

city of  
**CINCINNATI**  
**2023**  
CINCINNATI, OHIO



# ANNUAL COMPREHENSIVE FINANCIAL REPORT

for the fiscal year ended June 30, 2023



OHIO AUDITOR OF STATE  
KEITH FABER



88 East Broad Street  
Columbus, Ohio 43215  
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(800) 282-0370

Members of City Council  
City of Cincinnati  
801 Plum Street, Room 250  
Cincinnati, Ohio 45202

We have reviewed the *Independent Auditor's Report* of the City of Cincinnati, Hamilton County, prepared by Clark, Schaefer, Hackett & Co., for the audit period July 1, 2022 through June 30, 2023. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Keith Faber  
Auditor of State  
Columbus, Ohio

March 12, 2024

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# ANNUAL COMPREHENSIVE FINANCIAL REPORT

for the fiscal year ended June 30, 2023

Director of Finance:

**Karen Alder**

Assistant Director of Finance:

**Monica Morton**

Finance Manager:

**Tara Songer**



# INTRODUCTORY SECTION

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**CITY OF CINCINNATI, OHIO**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**For the fiscal year ended June 30, 2023**

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December 29, 2023

The Honorable Mayor, Members of City Council,  
and the Citizens of the City of Cincinnati, Ohio

The City of Cincinnati is pleased to submit the Annual Comprehensive Financial Report (ACFR) for the fiscal year ended June 30, 2023. State law requires that the City of Cincinnati annually publish a complete set of financial statements for the results of its fiscal operations, presented in conformity with generally accepted accounting principles (GAAP). This report is prepared by the Department of Finance, which is responsible for the accuracy of the data and the completeness and fairness of its presentation, including disclosures. The City Administration believes the information presented is accurate in all material respects and reported in a manner designed to show the financial position and operating results of the City.

GAAP require that management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A) located on page 23. This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it.

The City Administration believes the City's internal control structure provides reasonable assurance that assets are safeguarded, transactions are recorded and reported appropriately, and policies are followed. The concept of reasonable assurance recognizes that the cost of a control procedure should not exceed the expected benefit.

An important element of the City's control structure is the ongoing program to promote control consciousness throughout the organization. The Administration's commitment to this program is emphasized through written policies and procedures and a well-qualified financial staff.

Clark Schaefer Hackett has audited the accompanying financial statements for fiscal year 2023. Their report is included herein.

A single audit is an organization-wide financial and compliance audit that is conducted in lieu of the traditional grant-by-grant multiple audits performed in the past. Federal law requires the City to have this single audit of all City Federal grant activities. The City has remained in compliance with this requirement since its inception in 1985. Clark Schaefer Hackett conducted the single audit for the 2023 fiscal year.

### **Profile of the Government**

Cincinnati was founded in 1788, chartered as a village in 1802, and incorporated as a city in 1819. It is located on the Ohio River in Southwestern Ohio near the junction of Ohio, Indiana, and Kentucky. Voters approved major revisions to the City Charter in 1926 to provide for home rule and the council-manager form of government. The City's form of government was modified in 2001 based on a charter amendment approved by the voters in 1999 to implement a stronger Mayor form of government. The Mayor is chosen through a direct election and the nine members of City Council are chosen in a separate at-large election.

The Mayor is elected to a four-year term and term limits enacted in November 1993 limit the Mayor to two consecutive four-year terms. In November 2018 voters approved a change in the City Council terms to four

consecutive two-year terms. The Mayor appoints the City Manager subject to prior approval of the City Council.

The reporting entity includes the City and Health District, a blended component unit. In determining what constitutes the City reporting entity, the criteria established by the Governmental Accounting Standards Board were used. The City is not financially accountable for any other potential component units. Hamilton County and the Cincinnati City School District are separate governmental jurisdictions that overlap the City's boundaries. These entities are not included in the City's financial reports.

An annual operating budget is adopted each fiscal period for the General Fund and several Special Revenue Funds which operate on an annual budget. Budgetary data is presented for these funds as well as the Capital Projects Funds, Debt Service Fund, Tax Increment Financing Funds, Health District Funds, Permanent Funds, and other Special Revenue Funds which are mostly grants. For each budgeted expenditure classification, the level of appropriation control, which may not be exceeded, is personal service, non-personal service, capital outlay, and debt service. Any revisions that alter the appropriation control classification of any division within a City department must be approved by the City Council. Encumbrances do not lapse and are included as expenditures in the current period budget (Non-GAAP Budgetary Basis).

The City provides the full range of municipal services including police and fire protection, parks, recreation, public services (highways, streets, and waste collection), health and human services, culture, public improvements, planning and zoning, general administrative, and water and sewer services.

## **Information Useful in Assessing the Government's Economic Condition**

### Local Economy

The City's diverse economic base has been, and continues to be, a source of financial stability for the City. Among its prominent manufacturing groups are transportation equipment, which includes aircraft engines and auto parts; food and kindred products; metal working and general industrial machinery; chemicals; fabricated metal products; and printing and publishing. Several Fortune 500 corporations are headquartered in the City's region, and over 400 Fortune 500 firms have operations in the metropolitan area.

According to a report released by the Ohio Department of Job and Family Services in July 2023, Ohio's June 2023 unemployment rate was 3.4%, which was a decrease of 0.5% compared to June 2022. Cincinnati's June 2023 unemployment rate was 3.9% compared to 4.6% in June 2022, which was a decrease of 0.7%. There was a net increase in employment in the following major sectors: goods-producing industries, private service-providing, and government.

Per the U.S. 2020 Census, the city of Cincinnati's population was 309,317. The 2021 population estimates from the Census Bureau have the population increasing to 310,080.

As the City recovers from the impact of the COVID-19 pandemic, the City continues to utilize the Federal funding received through the American Rescue Plan Act (ARPA). While many of the General Fund revenue categories, which were impacted by the pandemic, have returned to pre-pandemic collections and the City ended fiscal year 2023 with a revenue surplus, revenue estimates for fiscal year 2024 have not increased enough to cover the increased cost of personnel, goods, and services, and the City remains reliant on the ARPA dollars to cover its fiscal year 2024 budget deficit. The City received approximately \$279.6 million in Federal Coronavirus State and Local Fiscal Recovery Funds (CSLFRF) under ARPA, which was received in two tranches (May 2021 and June 2022). In fiscal years 2021 and 2022, the City allocated approximately \$139.8 million for ARPA eligible projects and as revenue replacement in the General Fund and various restricted funds. The City also appropriated the remaining \$139.8 million for the purpose of providing fiscal stability for the City's operating budgets in fiscal years 2023, 2024, and 2025.

## Long Term Financial Planning

The City adheres to a Mayor and City Council approved Stabilization Policy which ensures that the City maintains a strong financial position and protects its general obligation bond rating during periods of fiscal stress. The policy calls for the achievement of a minimum reserve level for emergency needs of a catastrophic nature of two months, or 16.7%, of general operating revenues. The four components of the policy are the General Fund Carryover Balance, the General Fund Contingency Account, the Economic Downturn Reserve, and the Working Capital Reserve. The policy also includes a waterfall funding mechanism which defines the use of excess carryover for the purpose of funding stabilization fund goal levels to 16.7%, up to \$2 million to the Cincinnati Retirement System, up to \$5 million to affordable housing efforts, a \$500,000 operating reserve, and one-time capital projects with the remaining dollars.

At the end of the fiscal year, June 30, 2023, reserves were 21.29% of fiscal year 2023 revenue. Fiscal year 2023 is the sixth consecutive year the City increased its reserve balance.

Actual Non-GAAP General Fund expenditures/encumbrances for fiscal year 2023 were \$381.7 million which were lower than the budgeted amount (net ARPA funds) of 393.2 million by approximately \$11.5 million. Actual Non-GAAP revenue for fiscal year 2023 of \$487.6 million was less than budgeted fiscal year revenues (net ARP funds) of \$477.2 million.

Moody's rates the City's general obligation bonds "Aa2", the third highest rating. The City's bond rating by Standard and Poor is "AA," the third highest rating. The ratings reflect the City's proactive fiscal management, broad revenue base, and the City's growth in reserves and liquidity.

## Relevant Financial Policies

Cash temporarily idle during the year was invested in obligations of the U.S. Treasury, obligations of a Federal government agency or instrumentality, the State Treasury Asset Reserve (STAR) of Ohio (the State Treasurer's investment pool), and City of Cincinnati notes/bonds. The City has an investment committee that meets regularly to review investment policies and procedures. Beginning in March 2003, separate portfolios were created for general and bond investments in order to track specific interest earned on bond proceeds.

The City's Investment Policy, which was approved by the Mayor and City Council, is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Accordingly, deposits are either insured by Federal depository insurance or collateralized. The investments held by the City at June 30, 2023 were either backed by the full faith and credit of the U.S. Government or were investments with a credit rating of A and above.

The City utilizes the services of two professional investment management firms, Nuveen Asset Management and Fifth Third/MainStreet Investment Advisors, to manage a portion of the City's investment portfolio. The portfolio managed by these firms must follow the same laws and investment policies that guide the City's internally managed portfolio. As of June 30, 2023, the par value of City assets managed by these firms was \$396.3 million.

The par value of the assets managed internally by the City's Treasury Division was \$1.1 billion. The assets managed internally include the assets invested from the sale of bond proceeds as well as the assets needed to satisfy the cash requirements of the City. As of June 30, 2023, the investment allocation of the aggregate portfolio was as follows:

U.S. Agency Securities	64.93%
U.S. Treasury Notes	23.23%
STAR Ohio	9.79%

Overnight Funds/Cash	0.84%
City of Cincinnati Notes	0.23%
Ohio Municipal Debt	0.98%

The City maintains a comprehensive all-risk property insurance program through a commercial carrier that provides coverage for approximately \$1.86 billion in property values. The program contains a \$100,000 deductible for most occurrences, provides coverage in the amount of \$500 million per occurrence, and has a maximum limit of \$50 million for earthquake damage and \$50 million for flood damage.

The Cincinnati Retirement System’s net plan assets were \$2.22 billion as of June 30, 2023 compared to \$2.24 billion as of June 30, 2022. The net investment return for the fiscal year ending June 30, 2023 was 8.27%. The Cincinnati Retirement System’s actuary reported the December 31, 2022, pension funded ratio of 69.3% and the health care funded ratio of 146.4%. This compares to the December 31, 2021 pension funded ratio of 71.6% and the health care funded ratio of 145.1%. In accordance with a court approved settlement agreement with active employees, the unions and the retirees dated October 5, 2015, the City is required to contribute at a rate of at least 16.25% of payroll annually to the retirement system. In fiscal year 2023, the City contributed an additional \$2 million to the pension from the FY 2022 carryover funds bringing the total contribution rate to 17.96% for the year.

Major Initiatives

In fiscal year 2023, the City Administration, with the support of City Council and the Mayor, continued to facilitate the creation of private sector jobs and increased investment through tax incentives and financial assistance for projects and companies. New housing and economic development projects can be seen all across the city, in the neighborhoods and downtown. Noteworthy projects and initiatives are as follows:

**Convention Center Renovation.** The Convention Center Renovation project is a significant undertaking, with an estimated total investment of \$200 million dedicated to revitalizing this key civic asset. This transformation includes the addition of 12,000 square feet of exhibit space and the creation of a sprawling 58,000 square foot park and outdoor convention area, enhancing the center's capacity to accommodate a wide array of events and gatherings. The project goes beyond aesthetics, as it encompasses the replacement of major building systems, the installation of a new façade, and the implementation of cutting-edge technological and accessibility improvements, ensuring a modern and inclusive space for all. The County also committed its support to the project through a 1% increase in transient occupancy tax. While not yet committed, City assistance may include excess Transient Occupancy Tax and \$30 million for public improvements from Urban Renewal Tax Increment Financing and other funds. With an 18-month construction timeline set to commence in July 2024 and conclude in January 2026, this renovation project promises to breathe new life into the Convention Center, positioning it as a premier destination for events and conventions for years to come.

**Adaptive Reuse in Downtown Cincinnati.** From 2012 – 2018, approximately 3 million square feet of vacant downtown office space was converted or planned to be converted in Downtown Cincinnati. Today, that trend has continued. Some of the largest adaptive reuse projects include, but are not limited to, the following:

- Foundry - creation of 150,000 square feet of office and 35,000 square feet of retail/restaurant space in the former Macy’s department store
- Textile Building – renovation of office space into 282 market-rate apartments and 5,000 square feet of ground-floor commercial space
- Central Trust Tower - 31 floors of former office and commercial space at the Central Trust Tower converted into 281 luxurious apartments, ground floor retail, and 2nd-floor commercial spaces
- Mercantile Building and Traction Building – two structures revitalized to include 172 market-rate apartments, 150-room Kimpton Hotel, and 133,000 square feet of commercial space and a renovation of the Mercantile Library space

***Uptown Innovation Corridor.*** The Uptown Innovation Corridor (UIC) is a 65-acre innovation and technology hub, integrated into the region’s innovation ecosystem. Anchored by the University of Cincinnati’s 1819 Innovation Hub, a Tier 1, Carnegie-level research university, and nationally ranked medical centers, the Corridor offers a unique platform for companies of all stages to connect to talent and build partnerships to accelerate innovations. More than 1.1 million square feet of new space totaling more than \$1 billion of investment has been completed or is currently underway. The region’s leading companies have already made the Corridor their innovation address by located research and development operations at UC’s 1819 Innovation Hub in the UIC. They include Procter & Gamble, The Kroger Co., Cincinnati Insurance Companies, Cincinnati Bell, Cincy Tech, as well as a host of local companies and organizations. When fully implemented, the Corridor master plan anticipates \$2.5 billion of project investment, more than 3.5 million square feet of mixed-use development (research, office, clinical, residential, hotel, and retail) and 7,500 jobs. The UIC is focused at the intersection of Martin Luther King Drive and Reading Road.

***Cincinnati Children’s Critical Care Building.*** The nation’s #1 ranked children’s hospital, Cincinnati Children’s Hospital Medical Center, completed an expansion of its main campus. The new Critical Care Building creates approximately 630,000 square feet at an estimated cost of \$600 million. The project is expected to create approximately 600 new jobs, adding to a total of approximately 15,000 employees region wide. The City supported the project with the sale of right of way at fair market value and approval of the realignment of right of way to facilitate the project. No financing incentives were approved for the project.

***Medpace Expansion.*** The Medpace expansion project represents a significant milestone in the company's growth, with a total investment of \$230 million dedicated to the construction of a cutting-edge office tower, a state-of-the-art clinical trial site, and a parking garage. This ambitious endeavor has expanded the office space by over 420,000 square feet, nearly doubling the originally announced 250,000 square feet. Not only does this expansion provide Medpace with enhanced capabilities and resources, but it also plays a pivotal role in the local economy by creating approximately 2,700 jobs, effectively doubling the current level of local employment. This project is also funded by \$33 million in State tax credits and a \$23 million State grant. Anticipated to commence in late 2023, the project is expected to be completed in 2026.

## **Awards and Acknowledgements**

### **Certificate of Achievement and Budget Award**

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 Cincinnati for its annual comprehensive financial report for the fiscal year ended June 30, 2022. This was the 44th consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In 1979, for our 1978 annual financial report, we were the first governmental unit in Ohio to receive the Certificate. As of November 13, 2023, 128 municipal reporting entities in Ohio and only 2,052 nationwide are holders of the Certificate for their fiscal year 2021.

We are equally proud of the GFOA's Award for Distinguished Budget Presentation earned by the City for its 2023/2024 biennial budget. This was the 36th consecutive year the City has received this award. For fiscal years beginning in 2023, only 16 municipalities in Ohio received the award.

The preparation of this Annual Comprehensive Financial Report was accomplished through the efficient and dedicated services provided by the entire staff of the Department of Finance. Each member of the department has our sincere appreciation for the contribution made in the preparation of this report. Appreciation is also expressed to those in other City departments for their cooperation and assistance in matters pertaining to the financial affairs of the City. We hereby acknowledge and thank all who contributed their time and effort.

Respectfully,



Karen Alder  
Director of Finance



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Cincinnati  
Ohio**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

June 30, 2022

*Christopher P. Morill*

Executive Director/CEO

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# **CITY OF CINCINNATI, OHIO**

*Principal City Officials*

## **CITY COUNCIL**

### **MAYOR**

Aftab Pureval, First Term

### **VICE MAYOR**

Jan-Michele Lemon Kearney, Second Term

### **PRESIDENT PRO TEM**

Victoria Parks, First Term

## **COUNCILMEMBERS**

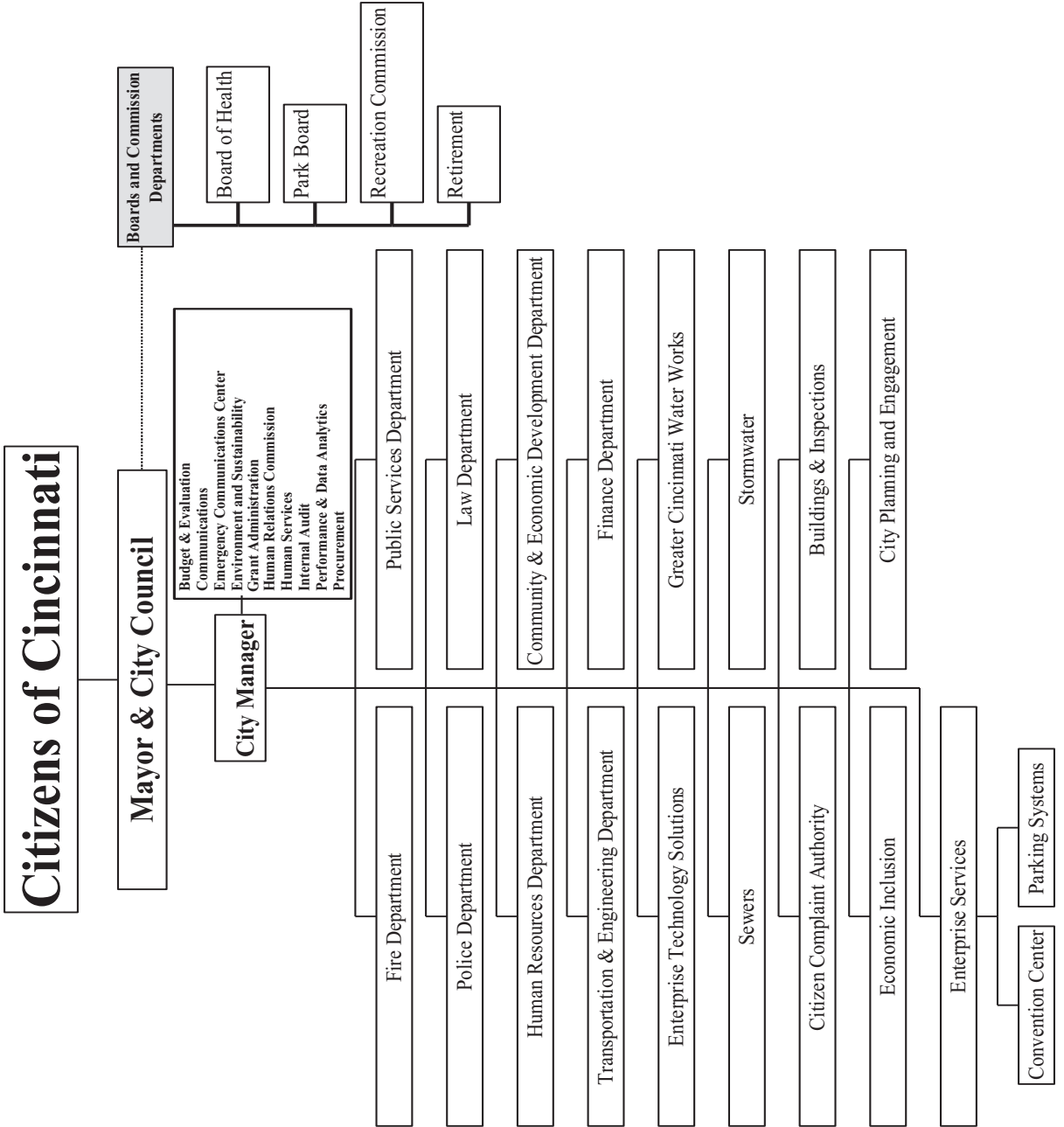
Liz Keating, Second Term  
Reggie Harris, First Term  
Scotty Johnson, First Term  
Seth Walsh, Appointed

Jeff Cramerding, First Term  
Mark Jeffreys, First Term  
Meeka Owens, First Term

### **CITY MANAGER**

Sheryl M.M. Long

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# FINANCIAL SECTION

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## INDEPENDENT AUDITORS' REPORT

To the Honorable Mayor and Members of the City Council  
City of Cincinnati, Ohio:

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Cincinnati (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of June 30, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

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

#### *Emphasis of Matter*

As discussed in Note 23 to the financial statements, the City restated net position at June 30, 2022 to correct a misstatement. Our opinions are not modified with respect to this matter.

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

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

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

## ***Auditors' Responsibilities for the Audit of the Financial Statements***

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

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

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

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

## ***Required Supplementary Information***

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

### ***Supplementary Information***

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

### ***Other Information***

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 29, 2023 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

*Clark, Schaefer, Hackett & Co.*

Cincinnati, Ohio  
December 29, 2023

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# **City of Cincinnati**

## **Management's Discussion and Analysis**

As management of the City of Cincinnati (the City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2023. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 5 - 10 of this report. The government-wide financial statements are presented on a GAAP basis; that is, they reflect accrual basis of accounting. The GAAP fund financial statements will differ from those presented on a budgetary basis.

### **Financial Highlights**

- The assets and deferred outflows of the City, including all Governmental and Business-type activities, exceeded its liabilities and deferred inflows at the close of the most recent fiscal year by \$1.4 billion (net position). Of this amount, negative \$1.2 billion is considered unrestricted. The unrestricted net position of the City's governmental activities has a balance of negative \$1.2 billion. The unrestricted net position of the City's business-type activities is \$25.9 million. The unrestricted portion of net position does not include assets with externally imposed restrictions or restrictions imposed by law.
- The City's total net position was \$1.4 billion in 2023. Net position of the governmental activities increased by \$135.5 million, which represents a 139.1% change from the 2022 balance. Net position of business-type activities increased \$117.1 million or 11.4% increase from 2022. Governmental activities net investment in capital assets increased \$89.2 million. Governmental activities restricted net position decreased \$89.4 million. Business-type activities net investment in capital assets increased \$43.5 million. Business-type activities restricted net position increased by \$7.7 million.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balance of \$872.9 million, in comparison to \$914.3 million at June 30, 2022. On a combined basis, approximately \$6.9 million is considered nonspendable, \$657.5 million is restricted for specific purposes, \$117.2 million has been committed by City Council and \$11.3 million has been assigned to specific purposes by management.
- At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$82.4 million, 21.5% of total 2023 General Fund expenditures. The total fund balance was \$185.8 million, 48.5% of total 2023 General Fund expenditures. \$3.4 million is considered nonspendable, \$88.6 million committed, and \$11.3 million assigned. There was a \$36.3 million decrease in General Fund balance for the fiscal year ended June 30, 2023.
- The City's total general obligation and revenue debt for governmental activities decreased by \$62.3 million or 9.0% during the current fiscal year.
- The unrestricted net position of the City's governmental activities has a balance of negative \$1.1 billion due primarily to noncurrent liabilities related to net pension and other postemployment benefit (OPEB) liabilities and net position being restricted for debt service and capital projects.

### **Overview of the Financial Statements**

The discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

**Government-wide Financial Statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements can be found on pages 37 to 39 of this report.

The Statement of Net Position presents information on all of the City's assets and deferred outflows and liabilities and deferred inflows with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Thus, revenue and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes, and earned but unused vacation leave).

The government-wide financial statements (Statement of Net Position and Statement of Activities) distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, community development, parks and recreation, public safety, transportation and engineering, transit system, public services, and public health. The business-type activities of the City include the Water Works, Parking Facilities, Convention Center, General Aviation, Municipal Golf, and Stormwater Management Funds.

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

**Governmental Funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The basic governmental fund financial statements can be found on pages 40 to 44 of this report.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City's near-term financing decisions. Both the governmental funds' Balance Sheet and the governmental funds' Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains 25 individual governmental funds. Information is presented separately in the governmental funds' Balance Sheet and in the governmental funds' Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, the Health District Fund, the Capital Projects Fund, the Debt Service Fund, Other Grants Fund, and the Tax Increment Financing Fund, all of which are considered to be major funds. Data from the other 19 funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* found elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided for the General Fund to demonstrate compliance with this budget.

**Proprietary Funds.** The City maintains two different types of proprietary funds - enterprise and internal service. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water works, parking facilities, convention center, municipal airport, municipal golf courses and stormwater management system. *Internal service funds* are an accounting device to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds for its printing services operation, fleet services, property management function, self-insurance risk management, self-insurance workers' compensation and enterprise technology services. Because all of these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. The basic proprietary fund financial statements can be found on pages 45 to 49 of this report.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water Works Fund which is considered to be a major fund of the City. The Other Enterprise Funds are combined into a single, aggregated presentation in the proprietary fund financial statements. All Internal Service Funds are also combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the Other Enterprise Funds and Internal Service Funds are provided in the form of *combining statements* found elsewhere in this report.

**Fiduciary Funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City uses fiduciary funds to account for its Pension Trust, Investment Trust and Custodial Funds. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statements can be found on pages 50 and 51 of this report.

**Notes to Financial Statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to financial statements can be found on pages 53 to 146 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's pension and OPEB information from an employer's perspective, as well as the Cincinnati Retirement System's pension and OPEB information from the Plan's perspective, and the budgetary comparison of the City's General Fund, Other Grants Fund, and Health District Fund. Required supplementary information can be found on pages 147 to 173 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, nonmajor enterprise funds and Internal Service Funds are presented immediately following the required supplementary information. Supplementary information can be found on pages 175 to 254 of this report.

**City of Cincinnati's Net Position**  
(AMOUNTS IN THOUSANDS)

	Governmental Activities		Business-type Activities		Total	
	Restated		Restated			
	June 30 2023	June 30 2022	June 30 2023	June 30 2022	June 30 2023	June 30 2022
Current and other assets	\$ 1,505,561	\$ 1,535,866	\$ 512,395	\$ 506,987	\$ 2,017,956	\$ 2,042,853
Capital assets	1,266,449	1,261,141	1,471,068	1,444,103	2,737,517	2,705,244
Total Assets	2,772,010	2,797,007	1,983,463	1,951,090	4,755,473	4,748,097
Deferred Outflows	494,449	256,707	92,215	46,602	586,664	303,309
Long-term liabilities outstanding	2,392,037	1,685,431	846,450	701,821	3,238,487	2,387,252
Other liabilities	221,690	211,881	61,258	71,595	282,948	283,476
Total liabilities	2,613,727	1,897,312	907,708	773,416	3,521,435	2,670,728
Deferred Inflows	419,817	1,059,003	25,165	198,581	444,982	1,257,584
Net Position:						
Net Investment in Capital Assets	758,845	669,627	992,611	949,159	1,751,456	1,618,786
Restricted	693,714	783,083	124,331	116,609	818,045	899,692
Unrestricted	(1,219,644)	(1,355,311)	25,863	(40,073)	(1,193,781)	(1,395,384)
Total net position	\$ 232,915	\$ 97,399	\$ 1,142,805	\$ 1,025,695	\$ 1,375,720	\$ 1,123,094

Note: The amounts above were not restated for implementation of GASB 96.

### Government-wide Financial Analysis

The net pension liability (NPL) is one of the largest liabilities reported by the City at June 30, 2023, and is reported pursuant to GASB Statement No. 68, *Accounting and Financial Reporting for Pension—an Amendment of GASB Statement No. 27*. Another significant liability for the City is the net other postemployment benefits (OPEB) liability reported pursuant to GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pension*, which significantly revises accounting for costs and liabilities related to OPEB.

Governmental Accounting Standards Board (GASB) standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB Statement No. 27) and postemployment benefits (GASB Statement No. 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law or actuarially determined, which may or may not be sufficient to fully fund each plan's *net pension liability* or *net OPEB liability*. GASB Statements No. 68 and No. 75 take an earnings approach to pension and OPEB accounting and require the net pension liability and the net OPEB liability to equal the City's share of each plan's:

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

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits and the promise of future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee and should accordingly be reported by the government as a liability since they received the benefit of the exchange.

Employees of the City participate in one of three plans that offer both pension and OPEB benefits; the Cincinnati Retirement System, a single employer defined benefit plan, the Ohio Public Employees Retirement System, a state-wide cost-sharing, multiple-employer defined benefit plan, or the Ohio Police and Fire Pension Fund, also a state-wide cost-sharing, multiple-employer defined benefit plan.

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows exceeded liabilities and deferred inflows by \$1.4 billion at the close of the most recent fiscal period.

The largest portion of the City's net position, \$1.8 billion, reflects its investment in capital assets (e.g. land, construction in progress, buildings, machinery, equipment, and infrastructure); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to its citizens; consequently, these assets are *not* available for spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, because the capital assets themselves cannot be used to liquidate these liabilities.

An additional portion of the City's net position \$818.0 million (59.5%) represents resources that are subject to external restrictions on how they may be used. The remaining balance, a negative \$1.2 billion, represents *unrestricted net position*. The pension and OPEB plans experienced better than projected investment performance during their measurement periods contributing to the increase in deferred outflows, the decrease in long-term liabilities outstanding and decrease in the unrestricted net position deficit during the fiscal year.

**CITY OF CINCINNATI**  
**Changes in Net Position**  
(AMOUNTS IN THOUSANDS)

	<b>Governmental</b>		<b>Business-type</b>		<b>Total</b>	
	<b>June 30 2023</b>	<b>June 30 2022</b>	<b>June 30 2023</b>	<b>June 30 2022</b>	<b>June 30 2023</b>	<b>June 30 2022</b>
Revenues:						
Program Revenues:						
Charges for Services	\$ 168,185	\$ 134,957	\$ 245,910	\$ 226,361	\$ 414,095	\$ 361,318
Operating Grants and Contributions	87,758	197,880		26	87,758	197,906
Capital Grants and Contributions	16,754	11,260	995	21,987	17,749	33,247
General Revenues:						
Property Taxes	71,555	72,256			71,555	72,256
Income Taxes	407,750	396,173			407,750	396,173
Admission Taxes	8,906	7,656			8,906	7,656
Shared Revenues	53,083	52,647			53,083	52,647
Occupancy Taxes	4,125	2,807	2,601	1,914	6,726	4,721
Unrestricted Investment	10,587	(28,071)	4,673	(9,623)	15,260	(37,694)
Miscellaneous	86,588	72,414	4,548	4,063	91,136	76,477
Total Revenues	915,291	919,979	258,727	244,728	1,174,018	1,164,707
Expenses:						
General Government	236,105	186,335			236,105	186,335
Community Development	82,212	72,625			82,212	72,625
Parks and Recreation	49,577	34,828			49,577	34,828
Public Safety	284,839	215,141			284,839	215,141
Transportation and Engineering	52,215	50,002			52,215	50,002
Transit System	3	4,792			3	4,792
Public Services	26,131	20,109			26,131	20,109
Public Health	25,938	21,280			25,938	21,280
Interest on long-term debt	21,057	21,194			21,057	21,194
Water Works			92,964	70,355	92,964	70,355
Parking Facilities			6,399	10,193	6,399	10,193
Convention Center			13,671	13,121	13,671	13,121
General Aviation			702	1,583	702	1,583
Municipal Golf			6,870	6,291	6,870	6,291
Stormwater Management			22,709	11,700	22,709	11,700
Total Expenses	778,077	626,306	143,315	113,243	921,392	739,549
Change in net position before transfers	137,214	293,673	115,412	131,485	252,626	425,158
Transfers	(1,698)	(1,079)	1,698	1,079		
Change in net position	135,516	292,594	117,110	132,564	252,626	425,158
Net position – Beginning, restated	97,399	(195,195)	1,025,695	893,131	1,123,094	697,936
Net position – Ending	\$ 232,915	\$ 97,399	\$ 1,142,805	\$1,025,695	\$ 1,375,720	\$ 1,123,094

**Governmental Activities.** Governmental activities increased net position in the fiscal year 2023 by \$123.6 million. Key elements of the change in net position include:

**Revenues**

The City realized a decrease of governmental activities revenues of \$5.0 million for 2023. Highlights include:

- Charges for services increased by \$33.2 million. This includes the following changes by program:

<b>Governmental Program</b>	<b>Change in Millions</b>
General Government	\$ 17.4
Community Development	(4.8)
Parks and Recreation	2.0
Public Safety	6.4
Transportation and Engineering	0.5
Public Services	(0.4)
Public Health	12.1

See the Financial Trends information in the Statistical section beginning on page 283.

- Operating grants and contributions decreased by \$110.1 million. This decrease is mainly due to fewer COVID-19 related grants in 2023.
- Capital grants and contributions increased by \$5.5 million due to decreases in Ohio Department of Transportation funding for roadway projects.
- Income tax increased by \$11.6 million due to additions to payroll due to recovery after the pandemic.
- Investment earnings increased significantly by \$38.7 million due to a fair value change from the prior year to the current year end.
- Miscellaneous revenues increased \$14.2 million, due to increased property values and TIF agreements.

**Expenses**

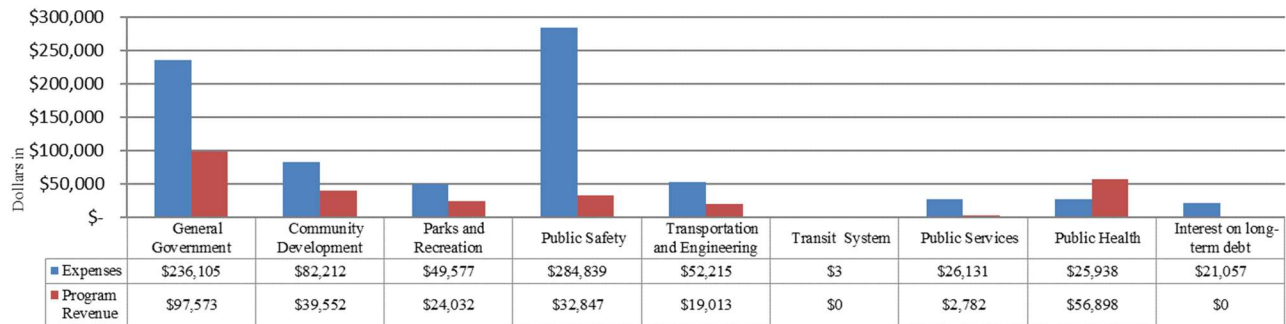
Expenses for governmental activities for the fiscal year ended June 30, 2023, were \$778.1 million. The City shows an increase of \$151.8 million in governmental expenses for fiscal year 2023 when compared to 2022. This represents an increase of 24.2% driven mainly by increased pension and OPEB expenses.

The net costs of operations covered by charges for service, grants and contributions are as follows:

**City of Cincinnati, Ohio**  
**Statement of Activities**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Expenses</b>	<b>Total Program Revenue</b>	<b>Net Revenue (Expense) Per Activity</b>	<b>Percent Covered</b>
<b>Governmental Activities:</b>				
Public Safety	\$ 284,839	\$ 32,847	\$(251,992)	11.53%
General Government	236,105	97,573	(138,532)	41.33%
Public Services	26,131	2,782	(23,349)	10.65%
Public Health	25,938	56,898	30,960	219.36%
Parks and Recreation	49,577	24,032	(25,545)	48.47%
Community Development	82,212	39,552	(42,660)	48.11%
Transit System	3		(3)	0.00%
Transportation and Engineering	52,215	19,013	(33,202)	36.41%
Interest on Long Term Debt	21,057		(21,057)	0.00%
<b>Total governmental activities</b>	<b>\$ 778,077</b>	<b>\$272,697</b>	<b>\$(505,380)</b>	

**Governmental Activities**  
**Expenses and Program Revenue**  
**For the Year Ending June 30, 2023**



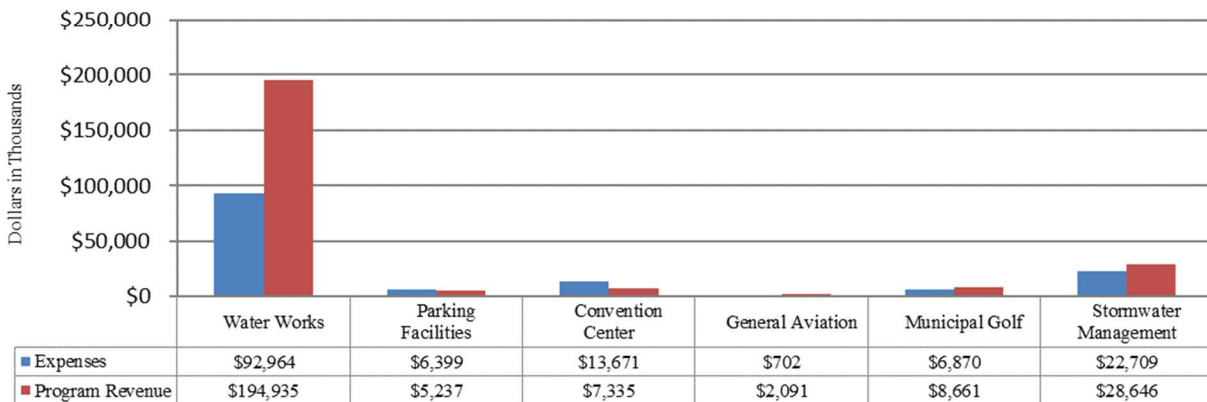
**Business-type Activities.** Business-type activities increased the City’s net position in fiscal year 2023 by \$117.1 million. Key elements of the change were:

- Charges for services revenue increased by \$19.5 million mainly due to greater usage during 2023.
- Capital grants and contributions revenue decreased by \$21.0 million due to a decrease in developer donated water infrastructure.
- Water Works expenses increased by approximately \$22.6 million. This was driven mainly by pension and OPEB expenses.

The net costs of the business-type operations are as follows:

(Amounts in Thousands)	Expense	Program Revenue	Net Revenue (Expense) Per Activity	Percent Covered Activity
<b>Business-type activities:</b>				
Water Works	\$ 92,964	\$ 194,935	\$ 101,971	209.69%
Parking Facilities	6,399	5,237	(1,162)	81.84%
Convention Center	13,671	7,335	(6,336)	53.65%
General Aviation	702	2,091	1,389	297.86%
Municipal Golf	6,870	8,661	1,791	126.07%
Stormwater Management	22,709	28,646	5,937	126.14%
<b>Total Business-type activities</b>	<b>\$ 143,315</b>	<b>\$ 246,905</b>	<b>\$ 103,590</b>	

### **Business-Type Activities Expenses and Program Revenue For the Year Ending June 30, 2023**



## Financial Analysis of the Government's Funds

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

**Governmental Funds.** The focus of the City's *governmental funds (Note 1)* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. Nonspendable fund balances are amounts that cannot be spent, such as inventory, advances or nonexpendable trust balances. Restricted fund balances are amounts that are restricted legally for a specific purpose, such as a grant or by debt decree. Committed fund balances are amounts committed by the governing body through council legislation, such as budgetary commitments. Assigned fund balances are internal commitments by the governments' management for a specific purpose.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$872.9 million, a decrease of \$41.3 million in comparison with the prior year. Approximately 75.3% or \$657.6 million of this total amount constitutes *restricted fund balance*, which is available for spending for a specific purpose. The *committed fund balance*, \$117.2 million or 13.4%, has been committed by council legislation at the end of the year.

The General Fund is the primary operating fund of the City. During 2009, the decision was made to include the Working Capital Reserve Fund with the General Fund as a stabilization fund and is included in the unassigned fund balance. The total unassigned fund balance of the General Fund (including the Working Capital Reserve) was \$82.4 million, which is 17.0% of 2023 General Fund revenues.

The fund balance of the City's General Fund decreased by \$36.3 million during the current fiscal year compared to the fund balance as of June 30, 2022. The increases in income tax revenues were discussed previously. The revenues and expenditures are provided below as an analysis of the effect on fund balance for the fiscal year ended June 30, 2023:

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(Amounts in Thousands)	General Fund	
	6/30/23	6/30/22
<b>REVENUES</b>		
Taxes	\$ 384,127	\$ 378,131
Licenses and Permits	25,110	22,911
Use of Money and Property	9,324	(12,726)
Intergovernmental Revenue	28,785	28,151
State Grants and Other Subsidies	0	38
Charges for Current Services	36,053	36,348
Miscellaneous	1,502	1,048
Total Revenues	<u>\$ 484,901</u>	<u>\$ 453,901</u>
<b>EXPENDITURES</b>		
Current:		
General Government	\$ 95,202	\$ 80,117
Community Development	4,764	4,120
Parks and Recreation	28,160	25,030
Public Safety	232,777	234,527
Transportation and Engineering	7,055	6,549
Public Services	15,260	14,033
Employee Benefits	3	0
Total Expenditures	<u>\$ 383,221</u>	<u>\$ 364,376</u>

Prior to 2020, the City accounted for the health district activities in the general fund and two separate special revenue funds. During 2020, it was determined that the health district is a legally separate entity under GASB Statement No. 61. The City combined all of the health district's activity into a single fund that is reported as a blended component unit special revenue fund.

The Capital Projects Fund has a total fund balance of \$322.2 million which is an increase of \$99.0 million from the June 30, 2022. The change in fund balance relates to an increase in grant revenues.

The total fund balance of the Debt Service Fund was \$120.4 million which is restricted for the payment of debt service. The decrease in fund balance was \$29.0 million. Debt service principal payments in fiscal year 2023 were \$60.0 million.

The total fund balance in the Tax Increment Financing Fund was \$76.4 million which is an increase of \$10.7 million from the prior year. This fund receives service payments in lieu of taxes that are restricted to financing public infrastructure improvements.

The total fund balance in the Other Grants Fund was \$79.8 million which is a decrease of \$94.4 million. The decrease in fund balance is due to charging costs to the American Rescue Plan Act grant.

**Proprietary Funds.** The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the enterprise funds is \$16.0 million. The total change in net position was an increase of \$109.0 million for the Water Works Fund and a increase of \$6.7 million for the Other Enterprise Funds. If the components of recording the net pension and OPEB liabilities were removed from the Statement of Net Position, the enterprise funds' unrestricted net position would be \$233.9 million.

Other factors concerning the finances of these funds have been addressed in the discussion of the City’s business-type activities.

**General Fund Budgetary Highlights**

Revenue estimates for fiscal year 2023 were increased throughout the year, with a final budget of \$562.9 million. The original appropriations were \$470.4 million, while the final appropriations were \$478.8 million.

Appropriation increases were made for 2023 General Fund departments. Detailed information by department can be found on pages 179 to 185 in the General Fund budgetary statement. Major increases were made in the following departments:

- Department of Fire increased by \$3.3 million due primarily to the need for additional overtime and associated wage-based fringe benefit costs related to higher than anticipated sworn attrition.
- Department of Police increased by \$2.0 million due primarily to the need for additional Police Visibility Overtime to address an increase in violent crime, increased lump sum payments due to higher than anticipated sworn attrition, and central warrant fees from Hamilton County.
- Department of City Manager increased by \$1.1 million due primarily to the continuation of certain prior year leveraged support contracts.

**Capital Asset and Debt Administration**

**Capital Assets.** The City’s investment in capital assets for its governmental and business-type activities as of June 30, 2023 is \$2.7 billion (net of accumulated depreciation). This investment in capital assets includes land, construction in progress, buildings, systems, improvements, machinery and equipment, park facilities, streets, and bridges.

**City of Cincinnati’s Capital Assets**  
(net of depreciation)  
(AMOUNTS IN THOUSANDS)

	Governmental		Business-type		Total	
	June 30 2023	Restated June 30 2022	June 30 2023	Restated June 30 2022	June 30 2023	Restated June 30 2022
Land	\$ 168,497	\$ 169,160	\$ 44,271	\$ 44,271	\$ 212,768	\$ 213,431
Buildings	101,628	108,092	148,800	149,775	250,428	257,867
Improvements	199,365	209,856	1,055,146	1,031,239	1,254,511	1,241,095
Machinery and Equipment	43,305	58,401	83,813	87,476	127,118	145,877
Infrastructure	579,835	609,115			579,835	609,115
Construction in Progress	160,178	96,174	139,038	131,342	299,216	227,516
Right-to-Use Assets	13,641	10,343			13,641	10,343
<b>Total</b>	<b>\$ 1,266,449</b>	<b>\$ 1,261,141</b>	<b>\$ 1,471,068</b>	<b>\$ 1,444,103</b>	<b>\$ 2,737,517</b>	<b>\$ 2,705,244</b>

Note: The table above is not restated for the implementation of GASB 96.

Total capital assets, net of accumulated depreciation, increased by \$32.3 million. The governmental activities’ capital assets increased by \$5.3 million in fiscal year ended June 30, 2023, net of depreciation.

The business-type activities capital assets increased by \$27.0 million, due to current year additions exceeding depreciation.

Additional information on the City’s capital assets can be found in Note 13 on pages 83 to 86 of this report.

**Long-term Debt.** At the end of the current fiscal year, the City had \$1.1 billion long-term bonds and notes outstanding. Of this amount, \$572.7 million comprises debt backed by the full faith and credit of the government. The remainder of the City’s debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

**City of Cincinnati’s Outstanding Debt  
General Obligation and Revenue Bonds  
(AMOUNTS IN THOUSANDS)**

	Governmental Activities		Business-type Activities		Total	
	June 30 2023	June 30 2022	June 30 2023	June 30 2022	June 30 2023	June 30 2022
	<b>General Obligation</b>	\$531,269	\$586,070	\$ 41,418	\$ 43,284	\$ 572,687
<b>Revenue Bonds</b>	98,598	106,063	474,840	502,036	573,438	608,099
<b>Total</b>	<b>\$629,867</b>	<b>\$692,133</b>	<b>\$516,258</b>	<b>\$545,320</b>	<b>\$ 1,146,125</b>	<b>\$ 1,237,453</b>

During the current fiscal year, the City’s total debt decreased by \$91.3 million (7.4%).

The City’s general obligation bond rating by Standard and Poor’s Corporation and Moody’s Investor Services, Inc. is “AA” and “Aa2”, respectively.

The City is within all of its legal debt limitations. The Ohio Revised Code provides that the net debt (as defined in the Ohio Revised Code) of a municipal corporation, whether or not approved by the electors, shall not exceed 10.5% of the total value of all property in the municipal corporation as listed and assessed for taxation. In addition, the unvoted net debt of municipal corporations cannot exceed 5.5% of the total taxation value of property. The statutory limitations on debt are measured by the ratio of net debt to tax valuation and expressed in terms of a percentage. The City had a legal debt margin for total debt of \$376.4 million and a legal debt margin for unvoted debt of \$42.5 million. Additional information about the City’s long-term debt can be found in Note 9 on pages 74 to 80 of this report.

**Economic Factors and Next Year’s Budgets and Rates**

- The unemployment rate for the Cincinnati MSA in June 2023 was 3.5% compared to 3.9% a year prior, as the local and national economies continue their recovery from the COVID-19 pandemic. This rate is similar to the State’s unemployment rate of 3.4% and the national rate of 3.6%.
- The City is experiencing increasing costs for contractually obligated labor costs.

All of these factors were considered in preparing the City’s budget update for the fiscal year 2024:

General Fund expenditures for the fiscal year 2023 were \$11.5 million less than the estimate resulting in an increase in unappropriated fund balance at June 30, 2023. The General Fund balance is \$128.0 million on a budgetary basis. At the end of the fiscal year 2023, the reserve balance was \$103.9 million (composed of \$41.5 million working capital reserve, \$9.3 million contingency reserve, \$26.9 million economic downturn reserve and the estimated \$26.2 million in carryover fund balance), which was 21.3% of 2023 General Fund revenue.

The fiscal year 2024 General Fund budget update estimated current revenues of \$527.1 million and estimated expenditures of \$502.1 million, with \$20.5 million transfers out to the Cincinnati Health District Fund and \$3.5 million for debt service.

