	296,605	266,605	143,292	123,313
Total general government	4,431,409	5,612,690	4,551,668	1,061,022

(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2019
(Continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Security of persons and property				
Police				
Dispatch				
Personal services	1,240,641	1,240,641	1,165,589	75,052
Operations and maintenance	91,731	92,176	87,333	4,843
Materials and supplies	13,735	13,289	8,261	5,028
Other	1,436	1,436	1,400	36
Total police	1,347,543	1,347,542	1,262,583	84,959
Other				
General lighting				
Operations and maintenance	52,253	52,253	44,852	7,401
Total security of persons and property	1,399,796	1,399,795	1,307,435	92,360
Community environment				
Planning and zoning				
Personal services	208,591	208,591	179,959	28,632
Operations and maintenance	203,676	197,601	117,542	80,059
Materials and supplies	3,386	4,886	1,307	3,579
Capital outlay	-	4,646	4,646	-
Other	400	329	40	289
Total planning and zoning	416,053	416,053	303,494	112,559
Community services				
Materials and supplies	24,215	29,215	25,942	3,273
Total community services	24,215	29,215	25,942	3,273

(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2019
(Continued)

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Economic development				
Personal services	341,462	353,942	322,862	31,080
Operations and maintenance	64,005	61,805	45,618	16,187
Materials and supplies	16,853	16,053	13,324	2,729
Capital outlay	2,100	27,100	26,387	713
Other	800	800	379	421
Total economic development	425,220	459,700	408,570	51,130
Total community environment	865,488	904,968	738,006	166,962
Total expenditures	6,696,693	7,917,453	6,597,109	1,320,344
Excess of revenues over expenditures	5,012,001	4,176,191	6,158,367	1,982,176
Other financing sources (uses):				
Sale of capital assets	25,000	25,000	14,754	(10,246)
Advances - in	80,000	153,750	153,750	-
Transfers - in	60,000	60,000	-	(60,000)
Transfers - out	(6,048,634)	(7,314,577)	(6,111,533)	1,203,044
Total other financing sources (uses)	(5,883,634)	(7,075,827)	(5,943,029)	1,132,798
Net change in fund balance	(871,633)	(2,899,636)	215,338	3,114,974
Fund balance at beginning of year	8,301,119	8,301,119	8,301,119	-
Prior year encumbrances appropriated	807,629	807,629	807,629	-
Fund balance at end of year	<u>\$ 8,237,115</u>	<u>\$ 6,209,112</u>	<u>\$ 9,324,086</u>	<u>\$ 3,114,974</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Parks and Recreation Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ 24,974	\$ 24,974	\$ -
Rentals	12,500	12,500	2,400	(10,100)
Other	643,150	1,429,478	1,431,065	1,587
Total revenues	655,650	1,466,952	1,458,439	(8,513)
<u>Expenditures:</u>				
Current:				
Leisure time activities				
Tom Cloud park				
Operations and maintenance	3,360	3,360	-	3,360
Senior citizens center				
Personal services	27,121	27,121	25,637	1,484
Operations and maintenance	31,841	40,841	31,922	8,919
Materials and supplies	4,229	5,229	4,424	805
Total senior citizens center	63,191	73,191	61,983	11,208
Parks and recreation				
Personal services	224,130	224,130	192,677	31,453
Operations and maintenance	525,980	563,659	504,835	58,824
Materials and supplies	19,014	41,072	38,704	2,368
Capital outlay	437,406	400,669	373,340	27,329
Other	600	600	-	600
Total parks and recreation	1,207,130	1,230,130	1,109,556	120,574
Recreation facility				
Operations and maintenance	118,640	118,640	97,406	21,234
Capital outlay		63,700	53,186	10,514
Other	25,000	71,240	65,150	6,090
Total recreation facility	143,640	253,580	215,742	37,838
Music center				
Personal services	36,092	36,092	4,322	31,770
Operations and maintenance	407,093	397,093	312,187	84,906
Materials and supplies	61,375	61,375	110	61,265
Capital outlay	-	10,000	-	10,000
Other	20,500	20,500	22	20,478
Total music center	525,060	525,060	316,641	208,419
Total expenditures	1,942,381	2,085,321	1,703,922	381,399
Excess of revenues under expenditures	(1,286,731)	(618,369)	(245,483)	372,886

(Continued)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Parks and Recreation Fund
For the Year Ended December 31, 2019
(Continued)

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Other financing sources:				
Transfers - in	<u>790,989</u>	<u>790,989</u>	<u>500,000</u>	<u>(290,989)</u>
Net change in fund balance	(495,742)	172,620	254,517	81,897
Fund balance at beginning of year	742,421	742,421	742,421	-
Prior year encumbrances appropriated	<u>406,042</u>	<u>406,042</u>	<u>406,042</u>	<u>-</u>
Fund balance at end of year	<u>\$ 652,721</u>	<u>\$ 1,321,083</u>	<u>\$ 1,402,980</u>	<u>\$ 81,897</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Municipal income tax	\$ 5,625,147	\$ 5,625,147	\$ 6,084,083	\$ 458,936
Property and other taxes	1,187,888	1,197,490	1,064,502	(132,988)
Intergovernmental	146,000	146,000	143,349	(2,651)
Interest	-	-	141	141
Other	99,000	228,500	215,999	(12,501)
Total revenues	7,058,035	7,197,137	7,508,074	310,937
Expenditures:				
Current:				
Security of persons and property				
Police				
Personal services	7,642,760	7,642,760	7,249,680	393,080
Operations and maintenance	396,112	408,254	354,141	54,113
Material and supplies	394,472	383,131	335,194	47,937
Capital outlay	240,367	394,566	384,091	10,475
Other	12,167	12,167	10,161	2,006
Total police	8,685,878	8,840,878	8,333,267	507,611
Debt service:				
Principal retirement	32,705	32,705	32,701	4
Interest and fiscal charges	4,580	4,580	4,577	3
Total debt service	37,285	37,285	37,278	7
Total expenditures	8,723,163	8,878,163	8,370,545	507,618
Excess of revenues under expenditures	(1,665,128)	(1,681,026)	(862,471)	818,555
Other financing sources (uses):				
Transfers - in	854,785	854,785	500,000	(354,785)
Transfers - out	(34,920)	(34,920)	(34,920)	-
Total other financing sources (uses)	819,865	819,865	465,080	(354,785)
Net change in fund balance	(845,263)	(861,161)	(397,391)	463,770
Fund balance at beginning of year	650,034	650,034	650,034	-
Prior year encumbrances appropriated	350,977	350,977	350,977	-
Fund balance at end of year	\$ 155,748	\$ 139,850	\$ 603,620	\$ 463,770

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 2,129,812	\$ 2,129,812	\$ 2,301,837	\$ 172,025
Property and other taxes	1,004,242	1,012,065	901,077	(110,988)
Intergovernmental	123,000	123,000	120,597	(2,403)
Interest	-	-	54	54
Rentals	1,644	1,644	1,644	-
Other	61,600	63,350	74,650	11,300
Total revenues	3,320,298	3,329,871	3,399,859	69,988
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Fire				
Personal services	7,470,899	7,470,898	7,105,754	365,144
Operations and maintenance	576,542	579,642	497,567	82,075
Material and supplies	251,561	248,961	204,002	44,959
Capital outlay	63,030	67,230	65,850	1,380
Other	24,379	27,929	20,142	7,787
Total expenditures	8,386,411	8,394,660	7,893,315	501,345
Excess of revenues under expenditures	(5,066,113)	(5,064,789)	(4,493,456)	571,333
Other financing sources (uses):				
Sale of capital assets	1,000	1,000	-	(1,000)
Transfers - in	4,357,270	4,374,515	3,817,245	(557,270)
Transfers - out	(7,760)	(7,760)	(7,760)	-
Total other financing sources (uses)	4,350,510	4,367,755	3,809,485	(558,270)
Net change in fund balance	(715,603)	(697,034)	(683,971)	13,063
Fund balance at beginning of year	590,482	590,482	590,482	-
Prior year encumbrances appropriated	395,721	395,721	395,721	-
Fund balance at end of year	\$ 270,600	\$ 289,169	\$ 302,232	\$ 13,063

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Montgomery County TIF Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ 151	\$ 151
Payments in lieu of taxes	1,428,294	1,845,413	1,845,413	-
Total revenues	1,428,294	1,845,413	1,845,564	151
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	61,156	61,156	24,174	36,982
Other	1,257,894	1,257,894	899,999	357,895
Total general government	1,319,050	1,319,050	924,173	394,877
Excess of revenues over expenditures	109,244	526,363	921,391	395,028
Other financing sources (uses):				
Advances - in	145,450	145,450	145,450	-
Transfers - out	(557,905)	(566,905)	(566,905)	-
Total other financing sources (uses)	(412,455)	(421,455)	(421,455)	-
Net change in fund balance	(303,211)	104,908	499,936	395,028
Fund balance at beginning of year	4,600,709	4,600,709	4,600,709	-
Prior year encumbrances appropriated	359,050	359,050	359,050	-
Fund balance at end of year	\$ 4,656,548	\$ 5,064,667	\$ 5,459,695	\$ 395,028

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miami County TIF Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 132,290	\$ 132,290	\$ 120,188	\$ (12,102)
Payments in lieu of taxes	1,153,506	1,074,344	1,069,344	(5,000)
Total revenues	1,285,796	1,206,634	1,189,532	(17,102)
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	25,000	25,000	16,361	8,639
Excess of revenues over expenditures	1,260,796	1,181,634	1,173,171	(8,463)
Other financing uses:				
Transfers - out	(1,862,195)	(1,862,195)	(1,862,195)	-
Net change in fund balance	(601,399)	(680,561)	(689,024)	(8,463)
Fund balance at beginning of year	1,324,166	1,324,166	1,324,166	-
Fund balance at end of year	\$ 722,767	\$ 643,605	\$ 635,142	\$ (8,463)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Special assessments	\$ 714,639	\$ 757,437	\$ 757,437	\$ -
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	70,000	70,000	36,486	33,514
Debt service:				
Principal retirement	850,000	850,000	850,000	-
Interest and fiscal charges	422,200	422,200	422,078	122
Total debt service	1,272,200	1,272,200	1,272,078	122
Total expenditures	1,342,200	1,342,200	1,308,564	33,636
Excess of revenues under expenditures	(627,561)	(584,763)	(551,127)	33,636
Other financing sources:				
Advances - in	318,000	318,000	318,000	-
Transfers - in	295,200	295,200	295,200	-
Total other financing sources	613,200	613,200	613,200	-
Net change in fund balance	(14,361)	28,437	62,073	33,636
Fund balance at beginning of year	387,205	387,205	387,205	-
Fund balance at end of year	\$ 372,844	\$ 415,642	\$ 449,278	\$ 33,636