Continuing budget priorities for 2024 include public safety and health, thriving neighborhoods, growing economic opportunity, excellent and equitable service delivery, and fiscal sustainability. The 2024 budget relies on the one-time use of American Rescue Plan Act resources to ensure primary services for residents are maintained. The primary mission of the 2024 fiscal year General Fund budget is supporting the continuation of essential services such as police and fire, health, public services, parks, and recreation. The 2024 budget also places an emphasis on building a more efficient, effective, and impactful government through the cross-departmental project management structure known as Strategic Initiative Execution Team (SIET). As the City faces projected future operating budget deficits, this tool will be used to improve service delivery in a more efficient and cost-effective manner. The General Fund budget continues to support public safety and health by investing in two recruit classes each for both police and fire, as well as resources for an expanded Alternative Response to Crisis (ARC) program for non-police emergency response calls for service related to mental health. The budget also includes resources for an Access to Counsel program that will provide both legal counsel and emergency short-term rental assistance to tenants and neighborhoods from poor housing conditions. Resources were also set aside for various neighborhood initiatives, including additional resources for the Neighborhood Business District Improvement Program and for Community Development Corporation (CDC) project support. The budget also includes a 0.75 percentage point increase in the employer contribution to the Cincinnati Retirement System, bringing the rate to 17.0%, to continue investing in the City's workforce and improving the City's financial condition.

### **Requests for Information**

The financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance, City Hall, Room 250, 801 Plum Street, Cincinnati, Ohio 45202.

**City of Cincinnati, Ohio**  
**Statement of Net Position**  
**June 30, 2023**  
(Amounts in Thousands)

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Total</u>
<b>ASSETS</b>			
<u>Current Assets</u>			
Cash and Cash Equivalents	\$ 88,507	\$ 6,729	\$ 95,236
Equity in City Treasury	287,647	51,990	339,637
Advances and Petty Cash	171		171
Investments	84,977		84,977
Receivables:			
Taxes	115,190	702	115,892
Accounts, Net	118,945	28,726	147,671
Leases	94,770		94,770
Special Assessments	37,939	2,262	40,201
Accrued Interest	3,479	1,053	4,532
Due from Fiduciary Activities	211		211
Due from Other Governments	5,836	3,378	9,214
Prepaid Items and Other Assets	5,111	2,561	7,672
Inventory	4,875	8,326	13,201
Restricted Assets:			
Cash and Cash Equivalents		51,348	51,348
Equity in City Treasury		21,981	21,981
Investments		55,180	55,180
Internal Balances	(41,596)	41,596	
 Total Current Assets	 806,062	 275,832	 1,081,894
<u>Noncurrent Assets</u>			
Equity in City Treasury	586,127	158,630	744,757
Restricted Equity in City Treasury Cash		47,690	47,690
Accounts Receivable, Net	15,880		15,880
Regulatory Asset		1,734	1,734
Land	168,497	44,271	212,768
Buildings, net of Accumulated Depreciation	101,628	148,800	250,428
Improvements, net of Accumulated Depreciation	199,365	1,055,146	1,254,511
Machinery and Equipment, net of Accumulated Depreciation	43,305	83,813	127,118
Construction in Progress	160,178	139,038	299,216
Right-to-Use Assets, net of Accumulated Amortization	13,641		13,641
Infrastructure Assets, net of Accumulated Depreciation	579,835		579,835
Net Other Postemployment Benefit Asset CRS	97,492	28,509	126,001
 Total Noncurrent Assets	 1,965,948	 1,707,631	 3,673,579
 Total Assets	 2,772,010	 1,983,463	 4,755,473
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Pension Systems Related	428,117	68,406	496,523
Other Postemployment Benefit Systems Related	50,220	5,467	55,687
Asset Retirement Obligations		2,927	2,927
Loss on Defeasance	16,112	15,415	31,527
 Total Deferred Outflows of Resources	 494,449	 92,215	 586,664

(Continued)

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Net Position**  
**June 30, 2023**  
(Amounts in Thousands)

(Continued)	<b>Governmental</b>	<b>Business-Type</b>	
<b>LIABILITIES:</b>	<b>Activities</b>	<b>Activities</b>	<b>Total</b>
<u>Current</u>			
Accounts Payable	\$ 38,451	\$ 6,393	\$ 44,844
Withholdings and Other Deposits	3,734		3,734
Due to Fiduciary Activities	996	265	1,261
Due to Other Governmental Agencies		11,225	11,225
Accrued Payroll	21,548	2,435	23,983
Accrued Liabilities	5,445	578	6,023
Accrued Interest	4,169	1,085	5,254
Deposits Payable	26,166	16	26,182
Unearned Revenue		892	892
Asset Retirement Obligations		2,927	2,927
Compensated Absences Payable	47,241	4,341	51,582
Unpaid Claims	12,675	195	12,870
Subscriptions	205		205
Leases	361		361
Finance Purchase Arrangements	3,126		3,126
Ohio Public Works Commission Loan	278	221	499
Ohio Water Development Authority Loan		4,292	4,292
Matured Bonds and Interest Payable	492		492
Notes Payable	1,142		1,142
State Infrastructure Bond and Loan Payable	184		184
General Obligation Bonds	47,695	3,367	51,062
Revenue Bonds	7,470	9,250	16,720
Other	185		185
Advances from Other Governments	127		127
Payable from Restricted Assets:			
Construction Contracts		6,629	6,629
Deposits Payable		7,147	7,147
Total Current Liabilities	221,690	61,258	282,948
<u>Noncurrent</u>			
Finance Purchase Arrangements	3,141		3,141
Notes Payable	6,255		6,255
State Infrastructure Bond and Loan Payable	4,355		4,355
General Obligation Bonds	483,574	38,051	521,625
Revenue Bonds	91,128	465,590	556,718
Compensated Absences Payable	84,628	5,064	89,692
Pollution Remediation	14,537		14,537
Subscriptions	3,548		3,548
Leases	10,107		10,107
Other Liabilities	2,288		2,288
Ohio Public Works Commission Loan	2,001	761	2,762
Ohio Water Development Authority Loan		53,863	53,863
Unpaid Claims Payable	5,620		5,620
Net Pension Liabilities	1,631,074	283,061	1,914,135
Net Other Postemployment Benefit Liabilities	49,781	60	49,841
Total Noncurrent Liabilities	2,392,037	846,450	3,238,487
Total Liabilities	2,613,727	907,708	3,521,435
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Revenues Levied for the next year	186,954		186,954
Pension Systems Related	43,535	3,409	46,944
Other Postemployment Benefit Systems Related	93,885	11,820	105,705
Leases	94,619		94,619
Service Concession Arrangements		9,898	9,898
Gain on Defeasance	824	38	862
Total Deferred Inflows of Resources	419,817	25,165	444,982
<u>Net Position</u>			
Net Investment in Capital Assets	758,845	992,611	1,751,456
Restricted Net Position for:			
Tax Increment Financing	77,941		77,941
Debt Service	113,884	102,333	216,217
Capital Projects	245,450		245,450
Public Safety	5,893		5,893
Parks and Recreation	12,439		12,439
Street Improvement	7,677		7,677
Infrastructure	12,843		12,843
Public Health	6,701		6,701
Other Purposes	121,159		121,159
Fleet Services	2,449		2,449
OPEB Assets	72,987	21,998	94,985
Permanent Funds - Expendable	11,802		11,802
Permanent Funds - Nonexpendable	2,489		2,489
Unrestricted Net Position	(1,219,644)	25,863	(1,193,781)
Total Net Position	<u>\$ 232,915</u>	<u>\$ 1,142,805</u>	<u>\$ 1,375,720</u>

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Activities**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

<b>Functions/Programs</b>	<b>Program Revenues</b>				<b>Net (Expense) Revenue and Changes in Net Position</b>		
	<b>Expenses</b>	<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>
<b>Governmental Activities:</b>							
General Government	\$ 236,105	\$ 88,660	\$ 8,913	\$	\$ (138,532)		\$ (138,532)
Community Development	82,212	4,731	34,821		(42,660)		(42,660)
Parks and Recreation	49,577	10,303	13,506	223	(25,545)		(25,545)
Public Safety	284,839	24,547	8,300		(251,992)		(251,992)
Transportation and Engineering	52,215	1,974	508	16,531	(33,202)		(33,202)
Transit System	3				(3)		(3)
Public Services	26,131	2,782			(23,349)		(23,349)
Public Health	25,938	35,188	21,710		30,960		30,960
Interest on long-term debt	21,057				(21,057)		(21,057)
Total governmental activities	<u>778,077</u>	<u>168,185</u>	<u>87,758</u>	<u>16,754</u>	<u>(505,380)</u>		<u>(505,380)</u>
<b>Business-type activities:</b>							
Water Works	92,964	193,940		995		\$ 101,971	101,971
Parking Facilities	6,399	5,237				(1,162)	(1,162)
Convention Center	13,671	7,335				(6,336)	(6,336)
General Aviation	702	2,091				1,389	1,389
Municipal Golf	6,870	8,661				1,791	1,791
Stormwater Management	22,709	28,646				5,937	5,937
Total Business-type activities	<u>143,315</u>	<u>245,910</u>		<u>995</u>		<u>103,590</u>	<u>103,590</u>
Total	<u>\$ 921,392</u>	<u>\$ 414,095</u>	<u>\$ 87,758</u>	<u>\$ 17,749</u>	<u>(505,380)</u>	<u>103,590</u>	<u>(401,790)</u>
<b>General Revenues:</b>							
<b>Taxes:</b>							
Property taxes					71,555		71,555
Income taxes					407,750		407,750
Admission taxes					8,906		8,906
Occupancy taxes					4,125	2,601	6,726
Unrestricted Shared Revenues					53,083		53,083
Unrestricted investment earnings					10,587	4,673	15,260
Miscellaneous					86,588	4,548	91,136
Transfers between governmental and business-type activities					(1,698)	1,698	
Total general revenues and transfers					<u>640,896</u>	<u>13,520</u>	<u>654,416</u>
Change in net position					135,516	117,110	252,626
Net position-beginning, restated					97,399	1,025,695	1,123,094
Net position-ending					<u>\$ 232,915</u>	<u>\$ 1,142,805</u>	<u>\$ 1,375,720</u>

The accompanying notes to financial statements are an integral part of this statement.

City of Cincinnati, Ohio  
Balance Sheet  
Governmental Funds  
June 30, 2023  
(Amounts in Thousands)

	General	Health District	Capital Projects	Debt Service	Tax Increment Financing	Other Grants	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>								
Cash and Cash Equivalents	\$	\$	\$ 83,011	\$ 1	\$	\$ 738	\$ 4,409	\$ 88,159
Equity in City Treasury Cash	194,525	21,200	294,606	115,659	83,972	24,616	57,889	792,467
Advances and Petty Cash	171							171
Investments, at Fair Value			906	3,789	5,360	59,445	15,477	84,977
Receivables:								
Taxes	63,153		2,382	48,067			1,588	115,190
Accounts, Net	11,291	2,413	8,571	6,166	100,245	28	4,820	133,534
Lease Receivable	94,770							94,770
Special Assessments	2,279	4	1,138			22,288	12,230	37,939
Accrued Interest and Dividends	2,409		460	292			77	3,238
Due from Other Funds	1,583	46	636	2,360		35	453	5,113
Due from Other Governments	4,059						1,401	5,460
Inventory	3,389	190	433			57	350	4,419
Advances to Other Funds	900						521	1,421
Total Assets	<u>\$ 378,529</u>	<u>\$ 23,853</u>	<u>\$ 392,143</u>	<u>\$ 176,334</u>	<u>\$ 189,577</u>	<u>\$ 107,207</u>	<u>\$ 99,215</u>	<u>\$ 1,366,858</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>								
<b>Liabilities:</b>								
Accounts Payable	\$ 4,823	\$ 1,243	\$ 11,789	\$ 43	\$ 980	\$ 4,617	\$ 4,957	\$ 28,452
Withholdings and Other Deposits	3,896							3,896
Due to Other Funds	1,212	56	480		4,331	12	1,462	7,553
Due to Fiduciary Funds	760	177						937
Accrued Payroll	17,662	1,675		19		49	1,702	21,107
Accrued Liabilities	177	23			6,580	397	102	7,279
Deposits Payable	9,956	961	6,431	627		3	4,727	22,705
Estimated Liability for Unpaid Claims	736	26					92	854
Advances from Other Funds	992		40,355				900	42,247
Advances from Other Governments	106						1	107
Matured Bonds and Interest Payable				492				492
Total Liabilities	<u>40,320</u>	<u>4,161</u>	<u>59,055</u>	<u>1,181</u>	<u>11,891</u>	<u>5,078</u>	<u>13,943</u>	<u>135,629</u>
<b>Deferred Inflow of Resources:</b>								
Revenues Levied for the next year and Unavailable Revenue	152,411	4	10,818	54,717	101,319	22,288	16,733	358,290
<b>Fund Balances:</b>								
Nonspendable	3,389	190	433			57	2,839	6,908
Restricted		6,697	321,337	120,436	76,367	73,623	59,112	657,572
Committed	88,648	12,801	500			6,161	9,098	117,208
Assigned	11,325							11,325
Unassigned	82,436						(2,510)	79,926
Total Fund Balances	<u>185,798</u>	<u>19,688</u>	<u>322,270</u>	<u>120,436</u>	<u>76,367</u>	<u>79,841</u>	<u>68,539</u>	<u>872,939</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 378,529</u>	<u>\$ 23,853</u>	<u>\$ 392,143</u>	<u>\$ 176,334</u>	<u>\$ 189,577</u>	<u>\$ 107,207</u>	<u>\$ 99,215</u>	<u>\$ 1,366,858</u>

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Reconciliation of the Balance Sheet to the**  
**Statement of Net Position**  
**Governmental Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

**Total fund balances - governmental funds** \$ 872,939

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

Capital assets (net of accumulated depreciation/amortization) used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. 1,263,499

Certain receivables will be collected next year, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds. 76,717

Some amounts reported for governmental-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities. 25,874

Deferred gains and losses on refundings are recorded in the fund level financial statements but are accrued and amortized over the life of the bonds in the government-wide financial statements. This is the unamortized portion of gains and losses on defeasance. 15,288

Deferred Inflows and Outflows related to Net Pension and Other Postemployment Benefit Liabilities are not reported in the funds. The unamortized portion of these deferred inflows and outflows is: 326,283

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

G.O. Bonds and Notes payable	(483,036)
Revenue bonds payable	(95,885)
Long Term Notes Payable	(7,397)
Unamortized bond premium and discounts	(48,822)
State Infrastructure Bank Bond and Loan Payable	(4,539)
Compensated absences	(130,072)
Net Pension Liability	(1,569,680)
Net Other Post Employment Benefit Asset/Liability	41,463
Ohio Public Works Commission Loans	(2,279)
Unpaid claims payable	(1,573)
Accrued interest on bonds	(4,165)
Other Accrued Liabilities	(6,675)
Pollution Remediation	(14,537)
Finance Purchases	(6,267)
Lease Liability	(10,468)
Subscription Liability	(3,753)

**Total net position - - governmental activities (page 38)** \$ 232,915

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	General	Health District	Capital Projects	Debt Service	Tax Increment Financing	Other Grants	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>								
Taxes	\$ 384,127	\$	\$ 33,571	\$ 45,140	\$	\$ 4,125	\$ 23,494	\$ 490,457
Licenses and Permits	25,110	1,704					49	26,863
Use of Money and Property	9,324	2	1,520	32,742	174	2,246	5,064	51,072
Special Assessments			200	72		8,148		8,420
Intergovernmental Revenue	28,785	5,473	1,540	5,111	1,510	3,109	22,312	67,840
Federal Grants		1,674	10,239			10,239	37,707	59,859
State Grants and Other Subsidies		12,541	5,482			1,337	6,024	25,384
Charges for Current Services	36,053	33,439				186	12,247	81,925
Earnings from Investments							12	12
Miscellaneous	1,502		414	2,048	79,321	13	6,365	89,663
<b>Total Revenues</b>	<b>484,901</b>	<b>54,833</b>	<b>52,966</b>	<b>85,113</b>	<b>81,005</b>	<b>29,403</b>	<b>113,274</b>	<b>901,495</b>
<b>EXPENDITURES</b>								
Current:								
General Government	95,202	1,656	744	1,868	42,818	106,526	18,558	267,372
Community Development	4,764				7,248	7,157	31,134	50,303
Parks and Recreation	28,160					2,830	22,147	53,137
Public Safety	232,777					642	5,254	238,673
Transportation and Engineering	7,055		159			1,226	16,871	25,311
Public Services	15,260					1,779	18,337	35,376
Public Health		59,070				868		59,938
Employee Benefits	3					1		4
Capital Outlay			131,230					131,230
Debt Service:								
Principal Retirement			14,194	59,992	7,137			81,323
Interest			2,860	17,389	2,561			22,810
Bond Issuance Cost				38				38
<b>Total Expenditures</b>	<b>383,221</b>	<b>60,726</b>	<b>149,187</b>	<b>79,287</b>	<b>59,764</b>	<b>121,029</b>	<b>112,301</b>	<b>965,515</b>
Excess (Deficiency) of Revenues over (under) Expenditures	101,680	(5,893)	(96,221)	5,826	21,241	(91,626)	973	(64,020)
<b>OTHER FINANCING SOURCES(USES)</b>								
General Obligation Bonds and Notes Issued								
Transfers In	29,776	19,355	217,156	10,499	3,300	858	2,194	283,138
Transfers (Out)	(167,765)		(33,369)	(56,527)	(13,861)	(3,633)	(8,083)	(283,238)
<b>Total Other Financing Sources(Uses)</b>	<b>(137,989)</b>	<b>19,355</b>	<b>195,337</b>	<b>(34,778)</b>	<b>(10,561)</b>	<b>(2,775)</b>	<b>(5,889)</b>	<b>22,700</b>
Net change in fund balances	(36,309)	13,462	99,116	(28,952)	10,680	(94,401)	(4,916)	(41,320)
Fund Balances at July 1	222,107	6,226	223,154	149,388	65,687	174,242	73,455	914,259
Fund Balances at June 30	\$ 185,798	\$ 19,688	\$ 322,270	\$ 120,436	\$ 76,367	\$ 79,841	\$ 68,539	\$ 872,939

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances**  
**to the Statement of Activities**  
**Governmental Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

<b>Net change in fund balances - total governmental funds</b>	<b>\$</b>	<b>(41,320)</b>
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which capitalizable outlay (\$81,575) exceeded depreciation/amortization (\$73,701) in the current period.		7,874
Governmental funds report cash received for assets disposed of as revenue. However, in the statement of activities, that cash offsets the difference between the book value (\$8,287) and accumulated depreciation of the disposed asset (\$6,923).		(1,364)
Deferred inflows of resources for revenues levied for next year and unavailable revenue includes revenue not recorded in the fund level, but reported in the statement of activities. This is the current year change in the deferred inflow of resources reported as revenue in the statement of activities.		(7,928)
The long-term liability for compensated absences is not recorded in the fund level, but is reported in the statement of activities. This is the current year change in the liability, reported as an expense in the statement of activities.		(4,512)
The long-term liability for unpaid claims is not recorded in the fund level, but is reported in the statement of activities. This is the current year change in the liability, reported as an expense in the statement of activities.		38
The long-term liability for Net Pension Liability is not recorded in the fund level, but is reported in the statement of activities. A portion of the current year change is recorded as deferred inflows and deferred outflows. This year the deferred amounts are amortized and the current year net pension expense was recorded as a reduction of an expense in the statement of activities.		95,610
The long-term liability for Net Other Postemployment Benefit Asset/Liability is not recorded in the fund level, but is reported in the statement of activities. A portion of the current year change is recorded as deferred inflows and deferred outflows. This year the deferred amounts are amortized and the current year net other postemployment expense was recorded as an expense in the statement of activities.		11,643

(Continued)

**City of Cincinnati, Ohio**  
**Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances**  
**to the Statement of Activities**  
**Governmental Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

(Continued)

Bond and loan proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bond and loan principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which repayments exceeded proceeds.	\$ 59,737
Some expenses and credits to expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	(5,162)
Bond premiums are included in revenue at the fund level, but capitalized and amortized over the life of the bonds in the government-wide financial statements. This is the amount by which premiums on new debt exceeded the amortization of premiums.	4,936
Net Gains on defeasance are included in revenues at the fund level, but are deferred and amortized over the life of the bonds in the government-wide financial statements. This is the current amortization.	38
Bond discounts are included in expenditures at the fund level, but are deferred and amortized over the life of the bonds in the government-wide financial statements. This is the current amortization.	(13)
Net Losses on defeasance are included in expenditures at the fund level, but are deferred and amortized over the life of the bonds in the government-wide financial statements. This is the amount by which the loss on defeasance on new debt exceeds the current amortization.	(2,844)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The net revenue(expense) of certain internal service funds is reported with governmental activities.	<u>18,783</u>
Change in net position of governmental activities (page 39)	<u><u>\$ 135,516</u></u>

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Net Position**  
**Proprietary Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Water Works</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	<b>Internal Service Funds</b>
<b>ASSETS</b>				
<b>Current:</b>				
Cash and Cash Equivalents	\$ 5,566	\$ 1,163	\$ 6,729	\$ 348
Equity in City Treasury Cash	39,129	12,861	51,990	25,582
Receivables:				
Taxes		702	702	
Accounts, Net	23,776	4,950	28,726	1,373
Special Assessments	2,262		2,262	
Accrued Interest	900	153	1,053	241
Due from Other Funds	597	146	743	2,328
Due from Fiduciary Funds				211
Due from Other Governments	3,378		3,378	379
Prepaid Items	2,150	411	2,561	2,716
Inventory	8,326		8,326	457
Advances to Other Funds	50	31,475	31,525	9,351
Restricted Assets:				
Cash and Cash Equivalents	51,348		51,348	
Equity in City Treasury Cash	21,981		21,981	
Investments, at Fair Value	55,180		55,180	
<b>Total Current Assets</b>	<b>214,643</b>	<b>51,861</b>	<b>266,504</b>	<b>42,986</b>
<b>Noncurrent:</b>				
Equity in City Treasury Cash	130,725	27,905	158,630	55,725
Restricted Equity in City Treasury Cash	47,690		47,690	
Land	2,727	41,544	44,271	283
Buildings, net of Accumulated Depreciation	135,418	13,382	148,800	
Improvements, net of Accumulated Depreciation	942,426	112,720	1,055,146	1,608
Machinery and Equipment, net of Accumulated Depreciation	79,960	3,853	83,813	1,059
Construction in Progress	127,811	11,227	139,038	
Net Other Postemployment Benefit Asset CRS	24,859	3,650	28,509	6,248
Other Assets	1,734		1,734	2,449
<b>Total Noncurrent Assets</b>	<b>1,493,350</b>	<b>214,281</b>	<b>1,707,631</b>	<b>67,372</b>
<b>Total Assets</b>	<b>1,707,993</b>	<b>266,142</b>	<b>1,974,135</b>	<b>110,358</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Asset Retirement Obligations	2,927		2,927	
Loss on Defeasance	14,022	1,393	15,415	312
Pension Systems Related	59,521	8,885	68,406	16,376
Other Postemployment Benefit Systems Related	4,571	896	5,467	1,224
<b>Total Deferred Outflows of Resources</b>	<b>81,041</b>	<b>11,174</b>	<b>92,215</b>	<b>17,912</b>

(Continued)

The accompanying notes to financial statements are an integral part of this statement.

CITY OF CINCINNATI, OHIO

Statement of Net Position

Proprietary Funds

June 30, 2023

(Amounts in Thousands)

	Business-Type Activities - Enterprise Funds			Governmental
	Water Works	Other Enterprise Funds	Total Enterprise Funds	Internal
				Service Funds
(Continued)				
<b>LIABILITIES</b>				
Current:				
Accounts Payable	\$ 5,163	\$ 1,230	\$ 6,393	\$ 7,048
Due to Other Funds	154	358	512	25
Due to Fiduciary Funds	230	35	265	59
Due to Other Governments	11,287		11,287	
Accrued Payroll	2,089	346	2,435	441
Accrued Liabilities		578	578	550
Accrued Interest	985	100	1,085	4
Deposits Payable		16	16	148
Unearned Revenue		892	892	
Asset Retirement Obligations	2,927		2,927	
Compensated Absences Payable	3,612	729	4,341	1,114
Unpaid Claims Payable	193	2	195	7,327
Ohio Public Works Commission Loan	221		221	
Ohio Water Development Authority Loan	4,292		4,292	
General Obligation Bonds and Notes Payable	753	2,614	3,367	97
Revenue Bonds Payable	9,250		9,250	
Payable from Restricted Assets:				
Construction Contracts	6,629		6,629	
Deposits Payable	7,147		7,147	
<b>Total Current Liabilities</b>	<b>54,932</b>	<b>6,900</b>	<b>61,832</b>	<b>16,813</b>
Noncurrent:				
Compensated Absences Payable	4,506	558	5,064	683
Ohio Public Works Commission Loan	761		761	
Ohio Water Development Authority Loan	53,863		53,863	
Estimated Liability for Unpaid Claims				8,541
Advances from Other Funds				50
Advances from Other Governments				20
Revenue Bonds Payable	465,590		465,590	
General Obligation Bonds and Notes Payable	4,227	33,824	38,051	2,027
Net Pension Liabilities	247,191	35,870	283,061	61,394
Net Other Postemployment Benefit Liabilities	60		60	
<b>Total Noncurrent Liabilities</b>	<b>776,198</b>	<b>70,252</b>	<b>846,450</b>	<b>72,715</b>
<b>Total Liabilities</b>	<b>831,130</b>	<b>77,152</b>	<b>908,282</b>	<b>89,528</b>
<b>DEFERRED INFLOWS</b>				
Gain on Defeasance		38	38	
Service Concession Arrangement		9,898	9,898	
Pension Systems Related	3,032	377	3,409	88
Other Postemployment Benefit Systems Related	10,148	1,672	11,820	2,878
	13,180	11,985	25,165	2,966
<b>NET POSITION</b>				
Net Investment in Capital Assets	823,497	169,114	992,611	2,950
Restricted Net Position				
Water Works	102,333		102,333	
Fleet Services				2,449
OPEB Asset	19,124	2,874	21,998	4,594
Unrestricted Net Position	(230)	16,191	15,961	25,783
<b>Total Net Position</b>	<b>\$ 944,724</b>	<b>\$ 188,179</b>	<b>1,132,903</b>	<b>\$ 35,776</b>
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.			9,902	
Net position of business-type activities			\$ 1,142,805	

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Revenues, Expenses, and Changes in Fund Net Position**  
**Proprietary Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Water Works</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	<b>Internal Service Funds</b>
<b>OPERATING REVENUES</b>				
Charges for Current Services	\$ 193,375	\$ 52,016	\$ 245,391	\$ 127,592
Miscellaneous	4,773	751	5,524	2,300
Total Operating Revenues	<u>198,148</u>	<u>52,767</u>	<u>250,915</u>	<u>129,892</u>
<b>OPERATING EXPENSES</b>				
Personal Services	52,358	13,866	66,224	16,350
Contractual Services	13,186	19,892	33,078	4,249
Maintenance and Repairs	7,794	7,763	15,557	1,116
Materials and Supplies	11,594	806	12,400	14,141
Utilities	9,884	951	10,835	2,457
Insurance	383	715	1,098	73,263
Taxes		1,141	1,141	
Depreciation and Amortization	25,906	11,413	37,319	1,202
Rent	1,466	329	1,795	3,304
Pension Expense	(43,992)	(7,128)	(51,120)	(6,474)
Other Postemployment Benefit Expense	(4,702)	(658)	(5,360)	(1,148)
Other Expense	2,379	121	2,500	52
Total Operating Expenses	<u>76,256</u>	<u>49,211</u>	<u>125,467</u>	<u>108,512</u>
Operating Income/(Loss)	121,892	3,556	125,448	21,380
<b>NONOPERATING REVENUES(EXPENSES)</b>				
Interest Revenue	4,457	216	4,673	468
Occupancy Tax Receipts		2,601	2,601	
Interest Expense	(18,609)	(1,370)	(19,979)	(56)
CSA ERIP Payment	222		222	
Operating Grants	9		9	
Gain on Disposal of Assets	27		27	
Nonoperating Revenues(Expenses)	<u>(13,894)</u>	<u>1,447</u>	<u>(12,447)</u>	<u>412</u>
Income/(Loss) before Contributions and Transfers	107,998	5,003	113,001	21,792
Transfers In	8	1,848	1,856	
Transfers (Out)		(158)	(158)	(1,593)
Capital contributions	995		995	
Change in Net Position	109,001	6,693	115,694	20,199
Net Position at July 1, restated	<u>835,723</u>	<u>181,486</u>		<u>15,577</u>
Net Position at June 30	<u>\$ 944,724</u>	<u>\$ 188,179</u>		<u>\$ 35,776</u>

Some amounts reported for business-type activities in the statement of net position are different because the net revenue of certain internal service funds is reported with business type activities.

1,416

Change in net position of business-type activities

\$ 117,110

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Water Works</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	<b>Activities Internal Service Funds</b>
<b>Cash Flows from Operating Activities:</b>				
Receipts from Customers	\$ 188,903	\$ 49,126	\$ 238,029	\$ 14,469
Receipts from Other Funds	8,276	2,223	10,499	113,079
Receipts from Retirement System				161
Payments to Suppliers	(30,328)	(15,329)	(45,657)	(98,697)
Payments to Other Funds	(18,581)	(15,132)	(33,713)	(5,575)
Payments to Employees	(51,710)	(13,778)	(65,488)	(16,283)
Payments for Property Taxes		(1,159)	(1,159)	
Net Cash Provided by Operating Activities	<u>96,560</u>	<u>5,951</u>	<u>102,511</u>	<u>7,154</u>
<b>Cash Flows from Noncapital Financing Activities:</b>				
Repayment of Advances Made To Other Funds				214
Amount Due from Other Funds for City Notes	2,347	366	2,713	736
Interest paid on Bond and Notes	(59)	(23)	(82)	(48)
Principal paid on Bond and Notes	(937)	(99)	(1,036)	(95)
Advances To Other Funds		(70)	(70)	
Occupancy Tax Receipts		2,475	2,475	
Transfers to Other Funds		(388)	(388)	(1,593)
Transfers from Other Funds	8	1,848	1,856	
Net Cash Provided/(Used) by Noncapital Financing	<u>1,359</u>	<u>4,109</u>	<u>5,468</u>	<u>(786)</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>				
Capital Contributed by Other Sources	137		137	
Proceeds from the Sale of Capital Assets	32		32	
Acquisition of Property, Plant and Equipment	(3,438)	(1,946)	(5,384)	
Interest Paid on Bonds and Notes	(17,341)	(1,319)	(18,660)	
Principal Paid on Bonds and Notes	(15,051)	(2,595)	(17,646)	
Principal Paid on Ohio Public Works Loans	(275)		(275)	
Principal Paid on Ohio Water Development Authority Loan	(6,691)		(6,691)	
Additions to Construction in Progress	(54,316)	(3,963)	(58,279)	
Net Cash Used by Capital and Related Financing Activities	<u>(96,943)</u>	<u>(9,823)</u>	<u>(106,766)</u>	
<b>Cash Flow from Investing Activities:</b>				
Investment (Purchases)/Sales	(1,783)		(1,783)	
Interest on Investments	3,772	94	3,866	228
Net Cash Provided by Investing Activities	<u>1,989</u>	<u>94</u>	<u>2,083</u>	<u>228</u>
Net Increase in Cash and Cash Equivalents	2,965	331	3,296	6,596
Cash and Cash Equivalents at Beginning of Period	<u>293,474</u>	<u>41,598</u>	<u>335,072</u>	<u>75,059</u>
Cash and Cash Equivalents at End of Period	<u>\$ 296,439</u>	<u>\$ 41,929</u>	<u>\$ 338,368</u>	<u>\$ 81,655</u>

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Business-Type Activities - Enterprise Funds</b>			<b>Governmental</b>
	<b>Water Works</b>	<b>Other Enterprise Funds</b>	<b>Total Enterprise Funds</b>	<b>Internal Service Funds</b>
<u>Reconciliation of Operating Income/(Loss) to</u>				
<u>Net Cash Provided by</u>				
<u>Operating Activities:</u>				
Operating Income/(Loss)	\$ 121,892	\$ 3,556	\$ 125,448	\$ 21,380
Depreciation and Amortization	25,906	11,413	37,319	1,202
Changes in Assets, Deferred Inflows/Outflows and Liabilities:				
(Increase) Decrease in:				
Receivables	(2,848)	(73)	(2,921)	(1,090)
Due from Other Funds	(57)	145	88	(471)
Due from Fiduciary Funds				(69)
Due from Other Governments	1,936		1,936	1
Inventory	(1,901)		(1,901)	(13)
Prepaid Items	(6,100)	45	(6,055)	(893)
Other Assets				691
Deferred Outflows Cincinnati Retirement System	(44,879)	(6,494)	(51,373)	(11,071)
Deferred Outflows Ohio Public Employees Retirement System	(966)		(966)	
Net Other Post Employment Benefit Asset-CRS	2,964	346	3,310	133
Increase (Decrease) in:				
Accounts Payable	3,927	(135)	3,792	(69)
Deposits Payable				(2,369)
Due to Other Funds	(101)	(36)	(137)	(30)
Due to Fiduciary Funds	10	4	14	2
Due to Other Governmental Agencies	2,012		2,012	
Accrued Payroll	853	120	973	83
Accrued Liabilities		(51)	(51)	30
Advances from Other Governments				(51)
Unearned Revenue		(850)	(850)	
Liability for Compensated Absences	(205)	21	(184)	(277)
Deferred Inflows Service Concession Arrangements		(410)	(410)	
Deferred Inflows Cincinnati Retirement System	(148,688)	(22,824)	(171,512)	(27,060)
Deferred Inflows Ohio Public Employees Retirement System	(1,504)		(1,504)	(7,204)
Estimated Liability for Unpaid Claims	(70)	(12)	(82)	(3,643)
Net Pension Liability Cincinnati Retirement System	142,046	21,186	163,232	37,942
Net Pension Liability Ohio Public Employees Retirement System	1,933		1,933	
Employees Retirement System	400		400	
Net Cash Provided by Operating Activities	<u>\$ 96,560</u>	<u>\$ 5,951</u>	<u>\$ 102,511</u>	<u>\$ 7,154</u>
<u>Schedule of Noncash Investing, Capital</u>				
<u>and Financing Activities:</u>				
Change in Fair Value of Investments	\$ (7,694)	\$ (838)	\$ (8,532)	\$ (2,092)
Capital Contributions	858		858	
Total Noncash Investing, Capital and Financing Activities	<u>\$ (6,836)</u>	<u>\$ (838)</u>	<u>\$ (7,674)</u>	<u>\$ (2,092)</u>

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

	<b>Pension Trust</b>	<b>Investment Trust Fund</b>	<b>Custodial</b>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 40,437	\$	\$
Equity in City Treasury Cash		132,232	1,760
Cash with Fiscal Agent			1
Investments:			
U.S. Treasury Bills and Notes			274,299
Fixed Income	355,295		
U.S. Equities	670,351		
Non-U.S. Equities	406,422		
Volatility Risk Premium	58,862		
Infrastructure	270,469		
Private Equity	248,863		
Real Estate	190,831		
Private Debt	36,593		
	2,237,686		274,299
Total Investments, at Fair Value			
Collateral on Loaned Securities	18,499		
Receivables:			
Accounts, Net	2,959		27,088
Accounts Receivable for Securities Sold	4,557		
Accrued Interest and Dividends	1,304		518
Due from Primary Government	1,206		306
Machinery and Equipment	121		
Accumulated Depreciation	(121)		
Total Assets	2,306,648	132,232	303,972
<b>LIABILITIES</b>			
Accounts Payable	2,316		30,562
Accounts Payable for Securities Purchased	5,796		
Due to Primary Government	253		
Due to Other Governmental Agencies			121,072
Obligations Under Securities Lending	18,499		
Accrued Payroll	41		37
Accrued Liabilities	46,306		35
Bonds Payable	271		
Deposits Payable			1,408
Estimated Liability for Compensated Absences	247		10,000
Total Liabilities	73,729	132,232	\$ 163,114
<b>NET POSITION</b>			
Restricted for External Pool Participant		132,232	
Restricted for Employees' Pension Benefits	1,698,573		
Restricted for Employees' Postemployment Healthcare Benefits	534,346		
Restricted for Other			140,858
Total Net Position	\$ 2,232,919	\$ 132,232	\$ 140,858

The accompanying notes to financial statements are an integral part of this statement.

**City of Cincinnati, Ohio**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Pension Trust</b>	<b>Investment Trust Fund</b>	<b>Custodial</b>
<b>ADDITIONS</b>			
Contributions:			
Plan members	\$ 21,963	\$	\$
Employer	42,963		
Transient Occupancy Tax			1,650
Utility Charges			286,090
Interest Revenue			3,536
Participant Deposits		404,119	
Total Contributions	<u>64,926</u>	<u>404,119</u>	<u>291,276</u>
Investment earnings:			
Interest and Dividends	10,503	1,603	
Proceeds from Litigation	12		
Net Appreciation in the Fair Value of Investments	<u>160,458</u>	<u>(1,071)</u>	
Total Investment Earnings	170,973	532	0
Less Investment Management Expenses	<u>7,550</u>		
Net Income From Investing Activities	<u>163,423</u>	<u>532</u>	<u>291,276</u>
From Security Lending Activities:			
Securities Lending Income	96		
Securities Lending Expense:			
Borrower Rebates	(257)		
Management Fees	40		
Total Securities Lending Expenses	<u>(217)</u>		
Net Income from Securities Lending Activities	<u>(121)</u>		
Total Additions	<u>228,228</u>	<u>404,651</u>	
<b>DEDUCTIONS</b>			
Benefit Payments:			
Pension and Annuities	192,713		
Distributions to Participants		394,860	
Hospital and Medical Care	23,437		
Death Benefits, Active and Retired	520		
Transfers - Retirement to other systems	520		
Total Benefits Payments	<u>217,190</u>	<u>394,860</u>	
Refunds of Contributions	1,233		
Administrative expenses:			
Transient Occupancy Tax			1,510
Utility Charges			299,855
Administrative Expense			42
Personal Services	1,618		
Contractual Services	679		
Materials and Supplies	122		
Depreciation	5		
Total Administrative Expenses	<u>2,424</u>		<u>301,407</u>
Total Deductions	<u>220,847</u>	<u>394,860</u>	<u>301,407</u>
Change in Net Position	7,381	9,791	(10,131)
Net Position at July 1	<u>2,225,538</u>	<u>122,441</u>	<u>150,989</u>
Net Position at June 30	<u>\$ 2,232,919</u>	<u>\$ 132,232</u>	<u>\$ 140,858</u>

The accompanying notes to financial statements are an integral part of this statement.

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**CITY OF CINCINNATI, OHIO**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the fiscal year ended June 30, 2023**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Cincinnati is a political subdivision of the State of Ohio. It is governed with the powers of home rule by a directly elected mayor with a four-year term and a council of nine members who are elected at large for four-year terms. In 2001, Cincinnati converted from a city manager-council form of government, through which it had operated since 1926, to a stronger mayor-council form of government.

**A. Reporting Entity**

The City as a reporting entity consists of the City and its blended component unit, for which the City is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government.

Beginning in fiscal year 2020, it was determined that the Health District was a legally separate entity under Governmental Accounting Standards Board (GASB) Statement No. 61, *The Financial Reporting Entity*, updated for GASB Statement No. 80, *Blending Requirements for Certain Component Units*. Previously, there were two separate special revenue funds maintained by the City to account for the Health District activities.

The Health District provides public health services and is a body politic and corporate. The Mayor appoints the nine-member Board of Health, with the City Council's consent. The City provides operating support and approves the Health District's budget. Since the Health District provides services entirely to the City, it is reported as a blended component unit. It is included as a major fund in the governmental fund financial statements due to its significance to the City.

The following organizations are included in the combined financial statements of the City because, under Ohio law, they have limited corporate powers and are therefore not legally separate organizations:

Cincinnati Park Board  
Cincinnati Recreation Commission  
City Planning Commission  
Civil Service Commission

Cincinnati owns a railway line, the Cincinnati Southern Railway, that was completed in 1881 and extends from Cincinnati, Ohio to Chattanooga, Tennessee, a distance of 335 miles. The Ferguson Act was made law May 4, 1869 and permitted the City to own and lease the railway stating that "it be of essential interest to such city." Improvements have been made at various intervals; the most recent, a major line revision to eliminate tunnel clearance restrictions, grades, and curves, was completed in 1964. Improvements other than buildings in Governmental Activities include \$83,224,000 attributable to the City's cost to construct and improve this railway system. The railway is leased to the Cincinnati, New Orleans and Texas Pacific Railway Company until December 31, 2026, with an option to extend the lease for an additional 25 years. The lessee is part of the Norfolk Southern Railway System and is its second largest operating unit. Total rental income from the railway lease was \$23,086,000 and \$23,496,000 for the fiscal years ending June 30, 2023 and June 30, 2022, respectively.

## B. Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Inter-fund receivables and payables between governmental and business-type activities have been eliminated in the government-wide statement of net position. These eliminations minimize the duplicating effect on assets and liabilities within the governmental and business-type activities total column. As a general rule, the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's business-type activities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund financial statements consist of a series of statements focusing on information about the City's major governmental and proprietary funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

## C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The financial statements of the City of Cincinnati for the fiscal year ended June 30, 2023 are prepared in accordance with standards promulgated by the Governmental Accounting Standards Board (GASB). The first level of authority are the accounting principles established by GASB statements. The second level of authority are the GASB technical bulletins and implementation guides and it also includes literature of the American Institute of Certified Public Accountants (AICPA) which have been cleared by GASB.

The City reports the following major governmental funds:

**General Fund** – This fund is the accounting entity in which all governmental activity, except that which is required to be accounted for in other funds, is accounted for. Its revenues consist primarily of taxes, intergovernmental shared revenues, charges for services, and investment income. General Fund expenditures represent costs of general government, community development, public safety, public services, public health, parks and recreation, transportation and engineering, and other.

**Health District Fund** – This fund is used to account for the financial resources that are restricted or committed for the activities of the Health District. These include primary care health and dental centers; communicable and infectious disease investigations; health inspections, monitoring, and tracking; public health nursing; disease prevention; health education and promotion; issuance of environmental and health-related licenses and permits; and issuance of birth and death certificates.

**Capital Projects Fund** – This fund is used primarily to account for resources restricted to construct or acquire governmental fund capital assets. Such resources are derived principally from proceeds of general obligation debt, federal and state grants and City income tax (see Note 10). It is the City's policy to use the proceeds derived from the sale of bonds only for the capital improvement purpose detailed in the bond-authorizing ordinance and in accordance with state statutes. Any premium and accrued interest received from the sale of bonds are deposited into the Debt Service Fund.

**Debt Service Fund** – This fund accounts for the resources accumulated and payments made for principal and interest on general obligation debt and capital lease payments of the governmental funds.

**Tax Increment Financing (TIF) Fund** – This fund is used to account for service payments in lieu of property taxes, capital and debt service expenditures from Tax Increment Financing Districts and Projects.

**Other Grants Fund** – This fund is used to account for federal and state funds, private contributions, special assessments, user fees, and expenditures for specific purposes not otherwise designated.

The City reports the following major proprietary fund:

**Water Works Fund** – This fund accounts for all activities of the City's Water Works Department. The City collects, purifies, and sells water to Greater Cincinnati Area residents. Revenues consist primarily of user charges.

The City reports the following fund types:

**Internal Service Funds** – These funds are used to account for: reproduction, printing and stores; automotive repairs and maintenance; land sales and leasing; City's property and employee medical insurance; workers' compensation; and enterprise technology services to other departments or agencies of the City, or to other governments. Internal service funds are used to account for the financing of goods or services provided by one department or agency to another department or agencies of the government, generally on a cost-reimbursement basis.

**Pension Trust Fund** – This fund is used to account for the revenues and expenses of the City's Retirement System, which is accounted for as a single-employer defined benefit pension plan. This fund accounts for both the pension benefits and the post-employment healthcare benefits. Note 21 contains the disclosures for the Pension Trust Fund and the financial statements.

**Investment Trust Fund** – This fund is used to account for the Metropolitan Sewer District Fund's portion of the City's pool of cash and investments.

**Custodial Funds** – These funds are used to account for assets held by the City in a fiduciary capacity. The assets held by the City include: towing and storing charges for impounded vehicles; entertainment facilities deposits; Metropolitan Sewer District monies; and the Convention Facility Authority monies.

### **Measurement Focus**

Except for budgetary purposes, the basis of accounting used by the City conforms to generally accepted accounting principles (GAAP) in the United States of America as applicable to governmental units. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

The government-wide and proprietary funds financial statements are reported using the economic resources measurement focus. The government-wide and proprietary funds financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Non-exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include income taxes, property taxes, grants, shared revenues, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the taxpayer's liability occurs and revenue from property taxes is recognized in the fiscal year for which the taxes are levied. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized in the accounting period in which they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when the related liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Inventories of materials and supplies may be considered expenditures either when purchased or when used; and prepaid expense items may be considered expenditures either when paid for or when consumed. Proceeds of general long-term debt are reported as other financing sources.

Income taxes, delinquent property taxes, liquor permits, fines, local government fund, gasoline tax, and motor vehicle license fees for the current and prior periods are determined to be susceptible to accrual and recognized as revenue in the current accounting period. All other major revenues of governmental funds are determined not to meet the criteria of either being measurable or available.

The proprietary fund type statements are prepared utilizing the flow of economic resources measurement focus and the accrual basis of accounting for revenues, which are recognized when they are earned, and for expenses, which are recognized when they are incurred. Unbilled service receivables are recognized by proprietary funds when the services are provided.

The fiduciary fund types recognize revenue and expenses on a basis consistent with the fund's accounting measurement objective. The fiduciary fund statements are prepared utilizing the flow of economic resources measurement focus and the accrual basis of accounting. The Pension Trust Fund accounts for both the pension benefits and the employees' post-employment benefits.

#### *Other Accounting Policies*

- A.** *Investments* – The investments of the City (excluding the City of Cincinnati's Retirement System, which are disclosed in Note 21) are comprised primarily of time deposits and other securities guaranteed by the United States Government or its agencies and are stated at fair value in accordance with GASB Statement No. 72.
- B.** *Inventories* – Inventories are valued at cost using either the moving weighted average or the first-in, first-out method. Inventories in the governmental funds and the proprietary funds are recorded using the consumption method whereby inventories are recorded as expenditures or expenses when they are used.

- C. *Insurance* – The City maintains a comprehensive all-risk property insurance program through a commercial carrier that provides insurance coverage for approximately \$1,864,438,000 in property values. The program contains a \$100,000 deductible, provides coverage in the amount of \$500 million per occurrence, and has a maximum limit of \$50 million for earthquake damage and \$50 million for flood damage. The City's available legal debt margin of \$74,306,851 at June 30, 2023, is available for catastrophic loss.
- D. *Inter-Fund Transactions* – During the course of normal operations, the City has numerous transactions between funds including expenditures/expenses, advances and transfers of resources to provide services, construct assets and service debt. The governmental and proprietary fund type financial statements generally reflect such transactions as transfers or advances. The internal service funds record charges for services to City departments as operating revenue. All City funds record these payments to the internal service funds as operating expenditures/expenses. The proprietary funds record operating subsidies as other income whereas the fund paying the subsidy records it as either an expenditure/expense or transfer. Transfers are intended to reallocate money permanently from one fund to another. Advances represent the long-term portion of loans between funds. Inter-fund services provided and used are accounted for as revenues, expenditures, or expenses in the funds involved. The General Fund provides administrative services to enterprise funds. Based on an internal cost allocation plan certain costs initially borne by the General Fund are then billed as indirect charges to other funds of the City. The amounts charged for those services are treated as revenue to the General Fund and as operating expenses in the enterprise funds and as program expenses for individual functions and activities.
- E. *Capital Assets* – Capital assets which include property, plant and equipment, and infrastructure (i.e. roads, streets, bridges and retaining walls) are reported in the applicable governmental or business-type activity columns in the government-wide financial statements. The City defines capital assets as assets with an individual cost of \$5,000 or more (\$100,000 for governmental infrastructure assets) and an estimated useful life in excess of one year. Such assets are capitalized at historical cost, or estimated values that approximate historical cost if purchased or constructed. Pursuant to the implementation of GASB No. 34, the historical cost of infrastructure assets (retroactive to January 1, 1980) is included as part of the governmental capital assets reported in the government-wide statement. Thus, the depreciated value of construction cost for streets, bridges and retaining walls is reported. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement are recorded at acquisition value rather than fair value.

Right-to-use lease assets and SBITAs are amortized over the shorter of the lease/subscription term of the useful life of the underlying assets. All other reported capital assets except land and construction in progress are depreciated.

Capital assets include intangible assets as defined by GASB Statement No. 51. An intangible asset is an asset that lacks physical substance and has a useful life of more than one year. Some examples are computer software, trademarks, water rights and land easements.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Property, plant, and equipment of the City are depreciated using the straight-line method over the following estimated useful lives:

Water Mains	100 years
Buildings and Improvements	25-70 years
Infrastructure	15-25 years
Machinery and Equipment	5-40 years
Automotive Equipment	3-20 years

- F. *Deferred Outflows*** – Deferred outflows of resources represent a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense) until then. The City reports deferred outflows on its fund level balance sheet and entity wide statement of net position. A loss on defeasance is a deferred charge on refunding which results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to asset retirement obligations are explained in Note 1.Q. The deferred outflows of resources related to pension and other post employments benefits (OPEB) are explained in Notes 19 and 20.
- G. *Deferred Inflows*** – The City reports deferred inflows of resources on its fund level balance sheet and entity wide statement of net position. Deferred inflows of resources represent an acquisition of net position that applies to future periods and will not be recognized until that time. The City recognizes gains on defeasance of debt and certain transactions under service concession arrangements and leases as deferred inflows of resources. The deferred inflows of resources from unavailable revenue arise when potential revenue does not meet the "available" criteria for recognition in the current period. Certain intergovernmental receivables, uncollected assessments, miscellaneous receivables, property taxes and income taxes not meeting the availability criteria have been deferred and will be realized in a subsequent period in the governmental funds. The deferred outflows of resources related to pension and OPEB are explained in Notes 19 and 20.
- H. *Grants and Other Intergovernmental Revenues*** – The proprietary fund types recognize the federal reimbursement type capital grants as intergovernmental receivables and capital contributions as the related expenses are incurred. All other federal reimbursement type grants are recorded as intergovernmental receivables and revenues when the related expenditures are incurred. On an accrual basis, revenue in the form of shared revenue is recognized when the provider government recognizes its liability to the City.
- I. *Operating Revenues and Expenses*** – The City, in its proprietary funds, distinguishes operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and delivering goods in connection with a proprietary fund’s principal ongoing operations. The principal operating revenues of the City’s enterprise funds and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.
- J. *Statement of Cash Flows*** – For purposes of the statement of cash flows, the proprietary funds consider all highly liquid investments held by trustees, with a maturity of three months or less when purchased, to be cash equivalents. In addition, all cash and temporary investments with the City Treasurer are also considered to be cash equivalents since they are available to the proprietary funds on demand.

The temporary investments primarily consist of certificates of deposit, federal agencies or instrumentalities, Ohio Municipals, STAR Ohio Investment Pool, and U.S. Treasury securities that have maturities of up to five years.

- K. *Bond Issuance Costs, Premiums and Discounts* – Premiums and discounts are capitalized and amortized over the term of the bond. Debt is reported net of unamortized premiums and discounts. Bond Issuance Costs are expensed as incurred except for prepaid bond insurance which is reported as a deferred outflow of resources and amortized over the term of the bonds and bond issuance costs for the Water Works proprietary fund. The bond issuance costs is recorded as a regulatory asset and amortized over the term of the bond since these costs are recovered from water users over the term of the bond.
- L. *Fund Balance* – Restricted fund balances are used to meet current expenditures incurred for which restricted and unrestricted funds are available. Other expenditures are from committed, assigned and unassigned fund balances respectively.
- M. *Pronouncements Effective for the 2023 Financial Statements* – GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, was issued in March 2020 and becomes effective for fiscal years beginning after June 15, 2022. This Statement establishes the definitions of public-private and public-public partnerships (PPPs) and available payment arrangements (APAs) and uniform accounting and financial reporting guidance for arrangements and transactions that meet those definitions. This statement had no impact on the financial statements of the City.

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, was issued in May 2020 and is effective for fiscal years beginning after June 30, 2022. This Statement establishes the definition for subscription-based information technology arrangements and the uniform accounting and financial reporting guidance for arrangements and transactions that meet those definitions. The City added a right to use subscription asset and subscription liability as of July 1, 2023. These amounts offset each other and there was no impact on beginning net position.

- N. *Stabilization Policy* – The City adheres to a Mayor and City Council approved stabilization policy that ensures the City maintains a strong financial position and protects Cincinnati’s general obligation bond rating during periods of fiscal stress. The policy calls for achievement of a minimum reserve level, for emergency needs of a catastrophic nature, of two months, or 16.7%, of general operating revenues. At June 30, 2023 reserves were 21.29% of fiscal year 2023 revenue, the sixth consecutive year the City increased reserves.
- O. *Restricted Resources* – Bond funds and other similar restricted resources are assumed to be expended before non-restricted resources in paying for capital projects of both the governmental funds and the proprietary funds.
- P. *Liability for Compensated Absences* – City employees are awarded sick, vacation and compensatory time as determined by union contractual agreements and personnel policies. Compensatory time and vacation time are paid out in full upon termination and are expensed in the year earned. Sick leave is paid out at various levels upon termination. The liability for sick leave is computed with the Termination Payment Method using a historical average of total years worked and total amount paid. The current portion of the liability is an average of the annual expenditures.
- Q. *Asset Retirement Obligations* – The City’s Bolton Treatment Plant mono-fill lime disposal site has reached capacity and is in the process of being decommissioned. As required by the Ohio Environmental Protection Agency, the site needs to be capped and sloped for drainage. In accordance with GASB Statement No. 83, an asset retirement obligation liability in the amount of \$2,927,000 was

recorded in the Water Works Fund based on construction estimates, and was offset with a deferred outflow of resources. The project is expected to be completed during fiscal year 2024.

## 2. DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

The City of Cincinnati combines the cash balances in individual funds to form a pool of cash and investments. Each fund reports its respective equity in City Treasury cash as an element of its resources. In addition, several funds separately hold cash and equivalents and investments, which are appropriately identified in the government-wide Statement of Net Position of the City. Earnings from the pooled cash and investments are allocated on a quarterly basis to eligible funds based on month-end equity balances. The data presented in the accompanying financial statements is for the City of Cincinnati as a whole.

The following is a reconciliation of deposits and investments reported in this footnote to the cash and investments reported in the financial statements as June 30, 2023 (amounts in thousands):

<u>Deposits and Investments per Footnote:</u>	
Carrying Value of Deposits	\$ 112,471
Investments	<u>1,736,627</u>
Total Deposits and Investments	<u>\$ 1,849,098</u>
 <u>Cash and Investments per Financial Statements:</u>	
Governmental Activities:	
Cash and Cash Equivalents	\$ 88,507
Equity in City Treasury	873,774
Investments	84,977
 Business-Type Activities:	
Cash and Cash Equivalents	6,729
Equity in City Treasury	210,620
Restricted Cash and Cash Equivalents	51,348
Restricted Equity in City Treasury	69,671
Restricted Investments	55,180
 Fiduciary Investment Trust Fund:	
Equity in City Treasury	132,232
 Fiduciary Custodial Funds:	
Cash with Fiscal Agent	1
Equity in City Treasury	1,760
Investments	<u>274,299</u>
Total Cash and Investments	<u>\$ 1,849,098</u>

### Deposits

At fiscal year end the carrying amount of the City's deposits, including certificates of deposit with various financial institutions was \$112,471,000 and the bank balance was \$116,379,000. The entire bank balance is held in the name of the City and is collateralized either by federal depository insurance or securities pledged as collateral and segregated by the Federal Reserve Bank in a pledge account. The collateral is

held by the City's agent in the City's name; it cannot be released by the Federal Reserve Bank without the City's approval. Beginning in 2018, the Ohio Pooled Collateral System (OPCS) allowed for participating financial institutions to pool collateral for Ohio public unit deposits. The Treasurer of State is the sole administrator and monitors the OPCS. Fifth Third Bank, U.S. Bank and PNC Bank participated in the OPCS during fiscal year 2023.

Included in the City's deposits discussed above are funds held in Government Insured Deposit Program (GIDP), which is a cash management option that provides a competitive yield on deposits in a network of carefully selected FDIC-insured banks via a single, convenient account. Deposits are distributed by the Custodian as directed by the Federal Insured Cash Account SM. Funds are deposited in participating Ohio banks with an objective to provide the safety of full FDIC insurance, a competitive yield and the convenience of managing a single account. Participation is offered to subdivisions of the State of Ohio as defined in Section 135.45(F)(2)(a) of the Ohio Revised Code, who are also participants in the STAR Ohio local government investment pool, for the investment of public funds. The bank balance of City funds in Government Insured Deposit Program at June 30, 2023 was \$0.

Statutes specify that the City Treasurer require institutions designated as a public depository to pledge and to deposit with the Treasurer's office, as security for the payment of all public monies to be deposited in the public depository during the period of designation, eligible securities of an aggregate market value equal to the excess of the amount of public monies that are at the time so deposited over and above such portion or amount of such money as is at such time insured by the Federal Deposit Insurance Corporation, or by any other agency or instrumentality of the federal government. As an alternative, the City Treasurer may require such institution to deposit with him surety company bonds which, when executed, shall be for an amount equal to such excess amount.

### Investments and Fair Value Hierarchy

The fair value of investments for the City at June 30, 2023 was (amounts in thousands):

(Amounts in Thousands)

	City Treasury	Permanent Funds	Park Board Funds	Total
Money Market Funds	\$ 63,712	\$ 24		\$ 63,736
U.S. Treasury Obligations	600,976			600,976
U.S. Agencies	885,515			885,515
Bond Mutual Funds		400	\$ 7,554	7,954
Corporate Fixed Income			516	516
Tax Exempt Ohio Municipals	11,239			11,239
STAR Ohio Investment Pool	159,793			159,793
Real Estate		36		36
Equity Securities		1,540	5,322	6,862
Total Investments	<u>\$ 1,721,235</u>	<u>\$ 2,000</u>	<u>\$ 13,392</u>	<u>\$ 1,736,627</u>

The City is legally authorized to invest in obligations of the U.S. Treasury, federal agencies or instrumentalities, obligations of the State of Ohio and its political subdivisions and repurchase agreements.

STAR Ohio is an investment pool managed and administered by the State Treasurer's Office. Participation is offered to subdivisions of the State of Ohio as defined in Section 135.45(F)(2)(a), Ohio Revised Code, by the State Treasurer for the investment of interim monies of the state and to the state's various custodial

accounts. The investment objectives of STAR Ohio are the preservation of capital, the maintenance of liquidity, and providing current income. STAR Ohio is an investment alternative defined in section 135.45(E)(2) of the Ohio Revised Code and created for eligible political subdivisions.

The STAR Ohio investments other than money market funds, are valued according to the amortized cost method (which approximates fair value) which is the cost adjusted for the amortization of any premiums or accretion of any discounts over the period until maturity. Investments in money market funds are valued at quoted market values. STAR Ohio invests in U. S. government and agency securities, collateralized repurchase agreements with eligible Ohio financial institutions, and eligible banker's acceptances and commercial paper. The STAR Ohio fund had an average 53 days to maturity at June 30, 2023 and is rated AAAM by Standard and Poor's.

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

All investments of the City of Cincinnati are insured or registered, or are securities held by the City or its agent in the City's name. The City Treasurer may enter into a repurchase agreement of United States Treasury obligations or other obligations for which the full faith and credit of the United States is pledged for the payment of principal and interest, or obligations or securities issued by any federal government agency. The City has not used reverse repurchase agreements or derivatives as investment instruments.

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 fair value of the assets. Level 1 inputs are quoted prices in an active market for identical assets; Level 2 inputs are significant other observable inputs; and Level 3 inputs are significant unobservable inputs.

The following is a summary of the fair value hierarchy of the fair value of investments of the City (excluding STAR Ohio Investment Pool) as of June 30, 2023

(Amounts in Thousands)	Fair Value Measurements Using			
		Quoted Prices in Active Markets for Identical Assets	Significant Other Observable Inputs	
	Investment Type	Fair Value	Level 1	Level 2
U.S. Treasury Obligations	\$ 600,976	\$ 600,976		
U.S. Agencies	885,515		\$ 885,515	
Tax Exempt Ohio Municipals	11,239			11,239
Money Market Funds	63,736			63,736
Equity Securities	1,540	1,540		
Bond Mutual Funds	400			400
Real Estate	36			36
Total	\$ <u>1,563,442</u>	\$ <u>602,516</u>	\$ <u>960,926</u>	

Excluded from the City’s investments discussed above are assets held in trust by the Park Board, which includes the Special Revenue Parks, Special Revenue Bettman Nature Center, and Permanent Park Board Funds. The fair value of investments for these funds at June 30, 2023 was \$13,392,000. In those cases where resources are maintained in trust, the authority for investment of the property rests with either the trust agreement or local ordinance. Investments of the Park Board are uninsured. These securities are held by the counterparty or by its trust department or agent but not in the City’s name.

The following is a summary of the fair value hierarchy of the assets held in trust by the Park Board as of June 30, 2023:

(Amounts in Thousands)	Fair Value Measurements Using			
		Quoted Prices in Active Markets for Identical Assets	Significant Other Observable Inputs	
	Investment Type	Fair Value	Level 1	Level 2
Equity Securities	\$ 5,322	\$ 5,322		
Corporate Fixed Income	516	516		
Bond Mutual Funds	7,554			\$ 7,554
	\$ 13,392	\$ 5,838		\$ 7,554

Investments classified in Level 1 of the fair value hierarchy are valued using quoted prices in an actively traded market. Investments classified in Level 2 of the fair value hierarchy are valued using valuation techniques that incorporate market data for similar types of investments, broker quotes and inactive transaction prices. These prices are obtained by our custodian banks from various pricing sources.

#### Investment Policy and Risk

The investment policy and risk will be discussed in three categories: 1) the City investment policy, which includes the General Fund, Debt Service Fund, Capital Project Fund, Water Works Fund (an Enterprise Fund), and the Metropolitan Sewer District (a Custodial Fund); 2) the Permanent Funds except for the Park Board Fund; and 3) the Park Board, which includes the Special Revenue Parks, Special Revenue Bettman Nature Center and Permanent Park Board Funds.

#### A. City Investment Policy

The City’s foremost objective of the investment policy for the funds that are pooled and deposited in the General Bank Depository Account and other accounts authorized by the City Treasurer is safety of principal. The investment policy minimizes credit risk by limiting investments to the safest types of securities, pre-qualifying the financial institutions with which the City will do business, and diversifying investments to minimize potential losses.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Interest rate risk is reduced by structuring the portfolio to mature to meet cash requirements for ongoing operations in order to avoid the need to sell securities prior to maturity and by investing operating funds in shorter-term securities.

At June 30, 2023, the City had the following investments held by the City Treasurer which were exposed to interest rate risk (amounts in thousands):

Investment Type	Investment Maturities (in years)			
	Fair Value	Less Than 1	1 to 5	6 to 10
U.S. Treasury Obligations	\$ 571,860	\$ 82,884	\$ 488,407	\$ 569
U.S. Agencies	826,532	230,995	595,537	-
Tax Exempt Ohio Municipalities	11,238	2,680	8,558	-
Total	<u>\$ 1,409,630</u>	<u>\$ 316,559</u>	<u>\$ 1,092,502</u>	<u>\$ 569</u>

Currently, the investment policy limits the investments to: 1) obligations issued by the United States Treasury, 2) obligations issued by a federal government agency or instrumentality, 3) certificates of deposits, 4) no-load money market mutual funds which invest in 1), 2), or 3) above, 5) the Ohio subdivision's fund (STAR Ohio), 6) State of Ohio endorsed cash management programs, including but not limited to Government Insured Deposit Program, 7) repurchase agreements, 8) obligations of the State of Ohio or of a political subdivision of the state with at least a AA rating, or 9) commercial paper of certain entities that have assets exceeding \$500 million. These investments do not expose the City to foreign currency risk. Therefore, the City does not have a foreign currency risk policy.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Credit ratings indicate the degree of credit risk for an investment. At June 30, 2023 the City held the following investments (amounts in thousands):

Investment Type	Fair Value	Aaa/AAA	AA/Aa	Not Rated	Full Faith & Credit
U.S. Treasury Obligations	\$ 571,860	\$ 537,935	\$ -	12,915	\$ 21,010
U.S. Agencies	826,532	48,254	710,927	\$ 67,351	
Tax Exempt Ohio Municipalities	11,238	3,885	7,256	97	
Total	<u>\$ 1,409,630</u>	<u>\$ 590,074</u>	<u>\$ 718,183</u>	<u>\$ 80,363</u>	<u>\$ 21,010</u>

Custodial credit risk is the risk that in the event of a failure of a depository financial institution or counterparty to a transaction, the City would be unable to recover the value of an investment or collateral securities. The custodial credit risk policy is discussed in the Deposits section above. The City requires the certificates of deposit to be backed by collateral or surety bond with an aggregate market value of one hundred two percent of the City's deposits and investments including accrued interest. Repurchase agreements require collateral. The release of collateral requires the approval of the City Treasurer.

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer. At June 30, 2023 the City's investment holdings representing more than five percent of total investments include: Federal Home Loan Mortgage Corporation securities (17%), Federal Farm Credit Bureau securities (9%), Federal Home Loan Bank securities (9%), and Federal National Mortgage Association securities (7%).

## B. Permanent Funds

The Permanent Funds (excluding the Park Board Fund) do not have a written investment policy. Each fund has a separate trust agreement, which limits the activity of the fund. At June 30, 2023, total investments were \$2,000,000. The Permanent Funds do not have an investment policy for interest rate risk, credit risk, custodial credit risk, concentration of credit risk, or foreign currency risk. Credit ratings and maturity information was not available for the investments in fixed income funds.

## C. Park Board

The Park Board investment goals are to generate capital growth for long-term usage and provide operating income to the respective projects and operations. The fund has established asset allocation ranges. For equities that range is seventy to ninety percent. The bond range is ten to thirty percent, and the cash range is zero to three percent. Each bond investment must have a minimum credit rating of B by Standard and Poor's and Moody's. Other than these limitations on investments, the Park Board Fund does not have an established policy for interest rate risk, credit risk, concentration of credit risk, custodial credit risk, or foreign currency risk.

At June 30, 2023 the Park Board had total investments with a fair value of \$13,392,000, which includes equity securities with a fair value of \$5,322,000, and fixed income with a fair value of \$7,554,000. The remaining \$516,000 in investments is identified in the chart below.

The following investments were exposed to interest rate risk (amounts in thousands):

Investment Type	Investment Maturities (in years)			
	Fair Value	Less Than 1	1 to 5	More than 10
Corporate Bonds	\$ 516	\$ 0	\$ 307	\$ 209
Total	\$ 516	\$ 0	\$ 307	\$ 209

The following chart provides information utilized in determining credit rate risk (amounts in thousands):

Investment Type	Total Fair Value						Not Rated
		A+	A	A-	BBB+	BBB-	
Corporate Bonds	\$ 516	\$ 88	\$ 47	\$ 84	\$ 88	\$ 209	
Fixed Income	7,554						\$ 7,554
Total	\$ 8,070	\$ 88	\$ 47	\$ 84	\$ 88	\$ 209	\$ 7,554

## 3. MIXED INVESTMENT POOL

On April 10, 1968, the Board of County Commissioners of Hamilton County and the City of Cincinnati consolidated all County and City sanitary sewer facilities, under the direction and control of the Board of County Commissioners and the management and operation of the City. The cash balance in the fund established for this purpose, the Metropolitan Sewer District Fund (MSD), is combined with the City's pool of cash and investments. For the purposes of financial reporting, the MSD portion of the City's pool of cash and investments is reported as an Investment Trust Fund. Assets in the pool are reported at fair value based on quoted market prices. The pool is not subject to regulatory oversight. Fair value amounts are determined at the end of the fiscal period. The City has not provided or obtained any legally binding guarantees to support the value of the Mixed Investment Pool. MSD is required by Chapter 301 of the Cincinnati Municipal Code to participate in the Mixed Investment Pool. The method used to determine

participants' shares sold and redeemed is a proration based upon the equity held in City Treasury cash. These amounts increase and decrease based upon the change in the equity balance. This same method is used to report the investments. Additional required disclosures presented in Note 2.

Summary by major investment classification (Amounts in Thousands):

Description	Cost	Fair Value	Interest Rates	Maturity Dates
Money Market Fund	\$ 506	\$ 506		
U. S. Treasury Notes	341,907	323,154	.125% to 5.875%	11/30/20 to 4/30/25
FHLB/FNMA/FHLMC Securities	827,129	800,326	.125% to 2.30%	12/8/23 to 8/25/39
Ohio Municipal	11,930	11,238	1.762% to 5%	4/1/22 to 12/1/25
Star Ohio Investment Pool	102,000	102,000		
Cash	50,395	50,395		
<b>Total</b>	<b>\$ 1,333,867</b>	<b>\$ 1,287,619</b>		

The Mixed Investment Pool does not issue a separate report. The Mixed Investment Pool's financial statements follow:

**Mixed Investment Pool  
Statement of Net Position  
As of June 30, 2023  
(Amounts in Thousands)**

<u>Assets</u>	
Equity in City Treasury	<u>\$ 1,287,619</u>
<u>Net Position</u>	
Held in Trust for Internal Pool Participants	\$ 1,155,387
Held in Trust for External Pool Participants	<u>132,232</u>
Total Net Position	<u>\$ 1,287,619</u>

**Mixed Investment Pool  
Statement of Changes in Net Position  
For the fiscal year ended June 30, 2023**

	<u>Internal Participants</u>	<u>External Participants</u>	<u>Total</u>
Additions:			
Contributions:			
Participant Deposits	\$ 1,610,435	\$ 404,119	\$ 2,014,554
Investment earnings:			
Interest and dividends	11,956	1,603	13,559
Net appreciation in the fair value of investments	<u>(7,997)</u>	<u>(1,071)</u>	<u>(9,068)</u>
Total investment earnings	<u>3,959</u>	<u>532</u>	<u>4,491</u>
Total additions	<u>1,614,394</u>	<u>404,651</u>	<u>2,019,045</u>
Deductions:			
Distributions to Participants	<u>1,523,291</u>	<u>394,860</u>	<u>1,918,151</u>
Change in Net Position	91,103	9,791	100,894
Net Position - beginning	<u>1,064,284</u>	<u>122,441</u>	<u>1,186,725</u>
Net Position - ending	<u>\$ 1,155,387</u>	<u>\$ 132,232</u>	<u>\$ 1,287,619</u>

#### 4. COMMITMENTS

**Convention Facilities Authority (CFA)** - The CFA is an up to 11-member body corporate and politic, organized, and existing under Chapter 351 of the Ohio Revised Code, as amended. The CFA issued bonds netting proceeds of \$111,176,644 dated March 2, 2004, for the purpose of expanding and renovating the Convention Center in Cincinnati. On December 4, 2014, the original debt was refunded with \$65,135,000 of first lien debt. Additional first lien debt of \$4,755,000 was issued for new projects.

Pursuant to a Memorandum of Understanding between the City of Cincinnati (City) and Hamilton County (County), a Cooperative Agreement was reached between the City and the County and a Project Service Agreement between the City and the CFA. The City will: (i) own the Convention Center, (ii) be responsible for the operation and maintenance of the Convention Center, and (iii) manage the design and construction of the expansion and renovation project. Construction began in May 2004 and was completed in June 2006.

In the financial plan for the Convention Center expansion and renovation the dedicated Transient Occupancy Tax (City) and Lodging Excise Tax (County) is expected to cover the outstanding debt service for senior debt of \$46,190,000. Pursuant to the Memorandum of Understanding between the City, County and the CFA, the City has agreed to guarantee, subject to annual appropriation, the principal and interest on subordinate debt. Currently, there is no subordinate debt outstanding for the Convention Center.

The eighth Supplement to the Cooperative agreement executed July 2, 2019, eliminated the requirement that the City pay \$250,000 (City Annual Contribution) to the Trustee of the CFA. This contribution was previously pledged as an additional revenue source for the payment of the bonds.

On January 26, 2022, the Mayor and Council passed Resolution No. 6-2022 expressing their desire to collaborate with Hamilton County and other regional stakeholders to create a comprehensive strategy for the redevelopment of the Duke Energy Center and surrounding properties into a true convention center district through the passing of Resolution No. 6-2022. The resolution also stated the City's desire to have those stakeholders engage 3CDC for its expert planning, development, and management services to assist in revitalizing the Convention Center District. Ordinance No. 323-2022 passed on October 19, 2022, authorized the expenditure of \$7 million in FY 2022 Carryover General Fund dollars for the improvements to the Convention Center District. On June 14, 2023, the City and Hamilton County entered into a Development Management Service Agreement with 3CDC Development Manager, LLC to perform services related to the potential renovation of the existing Duke Energy Center, the potential development of a new convention center hotel, and general planning and development of other sites with the Convention Center District.

**Greater Cincinnati Redevelopment Authority (Formerly the Port of Greater Cincinnati Development Authority)** – Executed on October 9, 2018, effective February 1, 2018, and expiring on December 31, 2021, the City has entered into a Funding Agreement for Day-to-Day Operations (the “Operations Agreement”) with the Port. An extension of the current agreement was executed with a new expiration date of June 30, 2025.

The Operations Agreement replaces the City of Cincinnati / Port Authority Economic Development Services Agreement dated July 11, 2011, as amended by an Amendment dated December 22, 2017 (as amended, the "2011 Services Agreement"), pursuant to which (i) the Port committed to undertake various economic development-related activities for the City, and (ii) the City committed to provide funding to the Port for its day-to-day operations (subject to annual appropriations by Cincinnati City Council). The 2011 Services Agreement expired on January 31, 2018. Though no specific funding amounts are identified for the full term of the Agreement, the Operations Agreement commits the City to potential funding in two categories: operational and project based.

(1) First, the Operations Agreement provides for potential funding in the form of an annual grant to the Port, subject to annual appropriations by the Cincinnati City Council, to further the organization's efforts in delivering programmatic and technical services in the areas of community and economic development. The Operations Agreement provides operational funding in the amount of \$700,000 for fiscal year 2022 and Cincinnati City Council has authorized an additional \$700,000 for fiscal year 2023. No other operational funding has been committed by the City at this time. The parties anticipate that Hamilton County will provide an equal amount of operational funding to the Port during the term of the Operations Agreement, pursuant to a separate agreement between the Port and Hamilton County.

(2) Second, the Operations Agreement provides guidance for future Port funding requests made to the City for specific economic and/or community development related projects (the "Additional Project-Based Funding"). If provided, the terms and conditions of each Additional Project-Based Funding will be memorialized in one or more written amendments to the Operations Agreement or in one or more separate agreements executed by both parties. The City committed Additional Project-Based Funding to the Port in its fiscal year 2019 in the amount of \$2,500,000 for the Industrial Site Redevelopment Program. Funding was authorized in the fiscal year 2019 Capital Budget. The City has approved the Port to utilize these funds to acquire 3530 Spring Grove Avenue, a former manufacturing facility that the Port intends to demolish and prepare a site for advanced manufacturing. The source of funds are bond proceeds from the sale of Economic Development Revenue Bonds Series 2018B to be repaid from municipal income taxes. In addition, the City sold \$1,000,000 in Economic Development Revenue Bonds (Series 2018C) to fund the Port Authority's Former Hudepohl Brewery Remediation project in fiscal year 2019. The bonds were authorized prior to fiscal year 2019 by ordinance 67-2017 approved on March 29, 2017, and will be repaid from service payments in lieu of taxes collected in the Queensgate South/SPUR District Equivalent Fund. In 2021, the Port issued \$12.6 million in financing to support the Walworth Junction Project, a new 39 single-family home subdivision. The City supported the financing as follows: First, the City levied a special assessment for street improvements, which will be used to repay a portion of debt service on the Port financing. Second, the City established a Project TIF incentive under which property owners will pay service payments in lieu of taxes, which will be used to repay a portion of debt service on the Port financing. Finally, the City provided a credit enhancement to the Port financing in the form of a pledge of non-tax revenues. The City's pledge is limited to \$2.975 million (Series 2021A-1) of the Port financing. The City's credit enhancement was authorized by ordinance 266-2021 approved on June 23, 2021.

In addition to the debt obligations noted above, the City supports a variety of projects initiated by the Port with funds collected through various City incentives, such as tax increment financing incentives and property assessed clean energy incentives. Such commitments are contractually limited and do not constitute debt obligations of the City.

**The Board of Education of the City School District of the City of Cincinnati (the Board)** – On July 21, 1999, the Board and the City of Cincinnati entered into agreement (the "1999 Agreement") whereby the City would compensate the Board for taxes that would have been received if not for certain property exemptions enacted by the City. Compensation is made in two ways: 1) a proportion (either 25% or 27%) of service payments received by the City on property exempted under various delineated section of the Ohio Revised Code paid semi-annually and 2) an annual payment of \$5 million, to be paid semi-annually, beginning fiscal year 2000 and continuing for 19 years thereafter. The 1999 Agreement expired on December 31, 2019, and on October 9, 2019, the City made the final installment of the \$5 million annual payment.

On May 12, 2020, the Board and the City entered into a new agreement (the "2020 Agreement") whereby the City will compensate the Board for taxes that would have been received if not for certain property exemptions enacted by the City during the term of the 2020 Agreement. Compensation is equal to 33% of service payments received by the City on property exempted under various delineated sections of the Ohio Revised code and is to be paid semi-annually.

**Encumbrances** - Encumbrances are commitments to unfilled purchase orders or unfilled contracts. Funds have been committed to a specific order, but the goods or services have not been billed or received.

The City's outstanding encumbrances at June 30, 2023 are as follows:

(Amounts in Thousands)	General Fund	Health District	Capital Projects	Debt Service	Tax Increment Financing	Other Grants	Non Major Governmental	Total
General Government	\$ 5,575	\$ 16	\$ 3,246	\$ 185	\$ 91	\$ 5,467	\$ 306	\$ 14,886
Community Development	858		20,850		323	4,594	5,854	32,479
Parks	119		6,831			513	782	8,245
Recreation	470		9,731				894	11,095
Police	1,757		69				930	2,756
Fire	451		110					561
Transportation & Engineering	4		50,801		14	50	917	51,786
Public Services	1,049		12,124			829	2,735	16,737
Public Health		8,325	217					8,542
Enterprise Services	93		171					264
Employee Benefits	432							432
Capital Outlay			\$ 7,456					7,456
<b>Total</b>	<b>\$ 10,808</b>	<b>\$ 8,341</b>	<b>\$ 111,606</b>	<b>\$ 185</b>	<b>\$ 428</b>	<b>\$ 11,453</b>	<b>\$ 12,418</b>	<b>\$ 155,239</b>

## 5. INTER-FUND ASSETS/LIABILITIES

The composition of inter-fund balances as of June 30, 2023, is as follows:

DUE FROM/TO OTHER FUNDS (Amounts in Thousands)

<u>Due To</u>	<u>Due From</u>											Total
	General Fund	Health District Fund	Capital Projects Fund	Debt Service Fund	Other Grants Fund	Non-Major Governmental Funds	Internal Service Funds	Water Works Enterprise Fund	Non-Major Enterprise Funds	Custodial Funds	Fiduciary Fund	
General Fund						\$ 13	\$ 1,199				\$ 760	\$ 1,972
Health District Fund		\$ 2					54				177	233
Capital Projects Fund						169	311					480
Tax Increment Financing Fund	\$ 1,176			\$ 2,218	\$ 35	144	70	\$ 596	\$ 89	\$ 3		4,331
Other Grants Fund	2					5	5					12
Non-Major Governmental Funds	394	44	\$ 636				388					1,462
Internal Service Funds						25					59	84
Water Works Enterprise Fund	11						163			57	153	384
Non-Major Enterprise Funds				142		97	118	1			35	393
Fiduciary Funds							231				22	253
<b>TOTAL</b>	<b>\$ 1,583</b>	<b>\$ 46</b>	<b>\$ 636</b>	<b>\$ 2,360</b>	<b>\$ 35</b>	<b>\$ 453</b>	<b>\$ 2,539</b>	<b>\$ 597</b>	<b>\$ 146</b>	<b>\$ 3</b>	<b>\$ 1,206</b>	<b>\$ 9,604</b>

The outstanding balances between funds result mainly from the time lag between the dates: (1) inter-fund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

ADVANCES TO/FROM OTHER FUNDS (Amounts in Thousands)

	Advance From Other Funds				TOTAL
	General	Capital	Non-Major	Internal	
	Fund	Projects	Governmental	Service	
<u>Advance to Other Funds</u>					
General Fund			\$ 900		\$ 900
Non-Major Governmental Funds	\$ 521				521
Water Works Enterprise Fund				\$ 50	50
Non-Major Enterprise Funds		\$ 31,475			31,475
Internal Service Funds	471	8,880			9,351
<b>TOTAL</b>	<b>\$ 992</b>	<b>\$ 40,355</b>	<b>\$ 900</b>	<b>\$ 50</b>	<b>\$ 42,297</b>

The major portion of the advances is to provide financing for the construction in progress on capital projects. The remaining portion of the amounts payable relates to working capital loans made to funds upon their creation, none of this balance is scheduled to be collected in the subsequent year.

**6. INTER-FUND TRANSFERS**

Inter-fund transfers for the fiscal year ended June 30, 2023, consisted of the following:

TRANSFERS IN/OUT (Amounts in Thousands)

	Transfers Out								Total
	General	Capital	Debt	Tax Increment	Other	Non-Major	Internal	Non-Major	
	Fund	Projects	Service	Financing	Grants	Governmental	Service	Enterprise	
<u>Transfers In</u>									
General Fund	\$ 324	\$ 27,992	\$ 1,438			\$ 22			\$ 29,776
Health District Fund	19,355								19,355
Capital Projects Fund	145,771		51,630	\$ 8,281	\$ 3,515	7,004	\$ 955		217,156
Debt Service Fund		2,183	1,603	5,580	118	1,015			10,499
Tax Increment Financing Fund		2,559	583					\$ 158	3,300
Other Grants Fund	807						46		853
Non-Major Governmental Funds	1,508	635				42	9		2,194
Water Works Enterprise Fund							8		8
Non-Major Enterprise Funds			1,273				575		1,848
Total	\$ 167,765	\$ 33,369	\$ 56,527	\$ 13,861	\$ 3,633	\$ 8,083	\$ 1,593	\$ 158	\$ 284,989

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

## 7.

## NET POSITION / FUND BALANCE

## Fund Balance Classifications

Fund balance is classified in five categories: (1) Non-spendable, (2) Restricted, (3) Committed, (4) Assigned, and (5) Unassigned. Non-spendable fund balances include amounts that are not in spendable form or are legally required to remain intact. Restricted fund balances include amounts that have external restrictions by either: grantors, debt covenants, laws or other governments. The City Council is the highest level of decision making authority and can commit or rescind a portion of the fund balance to a specific purpose by passing an ordinance. The authority to assign fund balance is inferred by state and municipal law to the fiscal office or his designated official. Unassigned fund balance includes amounts that have not been assigned to any purpose. Restricted funds are spent first as expenditures are incurred to the extent of the restricted fund revenue. Then committed, assigned and unassigned funds are used. The following chart displays the fund balance classifications for the governmental funds at June 30, 2023 (Amounts in thousands):

Fund Balances	General Fund	Health District	Capital Projects	Debt Service	Tax Increment Financing	Other Grants	Non Major Governmental	Total Governmental
<b>Non-spendable</b>								
Inventory	\$ 3,389	\$ 190	\$ 433			\$ 57	\$ 350	\$ 4,419
In accordance with Trusts							2,489	2,489
Non-spendable Total	<u>3,389</u>	<u>190</u>	<u>433</u>			<u>57</u>	<u>2,839</u>	<u>6,908</u>
<b>Restricted</b>								
Debt Service				\$ 108,328	\$ 71,007			179,335
Capital Projects			321,337	12,108	5,360			338,805
Income Tax Transit								
Public Safety Operations							5,893	5,893
Recreation Operations							3,129	3,129
Parks Operations							9,310	9,310
Public Health Services		6,697						6,697
Street Construction, Maintenance and Repair							7,677	7,677
Income Tax Infrastructure							12,843	12,843
Other						73,623	20,260	93,883
Restricted Total		<u>6,697</u>	<u>321,337</u>	<u>120,436</u>	<u>76,367</u>	<u>73,623</u>	<u>59,112</u>	<u>657,572</u>
<b>Committed</b>								
Economic Downturn	26,920							26,920
Income Tax Refunds	50,015							50,015
Public Health		12,801						12,801
Recreation							4,797	4,797
Parks							4,161	4,161
Public Safety Operations							140	140
Other	11,713		500			6,161		18,374
Committed Total	<u>88,648</u>	<u>12,801</u>	<u>500</u>			<u>6,161</u>	<u>9,098</u>	<u>117,208</u>
<b>Assigned</b>								
General Government Encumbrances	6,519							6,519
Community Development Encumbrances	858							858
Parks Encumbrances	119							119
Recreation Encumbrances	470							470
Police Encumbrances	1,757							1,757
Fire Encumbrances	451							451
Transportation and Engineering Encumbrances	4							4
Public Services Encumbrances	1,049							1,049
Internal Service Funds	98							98
Assigned Total	<u>11,325</u>							<u>11,325</u>
<b>Unassigned</b>								
Other	82,436						(2,510)	79,926
Unassigned Total	<u>82,436</u>						<u>(2,510)</u>	<u>79,926</u>
<b>Total Fund Balance</b>	<u>\$ 185,798</u>	<u>\$ 19,688</u>	<u>\$ 322,270</u>	<u>\$ 120,436</u>	<u>\$ 76,367</u>	<u>\$ 79,841</u>	<u>\$ 68,539</u>	<u>\$ 872,939</u>

Included in the financial statements are two special revenue funds and three internal service funds in the Governmental Activities in the Entity Wide statement with a fund balance/net position deficit as of June 30, 2023. The fund balance deficit in the special revenue funds are Income Tax Transit (\$393,000) and Community Development (\$2,117,000) and will be covered by receivables that are not recognized as revenue in the funds. The net position deficit in the internal service funds are: Property Management (\$1,544,000), Purchasing Reproduction and Printing (\$79,000), and Fleet Services (\$12,178,000), and are to be covered by future user charges. These internal service funds are billed to user funds based on current costs.

## Stabilization Funds Policy

In June 2015, and again in June 2019, City Council updated the stabilization policy which was originally established in 1984 to ensure a strong financial position and to protect the City's general obligation bond rating during periods of fiscal stress. The updated policy calls for achievement of a minimum reserve level, for emergency needs of a catastrophic nature, of two months, or 16.7% of general operating revenues and contains four components: the General Fund Carryover Balance, General Fund Contingency Account, Economic Downturn Reserve, and the Working Capital Reserve. The policy also includes a waterfall funding mechanism to add the necessary funds to the City's reserve balance each year in order to achieve the recommended fund balance over time. This waterfall funding mechanism prioritizes the use of the annual year-end surplus in the following order:

1. Replenish any reserve draw(s) from prior year.
2. Fund the General Fund Carryover Balance at 1.5% of revenue.
3. Fund General Fund Contingency Account at 2% of revenue.
4. With remaining surplus fund 34% to Economic Downturn Reserve, 33% to Working Capital Reserve and 33% to one-time expenditures.

At June 30, 2023 reserves were 21.29% of fiscal year 2023 revenue.

## 8. LONG-TERM DEBT

### General Obligation Bonds

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

General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows:

(Amounts in Thousands)		
Purpose	Interest Rates	Amount
Governmental Activities	1.06% - 5%	\$ 485,160
Business-Type Activities	1.06% - 5%	<u>41,404</u>
		\$ 526,564

Annual debt service requirements to maturity for the general obligation bonds are as follows:

(Amounts in Thousands)

Year Ending June 30	Governmental Activities		Business-Type Activities		All Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 7,470	\$ 3,129	\$ 9,250	\$ 15,589	\$ 16,720	\$ 18,718
2025	5,290	2,963	26,935	14,345	32,225	17,308
2026	5,360	2,829	28,255	13,026	33,615	15,855
2027	5,490	2,674	23,385	11,805	28,875	14,479
2028	5,790	2,497	24,460	10,730	30,250	13,227
2029-2033	30,575	9,313	131,525	39,109	162,100	48,422
2034-2038	21,590	4,405	74,865	21,926	96,455	26,331
2039-2043	11,730	1,092	45,190	12,781	56,920	13,873
2044-2048	2,590	173	44,640	5,501	47,230	5,673
2049-2052			36,135	871	36,135	871
	<u>\$ 95,885</u>	<u>\$ 29,075</u>	<u>\$ 444,640</u>	<u>\$ 145,683</u>	<u>\$ 540,525</u>	<u>\$ 174,758</u>

#### Revenue Bonds

The City also issues bonds where the City pledges revenues to pay debt service. The net revenues of the Water Works are pledged to pay Water Works revenue bonds debt service. The City has pledged non-tax revenues including all such taxes and revenues, other than ad valorem property taxes for the Governmental Activities revenue bonds. Of the bonds currently outstanding, the original amount of revenue bonds authorized, both new money and refunding, in prior years was \$1,409,380,000, of which \$676,970,000 was issued.

Revenue bonds outstanding at end of the fiscal period are as follows:

(Amounts in Thousands)

Purpose	Interest Rates	Amount
Governmental Activities	0.623% - 5.7%	\$ 95,885
Business-Type Activities	0.5% - 5%	444,640
		<u>\$ 540,525</u>

The annual debt service requirements to maturity for the revenue bonds are as follows:

(Amounts in Thousands)

Year Ending June 30	Governmental Activities		Business-Type Activities		All Activities	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 7,470	\$ 3,129	\$ 25,695	\$ 15,589	\$ 33,165	\$ 18,718
2025	5,290	2,963	26,935	14,345	32,225	17,308
2026	5,360	2,829	28,255	13,026	33,615	15,855
2027	5,490	2,674	23,385	11,805	28,875	14,479
2028	5,790	2,497	24,460	10,730	30,250	13,227
2029-2033	30,575	9,313	131,525	39,109	162,100	48,422
2034-2038	21,590	4,405	74,865	21,926	96,455	26,331
2039-2043	11,730	1,092	45,190	12,781	56,920	13,873
2044-2048	2,590	173	44,640	5,501	47,230	5,673
2049-2052			19,690	871	19,690	871
	<u>\$ 95,885</u>	<u>\$ 29,075</u>	<u>\$ 444,640</u>	<u>\$ 145,683</u>	<u>\$ 540,525</u>	<u>\$ 174,758</u>

Long-Term State Loans (Direct Borrowing)

The Ohio Public Works Commission extends loans to the City. Loans in the amount of \$2,279,000 accounted for as Governmental type and \$982,000 as Business-type represent the amounts due on the loans from the Ohio Public Works Commission (OPWC) for infrastructure improvements. These notes are non-interest bearing.

Annual debt service requirements to maturity for the Ohio Public Works Commission notes are as follows:

(Amounts in Thousands)

Year Ending June 30	Governmental	Business-Type
	Activities	Activities
	Principal	Principal
2024	\$ 278	\$ 221
2025	274	194
2026	254	169
2027	254	120
2028	197	91
2029-2033	692	187
2034-2038	303	
2039-2041	27	
Total	<u>\$ 2,279</u>	<u>\$ 982</u>

The Ohio Water Development Authority (OWDA) extends loans to the City. Notes outstanding as of June 30, 2023 of \$58,155,000 accounted for as Business-type Activities represent the amounts due on several loans for water works improvements. These notes bear interest at from 0.00% to 3.25% per year. Only that portion of the loan commitment actually paid to the City is recognized as a liability by the City. The City has been authorized for a total of \$77,867,000 in loans, with \$19,187,728 remaining for disbursement as of June 30, 2023.

Annual debt service requirement to maturity for the Ohio Water Development Authority notes are as follows:

(Amounts in Thousands)		
Year Ending	Business-type Activities	
<u>June 30</u>	<u>Principal</u>	<u>Interest</u>
2024	\$ 4,292	\$ 839
2025	4,366	768
2026	4,440	695
2027	4,405	622
2028	4,207	552
2029-2033	21,129	1,770
2034-2038	11,201	563
2039-2042	4,115	85
	<u>\$ 58,155</u>	<u>\$ 5,894</u>

Notes Payable (Direct Borrowing)

On December 17, 2008, City Council authorized the City Manager to enter into a \$6.2 million 15 year installment sales agreement to build a garage with Uptown Consortium. The City maintains the title to the garage for the duration of the agreement and pay the installment payments with net service payments collected from the real property, net service payments collected from the real properties of the project and net revenue from the operation of the project.

On March 31, 2010, the City entered into an installment sales agreement with Vernon Manor Offices Leverage Lender, LLC for the construction of a 440-space parking garage for \$7.1 million. The City will maintain the title to the garage for the duration of the agreement and pay the installment payments with net service payments collected from the real property, net service payments collected from the real properties of the project and net revenue from the operation of the project. The project was completed in 2011.

On April 4, 2012, the City entered into several agreements with 21c CINCINNATI LLC to effectuate the redevelopment of the site at 609 Walnut Street into an approx. 156-room hotel, including an art museum, restaurant and other amenities. In order to facilitate the estimated \$51,000,000 project, a grant agreement provided a \$2,500,000 grant and a development and loan agreement provided a loan of \$3,773,000 from the City for eligible construction costs. The City's only pledge towards the private placement revenue note is for the statutory service payments. Through a service agreement 21c CINCINNATI LLC has agreed to make statutory service payments in semi-annual installments at an amount equal to the amount of real property taxes that would have been paid on the improvements, were they not tax exempt.

On October 24, 2014 the City amended a prior agreement with Neyer Properties for the Keystone II development project. The project includes a garage with approximately 1,600 parking spaces and office space of approximately 400,000 square feet. A bond for \$2,940,000 and a bond for \$2,500,000 from the State Infrastructure Bank were utilized by the City to finance the public improvements.

The combined repayment schedule for the notes payable and the State Infrastructure Bank bond and loan follows (includes Vernon Manor, Uptown Consortium, 21c CINCINNATI LLC, and Keystone II).

(Amounts in Thousands)

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 1,326	\$ 505	\$ 1,831
2025	718	449	1,167
2026	756	417	1,173
2027	785	384	1,169
2028	825	349	1,174
2029-2033	4,024	1,243	5,267
2034-2038	2,490	359	2,849
2039-2043	808	88	896
2044-2045	204	6	210
Total	<u>\$ 11,936</u>	<u>\$ 3,800</u>	<u>\$ 15,736</u>

The following are the total outstanding bonds and notes at June 30, 2023 and the debt service requirement for fiscal year 2024.