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvement Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 889,172	\$ 952,226	\$ 852,072	\$ (100,154)
Special assessments	140,176	140,176	129,328	(10,848)
Other	75,000	75,000	75,539	539
Total revenues	<u>1,104,348</u>	<u>1,167,402</u>	<u>1,056,939</u>	<u>(110,463)</u>
<u>Expenditures:</u>				
Current:				
General government				
Personal services	<u>38,682</u>	<u>38,782</u>	<u>36,672</u>	<u>2,110</u>
Security of persons and property				
Police				
Personal services	<u>108,690</u>	<u>108,690</u>	<u>100,862</u>	<u>7,828</u>
Capital outlay	<u>2,883,850</u>	<u>3,123,069</u>	<u>2,522,881</u>	<u>600,188</u>
Debt service:				
Principal retirement	451,500	451,500	451,445	55
Interest and fiscal charges	<u>372,355</u>	<u>372,355</u>	<u>372,261</u>	<u>94</u>
Total debt service	<u>823,855</u>	<u>823,855</u>	<u>823,706</u>	<u>149</u>
Total expenditures	<u>3,855,077</u>	<u>4,094,396</u>	<u>3,484,121</u>	<u>610,275</u>
Excess of revenues under expenditures	<u>(2,750,729)</u>	<u>(2,926,994)</u>	<u>(2,427,182)</u>	<u>499,812</u>
Other financing sources:				
Transfers - in	<u>1,510,510</u>	<u>1,685,728</u>	<u>1,610,728</u>	<u>(75,000)</u>
Net change in fund balance	(1,240,219)	(1,241,266)	(816,454)	424,812
Fund balance at beginning of year	3,275,386	3,275,386	3,275,386	-
Prior year encumbrances appropriated	<u>620,375</u>	<u>620,375</u>	<u>620,375</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,655,542</u>	<u>\$ 2,654,495</u>	<u>\$ 3,079,307</u>	<u>\$ 424,812</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Maintenance and Repair Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 1,621,000	\$ 1,796,000	\$ 1,895,388	\$ 99,388
Special assessments	3,624	3,624	2,762	(862)
Interest	22,200	22,200	28,996	6,796
Other	8,050	8,050	9,967	1,917
Total revenues	<u>1,654,874</u>	<u>1,829,874</u>	<u>1,937,113</u>	<u>107,239</u>
<u>Expenditures:</u>				
Current:				
Transportation				
Personal services	604,049	604,049	571,333	32,716
Operations and maintenance	336,375	378,381	304,586	73,795
Materials and supplies	209,861	210,380	176,427	33,953
Capital outlay	310,000	267,561	247,360	20,201
Other	191	105	105	-
Total expenditures	<u>1,460,476</u>	<u>1,460,476</u>	<u>1,299,811</u>	<u>160,665</u>
Excess of revenues over expenditures	<u>194,398</u>	<u>369,398</u>	<u>637,302</u>	<u>267,904</u>
Other financing sources (uses):				
Advances - in	-	1,101,000	1,039,144	(61,856)
Advances - out	(189,750)	(2,570,750)	(2,570,750)	-
Transfers - out	(155,000)	(230,000)	(155,000)	75,000
Total other financing sources (uses)	<u>(344,750)</u>	<u>(1,699,750)</u>	<u>(1,686,606)</u>	<u>13,144</u>
Net change in fund balance	(150,352)	(1,330,352)	(1,049,304)	281,048
Fund balance at beginning of year	2,208,365	2,208,365	2,208,365	-
Prior year encumbrances appropriated	<u>124,842</u>	<u>124,842</u>	<u>124,842</u>	<u>-</u>
Fund balance at end of year	<u>\$ 2,182,855</u>	<u>\$ 1,002,855</u>	<u>\$ 1,283,903</u>	<u>\$ 281,048</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Lighting Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Special assessments	\$ 330,000	\$ 330,000	\$ 330,039	\$ 39
Other	108	108	147	39
Total revenues	330,108	330,108	330,186	78
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Other				
Personal services	19,713	20,313	18,408	1,905
Operations and maintenance	353,642	353,642	335,894	17,748
Capital outlay	14,510	14,510	14,510	-
Total expenditures	387,865	388,465	368,812	19,653
Net change in fund balance	(57,757)	(58,357)	(38,626)	19,731
Fund balance at beginning of year	607,830	607,830	607,830	-
Prior year encumbrances appropriated	51,066	51,066	51,066	-
Fund balance at end of year	<u>\$ 601,139</u>	<u>\$ 600,539</u>	<u>\$ 620,270</u>	<u>\$ 19,731</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Law Enforcement Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 1,000	\$ 1,000	\$ 1,109	\$ 109
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police				
Capital outlay	9,231	9,407	9,232	175
Net change in fund balance	(8,231)	(8,407)	(8,123)	284
Fund balance at beginning of year	9,407	9,407	9,407	-
Fund balance at end of year	<u>\$ 1,176</u>	<u>\$ 1,000</u>	<u>\$ 1,284</u>	<u>\$ 284</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 2,500	\$ 17,919	\$ 18,391	\$ 472
Other	1,100	1,100	385	(715)
Total revenues	<u>3,600</u>	<u>19,019</u>	<u>18,776</u>	<u>(243)</u>
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police				
Operations and maintenance	8,681	8,681	7,000	1,681
Materials and supplies	21,818	6,524	1,356	5,168
Capital outlay	9,644	16,170	15,501	669
Total expenditures	<u>40,143</u>	<u>31,375</u>	<u>23,857</u>	<u>7,518</u>
Excess of revenues under expenditures	<u>(36,543)</u>	<u>(12,356)</u>	<u>(5,081)</u>	<u>7,275</u>
Other financing sources:				
Sale of capital assets	<u>2,000</u>	<u>2,000</u>	<u>1,182</u>	<u>(818)</u>
Net change in fund balance	(34,543)	(10,356)	(3,899)	6,457
Fund balance at beginning of year	16,692	16,692	16,692	-
Prior year encumbrances appropriated	<u>14,684</u>	<u>14,684</u>	<u>14,684</u>	<u>-</u>
Fund balance at end of year	<u>\$ (3,167)</u>	<u>\$ 21,020</u>	<u>\$ 27,477</u>	<u>\$ 6,457</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 129,000	\$ 147,000	\$ 153,680	\$ 6,680
Special assessments	3,540	3,540	3,547	7
Interest	2,400	2,400	2,797	397
Total revenues	134,940	152,940	160,024	7,084
<u>Expenditures:</u>				
Current:				
Transportation				
Operations and maintenance	8,750	12,750	12,588	162
Materials and supplies	33,000	29,000	29,001	(1)
Total expenditures	41,750	41,750	41,589	161
Other financing uses:				
Transfers - out	(188,000)	(288,218)	(288,218)	-
Net change in fund balance	(94,810)	(177,028)	(169,783)	7,245
Fund balance at beginning of year	258,489	258,489	258,489	-
Fund balance at end of year	\$ 163,679	\$ 81,461	\$ 88,706	\$ 7,245

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
County Motor Vehicle Permissive Tax Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 93,000	\$ 93,000	\$ 92,573	\$ (427)
<u>Expenditures:</u>				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	93,000	93,000	92,573	(427)
Other financing uses:				
Transfers - out	(79,000)	(79,000)	(79,000)	-
Net change in fund balance	14,000	14,000	13,573	(427)
Fund balance at beginning of year	123,358	123,358	123,358	-
Fund balance at end of year	\$ 137,358	\$ 137,358	\$ 136,931	\$ (427)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
City Motor Vehicle Permissive Tax Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 260,000	\$ 260,000	\$ 255,091	\$ (4,909)
<u>Expenditures:</u>				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	260,000	260,000	255,091	(4,909)
Other financing uses:				
Transfers - out	(195,000)	(195,000)	(195,000)	-
Net change in fund balance	65,000	65,000	60,091	(4,909)
Fund balance at beginning of year	285,480	285,480	285,480	-
Fund balance at end of year	<u>\$ 350,480</u>	<u>\$ 350,480</u>	<u>\$ 345,571</u>	<u>\$ (4,909)</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Local Street Operating Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Municipal income tax	\$ 2,054,838	\$ 2,054,838	\$ 2,223,323	\$ 168,485
Charges for services	800	800	636	(164)
Interest	-	-	51	51
Other	13,000	13,000	29,745	16,745
Total revenues	2,068,638	2,068,638	2,253,755	185,117
Expenditures:				
Current:				
Transportation				
Personal services	1,678,696	1,678,696	1,579,155	99,541
Operations and maintenance	94,443	95,644	71,594	24,050
Materials and supplies	311,466	310,950	282,349	28,601
Capital outlay	381,066	380,481	361,665	18,816
Other	28,644	28,544	20,400	8,144
Total expenditures	2,494,315	2,494,315	2,315,163	179,152
Excess of revenues under expenditures	(425,677)	(425,677)	(61,408)	364,269
Other financing sources (uses):				
Sale of capital assets	15,000	15,000	10,250	(4,750)
Advances - out	(103,300)	(103,300)	(103,300)	-
Transfers - out	(8,730)	(8,730)	(8,730)	-
Total other financing sources (uses)	(97,030)	(97,030)	(101,780)	(4,750)
Net change in fund balance	(522,707)	(522,707)	(163,188)	359,519
Fund balance at beginning of year	2,249,027	2,249,027	2,249,027	-
Prior year encumbrances appropriated	347,124	347,124	347,124	-
Fund balance at end of year	\$ 2,073,444	\$ 2,073,444	\$ 2,432,963	\$ 359,519

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Byrne Memorial Grant Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Interest	\$ -	\$ -	\$ 1	\$ 1
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police				
Capital outlay	34	34	-	34
Net change in fund balance	(34)	(34)	1	35
Fund balance at beginning of year	34	34	34	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35</u>	<u>\$ 35</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miami County West TIF Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 139,840	\$ 139,840	\$ 139,210	\$ (630)
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	2,000	2,000	1,868	132
Excess of revenues over expenditures	137,840	137,840	137,342	(498)
Other financing uses:				
Transfers - out	(70,000)	(70,000)	(70,000)	-
Net change in fund balance	67,840	67,840	67,342	(498)
Fund balance at beginning of year	70,491	70,491	70,491	-
Fund balance at end of year	\$ 138,331	\$ 138,331	\$ 137,833	\$ (498)

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Montgomery County South TIF Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 155,930	\$ 155,930	\$ 155,895	\$ (35)
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	7,000	7,000	1,921	5,079
Other	32,970	37,470	29,500	7,970
Total expenditures	39,970	44,470	31,421	13,049
Other financing uses:				
Transfers - out	(464,950)	(464,950)	(464,950)	-
Net change in fund balance	(348,990)	(353,490)	(340,476)	13,014
Fund balance at beginning of year	445,005	445,005	445,005	-
Prior year encumbrances appropriated	7,970	7,970	7,970	-
Fund balance at end of year	<u>\$ 103,985</u>	<u>\$ 99,485</u>	<u>\$ 112,499</u>	<u>\$ 13,014</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miami County North Firehouse TIF Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Payments in lieu of taxes	\$ 61,233	\$ 61,233	\$ 61,156	\$ (77)
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	1,000	1,000	821	179
Other financing uses:				
Transfers - out	(60,000)	(60,000)	(60,000)	-
Net change in fund balance	233	233	335	102
Fund balance at beginning of year	66,381	66,381	66,381	-
Fund balance at end of year	\$ 66,614	\$ 66,614	\$ 66,716	\$ 102

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Assistance Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 15,000	\$ 15,000	\$ -	\$ (15,000)
<u>Expenditures:</u>				
Current:				
Security of persons and property				
Police				
Operations and maintenance	8,523	8,523	7,253	1,270
Net change in fund balance	6,477	6,477	(7,253)	(13,730)
Fund balance at beginning of year	6,756	6,756	6,756	-
Prior year encumbrances appropriated	1,767	1,767	1,767	-
Fund balance at end of year	<u>\$ 15,000</u>	<u>\$ 15,000</u>	<u>\$ 1,270</u>	<u>\$ (13,730)</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
FEMA Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ 17,245	\$ 17,245	\$ -
<u>Expenditures:</u>				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	-	17,245	17,245	-
Other financing uses:				
Transfers - out	-	(17,245)	(17,245)	-
Net change in fund balance	-	-	-	-
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Rentals	\$ 135,936	\$ -	\$ -	\$ -
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	1,000	1,000	-	1,000
Debt service:				
Principal retirement	1,325,000	1,325,000	1,325,000	-
Interest and fiscal charges	1,163,700	1,163,700	1,163,615	85
Total debt service	2,488,700	2,488,700	2,488,615	85
Total expenditures	2,489,700	2,489,700	2,488,615	1,085
Excess of revenues under expenditures	(2,353,764)	(2,489,700)	(2,488,615)	1,085
Other financing sources:				
Transfers - in	2,295,195	2,304,195	2,304,195	-
Net change in fund balance	(58,569)	(185,505)	(184,420)	1,085
Fund balance at beginning of year	240,168	240,168	240,168	-
Fund balance at end of year	\$ 181,599	\$ 54,663	\$ 55,748	\$ 1,085

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Transformitive Economic Development Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Total revenues	\$ -	\$ -	\$ -	\$ -
<u>Expenditures:</u>				
Current:				
Community environment				
Operations and maintenance	-	44,637	34,531	10,106
Other	-	745	745	-
Total community environment	-	45,382	35,276	10,106
Capital outlay	-	4,955,562	3,903,007	1,052,555
Debt service:				
Bond issuance costs	-	15,000	10,500	4,500
Total expenditures	-	5,015,944	3,948,783	1,067,161
Excess of revenues under expenditures	-	(5,015,944)	(3,948,783)	1,067,161
Other financing sources:				
Notes issued	-	3,750,000	3,750,000	-
Sale of capital assets	-	189,383	189,383	-
Transfers - in	-	1,265,943	1,265,943	-
Total other financing sources	-	5,205,326	5,205,326	-
Net change in fund balance	-	189,382	1,256,543	1,067,161
Fund balance at beginning of year	-	-	-	-
Fund balance at end of year	\$ -	\$ 189,382	\$ 1,256,543	\$ 1,067,161

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue II Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
<u>Expenditures:</u>				
Capital outlay	1,998	1,998	-	1,998
Excess of revenues under expenditures	(1,998)	(1,998)	-	1,998
Net change in fund balance	(1,998)	(1,998)	-	1,998
Fund balance at beginning of year	10,516	10,516	10,516	-
Prior year encumbrances appropriated	1,999	1,999	1,999	-
Fund balance at end of year	<u>\$ 10,517</u>	<u>\$ 10,517</u>	<u>\$ 12,515</u>	<u>\$ 1,998</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Economic Development Government Equity Improvement Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 80,000	\$ 205,000	\$ 153,750	\$ (51,250)
<u>Expenditures:</u>				
Capital outlay	-	75,000	75,000	-
Excess of revenues over expenditures	80,000	130,000	78,750	(51,250)
Other financing sources (uses):				
Advances - out	(80,000)	(205,000)	(153,750)	51,250
Net change in fund balance	-	(75,000)	(75,000)	-
Fund balance at beginning of year	75,000	75,000	75,000	-
Fund balance at end of year	\$ 75,000	\$ -	\$ -	\$ -

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Capital Equipment Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 371,958	\$ 371,958	\$ 402,740	\$ 30,782
Interest	-	-	9	9
Total revenues	371,958	371,958	402,749	30,791
<u>Expenditures:</u>				
Current:				
General government				
Other	5,158	5,158	3,700	1,458
Security of persons and property				
Fire				
Operations and maintenance	536	536	152	384
Capital outlay	131,194	135,694	134,230	1,464
Debt service:				
Principal retirement	280,000	280,000	279,961	39
Interest and fiscal charges	70,000	70,000	67,789	2,211
Total expenditures	486,888	491,388	485,832	5,556
Excess of revenues under expenditures	(114,930)	(119,430)	(83,083)	36,347
Other financing sources:				
Sale of capital assets	-	4,500	4,500	-
Advances - in	216,846	216,846	216,846	-
Transfers - in	60,000	60,000	60,000	-
Total other financing sources	276,846	281,346	281,346	-
Net change in fund balance	161,916	161,916	198,263	36,347
Fund balance at beginning of year	785,493	785,493	785,493	-
Prior year encumbrances appropriated	57,913	57,913	57,913	-
Fund balance at end of year	\$ 1,005,322	\$ 1,005,322	\$ 1,041,669	\$ 36,347

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Local Street Capital Improvement Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Municipal income tax	\$ 1,643,888	\$ 1,643,888	\$ 1,778,698	\$ 134,810
Intergovernmental	-	70,000	70,000	-
Interest	-	-	41	41
Other	-	-	4,507	4,507
Total revenues	<u>\$ 1,643,888</u>	<u>\$ 1,713,888</u>	<u>\$ 1,853,246</u>	<u>\$ 139,358</u>
<u>Expenditures:</u>				
Current:				
General government				
Operations and maintenance	938	1,108	499	609
Other	23,035	23,035	16,500	6,535
Total general government	<u>23,973</u>	<u>24,143</u>	<u>16,999</u>	<u>7,144</u>
Capital outlay	<u>1,824,429</u>	<u>1,824,429</u>	<u>1,683,646</u>	<u>140,783</u>
Total expenditures	<u>1,848,402</u>	<u>1,848,572</u>	<u>1,700,645</u>	<u>147,927</u>
Excess of revenues over (under) expenditures	<u>(204,514)</u>	<u>(134,684)</u>	<u>152,601</u>	<u>287,285</u>
Net change in fund balance	(204,514)	(134,684)	152,601	287,285
Fund balance at beginning of year	1,553,396	1,553,396	1,553,396	-
Prior year encumbrances appropriated	<u>176,400</u>	<u>176,400</u>	<u>176,400</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,525,282</u>	<u>\$ 1,595,112</u>	<u>\$ 1,882,397</u>	<u>\$ 287,285</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Equity Sharing Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Fines, licenses and permits	\$ 20,000	\$ 69,040	\$ 73,588	4,548
Interest	600	600	1,485	885
Total revenues	<u>20,600</u>	<u>69,640</u>	<u>75,073</u>	<u>5,433</u>
<u>Expenditures:</u>				
Capital outlay	<u>31,718</u>	<u>90,852</u>	<u>9,914</u>	<u>80,938</u>
Net change in fund balance	(11,118)	(21,212)	65,159	86,371
Fund balance at beginning of year	<u>32,400</u>	<u>32,400</u>	<u>32,400</u>	-
Fund balance at end of year	<u>\$ 21,282</u>	<u>\$ 11,188</u>	<u>\$ 97,559</u>	<u>\$ 86,371</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Assistance to Firefighters Grant Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$ 216,846	\$ 216,846	\$ 216,846	\$ -
<u>Expenditures:</u>				
Capital outlay	238,530	238,530	238,530	-
Excess of revenues under expenditures	(21,684)	(21,684)	(21,684)	-
Other financing uses:				
Advances - out	(216,846)	(216,846)	(216,846)	-
Net change in fund balance	(238,530)	(238,530)	(238,530)	-
Fund balance at beginning of year	-	-	-	-
Prior year encumbrances appropriated	238,530	238,530	238,530	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Energy Conservation Grant Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Interest	\$ 20	\$ 20	\$ 37	\$ 17
<u>Expenditures:</u>				
Capital outlay	1,737	1,744	-	1,744
Net change in fund balance	(1,717)	(1,724)	37	1,761
Fund balance at beginning of year	1,744	1,744	1,744	-
Fund balance at end of year	<u>\$ 27</u>	<u>\$ 20</u>	<u>\$ 1,781</u>	<u>\$ 1,761</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Carriage Trails Infrastructure Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<u>Revenues:</u>				
Interest	\$ 10	\$ 10	\$ 21	\$ 11
<u>Expenditures:</u>				
Capital outlay	50,703	2,431,703	2,431,703	-
Other financing sources (uses):				
Loan	-	1,101,000	1,039,144	(61,856)
Advances - in	-	2,381,000	2,381,000	-
Advances - out	-	(1,101,000)	(1,039,144)	61,856
Total other financing sources (uses)	-	2,381,000	2,381,000	-
Net change in fund balance	(50,693)	(50,693)	(50,682)	11
Fund balance at beginning of year	135,553	135,553	135,553	-
Prior year encumbrances appropriated	50,703	50,703	50,703	-
Fund balance at end of year	<u>\$ 135,563</u>	<u>\$ 135,563</u>	<u>\$ 135,574</u>	<u>\$ 11</u>

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Net Position - Budget (Non-GAAP Basis) and Actual
Water Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 5,014,587	\$ 5,119,587	\$ 5,425,582	\$ 305,995
Tap-in fees	150,000	160,500	166,500	6,000
Other	22,115	22,115	29,337	7,222
Total revenues	5,186,702	5,302,202	5,621,419	319,217
Expenses:				
Personal services	562,905	567,904	522,303	45,601
Operations and maintenance	2,599,048	2,607,076	2,450,444	156,632
Materials and supplies	12,277	15,024	10,699	4,325
Capital outlay	16,945,854	16,976,329	15,042,623	1,933,706
Other	272,316	274,466	2,462	272,004
Total expenses	20,392,400	20,440,799	18,028,531	2,412,268
Operating loss	(15,205,698)	(15,138,597)	(12,407,112)	2,731,485
Nonoperating revenues (expenses):				
Interest	98,300	98,300	139,218	40,918
State subsidy	-	415,000	-	(415,000)
Sale of capital assets	-	122,460	122,537	77
Advances - out	(29,500)	(29,500)	(29,500)	-
Principal retirement	(1,312,357)	(1,309,857)	(1,296,068)	13,789
Interest and fiscal charges	(488,793)	(630,574)	(629,542)	1,032
Total nonoperating revenues (expenses)	(1,732,350)	(1,334,171)	(1,693,355)	(359,184)
Loss before transfers	(16,938,048)	(16,472,768)	(14,100,467)	2,372,301
Other financing sources (uses):				
Proceeds of OWDA loans	13,000,000	13,000,000	7,442,653	(5,557,347)
Transfers - in	15,288,898	15,288,898	9,436,787	(5,852,111)
Transfers - out	(15,572,598)	(15,572,598)	(9,685,487)	5,887,111
Total other financing sources (uses)	12,716,300	12,716,300	7,193,953	(5,522,347)
Change in net position	(4,221,748)	(3,756,468)	(6,906,514)	(3,150,046)
Net position at beginning of year	6,239,780	6,239,780	6,239,780	-
Prior year encumbrances appropriated	2,960,792	2,960,792	2,960,792	-
Net position at end of year	\$ 4,978,824	\$ 5,444,104	\$ 2,294,058	\$ (3,150,046)

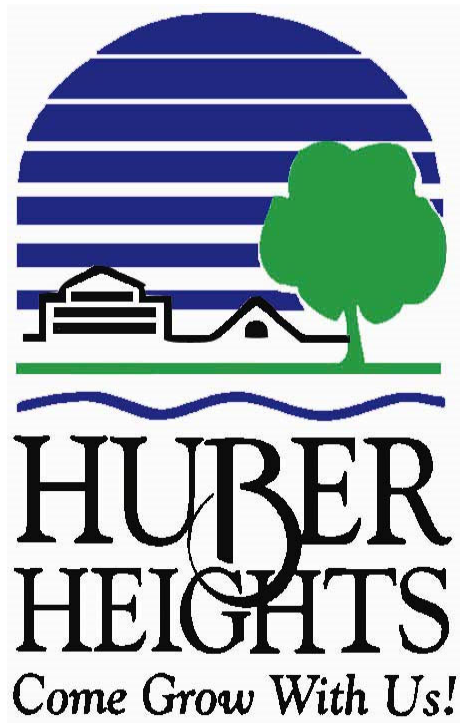
City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Net Position - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 3,950,099	\$ 3,972,449	\$ 4,175,195	\$ 202,746
Tap-in fees	90,000	96,750	100,350	3,600
Other	8,500	33,500	15,651	(17,849)
Total revenues	4,048,599	4,102,699	4,291,196	188,497
Expenses:				
Personal services	537,131	542,131	500,241	41,890
Operations and maintenance	2,435,433	2,406,101	2,286,214	119,887
Materials and supplies	12,059	12,806	9,311	3,495
Capital outlay	1,079,208	1,320,183	1,259,006	61,177
Other	170,288	171,638	1,379	170,259
Total expenses	4,234,119	4,452,859	4,056,151	396,708
Operating income (loss)	(185,520)	(350,160)	235,045	585,205
Nonoperating revenues (expenses):				
Interest	111,300	111,300	179,011	67,711
State subsidy	-	-	440	440
Advances - out	(73,800)	(73,800)	(73,800)	-
Principal retirement	(12,500)	(12,500)	(12,429)	71
Interest and fiscal charges	(5,300)	(5,300)	(5,723)	(423)
Total nonoperating revenues (expenses)	19,700	19,700	87,499	67,799
Income (loss) before transfers	(165,820)	(330,460)	322,544	653,004
Other financing sources (uses):				
Transfers - in	743,000	959,000	959,000	-
Transfers - out	(835,000)	(1,051,000)	(1,026,000)	25,000
Total other financing sources (uses)	(92,000)	(92,000)	(67,000)	25,000
Change in net position	(257,820)	(422,460)	255,544	678,004
Net position at beginning of year	9,031,137	9,031,137	9,031,137	-
Prior year encumbrances appropriated	494,945	494,945	494,945	-
Net position at end of year	\$ 9,268,262	\$ 9,103,622	\$ 9,781,626	\$ 678,004

City of Huber Heights, Ohio
Schedule of Revenues, Expenditures and Changes
In Net Position - Budget (Non-GAAP Basis) and Actual
Stormwater Fund
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Charges for services	\$ 639,099	\$ 639,099	\$ 650,828	\$ 11,729
Other	4,500	4,500	7,750	3,250
Total revenues	643,599	643,599	658,578	14,979
Expenses:				
Personal services	323,072	326,072	306,332	19,740
Operations and maintenance	83,053	86,053	70,496	15,557
Materials and supplies	32,616	29,616	27,957	1,659
Capital outlay	310,291	310,291	191,446	118,845
Other	1	1	1	-
Total expenses	749,033	752,033	596,232	155,801
Operating Income (loss)	(105,434)	(108,434)	62,346	170,780
Nonoperating expenses:				
Advance - out	(44,300)	(44,300)	(44,300)	-
Income (loss) before transfers	(149,734)	(152,734)	18,046	170,780
Other financing uses:				
Transfers - out	(138,955)	(138,955)	(138,955)	-
Change in net position	(288,689)	(291,689)	(120,909)	170,780
Net position at beginning of year	347,773	347,773	347,773	-
Prior year encumbrances appropriated	60,982	60,982	60,982	-
Net position at end of year	\$ 120,066	\$ 117,066	\$ 287,846	\$ 170,780

STATISTICAL SECTION



Statistical Section

This part of the City's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial position has changed over time.	S2 - S10
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the City's ability to generate its most significant local revenue source(s), the property tax (and the income tax).	S11 - S16
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	S17 - S23
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S24 - S26
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	S27 - S30

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

CITY OF HUBER HEIGHTS, OHIO
Net Position by Component
Last Ten Years

	<u>2010</u>	Restated <u>2011</u>	Restated <u>2012</u>	<u>2013</u>	Restated <u>2014 (2)</u>
<u>Governmental Activities</u>					
Net investment in capital assets	\$ 68,594,710	\$ 66,173,495	\$ 65,015,575	\$ 63,563,165	\$ 62,923,181
Restricted for:					
Debt service	16,871,758	16,096,576	10,103,091	11,316,545	11,960,254
Capital improvements	4,198,838	636,146	4,520,793	4,532,691	6,143,751
Transportation	7,713,636	9,353,181	9,659,920	7,750,491	7,865,282
Security of persons and property (2)	3,900,741	1,208,203	-	-	-
Police services	-	-	689,564	883,934	1,301,830
Street lighting	-	-	559,031	559,854	589,754
TIF agreements	-	648,747	2,919,369	3,633,895	4,216,586
Leisure time activities	151,688	-	-	-	-
Other purposes	-	14,497	31,218	26,479	134,592
Unrestricted	12,559,614	15,357,812	7,109,927	8,885,321	(15,277,012)
Total governmental activities net position	<u>\$ 113,990,985</u>	<u>\$ 109,488,657</u>	<u>\$ 100,608,488</u>	<u>\$ 101,152,375</u>	<u>\$ 79,858,218</u>
<u>Business-Type Activities</u>					
Net investment in capital assets	\$ 39,089,126	\$ 41,805,192	\$ 45,437,148	\$ 39,878,712	\$ 47,247,277
Restricted for:					
Revenue bonds improvement and replacement	60,000	60,000	-	-	-
Revenue bonds current debt service	1,140,000	1,140,000	-	-	-
Unrestricted	28,697,934	28,189,775	28,677,180	35,482,735	29,137,793
Total business-type activities net position	<u>\$ 68,987,060</u>	<u>\$ 71,194,967</u>	<u>\$ 74,114,328</u>	<u>\$ 75,361,447</u>	<u>\$ 76,385,070</u>
<u>Total</u>					
Net investment in capital assets	\$ 107,683,836	\$ 107,978,687	\$ 110,452,723	\$ 103,441,877	\$ 110,170,458
Restricted for:					
Debt service	16,871,758	16,096,576	10,103,091	11,316,545	11,960,254
Capital improvements	4,198,838	636,146	4,520,793	4,532,691	6,143,751
Transportation	7,713,636	9,353,181	9,659,920	7,750,491	7,865,282
Security of persons and property (1)	3,900,741	1,208,203	-	-	-
Police services	-	-	689,564	883,934	1,301,830
Street lighting	-	-	559,031	559,854	589,754
TIF agreements	-	648,747	2,919,369	3,633,895	4,216,586
Leisure time activities	151,688	-	-	-	-
Other purposes	-	14,497	31,218	26,479	134,592
Revenue bonds improvement and replacement	60,000	60,000	-	-	-
Revenue bonds current debt service	1,140,000	1,140,000	-	-	-
Unrestricted	41,257,548	43,547,587	35,787,107	44,368,056	13,860,781
Total primary government net position	<u>\$ 182,978,045</u>	<u>\$ 180,683,624</u>	<u>\$ 174,722,816</u>	<u>\$ 176,513,822</u>	<u>\$ 156,243,288</u>

Source: City records

(1) Starting in 2012, security of persons and property is now being reported as police services and fire and EMS services.