**Bonds and Notes Outstanding As of June 30, 2023**

(AMOUNTS IN THOUSANDS)

Description	Interest Rates	Issue Dates	Maturity Dates	Originally Issued	Amount Due 2024	Amount Outstanding 06/30/2023
<b>Bonds:</b>						
<b>General Property Tax</b>						
Various Rate Issues	2% to 5%	2012-2022	2023-2041	\$ 310,923	\$ 26,845	\$ 258,273
Refunding	1.06% to 5%	2014-2021	2023-2040	106,551	9,279	94,194
<b>Urban Redevelopment</b>						
Various Rate Issues	2% to 5%	2016	2036	4,450	160	3,600
<b>Municipal Income Tax</b>						
Refunding	1.06% to 4%	2016-2021	2026-2040	22,590	1,190	20,000
<b>Urban Renewal/Economic Development</b>						
Refunding	3% to 4%	2014-2016	2024-2035	12,500	450	6,155
	1.06% to 5%	2012-2021	2023-2036	59,565	4,480	39,300
<b>Urban Development Taxable</b>						
Refunding	3% to 3.1%	2016	2028	3,555	365	2,140
<b>Judgment</b>						
Refunding	3.053% to 5%	2015-2021	2025-2026	33,086	2,098	7,621
	2% to 2.3%	2020	2040	22,718	283	22,166
<b>MSD Administration Bldg</b>						
	3% to 4%	2016	2029	7,920	825	6,490
<b>Police &amp; Fire Pension</b>						
Refunding	1.06% to 5%	2015-2020	2026-2035	44,250	1,720	25,220
<b>Total Governmental Activities Bond Obligations</b>				<u>628,108</u>	<u>47,695</u>	<u>485,160</u>
<b>Convention Center</b>						
	1.06% to 5%	2014-2020	2024-2040	6,851	201	3,353
<b>General Aviation</b>						
	3% to 5%	2014-2017	2023-2035	245	37	163
<b>Municipal Golf</b>						
	4.11% to 5%	2015-2022	2023-2026	2,398	278	1,918
<b>Parking Facilities</b>						
	1.06% to 5%	2015-2020	2025-2040	13,853	684	7,207
<b>Stormwater</b>						
	2% to 5%	2015-2021	2025-2041	28,818	1,414	23,783
<b>Water Works</b>						
	2% to 3.264%	2015-2020	2025-2040	9,958	753	4,981
<b>Total Proprietary Fund Obligations</b>				<u>62,123</u>	<u>3,367</u>	<u>41,404</u>
<b>Total General Obligation Bonds Payable</b>				<u>690,231</u>	<u>51,062</u>	<u>526,564</u>
<b>Notes:</b>						
<b>Park &amp; Recreation</b>						
	3.230%	2022	2024	2,781	2,781	2,781
<b>Total General Obligation Notes Payable</b>				<u>2,781</u>	<u>2,781</u>	<u>2,781</u>
<b>Total General Obligation Bonds and Notes Payable</b>				<u>\$ 693,012</u>	<u>\$ 53,843</u>	<u>\$ 529,345</u>
<b>Revenue Bonds and Notes</b>						
	0.5% to 5.7%	2007-2021	2023-2051	\$ 676,970	16,720	540,525
<b>Total Outstanding Debt</b>				<u>\$ 1,369,982</u>	<u>\$ 70,563</u>	<u>\$ 1,069,870</u>

## Changes in long-term liabilities

Long-term liability activity for the fiscal year ended June 30, 2023, was as follows:

(Amounts in Thousands)	Restated Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Governmental Activities:</b>					
Bonds Payable:					
General Obligation Bonds	\$ 533,622		\$ (70,267)	\$ 463,355	\$ 45,150
Direct Placement General Obligation Bonds		\$ 22,800		22,800	2,545
Unamortized premiums	52,448		(6,339)	46,109	
	<u>586,070</u>	<u>22,800</u>	<u>(76,606)</u>	<u>532,264</u>	<u>47,695</u>
Revenue Bonds	103,180		(7,295)	95,885	7,470
Unamortized premiums	3,092		(183)	2,909	
Unamortized discounts	(209)		13	(196)	
	<u>106,063</u>		<u>(7,465)</u>	<u>98,598</u>	<u>7,470</u>
Total Bonds Payable	692,133	22,800	(84,071)	630,862	55,165
Direct Borrowing:					
Notes Payable	8,606		(1,209)	7,397	1,142
State Infrastructure Bank Bond and Loan Payable	4,721		(182)	4,539	184
State Loans	2,410		(131)	2,279	278
Compensated Absences	127,346	45,642	(41,119)	131,869	47,241
Claims and Judgments (Note 17)	22,335	72,197	(76,237)	18,295	12,675
Finance Purchase Arrangements	11,636		(5,369)	6,267	3,126
Leases	10,581		(113)	10,468	361
Subscription Based IT Arrangements	3,956		(203)	3,753	205
Net Pension Liabilities (Note 20)	837,640	793,434		1,631,074	
Net OPEB Liabilities (Note 21)	78,113		(28,332)	49,781	
Pollution Remediation (Note 16)	5,080	9,752	(295)	14,537	
Other	2,037	436		2,473	185
Governmental Activities					
Long-term Liabilities	<u>\$ 1,806,594</u>	<u>\$ 944,261</u>	<u>\$ (237,261)</u>	<u>\$ 2,513,594</u>	<u>\$ 120,562</u>
<b>Business-type Activities:</b>					
Bonds Payable:					
General Obligation Bonds	\$ 43,262	\$ 995	\$ (2,853)	\$ 41,404	\$ 3,367
Unamortized premiums	22		(8)	14	
	<u>43,284</u>	<u>995</u>	<u>(2,861)</u>	<u>41,418</u>	<u>3,367</u>
Revenue Bonds	469,206		(24,566)	444,640	9,250
Unamortized premiums	32,830		(2,630)	30,200	
	<u>502,036</u>		<u>(27,196)</u>	<u>474,840</u>	<u>9,250</u>
Total Bonds Payable	545,320	995	(30,057)	516,258	12,617
Compensated Absences	9,589	180	(364)	9,405	4,341
Claims and Judgments (Note 17)	277	232	(314)	195	195
Net Pension Liabilities (Note 19)	117,896	165,165		283,061	
Net OPEB Liabilities (Note 20)		60		60	
Direct Borrowing:					
State Loans	66,103		(6,966)	59,137	4,513
Business-Type Activities					
Long-term Liabilities	<u>\$ 739,185</u>	<u>\$ 166,632</u>	<u>\$ (37,701)</u>	<u>\$ 868,116</u>	<u>\$ 21,666</u>

For the governmental activities, claims and judgments are generally liquidated by the general fund. The net pension liabilities, net OPEB liabilities, and compensated absences annual payments are made from the same funds which pay the employees' salaries.

Internal service funds predominantly serve the governmental funds. Accordingly, their long-term liabilities are included as part of the above totals for governmental activities. At fiscal year-end, \$1,797,000 of compensated absences, \$15,868,000 of unpaid claims and \$61,394,000 of net pension liability for the internal service funds are included in the above amounts.

In the event of a default or termination of one of the City's debt agreements, the borrower and/or investors shall utilize any rights available to them under law. The City's debt agreements contain no specific finance-related consequences related to events of default or termination, nor do these agreements contain any subjective acceleration clauses.

### Leases

The City is party to various leases as a lessee. The outstanding balance of leases at the end of fiscal year 2023 is \$10,468,000. Principal and interest requirements to maturity are:

(Amounts in Thousands)			
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024 \$	361	23 \$	384
2025	361	23	384
2026	362	22	384
2027	363	21	384
2028	364	21	385
2029-2033	1,830	91	1,921
2034-2038	1,850	70	1,920
2039-2043	1,871	50	1,921
2044-2048	1,316	30	1,346
2049-2053	462	19	481
2054-2058	467	13	480
2059-2063	472	8	480
2064-2068	389	3	392
			0
Total \$	10,468	394 \$	10,862

## Subscription-Based IT Arrangements

The City is party to various subscription-based IT arrangements as a lessee. The outstanding balance of arrangements at the end of fiscal year 2023 is \$3,753,000. Principal and interest requirements to maturity are:

(Amounts in Thousands)

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 205	\$ 8	\$ 213
2025	206	8	214
2026	208	7	215
2027	209	7	216
2028	211	6	217
2029-2033	1,079	25	1,104
2034-2038	1,151	114	1,265
2039-2041	484	2	486
	<u>\$ 3,753</u>	<u>\$ 177</u>	<u>\$ 3,930</u>

## Defeased Bonds

The City has defeased bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. The chart below depicts the defeased bonds at June 30, 2023:

(Amounts in Thousands)

<u>Bond Type</u>	<u>Call Date</u>	<u>Par Amount</u>	<u>Refunded Date</u>	<u>Refunded Series</u>
Tax Exempt GO Bonds	6/1/2025	\$ 51,295	3/19/2020	2015A
Tax Exempt Water System Refunding	12/1/2025	20,900	6/17/2020	2015A
Tax Exempt Water System Refunding	12/1/2026	22,645	6/17/2020	2016A
Tax Exempt GO Bonds	12/1/2025	24,925	10/29/2020	2015D
Tax Exempt Water System Refunding	12/1/2025	18,630	11/3/2021	2015A
Tax Exempt Water System Refunding	12/1/2025	22,890	11/3/2021	2015B
Tax Exempt GO Bonds	6/1/2026	8,170	11/9/2021	2016A
Tax Exempt GO Bonds	6/1/2025	13,670	12/15/2022	2015A
	Total	<u>\$ 183,125</u>		

## **9. DEBT LIMITATION**

The City is unique in the State of Ohio because it has the right to levy property taxes without limitation and without a vote of the electorate to support its lawfully issued general obligation bonds and notes. The City's "indirect" (ten mill) debt limit was removed by decision of the Ohio courts. In September 1977, the Supreme Court of Ohio dismissed an appeal from the decision of the Court of Appeals, First Appellate District, Hamilton County, Ohio, involving the City's debt limitations. In summary, the City instituted a test case against the Director of Finance for the purpose of obtaining a definitive construction of certain sections of the City Charter bearing on the right of the City to levy taxes in excess of the ten mill limitation of Section 5705.02 of the Ohio Revised Code. As a result of the Court decision, the City has the right to levy property taxes without limitation to support its lawfully issued bonds and notes, and the City's ability to incur debt will be limited only by the arithmetical (percentage) limitations set forth under Sections 133.04 and 133.05 of the Ohio Revised Code.

Sections 133.04 and 133.05 provides that the principal amount of both voted and un-voted debt of the City may not exceed 10.5% of the City's assessed valuation, and the principal amount of the City's un-voted debt may not exceed 5.5% of the City's assessed valuation. The Code also provides several exemptions of debt from the 5.5% and 10.5% limitations.

**10. TAXES AND TAX ABATEMENTS**

City Income Tax

This locally levied tax applies to gross salaries, wages and other personal service compensation earned by residents both in and out of the City and to earnings of nonresidents (except certain transients) earned in the City. It also applies to net income of business organizations for business conducted in the City. The tax is the largest single source of General Fund revenue.

Effective October 2, 2020, the City's income tax rate was decreased from 2.1% to 1.8%. The rate is comprised of three components. The first component is 0.1%, which is to be spent only for the maintenance of the City's infrastructure. The second component is 0.15%, which can be used only for permanent improvement purposes. The remaining 1.55% is used to meet operating expenses in the General Fund.

The following table identifies the 1.55% income tax collections to the General Fund for the fiscal periods 2019 through 2023:

(Amounts in Thousands)

<u>Year</u>	<u>General Fund Collections of 1.55%</u>
2019	\$ 288,826
2020	297,701
2021	330,863
2022	340,427
2023	348,529

Property Taxes

The assessed valuation of property within the City subject to the levy of ad valorem taxes includes real property and public utilities property. The assessed value upon which the collection years 2022 and 2023 were based was \$6,201,679,880 and \$581,081,050 for 2022 and \$6,089,891,380 and \$587,526,550 for 2023. These were for real property and public utility property each year, respectively (per Hamilton County Auditor). The City's property taxes are collected by the Hamilton County Treasurer and are remitted to the City on a periodic basis. Real property taxes collected in any calendar year are generally levied on assessed values as of January 1 of the preceding year according to the following calendar.

*Property Tax Calendar - 2023*

Lien date	January 1, 2022
Levy date	October 31, 2022
First installment payment due	January 31, 2023
Second installment payment due	June 20, 2023

Assessed values are established by the County Auditor, or at no more than 35% of appraised market value. The laws of the State of Ohio presently require that all property be revalued no less than every six years, at any time the County Auditor finds that true or taxable value thereof has changed, and in the third calendar year following the year in which a sexennial reappraisal is completed if ordered by the State Commissioner of Tax Equalization. Real property experienced a statutory sexennial reappraisal in 2017 resulting in a 5.9% increase in assessed values. Property tax due in second six months of calendar 2022 and the first six months of calendar 2023 has been included in revenues for the fiscal year 2023. The second installment of 2023 is not recorded as revenue for fiscal year 2023. The Ohio Revised Code (ORC) requires the second installment of property tax be recorded as a deferred inflow of resources.

**Tax Increment Financing Districts (TIF Districts)**

The City, pursuant to the ORC and City ordinances, established 20 TIF districts between 2002 and 2005. In 2019, the City established 15 additional TIF districts. A TIF district represents a geographic area not greater than 300 acres, wherein 100% of the property value increases created after the commencement date of the TIF districts are exempt, in whole or in part, from property taxes. Owners of such property, however, must pay amounts equal to the property taxes, known as statutory service payments or payments in lieu of taxes (PILOTs), as though the TIF district had not been established. These statutory service payments are then dedicated to the payments for various public improvements within or adjacent to the TIF district. Property values existing before the commencement of the TIF district continue to be subjected to property taxes.

In 2023, the City received statutory service payments totaling \$34.7 million from the 20 TIF districts. This amount is net of the county auditor fees and the payments to the Cincinnati School Board. In 2019, the City renegotiated its agreement with the School Board and has agreed to pay 33% of statutory service payments received from TIF projects and districts created during the term of the new agreement. For existing TIF projects and districts, the School Board continues to receive 25% and 27%, respectively. This PILOT revenue is accounted for in the TIF Fund along with the debt service payments. Corresponding capital assets are accounted for in the City’s infrastructure accounts and property accounts.

TIF districts have longevity of 30 years. The property tax exemption then ceases, statutory service payments cease, and property taxes then apply to the increased property values.

**Casino Revenue**

In 2009, voters approved an amendment to the Ohio Constitution which became HB 519 authorizing one casino in Cincinnati, Cleveland, Columbus, and Toledo. A gross revenue tax of 33% was imposed on licensed casino operators. A portion (5%) would be given to the host city. The casino in the City of Cincinnati opened in 2012. Revenues from the casino tax were:

(Amounts in Thousands)

Fiscal Year	General Fund Revenue
2019	\$ 8,289
2020	8,300
2021	6,228
2022	10,011
2023	10,269

**Tax Abatements**

Pursuant to Governmental Accounting Standards Board (GASB) Statement No. 77, Tax Abatement Disclosures, the City of Cincinnati (the “City”) is required to disclose certain information about tax

abatements as defined in the Statement. For purposes of GASB Statement No. 77, a tax abatement is a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the City or the citizens of the City. The City has entered into such agreements. A description of each of the City's abatement programs where the City has promised to forgo taxes follows:

#### Community Reinvestment Area (CRA) Program

The Ohio CRA program is an economic development tool administered by municipal and county governments that provides real property tax exemptions for property owners who renovate existing or construct new buildings. CRA are areas of land in which property owners can receive tax incentives for investing in real property improvements. In order to use the CRA program, a city, village, or county petitions the Ohio Department of Development (ODOD) for confirmation of a geographical area in which investment in housing has traditionally been discouraged. Once the area is confirmed by the Director of ODOD, communities may offer real property tax exemptions to taxpayers that invest in that area.

The City determines the type of development to support by specifying the eligibility of residential, commercial and/or industrial projects. The City has established a "Commercial" Tax Abatement program for housing of more than 4 units as well as commercial and industrial users and a "Residential" Tax Abatement program for housing of 4 or fewer units. Under the "Commercial" Program the City negotiates property tax exemptions on new property tax from investment for up to 100% and for up to fifteen years based on the amount of investments made to renovate or construct buildings within a CRA. Under the "Residential" Program, the City has set eligibility criteria by City Council Ordinance that determines the cap of the abatement amount as well as the term of the abatement. In 2023, the City updated its criteria to provide different caps and terms to different areas of the City based on distressed criteria determined by a third-party study. Taxes are abated on the increase in taxable value resulting from the investment. This abated amount is not included in the taxable value used for property tax computation for the taxpayer. For commercial projects, job retention and/or creation is also required. Agreements must be in place before the project begins. Provisions for recapturing property tax exemptions, which can be used at the discretion of the City, are pursuant to ORC Section 9.66(C)(1) and 9.66(C)(2). During FY 2023, the amount of property tax revenue forgone under the CRA program was \$4,602,000.

#### Job Creation Tax Credit (JCTC) Program

Pursuant to ORC 718.15, the City, by ordinance, may grant a refundable or nonrefundable credit against its tax on income to taxpayers to foster job creation in the city. Tax credits granted under this section of the ORC are measured as a percentage of the new income tax revenue the City derives from new employees of the taxpayer and are for a term not to exceed fifteen years. Tax credits are applied against the taxpayer's annual income tax filing. It is required that the City and the taxpayer enter into an agreement specifying all the conditions of the credit prior to passage of the ordinance granting the credit. The City currently has 46 active JCTC agreements with 46 Cincinnati businesses (taxpayers). The tax credit percentage and term of the specific agreements are based upon the amount of new investment and the number of jobs created as a result of an identified project. JCTC agreements include specific language for refund of the credits should the terms of the agreement not be met by the taxpayer. During FY 2023, the amount of income tax revenue forgone under the JCTC program was \$1,150,000.

**11. SHORT-TERM DEBT – BOND ANTICIPATION NOTES**

The City issues bond anticipation notes in advance of issuance of bonds, depositing the proceeds in its capital projects fund. These notes are necessary to provide adequate funds at the time needed to support contracts for the improvements prior to issuance of the related bonds.

The General Obligation Bond Anticipation Notes issued during the period and outstanding at fiscal year-end include \$2,781,000 in City issued notes that were purchased by the City. For an explanation of the presentation of these notes in the financial statements, refer to Footnote 5 on Inter-fund Assets and Liabilities.

(Amounts in Thousands)	<u>Beginning Balance</u>	<u>Issued</u>	<u>Redeemed</u>	<u>Ending Balance</u>
<u>Governmental Activities</u>				
General Obligation Bond Anticipation Notes	<u>\$ 13,034</u>	<u>\$ 41,081</u>	<u>\$ (51,334)</u>	<u>\$ 2,781</u>
<u>Business Activities</u>				
General Obligation Bond Anticipation Notes	<u>\$ 1,287</u>	<u>\$ 995</u>	<u>\$ (2,282)</u>	<u>          </u>

**12. RESTRICTED ASSETS**

(Amounts in Thousands)	
Revenue bond Construction Account - Water Works	\$ 51,348
Revenue bond Reserve Account - Water Works	55,180
Customer Deposits - Water Works	7,147
Construction Account - Other - Water Works	<u>62,524</u>
	<u>\$ 176,199</u>

### 13. CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2023 was as follows:

(Amounts in Thousands)	Restated			Ending
<b>Governmental Activities:</b>	<u>Beginning</u>			<u>Balance</u>
	<u>Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u>
Capital assets, not being depreciated:				
Land	\$ 169,160		\$ (663)	\$ 168,497
Construction in Progress	96,174	79,723	(15,719)	160,178
Total capital assets, not being depreciated	<u>265,334</u>	<u>79,723</u>	<u>(16,382)</u>	<u>328,675</u>
Capital assets, being depreciated/amortized:				
Buildings	250,362	41	(1,950)	248,453
Improvements other than buildings	565,786	6,062	(63)	571,785
Machinery and Equipment	234,284	8,106	(17,196)	225,194
Right to Use Assets	14,650		(104)	14,546
Infrastructure	1,399,452	14,255		1,413,707
Total capital assets, being depreciated/amortized	<u>2,464,534</u>	<u>28,464</u>	<u>(19,313)</u>	<u>2,473,685</u>
Less accumulated depreciation/amortization for:				
Buildings	(142,270)	(6,083)	1,528	(146,825)
Improvements other than buildings	(355,930)	(16,511)	21	(372,420)
Machinery and Equipment	(175,883)	(8,220)	2,214	(181,889)
Right to Use Assets	(351)	(554)		(905)
Infrastructure	(790,337)	(43,535)		(833,872)
Total accumulated depreciation/amortization	<u>(1,464,771)</u>	<u>(74,903)</u>	<u>3,763</u>	<u>(1,535,911)</u>
Total capital assets, being depreciated/amortized, net	<u>999,763</u>	<u>(46,439)</u>	<u>(15,550)</u>	<u>937,774</u>
Governmental-type Activities capital assets, net	<u>\$ 1,265,097</u>	<u>\$ 33,284</u>	<u>\$ (31,932)</u>	<u>\$ 1,266,449</u>

(Amounts in Thousands)	Restated			Ending
<b><u>Business-type Activities:</u></b>	<u>Beginning</u>		<u>Decreases</u>	<u>Balance</u>
	<u>Balance</u>	<u>Increases</u>		
Capital assets, not being depreciated:				
Land	\$ 44,271			\$ 44,271
Construction in Progress	131,342	\$ 58,002	\$ (50,306)	139,038
Total capital assets, not being depreciated	<u>175,613</u>	<u>58,002</u>	<u>(50,306)</u>	<u>183,309</u>
Capital assets, being depreciated/amortized:				
Buildings	391,403	4,711	(8)	396,106
Improvements other than buildings	1,429,617	44,396		1,474,013
Machinery and Equipment	343,740	6,288	(380)	349,648
Property acquired under capital assets acquired under finance purchase agreements	246			246
Total capital assets, being depreciated/amortized	<u>2,165,006</u>	<u>55,395</u>	<u>(388)</u>	<u>2,220,013</u>
Less accumulated depreciation/amortization for:				
Buildings	(241,628)	(5,686)	8	(247,306)
Improvements other than buildings	(398,378)	(20,489)		(418,867)
Machinery and Equipment	(256,264)	(9,946)	375	(265,835)
Property acquired under capital assets acquired under finance purchase agreements	(246)			(246)
Total capital assets, being depreciated/amortized	<u>(896,516)</u>	<u>(36,121)</u>	<u>383</u>	<u>(932,254)</u>
Total capital assets, being depreciated/amortized, net	<u>1,268,490</u>	<u>19,274</u>	<u>(5)</u>	<u>1,287,759</u>
Business-type Activities capital assets, net	<u>\$ 1,444,103</u>	<u>\$ 77,276</u>	<u>\$ (50,311)</u>	<u>\$ 1,471,068</u>

Depreciation expense was charged to functions/programs of the City as follows:

(Amounts in Thousands)

Governmental activities:	
General Government	\$ 3,691
Community Development	5,422
Enterprise Technology	68
Recreation	5,197
Police	2,110
Transportation and Engineering	38,791
Public Services	10,078
Public Health	500
Parks	5,515
Fire	2,329
Capital assets held by the City's internal service funds are charged to the various functions based on their usage of the assets	<u>1,202</u>
Total depreciation expense - governmental activities:	<u>\$ 74,903</u>

Business-type activities:	
Water Works	\$ 24,708
Parking Facilities	1,904
Convention Center	4,449
General Aviation	584
Municipal Golf	696
Stormwater Management	3,780
Total depreciation expense - business-type activities:	<u>\$ 36,121</u>

(Amounts in Thousands)				Required
	Project	Expended to	Committed	Future
<u>Administering Department</u>	<u>Authorizations</u>	<u>6/30/2023</u>		<u>Financing</u>
Transportation and Engineering	\$ 263,635	\$ 78,352	\$ 185,283	\$ 98,099
Community Development	81,825	32,315	49,510	1,061
Recreation	22,987	3,506	19,481	182
Police	754	(115)	869	
Fire	1,618	1,116	502	
Parks	40,385	13,635	26,750	2,499
Public Services	86,659	30,420	56,239	
Other	39,805	949	38,856	1,023
Total	<u>\$ 537,668</u>	<u>\$ 160,178</u>	<u>\$ 377,490</u>	<u>\$ 102,864</u>

Required future financing represents Federal, State and City commitments in support of City projects.

Business Activities Construction in Progress at June 30, 2023 is comprised of the following:

(Amounts in Thousands)				Required
	Project	Expended	Committed	Future Financing
<u>Enterprise Fund</u>	<u>Authorization</u>	<u>to 6/30/23</u>		
Water Works	\$ 354,192	\$ 127,811	\$ 226,381	\$ 178,145
Parking Facilities	6,743	1,305	5,438	
Convention Center	8,438	1,367	7,071	
General Aviation	6,336	216	6,120	
Municipal Golf	2,682	1,573	1,109	
Stormwater Management	30,365	6,766	23,599	
Total	<u>\$ 408,756</u>	<u>\$ 139,038</u>	<u>\$ 269,718</u>	<u>\$ 178,145</u>

#### 14. RECEIVABLES

Accounts Receivable are presented in the financial statements net of the allowance for uncollectible accounts. The uncollectible accounts related to the General Fund at June 30, 2023, are as follows: Taxes Receivable (\$1,144,000) and other accounts receivable (\$117,227,000). The uncollectible accounts related to the Debt Service Fund at June 30, 2023 are Taxes Receivable (\$1,772,000). The balance for the allowance for uncollectible accounts in the Capital Projects Fund at June 30, 2023 is (\$297,000). The balance of the allowance accounts for Special Revenue Funds is (\$368,000) as of June 30, 2023. The balances of the allowance accounts of the proprietary funds as of June 30, 2023 are as follows: Water Works (\$8,554,000), Municipal Golf (\$9,000), General Aviation (\$12,000), Parking Facilities (\$15,000) and Stormwater Management (\$2,456,000).

Loans receivable of the special revenue funds are made from revolving type loan accounts financed by allocations from the City's Community Development Block Grant. These loans are secured by liens on the property. Federal regulations provide that the grantor maintains the ownership of the City's Community Development Block Grant funded revolving loan portfolio; accordingly, revolving loan fund transactions do not affect the operating statement. A portion of the special revenue loans, with a value of \$6,985,000, were made from Housing and Urban Development Section 108 funds and do not involve a revolving type loan account. The loans are repaid to the federal government. If the borrower fails to repay the loan, the City's Community Development Block Grant funds may be used to repay the federal government. The total amount receivable for the special revenue loans is offset by an allowance for uncollectible loans receivable. Special revenue loans receivable at June 30, 2023 total \$63,574,000.

In addition, the special revenue funds have a loan receivable from Friends of Cincinnati Landmark Productions. In 2017, the City of Cincinnati entered into a loan agreement with Friends of Cincinnati Landmark Productions for \$4 million. The loan is to be repaid over a 22-year period at 1% interest. Below is the repayment schedule. Interest payments of \$40,000 were received in fiscal year 2023.

(Amounts in Thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024		\$ 40	\$ 40
2025	\$ 248	39	287
2026	251	37	288
2027	253	34	287
2028	256	31	287
2029-2033	1,319	118	1,437
2034-2038	1,386	51	1,437
2039	286	2	288
Total	\$ 3,999	\$ 352	\$ 4,351

Loans receivable of the capital project funds receive similar treatment to the special revenue funds' loans receivable, in that the total amount receivable is offset by an allowance for uncollectible loans receivable. The allowance for uncollectible loans at June 30, 2023 is \$21,090,000. This amount is related to forgivable housing loans and downtown development loans.

Also recorded in the capital project funds is a loan receivable with the City of Blue Ash. The City of Cincinnati sold 130 acres of the Blue Ash Airport property to the City of Blue Ash for \$37,250,000. The original sales agreement was amended in 2012 per Ordinance 302-2012. There was an initial payment of \$6,000,000 and in fiscal years 2015 to 2017 a payment of \$1,000,000 was received each year. The payments for the remaining 18 fiscal years will be as follow from August 31, 2019 to August 1, 2036: fiscal years 2020-2027 - \$1,250,000 annually and fiscal years 2028-2037 - \$1,500,000 annually. The City of Cincinnati has completed remedial action work at the Blue Ash Airport at a total cost of \$1,856,000.

(Amounts In Thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 731	\$ 519	\$ 1,250
2025	696	554	1,250
2026	663	587	1,250
2027	631	619	1,250
2028	722	778	1,500
2029-2033	3,124	4,376	7,500
2034-2037	2,005	3,995	6,000
Total	\$ 8,572	\$ 11,428	\$ 20,000

Within the debt service fund the City has recorded a loan with Graeter's. In 2009, the City of Cincinnati entered into a loan agreement with Graeter's for \$10 million. The loan is to be repaid over a 20-year period at 2% interest in years 1 and 2 and 4% interest in the remaining years. Below is the repayment schedule. Principal and interest payments of \$679,000 were received in fiscal year 2023.

(Amounts in Thousands)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 585	\$ 122	\$ 707
2025	585	116	701
2026	545	103	648
2027	570	80	650
2028	590	57	647
2029-2030	1,250	45	1,295
Total	<u>\$ 4,125</u>	<u>\$ 523</u>	<u>\$ 4,648</u>

Within the General Fund the City has recorded a loan with Bethany House Services. In 2020, the City of Cincinnati entered into a loan agreement with Bethany House Services for \$500,000. The loan is a variable term, zero percent (0%) interest forgivable loan to defray the borrower's cost associated with the acquisition of property for the purposes of constructing and operating a homeless shelter. The loan is forgiven by 10% each full year of operation after the shelter's construction is complete.

The City has recorded a lease receivable in the amount of \$94,770,000. This lease receivable is recorded based on the discounted future cash flows in the lease agreements. During fiscal year 2023, the City recognized \$23,389,000 in lease revenue and \$248,000 in interest revenue associated with these leases.

## 15. CONTINGENT LIABILITIES

### Federal and State Grants

The City has received Federal and State grants of approximately \$71 million for specific purposes that are subject to review and audit by the grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Such disallowances have been immaterial in prior years.

### Litigation

Various claims and lawsuits are pending against the City as of June 30, 2023. A liability of \$13 million was recorded for those claims and judgments as of June 30, 2023. Over the past decade, the City has averaged annual payments of \$1,755,000 for claim and lawsuit settlements. Adequate funds have been provided to meet the claims paid from the General Fund, restricted funds and the sale of debt. The City Administration believes there is no foreseen problem in having adequate resources to settle presently known cases.

### Pollution Remediation Liability

Currently pollution remediation is occurring at the Providence North, Canal Ridge Road, and Center Hill sites. Center Hill and Canal Ridge Road involve landfill remediation while Providence North is for contaminated property. The West Fork incinerator has been identified as a future asbestos remediation project. In the entity wide statement governmental activities has recognized \$14,537,000 for pollution remediation liability in the accrued liabilities account.

## **Income Tax Refund Liability**

The State of Ohio's temporary municipal income tax withholding rule allowed employers to continue to remit employee withholding taxes through December 31, 2021, based on the "principal place of work" of an employee prior to COVID-19 pandemic restrictions. However, the state legislature failed to make the actual tax law congruent with the temporary withholding rule, so individual non-residents who worked remotely outside of the City during calendar year 2021 may be able to seek a refund from the City. In addition, Section 29 of HB 197 required Cincinnati businesses to continue withholding local tax based on an employee's principal place of work because they worked remotely during the emergency and were deemed to have been working at the employee's principal place of work. Ohio municipalities, including Cincinnati, denied these refund claims because there was no provision in the law to allow employees to request refunds for days worked remotely in calendar year 2020. Several taxpayers appealed this bill through the courts with the final determination still pending with the Ohio Supreme Court. To address these potential liabilities, the City set aside from the fiscal year 2021 carryover \$50 million in an income tax reserve for refunds.

## **16. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; employee health claims; unemployment compensation claims; property tax appeals and environmental damage. The City purchases commercial insurance to cover losses due to: theft of, damage to, or destruction of assets and purchases general liability insurance for specific operations and professional liability insurance for certain operations. All other risks of loss are self-insured by the City. There has been no reduction in insurance coverage in fiscal year 2023. Insurance settlements for claims resulting from the risks covered by commercial insurance have not exceeded the insurance coverage in any of the past three years. The property insurance is accounted for in the internal service fund, titled "Self Insurance – Risk Management."

The City of Cincinnati provides a health insurance plan for its employees. The plan is self-insured and accounted for as an internal service fund. This internal service fund, titled "Self Insurance – Risk Management" has been in existence since 1980. Operating funds are charged a monthly rate per employee by type of coverage.

In 1990, the City began to account for and finance its risk of loss due to workers' compensation claims and established an internal service fund titled "Self Insurance – Workers' Compensation." The City pays workers' compensation claims on a per claim basis except for a small portion that is paid through the State of Ohio Bureau of Workers' Compensation. All funds of the City participate in the program and make payments to the internal service fund based on the experience premium that would normally be charged by the Bureau of Workers' Compensation. Policy years 1989 through 2000 were financed through the retrospective rating program. Policy years 2001 and 2002 were financed through the fully insured program with the State Fund workers' compensation program. Beginning with policy year 2003, the City elected to be fully self-insured for workers' compensation. All of the City's workers' compensation liabilities are funded within the "Self Insurance – Workers' Compensation" fund.

Changes in the balances of claims liabilities and claims adjustment expenses during fiscal years 2023 and 2022 are as follows:

(Amounts in Thousands)	2023			
	Beginning Balance	Claims and Changes in Estimates	Claims Payments	Ending Balance
General Fund	\$ 1,057	\$ 4,846	\$ (5,167)	\$ 736
Health District	58	(30)	(2)	26
Special Revenue Funds	68	(29)	(14)	25
Water Works Fund	263	232	(302)	193
Parking Facilities Fund	7	(7)		
Stormwater Fund	7		(5)	2
Self Insurance Risk Management Fund	14,212	69,100	(72,793)	10,519
Workers' Compensation Fund	12,960	(1,728)	(465)	10,766
Governmental Activities Obligations	4,456	38		4,494
Entity Wide Totals	\$ 33,088	\$ 72,422	\$ (78,748)	\$ 26,761

(Amounts in Thousands)	2022			
	Beginning Balance	Claims and Changes in Estimates	Claims Payments	Ending Balance
General Fund	\$ 2,021	\$ 1,267	\$ (2,231)	\$ 1,057
Health District	250	(186)	(6)	58
Special Revenue Funds	280	(195)	(17)	68
Water Works Fund	1,681	183	(1,601)	263
Parking Facilities Fund	17	(10)		7
General Aviation Fund	1	(1)		
Municipal Golf Fund				
Stormwater Fund	32	17	(42)	7
Self Insurance Risk Management Fund	13,778	71,611	(71,177)	14,212
Workers' Compensation Fund	13,446	2,433	(2,919)	12,960
Governmental Activities Obligations	3,843	613		4,456
Entity Wide Totals	\$ 35,349	\$ 75,732	\$ (77,993)	\$ 33,088

The claims liabilities at June 30, 2023 for the Internal Service Funds above (Self Insurance Risk Management and Workers' Compensation) are included in the following liabilities in the balance sheet:

(Amounts in Thousands)

	<b>Self-Insurance Risk Management</b>	<b>Self-Insurance Workers' Compensation</b>
Accounts Payable	\$ 4,976	\$ 209
Accrued Liabilities		232
Estimated Liability For Unpaid Claim	<u>5,543</u>	<u>10,325</u>
Total	<u>\$ 10,519</u>	<u>\$ 10,766</u>

#### **17. Public-Private and Public-Public Partnerships**

The City has two service concession arrangements. The Fountain Square North Parking Garage was leased in “as is” condition for an upfront payment of \$7.5 million and annual rent payments of \$100 for a period of 40 years beginning in 2005. The upfront payment is reported as deferred inflow. The current period revenue recognition is \$187,500 and the balance in deferred inflows of resources at June 30, 2023 is \$4 million. In addition, Fountain Square LLC made \$7.9 million in improvements to the parking garages. These improvements are included in the capital assets of the Parking Facilities Fund. The Net book value at June 30, 2023 was \$4.6 million. The current period revenue recognition is \$198,000.

During fiscal year 2015 the Fountain Square South Garage was leased to the Port Authority “as is” for 30 years. Improvements of \$1.4 million were made by the Port Authority to the garage and these improvements are included in improvements of the Parking Facilities Fund. The current period revenue recognition is \$49,000. The value of the deferred inflows of resources at June 30, 2023 was \$1.2 million.

#### **18. SUBSEQUENT EVENTS**

The Board of Trustees of the Cincinnati Southern Railway (“Board”) executed an amended and restated agreement to sell the Cincinnati Southern Railway on June 28, 2023 (the “Agreement”) for a purchase price of \$1.6 billion. The Agreement contained numerous contingencies that had to be satisfied before the sale could take place. The most substantive contingencies include a change to state law which became effective in June 2023, regulatory approval by the Surface Transportation Board which was received on October 20, 2023, and a vote of the City of Cincinnati’s electorate which was approved on November 7, 2023, and will likely be certified in November 2023. The Board is expected to close on the sale in March 2024. Upon closing, the proceeds of the sale will be placed in a trust fund to be invested by the Board for the benefit of the City to be used for future infrastructure investments.

The City issued \$27,800,000 in General Obligation Improvement Bonds on November 15, 2023. The proceeds will be used for street, public building, equipment, and parks and recreation improvements.

## 19. DEFINED BENEFIT PENSION PLANS

City employees are covered by one of three pension systems: the Ohio Police and Fire Pension Fund (OP&F), the Ohio Public Employees Retirement System (OPERS), and the City of Cincinnati's Retirement System (CRS). OP&F and OPERS are cost-sharing multiple-employer defined benefit pension plans. CRS is accounted for as a single-employer defined benefit pension plan.

### *Net Pension Liability*

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

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 actuarial present value (or with the OP&F and OPERS cost-sharing, multiple-employer plans, 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 other variables. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

The City's share of each plan's unfunded benefits is presented as a long-term *net pension liability* on the accrual basis of accounting.

The net pension liabilities and related deferred outflows and inflows of resources recorded in the accrual basis financial statements as of June 30, 2023 were as follows:

(Amounts in Thousands)

	OP&F	OPERS	CRS	Total
Net pension liability	\$ 660,773	\$ 15,143	\$ 1,238,219	\$ 1,914,135
Deferred outflows of resources	189,840	5,549	301,134	496,523
Deferred inflows of resources	42,784	644	3,516	46,944
Pension (negative) expense	39,770	297	(193,474)	(153,407)

### **A. Cost-Sharing Multiple-Employer Defined Benefit Pension Plans**

Ohio Revised Code limits the City's obligation for liabilities to OPERS and OP&F to annually required payments. The City cannot control benefit terms or the manner in which pensions from the cost-sharing, multiple-employer plans are financed; however, the City does receive the benefit of employees' services in exchange for compensation including pension.

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

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

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

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

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

<b>Group A</b>	<b>Group B</b>	<b>Group C</b>
Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Members not in other Groups and members hired on or after January 7, 2013
<b>State and Local</b>	<b>State and Local</b>	<b>State and Local</b>
<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 57 with 25 years of service credit or Age 62 with 5 years of service credit

<p><b>Formula:</b>  2.2% of FAS multiplied by  years of  Service for the first 30 years  and  2.5% for service years in  excess of 30</p>	<p><b>Formula:</b>  2.2% of FAS multiplied by  year of  service for the first 30 years  and 2.5%  for service years in excess of  30</p>	<p><b>Formula:</b>  2.2% of FAS multiplied by  years of  service for the first 35 years  and 2.5%  for service years in excess of  35</p>
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Final average salary (FAS) represents the average of the three highest years of earnings over a member’s career for Groups A and B. Group C is based on the average of the five highest years of earnings over a member’s career.

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

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

Funding Policy—The ORC provides statutory authority for member and employer contributions. For fiscal year 2023, member contribution rates were 10% of salary and employer contribution rates were 14%. Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$1,145,000 for 2023.

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

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

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

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

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

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

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

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

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

Employer contribution rates are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$40,825,000 for 2023.

OP&F informed the City that the City’s only unfunded prior service cost is the deficiency existing at the time the OP&F (the Fund) was established in 1967 as determined by actuarial evaluation. On March 1, 2000, the City sold bonds for the refunding of the City’s obligation for the employer’s accrued liability. Pursuant to Section 742.30 of the ORC, the City and the Fund entered into an agreement which permitted the City to make a one-time payment to the Fund for the purpose of extinguishing the City’s obligation to the Fund for the employer’s accrued liability. The payment amount was \$41,455,000, which represents 68% of the first \$500,000 of the employer’s accrued liability and 80% of the balance, plus accrued interest on the full amount of such accrued liability from March 1, 2000 to date of payment.

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

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

	<u>OPERS</u>	<u>OP&amp;F</u>
Proportionate Share of Net Pension Liability	\$ 15,143	\$ 660,773
Proportion of Net Pension Liability	0.051263%	6.95622%
Change in Proportion	-0.005079%	-0.17036%
Pension Expense	\$ 297	\$ 39,770

At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources (amounts in thousands):

	<u>OPERS</u>	<u>OP&amp;F</u>
<b>Deferred Outflows of Resources</b>		
Differences between expected and actual experience	\$ 502	\$ 9,911
Net difference between projected and actual earnings on pension plan investments	4,316	96,200
Change in assumptions	160	59,599
Change in City's proportionate share and difference in employer contributions	-	3,773
City contributions subsequent to the measurement date	<u>571</u>	<u>20,357</u>
Total Deferred Outflows of Resources	<u>\$ 5,549</u>	<u>\$ 189,840</u>
	<u>OPERS</u>	<u>OP&amp;F</u>
<b>Deferred Inflows of Resources</b>		
Differences between expected and actual experience	\$ -	\$ 15,054
Change in assumptions	-	12,885
Change in City's proportionate share and difference in employer contributions	<u>644</u>	<u>14,845</u>
Total Deferred Inflows of Resources	<u>\$ 644</u>	<u>\$ 42,784</u>

\$20,928,000 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 fiscal year ending June 30, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	<u>OPERS</u>	<u>OP&amp;F</u>
Fiscal Year Ending June 30:		
2024	\$ 127	\$ 10,798
2025	822	31,019
2026	1,270	35,272
2027	2,115	52,769
2028	-	(3,159)
	<u>\$ 4,334</u>	<u>\$ 126,699</u>

### ***Actuarial Assumptions – OPERS***

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions:

Wage inflation	
Current measurement period	2.75%
Prior measurement period	2.75%
Future salary increases, Including inflation	
Current measurement period	2.75% to 10.75%
Prior measurement period	2.75% to 10.75%
COLA or Ad Hoc COLA	Pre 1/7/2013 retirees: 3% simple; Post 1/7/2013 retirees: 3% simple through 2022, then 2.05% simple
Investment rate of return	
Current measurement period	6.90%
Prior measurement period	6.90%
Actuarial cost method	Individual entry age

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

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

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

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The long-term expected rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of arithmetic rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2022, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	22.00%	2.62%
Domestic Equities	22.00%	4.60%
Real Estate	13.00%	3.27%
Private Equity	15.00%	7.53%
International Equities	21.00%	5.51%
Risk Parity	2.00%	4.37%
Other Investments	<u>5.00%</u>	3.27%
Total	<u>100.00%</u>	

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

**Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate.** The following table represents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 6.9%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage point lower (5.9%) and one-percentage point higher (7.9%) than the current rate (amounts in thousands):

	1% Decrease <u>(5.9%)</u>	Current Discount <u>Rate of 6.9%</u>	1% Increase <u>(7.9%)</u>
City's proportionate share of the net pension liability	\$ 22,684	\$ 15,143	\$ 8,870

***Actuarial Assumptions – OP&F***

OP&F's total pension liability as of December 31, 2022 is based on the results of an actuarial valuation date of January 1, 2022, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determine amounts are subject to continual review and potential modifications, as actual results are compared with past experiences and new estimates are made about the future.

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

Valuation date	January 1, 2022 with actuarial liabilities rolled forward to December 31, 2022
Actuarial cost method	Entry age normal (Level Percent of Payroll)
Investment rate of return	
Current measurement period	7.50%
Prior measurement period	7.50%
Projected salary increases	3.75% to 10.50%
Payroll growth	3.25% plus productivity increase rate of 0.5%
Inflation assumptions	2.75%
Cost of living adjustments	2.2% per year simple

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

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

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

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and cash equivalents	0.0%	0.00%
Domestic equity	18.60%	4.80%
Non-U.S. equity	12.40%	5.50%
Private markets	10.00%	7.90%
Core fixed income*	25.00%	2.50%
High yield fixed income	7.00%	4.40%
Private credit	5.00%	5.90%
U.S. inflation linked bonds*	15.00%	2.00%
Midstream Energy Infrastructure	5.00%	5.90%
Real assets	8.00%	5.90%
Gold	5.00%	3.60%
Private real estate	12.00%	5.30%
Commodities	2.00%	3.60%
	125.00%	

Note: Assumptions are geometric. \*Levered 2.5x

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

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

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

	1% Decrease (6.5%)	Current Discount Rate of 7.5%	1% Increase (8.5%)
City's proportionate share of the net pension liability	\$ 871,687	\$ 660,773	\$ 485,440

## **B. Single-Employer Defined Benefit Pension Plan**

### ***Plan Description – City of Cincinnati Retirement System (CRS)***

Employees who do not participate in either OPERS or OP&F participate in CRS. CRS is accounted for as a single-employer defined benefit pension plan. CRS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. CRS is considered part of the City of Cincinnati's financial reporting entity and is included in the City's financial report as a pension trust fund. No separate financial report is issued. Footnote 21 provides information on CRS as of June 30, 2023 on the plan as a whole. Article XV of the Administrative Code of the City of Cincinnati provides the statutory authority vesting the general administration and responsibility for the proper operation of the System in the Board of Trustees of the City of Cincinnati Retirement System.

Information in the remainder of this footnote is provided for the City's portion being reported in governmental activities and proprietary funds with a measurement date of June 30, 2022. Amounts related to the Metropolitan Sewer District (MSD), an agency fund of the City, which also participates in and contributes to CRS, were excluded since MSD reports its portion as an enterprise fund of Hamilton County, Ohio.

A major plan revision was approved by the City Council on March 16, 2011 and adopted by the CRS's Board. The plan allows for a two- and half-year transition period from July 1, 2011 to January 1, 2014. Active members who are eligible or become eligible to retire and elect to retire during this transition period can retire with 30 years of creditable service or at age 60 with at least five years of creditable service and will receive benefits according to the current plan as described below.

A Collaborative Settlement Agreement (CSA) was executed on May 7, 2015 and approved by the United States District Court on October 5, 2015. The CSA impacts employees who were retired on or before July 1, 2011 and employees who were in service on July 1, 2011 and who were vested (had 5 years' service credit) on that date. Employees who are members of the CRS who did not meet those criteria remained subject to the plan provisions adopted in Ordinances No 84-2011 and 85-2011.

The CSA implemented a number of changes to the CRS, including, but not limited to:

- Normal retirement eligibility;
- Early retirement eligibility;
- Retiree healthcare eligibility;
- Cost of living adjustments payable to retirees;
- Establishment of a Deferred Retirement Option Program (DROP);
- Creation of a 115 Trust for retiree healthcare benefits;
- Changes to the composition of the Board of Trustees; and
- Payoff of the 2007 Early Retirement Incentive Program (ERIP) liability.

<b>Groups C &amp; D</b> Eligible to retire on or before July 1, 2011; or December 31, 2013	<b>Group E</b> Eligible to retire on or before December 31, 2013	<b>Group F</b> Hired before January 1, 2010 and not eligible for other groups	<b>Group G</b> Hired on or after January 1, 2010
<b>Normal Retirement:</b> Age 60 with 5 years of service, or any age with 30 years of service	<b>Normal Retirement:</b> Age 60 with 5 years of service, or any age with 30 years of service	<b>Normal Retirement:</b> Age 60 with 5 years of service, or any age with 30 years of service	<b>Normal Retirement:</b> Age 67 with 5 years of service, or age 62 with 30 years of service
<b>Early Retirement:</b> Age 55 with 25 years of service	<b>Early Retirement:</b> Age 55 with 25 years of service	<b>Early Retirement:</b> Age 55 with 25 years of service	<b>Early Retirement:</b> Age 57 with 15 years of service
<b>Benefit Formula:</b> 2.5% of FAS times years of service	<b>Benefit Formula:</b> 2.5% of FAS times years of service up to greater of 20 years or years of service as of July 1, 2011, and 2.2% thereafter	<b>Benefit Formula:</b> 2.5% of FAS times years of service up to greater of 20 years or years of service as of July 1, 2011, and 2.2% thereafter	<b>Benefit Formula:</b> 2.2% of FAS times years of service

Final average salary (FAS) represents the average of the highest three consecutive years of earnings for Groups C and D. Group E will have a FAS with two separate components based upon the average of the highest three consecutive years of earnings for service through December 31, 2013 and the highest five consecutive years of earnings for service after January 1, 2014. Group F will have a FAS with two components based upon the average of the highest three consecutive years of earnings for service through June 30, 2011 and the highest five consecutive years of earnings for service after July 1, 2011. Group G is based on the average of the highest five consecutive years of earnings. Upon retirement, members will not receive a cost-of-living-adjustment (COLA) for the first three retirement anniversary dates. Thereafter, a 3% simple COLA benefit will be provided. A COLA poverty exception is available for members who meet certain financial requirements.

Membership in CRS as of the December 31, 2021 valuation date was as follows:

Retirees and beneficiaries (optionees) currently receiving benefits	4,206
Terminated participants and beneficiaries (optionees) entitled to future benefits	247
Deferred retirement option plan (DROP) participants	184
Inactive participants*	9,820
Active Plan Members	
Full-time	2,580
Part-time	1,238
Total	<u>18,275</u>

\* Participants who are former employees who have an employee account balance in the plan but are not otherwise vested in an employee provided benefit.

Funding Policy—Each member contributes at a rate of 9.0% of his pensionable wages for fiscal year 2023. The percent contributed by employees is provided by Chapter 203 Section 73 of the Cincinnati Municipal Code. The City makes employer contributions based on a percentage of the covered payroll of all CRS members. For fiscal year 2023, the employer contribution rate for full-time members was 16.25% and 3.0% for part-time members. The Employer’s contributions to the City of Cincinnati Retirement System’s

Pension Fund for the fiscal year ending June 30, 2023 were \$35,242,000.

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

The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. The City reported a net pension liability of \$1,238,219,000 and a pension expense of (\$193,474,000).