(2) The City implemented GASB 68 during 2015 and as a result 2014 was restated.

(3) The City implemented GASB 75 during 2018 and as a result 2017 was restated.

<u>2015</u>	<u>2016</u>	Restated <u>2017 (3)</u>	<u>2018</u>	<u>2019</u>
\$ 67,740,806	\$ 63,559,258	\$ 65,309,895	\$ 66,825,962	\$ 68,577,224
12,705,485	13,598,220	16,027,261	16,628,660	17,557,673
3,126,446	6,752,485	6,155,285	6,497,248	7,030,507
8,732,403	9,621,229	10,144,544	10,730,780	12,039,326
-	-	-	-	-
1,803,233	1,552,369	916,952	1,137,726	1,093,281
607,728	617,135	608,517	602,893	626,727
5,335,324	6,931,387	7,560,514	7,692,428	8,118,926
-	-	-	-	-
740,642	263,327	182,454	60,846	81,211
(15,474,862)	(16,955,128)	(40,436,649)	(42,429,112)	(27,049,608)
<u>\$ 85,317,205</u>	<u>\$ 85,940,282</u>	<u>\$ 66,468,773</u>	<u>\$ 67,747,431</u>	<u>\$ 88,075,267</u>
\$ 49,398,584	\$ 49,607,464	\$ 48,303,861	\$ 47,409,425	\$ 47,016,835
-	-	-	-	-
-	-	-	-	-
30,838,998	30,773,736	31,559,116	32,548,039	32,822,878
<u>\$ 80,237,582</u>	<u>\$ 80,381,200</u>	<u>\$ 79,862,977</u>	<u>\$ 79,957,464</u>	<u>\$ 79,839,713</u>
\$ 117,139,390	\$ 113,166,722	\$ 113,613,756	\$ 114,235,387	\$ 115,594,059
12,705,485	13,598,220	16,027,261	16,628,660	17,557,673
3,126,446	6,752,485	6,155,285	6,497,248	7,030,507
8,732,403	9,621,229	10,144,544	10,730,780	12,039,326
-	-	-	-	-
1,803,233	1,552,369	916,952	1,137,726	1,093,281
607,728	617,135	608,517	602,893	626,727
5,335,324	6,931,387	7,560,514	7,692,428	8,118,926
-	-	-	-	-
740,642	263,327	182,454	60,846	81,211
-	-	-	-	-
-	-	-	-	-
15,364,136	13,818,608	(8,877,533)	(9,881,073)	5,773,270
<u>\$ 165,554,787</u>	<u>\$ 166,321,482</u>	<u>\$ 146,331,750</u>	<u>\$ 147,704,895</u>	<u>\$ 167,914,980</u>

CITY OF HUBER HEIGHTS, OHIO
Changes in Net Position
Last Ten Years

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
Expenses					
Governmental Activities:					
General government	\$ 3,422,259	\$ 3,333,985	\$ 2,941,232	\$ 2,820,024	\$ 3,153,203
Security of persons and property		15,041,541			
Police	6,726,997	-	8,471,690	8,259,426	8,268,633
Fire	6,362,321	-	7,345,036	6,535,933	6,639,198
Other	1,421,356	-	484,726	465,057	502,463
Transportation	7,355,768	7,339,714	6,651,490	6,037,443	6,062,257
Community environment	1,090,885	1,081,722	961,657	810,649	792,847
Leisure time activities	703,096	965,499	951,015	1,137,949	1,321,781
Interest and fiscal charges	1,229,166	1,200,328	1,262,926	1,470,612	1,510,066
Total governmental activities expenses	<u>28,311,848</u>	<u>28,962,789</u>	<u>29,069,772</u>	<u>27,537,093</u>	<u>28,250,448</u>
Business-Type Activities:					
Water	3,968,055	4,054,058	4,495,230	4,817,207	5,679,059
Sewer	3,123,435	2,872,239	3,454,819	3,429,108	3,346,976
Stormwater	498,409	524,050	693,140	653,481	682,606
Total business-type activities	<u>7,589,899</u>	<u>7,450,347</u>	<u>8,643,189</u>	<u>8,899,796</u>	<u>9,708,641</u>
Total primary government expenses	<u>\$ 35,901,747</u>	<u>\$ 36,413,136</u>	<u>\$ 37,712,961</u>	<u>\$ 36,436,889</u>	<u>\$ 37,959,089</u>
Program Revenues					
Governmental Activities:					
Charges for services:					
General government	\$ 392,888	\$ 950,148	\$ 3,664,238	\$ 1,167,973	\$ 960,000
Security of persons and property		1,412,157			
Police	7,751	-	468,185	483,080	493,124
Fire	1,100,635	-	8,037	1,253,057	1,219,907
Other	466,552	-	300,696	8	34
Transportation	107,890	3,587	15,423	71,189	165,608
Community environment	55,793	115,292	-	19,934	1,457
Leisure time activities	35,365	10,131	188,597	67,732	64,024
Operating grants, contributions and interest	2,180,126	2,731,871	3,170,679	3,839,307	3,318,687
Capital grants and contributions	1,631,697	1,134,284	2,255,697	2,107,516	1,890,718
Total governmental activities					
program revenues	<u>5,978,697</u>	<u>6,357,470</u>	<u>10,071,552</u>	<u>9,009,796</u>	<u>8,113,559</u>
Business-Type Activities:					
Charges for services:					
Water	4,640,142	4,460,189	4,570,527	4,566,222	4,451,297
Sewer	3,953,453	3,842,813	3,893,214	3,445,303	4,645,030
Stormwater	573,921	564,293	601,860	604,740	584,405
Operating grants, contributions and interest	-	-	-	-	-
Capital grants and contributions	505,918	480,183	173,387	563,390	-
Total business-type activities					
program revenues	<u>9,673,434</u>	<u>9,347,478</u>	<u>9,238,988</u>	<u>9,179,655</u>	<u>9,680,732</u>
Total primary government program revenues	<u>\$ 15,652,131</u>	<u>\$ 15,704,948</u>	<u>\$ 19,310,540</u>	<u>\$ 18,189,451</u>	<u>\$ 17,794,291</u>
Net (expense)/revenue					
Governmental activities	\$ (22,333,151)	\$ (22,605,319)	\$ (18,998,220)	\$ (18,527,297)	\$ (20,136,889)
Business-type activities	2,083,535	1,897,131	595,799	279,859	(27,909)
Total primary government net expense	<u>\$ (20,249,616)</u>	<u>\$ (20,708,188)</u>	<u>\$ (18,402,421)</u>	<u>\$ (18,247,438)</u>	<u>\$ (20,164,798)</u>

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 3,367,137	\$ 3,416,688	\$ 4,278,230	\$ 4,304,433	\$ 4,723,509
8,389,044	9,692,646	9,478,710	10,857,439	2,948,942
6,940,470	8,387,620	8,138,905	9,597,704	135,393
659,678	448,031	485,687	461,274	435,261
5,906,822	6,370,258	6,486,170	6,757,216	7,104,082
850,752	743,955	786,921	740,663	1,091,489
1,707,370	1,730,954	1,879,776	1,850,388	2,258,462
1,528,215	1,615,935	2,460,582	1,934,167	1,843,941
<u>29,349,488</u>	<u>32,406,087</u>	<u>33,994,981</u>	<u>36,503,284</u>	<u>20,541,079</u>
4,820,563	4,701,345	4,702,738	4,939,814	5,470,912
3,663,516	3,646,817	3,755,520	3,438,080	4,139,910
832,930	781,827	875,702	1,025,343	922,548
<u>9,317,009</u>	<u>9,129,989</u>	<u>9,333,960</u>	<u>9,403,237</u>	<u>10,533,370</u>
<u>\$ 38,666,497</u>	<u>\$ 41,536,076</u>	<u>\$ 43,328,941</u>	<u>\$ 45,906,521</u>	<u>\$ 31,074,449</u>
\$ 1,019,598	\$ 1,247,017	\$ 1,308,900	\$ 1,247,927	\$ 1,235,019
431,309	420,699	515,413	571,278	651,619
1,273,486	1,280,830	1,336,992	1,242,792	1,497,772
29	26	125	143	147
133,820	124,413	96,170	78,829	107,317
180	850	69,092	9,899	13,957
302,230	662,054	982,628	1,034,344	1,493,619
3,428,983	3,042,096	2,863,635	3,175,599	4,053,261
5,549,166	2,426,330	3,538,852	2,451,602	2,522,104
<u>12,138,801</u>	<u>9,204,315</u>	<u>10,711,807</u>	<u>9,812,413</u>	<u>11,574,815</u>
4,570,896	4,649,197	4,754,517	4,789,929	5,659,197
3,907,790	3,947,131	4,039,840	4,076,128	4,230,101
579,259	583,523	681,735	649,658	656,752
-	782	485	456	424
4,112,163	-	-	103,136	-
<u>13,170,108</u>	<u>9,180,633</u>	<u>9,476,577</u>	<u>9,619,307</u>	<u>10,546,474</u>
<u>\$ 25,308,909</u>	<u>\$ 18,384,948</u>	<u>\$ 20,188,384</u>	<u>\$ 19,431,720</u>	<u>\$ 22,121,289</u>
\$ (17,210,687)	\$ (23,201,772)	\$ (23,283,174)	\$ (26,690,871)	\$ (8,966,264)
3,853,099	50,644	142,617	216,070	13,104
<u>\$ (13,357,588)</u>	<u>\$ (23,151,128)</u>	<u>\$ (23,140,557)</u>	<u>\$ (26,474,801)</u>	<u>\$ (8,953,160)</u>

(Continued)

CITY OF HUBER HEIGHTS, OHIO
Changes in Net Position
Last Ten Years

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>
General Revenues and Other Changes in Net Position					
Governmental Activities:					
Property taxes levied for:					
General purposes	\$ 1,502,480	\$ 1,204,222	\$ 1,086,775	\$ 868,066	\$ 977,343
Special revenue purposes	-	2,222,165	-	-	-
Police	1,228,282	-	1,006,833	986,391	1,001,800
Fire operating	1,026,031	-	852,987	836,687	848,846
City permissive tax levied for:					
Transportation	174,184	386,981	-	-	-
Income tax levied for:					
General purposes	5,075,051	10,574,643	5,304,609	5,557,714	5,796,342
Police	3,536,027	-	3,681,063	3,858,666	4,020,638
Fire operating	443,519	-	467,826	487,306	503,950
Local street operating	1,567,194	-	1,639,848	1,718,800	1,791,194
Local street capital improvement	1,248,374	-	1,311,807	1,374,739	1,432,947
Fire capital equipment	699,160	-	720,677	758,604	794,104
Payment in lieu of taxes	750,491	1,315,715	1,189,612	1,373,452	1,566,809
Grants and entitlements not restricted to specific programs	1,621,312	1,900,356	749,715	1,676,237	798,328
Investment earnings	254,864	163,750	225,032	149,629	273,384
Gain on the sale of capital assets	-	-	-	73,726	-
Other	655,120	899,022	190,622	269,965	283,258
Transfers	(1,104,562)	(326,782)	(2,100,634)	(918,798)	(1,423,791)
Total governmental activities	<u>18,677,527</u>	<u>18,340,072</u>	<u>16,326,772</u>	<u>19,071,184</u>	<u>18,665,152</u>
Business-Type Activities:					
Investment earnings	120,324	91,506	92,499	48,462	160,571
Other	2,144,766	29,335	149,891	-	-
Transfers	1,106,957	326,782	2,100,634	918,798	1,423,791
Total business-type activities	<u>3,372,047</u>	<u>447,623</u>	<u>2,343,024</u>	<u>967,260</u>	<u>1,584,362</u>
Total primary government	<u>\$ 22,049,574</u>	<u>\$ 18,787,695</u>	<u>\$ 18,669,796</u>	<u>\$ 20,038,444</u>	<u>\$ 20,249,514</u>
Change in net position					
Governmental activities	\$ (3,655,624)	\$ (4,265,247)	\$ (2,671,448)	\$ 543,887	\$ (1,471,737)
Business-type activities	5,455,582	2,344,754	2,938,823	1,247,119	1,556,453
Total primary government	<u>\$ 1,799,958</u>	<u>\$ (1,920,493)</u>	<u>\$ 267,375</u>	<u>\$ 1,791,006</u>	<u>\$ 84,716</u>