At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (amounts in thousands):

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net
City contributions subsequent to the measurement date	\$ 35,242	\$	\$ 35,242
Differences between expected and actual experience	3,698		3,698
Net difference between projected and actual investment earnings	21,064		21,064
Change in proportion	1,748	(3,516)	(1,768)
Change in assumptions	239,382		239,382
	<u>\$ 301,134</u>	<u>\$ (3,516)</u>	<u>\$ 297,618</u>

City contributions subsequent to the measurement date of \$35,242,000 reported as deferred outflows of resources related to pension will be recognized as a reduction of the net pension liability in the year ended June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to pension will be recognized in pension expense as follows (amounts in thousands):

Year Ended June 30:	Net Deferred Outflows of Resources
2024	\$ 249,842
2025	144
2026	(23,458)
2027	35,848
	<u>\$ 262,376</u>

*Actuarial Assumptions:* Total pension liability was determined by an actuarial valuation, using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation date	<u>December 31, 2021</u>
Actuarial assumption experience study date	February 28, 2018
Inflation	2.75%
Salary increases, including inflation	3.75% to 7.50%
Long-term investment rate of return, net of pension plan investment expense, including inflation	7.50%
Single equivalent interest rate, net of pension plan investment expense, including inflation:	
Measurement date	5.25%
Prior measurement date	7.50%
Mortality tables	RP-2014

Pre-retirement mortality rates were based on the RP-2014 Employees Mortality Table with a generational approach using the MP-2017 projection scale. Post-retirement mortality rates were based on the RP-2014 Mortality Table with a generational approach using the MP-2017 projection scale and set forward two years for both males and females. Post-disability mortality rates were based on the RP-2014 Disabled Retiree Mortality Table with a generational approach using the MP-2017 projection scale.

The actuarial assumptions used in the December 31, 2021 valuation were based on the results of the last actuarial experience study, dated March 1, 2018.

*Long Term Expected Rate of Return.* The long-term expected rate of return on pension plan investments was determined using a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target asset allocation and best estimates of arithmetic real rates of return for each major class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return*</u>
Core Bonds	14.00 %	2.80 %
High Yield Bonds	3.00 %	4.90 %
Large-Cap Value Equity	7.00 %	7.20 %
Large-Cap Growth Equity	5.00 %	7.10 %
Mid-Cap Value Equity	4.00 %	7.50 %
Mid-Cap Core Equity	4.00 %	7.50 %
Small-Cap Value Equity	7.50 %	8.00 %
Non-U.S. Developed Large Cap	10.00 %	7.40 %
Non-U.S. Small Cap	5.00 %	8.10 %
Emerging Markets All-Cap	5.00 %	8.50 %
Emerging Markets Small-Cap	3.00 %	8.50 %
Real Estate Core Equity	10.00 %	7.40 %
Infrastructure	7.50 %	7.80 %
Risk Parity	5.00 %	4.10 %
Private Equity	10.00 %	11.10 %
Total	<u>100.00 %</u>	

\* Geometric mean

*Discount Rate.* The discount rate used to measure the total pension liability was 5.25% as of June 30, 2022 and 7.50% as of June 30, 2021. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions

will be made as set out in the CSA. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return on pension plan investments was used to present value the projected benefit payments.

*Sensitivity of the Employer's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate:* The following chart represents the City financial reporting entity's proportionate share of the net pension liability calculated using the current period discount rate assumption of 5.25%, as well as the sensitivity to a 1% increase and 1% decrease in the current discount rate (amounts in thousands):

	1% Decrease (4.25%)	Current Discount Rate (5.25%)	1% Increase (6.25%)
City's Net Pension Liability	\$ 1,558,532	\$ 1,238,219	\$ 973,114

*Change in the Net Pension Liability:* Changes in the City financial reporting entity's net pension liability for the fiscal year ended June 30, 2022 were as follows (amounts in thousands):

	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
Balances at June 30, 2021	\$ 2,048,153	\$ 1,542,747	\$ 505,406
Changes for the year:			
Service cost	17,473		17,473
Interest	150,366		150,366
Benefit changes	-		-
Difference between expected and actual experience	8,320		8,320
Change in assumptions	538,610		538,610
Contributions - employer		31,470	(31,470)
Contributions - employee		16,650	(16,650)
Net investment loss		(66,262)	66,262
Benefit payments, including refunds of employee contributions	(156,161)	(156,161)	
Administrative expense		(1,435)	1,435
Other changes		1,533	(1,533)
Net changes	558,608	(174,205)	732,813
Balances at June 30, 2022	\$ 2,606,761	\$ 1,368,542	\$ 1,238,219

The total pension liability (TPL) at the end of the measurement year, June 30, 2022, is measured as of the valuation date of December 31, 2021 and projected to June 30, 2022. Valuations will be completed every year. Each valuation will be rolled forward six months to provide the total pension liability in accordance with GASB Statement No. 67. There were assumption changes during the period, which are reflected in these amounts.

## 20. DEFINED BENEFIT OTHER POSTEMPLOYMENT BENEFIT (OPEB) PLANS

The three retirement systems City employees participate in provide defined benefit postemployment benefits other than pension. The Ohio Public Employees Retirement System (OPERS) and Ohio Police and Fire Pension Fund (OP&F) are cost-sharing multiple-employer defined benefit OPEB plans. The City of Cincinnati Retirement System (CRS) is accounted for as a single-employer defined benefit OPEB plan.

### *Net OPEB Liability/Asset*

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

The net OPEB liability/asset 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 is 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/asset represents the City’s actuarial present value (or with the OP&F and OPERS cost-sharing, multiple-employer plans, 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, cost trends and other variables. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

The City’s share of each plan’s unfunded benefits is presented as a long-term *net other post employment benefit liability/asset* on the accrual basis of accounting.

The net OPEB liabilities/assets and related deferred outflows and inflows of resources recorded in the accrual basis financial statements as of June 30, 2023 were as follows:

(Amounts in Thousands)

	OP&F	OPERS	CRS	Total
Net OPEB liability	\$ 49,526	\$ 315	\$ -	\$ 49,841
Net OPEB (asset)	-	-	(126,001)	(126,001)
Deferred outflows of resources	33,627	940	21,120	55,687
Deferred inflows of resources	53,451	118	52,136	105,705
OPEB (negative) expense	2,695	(729)	(23,358)	(21,392)

### **A. Cost-Sharing Multiple-Employer Defined Benefit OPEB Plans**

Ohio Revised Code limits the City’s obligation for liabilities to OPERS and OP&F to annual required payments. The City cannot control benefit terms or the manner in which OPEB from the cost-sharing, multiple-employer plans are financed; however, the City does receive the benefit of employees’ services in

exchange for compensation including OPEB.

GASB Statement No. 75 assumes the liability/asset 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 cost-sharing, multiple-employer retirement systems to provide health care to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability/asset 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.

### ***Plan Description—Ohio Public Employees Retirement System (OPERS)***

The OPERS administers three separate pension plans: the traditional pension plan, a cost-sharing, multiple-employer defined benefit pension plan; the member-directed plan, a defined contribution plan; and the combined plan, a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the traditional pension and 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.

Effective January 1, 2022, OPERS discontinued the group plans currently offered to non-Medicare retirees and re-employed retirees. Instead, eligible non-Medicare retirees will select an individual medical plan. OPERS will provide a subsidy or allowance via a Health Reimbursement Arrangement allowance to those retirees who meet health care eligibility requirements. Retirees will be able to seek reimbursement for plan premiums and other qualified medical expenses.

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 postemployment benefit (OPEB) as described in GASB Statement No. 75. See OPERS' ACFR 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 Systems' Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2023, local employers contributed at a rate of 14.0% of earnable salary. This is the maximum employer

contribution rate permitted by Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of Traditional Pension and Combined plans' employer contributions allocated to health care was zero in 2023. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2023 was 4.0%. The City's contractually required contributions to OPERS was \$15,000 for 2023.

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

The City contributes to the OP&F sponsored healthcare program, a cost-sharing, multiple-employer defined postemployment healthcare plan. This program is not guaranteed and is subject to change at any time upon action of the Board of Trustees.

On January 1, 2019, OP&F changed the way it supports retiree health care. A stipend-based health care model has replaced the self-insured group health care plan that had been in place. OP&F has contracted with a vendor who can assist eligible retirees in choosing health care plans that are available where they live (both Medicare-eligible and pre-65 populations). A stipend funded by OP&F is available to these members through a health reimbursement arrangement and can be used to reimburse retirees for qualified health care expenses.

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

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2023, the portion of the employer contributions allocated to health care was 0.5% of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Section 115 and 401(h).

The OP&F Board of Trustees is also authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. The City's contractually required contribution to OP&F was \$966,000 for 2023.

***OPEB Liabilities/assets, OPEB Expense, and Deferred Outflows and Inflows of Resources Related to OPEB—OPERS & OP&F***

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

	<u>OPERS</u>	<u>OP&amp;F</u>
Proportionate Share of Net OPEB Liability	\$ 315	\$ 49,526
Proportion of Net OPEB Liability	0.049959%	6.956182%
Change in Proportion	-0.005115%	-0.17036%
OPEB (Negative) Expense	\$ (729)	\$ 2,695

At June 30, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources (amounts in thousands):

	<u>OPERS</u>	<u>OP&amp;F</u>
<b>Deferred Outflows of Resources</b>		
Differences between expected and actual experience	\$ -	\$ 2,955
Net difference between projected and actual earnings on OPEB plan investments	626	4,248
Change in assumptions	308	24,681
Change in City's proportionate share and difference in employer contributions	-	1,262
City contributions subsequent to the measurement date	<u>6</u>	<u>481</u>
Total Deferred Outflows of Resources	<u>\$ 940</u>	<u>\$ 33,627</u>
<b>Deferred Inflows of Resources</b>		
Differences between expected and actual experience	79	9,766
Change in assumptions	25	40,508
Change in City's proportionate share and difference in employer contributions	<u>14</u>	<u>3,177</u>
Total Deferred Inflows of Resources	<u>\$ 118</u>	<u>\$ 53,451</u>

\$487,000 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/asset in the fiscal year ending June 30, 2024. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows (amounts in thousands):

	<u>OPERS</u>	<u>OP&amp;F</u>
Fiscal Year Ending June 30:		
2024	\$ 91	\$ (1,227)
2025	228	(899)
2026	195	(2,394)
2027	302	(1,303)
2028	-	(4,203)
Thereafter	<u>-</u>	<u>(10,279)</u>
	<u>\$ 816</u>	<u>\$ (20,305)</u>

***Actuarial Assumptions—OPERS***

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

Projections of health care costs for financial reporting purposes are based on the substantive plan and include the types of coverages provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability/asset was determined by an actuarial valuation as of December 31, 2021, rolled forward to the measurement date of December 31, 2022. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB Statement No. 74:

Wage inflation:	
Current measurement period	2.75%
Prior measurement period	2.75%
Projected salary increases:	
Current measurement period	2.75% to 10.75%, including wage inflation
Prior measurement period	2.75% to 10.75%, including wage inflation
Single discount rate:	5.22%
Investment rate of return	6.00%
Municipal bond rate:	
Current measurement period	4.05%
Prior measurement period	1.84%
Health care cost trend rate:	
Current measurement period	5.5% initial, 3.50% ultimate in 2036
Prior measurement period	5.5% initial, 3.50% ultimate in 2034
Actuarial cost method	Individual entry age

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

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

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

The allocation of investment assets within the Health Care portfolio is approved by the Board of Trustees in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The long-term expected rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of arithmetic rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Health Care portfolio's target asset allocation as of December 31, 2022, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	34.00%	2.56%
Domestic Equities	26.00%	4.60%
REITs	7.00%	4.70%
International Equities	25.00%	5.51%
Risk Parity	2.00%	4.37%
Other Investments	<u>6.00%</u>	1.84%
Total	<u>100.00%</u>	

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

**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/asset calculated using the single discount rate of 5.22%, as well as what the City's proportionate share of the net OPEB liability/asset if it were calculated using a discount rate that is 1.0% point lower (4.22%) or 1.0% point higher (6.22%) than the current rate (amounts in thousands):

	<u>1% Decrease</u> <u>(4.22%)</u>	<u>Current</u> <u>Discount</u> <u>Rate of 5.22%</u>	<u>1% Increase</u> <u>(6.22%)</u>
City's proportionate share of the net OPEB liability/(asset)	\$ 1,072	\$ 315	\$ (310)

***Sensitivity of the City's Proportionate Share of the Net OPEB Liability/asset 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/asset. The following table presents the net OPEB liability/asset calculated using the assumed trend rates, and the expected net OPEB liability/asset if it were calculated using a health care cost trend rate that is 1.0% lower or 1.0% higher than the current rate.

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

	<u>1% Decrease</u>	<u>Current</u> <u>Health Care</u> <u>Trend Rate</u>	<u>1% Increase</u>
City's proportionate share of the net OPEB liability	\$ 295	\$ 315	\$ 337

***Actuarial Assumptions—OP&F***

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

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

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

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

Actuarial valuation date	January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022
Actuarial cost method	Entry age normal (Level Percent of Payroll)
Investment rate of return:	
Current measurement period	7.5%
Prior measurement period	7.5%
Projected salary increases	3.75% to 10.50%
Payroll growth	3.25%
Single discount rate:	
Current measurement period	4.27%
Prior measurement period	2.84%
Municipal bond rate:	
Current measurement period	3.65%
Prior measurement period	2.05%
Cost of living adjustments	2.2% simple per year

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

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

The most recent experience study was completed for the five-year period ended December 31, 2016. The long-term expected rate of return on OPEB plan investments was determined using a building-block approach and assumes a time horizon, as defined in OP&F's Statement of Investment Policy. A forecasted rate of inflation serves as a baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2022 are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and cash equivalents	0.0%	0.00%
Domestic equity	18.60%	4.80%
Non-U.S. equity	12.40%	5.50%
Private markets	10.00%	7.90%
Core fixed income*	25.00%	2.50%
High yield fixed income	7.00%	4.40%
Private credit	5.00%	5.90%
U.S. inflation linked bonds*	15.00%	2.00%
Midstream Energy Infrastructure	5.00%	5.90%

Real assets	8.00%	5.90%
Gold	5.00%	3.60%
Private real estate	12.00%	5.30%
Commodities	2.00%	3.60%
	125.00%	

Note: Assumptions are geometric. \*Levered 2.5x

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

**Discount Rate.** Total OPEB liability was calculated using the discount rate of 4.27%. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from members would be computed based on contribution requirements as stipulated by state statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 7.5%. Based on those assumptions, OP&F’s fiduciary net position was projected to not be able to make all future benefit payment of current plan members. Therefore, the long-term assumed rate of return on investments of 7.5% was applied to periods before December 31, 2035 and the municipal bond rate of 3.65% was applied to periods on and after December 31, 2035, resulting in a discount rate of 4.27%

**Sensitivity of the City’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate.** Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact, the following table presents the net OPEB liability calculated using the discount rate of 4.27%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1% point lower (3.27%) and 1% point higher (5.27%) than the current discount rate.

	1% Decrease <u>(3.27%)</u>	Current Discount Rate of 4.27%	1% Increase <u>(5.27%)</u>
City's proportionate share of the net OPEB liability	\$ 60,987	\$ 49,526	\$ 39,850

## **B. Single-Employer Defined Benefit OPEB Plan**

### ***Plan Description – City of Cincinnati Retirement System (CRS)***

CRS provides health care coverage to eligible retirees, their spouse and dependent children and is accounted for as a single-employer defined benefit OPEB plan. Active members in Group C who have earned fifteen years of membership service at the time of termination are eligible upon retirement. Other active members are eligible for retiree health care upon their retirement after reaching age 60 with 20 years of membership service, or any age with 30 years of service of which 20 years must be earned with CRS. Active members whose most recent membership enrollment date is on or after January 1, 2016 are not eligible for retiree health care benefits upon retirement.

CRS offers medical and prescription benefits to retirees before and during Medicare eligibility. Prescription benefits for Medicare eligible participants are provided through a Medicare Part D Employer Group Waiver Plan. CRS administers three health care plans that differ by deductibles, co-pays and out-of-pocket maximums. Two plans are closed groups. The third plan for eligible members who retire on or after January

1, 2016 follows the most advantageous plan offered to active City employees.

Membership in CRS as of the December 31, 2021 valuation date was as follows:

Retirees and beneficiaries (optionees) currently receiving benefits	4,909
Terminated participants and beneficiaries (optionees) entitled to future benefits	371
Deferred retirement option plan (DROP) participants	185
Active Plan Members	
Full-time	1,673
Part-time	210
Total	<u><u>7,348</u></u>

\* Includes 1,398 spouses currently receiving retiree health benefits.

CRS is considered part of the City’s financial reporting entity and is included in the City’s financial report as part of the pension trust fund. No separate financial report is issued. Footnote 21 provides information on CRS as of June 30, 2023 and on the plan as a whole.

Funding Policy—Most retirees are subject to premiums that range from 0% to 10%. Other retiree premiums range from 5% to 75% depending on their date of hire, years of service and age at retirement. All members electing to participant in the dental and/or vision plan are required to pay the full cost of coverage. As such, it was assumed that CRS has no liability under GASB Statement No. 74 for these benefits. There were no employer contributions to the plan during the fiscal year ended June 30, 2023.

***OPEB Liabilities/Assets, OPEB Expense, and Deferred Outflows and Inflows of Resources Related to OPEB—CRS***

The City’s net OPEB liability/asset was measured as of June 30, 2022, and the total OPEB liability/asset used to calculate the net OPEB liability/asset was determined by an actuarial valuation as of December 31, 2021. The City reported a net OPEB asset of \$126,001,000 and OPEB negative expenses of \$23,358,000.

At June 30, 2023, the City reported deferred outflows and inflows of resources related to OPEB from the following sources (amounts in thousands):

	Deferred Outflows of Resources	Deferred Inflows of Resources	Net
Differences between expected and actual experience	\$ 2,267	\$ (11,618)	\$ (9,351)
Net difference between projected and actual investment earnings	6,822		6,822
Change in proportion	1,021	(896)	125
Change in assumptions	11,010	(39,622)	(28,612)
	<u>\$ 21,120</u>	<u>\$ (52,136)</u>	<u>\$ (31,016)</u>

Amounts reported as deferred outflows and inflows of resources will be recognized in OPEB expense as follows (amounts in thousands):

Year Ending June 30:	Net Deferred Outflows/ (Inflows) of Resources
2024	\$ (18,029)
2025	(8,392)
2026	(15,356)
2027	10,761
	<u>\$ (31,016)</u>

*Actuarial Assumptions.* The total OPEB liability/asset was determined by an actuarial valuation using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation	<u>December 31, 2021</u>
Actuarial assumption experience study date	February 28, 2018
Inflation:	
CPI	2.75%
Medical CPI	3.25%
Salary increases, including wage inflation	3.75% - 7.50%
Long-term investment rate of return, net of OPEB plan investment expense, including inflation	7.50%
Year of projected depletion:	
Measurement date	Projected future net position (PFNP) will not be depleted
Single equivalent interest rate (SEIR), net of OPEB plan investment expense, including price inflation	
Measurement date	7.50%
Health care cost trends:	
Medicare supplement claims	
Pre-Medicare	8.00% for 2023, decreasing to an ultimate rate of 4.00% by 2036
Medicare	4.9% / 4.8% for Non-Model and Model Plans for 2019 decreasing to an ultimate rate of 4.00% by 2036

Pre-retirement mortality rates were based RP-2014 healthy employee dataset mortality table, set forward two years for males and females, with fully generational projected mortality improvements using MP-2017. Post-retirement mortality rates for healthy lives were based on RP-2014 total dataset mortality table, set forward two years for males and females with fully generational projected mortality improvements using MP-2017. For disabled lives, RP-2014 disabled retiree mortality with fully generational projected mortality improvements using MP-2017.

The demographic actuarial assumptions used in the December 31, 2021 valuation were based on the results of the most recent actuarial experience study, adopted by the Board on March 1, 2018.

Of the CSA employee members eligible for DROP benefits, 60% are assumed to decline participation and 40% are assumed to elect participation. Those electing to participate are assumed to remain in DROP for 3 years.

Of the vested members who terminate, it is assumed that 60% will leave their contributions in the plan in order to be eligible for a benefit at their normal retirement date, while the remaining 40% are assumed to elect to withdraw their contributions.

*Long Term Expected Rate of Return.* Several factors were considered in evaluating the long-term rate of return assumption, including CRS' current asset allocations and a log-normal distribution analysis using the best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) for each major asset class compiled by Horizon Actuarial Services, LLC in its "Survey of Capital Market Assumptions, 2017 Edition". The long-term expected rate of return was determined by weighting the expected future real rates of return by the target asset allocation percentage and then adding expected inflation. The assumption is not expected to change absent a significant change in the asset allocation, a change in the inflation assumption, or a fundamental change in the market that alters expected returns in future years.

The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return*
Core Bonds	14.00 %	2.80 %
High Yield Bonds	3.00 %	4.90 %
Large-Cap Value Equity	7.00 %	7.20 %
Large-Cap Growth Equity	5.00 %	7.10 %
Mid-Cap Value Equity	4.00 %	7.50 %
Mid-Cap Core Equity	4.00 %	7.50 %
Small-Cap Value Equity	7.50 %	8.00 %
Non-U.S. Developed Large Cap	10.00 %	7.40 %
Non-U.S. Small Cap	5.00 %	8.10 %
Emerging Markets All-Cap	5.00 %	8.50 %
Emerging Markets Small-Cap	3.00 %	8.50 %
Real Estate Core Equity	10.00 %	7.40 %
Infrastructure	7.50 %	7.80 %
Risk Parity	5.00 %	7.80 %
Private Equity-FOF	10.00 %	11.10 %
Total	100.00 %	

\* Geometric mean

*Discount Rate.* The discount rate used to measure the total OPEB liability as of June 30, 2022 was 7.50% and 7.50% as of June 30, 2021. The projection's basis was an actuarial valuation performed as of December 31, 2021. In addition to the actuarial methods and assumptions of the December 31, 2021 actuarial valuation, no future contributions were assumed to be made by either employees or employers.

Based on these assumptions, CRS' projected future net position will never be depleted, as a result, the long-term expected rate of return was used in the determination of the single equivalent interest rate (SEIR). Here, the long-term expected rate of return was 7.50% on CRS investments was applied to all periods,

resulting in an SEIR at the Measurement Date of 7.50%.

*Sensitivity of the net OPEB liability/asset to changes in the discount rate and healthcare cost trend rates.* The following presents the net OPEB liability/asset of the City, as well as what the City's net OPEB liability/asset would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current discount rate. Similarly, the following also presents what the City's net OPEB liability/asset would be if it were calculated using a healthcare cost trend rate that is 1% lower or 1% higher than the current rate (amounts in thousands):

City's Portion of Net OPEB Asset	Health Care Cost Trend Rates		
	1 % Decrease	Current Cost Trend Rate	1% Increase
Discount Rate:			
1% Increase (8.50%)		\$ (153,022)	
Current Discount Rate (7.50%)	\$ (156,363)	\$ (126,001)	\$ (90,805)
1% Decrease (6.50%)		\$ (94,949)	

*Change in Net OPEB Liability/Asset.* Changes in the City's financial reporting entity's net OPEB liability/asset for the year ended June 30, 2022 were as follows (amounts in thousands):

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability/(Asset)
Balances at June 30, 2021	\$ 328,409	\$ 465,939	\$ (137,530)
Changes for the year:			
Service cost	2,319		2,319
Interest	23,657		23,657
Difference between expected and actual experience	1,734		1,734
Changes in assumptions	(36,931)		(36,931)
Net investment loss		(19,908)	19,908
Benefit payments, including refunds of employee contributions	(20,064)	(20,064)	-
Administrative expense		(431)	431
Other changes		(411)	411
Net changes	(29,285)	(40,814)	11,529
Balances at June 30, 2022	\$ 299,124	\$ 425,125	\$ (126,001)

The total OPEB liability (TOL) at the end of the measurement year, June 30, 2022, is measured as of the valuation date of December 31, 2021 and projected to June 30, 2022. Valuations will be completed every year. Each valuation will be rolled forward six months to provide the total pension liability in accordance with GASB Statement No. 74. There were assumption changes during the period, which are reflected in these amounts. The table below shows the projection of the TOL at the discount rate used for disclosure and plus and minus one percent from the rate used for disclosure. TOL and service cost have been determined using the entry age actuarial cost method in accordance with GASB Statement No. 74.

This footnote presents information on the Cincinnati Retirement System as a whole as of June 30, 2023.

### Overview

The Cincinnati Retirement System (CRS) was established in 1931 as the first Ohio pension plan for general city employees. It pre-dates Social Security and the Ohio Public Employees Retirement System. CRS is a single employer defined benefit pension plan, established and governed by Chapter 203 of the Cincinnati Municipal Code and is a qualified governmental plan for tax purposes pursuant to 26 USC § 414(d). The System has a 9-member Board of Trustees: two members elected by active members; three members elected by retirees; and four members appointed by the Mayor and City Council.

CRS provides retirement and disability benefits, death benefits, and retiree health care benefits to plan members and beneficiaries. CRS is considered part of the City of Cincinnati's financial reporting entity. The pension trust and retiree health care trust are included in the City's financial report. No separate financial report is issued. Article XV of the Administrative Code of the City of Cincinnati provides the statutory authority for the Board of Trustees of the Cincinnati Retirement System.

A Collaborative Settlement Agreement was executed on May 7, 2015 and approved by the United States District Court on October 5, 2015. The Settlement Agreement impacts members who were retired on or before July 1, 2011 and employees who were in service on July 1, 2011 and who were vested (had 5 years' service credit) on that date. Members of the Cincinnati Retirement System who did not meet these criteria may have different benefits depending on their classification.

The Settlement Agreement implemented a number of changes to the Retirement System, including but not limited to:

- Normal retirement eligibility;
- Early retirement eligibility;
- Retiree healthcare eligibility;
- Retirement benefit calculations;
- Cost of living adjustments payable to retirees;
- Establishment of a Deferred Retirement Option Program (DROP);
- Creation of a 115 Trust for retiree healthcare benefits;
- Changes to the composition of the Board of Trustees; and
- Payoff of the 2007 Early Retirement Incentive Program (ERIP) liability.

### Summary of Significant Accounting Policies and Plan Asset Matters

*Basis of Accounting* - The Cincinnati Retirement System financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

*Method Used to Value Investments* - The Retirement System investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on national or international exchanges are valued at the last reported sales price at current exchange rates.

*Rate of Return* – For the year ended June 30, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 8.27%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

### **Funding of Pension and Other Postemployment Benefit (OPEB) Trusts**

The Pension Trust is funded by employee and employer contributions, and investment income. Employees contribute 9.0% of pensionable earnings. The percent contributed by employees is provided by Chapter 203 Section 73 of the Cincinnati Municipal Code. If the member terminates employment and chooses to withdraw their employee contributions, the member forfeits all service credit and eligibility for a pension benefit. Employer contributions are not owned by the member and are not eligible for a lump sum withdrawal.

Employee pension contributions are pre-tax and deducted from payroll before Federal and State taxes are calculated. However, employee contributions are subject to City of Cincinnati income tax which is calculated before contributions are deducted. Pension benefits or a refund of employee contributions are taxable for Federal and State purposes when paid to the member and are exempt from City of Cincinnati income tax.

The retiree health care provided by CRS is considered an Other Postemployment Benefit (OPEB) as described in GASB 74. It is advance-funded through a 115 OPEB trust. The OPEB trust is funded by interest on investments and retiree premium contributions. Retiree healthcare is not a vested benefit.

The City makes employer contributions to the Pension Trust based on a percentage of covered payroll of all CRS members. For fiscal year 2023 the contribution rate was 16.25% on covered payroll. The total covered payroll for CRS members was \$242,989,000. The Actuarially Determined Contribution rate (ADC) for fiscal year 2023 based on the December 31, 2021 actuarial report, was 32.90% on covered payroll for the Pension Trust.

The City of Cincinnati's approved budget for Fiscal Year 2023 incorporated a contribution rate of 16.25% and an annual payment for the Early Retirement Incentive Program (ERIP) of \$2,760,000. The employer contributions to the Cincinnati Retirement System's Pension Trust for the fiscal year ending June 30, 2023 were \$42,963,000. For the year ended June 30, 2022 the contributions were \$38,774,000. The contributions for these periods were less than the ADC. Administrative costs are financed from the system assets.

For fiscal year 2023, there were no contributions to the OPEB trust. The covered employee payroll for CRS OPEB members was \$142,629,000. It is less than the covered payroll for the pension trust since members of the pension trust hired after December 31, 2015 are not members of the OPEB trust. The ADC rate was 0.00% as a percentage of covered employee payroll for the OPEB trust for fiscal year 2023 based upon the December 31, 2021 actuarial report.

## Retirement Benefits

<b>Groups C &amp; D</b> C is eligible to retire on or after July 1, 2011; D by December 31, 2013	<b>Group E</b> Eligible to retire on or after December 31, 2013	<b>Group F</b> Hired before January 1, 2010 and not eligible for other groups	<b>Group G</b> Hired on or after January 1, 2010
<b>Normal Retirement:</b> Age 60 with 5 years of service, or any age with 30 years of service	<b>Normal Retirement:</b> Age 60 with 5 years of service, or any age with 30 years of service	<b>Normal Retirement:</b> Age 60 with 5 years of service, or any age with 30 years of service	<b>Normal Retirement:</b> Age 67 with 5 years of service, or age 62 with 30 years of service
<b>Early Retirement:</b> Age 55 with 25 years of service	<b>Early Retirement:</b> Age 55 with 25 years of service	<b>Early Retirement:</b> Age 55 with 25 years of service	<b>Early Retirement:</b> Age 57 with 15 years of service
<b>Benefit Formula:</b>  2.5% of AHC times years of service	<b>Benefit Formula:</b> 2.5% of AHC times years of service up to greater of 20 years or years of service as of July 1, 2011, and 2.2% thereafter	<b>Benefit Formula:</b> 2.5% of AHC times years of service up to greater of 20 years or years of service as of July 1, 2011, and 2.2% thereafter	<b>Benefit Formula:</b> 2.2% of AHC times years of service up to 30 years; 2.0% over 30 years

\* Less than 23 active members are subject to a 2.22% multiplier and an average highest compensation (AHC) definition that includes compensation for overtime.

Average Highest Compensation (AHC) represents the average of the highest three consecutive years of earnings for Groups C and D. Group E will have a benefit with up to a three-step formula. The first step is the AHC based upon three consecutive years of earnings for service through December 31, 2013. The second step is the AHC based upon five consecutive years of earnings for service on and after January 1, 2014. The third step is for service in excess of 20 years and is based on the AHC for three consecutive years of earnings. Similarly, Group F will have a benefit with up to a three-step formula. The first step is the AHC based upon three consecutive years of earnings for service through June 30, 2011. The second step is the AHC based upon five consecutive years of earnings for service on and after July 1, 2011. The third step is for service in excess of 20 years and is based on the AHC for three consecutive years of earnings. The AHC for Group G is based on the average of the highest five consecutive years of earnings. Upon retirement, members will not receive a cost-of-living-adjustment (COLA) for the first three retirement anniversary dates. Thereafter, a 3% simple COLA benefit will be provided. A COLA poverty exception is available for members who meet certain financial requirements.

In fiscal year 2021, an ERIP was offered to employees who met certain eligibility requirements. The ERIP provided two (2) additional years of membership service credit to full-time employees who had 28 years or more of service credit (and were at least age 62 for Group G), or who had at least five years of service credit and were at least age 60 (or at least age 67 for Group G) by December 31, 2020. Only employees in the Cincinnati Retirement System were eligible. The additional actuarial accrued liability associated with the fiscal year 2021 ERIP was approximately \$24,671,000 and is to be funded by separate contributions made by the city over a 15-year period. The annual payments are received by July 30 each fiscal year.

### Deferred Retirement Option Plan (DROP)

Members of the Active Employee Class, under the Collaborative Settlement Agreement, who have a minimum of 30 years' service credit are eligible to participate in the DROP. Upon entry into DROP, the member's monthly pension benefit is calculated as if they retired on that date. DROP participants continue to work as a City employee and if eligible, may continue to be enrolled in a City sponsored employee

healthcare plan. Maximum participation in the DROP is five (5) years. Members who participate in DROP continue to contribute 9% of their pensionable earnings to CRS.

The participant's monthly pension benefit amount (calculated as described above), as well as 75% of the participant's required CRS employee contributions, and interest earnings on their DROP account balance, accumulate tax-deferred in an account held in trust by the CRS. Participants do not have access to the funds in their DROP account while employed and participating in the DROP.

Interest is paid on DROP account balances quarterly at a rate equal to the 10-year U.S. Treasury Note Business Day Series, as published by the United States Federal Reserve, with a cap of 5%. The variable interest rate is determined quarterly. The rate for the last business day of each calendar quarter is applied to the following quarter.

The balance of the participant's DROP account is paid out in a lump sum or to another tax-qualified account (such as an IRA or 457 Deferred Compensation Plan) selected by the participant within 120 days of their retirement effective date.

### **Other Postemployment Benefit (OPEB) Information**

The System provides health care coverage to eligible retirees, their spouse and dependent children. Active members in Group C who have earned fifteen years of membership service at the time of termination are eligible upon retirement. Other active members are eligible for retiree health care upon their retirement after reaching age 60 with 20 years of membership service, or any age with 30 years of service of which 20 years must be earned with CRS. Active members whose most recent membership enrollment date is on or after January 1, 2016, are not eligible for retiree health care benefits upon retirement.

The actuarial valuations for OPEB plans are estimates of the value of reported amounts and assumptions about the probability of events far into the future. Amounts determined are subject to continual revision as results are compared to past expectations and new estimates are made about the future. Calculations are based on the OPEB benefits provided under the terms of the plans in effect at the time of each valuation and on the pattern of cost sharing between the employer and the plan members at that point. The actuarial calculations of the OPEB plan reflect a long-term perspective.

#### **Medical Benefits:**

The Cincinnati Retirement System offers medical and prescription benefits to retirees before and during Medicare eligibility. Prescription benefits for Medicare enrolled participants are provided through a Medicare Part D Employer Group Waiver Plan. Medical benefits for Medicare enrolled participants are provided through a Medicare Part C Plan. CRS also administers three pre-65 health care plans that differ by deductibles, co-pays and out-of-pocket maximums. Two plans are closed groups. The third plan for eligible members who retire on or after January 1, 2016 follows the most advantageous plan offered to active City employees.

Most retirees are subject to premiums that range from 0% to 10%. Other retiree premiums range from 10% to 75% depending on their date of hire, years of service and age at retirement.

#### **Dental & Vision Benefits:**

All members electing to participate in the dental and/or vision plan are required to pay the full cost of coverage. As

such, it is assumed that CRS has no liability under GASB 74 for these benefits.

## Membership

The following summarizes the membership of the Cincinnati Retirement System as of December 31, 2022:

	Pension	OPEB
Retirees and Beneficiaries (Optionees) receiving benefits*	4,148	4,762
Terminated plan members and Beneficiaries (Optionees) entitled to future benefits	275	372
Deferred Retirement Option Plan (DROP) participants	157	157
Active Plan Members		
Full time	2,718	1,593
Part time	1,257	163
Total	<u>8,555</u>	<u>7,047</u>
Inactive Participants**	10,196	Not applicable

\* The OPEB members includes 1,353 spouses currently receiving retiree health benefits.

\*\* Participants who are former employees who have an employee account balance in the plan but are not otherwise vested in an employee provided benefit.

## Pension Plan

*Net Pension Liability* – The net pension liability is equal to the total pension liability minus the Fiduciary net position. The net pension liability as of June 30, 2023 is presented below (amounts in thousands):

Total Pension Liability	\$ 3,302,594
Fiduciary Net Position	<u>1,698,573</u>
Net Pension Liability	<u>\$ 1,604,021</u>

Ratio of Fiduciary Net Position to Total Pension Liability	51.43%
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*Actuarial Assumptions* - Total pension liability was determined by an actuarial valuation as of December 31, 2022, using the following actuarial assumptions, applied to all periods included in the measurement and rolled forward to the measurement date of June 30, 2023.

Inflation	2.75%
Salary increases, including inflation	3.75% to 7.50%
Investment Rate of Return	7.5%, net of pension plan investment expenses
Mortality	Active Members: RP-2014 Mortality Table with a generational mortality improvement projections using scale MP-2017  Healthy Inactive Members: RP-2014 Mortality Table with generational mortality improvement projections using scale MP-2017, set forward two years for both males and females.  Disabled Inactive Members: RP-2014 Disabled Retiree Mortality Table with generational mortality improvement projections using scale MP-2017.

The actuarial assumptions used in the December 31, 2022 valuation were based on the results of the last actuarial experience study adopted by the CRS Board on March 23, 2023.

*Discount Rate* – The discount rate used to measure the total pension liability was 5.23% as of June 30, 2023 and 5.25% as of June 30, 2022.

*Projected cash flows* - The projection of cash flows used to determine the discount rate assumed that plan member contributions of 9% and employer contributions of 16.25% will be made as set out in city council ordinance. In addition, the cash flows reflected the City’s intent to contribute \$2.8 million each year for the next 13 years to pay for the increase in liabilities due to the ERIP.

*Long-term rate of return* - The long-term expected rate of return on pension plan investments was determined using expected return and volatility figures which were developed by Marquette Associates using their asset allocation software. The program simulates a variety of economic environments based on macroeconomic variables, and this simulation allows us to model the underlying probabilities of capital market returns. By running the monthly simulations over a 10-year basis and performing 1,000 trials, they develop results for expectations of capital market performance. Expected risk and return values for all asset classes are updated every six months, as the underlying data and assumptions reflect current market values and trends.

*Assumed asset allocation* - The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>CRS Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return *</u>
Core Bonds	9.0%	4.8%
Core Plus Bonds	11.5%	5.7%
High Yield	2.0%	8.4%
Private Debt	3.0%	9.9%
All Cap US Equity	21.5%	7.1%
Large-Cap Value Equity	2.5%	7.0%
Mid-Cap Value Equity	2.0%	7.5%
Small Cap Value Equity	2.5%	8.1%
Non US All Cap	16.0%	7.5%
Emerging Markets-Small Cap	2.0%	7.8%
Real Estate Core Equity	7.5%	6.5%
Infrastructure	10.0%	6.9%
Volatility Risk Premium	2.5%	6.3%
Private Equity	8.0%	11.1%
Total	<u>100.0%</u>	

\* Geometric Mean

*Determination of Discount rate (SEIR)* – Projected benefit payments are discounted at the long-term expected return on assets of 7.50% to the extent the fiduciary net position is available to make the payments. Consequently, the single equivalent interest rate (SEIR) used to determine the Total Pension Liability (TPL) as of June 30, 2023 is 5.23%. By comparison the SEIR used to determine the TPL as of June 30, 2022, was 5.25%. The projections are based upon the System’s financial status on the Valuation Date, the indicated set of methods and assumptions, and the requirements described in GASB 67. As such, the projections are not reflective of the cash flows and asset accumulations that would occur on an ongoing basis, reflecting the impact of future members. The projection’s basis was an actuarial valuation performed as of December 31, 2022.

*Periods of projected benefit payments* - Based on these assumptions, the System’s fiduciary net position was projected to be available to make projected future benefit payments for current members through 2047.

*Sensitivity of the net pension liability to changes in the discount rate* – The following table presents the net pension liability of the System, calculated using the discount rate of 5.23%, as well as what the System’s net pension liability calculated using a discount rate that is 1 percentage point lower (4.23%) or 1 percentage point higher (6.23%) than the current rate.

(Amounts in Thousands)	1% Decrease Rate(4.23%)	Current Discount Rate(5.23%)	1% Increase Rate(6.23%)
System's Net Pension Liability	\$ 2,002,245	\$ 1,604,021	\$ 1,272,147
(Amounts in Thousands)	1% Decrease Rate(4.23%)	Current Discount Rate(5.23%)	1% Increase Rate(6.23%)
System's Net Pension Liability	\$ 2,002,245	\$ 1,604,021	\$ 1,272,147

*Total pension liability* - The Total Pension Liability (TPL) at the end of the measurement year, June 30, 2023, is measured as of the valuation date of December 31, 2022 and projected to June 30, 2023. Valuations will be completed every year. Each valuation will be rolled forward six months to provide the GASB liability. There were assumption changes during the period, which are reflected in these numbers. The table below shows the projection of the TPL at the discount rate used for disclosure and plus and minus one percent from the rate used for disclosure. TPL and Service Cost have been determined using the entry age normal actuarial cost method as mandated in GASB Statement 67. (Amounts in Thousands)

<b>Projection of Total Pension Liability from Valuation to Measurement Date</b>				
	Discount Rate	4.23%	5.23%	6.23%
Valuation Total Pension Liability, 12/31/2022				
Actives		\$ 842,644	\$ 711,027	\$ 604,625
Deferred Vested		47,056	38,751	32,354
Retirees		2,804,637	2,545,062	2,325,084
	Total	\$ 3,694,337	\$ 3,294,840	\$ 2,962,063
Service Cost		27,096	20,896	16,261
Benefit Payments		(97,493)	(97,493)	(97,493)
Interest		76,878	84,351	89,889
Total Pension Liability 6/30/2023		\$ 3,700,818	\$ 3,302,594	\$ 2,970,720

The TPL as of June 30, 2023, was determined using standard projection (roll forward) techniques. The roll forward calculation shown above adds the service cost (also called the normal cost), reflecting the experience, assumption changes and benefit change, for the first half of 2023, subtracts the expected benefit payments for the period, and then adjusts for interest based on the single equivalent interest rate used to measure TPL as of the Valuation Date.

The roll forward calculation for the expected change, as shown in the following table, is determined using a similar procedure, except that the TPL and service cost are based on GASB 67/68 results as of the prior Measurement Date, therefore a one-year projection is used, and actual benefit payments are subtracted. The difference between the expected TPL and the projected experience TPL as of June 30, 2023, before reflecting any assumption changes, is the experience (gain) or loss for the period. Finally, there is an assumption loss from decreasing the discount rate from 5.25% to 5.23%. The following table depicts the roll forward calculation:

### Projection of Total Pension Liability

(Amounts in thousands)	Expected	Experience	Assumption
Measurement Date	6/30/2022	12/31/2022	12/31/2022
Projection Period	1 year	1/2 year	1/2 year
Discount Rate	5.25%	5.25%	5.23%
Total as of Measurement Date	\$ 3,231,395	\$ 3,239,385	\$ 3,294,840
Service Cost	38,909	20,070	20,896
Benefit Payments	(194,986)	(97,493)	(97,493)
Interest	166,638	83,211	84,351
Net Changes	<u>10,561</u>	<u>5,788</u>	<u>7,754</u>
Balance at 6/30/2023	<u>\$ 3,241,956</u>	<u>\$ 3,245,173</u>	<u>\$ 3,302,594</u>
Experience (Gain)Loss [Experience-Expected]		\$ 3,217	
Assumption (Gain)Loss [Assumption-Experience]			\$ 57,421

*Change in the Net Pension Liability:* Changes in the net pension liability for the year ended June 30, 2023 were as follows (amounts in thousands):

	Total Pension Liability	Plan Fiduciary Net Pension	Net Pension Liability
Balances at June 30, 2022	\$ 3,231,395	\$ 1,705,789	\$ 1,525,606
Changes for the year:			
Service cost	38,909		38,909
Interest	166,638		166,638
Difference between expected and actual experience	3,217		3,217
Changes of assumptions	57,421		57,421
Contributions - employer		42,963	(42,963)
Contributions - employee		21,963	(21,963)
Net investment income		124,694	(124,694)
Benefit payments, including refunds of employee contributions	(194,986)	(194,986)	
Administrative expense		(1,850)	1,850
Net changes	<u>71,199</u>	<u>(7,216)</u>	<u>78,415</u>
Balances at June 30, 2023	<u>\$ 3,302,594</u>	<u>\$ 1,698,573</u>	<u>\$ 1,604,021</u>

## OPEB Trust

*Net OPEB (Assets)* - The net OPEB (*Assets*) is equal to the total OPEB liability minus the fiduciary net position. The net OPEB liability as of June 30, 2023, the measurement date, is presented below (amounts in thousands):

Total OPEB Liability	\$ 366,038
Fiduciary Net Position	<u>534,346</u>
Net OPEB (Assets)	<u>\$ (168,308)</u>
Ratio of Fiduciary Net Position to Total OPEB Liability	146.00%

*Actuarial Assumptions* - The total OPEB liability was determined by an actuarial valuation as of December 31, 2022, using the following key actuarial assumptions and other inputs:

Inflation	CPI: 2.75% Medical CPI: 3.25%
Salary increases	3.75% to 8.75% decreasing as years of service increase
Expected Return on Assets	7.50% per year, net plan investment expense
Single Equivalent Interest Rate, net of OPEB plan investment expense, including price inflation on the:	
Measurement Date	7.50%
Prior Measurement Date	7.50%
Health Care Cost Trend Rates:	
Pre-Medicare	7.75% for 2022 decreasing to an ultimate rate of 4.00% by 2036
Medicare	7.75% and 7.14% for Non-Model and Model Plans, respectively, for 2022 decreasing to an ultimate rate of 4.00% by 2036

The demographic actuarial assumptions used in the December 31, 2022 valuation were based on the results of the most recent actuarial experience study, adopted by the Board on March 23, 2023.

Pre-retirement mortality rates were based on the PUB-2010 General Employees Amount-weighted Mortality table with fully generational projected mortality improvements using MP-2021.

Post-retirement mortality rates were based on PUB-2010 General Retirees Amount-weighted Mortality table with fully generational projected mortality improvements using MP-2021.

Disability mortality rates were based on the PUB-2010 General Disabled Retirees Amount-weighted Mortality table with fully generational projected mortality improvements using MP-2021.

Of the CSA employee members eligible for DROP benefits, 30% are assumed to decline participation and

70% are assumed to elect participation. Those electing to participate are assumed to remain in DROP for 3 years.

Of the vested members who terminate, it is assumed that 60% will leave their contributions in the plan in order to be eligible for a benefit at their normal retirement date while the remaining 40% elect to withdraw their contributions.

*Long-term expected return* – The long-term expected rate of return on pension plan investments was determined using expected return and volatility figures which were developed by Marquette Associates using their asset allocation software. The program simulates a variety of economic environments based on macroeconomic variables, and this simulation allows us to model the underlying probabilities of capital market returns. By running the monthly simulations over a 10-year basis and performing 1,000 trials, they develop results for expectations of capital market performance. Expected risk and return values for all asset classes are updated every six months, as the underlying data and assumptions reflect current market values and trends.

*Target asset allocation* – The target asset allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>CRS Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return *</u>
Core Bonds	9.0%	4.8%
Core Plus Bonds	11.5%	5.7%
High Yield	2.0%	8.4%
Private Debt	3.0%	9.9%
All Cap US Equity	21.5%	7.1%
Large-Cap Value Equity	2.5%	7.0%
Mid-Cap Value Equity	2.0%	7.5%
Small Cap Value Equity	2.5%	8.1%
Non US All Cap	16.0%	7.5%
Emerging Markets-Small Cap	2.0%	7.8%
Real Estate Core Equity	7.5%	6.5%
Infrastructure	10.0%	6.9%
Volatility Risk Premium	2.5%	6.3%
Private Equity	8.0%	11.1%
Total	<u>100.0%</u>	

\* Geometric Mean

*Determination of Discount rate (SEIR)* – This Plan uses the Bond Buyer GO 20-Bond Municipal Bond Index to satisfy the requirements under paragraph 48 of GASB No. 74. As this index is issued weekly, the value closest to but not after the reporting date is used in determining the appropriate rate. Based on this practice, the municipal bond rate at June 30, 2022 was 3.54% and the municipal bond rate at June 29, 2023 was 3.65%.

The projection of cash flows used to determine the discount rate was performed in accordance with GASB 74. The projection’s basis was an actuarial valuation performed as of December 31, 2022. In addition to the actuarial methods and assumptions of the December 31, 2022 actuarial valuation, the following actuarial methods and assumptions were used in the projection of cash flows:

- No future employee contributions were assumed to be made.
- No future employer contributions were assumed to be made.

Based on these assumptions, the Plan’s projected future net position (PFNP) was projected to never be depleted and, as a result, the long-term expected rate of return was used in the determination of the single equivalent interest rate (SEIR). Here, the long-term expected rate of return of 7.50% on Plan investments was applied to all periods, resulting in an SEIR at the Measurement Date of 7.50%.

The PFNP projections are based upon the Plan’s financial status on the Valuation Date, the indicated set of methods and assumptions, and the requirements described in GASB 74. As such, the PFNP projections are not reflective of the cash flows and asset accumulations that would occur on an ongoing plan basis, reflecting the impact of future members. Therefore, the results of this test do not necessarily indicate whether or not the fund will actually run out of money, the financial condition of the Plan, or the Plan’s ability to make benefit payments in future years.