Source: City records

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 959,612	\$ 950,839	\$ 999,070	\$ 1,004,410	\$ 1,070,018
-	-	-	-	-
1,016,593	999,963	1,027,309	1,023,332	1,050,596
861,436	847,541	859,707	866,696	889,215
-	-	-	-	-
5,956,409	6,303,908	6,110,738	6,858,250	7,089,251
5,034,363	5,329,418	5,174,940	5,815,990	6,007,897
1,758,668	2,012,567	1,956,994	2,203,277	2,272,816
1,840,860	1,949,469	1,891,546	2,123,957	2,195,579
1,474,119	1,559,603	1,513,262	1,699,213	1,756,502
474,259	353,639	342,762	384,276	397,745
1,993,322	2,578,323	2,889,408	3,067,587	3,311,889
731,393	696,061	1,041,331	1,081,591	1,271,329
197,959	150,883	329,774	411,238	1,065,834
-	-	55,768	-	51,947
214,236	104,454	93,426	1,085,439	286,198
156,445	(11,819)	258,308	344,273	577,284
<u>22,669,674</u>	<u>23,824,849</u>	<u>24,544,343</u>	<u>27,969,529</u>	<u>29,294,100</u>
155,858	81,155	149,757	222,690	446,429
-	-	-	-	-
(156,445)	11,819	(258,308)	(344,273)	(577,284)
<u>(587)</u>	<u>92,974</u>	<u>(108,551)</u>	<u>(121,583)</u>	<u>(130,855)</u>
<u>\$ 22,669,087</u>	<u>\$ 23,917,823</u>	<u>\$ 24,435,792</u>	<u>\$ 27,847,946</u>	<u>\$ 29,163,245</u>
\$ 5,458,987	\$ 623,077	\$ 1,261,169	\$ 1,278,658	\$ 20,327,836
3,852,512	143,618	34,066	94,487	(117,751)
<u>\$ 9,311,499</u>	<u>\$ 766,695</u>	<u>\$ 1,295,235</u>	<u>\$ 1,373,145</u>	<u>\$ 20,210,085</u>

CITY OF HUBER HEIGHTS, OHIO
Fund Balances, Governmental Funds
Last Ten Years

	<u>2010</u>	<u>2011 (1)</u>	<u>Restated 2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Fund						
Nonspendable	\$ -	\$ 37,016	\$ 1,877,489	\$ 1,859,118	\$ 81,774	\$ 1,502,842
Assigned	-	456,459	2,632,371	2,585,986	1,237,915	668,436
Unassigned	-	5,940,051	3,688,406	2,652,341	3,678,752	3,754,863
Reserved	635,004	-	-	-	-	-
Unreserved	<u>6,385,113</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total general fund	<u>\$ 7,020,117</u>	<u>\$ 6,433,526</u>	<u>\$ 8,198,266</u>	<u>\$ 7,097,445</u>	<u>\$ 4,998,441</u>	<u>\$ 5,926,141</u>
All Other Governmental Funds						
Nonspendable	\$ -	\$ 308,771	\$ 341,047	\$ 264,278	\$ 287,947	\$ 386,838
Restricted	-	16,849,409	15,659,076	16,026,497	18,829,298	23,011,223
Assigned	-	230,437	194,875	118,904	129,324	150,779
Unassigned	-	(3,004,971)	(11,107,302)	(8,118,124)	(2,292,349)	(5,380,513)
Reserved	2,094,575	-	-	-	-	-
Unreserved, reported in:						
Special revenue funds	12,115,704	-	-	-	-	-
Capital projects funds	6,040,401	-	-	-	-	-
Debt service funds	<u>1,145,726</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total all other governmental funds	<u>\$ 21,396,406</u>	<u>\$ 14,383,646</u>	<u>\$ 5,087,696</u>	<u>\$ 8,291,555</u>	<u>\$ 16,954,220</u>	<u>\$ 18,168,327</u>
Total governmental funds	<u>\$ 28,416,523</u>	<u>\$ 20,817,172</u>	<u>\$ 13,285,962</u>	<u>\$ 15,389,000</u>	<u>\$ 21,952,661</u>	<u>\$ 24,094,468</u>

Source: City records

(1) Prior year amounts have not been restated for the implementation of GASB Statement 54.

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 1,489,681	\$ 1,527,326	\$ 1,338,474	\$ 1,327,877
880,869	641,264	1,119,735	1,139,881
5,215,232	7,240,120	9,464,942	11,532,963
-	-	-	-
-	-	-	-
<u>\$ 7,585,782</u>	<u>\$ 9,408,710</u>	<u>\$ 11,923,151</u>	<u>\$ 14,000,721</u>

\$ 80,863	\$ 73,508	\$ 152,717	\$ 3,773,480
24,434,677	25,820,713	26,148,913	27,918,398
154,326	226,485	240,168	55,748
(7,138,752)	(6,186,396)	(7,251,032)	(10,903,720)
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 17,531,114</u>	<u>\$ 19,934,310</u>	<u>\$ 19,290,766</u>	<u>\$ 20,843,906</u>
<u>\$ 25,116,896</u>	<u>\$ 29,343,020</u>	<u>\$ 31,213,917</u>	<u>\$ 34,844,627</u>

CITY OF HUBER HEIGHTS, OHIO
Changes in Fund Balance, Governmental Funds (1)
Last Ten Years

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
<u>REVENUES</u>										
Municipal income taxes	\$ 12,957,248	\$ 12,026,912	\$ 12,377,766	\$ 13,625,659	\$ 14,398,138	\$ 16,694,302	\$ 17,424,652	\$ 17,835,143	\$ 18,408,536	\$ 20,132,130
Property and other taxes	3,956,343	3,364,386	2,944,598	2,714,667	2,820,045	2,839,592	2,826,513	2,886,120	2,901,668	3,019,184
Payments in lieu of taxes	751,621	1,313,072	1,192,255	1,373,452	1,566,809	1,993,322	2,090,794	3,316,873	3,116,905	3,322,635
Charges for services	1,238,250	1,566,884	1,489,629	1,409,003	1,480,580	1,626,331	1,544,798	1,849,074	1,721,369	1,807,140
Fines, licenses and permits	206,919	717,250	569,105	709,313	727,443	697,562	731,215	609,223	630,034	732,764
Intergovernmental revenues	4,636,687	4,674,491	3,975,067	5,330,203	3,990,051	3,669,443	4,257,427	4,428,988	4,205,469	5,016,916
Special assessments	815,286	858,502	734,557	745,376	1,105,711	1,161,800	1,215,243	1,147,052	1,194,106	1,223,113
Investment income	281,408	142,772	331,968	152,689	276,565	203,541	165,239	349,683	442,311	1,099,843
Contributions and donations	-	-	-	-	-	1,446,140	-	-	-	-
Rentals	236,641	-	167,602	178,759	237,488	276,505	257,366	243,913	246,964	80131
Other	645,081	1,106,416	1,109,497	1,261,088	765,040	772,221	1,090,512	1,798,159	2,687,602	2,305,672
Total revenues	<u>25,725,484</u>	<u>25,770,685</u>	<u>24,892,044</u>	<u>27,500,209</u>	<u>27,367,870</u>	<u>31,380,759</u>	<u>31,603,759</u>	<u>34,464,228</u>	<u>35,554,964</u>	<u>38,739,528</u>
<u>EXPENDITURES</u>										
General government	3,246,433	3,046,448	2,821,669	2,545,859	2,953,411	3,211,050	3,095,890	3,960,756	3,973,842	4,117,803
Security of persons and property										
Police	6,394,398	6,631,626	8,163,066	8,002,052	8,025,569	8,068,979	8,326,187	8,530,238	9,029,903	9,150,840
Fire	5,930,867	6,259,052	7,074,257	6,221,151	6,352,318	6,485,152	6,833,444	7,132,695	7,423,388	7,862,267
Other	1,330,418	1,399,170	373,973	360,238	432,026	605,904	356,177	368,456	376,258	347,762
Leisure time activities	460,043	400,655	583,637	621,356	801,205	1,021,759	866,127	999,873	961,868	1,302,581
Transportation	1,578,536	1,580,484	2,103,231	2,323,936	2,510,723	2,397,736	2,689,960	2,669,436	2,940,415	3,018,653
Community environment	963,506	1,097,060	830,014	691,227	633,617	721,618	597,003	627,200	594,971	822,181
Capital outlay	6,127,838	9,871,165	10,525,258	10,363,543	20,391,711	7,754,417	7,571,868	6,352,388	3,721,535	5,100,486
Debt service:										
Principal retirement	1,894,449	2,019,615	1,720,930	1,665,465	1,832,301	26,227,711	23,170,442	26,503,621	11,082,207	2,939,107
Interest and fiscal charges	1,072,760	1,309,499	1,257,693	1,243,619	1,510,662	1,459,744	1,596,449	2,199,864	2,175,839	2,030,320
Bond issuance costs	153,136	-	15,000	178,671	113,749	76,072	99,124	460,242	37,150	-
Total expenditures	<u>29,152,384</u>	<u>33,614,774</u>	<u>35,468,728</u>	<u>34,217,117</u>	<u>45,557,292</u>	<u>58,030,142</u>	<u>55,202,671</u>	<u>59,804,769</u>	<u>42,317,376</u>	<u>36,692,000</u>
Excess of revenues over (under) expenditures	<u>(3,426,900)</u>	<u>(7,844,089)</u>	<u>(10,576,684)</u>	<u>(6,716,908)</u>	<u>(18,189,422)</u>	<u>(26,649,383)</u>	<u>(23,598,912)</u>	<u>(25,340,541)</u>	<u>(6,762,412)</u>	<u>2,047,528</u>
<u>OTHER FINANCING SOURCES (USES)</u>										
Issuance of loans	657,441	-	-	-	-	4,554,209	78,448	489,500	-	1,039,144
General obligations bonds issued	305,000	-	-	8,235,000	-	-	-	20,055,000	-	-
Refunding bonds issued	9,045,000	-	-	-	-	-	-	7,210,000	-	-
General obligations notes issued	-	-	-	-	-	3,000,000	-	-	-	-
Bond anticipation notes issued	-	-	-	-	24,413,300	20,988,700	24,126,200	8,000,000	7,900,000	-
Inception of capital lease	-	-	-	-	-	-	-	-	172,435	-
Premium on general obligation bonds issued	26,402	-	-	-	-	-	-	-	-	-
Premium on notes issued	-	-	-	-	122,716	129,081	269,490	1,633,699	-	-
Current refunding	(1,665,000)	-	-	-	-	-	-	-	-	-
Sale of capital assets	36,356	1,839	-	30,822	13,000	12,200	38,202	61,664	36,381	89,383
Payment to refunded bond escrow agent	(882,369)	-	-	-	-	-	-	(6,721,632)	-	-
Current refunding - principal	-	-	-	-	-	-	-	(1,415,000)	-	-
Transfers in	9,136,383	8,263,028	8,815,339	10,870,998	9,572,964	7,919,330	7,140,995	10,022,236	9,803,026	9,876,111
Transfer out	(8,844,239)	(8,020,129)	(8,131,593)	(10,316,874)	(9,368,897)	(7,812,330)	(7,031,995)	(9,768,802)	(9,278,533)	(9,421,456)
Total other financing sources (uses)	<u>7,814,974</u>	<u>244,738</u>	<u>683,746</u>	<u>8,819,946</u>	<u>24,753,083</u>	<u>28,791,190</u>	<u>24,621,340</u>	<u>29,566,665</u>	<u>8,633,309</u>	<u>1,583,182</u>
Net change in fund balance	<u>\$ 4,388,074</u>	<u>\$ (7,599,351)</u>	<u>\$ (9,892,938)</u>	<u>\$ 2,103,038</u>	<u>\$ 6,563,661</u>	<u>\$ 2,141,807</u>	<u>\$ 1,022,428</u>	<u>\$ 4,226,124</u>	<u>\$ 1,870,897</u>	<u>\$ 3,630,710</u>
Debt service as a percentage of noncapital expenditures	12.9%	14.0%	11.9%	12.2%	13.3%	55.1%	52.0%	53.7%	34.4%	15.7%

Source: City records

(1) Modified accrual basis of accounting.

CITY OF HUBER HEIGHTS, OHIO
Assessed and Estimated Actual Value of Taxable Property
Last Ten Collection Years

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Collection Year	Real Property (1)		Public Utility (2)		Tangible Personal Property (3)		Total		Weighted Average Tax Rate	Total City Direct Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
2019	\$ 631,510,430	\$ 1,804,315,514	\$ 15,534,660	\$ 39,895,831	\$ -	\$ -	\$ 647,045,090	\$ 1,844,211,346	36.09%	\$ 11.59
2018	627,164,580	1,791,898,800	14,705,540	37,766,500	-	-	641,870,120	1,829,665,300	36.09%	\$ 11.59
2017	607,483,720	1,735,667,771	14,170,320	36,391,958	-	-	621,654,040	1,772,059,730	36.09%	\$ 11.59
2016	596,002,470	1,702,864,200	13,273,970	34,089,968	-	-	609,276,440	1,736,954,168	36.04%	\$ 11.29
2015	592,321,330	1,692,346,657	13,009,190	33,409,965	-	-	605,330,520	1,725,756,622	36.03%	\$ 11.29
2014	624,251,020	1,783,574,343	12,587,900	32,328,016	-	-	636,838,920	1,815,902,359	35.94%	\$ 11.29
2013	626,502,460	1,790,007,029	11,410,520	29,304,290	-	-	637,912,980	1,819,311,319	35.85%	\$ 11.29
2012	634,589,440	1,813,112,686	10,711,810	27,509,876	-	-	645,301,250	1,840,622,561	35.79%	\$ 11.29
2011	649,154,480	1,854,727,086	10,408,800	26,731,691	-	-	659,563,280	1,881,458,777	35.75%	\$ 11.29
2010	674,472,730	1,927,064,943	10,046,430	25,801,059	297,900	5,958,000	684,817,060	1,958,824,002	35.74%	\$ 11.29

Source: County Auditor; Montgomery County and Miami County, Ohio

(1) Real estate value is assessed at 35% of appraised market value.

(2) Public utility personal property is assessed at 88% of true value for half of 2010-2019 and the other half at 25% of true value.

(3) Tangible personal property is assessed at 0% for 2010-2019.

CITY OF HUBER HEIGHTS, OHIO
Property Tax Levies and Collections
Last Ten Calendar Years

Year	Current Tax Levy	Current Tax Collections (1)	Delinquent Tax Collections	Total Tax Collections	Percent of Levy Collected	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy	Total Direct Tax Rate
2019	\$ 3,059,818	\$ 3,012,989	\$ 114,618	\$ 3,127,607	102.22%	\$ 51,038	1.67%	\$ 108.00
2018	3,398,511	3,290,229	67,524	3,357,753	98.80%	80,238	2.36%	108.10
2017	3,089,289	3,006,822	58,878	3,065,700	99.24%	82,926	2.68%	107.16
2016	3,046,531	2,981,338	58,856	3,040,194	99.79%	84,633	2.78%	106.86
2015	3,038,457	2,950,826	54,242	3,005,068	98.90%	106,802	3.52%	105.86
2014	2,996,984	2,901,005	48,625	2,949,630	98.42%	103,438	3.45%	104.86
2013	3,060,262	2,976,799	54,746	3,031,545	99.06%	107,965	3.53%	104.86
2012	2,978,487	2,830,016	109,759	2,939,775	98.70%	95,063	3.19%	103.30
2011	3,111,525	3,012,774	35,729	3,048,503	96.83%	133,528	4.29%	103.23
2010	3,136,661	2,260,524	77,705	2,338,229	72.07%	184,365	5.88%	103.23

Source: County Auditor; Montgomery County and Miami County, Ohio

(1) Represents amounts collected by the County for the City during the year indicated.

CITY OF HUBER HEIGHTS, OHIO
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Calendar Years

Collection Year	City Direct Rates					Overlapping Rates				
	General Fund	Police Fund	Fire Fund	G.O. Bond Fund	Total City	Montgomery County Levy	Huber Heights School District	Miami Valley Career Technology Center	Montgomery County Public Library	Total Levy
2019	\$ 1.50	\$ 5.50	\$ 4.29	\$ -	\$ 11.29	\$ 23.14	\$ 66.25	\$ 4.01	\$ 3.31	\$ 108.00
2018	1.80	5.50	4.29	-	11.59	22.94	66.25	4.01	3.31	108.10
2017	1.80	5.50	4.29	-	11.59	22.94	66.74	2.58	3.31	107.16
2016	1.50	5.50	4.29	-	11.29	22.94	66.74	2.58	3.31	106.86
2015	1.50	5.50	4.29	-	11.29	21.94	66.74	2.58	3.31	105.86
2014	1.50	5.50	4.29	-	11.29	20.94	66.74	2.58	3.31	104.86
2013	1.50	5.50	4.29	-	11.29	20.94	66.74	2.58	3.31	104.86
2012	1.50	5.50	4.29	-	11.29	20.94	66.74	2.58	1.75	103.30
2011	1.50	5.50	4.29	-	11.29	20.94	66.67	2.58	1.75	103.23
2010	1.50	5.50	4.29	-	11.29	20.94	66.67	2.58	1.75	103.23

Source: County Auditor; Montgomery County and Miami County, Ohio

CITY OF HUBER HEIGHTS, OHIO
Schedules of Principal Taxpayers - Real and Public Utility
2019 and 2010

	2010			2019		
	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
<u>Taxpayer</u>						
Dayton Power & Light Co	9,543,770	1	1.39%	\$ 13,660,220	2	2.11%
Nrea Vb V LLC	-		0.00%	33,447,980	1	5.17%
Arc Nphuboh001 LLC	-		0.00%	11,620,000	3	1.80%
Vectren Energy Delivery Of Ohio	-		0.00%	2,849,570	4	0.44%
Ept Neneteen Inc	3,136,280	3	0.46%	2,725,880	5	0.42%
Miami Valley Hospital	-		0.00%	2,706,820	6	0.42%
Wayne Estates Dayton I LLC	-		0.00%	2,164,210	7	0.33%
Trimble Navigation Limited	1,646,190	9	0.24%	2,121,040	8	0.33%
Abf Freight System Inc	-		0.00%	1,925,000	9	0.30%
Lowe'S Home Centers Inc	-		0.00%	1,659,350	10	0.26%
Kir Huber Heights L P	8,120,310	2	1.19%	-		0.00%
Lowe's Home Center Incorporated	2,970,190	4	0.43%	-		0.00%
Grandview Hospital	2,220,200	5	0.32%	-		0.00%
Target Corporation	2,117,970	6	0.31%	-		0.00%
DEC Land Co. LLC	2,082,590	7	0.30%	-		0.00%
City of Huber Heights - YMCA	1,726,220	8	0.25%	-		0.00%
Metokote Corporation	1,533,850	10	0.22%	-		0.00%
Total of above	<u>\$ 35,097,570</u>		<u>5.11%</u>	<u>\$ 74,880,070</u>		<u>11.58%</u>
Total City	<u>\$ 684,519,160</u>			<u>\$ 647,045,090</u>		

Source: County Auditor; Montgomery County and Miami County, Ohio

CITY OF HUBER HEIGHTS, OHIO
Income Tax Rates and Collections
Last Ten Calendar Years

Tax Year	Tax Rate	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Withholding	Total Tax Collections
2019	2.25%	\$ 15,625,324	75.98%	\$ 1,724,293	8.38%	\$ 3,214,895	15.63%	\$ 20,564,512
2018	2.25	14,947,084	78.48%	1,459,166	7.66%	2,640,145	13.86%	19,046,395
2017	2.25	13,880,387	73.52%	2,147,419	11.37%	2,852,860	15.11%	18,880,666
2016	2.25	13,468,184	74.48%	1,689,438	9.34%	2,924,150	16.17%	18,081,772
2015	2.25	12,719,337	75.40%	1,870,432	11.09%	2,280,071	13.52%	16,869,840
2014	2.00	10,742,700	74.02%	1,798,639	12.39%	1,971,044	13.58%	14,512,383
2013	2.00	10,634,927	75.99%	1,586,268	11.33%	1,773,701	12.67%	13,994,896
2012	2.00	10,584,718	78.41%	1,116,536	8.27%	1,797,663	13.32%	13,498,917
2011	2.00	9,832,362	79.85%	925,788	7.52%	1,555,765	12.63%	12,313,915
2010 (1)	2.00	9,522,684	76.83%	n/a	n/a	n/a	n/a	12,394,098

Source: City income tax records.

(1) The percentages breaking down the different types of tax were not available due to insufficient information received from RITA when the City resumed collection of income taxes in October 2010.

CITY OF HUBER HEIGHTS, OHIO
Special Assessments Collected and Bond Coverage
Last Ten Calendar Years

Collection Year	Amount Collected (1)	Debt Service		Coverage
		Principal	Interest	
2019	\$ 1,255,045	\$ 850,000	\$ 422,078	98.66%
2018	1,255,865	905,000	445,668	92.98%
2017	1,209,326	795,000	384,471	102.53%
2016	1,276,539	805,000	383,713	107.39%
2015	1,267,847	970,000	426,740	90.77%
2014	561,594	920,000	465,686	40.53%
2013	796,191	875,000	501,638	57.84%
2012	608,622	855,000	536,070	43.75%
2011	833,650	855,000	573,290	58.37%
2010	837,392	1,635,000	667,121	36.37%

Source: County Auditor; Miami County and Montgomery County, Ohio

(1) This table reflects only those special assessments collected through the County Auditor's office. It does not reflect lump sum payments received by the City.

CITY OF HUBER HEIGHTS, OHIO

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt per Capita
Last Ten Calendar Years

Collection Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Monies Available (4)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Valuation	Net Bonded Debt Per Capita
2019	38,101	\$ 647,045,090	\$ 21,782,924	\$ 55,748	\$ 21,727,176	3.36%	\$ 570.25
2018	38,101	641,870,120	22,914,749	240,168	22,674,581	3.53%	595.12
2017	38,101	621,654,040	24,265,615	226,485	24,039,130	3.87%	630.93
2016	38,101	609,276,440	8,781,776	154,326	8,627,450	1.42%	226.44
2015	38,101	605,330,520	9,587,919	150,779	9,437,140	1.56%	247.69
2014	38,101	636,838,920	10,009,515	129,324	9,880,191	1.55%	259.32
2013	38,101	637,912,980	10,606,481	118,904	10,487,577	1.64%	275.26
2012	38,101	645,301,250	11,184,154	194,875	10,989,279	1.70%	288.42
2011	38,101	659,563,280	11,753,638	230,437	11,523,201	1.75%	302.44
2010	38,101	684,817,060	12,595,000	586,675	12,008,325	1.75%	315.17

Source: (1) U.S. Census Reports, provided by the Miami Valley Regional Planning Commission.

(2) Miami County, Ohio information added.

(3) Includes only general obligation bonded debt payable from property taxes.

(4) Excludes debt service money available to pay special assessment bonded debt.

CITY OF HUBER HEIGHTS, OHIO
Ratios of Outstanding Debt by Type and Legal Debt Margin
Last Ten Calendar Years

	2010	2011	2012	2013	2014
Total debt outstanding:					
Governmental Activities:					
Long-term general obligation notes	\$ -	\$ -	\$ -	\$ -	\$ 24,413,300
General obligation bonds - voted	190,000	-	-	8,235,000	8,035,000
General obligation bonds - unvoted	12,405,000	11,753,638	11,184,154	18,841,481	10,009,515
Total general obligation bonds	12,595,000	11,753,638	11,184,154	27,076,481	18,044,515
Special assessment bonds - unvoted	13,510,000	12,655,000	11,800,000	10,925,000	10,005,000
Equipment/vehicle loans	-	-	-	-	228,619
Capital leases	591,772	472,839	348,052	263,950	-
State infrastructure bank loans	2,633,089	2,452,407	2,266,264	2,134,901	2,052,931
Total governmental activities	29,329,861	27,333,884	25,598,470	40,400,332	54,744,365
Business-Type Activities:					
Revenue bonds payable - unvoted (1)	20,476,506	19,879,680	19,259,960	24,479,150	22,834,282
OWDA loan - unvoted	2,532,149	2,102,731	1,657,450	1,194,529	713,676
Total business-type activities	23,008,655	21,982,411	20,917,410	25,673,679	23,547,958
Total	52,338,516	49,316,295	46,515,880	66,074,011	78,292,323
Total debt per capita	1,373.68	1,294.36	1,220.86	1,734.18	2,054.86
Percentage of personal income	5.32%	5.01%	4.73%	6.72%	7.96%
Less: exempt debt					
Governmental Activities:					
Long-term general obligation notes	-	-	-	-	(24,413,300)
Special assessment bonds - unvoted	(13,510,000)	(12,655,000)	(11,800,000)	(10,925,000)	(10,005,000)
State infrastructure bank loans	(2,633,089)	(2,452,407)	(2,266,264)	(2,134,901)	(2,052,931)
Equipment/vehicle loans	-	-	-	-	(228,619)
Total governmental activities	(16,143,089)	(15,107,407)	(14,066,264)	(13,059,901)	(36,699,850)
Business-Type Activities:					
Revenue bonds payable - unvoted (1)	(20,476,506)	(19,879,680)	(19,259,960)	(24,479,150)	(22,834,282)
OWDA loan - unvoted	(2,532,149)	(2,102,731)	(1,657,450)	(1,194,529)	(713,676)
Total business-type activities	(23,008,655)	(21,982,411)	(20,917,410)	(25,673,679)	(23,547,958)
Total	(39,151,744)	(37,089,818)	(34,983,674)	(38,733,580)	(60,247,808)
Debt within 10 1/2 percent limitation	13,186,772	12,226,477	11,532,206	27,340,431	18,044,515
Less: bond retirement fund balance	(586,675)	(230,437)	(194,875)	(118,904)	(129,324)
Net debt subject to 10 1/2 percent limitation	12,600,097	11,996,040	11,337,331	27,221,527	17,915,191
Overall debt limitation					
10 1/2 percent of assessed valuation	71,905,791	69,254,144	67,756,631	66,980,863	66,868,087
Legal debt margin within 10 1/2 percent limitation	\$ 59,305,694	\$ 57,258,104	\$ 56,419,300	\$ 39,759,336	\$ 48,952,896
Net debt subject to 10 1/2 percent limitation					
as a percentage of debt limit	17.52%	17.32%	16.73%	40.64%	26.79%
Legal debt margin as a percentage of the debt limit	82.48%	82.68%	83.27%	59.36%	73.21%
Debt within 5 1/2 percent limitation	\$ 13,186,772	\$ 12,226,477	\$ 11,532,206	\$ 27,340,431	\$ 18,044,515
Less: bond retirement fund balance	(586,675)	(230,437)	(194,875)	(118,904)	(129,324)
Net debt within 5 1/2 percent limitation	12,600,097	11,996,040	11,337,331	27,221,527	17,915,191
Unvoted debt limitation					
5 1/2 percent of assessed valuation	37,664,938	36,275,980	35,491,569	35,085,214	35,026,141
Legal debt margin within 5 1/2 percent limitation	\$ 25,064,841	\$ 24,279,940	\$ 24,154,238	\$ 7,863,687	\$ 17,110,950
Net debt within 5 1/2 percent limitation as a percentage of debt limit	33.45%	33.07%	31.94%	77.59%	51.15%
Unvoted legal debt margin as a percentage of the unvoted debt limitation	66.55%	66.93%	68.06%	22.41%	48.85%
Net general bonded debt	\$ 12,008,325	\$ 11,523,201	\$ 10,989,279	\$ 26,957,577	\$ 17,915,191
Ratio of net bonded debt to assessed valuation	1.75%	1.75%	1.70%	4.23%	2.81%
Net bonded debt per capita	\$ 315.17	\$ 302.44	\$ 288.42	\$ 707.53	\$ 470.20