*Sensitivity of the Net OPEB (Assets)*– The following exhibit presents the NOA of the plan, calculated using current health care cost trend rates, as well as what the Plan’s NOA would be if it were calculated using health care cost trend rates that are 1 percentage point lower and 1 percentage point higher than current rates. Similarly, the exhibit presents the net OPEB (Assets) of the plan, calculated using the current discount rate of 7.50%, as well as what the Plans net OPEB (Assets) would be if it were calculated using a discount rate that is 1 percentage point lower and 1 percentage point higher than the current rate (amounts in thousands):

<u>Discount Rate</u>	<u>Health Care Cost Trends</u>		
	<u>1% Decrease</u>	<u>Current</u>	<u>1% Increase</u>
1% Increase (8.50%)		\$ (201,001)	
Current (7.50%)	\$ (205,100)	\$ (168,308)	\$ (124,830)
1% Decrease (6.50%)		\$ (129,870)	

*Total OPEB liability* – The total OPEB liability (TOL) at the end of the measurement year, June 30, 2023, is measured as of a valuation date of December 31, 2022 and projected to June 30, 2023. Valuations will be completed every year. Each valuation will be rolled forward six months to provide the GASB liability. There were assumption changes during the period, which are reflected in these numbers. The table below shows the projection of the TOL at discount rates equal to the rate used for disclosure and plus and minus one percent from the rate used for disclosure. TOL and Service Cost have been determined using the entry age actuarial cost method as described in paragraph 54 of GASB Statement 74.

The following table projects the TOL from the valuation date to the end of the fiscal year. The discount rate plus and minus 1% discount rate liabilities are also shown in the following chart (amounts in thousands):

**Total OPEB Liability Sensitivity-Discount Rate**

Discount Rate	6.50%	7.50%	8.50%
Valuation Total OPEB Liability, 12/31/2022			
Actives	\$ 117,885	\$ 102,663	\$ 89,999
Retirees	284,169	260,787	240,653
Total	<u>\$ 402,054</u>	<u>\$ 363,450</u>	<u>\$ 330,652</u>
Service Cost	1,420	1,097	852
Benefit Payments	(11,719)	(11,719)	(11,719)
Interest	12,721	13,209	13,560
Total OPEB Liability, 6/30/2023	<u><u>\$ 404,476</u></u>	<u><u>\$ 366,038</u></u>	<u><u>\$ 333,345</u></u>

The following table projects the TOL from the valuation date to the end of the fiscal year. The medical trend baseline plus and minus 1% are shown in the following chart (amounts in thousands):

**Total OPEB Liability Sensitivity-Healthcare Costs trend**

Healthcare Costs Trends	-1.00%	Baseline	1.00%
Valuation Total OPEB Liability, 12/31/2022			
Actives	\$ 88,013	\$ 102,663	\$ 120,737
Retirees	240,150	260,787	284,390
Total	<u>\$ 328,163</u>	<u>\$ 363,450</u>	<u>\$ 405,127</u>
Service Cost	899	1,097	1,354
Benefit Payments	(11,719)	(11,719)	(11,719)
Interest	11,903	13,209	14,754
Total OPEB Liability, 6/30/2023	<u><u>\$ 329,246</u></u>	<u><u>\$ 366,038</u></u>	<u><u>\$ 409,516</u></u>

The TOL as of June 30, 2023 is based on the Plan’s actuarial valuation results as of December 31, 2022. The TOL as of June 30, 2023 was determined using standard projection (roll forward) techniques. The roll forward calculation adds the normal cost (also called the service cost) for the projection period—for experience and assumption changes this is the first half of 2023 - and subtracts the expected net benefit payments for the period, and then applies the SEIR used to measure the TOL as of the Valuation Date. The roll forward calculation for the expected change is determined using a similar procedure, except that the TOL and service cost are based on GASB 75 results as of the Prior Measurement Date, a one-year projection period is used, and actual net benefit payments are subtracted. These procedures are shown in the table which follows.

The difference between this expected TOL and the projected TOL as of June 30, 2023 before reflecting any changes of assumptions or other inputs is the experience (gain) or loss for the period. The impact of measuring the liabilities after reflecting these changes relative to the experience change TOL - is shown as an assumption (gain) or loss for the period. The benefit changes shown below are a reflection of the early retirement incentive program.

### Total OPEB Liability Roll Forward

(Amounts in thousands)

	<u>Expected</u>	<u>Experience</u>	<u>Benefit</u>	<u>Assumption</u>
Measurement Date	7/1/2022	12/31/2022	12/31/2022	12/31/2022
Projection Period	1 Year	1/2 Year	1/2 Year	1/2 Year
Discount Rate (SEIR)	7.50%	7.50%	7.50%	7.50%
TOL as of Measurement Date	\$ 364,503	\$ 358,959	\$ 358,959	\$ 363,450
Service Cost	2,792	1,106	1,106	1,097
Interest	26,475	13,045	13,045	13,209
Benefit Payments	(23,437)	(11,719)	(11,719)	(11,719)
Net Changes	5,830	2,433	2,433	2,588
Balances at 6/30/2023	\$ 370,333	\$ 361,392	\$ 361,392	\$ 366,038
Experience (Gain)/Loss: [Experience-Expected]		\$ (8,941)		
Benefit Changes (Gain)/Loss: [Benefit-Experience]				
Assumption (Gain)/Loss: [Assumption-Experience]				\$ 4,646

*Change in net (assets)* – Changes in the net OPEB (assets) for the year ended June 30, 2023 were as follows (amounts in thousands):

	<u>Total</u> OPEB <u>Liability</u>	<u>Plan</u> Fiduciary <u>Net Position</u>	<u>Net</u> OPEB <u>(Assets)</u>
Balances at June 30, 2022	\$ 364,503	\$ 519,749	\$ (155,246)
Changes for the year:			
Service cost	2,792		2,792
Interest	26,475		26,475
Difference between expected and actual experience	(8,941)		(8,941)
Changes of assumptions	4,646		4,646
Net investment income		38,608	(38,608)
Benefit payments, including refunds of employee contributions	(23,437)	(23,437)	
Administrative expense		(574)	574
Net changes	1,535	14,597	(13,062)
Balances at June 30, 2023	\$ 366,038	\$ 534,346	\$ (168,308)

## Bonds Payable

General obligation bonds are direct obligations and pledge the full faith and credit of the City. General obligation bonds currently outstanding are as follows (amounts in thousands):

Fiscal			
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 12	\$ 6	\$ 18
2025	13	5	18
2026	13	5	18
2027	14	5	19
2028	14	4	18
2029-2033	73	18	91
2034-2038	80	10	90
2039-2041	52	2	54
Total	<u>\$ 271</u>	<u>\$ 55</u>	<u>\$ 326</u>

### Cash Held with Financial and Investment Banks as of June 30, 2023

Deposits held by the City's Retirement System for which the fiscal year ended June 30, 2023 book balance was \$40,437,000. The June 30, 2023 bank balance was \$20,633,000 and the book balance was \$20,099,000. The cash balance was held by the City Treasurer. The cash equivalents of \$20,338,000 were held in money managers' custodial accounts at the Bank of New York at year-end and are not subject to the same insurance and collateralization requirements as the City's deposits and are uncollateralized.

City's Retirement System's fair value of investments for these funds at June 30, 2023 was \$2,237,686,000. These investments include \$355,295,000 in Fixed Income, \$670,351,000 in U.S. Equities, \$406,422,000 in Non-U.S. Equities, \$58,862,000 in Volatility Risk Premium, \$270,469,000 in Infrastructure, \$248,863,000 in Private Equity, \$190,831,000 in Real Estate Investments, and \$36,593,000 in Private Debt.

In those cases where resources are maintained in trust, the authority for investment of the property rests with either the trust agreement or local ordinance. Investments of the Cincinnati Retirement System are, by ordinance, subject to certain terms and limitations. These limitations do not apply to investments in securities of the city and federal government or their agencies. Investments of the Cincinnati Retirement System are uninsured. These securities are held by the counterparty or by its trust department or agent but not in the city's name.

The Cincinnati Retirement System's Pension Trust Fund primary investment return objectives are to preserve the safety of principal, earn the highest possible total return consistent with prudent levels of risk, and create a stream of investment returns to insure the systematic and adequate funding of actuarially determined benefits through contributions and professional management of the System assets. The System has established asset allocation goals with acceptable variances specific to the investment category. The total fixed income target allocation is 25.5% with a variance of 5%. The fixed income investments are divided between core plus bonds (target allocation of 11.5% with a variance of 5%), core bonds (target allocation of 9% with a variance of 4%), opportunistic credit (target allocation 2% with a variance of 1%), and private debt (target allocation of 3% with a range of 0% to 5%). The remaining investment target

allocations are as follows: domestic equity 28.5% with a variance of 5%, non-U.S. equity 18% with a variance of 5%, real estate 7.5% with a variance of 2.5%, infrastructure 10% with a variance of 5%, volatility risk premium 2.5% with a variance of 1.5%, and private equity 8% with a range of 0.0% to 13%.

### Investment Management Expenses

During fiscal year 2023 the total Investment Management Expenses were \$7,550,000. These expenses by investment category were as follows (amounts in thousands):

<u>Investment Category</u>	<u>Investment Management Expenses</u>	<u>Basis Points</u>
Fixed Income	\$ 745	24
US Equity	182	3
Non US Equity	431	10
Volatility Risk Premium	165	29
Risk Parity	109	37
Real Estate	1,780	84
Infrastructure Investment	2,119	81
Private Equity	716	29
Private Debt	669	222
Custodial, Investment Consulting and other fees	<u>634</u>	
Total Investment Management Fees	<u>\$ 7,550</u>	34

**City of Cincinnati Retirement System**  
**Investments Measured at Fair Value**  
**June 30, 2023**

(Amounts in Thousands)

	Fair Value Measurements Using		
	Quoted prices in Active Markets For Identical Assets (Level 1)	Significant Other observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>Investments by fair Value Level</u>			
<u>Debt Securities:</u>			
Corporate Bonds	\$ 17,521	\$ 17,521	
International Bonds	5,468	5,468	
US Government Bonds	45,519	\$ 45,519	
Municipal Bonds	238	238	
Private placements	24,999	24,999	
US Agencies	7,207	3,703	3,504
Total Debt Securities	100,952	45,519	51,929
			3,504
<u>Equity Securities</u>			
Domestic Equities	41,318	41,318	
Emerging Market Equities Mutual Funds	43,669	43,669	
Total Equity Securities	84,987	84,987	
<u>Private Equity</u>			
Venture Capital and LBO Funds	248,863		\$ 248,863
Private Debt	36,593		36,593
High Yield Bond Fund	49,602	49,602	
Total Private Equity	335,058		285,456
<u>Other Assets</u>			
Hedge Funds	32,627		32,627
Infrastructure	270,469		270,469
Volatility Risk Premium	58,862	58,862	
Total other Assets	361,958	58,862	303,096
<u>Total Investments by Fair Value Level</u>	882,955	\$ 189,368	\$ 51,929
			\$ 592,056

Investments Measured at the Net Asset Value

Real Estate Funds <sup>1</sup>	190,831
Northern Trust Bond Index Fund <sup>2</sup>	172,114
Northern Trust Domestic Equity Index Funds <sup>2</sup>	629,033
Northern Trust International Equity Index Funds <sup>2</sup>	362,753
Total Investments at the Net Asset Value (NAV)	1,354,731
Total Investments measured at Fair Value	\$ 2,237,686

<u>U S Equity reconciled to Financial Statements</u>	
Northern Trust Domestic Valued at NAV	\$ 629,033
U S Equity Securities listed in Fair Value Level	41,318
Financial Statements	\$ 670,351
<u>Non U S Equities reconciled to Financial Statements</u>	
Northern Trust International Valued at NAV	362,753
Emerging Market Equities Mutual Funds	43,669
Financial Statements	\$ 406,422
<u>Fixed Income reconciled to Financial Statements</u>	
Debt Securities	100,952
High Yield Bond Fund	49,602
Hedge Funds	32,627
Northern Trust Bond Index Fund	172,114
Financial Statements	\$ 355,295

**Investments Measured at the Net Asset Value**  
**(Amounts in Thousands)**

	<b>Net Asset Value</b>	<b>Unfunded Commitments</b>	<b>Redemption Frequency</b>	<b>Redemption Notice Period</b>
Real Estate Funds <sup>(1)</sup>	\$190,831	\$0	Quarterly	45 - 90 days
Commingled Index Funds <sup>(2)</sup>	\$1,163,900	\$0	Daily	1 day

(1) The Cincinnati Retirement System's real estate investments consist of two core open-end real estate funds and two value-added open-end real estate funds that primarily invest in U.S. commercial real estate. The fair values of these investments have been determined using the NAV per share of the System's ownership interest in partners' capital. These investments are eligible for redemption on a quarterly basis with notice periods ranging from 45 – 90 days.

(2) The Cincinnati Retirement System's commingled index fund investments consist of five open-end funds. Four funds invest in publicly traded equities which consist of three U.S. equity funds and one non-U.S. equity fund. The fifth fund holds investments representative of the U.S. bond and debt market. The fair values of these investments have been determined using the NAV per share of the investments. These investments are eligible for redemption on a daily basis with a notice period of one day.

**City of Cincinnati Retirement System**

**Investment Summary**

**6/30/2023**

(Amounts in Thousands)

	Fair Value	Percent of Total Investments
<b>Stock:</b>		
<u>US Common Stock</u>		
Communication Services	\$ 3,208	0.1%
Consumer Discretionary	4,516	0.2%
Consumer Staples	2,532	0.1%
Energy	1,730	0.1%
Financial Services	5,360	0.2%
Health Care	5,571	0.2%
Materials	1,139	0.1%
Industrials	4,136	0.2%
Technology	10,889	0.5%
Real Estate	1,224	0.1%
Utilities	1,013	0.1%
Total US Common Stock	41,318	1.9%
<u>Other</u>		
Northern Trust Domestic Index Funds	629,033	28.0%
Emerging Market Equity Funds	43,669	2.0%
Northern Trust International Index Funds	362,753	16.2%
Total Other	1,035,455	46.2%
Total Stock Equities	1,076,773	48.1%
<b>Debt:</b>		
<u>Corporate Bonds</u>		
Finance	8,635	0.4%
Health Care	1,150	0.1%
Industrial	1,677	0.1%
Telecom	1,490	0.1%
Transportation	2,656	0.1%
Utilities	1,913	0.1%
	17,521	0.9%
<u>Government Bonds</u>		
US Government Bonds	45,519	2.0%
US Government Agencies	7,207	0.3%
Municipal Bonds	238	0.0%
	52,964	2.3%
<u>Private placements</u>	24,999	1.1%
<u>International Bonds</u>	5,468	0.2%
<u>Northern Trust Bond Index Fund</u>	172,114	7.7%
Total Debt	273,066	12.2%
<b>Other Investments:</b>		
Other (Hedge, Risk Parity, Infrastructure, and Volatility Risk Premium)	361,958	16.2%
Private Equity/Debt (High Yield fund included with Debt)	335,058	15.0%
Real Estate	190,831	8.5%
Total Other Investments	887,847	39.7%
Total Investments	\$ 2,237,686	100.0%

### Interest Rate Risk

The interest rate risk is addressed by guidelines that require the weighted duration of the investments to be within a range of the duration of a benchmark index. For bonds, the average effective duration may not vary more than 25%. At June 30, 2023, the System had the following investments subject to interest rate risk (amounts in thousands):

Investment Type	Investment Maturities (in years)				
	Fair Value	Less Than 1	1 to 5	6 to 10	More than 10
Cash Equivalents	\$ 18,602	\$ 18,602			
Fixed Investments					
Corporate Bonds	17,521	748	\$ 6,375	\$ 3,339	\$ 7,059
International Bonds	5,468		2,752	2,028	688
Other Government Obligations	238				238
Private Placements	24,999	2,363	8,481	5,764	8,390
US Agencies	7,207	3,504	1,161		2,542
US Governments	45,519		1,874	18,656	24,989
Total	\$ 119,554	\$ 25,217	\$ 20,643	\$ 29,787	\$ 43,907

### Concentration of Credit Risk

The concentration of credit risk is minimized by the diversification policy, which requires the assets to be allocated across major asset classes and be diversified broadly within each asset class. The investment firm is required to notify the System when, in aggregate as a firm, the organization owns more than 10% of the outstanding shares in a single stock. Also, within the fixed investment asset class each of the investment managers may not allow a single issuer to comprise more than 5% of the portfolio's market value. For the U.S. equity and the Non-U.S. equity, no single security shall comprise more than 10% of the portfolio's market value for each investment manager. To further limit the concentration of credit risk, the U.S. equity investment managers are not permitted for the aggregate positions within each equity manager's portfolio to exceed 5% of the fair market value of the outstanding stock in any company. The limit for Non-U.S. equity investment managers is 1.5%.

### Credit Risk

In order to reduce credit risk, the core bond managers are required to maintain 80% of their portfolios in investment grade securities. The remaining 20% may be invested in below investment grade securities, defined as investments with a middle rating below BBB- (S&P), Baa3 (Moody's), or BBB- (Fitch). The high yield bonds overall portfolio average quality rating should be not less than B based upon the rating of at least two of the three rating agencies (S&P, Moody's, and Fitch). The following chart provides the investments held by the System summarized by credit rating at June 30, 2023 (amounts in thousands):

Investment Type	Total Fair Value	A-/A3 and Above	BBB-/Baa3 to BBB+/Baa1	B-/B3 to BB+/Ba1	CC to CCC/Caa	Not Rated
Cash Equivalents	\$ 18,602	\$ 4,285	\$ 340			\$ 13,977
Fixed Investments						
Corporate Bonds	17,521	4,391	9,926	\$ 3,204		
International Bonds	5,468	198	4,573	697		
Bond Fund and Other Fixed	254,343					254,343
Other Governmental Obligations	238	238				
Private Placements	24,999	8,013	10,544	5,891	\$ 90	461
US Agencies	7,207	3,478	225			3,504
US Governments	45,519	45,519				
Total	\$ 373,897	\$ 66,122	\$ 25,608	\$ 9,792	\$ 90	\$ 272,285

### Foreign Currency Risk

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The System's target allocation for non-U.S. equities is 18.0% of the total investment assets with 16% in all cap, and 2% in emerging markets small cap. The non-U.S. equity managers may hold up to 5% of its portfolio in a money market or cash. Currency hedging which includes forward currency contracts and cross currency hedging, are permitted for defensive purposes. The System's exposure to foreign currency risk at June 30, 2023 is as follows (amounts in thousands):

Currency	Fair Value	Fixed Income	Preferred Stock	Cash
Canadian Dollar	\$ 35			\$ 35
Danish Krone	44		\$ 44	
Euro Currency	258		258	
Japanese Yen	190		190	
Mexican New Peso	2,231	\$ 2,231		
United Kingdom Pound Sterling	47		47	
Swedish Krona	55		55	
Swiss Franc	356		356	
Uruguayan Peso	2,187	2,187		
Total	\$ 5,403	\$ 4,418	\$ 950	\$ 35

### Custodial Credit Risk

As for custodial credit risk, the fund only requires collateral for their securities lending program as discussed in the Securities Lending section of this footnote.

### **Securities Lending**

City statutes and board of trustee policies permit the Cincinnati Retirement System to use investments of the plan to enter into securities lending transactions – loans of securities to broker-dealers and other entities for collateral with a simultaneous agreement to return the collateral for the same security in the future. Securities are loaned in exchange for collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned in exchange for collateral valued at 102% of the market value of the securities plus any accrued interest. Non-U.S. securities are loaned in exchange for collateral valued at 105% of the market value of the securities plus any accrued interest. Collateral cannot be pledged or sold unless the borrower defaults. The borrower is required to pay to the Lender the equivalent of all interest and dividends that are paid by the issuer during the term of the loan. All security loans can be terminated on demand by either the lender or the borrower, although the average term of the System's overall loans was 1 day for the year ended June 30, 2023. Cash collateral is invested in a short-term investment pool, which had an average weighted maturity of 9 days as of June 30, 2023.

Cash collateral may also be invested separately in "term loans", in which the maturity of the term loan is matched to either the maturity of the cash collateral invested or the interest rate reset of the cash collateral invested. These loans have rights of substitution and securities can be recalled on demand. As of June 30, 2023, there were no violations of legal or contractual provisions, no borrower or lending agent default and no losses known to the securities lending agent. There are no dividends or coupon payments owed on the securities lent. Securities lending expenses may exceed earnings when the investable asset base is small.

The following represents the balances relating to the securities lending transactions at the financial statement date (amounts in thousands):

Securities Lent	Fair Value of Underlying Securities	Cash Collateral Received/Securities Collateral Value
Lent for Cash Collateral:		
Non-U.S. Corporate Fixed Income	\$ 1,981	\$ 2,096
U.S. Corporate Fixed Income	4,304	4,408
Total	<u>\$ 6,285</u>	<u>\$ 6,504</u>
Non-Cash Collateral:	\$ 11,156	\$ 11,995

The following maturity chart for securities lending collateral provides information pertinent to interest rate risk (amounts in thousands):

Investment Maturities (in years)			
Asset class	Less Than 1	More than 15	Total
Asset Backed Security		\$ 1,044	\$ 1,044
Repurchase Agreements	\$ 294		294
Total	<u>\$ 294</u>	<u>\$ 1,044</u>	<u>\$ 1,338</u>

In order to determine credit rate risk for the securities lending collateral, the following chart is useful (amounts in thousands):

Investment Type	Fair Value	CC	D Default	Not Rated
Asset Backed Security	\$ 1,044	\$ 103	\$ 941	
Repurchase Agreements	294			\$ 294
Total	<u>\$ 1,338</u>	<u>\$ 103</u>	<u>\$ 941</u>	<u>\$ 294</u>

## Derivatives

Derivatives are generally defined as a financial instrument whose characteristics and value depend on, or derive from, the value and characteristics of an underlying asset which is typically a commodity, bond, equity or currency. A derivative for financial statement purposes contains three traits: settlement factor, leverage, and net settlement. The retirement system enters into certain derivative financial instruments, primarily to enhance the performance and/or reduce the volatility of the portfolio.

The retirement system's investment-grade bond managers, Non-U.S. equity managers, and cash equitization manager are authorized to invest in derivatives. The derivatives permitted are: forwards, options, swaps, and futures. The derivatives held at the end of the fiscal period were for investment purposes only. The Non-U.S. equity manager is authorized to utilize currency hedging for defensive purposes, although the manager did not partake in hedging at year end.

As of June 30, 2023, CRS held investment derivatives consisting of futures, but had no swaps, forward contracts, or options. Gains and losses are included in the net appreciation/(depreciation) in the fair value of investments total in the Statement of Changes in Fiduciary Net Position.

A forward contract (forward) is an obligation to buy (sell) an asset at a fixed price on a predetermined date. Forwards are over the counter instruments, which means they are not traded on an organized exchange. The price specified for the foreign currency, government securities, or other asset may be higher or lower than the actual market price at the time of delivery.

A swap is a transaction which exchanges one currency, obligation or financial instrument for another. Swaps are over-the-counter instruments. Usually a set of future cash flows are exchanged between two counterparties. Interest rate swaps involve the exchange of one stream of future interest payments for another based on a specified principal amount. Usually fixed and floating interest rates are exchanged. A credit default swap allows the transfer of third party credit risk from one party to the other. One party in a credit default swap is a lender whom faces credit risk from a third party. The counterparty to the swap agrees to insure this risk in exchange for regular periodic payments.

Options convey the right, but not the obligation, to engage in a future investment transaction. A call is an option contract that gives the buyer the right, but not the obligation, to exercise the option and buy an asset at the strike price on or at any time up to the expiration date. A put is an option contract that gives the buyer the right, but not the obligation, to sell an asset at the strike price on or at any time up to the expiration date.

Futures are exchange-traded contracts that require an asset to be bought (sold) at a specified price on a specified future date. Unlike options, futures convey an obligation to buy (sell) an investment. The contracts contain standardize terms, trade on a formal exchange, are regulated by overseeing agencies, and are guaranteed by clearinghouses.

As of June 30, 2023, CRS had the following exposure via futures contracts (Notional and Fair Value in thousands):

Futures Contract	Expiration	Long/ Short	Quantity	Notional Value*	Fair Value
S&P/TSE 60 INDEX FUTURES (MSE)	9/14/23	Long	1	\$ 179	\$ 3
US 10YR ULTRA FUTURE (CBT)	9/20/23	Long	4	\$ 479	\$ (5)
US LONG BOND FUTURE (CBT)	9/20/23	Long	5	\$ 637	\$ (2)
US 10YR NOTE FUTURE (CBT)	9/20/23	Long	7	\$ 799	\$ (13)
US 5YR TREAS NTS FUTURE (CBT)	9/29/23	Long	15	\$ 1,636	\$ (30)
C\$ CURRENCY FUTURE (CME)	9/19/23	Long	3	\$ 225	\$ 2
US 2YR NOTE FUTURE (CBT)	9/29/23	Long	7	\$ 1,443	\$ (20)
S&P 500 EMINI INDEX FUT (CME)	9/15/23	Long	20	\$ 4,347	\$ 141
US ULTRA BOND (CBT)	9/20/23	Long	5	\$ 679	\$ 2
MSCI EAFE FUTURE (NYF)	9/15/23	Long	16	\$ 1,711	\$ 14
MSCI EMGMKT FUTURE (NYF)	9/15/23	Long	16	\$ 807	\$ (9)
E-MINI RUSS 2000 FUTURE (CME)	9/15/23	Long	6	\$ 566	\$ 5
			Total	\$ 13,508	\$ 88

\* Notional value is the nominal or face amount that is used to calculate payments made on derivative instruments (futures, forwards, swaps, etc.). The notional amount represents the economic equivalent to an investment in the physical securities represented by the derivative contract.

**CITY OF CINCINNATI, OHIO**  
**Statement of Plan Net Position**  
**Pension Trust**  
**June 30, 2023**  
(Amounts in Thousands)

	Pension Trust	Healthcare 115 Trust	Total
<u>Assets</u>			
Cash and Cash Equivalents	\$ 30,760	\$ 9,677	\$ 40,437
Investments, at fair value:			
Fixed Income	270,272	85,023	355,295
US Equities	509,934	160,417	670,351
Non-US Equities	309,164	97,258	406,422
Risk Parity			
Volatility Risk Premium	44,776	14,086	58,862
Infrastructure	205,745	64,724	270,469
Private Equity	189,309	59,554	248,863
Real Estate	145,164	45,667	190,831
Private Debt	27,836	8,757	36,593
	1,702,200	535,486	2,237,686
Collateral on Loaned Securities	14,072	4,427	18,499
Receivables:			
Accounts Receivable - Other	2,251	708	2,959
Accounts Receivable for Securities	3,466	1,091	4,557
Accrued Interest and Dividends	992	312	1,304
Due from Primary Government	917	289	1,206
Machinery and Equipment	92	29	121
Accumulated Depreciation	(92)	(29)	(121)
Total Assets	\$ 1,754,658	\$ 551,990	\$ 2,306,648
<u>Liabilities</u>			
Accounts Payable - Other	\$ 1,762	\$ 554	\$ 2,316
Accounts Payable for Securities Purchased	4,409	1,387	5,796
Due to Primary Government	192	61	253
Obligations Under Securities Lending	14,072	4,427	18,499
Accrued Payroll	31	10	41
Accrued Liabilities	35,225	11,081	46,306
Bonds Payable	206	65	271
Estimated Liability for Compensated Absences	188	59	247
	56,085	17,644	73,729
<u>Net position</u>			
Restricted in Trust for Employees' Pension Benefits	\$ 1,698,573		\$ 1,698,573
Restricted in Trust for Employees' Postemployment Healthcare Benefits		\$ 534,346	534,346
Combined Net Position	\$ 1,698,573	\$ 534,346	\$ 2,232,919

**CITY OF CINCINNATI, OHIO**  
**Combining Statement of Changes in Plan Net Position**  
**Pension Trust**  
**For the fiscal year ending June 30, 2023**  
(Amounts in Thousands)

	Pension Trust	Healthcare 115 Trust	Total
<b>ADDITIONS:</b>			
Contributions:			
Members	\$ 21,963		\$ 21,963
Employers	<u>42,963</u>		<u>42,963</u>
Total Contributions	<u>64,926</u>		<u>64,926</u>
Investment Income			
From Investing Activities:			
Interest & Dividends	8,020	\$ 2,483	10,503
Proceeds from Litigation	9	3	12
Net Appreciation in Fair Value of Investments	<u>122,522</u>	<u>37,936</u>	<u>160,458</u>
Investment Income	130,551	40,422	170,973
Less Investment Management Expenses	<u>5,765</u>	<u>1,785</u>	<u>7,550</u>
Net Income From Investing Activities	<u>124,786</u>	<u>38,637</u>	<u>163,423</u>
From Security Lending Activities:			
Securities Lending Income	<u>73</u>	<u>23</u>	<u>96</u>
Securities Lending Expense:			
Borrower Rebates	(196)	(61)	(257)
Management Fees	<u>31</u>	<u>9</u>	<u>40</u>
Total Securities Lending Activities Expenses	<u>(165)</u>	<u>(52)</u>	<u>(217)</u>
Net Loss from Securities Lending Activities	<u>(92)</u>	<u>(29)</u>	<u>(121)</u>
Total Additions	<u>189,620</u>	<u>38,608</u>	<u>228,228</u>
<b>DEDUCTIONS:</b>			
Benefits Payments:			
Pensions and Annuities	192,713		192,713
Hospital and Medical Care		23,437	23,437
Death Benefits, Active and Retired	520		520
Transfers - Retirement to other Systems	<u>520</u>		<u>520</u>
Total Benefits Payment	<u>193,753</u>	<u>23,437</u>	<u>217,190</u>
Refunds of Contributions	<u>1,233</u>		<u>1,233</u>
Administration Expenses:			
Personal Services	1,235	383	1,618
Contractual Services	518	161	679
Material & Supplies	93	29	122
Depreciation	<u>4</u>	<u>1</u>	<u>5</u>
Total Administrative Expenses	<u>1,850</u>	<u>574</u>	<u>2,424</u>
Total Deductions	<u>196,836</u>	<u>24,011</u>	<u>220,847</u>
Net Increase ( Decrease )	(7,216)	14,597	7,381
Net Position restricted for Benefits			
Beginning of Year	<u>1,705,789</u>	<u>519,749</u>	<u>2,225,538</u>
End of Year	<u>\$ 1,698,573</u>	<u>\$ 534,346</u>	<u>\$ 2,232,919</u>

23.

**RESTATEMENT OF FUND BALANCE/NET POSITION**

In fiscal year 2023, the City corrected errors identified in prior period financial statements which resulted in a restatement of net position. The corrections were required to the revise the construction in progress amounts in the enterprise and internal service funds.

	<u>Other Enterprise Funds</u>	<u>Internal Service Funds</u>
Fund Net Position, June 30, 2022	\$213,456,000	\$27,451,000
Adjustment to Construction in Progress	<u>(31,970,000)</u>	<u>(11,874,000)</u>
Restated Fund Net Position, June 30, 2022	<u>\$181,486,000</u>	<u>\$15,577,000</u>

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Fund Net Position, June 30, 2022	\$109,273,000	\$1,057,665,000
Adjustment to Construction in Progress	<u>(11,874,000)</u>	<u>(31,970,000)</u>
Restated Fund Net Position, June 30, 2022	<u>\$ 97,399,000</u>	<u>\$1,025,695,000</u>

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**REQUIRED**  
**SUPPLEMENTARY INFORMATION**

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**City of Cincinnati, Ohio**  
**Required Supplementary Information 1**  
**Ohio Police and Fire Pension Fund**  
**Net Pension Liability Schedules**  
**(Amounts in thousands)**

**Schedule of Proportionate Share of the Net Pension Liability**  
**Last Ten Fiscal Years (1)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	6.95622%	7.12658%	7.03783%	7.01599%	7.25719%	7.20554%	7.15240%	7.03491%	6.86072%	6.86072%
City's Proportionate Share of the Net Pension Liability	\$ 660,773	\$ 445,228	\$ 479,775	\$ 472,634	\$ 592,378	\$ 442,237	\$ 453,026	\$ 452,561	\$ 355,414	\$ 334,139
City's Covered Payroll	\$ 189,354	\$ 181,752	\$ 173,418	\$ 167,550	\$ 159,361	\$ 157,892	\$ 155,087	\$ 143,712	\$ 136,107	\$ 131,554
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	348.96%	244.96%	276.66%	282.09%	371.72%	280.09%	292.11%	314.91%	261.13%	253.99%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.90%	75.03%	70.65%	69.89%	63.07%	70.91%	68.36%	66.77%	72.20%	73.00%

(1) - The amounts presented for each fiscal year were determined as of the calendar year-end, the retirement system's measurement period.

**Schedule of City's Pension Contributions**  
**Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually Required Contributions	\$ 40,825	\$ 39,432	\$ 36,945	\$ 35,808	\$ 35,101	\$ 32,885	\$ 32,576	\$ 30,274	\$ 29,552	\$ 26,295
Contributions in Relation to the Contractually Required Contributions	(40,825)	(39,432)	(36,945)	(35,808)	(35,101)	(32,885)	(32,576)	(30,274)	(29,552)	(26,295)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's Covered Payroll	\$ 193,139	\$ 186,657	\$ 175,291	\$ 170,930	\$ 167,079	\$ 166,948	\$ 155,041	\$ 144,248	\$ 140,540	\$ 132,536
Contributions as a Percentage of Covered Payroll	21.14%	21.13%	21.08%	20.95%	21.01%	19.70%	21.01%	20.99%	21.03%	19.84%

See Notes to the Required Supplementary Pension Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 2**  
**Ohio Public Employees Retirement System-Traditional Pension Plan**  
**Net Pension Liability Schedules**  
**(Amounts in thousands)**

**Schedule of Proportionate Share of the Net Pension Liability**  
**Last Ten Fiscal Years (1)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	0.051263%	0.056342%	0.057699%	0.063469%	0.065821%	0.068829%	0.075000%	0.076455%	0.084999%	0.085182%
City's Proportionate Share of the Net Pension Liability	\$ 15,143	\$ 4,902	\$ 8,544	\$ 12,545	\$ 18,027	\$ 10,797	\$ 17,023	\$ 13,250	\$ 10,260	\$ 10,042
City's Covered Payroll	\$ 8,294	\$ 8,519	\$ 8,820	\$ 9,181	\$ 9,366	\$ 9,661	\$ 9,752	\$ 9,565	\$ 10,423	\$ 10,783
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	182.58%	57.54%	96.87%	136.64%	192.47%	111.76%	174.56%	138.53%	98.44%	93.13%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	75.74%	92.62%	86.88%	82.17%	74.70%	84.66%	77.25%	81.08%	86.45%	86.36%

(1) - The amounts presented for each fiscal year were determined as of the calendar year-end, the retirement system's measurement period.

**Schedule of City's Pension Contributions**  
**Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually Required Contributions	\$ 1,145	\$ 1,157	\$ 974	\$ 1,249	\$ 1,231	\$ 1,205	\$ 1,149	\$ 1,148	\$ 1,280	\$ 1,246
Contributions in Relation to the Contractually Required Contributions	(1,145)	(1,157)	(974)	(1,249)	(1,231)	(1,205)	(1,149)	(1,148)	(1,280)	(1,246)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's Covered Payroll	\$ 8,179	\$ 8,264	\$ 6,957	\$ 8,921	\$ 8,793	\$ 9,337	\$ 9,181	\$ 9,564	\$ 10,664	\$ 10,386
Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%	14.00%	12.91%	12.51%	12.00%	12.00%	12.00%

Note: The City's Financial Reporting entity does not include the Metropolitan Sewer District which operates as part of the City and is an enterprise fund for Hamilton County, Ohio.

See Notes to the Required Supplementary Pension Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 3**  
**Schedule of City's Changes in Net Pension Liability and Related Ratios (1)**  
**Cincinnati Retirement System**  
**Net Pension Liability Employer Schedule**  
**Last Nine Fiscal Years (2)(3)**  
**(Amounts in thousands)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total pension liability</b>									
Service cost	\$ 17,473	\$ 49,676	\$ 30,343	\$ 19,261	\$ 18,574	\$ 16,812	\$ 26,125	\$ 22,439	\$ 21,018
Interest	150,366	108,909	131,582	139,900	132,842	130,656	117,929	120,372	120,262
Benefit changes		19,870				23,864	(62,756)		
Difference between expected and actual experience	8,320	69,420	21,653	37,327	24,312	2,896	3,403	(11,326)	
Changes of assumptions	538,610	(1,136,065)	646,711	436,355	40,990		(516,262)	125,942	(14,446)
Benefit payments	(156,161)	(150,803)	(142,194)	(137,791)	(135,552)	(135,618)	(133,326)	(130,350)	(127,981)
Refunds of contributions					(1,494)	(1,090)	(1,503)		
<b>Net change in total pension liability</b>	<b>558,608</b>	<b>(1,038,993)</b>	<b>688,095</b>	<b>495,052</b>	<b>79,672</b>	<b>37,520</b>	<b>(566,390)</b>	<b>127,077</b>	<b>(1,147)</b>
<b>Total pension liability - beginning</b>	<b>2,048,153</b>	<b>3,087,146</b>	<b>2,399,051</b>	<b>1,903,999</b>	<b>1,824,327</b>	<b>1,786,807</b>	<b>2,353,197</b>	<b>2,226,120</b>	<b>2,227,267</b>
<b>Total pension liability - ending (a)</b>	<b>\$ 2,606,761</b>	<b>\$ 2,048,153</b>	<b>\$ 3,087,146</b>	<b>\$ 2,399,051</b>	<b>\$ 1,903,999</b>	<b>\$ 1,824,327</b>	<b>\$ 1,786,807</b>	<b>\$ 2,353,197</b>	<b>\$ 2,226,120</b>
<b>Plan net position</b>									
Contributions - employer	\$ 31,470	\$ 28,025	\$ 27,879	\$ 27,382	\$ 26,506	\$ 25,221	\$ 21,677	\$ 24,566	\$ 30,488
Contributions - member	16,650	16,302	16,117	15,780	15,352	14,494	14,738	11,994	12,298
Contributions - ERIP payoff							32,900		
Net investment income (loss)	(66,262)	389,707	(16,957)	61,769	114,134	171,007	(9,566)	39,683	209,380
Benefit payments	(156,161)	(150,803)	(142,194)	(137,791)	(135,552)	(135,618)	(133,326)	(128,548)	(126,535)
Administrative expense	(1,435)	(1,465)	(1,513)	(1,194)	(1,208)	(1,284)	(4,456)	(1,268)	(1,122)
Refunds of contributions					(1,494)	(1,090)	(1,503)	(1,802)	(1,425)
Other	1,533	(8,730)	1,005	1,439	1,893	3,065	178,133		(22)
<b>Net change in plan net position</b>	<b>(174,205)</b>	<b>273,036</b>	<b>(115,663)</b>	<b>(32,615)</b>	<b>19,631</b>	<b>75,795</b>	<b>98,597</b>	<b>(55,375)</b>	<b>123,062</b>
<b>Plan net position - beginning</b>	<b>1,542,747</b>	<b>1,269,711</b>	<b>1,385,374</b>	<b>1,417,989</b>	<b>1,398,358</b>	<b>1,322,563</b>	<b>1,223,966</b>	<b>1,279,341</b>	<b>1,156,279</b>
<b>Plan net position - ending (b)</b>	<b>1,368,542</b>	<b>1,542,747</b>	<b>1,269,711</b>	<b>1,385,374</b>	<b>1,417,989</b>	<b>1,398,358</b>	<b>1,322,563</b>	<b>1,223,966</b>	<b>1,279,341</b>
<b>Net pension liability - ending (a) - (b)</b>	<b>\$ 1,238,219</b>	<b>\$ 505,406</b>	<b>\$ 1,817,435</b>	<b>\$ 1,013,677</b>	<b>\$ 486,010</b>	<b>\$ 425,969</b>	<b>\$ 464,244</b>	<b>\$ 1,129,231</b>	<b>\$ 946,779</b>
<b>Ratio of plan net position to total pension liability</b>	<b>52.50%</b>	<b>75.32%</b>	<b>41.13%</b>	<b>57.75%</b>	<b>74.47%</b>	<b>76.65%</b>	<b>74.53%</b>	<b>51.92%</b>	<b>57.47%</b>
<b>Covered payroll</b>	<b>\$ 184,151</b>	<b>\$ 177,629</b>	<b>\$ 176,989</b>	<b>\$ 174,919</b>	<b>\$ 170,508</b>	<b>\$ 161,503</b>	<b>\$ 149,722</b>	<b>\$ 146,605</b>	<b>\$ 134,680</b>
<b>Net pension liability as a percentage of covered payroll</b>	<b>672.39%</b>	<b>284.53%</b>	<b>1026.86%</b>	<b>579.51%</b>	<b>285.04%</b>	<b>263.75%</b>	<b>310.07%</b>	<b>770.25%</b>	<b>702.98%</b>

(1) This schedule does not include MSD.

(2) The amounts presented for each fiscal year were determined as of the City's measurement date, which is the prior fiscal year-end.

(3) Information prior to 2015 was not available. The City will continue to present information for years available until a full ten-year trend is available.

See Notes to the Required Supplementary Pension Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 4**  
**Schedule of City's Pension Contributions**  
**Cincinnati Retirement System**  
**Net Pension Liability Employer Schedule**  
**Last Ten Fiscal Years**  
**(Amounts in thousands)**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined employer contributions	\$ 64,278	\$ 56,860	\$ 54,799	\$ 51,371	\$ 42,747	\$ 39,081	\$ 38,148	\$ 57,583	\$ 60,751	\$ 62,992
Actual employer contributions	<u>(35,241)</u>	<u>(31,488)</u>	<u>(28,027)</u>	<u>(27,879)</u>	<u>(27,382)</u>	<u>(26,506)</u>	<u>(25,221)</u>	<u>(21,908)</u>	<u>(24,566)</u>	<u>(31,484)</u>
Contribution deficiency (excess)	<u>\$ 29,037</u>	<u>\$ 25,372</u>	<u>\$ 26,772</u>	<u>\$ 23,492</u>	<u>\$ 15,365</u>	<u>\$ 12,575</u>	<u>\$ 12,927</u>	<u>\$ 35,675</u>	<u>\$ 36,185</u>	<u>\$ 31,508</u>
City covered payroll	\$ 199,327	\$ 184,151	\$ 177,629	\$ 176,989	\$ 174,919	\$ 170,508	\$ 161,503	\$ 149,722	\$ 146,605	\$ 134,680
Actual contributions as a percentage of covered payroll	17.68%	17.10%	15.78%	15.75%	15.65%	15.55%	15.62%	14.63%	16.76%	23.38%

See Notes to the Required Supplementary Pension Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 5**  
**Notes to the Required Pension Information**

**Ohio Police and Fire Pension Fund**

*Actuarial Assumptions:*

Actuarial assumptions and methods used to determine contribution rates are described below based on the actuarial valuation as of January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022:

Valuation method	Entry age normal
Amortization method	Level percent of payroll, open
Amortization period	29 years
Asset valuation method	4-year adjusted fair value with a corridor of 20% of the fair value
Investment return	7.50%
Projected salary increases	3.75% to 10.50%
Payroll increases	3.25%
Inflation assumptions	2.75%
Cost-of-living adjustments	2.2% simple

*Changes in Actuarial Assumptions and Methods:*

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

In 2022, the single discount rate changed from 8.0% to 7.5%.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 5**  
**Notes to the Required Pension Information (continued)**

**Ohio Public Employees Retirement System**

*Actuarial Assumptions:*

Actuarial assumptions and methods used to determine contribution rates are described below based on the actuarial valuation as of December 31, 2022:

Valuation method	Individual entry age
Amortization method	Level percent of payroll
Amortization period	18 years from December 31, 2021, closed
Asset valuation method	Fair value
Investment return	7.20%
Wage inflation	3.25%
Salary scale	3.25% to 10.75, including inflation
Cost-of-living adjustments	Pre-January 7, 2013 retirees: 3.0% simple Post-January 7, 2013 retirees: 3.0% simple through 2021, then 2.15% simple

*Changes in Actuarial Assumptions and Methods:*

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

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

In 2022, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended December 31, 2020. Significant changes included a reduction of the discount rate from 7.2% to 6.9%, a reduction in wage inflation from 3.25% to 2.75%, and transition from RP-2014 mortality tables to Pub-2010 mortality tables.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 5**  
**Notes to the Required Pension Information (continued)**

**Cincinnati Retirement System**

*Actuarial Assumptions:*

Actuarially determined contribution rates are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported.

Actuarial cost method	Entry age
Amortization method	Level dollar
Amortization period	30 years, open
Asset valuation method	Five-year smoothed market value
Inflation	2.75%
Salary increases, including wage inflation	3.75% to 7.50%
Long-term investment rate of return, net of pension plan investment expense, including price inflation	7.50%
Municipal bond index rate:	
Measurement date	3.54%
Prior measurement date	2.21%
Year of projected depletion:	
Measurement date	n/a
Prior measurement date	2041
Single equivalent interest rate, net of OPEB plan investment expense, including price inflation:	
Measurement date	5.25%
Prior measurement date	3.56%

*Changes of Benefit Terms:*

In 2017, the Plan changes included in Ordinance 336-2016 were adopted by the City Council on October 26, 2016.

In addition to incorporating many of the changes mandated by the CSA, the Ordinance also:

- Established benefit and eligibility provisions for Group E and F members not covered under the CSA similar to employees who are covered under the CSA.
- Established a universal cost-of-living adjustment (COLA) suspension period for all members.
- Established a universal 3% simple COLA rate for all members.

In 2016, there were several changes in benefit provisions as a result of the Collaborative Settlement Agreement (CSA) between the City and various plaintiff groups representing certain active and retired members of CRS as approved by the Court on October 5, 2015 and generally effective January 1, 2016.

*Changes in Actuarial Assumptions and Methods:*

In 2018, several changes in actuarial assumptions were made as a result of an updated experience study dated February 28, 2018. Changes included:

- Decrease in price inflation from 3.00% to 2.75%.
- Update of the retirement, withdrawal and disability rates.
- Update of the mortality rates for all members to a generational approach using the RP-2014 mortality tables.
- Assumed administrative expense as a percentage of payroll added to the total normal cost was increased from 0.75% to 0.80%.
- Update of assumed proportion of deferred vested members electing to withdraw their contributions or electing a deferred benefit.
- Update of assumed percentage of members who are married for pre-retirement survivor benefit considerations.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 6**  
**Ohio Police and Fire Pension Fund**  
**Net OPEB Liability Schedules**  
**(Amounts in thousands)**

**Schedule of Proportionate Share of the Net OPEB Liability**  
**Last Seven Fiscal Years (1)**

	2023	2022	2021	2020	2019	2018	2017 (2)
City's Proportion of the Net OPEB Liability	6.956182%	7.126539%	7.03783%	7.01599%	7.25719%	7.20554%	7.15240%
City's Proportionate Share of the Net OPEB Liability	\$ 49,526	\$ 78,113	\$ 74,567	\$ 69,302	\$ 66,088	\$ 408,256	\$ 339,508
City's Covered Payroll	\$ 181,752	\$ 173,418	\$ 167,550	\$ 159,361	\$ 157,892	\$ 155,087	\$ 143,712
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	27.25%	45.04%	44.50%	43.49%	41.86%	263.24%	236.24%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability/Asset	52.60%	46.90%	45.40%	47.08%	46.57%	14.13%	15.96%

(1) - The amounts presented for each fiscal year were determined as of the calendar year end, the retirement system's measurement period.

(2) - Information prior to 2017 was not available.

**Schedule of City's OPEB Contributions**  
**Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017 (3)	2016	2015	2014
Contractually Required Contributions	\$ 966	\$ 933	\$ 876	\$ 855	\$ 835	\$ 778	\$ 775	\$ 721	\$ 1,494	\$ 2,220
Contributions in Relation to the Contractually Required Contributions	(966)	(933)	(876)	(855)	(835)	(778)	(775)	(721)	(1,494)	(2,220)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's Covered Payroll	\$ 193,139	\$ 186,657	\$ 175,291	\$ 170,930	\$ 167,079	\$ 166,948	\$ 155,041	\$ 144,248	\$ 140,540	\$ 132,536
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%	0.50%	0.47%	0.50%	0.50%	1.06%	1.68%

See Notes to the Required Supplementary OPEB Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 7**  
**Ohio Public Employees Retirement System**  
**Net OPEB Liability/Asset Schedules**  
**(Amounts in thousands)**

**Schedule of Proportionate Share of the Net OPEB Liability/(Asset)**  
**Last Seven Fiscal Years (1)**

	2023	2022	2021	2020	2019	2018	2017 (2)
City's Proportion of the Net OPEB Liability/(Asset)	0.049959%	0.055074%	0.057699%	0.060756%	0.063798%	0.067076%	0.071978%
City's Proportionate Share of the Net OPEB Liability/(Asset)	\$ 315	\$ (2,138)	\$ (1,252)	\$ 8,392	\$ 8,318	\$ 7,284	\$ 7,270
City's Covered Payroll	\$ 8,294	\$ 8,519	\$ 8,820	\$ 9,181	\$ 9,366	\$ 9,661	\$ 9,752
City's Proportionate Share of the Net OPEB Liability/(Asset) as a Percentage of its Covered Payroll	3.80%	25.10%	14.20%	91.41%	88.81%	75.40%	74.55%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	94.79%	128.23%	115.57%	47.80%	46.33%	54.14%	54.05%

(1) - The amounts presented for each fiscal year were determined as of the calendar year-end, the retirement system's measurement period.