Source: Department of Finance, City of Huber Heights

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
\$ 23,988,700	\$ 26,976,200	\$ 10,700,000	\$ 10,450,000	\$ 10,200,000
7,810,000	7,585,000	7,350,000	7,115,000	6,865,000
9,587,919	8,781,776	24,265,615	22,914,749	21,782,925
17,397,919	16,366,776	31,615,615	30,029,749	28,647,925
9,035,000	8,230,000	12,023,975	10,954,422	9,953,280
976,203	866,461	1,220,236	1,011,820	797,555
-	-	-	137,948	105,247
5,692,447	5,683,895	5,432,199	5,172,895	5,944,898
57,090,269	58,123,332	60,992,025	57,756,834	55,648,905
22,127,168	21,384,910	20,598,905	19,780,828	18,907,156
214,169	202,885	194,186	2,428,204	9,842,360
22,341,337	21,587,795	20,793,091	22,209,032	28,749,516
79,431,606	79,711,127	81,785,116	79,965,866	84,398,421
2,084.76	2,092.10	2,146.53	2,098.79	2,215.12
8.07%	8.10%	8.31%	8.13%	8.58%
(20,988,700)	(24,126,200)	(8,000,000)	(7,900,000)	(7,800,000)
(9,035,000)	(8,230,000)	(12,023,975)	(10,954,422)	(9,953,280)
(5,692,447)	(5,683,895)	(5,432,199)	(5,172,895)	(5,944,898)
(976,203)	(866,461)	(1,220,236)	(1,011,820)	(797,555)
(36,692,350)	(38,906,556)	(26,676,410)	(25,039,137)	(24,495,733)
(22,127,168)	(21,384,910)	(20,598,905)	(19,780,828)	(18,907,156)
(214,169)	(202,885)	(194,186)	(2,428,204)	(9,842,360)
(22,341,337)	(21,587,795)	(20,793,091)	(22,209,032)	(28,749,516)
(59,033,687)	(60,494,351)	(47,469,501)	(47,248,169)	(53,245,249)
20,397,919	19,216,776	34,315,615	32,717,697	31,153,172
(150,779)	(154,326)	(226,485)	(240,168)	(55,748)
20,247,140	19,062,450	34,089,130	32,477,529	31,097,424
63,559,705	63,974,026	65,273,674	67,396,363	67,939,734
\$ 43,312,565	\$ 44,911,576	\$ 31,184,544	\$ 34,918,834	\$ 36,842,310
31.86%	29.80%	52.22%	48.19%	45.77%
68.14%	70.20%	47.78%	51.81%	54.23%
\$ 20,397,919	\$ 19,216,776	\$ 34,315,615	\$ 32,717,697	\$ 31,153,172
(150,779)	(154,326)	(226,485)	(240,168)	(55,748)
20,247,140	19,062,450	34,089,130	32,477,529	31,097,424
33,293,179	33,510,204	34,190,972	35,302,857	101,431,624
\$ 13,046,039	\$ 14,447,754	\$ 101,842	\$ 2,825,328	\$ 70,334,200
60.81%	56.89%	99.70%	92.00%	30.66%
39.19%	43.11%	0.30%	8.00%	69.34%
\$ 17,247,140	\$ 16,212,450	\$ 31,389,130	\$ 29,789,581	\$ 28,592,177
2.85%	2.66%	5.05%	4.64%	1.56%
\$ 452.67	\$ 425.51	\$ 823.84	\$ 781.86	\$ 750.43

CITY OF HUBER HEIGHTS, OHIO
Direct and Overlapping Governmental Activities Debt
December 31, 2019

Governmental Unit	Debt Outstanding (2)	Percentage applicable to City (1)	Amount applicable to City
Miami County	\$ 15,556,435	0.84%	\$ 130,674
Montgomery County	28,054,030	6.55%	1,837,539
Fairborn City School District	43,505,484	0.01%	4,351
Huber Heights City School District	67,595,951	88.51%	59,829,176
Vandalia-Butler City School District	51,392,086	0.01%	5,139
Mad River Local School District	6,241,121	0.03%	1,872
Miami Valley Career Technology Center	<u>140,776,963</u>	8.86%	<u>12,472,839</u>
Subtotal, overlapping debt			111,451,906
City of Huber Heights governmental activities direct debt			<u>55,648,905</u>
Total direct and overlapping debt			<u><u>\$ 167,100,811</u></u>

(1) Applicable percentages were estimated by determining the portion of another governmental unit's taxable value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

(2) All debt reported as of December 31, 2019, except for the School District's which are reported as of June 30, 2019.

CITY OF HUBER HEIGHTS, OHIO
Revenue Bond Coverage - Water Fund
Last Ten Years

Year	Revenues (1)	Operating expenses (2)	Net revenue available debt service	Debt service requirements			Coverage (3)
				Principal	Interest	Total	
2019	\$ 6,074,790	\$ 3,357,539	\$ 2,717,251	\$ 1,280,000	\$ 487,798	\$ 1,767,798	\$1.54
2018	5,027,540	2,751,878	2,275,662	1,265,000	491,085	1,756,085	1.30
2017	4,845,069	2,564,636	2,280,433	1,270,000	494,123	1,764,123	1.29
2016	4,754,639	2,622,658	2,131,981	1,260,000	496,628	1,756,628	1.21
2015	5,688,717	2,617,820	3,070,897	1,255,000	498,348	1,753,348	1.75
2014	5,118,877	2,454,226	2,664,651	1,480,000	726,329	2,206,329	1.21
2013	5,361,880	2,306,650	3,055,230	1,410,000	491,297	1,901,297	1.61
2012	5,432,279	2,510,979	2,921,300	1,240,000	460,744	1,700,744	1.72
2011	4,477,229	2,044,892	2,432,337	1,235,000	470,744	1,705,744	1.43
2010	5,210,090	2,118,316	3,091,774	1,170,000	529,244	1,699,244	1.82

Source: Department of Finance, City of Huber Heights

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) - Total revenues including non-operating revenues, capital contributions and transfers.

(2) - Total operating expenses exclusive of depreciation.

(3) - The City's bond covenant states that coverage must be at least 1.15 of the aggregate amount of principal and interest requirements on the bonds.

CITY OF HUBER HEIGHTS, OHIO
OWDA Loan Coverage - Sewer Fund
Last Ten Years

Year	Revenues (1)	Operating expenses (2)	Net revenue available debt service	Debt service requirements			Coverage
				Principal	Interest	Total	
2019	\$ 4,230,101	\$ 2,933,158	\$ 1,296,943	\$ 12,429	\$ 5,724	\$ 18,153	\$71.45
2018	4,276,443	2,671,644	1,604,799	12,035	6,118	18,153	88.40
2017	4,039,840	2,838,746	1,201,094	11,653	6,500	18,153	66.17
2016	3,947,131	2,358,331	1,588,800	11,284	6,869	18,153	87.52
2015	3,907,790	2,780,529	1,127,261	499,507	21,353	520,860	2.16
2014	4,388,836	2,577,738	1,811,098	480,853	40,007	520,860	3.48
2013	4,280,845	2,647,609	1,633,236	462,921	57,938	520,859	3.14
2012	3,893,214	2,665,978	1,333,700	445,658	75,201	520,859	2.56
2011	3,849,758	2,507,758	1,342,000	429,418	91,443	520,861	2.58
2010	3,953,466	2,477,929	1,475,537	403,743	98,963	502,706	2.94

Source: Department of Finance, City of Huber Heights

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

(1) - Revenues includes operating revenues only.

(2) - Total operating expenses exclusive of depreciation.

CITY OF HUBER HEIGHTS, OHIO
Schedule of Ratio of Annual Debt Service Expenditures for General Bonded Debt
to Total General Governmental Expenditures
Last Ten Years

Year	Debt principal and interest (1)	General fund expenditures	Ratio
2019	\$ 1,932,152	\$6,991,434	27.64%
2018	2,189,339	6,263,745	34.95%
2017	1,475,596	6,117,906	24.12%
2016	1,258,101	5,448,437	23.09%
2015	889,119	5,856,712	15.18%
2014	1,082,916	5,336,764	20.29%
2013	1,080,662	4,744,467	22.78%
2012	1,076,252	5,111,117	21.06%
2011	1,445,508	5,621,229	25.72%
2010	2,755,087	5,278,398	52.20%

Source: Department of Finance, City of Huber Heights

(1) Includes only general obligation debt payable from property taxes.

CITY OF HUBER HEIGHTS, OHIO
Schedule of Principal Employers
2019 and 2010

Employer	Industry	2019			2010		
		Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Huber Heights City Schools	Education	972	1	2.87%	854	1	4.99%
Trimble Engineering and Construction Div.	Laser Technology/Manufacturing	623	2	1.84%	400	3	2.34%
ADECCO USA	Employment Agency	574	3	1.69%	-	-	0.00%
Meijer	General Merchandise	574	4	1.69%	151	10	0.88%
Wal-Mart Store Incorporated	General Merchandise	555	5	1.64%	249	5	1.46%
Miami Valley Hospital/PHP Accounts Payable	Healthcare	512	6	1.51%	-	-	0.00%
ABF Freight Systems	Truck Terminal	500	7	1.47%	643	2	3.76%
Minute Men	Employment Agency	479	8	1.41%	-	-	0.00%
McDonalds/Scott M&A Corp.	Restaurant	450	9	1.33%	-	-	0.00%
AM PM Employment LLC	Employment Agency	418	10	1.23%	-	-	0.00%
FedEx Freight	Package Delivery	415	11	1.22%	324	4	1.89%
Kroger Limited	Grocery Store	411	12	1.21%	124	12	0.73%
Kohl's Department Stores, Inc.	General Merchandise	339	13	1.00%	122	13	0.71%
City of Huber Heights	City Government	338	14	1.00%	181	6	1.06%
Kettering Medical Center (Home Care Huber He	Health Care	301	15	0.89%	-	-	0.00%
The Laurels of Huber Heights	Nursing and Rehabilitation Facility	297	16	0.88%	-	-	0.00%
Huber Health Center Sleep Center/Kettering Hea	Health Care	297	17	0.88%	163	8	0.95%
Arc Staffing	Employment agency	291	18	0.86%	-	-	0.00%
YMCA	Recreation	292	19	0.86%	-	-	0.00%
Texas Roadhouse	Restaurant	288	20	0.85%	-	-	0.00%
Lowe's Home Center, Inc.	Home Improvement Sales	267	21	0.79%	157	9	0.92%
Target Corporation	General Merchandise	266	22	0.78%	90	18	0.53%
Dayton Freight Lines	Truck Terminal	259	23	0.76%	126	11	0.74%
Physicians and Surgeons AMB	Health Care	214	24	0.63%	-	-	0.00%
Speedway SuperAmerica LLC	Fuel and Convenience Center	213	25	0.63%	-	-	0.00%
CCBCC Inc (formerly Coca-Cola Refreshments)	Bottling Company	207	26	0.61%	-	-	0.00%
Enginetics Corporation	Aerospace Parts	196	27	0.58%	110	14	0.64%
Medical Center/Huber Health Center	Health Care	187	28	0.55%	-	-	0.00%
AIDA-Dayton Technologies Corp	Press Manufacturing	186	29	0.55%	-	-	0.00%
Metokote Corp.	Powder-coated Metals	180	30	0.53%	63	25	0.37%
Apache Technologies	Laser Equipment Manufacturing	-	-	0.00%	61	26	0.36%
Beta LaserMike Inc	Laser Gauging	-	-	0.00%	70	19	0.41%
Bon-Ton Elder-Beerman	Department Store	-	-	0.00%	104	15	0.61%
Bowser Morner	Testing Laboratory	-	-	0.00%	90	17	0.53%
Catlow Industries	Commercial Pump Manufacturing	-	-	0.00%	67	20	0.39%
Coca Cola Enterprises, Inc.	Warehouser and Distributor	-	-	0.00%	180	7	1.05%
Fukuvi USA Inc.	Plastic Building Materials Manufacturing	-	-	0.00%	56	30	0.33%
Hooven-Dayton Corp.	Printing Company	-	-	0.00%	64	24	0.37%
Huber Heights School Bus Garage	Transportation - Education	-	-	0.00%	60	28	0.35%
Huber Investment Corporation	Property Management	-	-	0.00%	60	27	0.35%
Spring Creek Nursing Center	Nursing Home	-	-	0.00%	65	23	0.38%
Stoops Freightliner	Truck Terminal	-	-	0.00%	56	29	0.33%
TGI Friday's	Restaurant	-	-	0.00%	65	22	0.38%
U.S. Postal Service	Postal Service	-	-	0.00%	66	21	0.39%
Veolia Environmental Services/Onyx Ind.	Treatment Plant Operator	-	-	0.00%	99	16	0.58%
		11,101		32.75%	4,920		28.77%

Source: Department of taxation and the 2010 CAFR.