(2) - Information prior to 2017 was not available.

**Schedule of City's OPEB Contributions**  
**Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually Required Contributions	\$ 15	\$ 15	\$ 6	\$ 6	\$ 8	\$ 57	\$ 167	\$ 191	\$ 213	\$ 208
Contributions in Relation to the Contractually Required Contributions	(15)	(15)	(6)	(6)	(8)	(57)	(167)	(191)	(213)	(208)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
City's Covered Payroll	\$ 8,179	\$ 8,264	\$ 6,957	\$ 8,921	\$ 8,793	\$ 9,337	\$ 9,181	\$ 9,564	\$ 10,664	\$ 10,386
Contributions as a Percentage of Covered Payroll	0.18%	0.18%	0.09%	0.07%	0.09%	0.61%	1.82%	2.00%	2.00%	2.00%

See Notes to the Required Supplementary OPEB Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 8**  
**Schedule of City's Changes in Net OPEB Liability/(Asset) and Related Ratios (1)**  
**Net OPEB Liability/(Asset) Employer Schedule**  
**Cincinnati Retirement System**  
**Six Fiscal Years (2)(3)**  
**(Amounts in thousands)**

	2023	2022	2021	2020	2019	2018
<b>Total OPEB liability</b>						
Service cost	\$ 2,319	\$ 2,557	\$ 5,895	\$ 4,955	\$ 4,131	\$ 6,266
Interest	23,657	22,315	26,331	27,807	25,518	22,425
Benefit changes	-	13,289	(140,076)	-	-	-
Difference between expected and actual experience	1,734	1,123	(46,394)	2,041	13,242	
Changes of assumptions	(36,931)	-	(47,676)	55,017	31,333	(89,736)
Benefit payments	(20,064)	(21,078)	(21,785)	(25,238)	(21,678)	(25,446)
<b>Net change in total OPEB liability</b>	<u>(29,285)</u>	<u>18,206</u>	<u>(223,705)</u>	<u>64,582</u>	<u>52,546</u>	<u>(86,491)</u>
<b>Total OPEB liability - beginning</b>	<u>328,409</u>	<u>310,203</u>	<u>533,908</u>	<u>469,326</u>	<u>416,780</u>	<u>503,271</u>
<b>Total OPEB liability - ending (a)</b>	<u>\$ 299,124</u>	<u>\$ 328,409</u>	<u>\$ 310,203</u>	<u>\$ 533,908</u>	<u>\$ 469,326</u>	<u>\$ 416,780</u>
<b>Plan net position</b>						
Net investment income (loss)	\$ (19,908)	\$ 114,193	\$ (4,860)	\$ 17,509	\$ 32,129	\$ 47,714
Benefit payments	(20,064)	(21,078)	(21,785)	(25,238)	(21,678)	(25,446)
Administrative expense	(431)	(429)	(433)	(339)	(339)	(360)
Other	(411)	301	132	206	78	
<b>Net change in plan net position</b>	<u>(40,814)</u>	<u>92,987</u>	<u>(26,946)</u>	<u>(7,862)</u>	<u>10,190</u>	<u>21,908</u>
<b>Plan net position - beginning</b>	<u>465,939</u>	<u>372,952</u>	<u>399,898</u>	<u>407,760</u>	<u>397,570</u>	<u>375,662</u>
<b>Plan net position - ending (b)</b>	<u>425,125</u>	<u>465,939</u>	<u>372,952</u>	<u>399,898</u>	<u>407,760</u>	<u>397,570</u>
<b>Net OPEB liability/(asset) - ending (a) - (b)</b>	<u>\$ (126,001)</u>	<u>\$ (137,530)</u>	<u>\$ (62,749)</u>	<u>\$ 134,010</u>	<u>\$ 61,566</u>	<u>\$ 19,210</u>
<b>Ratio of plan net position to total OPEB liability</b>	142.12%	141.88%	120.23%	74.90%	86.88%	95.39%
<b>Covered-employee payroll</b>	\$ 116,351	\$ 116,651	\$ 125,965	\$ 136,282	\$ 141,891	\$ 144,555
<b>Net OPEB liability/(asset) as a percentage of covered-employee payroll</b>	(108.29%)	(117.90%)	(49.81%)	98.33%	43.39%	13.29%

(1) This schedule does not include MSD.

(2) The amounts presented for each fiscal year were determined as of the City's measurement date, which is the prior fiscal year-end.

(3) Information prior to 2018 was not available. The City will continue to present information for years available until a full ten-year trend is available.

See Notes to the Required Supplementary OPEB Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 9**  
**Schedule of City's OPEB Contributions**  
**Cincinnati Retirement System**  
**Net OPEB Liability/(Asset) Employer Schedule**  
**Last Ten Fiscal Years**  
**(Amounts in thousands)**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially determined employer contributions	\$ -	\$ -	\$ -	\$ -	\$ 3,602	\$ 937	\$ 5,056	\$ -	\$ 1,186	\$ 6,142
Actual employer contributions										
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,602</u>	<u>\$ 937</u>	<u>\$ 5,056</u>	<u>\$ -</u>	<u>\$ 1,186</u>	<u>\$ 6,142</u>
City covered-employee payroll	\$ 116,351	\$ 116,651	\$ 125,965	\$ 136,282	\$ 141,891	\$ 144,555	\$ 146,978	\$ 144,052	\$ 139,009	\$ 136,378
Actual contributions as a percentage of covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

See Notes to the Required Supplementary OPEB Information.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 10**  
**Notes to the Required OPEB Information**

**Ohio Police and Fire Pension Fund**

*Actuarial Assumptions:*

Actuarial assumptions and methods used to determine contribution rates are described below based on the actuarial valuation as of January 1, 2022, with actuarial liabilities rolled forward to December 31, 2022:

Valuation method	Individual entry age
Amortization method	Level percent of payroll
Amortization period	29 years
Asset valuation method	Fair value
Investment return	7.50%
Wage inflation	3.25%
Salary scale	3.25% to 10.50%, including inflation
Inflation assumptions	2.75%
Cost-of-living adjustments	3% simple; 2.2% simple for increases based on the lessor of the increase in CPI and 3%.

*Changes in Actuarial Assumptions and Methods:*

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

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

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

In 2021, the single discount rate changed from 3.56% to 2.96%.

In 2022, the single discount rate changed from 2.96% to 2.84%.

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

**City of Cincinnati, Ohio**  
**Required Supplementary Information 10**  
**Notes to the Required OPEB Information (continued)**

**Ohio Public Employees Retirement System**

*Actuarial Assumptions:*

Actuarial assumptions and methods used to determine contribution rates are described below based on the health care actuarial valuation as of December 31, 2021, rolled forward to December 31, 2022:

Valuation method	Individual entry age
Amortization method	Level percent of payroll
Amortization period	30 years, open
Asset valuation method	Fair value
Single discount rate	6.00%
Investment return	6.00%
Municipal bond rate	1.84%
Wage inflation	2.75%
Salary scale	2.75% to 10.75, including inflation
Health care cost trend rate	5.5% initial, 3.50% ultimate in 2035

*Changes in Actuarial Assumptions and Methods:*

In 2019, changes in assumptions included a reduction of the investment rate of return from 6.50% to 6.00%, an increase in the municipal bond rate from 3.31% to 3.71%, resulting in an increase in the single discount rate from 3.85% to 3.96%. Another change includes adjusting the health care cost trend rate from 7.5% initial, 3.25% ultimate in 2028 to 10.0% initial, 3.25% ultimate in 2029.

In 2020, changes in assumptions included a decrease in the municipal bond rate from 3.71% to 2.75%, resulting in a decrease in the single discount rate from 3.96% to 3.16%. Another change includes adjusting the health care cost trend rate from 10.0% initial, 3.25% ultimate in 2029 to 10.5% initial, 3.50% ultimate in 2030.

In 2021, changes in assumptions included a decrease in the municipal bond rate from 2.75% to 2.00% and the assumption that fiduciary net position and future contribution are sufficient to finance health care costs through 2120 resulted in an increase in the single discount rate from 3.16% to 6.00%. Another change includes adjusting the health care cost trend rate from 10.5% initial, 3.50% ultimate in 2030 to 8.50% initial, 3.50% ultimate in 2035.

In 2022, changes in assumptions were made based upon an updated experience study that was completed for the five-year period ended December 31, 2020. Significant changes included a reduction in wage inflation from 3.25% to 2.75%, and transition from RP-2014 mortality tables to Pub-2010 mortality tables.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 10**  
**Notes to the Required OPEB Information (continued)**

**Cincinnati Retirement System**

*Actuarial Assumptions:*

Actuarially determined contribution rates are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported.

Actuarial cost method	Entry age
Amortization method	Level dollar
Amortization period	30 years, open
Asset valuation method	Five-year smoothed market value
Price inflation	CPI: 2.75% / Medical CPI: 3.25%
Salary increases, including wage inflation	3.75% to 7.50%
Long-term investment rate of return, net of OPEB plan investment expense, including price inflation	7.50%
Municipal bond index rate:	
Measurement date	3.54%
Prior measurement date	2.21%
Single equivalent interest rate, net of OPEB plan investment expense, including price inflation on the:	
Measurement date	7.50%
Prior measurement date	7.50%
Health care cost trend rates:	
Pre-Medicare	8.00% for 2019 decreasing to an ultimate rate of 4.00% by 2036
Medicare	4.87% / 4.79% for Non-Model and Model Plans for 2019 decreasing to an ultimate rate of 4.00% by 2036

*Changes of Benefit Terms:*

In 2017, the Plan changes included in Ordinance 336-2016 were adopted by the City Council on October 26, 2016.

In addition to incorporating many of the changes mandated by the CSA, the Ordinance also:

- Excluded members hired after December 31, 2015 from eligibility to receive retiree health benefits;
- Established benefit and eligibility provisions for Group E and F members not covered under the CSA similar to employees who are covered under the CSA.
- Specified eligibility and postemployment contribution requirements for the retiree health benefits payable to members and beneficiaries entitled to deferred benefits.
- Modified eligibility and postemployment contribution requirements to retiree health benefits paid as the result of an in-service death.

In 2016, there were several changes in benefit provisions as a result of the Collaborative Settlement Agreement (CSA) between the City and various plaintiff groups representing certain active and retired members of CRS as approved by the Court on October 5, 2015 and generally effective January 1, 2016.

**City of Cincinnati, Ohio**  
**Required Supplementary Information 10**  
**Notes to the Required OPEB Information (continued)**

**Cincinnati Retirement System (continued)**

*Changes in Actuarial Assumptions and Methods:*

In 2017, future contribution rates for retiree health benefit recipients are now based upon the projected retiree health care costs associated with each projection year's closed group of participants.

In 2018, several changes in actuarial assumptions were made as a result of an updated experience study dated February 28, 2018. Changes included:

- Increase in the Municipal Bond Index Rate from 3.56% as of June 30, 2017 to 3.89% as of June 30, 2018.
- Decrease in the discount rate from 6.31% as of June 30, 2017 to 6.13% as of June 30, 2018.
- Decrease in price inflation from 3.00% to 2.75%.
- Update of the retirement, withdrawal and disability rates.
- Update of the mortality rates for all members to a generational approach using the RP-2014 mortality tables.
- Update of the merit salary scale.
- Update of assumed rates of health care inflation.
- Update of assumed rates of health benefit plan participation.
- Update of the Select Plan and the Model Plan contribution rates.
- Update of the Drop participation rates
- Inclusion of part-time employees in the Plan's population as of December 31, 2017.

In 2019, the December 31, 2018 valuation included a change in the Municipal Bond Index Rate from 3.89% to 3.50%; a decrease in the discount rate (SEIR) from 6.13% to 5.07%, part-time employees were included in the Plan's population, and the health care cost trend rates were updated to reflect the current market place.

In 2020, the expected long-term rate of return of 7.50% was used for the discount rate with the projected future net position not being depleted. The claims assumptions and retiree contributions were updated to reflect actual 2020 premiums.

The medical trend assumptions were updated to include several factors. First, the initial trends for the Medicare Advantage plans were set at 0% for medical and 7% for drug, while the trends for the contribution rates for the plans were set at a -5.7% to account for the health insurance tax reduction. The ultimate health care trend was set at 4%, with each trend period set at 15 years.

The claim cost curves were updated based on the experience of the retirees in the Secure, Select and Model plans. The data provided claim experience for all covered members (retirees, covered spouses, and covered children) by age. Additional information was provided for the new Medicare Advantage Plans, which were applied to the 2020 claim curves above.

The percentage of members to not qualify for premium-free Medicare Part A coverage was lowered from 15% to 10%.

**Cincinnati Retirement System**  
**REQUIRED SUPPLEMENTARY INFORMATION 11**  
**Schedule of Changes in Net Pension Liability and Related Ratios**  
(Amounts In Thousands)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Total pension liability</b>										
Service Cost	\$ 38,909	\$ 21,528	\$ 61,020	\$ 37,451	\$ 23,750	\$ 22,834	\$ 20,576	\$ 31,764	\$ 27,785	\$ 25,937
Interest	166,638	185,265	133,779	162,407	172,502	163,313	159,912	143,383	149,052	148,408
Benefit changes			24,407				29,208	(76,301)		
Difference between expected and actual experience	3,217	10,251	85,273	26,726	46,025	29,889	3,545	4,137	(14,024)	
Changes of assumptions	57,421	663,620	(1,395,498)	798,211	538,042	50,392		(627,693)	155,948	(17,827)
Benefit payments and refunds	(194,986)	(192,406)	(185,241)	(175,505)	(169,901)	(168,482)	(167,320)	(163,931)	(161,407)	(157,934)
<b>Net change in total pension liability</b>	\$ 71,199	\$ 688,258	\$ (1,276,260)	\$ 849,290	\$ 610,418	\$ 97,946	\$ 45,921	\$ (688,641)	\$ 157,354	\$ (1,416)
<b>Total pension liability - beginning</b>	3,231,395	2,543,137	3,819,397	2,970,107	2,359,689	2,261,743	2,215,822	2,904,463	2,747,109	2,748,525
<b>Total pension liability - ending (a)</b>	\$ 3,302,594	\$ 3,231,395	\$ 2,543,137	\$ 3,819,397	\$ 2,970,107	\$ 2,359,689	\$ 2,261,743	\$ 2,215,822	\$ 2,904,463	\$ 2,747,109
<b>Plan net position</b>										
Contributions – employer	\$ 42,963	\$ 38,774	\$ 34,425	\$ 34,410	\$ 33,763	\$ 32,586	\$ 30,868	\$ 67,939	\$ 29,084	\$ 37,740
Contributions – member	21,963	20,514	20,025	19,892	19,457	18,873	17,740	16,337	16,186	15,059
Net investment income	124,694	(81,641)	478,701	(20,930)	76,163	140,314	209,299	(11,631)	49,138	258,382
Benefit payments and refunds	(194,986)	(192,406)	(185,241)	(175,505)	(169,901)	(168,482)	(167,320)	(163,931)	(161,407)	(157,934)
Administrative expense	(1,850)	(1,768)	(1,799)	(1,868)	(1,472)	(1,485)	(1,572)	(5,418)	(1,570)	(1,384)
Other								237,897		
<b>Net change in plan net position</b>	\$ (7,216)	\$ (216,527)	\$ 346,111	\$ (144,001)	\$ (41,990)	\$ 21,806	\$ 89,015	\$ 141,193	\$ (68,569)	\$ 151,863
<b>Plan net position – beginning</b>	\$ 1,705,789	\$ 1,922,316	\$ 1,576,205	\$ 1,720,206	\$ 1,762,196	\$ 1,740,390	\$ 1,651,375	\$ 1,510,182	\$ 1,578,751	\$ 1,426,888
<b>Plan net position - ending (b)</b>	\$ 1,698,573	\$ 1,705,789	\$ 1,922,316	\$ 1,576,205	\$ 1,720,206	\$ 1,762,196	\$ 1,740,390	\$ 1,651,375	\$ 1,510,182	\$ 1,578,751
<b>Net pension liability - ending (a) - (b)</b>	\$ 1,604,021	\$ 1,525,606	\$ 620,821	\$ 2,243,192	\$ 1,249,901	\$ 597,493	\$ 521,353	\$ 564,447	\$ 1,394,281	\$ 1,168,358
Total pension liability	\$ 3,302,594	\$ 3,231,395	\$ 2,543,137	\$ 3,819,397	\$ 2,970,107	\$ 2,359,689	\$ 2,261,743	\$ 2,215,822	\$ 2,904,463	\$ 2,747,109
Plan net position	\$ 1,698,573	\$ 1,705,789	\$ 1,922,316	\$ 1,576,205	\$ 1,720,206	\$ 1,762,196	\$ 1,740,390	\$ 1,651,375	\$ 1,510,182	\$ 1,578,751
Net pension liability	\$ 1,604,021	\$ 1,525,606	\$ 620,821	\$ 2,243,192	\$ 1,249,901	\$ 597,493	\$ 521,353	\$ 564,447	\$ 1,394,281	\$ 1,168,358
Ratio of plan net position to total pension liability	51.43%	52.79%	75.59%	41.27%	57.92%	74.68%	76.95%	74.53%	52.00%	57.47%
Covered payroll	\$ 242,989	\$ 226,762	\$ 218,178	\$ 218,451	\$ 215,683	\$ 208,317	\$ 196,445	\$ 174,963	\$ 164,575	\$ 163,477
Net pension liability as a percentage of covered payroll	660.12%	672.78%	284.55%	1026.86%	579.51%	286.82%	265.39%	322.61%	847.20%	714.69%
<b>Money -Weighted Rate of Return on Pension Plan Investments</b>	8.27%	-3.94%	26.63%	-1.09%	4.15%	7.83%	12.11%	-0.53%	0.97%	16.65%

**Cincinnati Retirement System**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS**

Required Supplementary Information 12

(Amounts in thousands)

Fiscal year	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Actuarially determined employer contribution	\$ 68,354	\$ 70,017	\$ 67,309	\$ 63,405	\$ 52,709	\$ 48,046	\$ 46,689	\$ 69,939	\$ 75,566	\$ 78,101
Actual employer contributions:										
City of Cincinnati Financial Reporting Entity	35,241	31,488	28,027	27,879	27,382	26,506	25,221	21,908	24,566	31,484
City of Cincinnati Operating Unit (MSD)	<u>7,722</u>	<u>7,286</u>	<u>6,398</u>	<u>6,531</u>	<u>6,381</u>	<u>6,080</u>	<u>5,647</u>	<u>4,701</u>	<u>4,518</u>	<u>6,256</u>
Total Actual employer contributions	<u>42,963</u>	<u>38,774</u>	<u>34,425</u>	<u>34,410</u>	<u>33,763</u>	<u>32,586</u>	<u>30,868</u>	<u>26,609</u>	<u>29,084</u>	<u>37,740</u>
Annual contribution deficiency/(excess)	<u>\$ 25,391</u>	<u>\$ 31,243</u>	<u>\$ 32,884</u>	<u>\$ 28,995</u>	<u>\$ 18,946</u>	<u>\$ 15,460</u>	<u>\$ 15,821</u>	<u>\$ 43,330</u>	<u>\$ 46,482</u>	<u>\$ 40,361</u>
Covered payroll	\$ 242,989	\$ 226,762	\$ 218,178	\$ 218,451	\$ 215,683	\$ 208,317	\$ 196,445	\$ 174,963	\$ 164,575	\$ 163,477
Actual contributions as a percentage of covered payroll	17.68%	17.10%	15.78%	15.75%	15.65%	15.64%	15.71%	15.21%	17.67%	23.09%

The notes below summarize the key methods and assumptions used to determine the actuarially determined contribution (ADC) for the fiscal year ending June 30, 2023.

*Valuation Date*: The ADC rates in the schedule of employer contributions are calculated as of December 31, eighteen months prior to the end of the fiscal year in which contributions are reported (as of December 31, 2021 for the fiscal year 2023 contributions).

*Key Methods and Assumptions used to Determine Contribution Rates*

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*Actuarial cost method*: Entry age Normal Cost Method  
*Amortization method*: Level dollar, open  
*Amortization period*: 30 years; Open

*Asset valuation method*: 5-year smoothed market  
*Inflation*: 2.75%  
*Discount Rate*: 7.50%, net of pension plan investment expenses

**Cincinnati Retirement System**  
**REQUIRED SUPPLEMENTARY INFORMATION 13**  
**Notes to the Required Pension Information**

The notes below summarize the key methods and assumptions used to determine the actuarially determined contribution (ADC) for the fiscal year ending June 30, 2023

*Method and assumptions used in calculation of actuarially determined contributions:*

The ADC rates in the schedule of employer contributions are calculated as of December 31, eighteen months prior to the end of the fiscal year in which contributions are reported (as of December 31, 2021 for the fiscal year 2023 contributions). The following actuarial methods and assumptions were used to determine actuarial contribution rates reported in that schedule:

Actuarial cost method	Entry Age Normal Cost
Amortization method	Level dollar, open
Amortization period	30 years
Asset valuation method	5-year smoothed market
Inflation	2.75%
Salary increases, including wage inflation	3.75% to 7.50%, including inflation
Investment rate of return	7.50%, net of pension plan investment expense, and including inflation
Mortality	
Active Members:	RP-2014 Employees Mortality Table with generational mortality improvement projections using scale MP-2017
Healthy Inactive Members:	RP-2014 Employees Mortality Table with generational mortality improvement projections using scale MP-2017, set forward 2 years for both males and females
Disabled Inactive Members:	RP-2014 Disabled Retiree Mortality Table with generational mortality improvement projections using scale MP-2017

*Changes of Benefit Terms:*

In 2017, the Plan changes included in Ordinance 336-2016 were adopted by the City Council on October 26, 2016. In addition to incorporating many of the changes mandated by the CSA, the Ordinance also:

- Established benefit and eligibility provisions for Group E and F members not covered under the CSA similar to employees who are covered under the CSA.
- Established a universal cost-of-living adjustment (COLA) suspension period for all members.
- Established a universal 3% simple COLA rate for all members.

In 2016, there were several changes in benefit provisions as a result of the Collaborative Settlement Agreement (CSA) between the City and various plaintiff groups representing certain active and retired members of CRS as approved by the Court on October 5, 2015 and generally effective January 1, 2016.

*Changes in Actuarial Assumptions and Methods:*

In 2023, there were no changes in actuarial assumptions and methods.

**Cincinnati Retirement System**  
**REQUIRED SUPPLEMENTARY INFORMATION 14**  
**Schedule of Changes in Total OPEB Liability and Related Ratios**  
**(Amounts In Thousands)**

	2023	2022	2021	2020	2019	2018	2017
<b>Total OPEB liability</b>							
Service Cost	\$ 2,792	\$ 2,856	\$ 3,141	\$ 7,276	\$ 6,110	\$ 5,076	\$ 7,669
Interest	26,475	29,132	27,412	32,500	34,288	31,360	27,446
Benefit changes			16,324	(172,890)			
Difference between expected and actual experience	(8,941)	2,134	1,378	(57,263)	2,516	16,272	
Changes of assumptions	4,646	(45,476)		(58,845)	67,838	38,505	(109,830)
Benefit payments	(23,437)	(24,706)	(25,892)	(26,889)	(31,119)	(26,640)	(31,144)
<b>Total Change in OPEB Liability</b>	<u>\$ 1,535</u>	<u>\$ (36,060)</u>	<u>\$ 22,363</u>	<u>\$ (276,111)</u>	<u>\$ 79,633</u>	<u>\$ 64,573</u>	<u>\$ (105,859)</u>
<b>Total OPEB Liability - Beginning</b>	\$ 364,503	\$ 400,563	\$ 378,200	\$ 654,311	\$ 574,678	\$ 510,105	\$ 615,964
<b>Total OPEB Liability - Ending (b)</b>	\$ 366,038	\$ 364,503	\$ 400,563	\$ 378,200	\$ 654,311	\$ 574,678	\$ 510,105
<b>Plan fiduciary net position</b>							
Net investment income	\$ 38,608	\$ (24,514)	\$ 140,270	\$ (5,999)	\$ 21,589	\$ 39,483	\$ 58,398
Benefit payments	(23,437)	(24,706)	(25,892)	(26,889)	(31,119)	(26,640)	(31,144)
Administrative expense	(574)	(531)	(527)	(535)	(418)	(417)	(440)
<b>Net change in plan net position</b>	<u>\$ 14,597</u>	<u>\$ (49,751)</u>	<u>\$ 113,851</u>	<u>\$ (33,423)</u>	<u>\$ (9,948)</u>	<u>\$ 12,426</u>	<u>\$ 26,814</u>
<b>Plan net position – beginning</b>	\$ 519,749	\$ 569,500	\$ 455,649	\$ 489,072	\$ 499,020	\$ 486,594	\$ 459,780
<b>Plan net position - ending (b)</b>	<u>\$ 534,346</u>	<u>\$ 519,749</u>	<u>\$ 569,500</u>	<u>\$ 455,649</u>	<u>\$ 489,072</u>	<u>\$ 499,020</u>	<u>\$ 486,594</u>
<b>Net OPEB liability/ (assets) - ending (a) - (b)</b>	\$ (168,308)	\$ (155,246)	\$ (168,937)	\$ (77,449)	\$ 165,239	\$ 75,658	\$ 23,511
<b>Money -Weighted Rate of Return on Pension Plan Investments</b>	8.27%	-3.94%	26.63%	-1.09%	4.15%	7.83%	12.11%
<b>Plan Fiduciary Net Position as a percent of the Total OPEB Liability/ (Assets)</b>	145.98%	142.59%	142.17%	120.48%	74.75%	86.83%	95.39%
<b>Covered-employee Payroll</b>	\$ 142,629	\$ 143,643	\$ 154,720	\$ 168,208	\$ 174,957	\$ 177,713	\$ 179,887
<b>Net OPEB Liability/ (Assets) as a percent of covered payroll</b>	-118.00%	-108.08%	-109.19%	-46.04%	94.45%	42.57%	13.07%

\* For fiscal year 2023 only seven years of data is available. The chart will eventually present ten years.

**Cincinnati Retirement System**  
**SCHEDULE OF EMPLOYER CONTRIBUTIONS - OPEB**  
Required Supplementary Information 15  
(Amounts in thousands)

Fiscal year	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013*</u>
Actuarially determined employer contribution				\$ 5,651	\$ 4,442	\$ 1,262	\$ 6,188		\$ 1,404	\$ 7,363	\$ 5,697
Actual employer contributions:											
City of Cincinnati Financial Reporting Entity											
City of Cincinnati Operating Unit (MSD)											
Total Actual employer contributions											
Annual contribution deficiency/(excess)				\$ 5,651	\$ 4,442	\$ 1,262	\$ 6,188		\$ 1,404	\$ 7,363	\$ 5,697
Covered payroll **											
Covered-employee payroll ***	\$ 142,629	\$ 143,643	\$ 154,720	\$ 168,208	\$ 174,957	\$ 177,713	\$ 179,887	\$ 174,963	\$ 164,575	\$ 163,477	\$ 167,148
Actual contributions as a percentage of covered-employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

\* 2013 represents the short period covering January 1, 2013 to June 30, 2013 when the City changed reporting periods. 2012 and prior represent calendar year reporting periods.

\*\* In 2010, employer contributions were based upon Covered Payroll.

\*\*\* Beginning in 2011 there were no employer contributions. Since payroll was not a basis for employer contributions, covered employee payroll is presented for 2011 through 2019.

*Valuation date:* The actuarially determined contribution rates are calculated as of the December 31, eighteen months prior to the calendar year end in which contributions are reported.

*The following actuarial methods and assumptions were used to determine actuarial contribution rates:*

*Actuarial cost method:* Entry age normal

*Amortization method:* 30 year level dollar

*Discount rate:* 7.50%

*Salary increase:* Initial 7.5% dropping to 3.75% by the 21st year of service

*Asset Valuation method:* 5 year smoothed market

*Price inflation:* 3.25%

*Amortization growth rate:* 0.00%

*Mortality:* RP-2014 Healthy Dataset Mortality table set forward two years for males and females with fully generational projected mortality improvements using MP-2017

**Cincinnati Retirement System**  
**REQUIRED SUPPLEMENTARY INFORMATION 16**  
**Notes to the Required OPEB Information**

*Actuarial Assumptions:*

Actuarially determined contribution rates are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported.

Actuarial cost method	Entry age
Amortization method	Level dollar, open
Amortization period	Open 30 year period
Asset valuation method	5-year smoothed market
Inflation	CPI: 2.75% per year Medical CPI: 3.25% per year
Salary increases, including wage inflation	3.75% to 7.50%
Long-term investment rate of return, net of pension plan investment expense, including price inflation	7.50%, net of pension plan investment expense, and including wage inflation

	Initial health care cost trend rates:	Ultimate health care cost trend rates:	Year ultimate health care trend rates reached:
Pre Medicare	8.00%	4.00%	2036
Medicare-Non-Model	4.97%	4.00%	2036
Medicare-Model	4.84%	4.00%	2036

*Changes of Benefit Terms:*

In 2020, the City offered an early retirement incentive program which provided two additional years of service that would count toward benefits and eligibility. Eligible members were those projected to be eligible for normal retirement as of July 1, 2020 or have earned at least 28 years of service as of July 1, 2020.

In 2020, the City moved all Medicare Part A and Part B eligible, and Medicare Part B only eligible plan participants to a fully insured Medicare Advantage Plan offered by Anthem.

In 2017, the Plan changes included in Ordinance 336-2016 were adopted by the City Council on October 26, 2016. In addition to incorporating many of the changes mandated by the CSA, the Ordinance also:

- Excluded members hired after December 31, 2015 from eligibility to receive retiree health benefits.
- Established benefit and eligibility provisions for Group E and F members not covered under the CSA similar to employees who are covered under the CSA.
- Specified eligibility and postemployment contribution requirements for the retiree health benefits payable to members and beneficiaries entitled to deferred benefits.
- Modified eligibility and postemployment contribution requirements to retiree health benefits paid as the result of an in-service death.

In 2016, there were several changes in benefit provisions as a result of the Collaborative Settlement Agreement (CSA) between the City and various plaintiff groups representing certain active and retired members of CRS as approved by the Court on October 5, 2015 and generally effective January 1, 2016.

*Changes in Actuarial Assumptions and Methods:*

In 2021, healthcare costs and trends were updated to reflect the current marketplace and participation assumptions were updated for future retirees to better reflect observed and expected experience.

In 2019, healthcare costs and trends were updated to reflect the current marketplace.

In 2017, future contribution rates for retiree health benefit recipients are now based upon the projected retiree healthcare costs associated with each projection year's closed group of participants.

**City of Cincinnati, Ohio**  
**Budgetary Comparison Schedule**  
**Non GAAP**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in thousands)**

	<b>General Fund</b>			
	<b>Budgeted Amounts</b>		<b>Actual Amounts</b>	<b>Variance with Budget - Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>		
<b>General Fund</b>				
<b>REVENUES</b>				
Taxes	\$ 377,252	\$ 377,252	\$ 385,750	\$ 8,498
Licenses and Permits	24,030	24,205	24,976	771
Use of Money and Property	9,308	9,308	12,970	3,662
Intergovernmental Revenue	26,635	28,437	28,548	111
Charges for Services	32,775	32,788	33,638	850
Miscellaneous	90,344	90,905	1,750	(89,155)
Total Revenues	<u>560,344</u>	<u>562,895</u>	<u>487,632</u>	<u>(75,263)</u>
<b>EXPENDITURES</b>				
Current				
General Government	97,533	102,071	93,628	8,443
Community Development	4,698	5,358	5,319	39
Parks and Recreation	27,748	27,740	26,619	1,121
Public Safety	313,645	318,897	232,197	86,700
Transportation and Engineering	2,643	2,644	2,508	136
Public Services	16,606	16,215	15,802	413
Public Health				
Nondepartmental Employee Benefits	7,486	5,905	5,642	263
Capital Outlay	26	1		1
Total Expenditures	<u>470,385</u>	<u>478,831</u>	<u>381,715</u>	<u>97,116</u>
Excess (Deficiency) of Revenues over (under) Expenditures	89,959	84,064	105,917	21,853
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In		28,350	28,350	
Transfers (Out)	(89,962)	(166,464)	(166,464)	
Total Other Financing Sources (Uses)	<u>(89,962)</u>	<u>(138,114)</u>	<u>(138,114)</u>	
Change in Fund Balance	(3)	(54,050)	(32,197)	21,853
Cancellation of Prior Years Encumbrances			3,662	3,662
Fund balances - beginning	156,559	156,559	156,559	
Fund balances - ending	<u>\$ 156,556</u>	<u>\$ 102,509</u>	<u>\$ 128,024</u>	<u>\$ 25,515</u>

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

<b>Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other uses per the Budgetary Comparison Schedule</b>	\$ (32,197)
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at June 30, 2022	(23,822)
Accrued as receivables at June 30, 2023 but not recognized in budget	21,156
(Increases) decreases from encumbrances:	
Expenditures of amounts encumbered during prior years	(9,584)
Recognized as expenditures in the budget	12,181
(Increases) decreases from expenditures:	
Accrued as liabilities at June 30, 2022 recognized as expenditures (GAAP) but not in budget	7,569
Accrued as liabilities at June 30, 2023	<u>(11,612)</u>

**Net Change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balance (Page 42)** \$ (36,309)

See notes to required supplementary information.

**City of Cincinnati, Ohio**  
**Budgetary Comparison Schedule**  
**Non GAAP**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in thousands)**

Health District	Health District			Variance with Budget - Positive (Negative)
	Budgeted Amounts		Actual Amounts	
	Original	Final		
<b>REVENUES</b>				
Charges for Services	\$ 29,652	\$ 29,652	\$ 32,521	\$ 2,869
Federal Grants	11,830	11,830	12,581	751
State Grants	501	501	786	285
Grants and Subsidies	1,056	1,056	888	(168)
Intergovernmental Revenue	9,237	9,237	5,473	(3,764)
Licenses and Permits	1,478	1,478	1,704	226
Special Assessments	1	1	2	1
Miscellaneous			1,250	1,250
Total Revenues	53,755	53,755	55,205	1,450
<b>EXPENDITURES</b>				
Current				
General Government				
Finance				
Personal Services	478	478	478	
Contractual Services	10	10	10	
Materials and Supplies	2	2	2	
Other	51	51	51	
Total Finance	541	541	541	
Health				
Health				
Personal Services	49,731	48,951	45,229	3,722
Contractual Services	9,456	11,408	10,797	611
Materials and Supplies	4,744	3,491	3,058	433
Other	2,311	2,797	2,758	39
Nondepartmental Employee Benefits	801	801	725	76
Capital Outlay	3	3		3
Total Health	67,046	67,451	62,567	4,884
Total Expenditures	67,587	67,992	63,108	4,884
Excess (Deficiency) of Revenues over (under)	(13,832)	(14,237)	(7,903)	6,334
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	19,355	19,355	19,355	
Transfers (Out)				
Total Other Financing Sources (Uses)	19,355	19,355	19,355	
Change in Fund Balance	5,523	5,118	11,452	6,334
Cancellation of Prior Years Encumbrances			766	766
Fund balances - beginning	3,512	3,512	3,512	
Fund balances - ending	<u>\$ 9,035</u>	<u>\$ 8,630</u>	<u>\$ 15,730</u>	<u>\$ 7,100</u>

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

<b>Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other uses per the Budgetary Comparison Schedule</b>	\$ 11,452
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at June 30, 2022	(1,499)
Accrued as receivables at June 30, 2023 but not recognized in budget	2,413
(Increases) decreases from encumbrances:	
Expenditures of amounts encumbered during prior years	(621)
Recognized as expenditures in the budget	2,235
(Increases) decreases from expenditures:	
Accrued as liabilities at June 30, 2022 recognized as expenditures (GAAP) but not in budget	624
Accrued as liabilities at June 30, 2023	(1,142)
<b>Net Change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balance (Page 42)</b>	<u>\$ 13,462</u>

See notes to required supplementary information.

**City of Cincinnati, Ohio**  
 Budgetary Comparison Schedule  
 Non GAAP  
 For the fiscal year ended June 30, 2023  
 (Amounts in thousands)

	<b>Other Grants Fund</b>			
	<u>Final Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>Other Grants Fund</b>				
<b>REVENUES</b>				
Taxes	\$ 4,125	\$ 4,125	\$ 4,125	
Use of Money and Property	50	2,411	2,411	
Special Assessments	3,400	8,235	8,235	
Federal Grants	3,000	9,371	9,371	
Grants and Subsidies	1,412	1,412	1,412	
Charges for Current Services	365	186	186	
Miscellaneous	811	811	811	
Total Revenues	<u>13,163</u>	<u>28,951</u>	<u>28,951</u>	
<b>EXPENDITURES</b>				
Current				
General Government	102,541	102,541	103,190	649
Community Development	4,409	4,409	5,065	656
Fire	75	75	75	
Parks	2,612	2,612	2,612	
Police	561	561	561	
Public Health	868	868	868	
Public Services	1,838	1,838	1,838	
Recreation	142	142	142	
Transportation and Engineering	1,290	1,290	1,290	
Nondepartmental Employee Benefits	136	136	136	
Capital Outlay	3,147	3,147	3,147	
Total Expenditures	<u>117,619</u>	<u>117,619</u>	<u>118,923</u>	<u>1,304</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(104,456)	(88,668)	(89,972)	1,304
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	812	812	812	
Transfers Out	(3,632)	(3,632)	(3,632)	
Total Other Financing Sources (Uses)	<u>(2,820)</u>	<u>(2,820)</u>	<u>(2,820)</u>	
Net Change in Fund Balance	(107,276)	(91,488)	(92,792)	(1,304)
Fund Balance - July 1	<u>176,847</u>	<u>176,847</u>	<u>176,847</u>	
Fund Balance - June 30	<u>\$ 69,571</u>	<u>\$ 85,359</u>	<u>\$ 84,055</u>	<u>\$ (1,304)</u>

Adjustments necessary to convert the results of operations at end of year on the budget basis to the modified accrual basis (GAAP) are as follows:

Excess (Deficiency) of revenues and other financing sources over (under) expenditures and other uses per the Budgetary Comparison Schedule	\$ (92,792)
(Increases) decreases from revenues:	
Received in cash during year but already accrued as receivables (GAAP) at June 30, 2022	2,081
Accrued as receivables at June 30, 2023 but not recognized in budget	(187)
(Increases) decreases from encumbrances:	
Expenditures of amounts encumbered during prior years	(37)
Recognized as expenditures in the budget	0
(Increases) decreases from expenditures:	
Accrued as liabilities at June 30, 2022 recognized as expenditures (GAAP) but not in budget	1,562
Accrued as liabilities at June 30, 2023	<u>(5,028)</u>
Net Change in fund balance per the Statement of Revenues, Expenditures, and Changes in Fund Balance (Page 42)	<u>\$ (94,401)</u>

See notes to required supplementary information.

**City Of Cincinnati, Ohio**  
Note to the Required Supplementary Information  
June 30, 2023

**Note A- Budgetary Data**

An annual operating budget is legally adopted each fiscal year for the General Fund, Health District Fund, Debt Service Fund, Capital Projects Fund and the following Special Revenue Funds: Street Construction Maintenance and Repair, Income Tax Infrastructure, Income Tax Transit, Motor Vehicle License, Special Recreation, Special Parks, and Streetcar Operations. The budgetary data reports included within this report are prepared on a cash basis of accounting, with the exception of certain accrued personal service and employee benefit costs. Encumbrances, which do not lapse at year-end, are included as expenditures in the current year budget (Non-GAAP). The budgetary process begins at least six months prior to the fiscal year for which the budget is to be adopted, with the City certifying the proposed budget to the County Auditor by January 20. By July 1, City Council may adopt annual or temporary appropriation measures using, in part, the official certificate of estimated resources approved by the County Budget Commission and tax rates certified by the County Auditor. By October 1, City Council must adopt annual appropriation ordinances. Only unencumbered appropriations lapse at end of the fiscal period.

There are several other special revenue and permanent appropriated funds whose revenues are mostly grants which are appropriated monthly as revenues are receipted. The other special revenue funds include: Tax Increment Financing Funds, Recreation, Parks, Safety, Cincinnati Blue Ash Airport, Community Development, Department of Labor Grants, and Other. The permanent funds include: Groesbeck Endowment, Schmidlapp Park Music, W. M. Ampt Music Endowment, Crosley Field Trust, Kroger Trust, Yeatman's Cove Park Trust, and Park Board Fund. The budgets for these funds in the reports included herein are equivalent to the funds' expenditures at year-end. Outstanding encumbrances are re-appropriated in the next period's budget. The budgeted revenue is the amount of resources available for expenditures within the period.

The levels of appropriation control for each budgeted expenditure classification that may not be exceeded are: personal services, non-personal services, capital outlay, and debt service. Any revisions that alter the budgeted expenditure classification of any division within a City department must be approved by City Council. During the period, several supplementary appropriations were necessary.

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## **SUPPLEMENTARY INFORMATION**

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CITY OF CINCINNATI, OHIO

**MAJOR GOVERNMENTAL FUNDS**

General Fund – is the general operating fund for the City. It is used to account for resources traditionally associated with governments which are not required to be accounted for in another fund.

Health District Fund – is used to account for the resources restricted or committed for programs and services administered by the Health District.

Capital Projects Fund – is used primarily to account for resources restricted to construct or acquire governmental fund capital assets. Such resources are derived principally from proceeds of general obligation debt, Federal and State grants, and City income tax.

Debt Service Fund – is used for the resources accumulated and payments made for principal and interest on general obligation debt and capital lease payments of the governmental funds.

Tax Increment Financing Fund – is used to account for service payments in lieu of property taxes and for capital and debt service expenditures from Tax Increment Financing Districts and Projects.

Other Grants Fund – is used to account for Federal and State funds, private contributions, user fees, and expenditures for specific purposes not otherwise designated.