CITY OF HUBER HEIGHTS, OHIO
Schedule of Principal Income Taxpayers
2019 and 2010

<u>Employer</u>	<u>Industry</u>	<u>2019 Rank</u>	<u>2010 Rank</u>
Wright Patterson Air Force Base	Military Base	1	1
Trimble Navigation Ltd	Laser Manufacturing	2	3
Huber Heights City Schools	Education	3	2
A B F Freight Systems	Truck Terminal	4	4
Fedex Freight	Package Delivery	5	8
AIDA-Dayton Technologies Corp	Press Manufacturing	6	9
City of Huber Heights	City Government	7	5
Dayton Freight Lines, Inc.	Truck Terminal	8	14
NDC Tech (formerly Beta LaserMike, Inc.)	Laser Gauging	9	-
Enginetics Aerospace	Aerospace Parts	10	13
4Over Inc.	Digital Printing	11	25
Wal-Mart Stores Incorporated	General Merchandise	12	6
Meijer Stores	General Merchandise	13	16
Dayton Osteopathic Hospital/Kettering	Hospital	14	-
Kroger Limited	Grocery Store	15	10
Metokote Corp	Powder-coated Metals	16	-
CCBCC Inc. (formerly Coca-Cola Refreshments)	Bottling Plant and Distribution	17	-
Lowe's Home Center Incorporated	Home Improvement Sales	18	17
The Laurels of Huber Hgts LLC	Nursing and Rehabilitation Center	19	-
MJO Industries, Inc.	Light Manufacturing Assembly	20	-
Truck Country (formerly Stoops of Ohio)	Freightliner Sales	21	-
Physicians and Surgeons AMB	Health Care	22	-
Estes Express Lines	Freight Terminal	23	-
Bowser Morner	Testing Laboratory	24	22
Veeder Root LLC (Catlow)	Petroleum Dispensing Equip. Manufacturing	25	-
Kettering Medical Center (Home Care Huber Heights)	Health Care	26	-
Palmer Truck	Heavy Duty Truck Dealership and Service	27	-
State of Ohio - Payroll Services	State Government	28	7
Speedway SuperAmerica LLC	Fuel and Convenience Center	29	-
Adecco USA Inc.	Employment Agency	30	-
5440 Charlesgate Rd. Operating	Rehabilitation Nursing Center	-	18
Beta LaserMike Inc	Laser Gauging	-	15
Coca Cola Enterprises, Inc.	Warehouser and Distributor	-	11
Computer Sciences Corp.	Information Technology Services	-	30
Dayton Regional Dialysis Inc	Healthcare	-	20
Hooven Dayton Corp.	Specialty Label Printer	-	21
Huber Investment Corporation	Residential Rental	-	12
Montgomery County Auditor	County Government	-	26
PNC Bank NA (formerly National City Bank)	Banking	-	24
Providence Medical Group	Family Medical/Dental Services	-	19
Reed Elsevier, Inc.	Data Storage	-	28
Samaritan Family Care, Inc.	Healthcare	-	27
Stoops of Ohio, Inc.	Freightliner Sales	-	23
Walgreen Co.	Drug Store	-	29

Source: Regional Income Tax Agency (RITA), City of Huber Heights, Division of Taxation

Due to legal restrictions and confidentiality requirements, the City cannot disclose the amount of withholdings by taxpayer. The City chose not to disclose percentages and number of filers by income level because the City does not require all taxpayers to file a return, therefore, the City does not have, nor can it obtain, this type of information.

CITY OF HUBER HEIGHTS, OHIO
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	City of Huber Heights Unemployment Rate (3)	Average Sales Price of Residential Property (4)	Total Assessed Property Value (4)
2019	38,101	\$ 1,058,979,194	\$ 27,794	\$ 54,491	38.4	24.10%	5,949	4.1%	\$ 147,694	\$ 647,045,090
2018	38,101	983,882,123	25,823	54,897	38.4	23.50%	5,941	4.3%	122,116	641,870,120
2017	38,101	983,882,123	25,823	54,897	38.4	23.60%	5,649	4.9%	121,323	621,654,040
2016	38,101	983,882,123	25,823	54,897	38.4	22.80%	5,878	4.8%	107,754	609,276,440
2015	38,101	983,882,123	25,823	54,897	38.4	23.40%	5,958	4.9%	98,000	605,330,520
2014	38,101	983,882,123	25,823	54,897	38.4	22.10%	6,111	6.0%	98,924	636,838,920
2013	38,101	983,882,123	25,823	54,897	38.4	21.70%	6,257	7.7%	92,998	637,912,980
2012	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,463	7.6%	81,872	645,301,250
2011	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,684	10.1%	103,540	659,563,280
2010	38,101	983,882,123	25,823	54,897	38.4	20.70%	6,541	10.5%	100,868	684,817,060

(1) Source: U. S. Census

(a) Year 2010 - 2000 Federal Census

(b) Years 2010 through 2019 - 2010 Federal Census

(2) Source: Ohio Department of Education

(3) Source: Ohio Department of Job and Family Services

(4) Source: County Auditor; Montgomery County and Miami County, Ohio

(5) Computation of per capita personal income multiplied by population

CITY OF HUBER HEIGHTS, OHIO
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years

Function/Program	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
Function/Program										
Security of persons and property:										
Fire	63	63	62	62	58	57	57	55	55	56
Police	61	61	61	60	59	59	60	60	59	59
Other	15	15	15	15	15	15	14	14	15	12
Parks and recreation	1	-	-	-	-	-	-	-	-	-
Community environment:										
Economic development	3	2	2	2	2	2	2	2	2	2
Planning and zoning	12	11	11	12	12	12	12	9	9	10
Engineering	6	6	6	6	6	6	6	6	6	6
Community services	-	-	-	-	-	-	-	1	1	2
Senior citizens center	1	1	1	1	1	1	1	1	1	1
Music center	125	100	100	100	100	-	-	-	-	-
Transportation	32	35	35	32	28	28	28	22	20	20
General government:										
Mayor	1	1	1	1	1	1	1	1	1	1
Council	12	12	12	11	10	10	10	10	10	10
Management	4	5	5	5	5	5	5	3	3	3
Finance-accounting	6	6	6	6	6	6	6	8	8	7
Finance-income tax	12	12	12	12	11	11	11	10	10	11
Management information systems	5	5	5	4	4	4	4	4	4	4
Human resources	3	2	2	2	2	2	2	2	2	2
Buildings and grounds	3	-	-	-	-	-	-	-	-	-
Volunteers:										
Police	-	-	-	-	-	-	-	-	9	12
Fire	-	-	-	-	-	-	-	-	-	3
Non-security of persons and property	-	-	-	-	-	-	-	-	-	1
Totals	365	337	336	331	320	219	219	208	215	222

Source: Department of Finance, City of Huber Heights. The number of employees represents the number of allowed positions and not necessarily the number of filled positions.

CITY OF HUBER HEIGHTS, OHIO
Operating Indicators by Function/program
Last Ten Years

Function/Program	2010 (2)	2011	2012	2013	2014
Security of persons and property:					
Fire					
Number of fire calls	982	1,061	765	2,268	2,338
Number of EMS calls	4,321	4,495	3,371	4,563	4,800
Number of fire reports	1,923	2,223	2,248	2,268	2,338
Number of EMS reports	4,309	4,541	4,354	4,563	4,800
Police					
Calls for service	68,200	78,152	43,734	38,755	36,307
Total police incident reports taken and other activity	15,520	14,141	13,371	17,789	16,793
Offenses	4,477	5,018	3,130	3,934	2,685
Arrests	1,776	1,763	2,684	4,292	4,111
Field intervention	707	467	586	883	2,405
Juvenile	413	422	-	-	-
Citations	6,428	7,689	3,380	3,646	3,059
Warrants	555	631	117	-	-
Accidents	1,096	1,022	711	920	891
Intelligence	68	129	96	-	-
Written warning	-	-	2,587	3,969	3,584
Parking ticket	-	-	80	145	58
Community environment:					
Planning and development					
Residential construction permits issued	88	171	104	145	104
Estimated value of residential construction	\$ 11,389,936	\$ 13,975,930	\$ 13,386,994	\$ 20,939,307	\$ 13,386,994
Commercial construction permits issued (2)	6	9	5	5	5
Estimated value of commercial construction	\$ 3,723,744	\$ 825,000	\$ 15,000,000	\$ 15,159,000	\$ 15,000,000
Industrial construction permits issued	-	1	-	1	-
Estimated value of industrial construction	\$ -	\$ 400,000	\$ -	\$ 12,000,000	\$ -
General government:					
Finance-income tax (1)					
Number of income tax returns processed	108	12,976	14,814	14,359	19,669
Number of incoming phone calls processed	3,000	4,943	4,876	4,375	4,895
Number of letters sent out	1,078	6,285	10,076	8,209	15,889
Number of walk-in customers helped	3,748	5,261	5,877	5,281	6,522
Water:					
Water main breaks repaired	45	48	41	46	68
Hydrants flushed	1,977	412	2,063	401	2,007
Drinking water produced (gallons)	1,364,426,000	1,334,103,000	1,329,987,000	1,257,565,000	1,273,797,000

Sources: Various City Divisions/Departments.

- (1) Operating indicators are not available from them. The numbers presented are for the City's tax department and the customer service that they provided. In October 2010, the City resumed income tax collection and no longer used RITA.
- (2) In addition to the commercial construction in 2010, there was also construction of 7 new schools. The schools have varying completion dates ranging from 2012 through 2014.

2015	2016	2017	2018	2019
2,768	2,531	2,670	2,751	1,975
5,126	5,465	5,661	5,687	5,404
2,340	2,531	2,670	2,751	1,975
4,817	5,465	5,661	5,687	5,404
35,915	35,548	34,745	33,149	36,268
16,273	15,990	16,240	13,785	13,949
3,638	3,029	2,791	2,485	2,247
3,430	4,041	4,325	3,597	3,219
2,172	2,000	1,969	1,476	1,297
-	-	-	-	-
3,361	2,851	3,057	2,476	2,632
-	-	-	-	-
131	1,039	1,033	1,001	956
-	-	-	-	-
3,456	2,940	2,996	2,696	3,464
85	90	69	54	134
142	175	141	181	197
\$ 22,161,666	\$ 27,914,566	\$ 23,836,808	\$ 31,735,048	\$ 33,737,634
5	4	7	6	2
\$ 6,250,000	\$ 2,260,000	\$ 8,377,000	\$ 6,103,694	\$ 2,300,000
-	1	1	1	-
\$ -	\$ 350,000	\$ 2,570,981	\$ 630,000	\$ -
20,258	21,563	22,862	20,056	22,514
5,142	5,132	5,712	5,476	6,134
22,600	23,412	22,970	21,926	37,222
7,267	9,820	9,640	8,063	8,708
46	41	39	35	75
416	2,153	2,203	2,242	98
1,276,035,000	1,236,095,000	1,217,339,000	1,282,618,000	1,331,755,000

CITY OF HUBER HEIGHTS, OHIO
Capital asset statistics by Function/Program
Last Ten Years

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Security of persons and property:										
Fire										
Stations	2	2	2	2	2	2	3	3	3	3
Staff cars	7	7	7	8	9	12	6	8	8	8
Emergency vehicles	8	8	8	8	8	8	8	10	10	10
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Staff cars	16	16	18	16	18	18	18	22	22	20
Police cruisers	29	29	31	25	26	28	30	31	30	31
Leisure time activities:										
Senior center										
Buildings	2	2	2	2	2	2	2	2	2	2
Parks and recreation										
Number of parks	16	16	17	17	18	18	18	18	18	19
Buildings	0	0	4	4	5	9	9	9	9	9
Vehicles	0	0	0	0	0	0	0	0	0	1
Pool (1)	0	0	1	1	1	1	1	1	1	1
Community environment:										
Planning and development										
Vehicles	5	5	5	5	6	5	6	6	7	8
Engineering										
City area (square miles)	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06	22.06
Streets (miles)	181.8	181.8	183.2	183.6	183.9	189.3	190.4	190.5	194.2	195.6
Streetlights	2,475	2,475	2,475	2,476	2,477	2,482	2,482	2,482	2,482	2,482
Vehicles	5	5	5	5	5	6	5	6	3	4
Transportation										
Buildings	8	8	8	8	8	8	8	8	8	8
Vehicles	27	27	25	25	27	29	30	29	29	32
General government:										
Central services										
Building	1	1	1	1	1	1	1	1	1	1
Automobiles	1	1	1	1	1	2	4	3	3	4
Management										
Automobiles	2	2	1	1	1	1	1	1	1	1
Finance-accounting										
Automobiles	1	1	1	1	1	0	0	0	0	0
Finance-income tax										
Total square footage occupied in leased income tax office	2,262	2,262	2,262	2,262	2,262	2,262	2,262	3,841	3,841	3,841
Automobiles	1	1	1	1	1	1	1	1	1	1
Management information systems										
Automobiles	1	1	1	2	1	1	1	1	1	1
Courts										
Building	1	1	1	1	1	1	1	1	1	1
Water:										
Water mains (miles)	165.30	165.30	165.98	167.30	167.30	167.74	193.30	197.01	200.40	201.98
Sewer:										
Sanitary sewers (miles)	147.32	147.32	148.03	150.07	150.07	162.63	167.04	169.82	182.57	183.33
Stormwater:										
Storm sewers (miles)	140.74	140.74	142.70	143.19	143.49	164.70	165.30	165.30	172.23	174.12

Sources: Various City Divisions/Departments.

(1) - The City pool was demolished in 2010 due to the need of extensive repairs.