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**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

<b>General Fund</b>	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues</b>				
<b>Taxes</b>				
Real Property	\$ 26,578	\$ 26,578	\$ 26,643	\$ 65
City Income Tax	343,040	343,040	348,529	5,489
Short Term Rental Excise Tax	1,100	1,100	1,672	572
Admissions and Other	6,534	6,534	8,906	2,372
Total Taxes	<u>377,252</u>	<u>377,252</u>	<u>385,750</u>	<u>8,498</u>
<b>Licenses and Permits</b>				
Street Use	5,890	6,065	5,817	(248)
Police and Protective	218	218	119	(99)
Beer and Liquor	675	675	1,060	385
Business and Merchandising	5,966	5,966	6,765	799
Amusements	65	65	49	(16)
Professional and Occupational	222	222	194	(28)
Buildings, Structures and Equipment	10,994	10,994	10,971	(23)
Total Licenses and Permits	<u>24,030</u>	<u>24,205</u>	<u>24,976</u>	<u>771</u>
<b>Use of Money and Property</b>				
Fines, Forfeits and Penalties	5,162	5,162	4,183	(979)
Income from Treasury Investments	4,000	4,000	8,745	4,745
Rents	146	146	42	(104)
Total Use of Money and Property	<u>9,308</u>	<u>9,308</u>	<u>12,970</u>	<u>3,662</u>
<b>Intergovernmental Revenue</b>				
<b>Proportionately Shared State Taxes</b>				
<b>Local Government Fund - Sales, Franchise, State</b>				
Income Tax	14,725	16,525	15,954	(571)
Casino Tax-County Share	6,000	6,000	6,046	46
Casino Tax-Host City	3,500	3,500	4,223	723
State Grant		2		(2)
State Income Tax - Real Property Tax Reduction	2,410	2,410	2,325	(85)
Total Intergovernmental Revenue	<u>26,635</u>	<u>28,437</u>	<u>28,548</u>	<u>111</u>
<b>Charges for Services</b>				
General Government	13,677	13,677	13,095	(582)
<b>City Planning</b>				
Other Inspection Certificates	3,406	3,408	3,527	119
Elevator Certificates	1,361	1,362	1,018	(344)
<b>Public Safety</b>				
Police and Communication Charges	339	339	392	53
Motor Vehicle Response	644	644	1,140	496
Impounded Vehicle Fees	573	573	717	144
Protective Inspection Fees	175	175	225	50
Protective Service - Burglary Alarm	218	218	114	(104)
Emergency Transportation Service	9,000	9,000	9,926	926
Other Public Safety Charges	1,143	1,143	1,370	227
Parking Facilities	1,500	1,500	1,500	
<b>Public Services</b>				
Recycling Incentive Fee	325	325		(325)
Other Public Services Charges	414	414	505	91
Total Charges for Current Services	<u>32,775</u>	<u>32,788</u>	<u>33,638</u>	<u>850</u>
<b>Miscellaneous</b>				
	<u>90,344</u>	<u>90,905</u>	<u>1,750</u>	<u>(89,155)</u>
Total Revenues	<u>560,344</u>	<u>562,895</u>	<u>487,632</u>	<u>(75,263)</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the year ended June 30, 2023  
(Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>General Fund</b>				
(Continued)				
Expenditures				
City Council				
Personal Services	\$ 2,235	\$ 2,186	\$ 2,073	\$ 113
Non Personal Services	45	22	16	6
Total City Council	<u>2,280</u>	<u>2,208</u>	<u>2,089</u>	<u>119</u>
Office of the Mayor				
Personal Services	897	897	848	49
Non Personal Services	17	17	16	1
Total Office of the Mayor	<u>914</u>	<u>914</u>	<u>864</u>	<u>50</u>
Office of the Clerk of Council				
Personal Services	610	610	517	93
Non Personal Services	146	146	102	44
Total Office of the Clerk of Council	<u>756</u>	<u>756</u>	<u>619</u>	<u>137</u>
Department of Enterprise Technology Solutions				
Personal Services	5,975	5,975	5,975	
Non Personal Services	1,022	1,022	729	293
Total Department of Enterprise Technology Services	<u>6,997</u>	<u>6,997</u>	<u>6,704</u>	<u>293</u>
Department of the City Manager				
Office of the City Manager				
Personal Services	3,523	5,508	4,669	839
Non Personal Services	14,113	13,226	12,989	237
Total Office of the City Manager	<u>17,636</u>	<u>18,734</u>	<u>17,658</u>	<u>1,076</u>
Division of Budget and Evaluation				
Personal Services	897	897	867	30
Non Personal Services	76	46	15	31
Total Division of Budget and Evaluation	<u>973</u>	<u>943</u>	<u>882</u>	<u>61</u>
Division of Emergency Communications				
Personal Services	14,180	13,855	12,183	1,672
Non Personal Services	205	375	289	86
Total Division of Emergency Communications	<u>14,385</u>	<u>14,230</u>	<u>12,472</u>	<u>1,758</u>
Office of Environment and Sustainability				
Personal Services	823	758	749	9
Non Personal Services	1,982	2,069	2,067	2
Total Office of Environment and Sustainability	<u>2,805</u>	<u>2,827</u>	<u>2,816</u>	<u>11</u>
Division of Purchasing				
Personal Services	1,228	1,228	667	561
Non Personal Services	198	198	198	
Total Division of Purchasing	<u>1,426</u>	<u>1,426</u>	<u>865</u>	<u>561</u>
Division of Performance and Data Analytics				
Personal Services	1,397	1,497	1,307	190
Non Personal Services	153	270	226	44
Total Division of Performance and Data Analytics	<u>1,550</u>	<u>1,767</u>	<u>1,533</u>	<u>234</u>
Internal Audit				
Personal Services	465	465	458	7
Non Personal Services	15	15	10	5
Total Internal Audit	<u>480</u>	<u>480</u>	<u>468</u>	<u>12</u>
Total Department of the City Manager	<u>39,255</u>	<u>40,407</u>	<u>36,694</u>	<u>3,713</u>
Citizen's Complaint Authority				
Personal Services	1,255	1,295	1,232	63
Non Personal Services	41	61	55	6
Total Citizen's Complaint Authority	<u>1,296</u>	<u>1,356</u>	<u>1,287</u>	<u>69</u>
Department of Economic Inclusion				
Personal Services	1,010	1,211	1,211	
Non Personal Services	156	260	247	13
Total Department of Economic Inclusion	<u>1,166</u>	<u>1,471</u>	<u>1,458</u>	<u>13</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the year ended June 30, 2023  
(Amounts in Thousands)

<b>General Fund</b> (Continued)	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
Expenditures				
Department of Law				
Civil Division				
Personal Services	\$ 5,126	\$ 5,126	\$ 5,109	\$ 17
Non Personal Services	644	674	665	9
Total Civil Division	<u>5,770</u>	<u>5,800</u>	<u>5,774</u>	<u>26</u>
Office of Administrative Hearings and Prosecution				
Personal Services	3,480	3,480	3,344	136
Non Personal Services	146	146	136	10
Total Office of Administrative Hearings and Prosecution	<u>3,626</u>	<u>3,626</u>	<u>3,480</u>	<u>146</u>
Total Department of Law	<u>9,396</u>	<u>9,426</u>	<u>9,254</u>	<u>172</u>
Department of Human Resources				
Personal Services	2,451	2,660	2,660	
Non Personal Services	618	557	523	34
Total Department of Human Resources	<u>3,069</u>	<u>3,217</u>	<u>3,183</u>	<u>34</u>
Department of Finance				
Office of the Director				
Personal Services	365	352	349	3
Non Personal Services	21	15	13	2
Total Office of the Director	<u>386</u>	<u>367</u>	<u>362</u>	<u>5</u>
Division of Accounts and Audits				
Personal Services	1,522	1,466	1,309	157
Non Personal Services	137	119	104	15
Total Division of Accounts and Audits	<u>1,659</u>	<u>1,585</u>	<u>1,413</u>	<u>172</u>
Division of Treasury				
Personal Services	999	954	799	155
Non Personal Services	360	206	94	112
Total Division of Treasury	<u>1,359</u>	<u>1,160</u>	<u>893</u>	<u>267</u>
Division of Risk Management				
Non Personal Services	389	414	411	3
Total Division of Risk Management	<u>389</u>	<u>414</u>	<u>411</u>	<u>3</u>
Division of Income Tax				
Personal Services	3,186	3,186	2,997	189
Non Personal Services	375	374	272	102
Total Division of Income Tax	<u>3,561</u>	<u>3,560</u>	<u>3,269</u>	<u>291</u>
Total Department of Finance	<u>7,354</u>	<u>7,086</u>	<u>6,348</u>	<u>738</u>
Department of Community and Economic Development				
Director's Office and Administration				
Personal Services	665	665	665	
Non Personal Services	1,599	1,699	1,695	4
Total Director's Office and Administration	<u>2,264</u>	<u>2,364</u>	<u>2,360</u>	<u>4</u>
Housing Division				
Personal Services	136	136	122	14
Non Personal Services	651	751	750	1
Total Housing Division	<u>787</u>	<u>887</u>	<u>872</u>	<u>15</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the year ended June 30, 2023  
(Amounts in Thousands)

<b>General Fund</b>	<b>Original</b>	<b>Final</b>	<b>Actual</b>	<b>Variance with Final</b>
(Continued)	<b>Budget</b>	<b>Budget</b>	<b>Budget</b>	<b>Budget Positive</b>
Expenditures				<b>(Negative)</b>
Department of Community and Economic Development (Continued)				
Economic Development and Major/Special Projects Divisions				
Personal Services	\$ 1,054	\$ 914	\$ 903	\$ 11
Non Personal Services	593	1,193	1,184	9
Total Economic Development and Major/Special Projects Divisions	<u>1,647</u>	<u>2,107</u>	<u>2,087</u>	<u>20</u>
Total Department of Community and Economic Development	4,698	5,358	5,319	39
Department of City Planning				
Personal Services	1,323	1,226	1,084	142
Non Personal Services	81	96	88	8
Total Department of City Planning	<u>1,404</u>	<u>1,322</u>	<u>1,172</u>	<u>150</u>
Department of Public Recreation				
West Region Division				
Personal Services	2,741	2,522	2,522	
Non Personal Services	458	676	503	173
Total West Region Division	<u>3,199</u>	<u>3,198</u>	<u>3,025</u>	<u>173</u>
East Region Division				
Personal Services	2,118	1,985	1,985	
Non Personal Services	378	511	385	126
Total East Region Division	<u>2,496</u>	<u>2,496</u>	<u>2,370</u>	<u>126</u>
Central Region Division				
Personal Services	2,664	2,550	2,467	83
Non Personal Services	397	511	438	73
Total Central Region Division	<u>3,061</u>	<u>3,061</u>	<u>2,905</u>	<u>156</u>
Maintenance Division				
Personal Services	2,510	2,471	2,265	206
Non Personal Services	1,046	1,087	1,086	1
Total Maintenance Division	<u>3,556</u>	<u>3,558</u>	<u>3,351</u>	<u>207</u>
Division of Athletics				
Personal Services	2,872	2,754	2,366	388
Non Personal Services	381	447	408	39
Total Division of Athletics	<u>3,253</u>	<u>3,201</u>	<u>2,774</u>	<u>427</u>
Division of Support Services				
Personal Services	2,404	2,465	2,465	
Non Personal Services	154	197	189	8
Capital Outlay	26	1		1
Total Division of Support Services	<u>2,584</u>	<u>2,663</u>	<u>2,654</u>	<u>9</u>
Total Department of Public Recreation	18,149	18,177	17,079	1,098
Department of Parks				
Office of the Director				
Personal Services	543	543	539	4
Total Office of the Director	<u>543</u>	<u>543</u>	<u>539</u>	<u>4</u>
Division of Operations and Facility Management				
Personal Services	3,974	3,974	3,974	
Non Personal Services	3,088	3,026	3,017	9
Capital Outlay				
Total Division of Operations and Facility Management	<u>7,062</u>	<u>7,000</u>	<u>6,991</u>	<u>9</u>
Division of Administration and Program Services				
Personal Services	1,843	1,844	1,844	
Non Personal Services	177	177	166	11
Total Division of Administration and Program Services	<u>2,020</u>	<u>2,021</u>	<u>2,010</u>	<u>11</u>
Total Department of Parks	9,625	9,564	9,540	24

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the year ended June 30, 2023  
(Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>General Fund</b>				
(Continued)				
Expenditures				
Department of Building and Inspections				
Building Division				
Personal Services	\$ 8,970	\$ 8,970	\$ 8,641	\$ 329
Non Personal Services	2,076	2,151	987	1,164
Total Building Division	<u>11,046</u>	<u>11,121</u>	<u>9,628</u>	<u>1,493</u>
Division of Building Inspections, Licenses and Permits				
Personal Services	431	426	293	133
Non Personal Services	17	20	18	2
Total Division of Building Inspections, Licenses and Permits	<u>448</u>	<u>446</u>	<u>311</u>	<u>135</u>
Total Department of Buildings and Inspections	<u>11,494</u>	<u>11,567</u>	<u>9,939</u>	<u>1,628</u>
Department of Police				
Patrol Bureau				
Personal Services	105,769	106,084	105,278	806
Non Personal Services	6,395	6,395	6,332	63
Total Patrol Bureau	<u>112,164</u>	<u>112,479</u>	<u>111,610</u>	<u>869</u>
Investigations Bureau				
Personal Services	18,388	19,688	19,398	290
Non Personal Services	2,330	2,330	1,850	480
Total Investigations Bureau	<u>20,718</u>	<u>22,018</u>	<u>21,248</u>	<u>770</u>
Support Bureau				
Personal Services	13,682	15,383	15,237	146
Non Personal Services	3,907	4,107	3,807	300
Total Support Bureau	<u>17,589</u>	<u>19,490</u>	<u>19,044</u>	<u>446</u>
Administration Bureau				
Personal Services	14,064	11,614	10,872	742
Non Personal Services	4,575	5,489	4,366	1,123
Total Administration Bureau	<u>18,639</u>	<u>17,103</u>	<u>15,238</u>	<u>1,865</u>
Total Department of Police	<u>169,110</u>	<u>171,090</u>	<u>167,140</u>	<u>3,950</u>
Department of Fire				
Division of Response				
Personal Services	118,114	124,018	42,218	81,800
Non Personal Services	10,454	10,912	10,910	2
Total Division of Response	<u>128,568</u>	<u>134,930</u>	<u>53,128</u>	<u>81,802</u>
Division of Support Services				
Personal Services	14,908	11,793	10,971	822
Non Personal Services	1,059	1,084	958	126
Total Division of Support Services	<u>15,967</u>	<u>12,877</u>	<u>11,929</u>	<u>948</u>
Total Department of Fire	<u>144,535</u>	<u>147,807</u>	<u>65,057</u>	<u>82,750</u>
Department of Transportation and Engineering				
Office of the Director				
Personal Services	443	473	471	2
Non Personal Services	68	89	79	10
Total Office of the Director	<u>511</u>	<u>562</u>	<u>550</u>	<u>12</u>
Division of Transportation Planning				
Personal Services	20	20	18	2
Non Personal Services	48	48	46	2
Total Division of Transportation Planning	<u>68</u>	<u>68</u>	<u>64</u>	<u>4</u>
Division of Engineering				
Personal Services	131	81	11	70
Non Personal Services	4	4	3	1
Total Division of Engineering	<u>135</u>	<u>85</u>	<u>14</u>	<u>71</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the year ended June 30, 2023  
(Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>General Fund</b>				
(Continued)				
Expenditures				
Department of Transportation and Engineering (Continued)				
Division of Traffic Engineering				
Non Personal Services	1,929	1,929	1,880	\$ 49
Total Division of Traffic Engineering	<u>1,929</u>	<u>1,929</u>	<u>1,880</u>	<u>49</u>
Total Department of Transportation and Engineering	<u>2,643</u>	<u>2,644</u>	<u>2,508</u>	<u>136</u>
Department of Public Services				
Office of the Director				
Personal Services	1,040	880	866	14
Non Personal Services	99	99	82	17
Total Office of the Director	<u>1,139</u>	<u>979</u>	<u>948</u>	<u>31</u>
Neighborhood Operations Division				
Personal Services	7,194	6,633	6,283	350
Non Personal Services	5,240	5,438	5,419	19
Total Neighborhood Operations Division	<u>12,434</u>	<u>12,071</u>	<u>11,702</u>	<u>369</u>
Division of City Facility Management				
Personal Services	101	101	92	9
Non Personal Services	2,750	2,882	2,880	2
Total City Facility Management	<u>2,851</u>	<u>2,983</u>	<u>2,972</u>	<u>11</u>
Division of Fleet Services				
Personal Services	181	181	179	2
Non Personal Services	1	1	1	
Total Fleet Services	<u>182</u>	<u>182</u>	<u>180</u>	<u>2</u>
Total Department of Public Services	<u>16,606</u>	<u>16,215</u>	<u>15,802</u>	<u>413</u>
Nondepartmental Accounts				
Pension				
Contributions to City Pension System	977	977	977	
Public Employee Assistance	377	377	315	62
Workers' Compensation Insurance	4,449	3,434	3,431	3
Police Officers and Firefighters' Insurance	316	316	205	111
State Unemployment Compensation	387	387	321	66
Lump Sum Payments	880	314	296	18
Tuition Reimbursement	100	100	97	3
Professional Services and Legal Fees				
Judgments Against the City	900	4,181	4,099	82
Audit and Examiners' Fees	450	450	387	63
Hamilton County Fees and Estate Tax Adjustment	500	500	443	57
General Fund Overhead	88	88	88	
Election Expense	96	96	81	15
Miscellaneous Accounts				
Enterprise Software and Licenses	8,727	8,738	7,859	879
Memberships and Lobbyists	267	267	187	80
Manager's Office Obligations	181	181	171	10
Downtown Special Improvement District	112	112	2	110
Greater Cincinnati Redevelopment Authority	700	700	700	
Property Investment Reimbursement Agreements	31	31		31
Reserve for Contingencies	100			
Total Nondepartmental Accounts	<u>19,638</u>	<u>21,249</u>	<u>19,659</u>	<u>1,590</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the year ended June 30, 2023  
(Amounts in Thousands)

<b>General Fund</b> (Continued)	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Total Expenditures	470,385	478,831	381,715	97,116
Excess of revenues over expenditures	89,959	84,064	105,917	21,853
Other Financing Sources (Uses)				
Transfers In		28,350	28,350	
Transfers (Out)	(89,962)	(166,464)	(166,464)	
Total Other Financing Sources (Uses)	(89,962)	(138,114)	(138,114)	
Net Change in Fund Balance	(3)	(54,050)	(32,197)	21,853
Cancellation of Prior Years Encumbrances			3,662	3,662
Fund balances - beginning	156,559	156,559	156,559	
Fund balances - ending	<u>\$ 156,556</u>	<u>\$ 102,509</u>	<u>\$ 128,024</u>	<u>\$ 25,515</u>

**City of Cincinnati, Ohio**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

GENERAL FUND

Revenues

Taxes

Property Taxes	\$ 26,648
City Income Tax	346,901
Other Taxes	10,578
Total Taxes	<u>384,127</u>

Licenses and Permits

Street Use	5,925
Police and Protective	119
Beer and Liquor	1,060
Business and Merchandising	6,765
Amusements	49
Professional and Occupational	118
Buildings, Structures and Equipment	11,073
Total Licenses and Permits	<u>25,110</u>

Use of Money and Property

Fines, Forfeits and Penalties	4,013
Income from Treasury Investments	5,380
Rents	(69)
Total Use of Money and Property	<u>9,324</u>

Intergovernmental Revenue

Proportionately shared State Taxes	
Local Government Fund - Sales, Franchise, State	
Income Tax	16,016
State Income Tax - Real Property Tax Reduction	2,325
Estate Tax	
Casino Tax - County Share	5,976
Casino Tax - Host City Share	4,124
Payments from Other Governmental Units	178
Revenues from Private Sources	166
Total Intergovernmental Revenue	<u>28,785</u>

(Continued)

**City of Cincinnati, Ohio**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

GENERAL FUND  
(Continued)

Charges for Services		
General Government	\$	10,571
Planning and Buildings		
Other Inspection Certificates		3,555
Elevator Certificates		960
Public Safety		
Police and Communication Charges		407
Impounded Vehicle Fees		1,880
Protective Inspection Fees		222
Protective Service - Burglary Alarm		110
Emergency Transportation Service		9,964
Other Public Safety Charges		1,413
Public Services		400
Parking Facilities		6,571
Public Health		
Vital Statistics		
Total Charges for Current Services		36,053
Miscellaneous		1,502
Total Revenues		484,901
Expenditures		
City Council		2,116
Office of the Clerk of Council		634
Office of the Mayor		886
Department of the City Manager		
Office of the City Manager		17,125
Office of Procurement		886
Division of Budget and Evaluation		871
Office of Environment and Sustainability		2,877
Retirement		(6)
Division of Performance and Data Analytics		1,543
Emergency Communications Center		12,831
Division of Internal Audit		473
Total Department of City Manager		36,600
Citizen's Complaint and Internal Audit		1,325

(Continued)

**City of Cincinnati, Ohio**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the fiscal year ended June 30, 2023**  
(Amounts in Thousands)

GENERAL FUND

(Continued)

Expenditures

Department of Economic Inclusion	\$ 1,496
Department of Law	9,984
Department of Human Resources	3,288
Department of Finance	
Office of the Director	381
Division of Accounts and Audits	1,430
Division of Treasury	924
Division of Risk Management	405
Division of Income Tax	3,418
Total Department of Finance	6,558
Department of City Planning and Buildings	
Office of the Director	1,177
Total Department of City Planning and Buildings	1,177
Department of Community Development	
Office of the Director	2,162
Division of Housing Development	847
Division of Community Development	1,755
Total Department of Community Development	4,764
Department of Public Recreation	
Division of Community Activities - West Region Division	3,008
Division of Community Activities - East Region Division	2,376
Division of Community Activities - Central Region Division	2,984
Division of Community Activities - Maintenance Division	3,540
Division of Athletics	3,179
Division of Administration	2,889
Total Department of Public Recreation	17,976
Department of Parks Administration and Program Services	
Office of the Director	609
Division of Operations and Facility Management	7,499
Division of Planning, Design and Development	2,076
Total Department of Parks Administration and Program Services	10,184

(Continued)

**City of Cincinnati, Ohio**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

GENERAL FUND  
(Continued)  
Expenditures

Department of Buildings and Inspections	
Division of Buildings	\$ 9,693
Division of Building Inspections, Licenses and Permits	<u>18</u>
Total Department of Buildings and Inspections	9,711
Department of Police	
Division of Police	<u>168,933</u>
Total Department of Police	168,933
Department of Fire	63,844
Department of Transportation and Engineering	
Office of the Director	632
Division of Engineering	7
Division of Transportation Planning	81
Division of Traffic Engineering	<u>1,901</u>
Total Department of Transportation and Engineering	2,621
Department of Parking	4,434
Department of Public Services	
Office of the Director	1,009
Division of Traffic and Road Operations	(229)
Division of Neighborhood Operations	11,507
Division of City Facility Management	2,789
Division of Fleet Services	<u>184</u>
Total Department of Public Services	15,260
Department of Enterprise Technology Solutions	7,032

(Continued)

**City of Cincinnati, Ohio**  
**Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the fiscal year ended June 30, 2023**  
(Amounts in Thousands)

GENERAL FUND  
(Continued)  
Expenditures

Nondepartmental Accounts	
Judgments Against the City	\$ 4,016
Enterprise Software Licenses	8,426
County Fees	453
Election Expense	81
Mayor's Office Obligations	
Cincinnati Manager's Office Obligations	132
Professional Memberships and Publications	178
Audit Fees	410
Port Authority of Greater Cincinnati	700
Property Investment Reimbursement Agreements	
Interest and Fiscal Charges	
Total Nondepartmental Accounts	14,398
Total Expenditures	383,221
Excess of revenues over expenditures	101,680
Other Financing Sources(Uses)	
Transfers In	29,776
Transfers (Out)	(167,765)
Total Other Financing Sources (Uses)	(137,989)
Net Change in Fund Balance	(36,309)
Fund balances, July 1	222,107
Fund balances, June 30	\$ 185,798

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Health District Fund</b>				
<b>REVENUES</b>				
Charges for Current Services	\$ 29,652	\$ 29,652	\$ 32,521	\$ 2,869
Licenses and Permits	1,478	1,478	1,704	226
Special Assessments	1	1	2	1
Intergovernmental Revenue	9,237	9,237	5,473	(3,764)
Federal Grants	11,830	11,830	12,581	751
State Grants	501	501	786	285
Grants and Subsidies	1,056	1,056	888	(168)
Miscellaneous			1,250	1,250
Total Revenues	<u>53,755</u>	<u>53,755</u>	<u>55,205</u>	<u>1,450</u>
<b>EXPENDITURES</b>				
Department of Finance				
Division of Risk Management				
Personal Services	478	478	478	
Non-Personal Services	63	63	63	
Total for Division of Risk Management	<u>541</u>	<u>541</u>	<u>541</u>	
Department of Public Health				
Office of the Commissioner				
Personal Services	2,847	2,742	2,145	597
Non-Personal Services	1,025	1,530	1,389	141
Capital Outlay	3	3		3
Total Office of the Commissioner	<u>3,875</u>	<u>4,275</u>	<u>3,534</u>	<u>741</u>
Division of Health Technical Resources				
Personal Services	2,441	2,241	1,920	321
Non-Personal Services	480	679	621	58
Total Division of Health Technical Resources	<u>2,921</u>	<u>2,920</u>	<u>2,541</u>	<u>379</u>
Division of Community Health				
Personal Services	6,452	6,732	6,430	302
Non-Personal Services	958	1,158	1,117	41
Total Division of Community Health	<u>7,410</u>	<u>7,890</u>	<u>7,547</u>	<u>343</u>
Division of Primary Health Care - Programs				
Personal Services	5,877	5,804	5,330	474
Non-Personal Services	1,307	1,502	1,403	99
Total Division of Primary Health Care - Programs	<u>7,184</u>	<u>7,306</u>	<u>6,733</u>	<u>573</u>
Division of Primary Health Care - Centers				
Personal Services	19,472	18,710	17,163	1,547
Non-Personal Services	9,111	9,261	8,858	403
Total Division of Primary Health Care - Centers	<u>28,583</u>	<u>27,971</u>	<u>26,021</u>	<u>1,950</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Health District Fund</b>				
<b>EXPENDITURES (Continued)</b>				
Department of Public Health (Continued)				
Division of School & Adolescent Health				
Personal Services	12,642	12,722	12,241	481
Non-Personal Services	2,279	2,215	2,124	91
Total Division of School & Adolescent Health	<u>14,921</u>	<u>14,937</u>	<u>14,365</u>	<u>572</u>
Total Department of Public Health	<u>64,894</u>	<u>65,299</u>	<u>60,741</u>	<u>4,558</u>
Nondepartmental Accounts				
Contributions to City Pension	208	208	208	
Public Employee Assistance	28	28	24	4
Workers' Compensation Insurance	565	565	493	72
Audit & Examiner Fees	13	13	4	9
General Fund Overhead Charge	1,338	1,338	1,097	241
Total Nondepartmental Accounts	<u>2,152</u>	<u>2,152</u>	<u>1,826</u>	<u>326</u>
Total Expenditures	<u>67,587</u>	<u>67,992</u>	<u>63,108</u>	<u>4,884</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(13,832)	(14,237)	(7,903)	6,334
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	19,355	19,355	19,355	
Total Other Financing Sources (Uses)	<u>19,355</u>	<u>19,355</u>	<u>19,355</u>	
Net Change in Fund Balance	5,523	5,118	11,452	6,334
Cancellation of Prior Year Encumbrances			766	766
Fund Balance - July 1	<u>3,512</u>	<u>3,512</u>	<u>3,512</u>	
Fund Balance - June 30	<u>\$ 9,035</u>	<u>\$ 8,630</u>	<u>\$ 15,730</u>	<u>\$ 7,100</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

<b>Capital Project Funds</b>	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues</b>			
Taxes	\$ 33,729	\$ 33,729	\$
Use of Money and Property	630	630	
Special Assessments	375	309	(66)
Intergovernmental Revenue	1,539	1,539	
Federal Grants	10,280	10,280	
State Grants	4,949	4,949	
Grants and Subsidies	507	507	
Miscellaneous	<u>2,869</u>	<u>2,869</u>	
Total Revenues	54,878	54,812	(66)
<b>Capital Outlay Expenditures</b>			
Enterprise Technology Services	4,406	4,406	
Department of the City Manager			
Office of the City Manager	1,093	1,093	
Budget and Evaluation	380	380	
Division of Emergency Communications	169	169	
Office of Environment and Sustainability	187	187	
Division of Economic Development			
Division of Performance and Data Analytics	<u>26</u>	<u>26</u>	
Total Department of the City Manager	1,855	1,855	
Department Community and Economic Development			
Office of the Director	13	13	
Housing Division	15,159	15,159	
Economic Development and Major/Special Projects Divisions	<u>15,570</u>	<u>15,570</u>	
Total Department of Community and Economic Development	30,742	30,742	
Department of Law	50	50	
Department of City Planning			
Citizens Complaint Authority	8	8	
Department of Public Recreation			
Division of Golf	1,581	1,581	
Division of Support Services	<u>5,753</u>	<u>5,753</u>	
Total Department of Public Recreation	7,334	7,334	
Department of Parks			
Division of Operations and Facility Management			
Division of Administration and Program Services	<u>6,353</u>	<u>6,353</u>	
Total Department of Parks	6,353	6,353	
Department of Police			
Division of Police	578	578	
Investigation Bureau	50	50	
Administrative Bureau	<u>40</u>	<u>40</u>	
Total Department of Police	668	668	
Department of Fire	801	801	
Department of Building and Inspections			
Building Division	29	29	
Division of Building Inspections, Licenses and Permits	<u>259</u>	<u>259</u>	
Total Department of Building and Inspections	288	288	
Department of Transportation and Engineering			
Office of the Director			
Division of Transportation Planning	7,635	7,635	
Division of Engineering	43,145	43,145	
Division of Aviation	202	202	
Streetcar Operations	573	573	
Division of Traffic Engineering	<u>2,634</u>	<u>2,634</u>	
Total Department of Transportation and Engineering	54,189	54,189	

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Capital Project Funds</b>			
(Continued)			
<b>Capital Outlay Expenditures</b>			
Department of Enterprise Services			
Division of Convention Center	\$ 443	\$ 443	\$
Division of Parking Facilities	568	568	_____
Total Department of Enterprise Services	1,011	1,011	_____
Department of Public Services			
Office of the Director			
Division of Traffic and Road Operations	273	273	
Neighborhood Operations Division	278	278	
Division of City Facility Management	12,992	12,992	
Division of Fleet Services	31	31	
Total Department of Public Services	13,574	13,574	_____
Department of Public Health			
Office of the Commissioner	301	301	
Division of Community Health Services			
Total Department of Public Health	301	301	_____
Department of Stormwater Management			
Office of the Director	2,353	2,353	
Total Department of Stormwater Management	2,353	2,353	_____
Motorized Equipment	9,639	9,639	_____
Total Capital Outlay Expenditures	133,572	133,572	_____
<b>Other Expenditures</b>			
Department of Finance			
Division of Accounts and Audits			
Non Personal Services	744	744	
Capital Outlay	250	250	
Debt Service	16,986	16,986	
Total Department of Finance	17,980	17,980	_____
Department of Transportation and Engineering			
Division of Engineering			
Non Personal Services	159	159	
Debt Service	360	360	
Total Department of Transportation and Engineering	519	519	_____
Total Other Expenditures	18,499	18,499	_____
Total Expenditures	152,071	152,071	_____
Deficiency of expenditures over revenues	(97,193)	(97,259)	(66)
Other Financing Sources (Uses)			
Bond and Note Proceeds	49,850	49,850	
Transfers In	211,163	211,163	
Transfers (Out)	(73,391)	(73,391)	
Total Other Financing Sources (Uses)	187,622	187,622	_____
Net Change in Fund Balance	90,429	90,363	(66)
Fund balances - beginning	282,841	282,841	_____
Fund balances - ending	\$ 373,270	\$ 373,204	\$ (66)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

<b>Debt Service Fund</b>	<b>Budget</b>	<b>Actual</b>	<b>Variance with Final Budget Positive (Negative)</b>
<b>Revenues</b>			
Taxes	\$ 45,160	\$ 45,140	\$ (20)
Use of Money and Property	24,532	32,243	7,711
Intergovernmental Revenue	4,480	5,111	631
Special Assessments	69	72	3
Miscellaneous Revenue	_____	2,561	2,561
Total Revenues	74,241	85,127	10,886
<b>Expenditures</b>			
Department of Finance			
Personal Services	93	93	_____
Total Office of the Director	93	93	_____
Division of Accounts and Audits			
Personal Services	14	14	_____
Non Personal Services	495	495	_____
Debt Service	864	864	_____
Total Division of Accounts and Audits	1,373	1,373	_____
Division of Treasury			
Personal Services	281	281	_____
Non Personal Services	1,150	1,150	_____
Debt Service	119,875	119,875	_____
Total Division of Treasury	121,306	121,306	_____
Total Department of Finance	122,772	122,772	_____
Department Community and Economic Development			
Economic Development and Major/Special Projects Divisions			
Debt Service	63	63	_____
Total Economic Development and Major/Special Projects Divisions	63	63	_____
Total Department Community and Economic Development	63	63	_____
Non Departmental Accounts			
Workers' Compensation Insurance	5	5	_____
Total Non-Departmental Accounts	5	5	_____
Non Departmental - Debt Service Payments			
Debt Service	2,776	2,776	_____
Total Non-Departmental - Debt Service Payments	2,776	2,776	_____
Total Expenditures	125,616	125,616	_____
Excess (deficiency) of revenues over (under) expenditures	(51,375)	(40,489)	10,886
Other Financing Sources (Uses)			
General Obligation Bond Proceeds	35,550	11,250	(24,300)
Bond Premiums	3,555	_____	(3,555)
Federal Bonds Subsidy	105	160	55
Transfers In	34,949	34,949	_____
Transfers (Out)	(34,968)	(34,968)	_____
Total Other Financing Sources (Uses)	39,191	11,391	(27,800)
Net Change in Fund Balance	(12,184)	(29,098)	(16,914)
Fund balances - beginning	151,197	151,197	_____
Fund balances - ending	\$ 139,013	\$ 122,099	\$ (16,914)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Tax Increment Financing Funds</b>			
Revenues			
Intergovernmental Revenue	\$ 1,510	\$ 1,510	\$
Use of Money and Property	174	174	
Miscellaneous Revenue	<u>79,918</u>	<u>79,918</u>	
Total Revenues	81,602	81,602	
Expenditures			
Department of Finance			
Division of Accounts and Audits			
Personal Services	202	202	
Non Personal Services	43,235	43,235	
Capital Outlay	475	475	
Debt Service	<u>11,935</u>	<u>11,935</u>	
Total Division of Accounts and Audits	55,847	55,847	
Division of Treasury			
Capital Outlay			
Debt Service			
Total Division of Treasury			
Total Department of Finance	55,847	55,847	
Department Community and Economic Development			
Housing Division			
Non Personal Services	6,767	6,767	
Debt Service			
Total Housing Division	<u>6,767</u>	<u>6,767</u>	
Department of Community and Economic Development			
Economic Development and Major/Special Projects Divisions			
Non Personal Services	6	6	
Capital Outlay	500	500	
Debt Service			
Total Economic Development and Major/Special Projects Divisions	<u>506</u>	<u>506</u>	
Total Department Community and Economic Development	7,273	7,273	
Department of Transportation and Engineering			
Transportation Planning Division			
Non Personal Services	9	9	
Total Transportation and Engineering Division	<u>9</u>	<u>9</u>	
Total Expenditures	<u>63,129</u>	<u>63,129</u>	
Excess of revenues over expenditures	18,473	18,473	
Other Financing Sources (Uses)			
Transfers In		7,117	7,117
Transfers (Out)		<u>(12,839)</u>	<u>(12,839)</u>
Total Other Financing Sources (Uses)		<u>(5,722)</u>	<u>(5,722)</u>
Net Change in Fund Balance	18,473	12,751	(5,722)
Fund balances - July 1	<u>76,762</u>	<u>76,762</u>	
Fund balances - June 30	<u>\$ 95,235</u>	<u>\$ 89,513</u>	<u>\$ \$ (5,722)</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>OTHER GRANTS FUND</b>				
<b>REVENUES</b>				
Taxes	\$ 4,125	\$ 4,125	\$ 4,125	
Use of Money and Property	50	2,411	2,411	
Special Assessments	3,400	8,235	8,235	
Federal Grants	3,000	9,371	9,371	
Grants and Subsidies	1,412	1,412	1,412	
Charges for Current Services	365	186	186	
Miscellaneous	811	811	811	
Total Revenues	13,163	28,951	28,951	
<b>EXPENDITURES</b>				
City Council				
Non-Personal Services	3	3	3	
Total City Council	3	3	3	
Enterprise Technology Solutions				
Non-Personal Services	140	140	140	
Total Enterprise Technology Solutions	140	140	140	
Department of the City Manager				
Office of the City Manager				
Personal Services	85,600	85,600	85,600	
Non-Personal Services	8,183	8,183	8,183	
Capital Outlay	294	294	294	
Total Office of the City Manager	94,077	94,077	94,077	
Office of Environment and Sustainability				
Personal Services				
Non-Personal Services	207	207	207	
Capital Outlay				
Total Office of Environment and Sustainability	207	207	207	
Office of Purchasing				
Non-Personal Services	18	18	18	
Total Office of Purchasing	18	18	18	
Total Department of the City Manager	94,302	94,302	94,302	
Department of Human Resources				
Personal Services	153	153	153	
Non Personal Services	31	31	31	
Total Department of the City Manager	184	184	184	
Division of Treasury				
Non-Personal Services	7,917	7,917	8,566	\$ (649)
Total Division of Treasury	7,917	7,917	8,566	(649)
Total Department of Finance	7,917	7,917	8,566	(649)
Department of Community and Economic Development				
Director's Office and Administration				
Personal Services	73	73	73	
Total Director's Office and Administration	73	73	73	
Housing Division				
Personal Services	417	417	417	
Non-Personal Services	3,846	3,846	4,502	(656)
Capital Outlay	2,853	2,853	2,853	
Total Housing Division	7,116	7,116	7,772	(656)
Economic Development and Major/Special Projects Divisions				
Non Personal Services	73	73	73	
Total Economic Development and Major/Special Projects Divisions	73	73	73	
Total Department of Community and Economic Development	7,262	7,262	7,918	(656)

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>OTHER GRANTS FUND</b>				
<b>EXPENDITURES (Continued)</b>				
Department of Recreation				
Division of Support Services				
Personal Services	136	136	136	
Non-Personal Services	6	6	6	
Total Division of Support Services	<u>142</u>	<u>142</u>	<u>142</u>	
Total Department of Recreation	<u>142</u>	<u>142</u>	<u>142</u>	
Department of Parks				
Division of Operations and Facility Management				
Personal Services	891	891	891	
Non-Personal Services	1,641	1,641	1,641	
Capital Outlay	80	80	80	
Total Division of Operations and Facility Management	<u>2,612</u>	<u>2,612</u>	<u>2,612</u>	
Total Department of Parks	<u>2,612</u>	<u>2,612</u>	<u>2,612</u>	
Department of Buildings and Inspections				
Division of Building Inspections, Licenses and Permits				
Personal Services	18	18	18	
Non-Personal Services	259	259	259	
Total Division of Bldg. Inspections, License and Permits	<u>277</u>	<u>277</u>	<u>277</u>	
Total Department of Buildings and Inspections	<u>277</u>	<u>277</u>	<u>277</u>	
Department of Police				
Investigations Bureau				
Non-Personal Services	561	561	561	
Total Investigations Bureau	<u>561</u>	<u>561</u>	<u>561</u>	
Department of Transportation and Engineering				
Division of Transportation Planning				
Non-Personal Services	571	571	571	
Total Division of Transportation Planning	<u>571</u>	<u>571</u>	<u>571</u>	
Division of Engineering				
Non-Personal Services	155	155	155	
Total Division of Engineering	<u>155</u>	<u>155</u>	<u>155</u>	
Division of Traffic Engineering				
Personal Services	128	128	128	
Non-Personal Services	436	436	436	
Total Division of Traffic Engineering	<u>564</u>	<u>564</u>	<u>564</u>	
Total Department of Transportation and Engineering	<u>1,290</u>	<u>1,290</u>	<u>1,290</u>	
Department of Public Services (Continued)				
Division of Neighborhood Operations				
Non-Personal Services	58	58	58	
Total Division of Neighborhood Operations	<u>58</u>	<u>58</u>	<u>58</u>	
Division of City Facility Management				
Personal Services	203	203	203	
Non-Personal Services	1,577	1,577	1,577	
Total Division of City Facility Management	<u>1,780</u>	<u>1,780</u>	<u>1,780</u>	
Total Department of Public Services	<u>1,838</u>	<u>1,838</u>	<u>1,838</u>	
Department of Public Health				
Division of Office of the Commissioner				
Personal Services	664	664	664	
Non-Personal Services	204	204	204	
Total Division of Office of the Commissioner	<u>868</u>	<u>868</u>	<u>868</u>	
Total Department of Public Health	<u>868</u>	<u>868</u>	<u>868</u>	
Department of Water Works				
Non-Personal Services	2	2	2	
Total Department of Water Works	<u>2</u>	<u>2</u>	<u>2</u>	
Department of Fire				
Division of Response				
Personal Services	75	75	75	
Total Division of Response	<u>75</u>	<u>75</u>	<u>75</u>	
Total Department of Fire	<u>75</u>	<u>75</u>	<u>75</u>	

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Original Budget</b>	<b>Final Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>OTHER GRANTS FUND</b>				
<b>EXPENDITURES (Continued)</b>				
Department of Economic Inclusion				
Non-Personal Services	10	10	10	
Total Department of Economic Inclusion	10	10	10	
Nondepartmental Accounts				
Public Employees Assistance	1	1	1	
Workers' Compensation Insurance	11	11	11	
General Fund Overhead	72	72	72	
Other City Obligations	52	52	52	
Total Nondepartmental Accounts	136	136	136	
Total Expenditures	117,619	117,619	118,923	(1,304)
Excess of Revenues over				
Excess of Revenues over Expenditures	(104,456)	(88,668)	(89,972)	1,304
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	812	812	812	
Transfers Out	(3,632)	(3,632)	(3,632)	
Total Other Financing Sources (Uses)	(2,820)	(2,820)	(2,820)	
Net Change in Fund Balance	(107,276)	(91,488)	(92,792)	(1,304)
Fund Balance - July 1	176,847	176,847	176,847	
Fund Balance - June 30	\$ 69,571	\$ 85,359	\$ 84,055	\$ (1,304)

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**CITY OF CINCINNATI, OHIO**  
**NONMAJOR GOVERNMENTAL FUNDS**

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**SPECIAL REVENUE FUNDS**

Street Construction, Maintenance and Repair Fund – Used to account for street maintenance, repair and cleaning, and the operation and maintenance of traffic signals. Financing is provided by the City's share of State-levied Motor Vehicle License Tax, Gasoline Tax, and reimbursements of expenses.

Income Tax Infrastructure Fund – Used to account for the proceeds of a .1% levy on earned income for infrastructure purposes.

Income Tax Transit Fund – Used to account for the proceeds of a .3% levy on earned income for transit purposes.

Motor Vehicle License Fund – Used to account for resources provided by the locally levied Municipal Motor Vehicle License Tax.

Special Recreation Fund – Used to account for monies received for special recreation activities such as, enrichment exercise programs or caretaker services.

Special Parks Fund – Used to account for monies received for special parks, such as, Sawyer Point Park.

Streetcar Operations Fund – Used to account for monies received for streetcar operations, maintenance, contingency (construction and operation), and capital expenses.

Recreation – Used to account for Federal funds, private contributions, user fees, and for expenditures made for special recreation activities.

Parks – Used to account for State funds, private contributions, user fees, and for expenditures made for special parks activities.

Safety – Used to account for Federal and State funds and private contributions, and for expenditures made for public safety purposes.

Cincinnati Blue Ash Airport – Used to account for the revenue and the expenditures for the operation and maintenance of a municipal airport.

Community Development – Used to account for Federal funds received for city-wide development operations.

Bettman Nature Center – Used to account for the investment and expenditure of bequests made for the Bettman Nature Center.

**CITY OF CINCINNATI, OHIO**  
**NONMAJOR GOVERNMENTAL FUNDS**

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**PERMANENT FUNDS**

Groesbeck Endowment – Used to account for the investment and expenditure of bequests made for the cost of music concerts in Burnet Woods.

Schmidlapp Park Music – Used to account for the investment and expenditure of bequests made for the cost of music concerts in Eden Park.

W. M. Ampt Music Endowment – Used to account for the investment and expenditure of bequests made for the cost of concerts in various City parks.

Crosley Field Trust – Used to account for the investment and expenditure of bequests made for the maintenance of the Crosley Field Sports Complex.

Kroger Trust – Used to account for the investment and expenditure of a bequest made for the maintenance of the Hartwell Recreation Center.

Yeatman's Cove Park Trust – Used to account for the investment and expenditure of a bequest made for the maintenance of the Yeatman's Cove Park.

Park Board Fund – Used to account for the investment and expenditure of bequests related to the maintenance and improvement of Fleischmann Gardens, the Geier Esplanade, and various citywide parks.

**City of Cincinnati, Ohio**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2023**  
(Amounts in Thousands)

	Special Revenue Funds						
	Street Construction Maintenance and Repair	Income Tax Infrastructure	Income Tax Transit	Motor Vehicle License	Special Recreation	Special Parks	Streetcar Operations
<b>ASSETS</b>							
Cash and Cash Equivalents					\$ 591		
Equity in City Treasury Cash	\$ 7,143	\$ 12,641	\$ 1	\$ 3,916	\$ 4,172	\$ 1,184	\$ 3,475
Investments							
Receivables:							
Taxes		1,588					
Accounts, Net	4	110		74	4,016		
Accrued Interest					17	4	
Due from Other Funds	222	75		33	9	3	8
Due from Other Governments	1,052			349			
Inventory		350					
Advances to Other Funds	496						
Total Assets	<u>\$ 8,917</u>	<u>\$ 14,764</u>	<u>\$ 1</u>	<u>\$ 4,372</u>	<u>\$ 8,805</u>	<u>\$ 1,191</u>	<u>\$ 3,483</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>							
Liabilities:							
Accounts Payable	\$ 677	\$ 356	\$	\$ 72	\$ 75	\$ 59	\$ 854
Due to Other Funds	145	67	394	19			27
Due to Fiduciary Funds							
Accrued Payroll	390	674		83	304	10	21
Accrued Liabilities	4	12		1	5		
Deposits Payable	6	21					1
Estimated Liability for Unpaid Claims	18	3			68	2	
Advances from Other Funds							900
Total Liabilities	<u>1,240</u>	<u>1,133</u>	<u>394</u>	<u>175</u>	<u>452</u>	<u>71</u>	<u>1,803</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Revenues Levied for the next year and							
Unavailable Revenue		438		11	4,013	3	
Fund Balances:							
Nonspendable		350					
Restricted	7,677	12,843		4,186			1,680
Committed					4,340	1,117	
Unassigned			(393)				
Total Fund Balances	<u>7,677</u>	<u>13,193</u>	<u>(393)</u>	<u>4,186</u>	<u>4,340</u>	<u>1,117</u>	<u>1,680</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 8,917</u>	<u>\$ 14,764</u>	<u>\$ 1</u>	<u>\$ 4,372</u>	<u>\$ 8,805</u>	<u>\$ 1,191</u>	<u>\$ 3,483</u>

**City of Cincinnati, Ohio**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

	Special Revenue Funds					
	Recreation	Parks	Safety	Cincinnati Blue Ash Airport	Community Development	Bettman Nature Center
<b>ASSETS</b>						
Cash and Cash Equivalents	\$ 100	\$ 3,076			\$ 357	\$ 42
Equity in City Treasury Cash	3,460	9,632	\$ 11,044	\$ 121	106	
Investments						2,429
Receivables:						
Accounts, Net			616			
Special Assessments					12,230	
Accrued Interest	7	42	3			
Due from Other Funds	8	20	73			
Inventory						
Advances to Other Funds	25					
	<u>25</u>					
Total Assets	<u>\$ 3,600</u>	<u>\$ 12,770</u>	<u>\$ 11,736</u>	<u>\$ 121</u>	<u>\$ 12,693</u>	<u>\$ 2,471</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>						
<b>LIABILITIES:</b>						
Accounts Payable	\$ 9	\$ 306	\$ 342		\$ 2,207	
Due to Other Funds		6	598		206	
Due to Fiduciary Funds						
Accrued Payroll		72	60		88	
Accrued Liabilities		1	1		78	
Deposits Payable			4,699			
Estimated Liability for Unpaid Claims		1				
Advances from Other Governments					1	
Total Liabilities	<u>9</u>	<u>386</u>	<u>5,700</u>		<u>2,580</u>	
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Revenues Levied for the next year and						
Unavailable Revenue	5	30	3		12,230	
<b>Fund Balances:</b>						
Nonspendable						
Restricted	3,129	9,310	5,893	\$ 121		\$ 2,471
Committed	457	3,044	140			
Assigned						
Unassigned					(2,117)	
Total Fund Balances	<u>3,586</u>	<u>12,354</u>	<u>6,033</u>	<u>121</u>	<u>(2,117)</u>	<u>2,471</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 3,600</u>	<u>\$ 12,770</u>	<u>\$ 11,736</u>	<u>\$ 121</u>	<u>\$ 12,693</u>	<u>\$ 2,471</u>

**City of Cincinnati, Ohio**  
**Combining Balance Sheet**  
**Nonmajor Governmental Funds**  
**June 30, 2023**  
(Amounts in Thousands)

	Permanent Funds							Total Nonmajor Governmental Funds
	Groesbeck Endowment Fund	Schmidlapp Park Music Fund	The W.M. Ampt Music Endowment Fund	Crosley Field Trust	Kroger Trust	Yeatman's Cove Park Trust	Park Board Fund	
<b>ASSETS</b>								
Cash and Cash Equivalents				\$ 21			\$ 222	\$ 4,409
Equity in City Treasury Cash	\$ 54	\$ 49	\$ 134		\$ 60	\$ 697		57,889
Investments, at Fair Value	589		330	1,067			11,062	15,477
Receivables:								
Taxes								1,588
Accounts, Net								4,820
Special Assessments								12,230
Accrued Interest						4		77
Due from Other Funds						2		453
Due from Other Governments								1,401
Inventory								350
Advances to Other Funds								521
	<u>643</u>	<u>49</u>	<u>464</u>	<u>1,088</u>	<u>60</u>	<u>703</u>	<u>11,284</u>	<u>99,215</u>
<b>LIABILITIES, DEFERRED INFLOWS AND FUND BALANCES</b>								
Liabilities:								
Accounts Payable								\$ 4,957
Due to Other Funds								1,462
Due to Fiduciary Funds								
Accrued Payroll								1,702
Accrued Liabilities								102
Deposits Payable								4,727
Estimated Liability for Unpaid Claims								92
Advances from Other Funds								900
Advances from Other Governments								1
								<u>13,943</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Revenues Levied for the next year and Unavailable Revenue								16,733
Fund Balances:								
Nonspendable	\$ 617	\$ 47	\$ 424	\$ 225	\$ 47	\$ 457	\$ 672	2,839
Restricted	26	2	40	863	13	246	10,612	59,112
Committed								9,098
Unassigned								(2,510)
	<u>643</u>	<u>49</u>	<u>464</u>	<u>1,088</u>	<u>60</u>	<u>703</u>	<u>11,284</u>	<u>68,539</u>
<b>Total Liabilities, Deferred Inflows and Fund Balances</b>	<u>\$ 643</u>	<u>\$ 49</u>	<u>\$ 464</u>	<u>\$ 1,088</u>	<u>\$ 60</u>	<u>\$ 703</u>	<u>\$ 11,284</u>	<u>\$ 99,215</u>

**City of Cincinnati, Ohio**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Special Revenue Funds</b>						
	<b>Street Construction Maintenance and Repair</b>	<b>Income Tax Infrastructure</b>	<b>Income Tax Transit</b>	<b>Motor Vehicle License</b>	<b>Special Recreation</b>	<b>Special Parks</b>	<b>Streetcar Operations</b>
<b>REVENUES</b>							
Taxes		\$ 22,560	\$ 934				
Use of Money and Property			20		\$ 308	\$ 8	\$ 1,530
Intergovernmental Revenue	\$ 14,124			\$ 3,898			
Federal Grants							1,252
State Grants and Other Subsidies					77		903
Charges for Current Services	4	17		293	4,241	591	2,272
Miscellaneous	210			25	42		
Total Revenues	<u>14,338</u>	<u>22,577</u>	<u>954</u>	<u>4,216</u>	<u>4,668</u>	<u>599</u>	<u>5,957</u>
<b>EXPENDITURES</b>							
Current:							
General Government		3,300	9,064	174	202	13	157
Parks and Recreation	406	2,799			3,792	651	
Transportation and Engineering	1,380	10,408		218			4,865
Transit System							
Public Services	11,849	4,238		2,250			
Public Health							
Total Expenditures	<u>13,635</u>	<u>21,112</u>	<u>9,064</u>	<u>2,642</u>	<u>3,994</u>	<u>664</u>	<u>5,022</u>
Excess (Deficiency) of Revenues over (under) Expenditures	703	1,465	(8,110)	1,574	674	(65)	935
<b>OTHER FINANCING SOURCES (USES)</b>							
Transfers In		611			8	10	1,504
Transfers (Out)	(109)	(2,432)	(1,522)	(39)	(75)	(123)	(1,000)
Total Other Financing Sources (Uses)	<u>(109)</u>	<u>(1,821)</u>	<u>(1,522)</u>	<u>(39)</u>	<u>(67)</u>	<u>(113)</u>	<u>504</u>
Net Change in Fund Balances	594	(356)	(9,632)	1,535	607	(178)	1,439
Fund Balances, July 1	<u>7,083</u>	<u>13,549</u>	<u>9,239</u>	<u>2,651</u>	<u>3,733</u>	<u>1,295</u>	<u>241</u>
Fund Balances, June 30	<u>\$ 7,677</u>	<u>\$ 13,193</u>	<u>\$ (393)</u>	<u>\$ 4,186</u>	<u>\$ 4,340</u>	<u>\$ 1,117</u>	<u>\$ 1,680</u>

**City of Cincinnati, Ohio**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Special Revenue Funds</b>					
	<b>Recreation</b>	<b>Parks</b>	<b>Safety</b>	<b>Cincinnati Blue Ash Airport</b>	<b>Community Development</b>	<b>Bettman Nature Center</b>
<b>REVENUES</b>						
Taxes						
Licenses and Permits			\$ 49			
Use of Money and Property	\$	\$ 1,630	6	\$	\$ 7	\$ 255
Intergovernmental Revenue			4,290			
Federal Grants	2,979		3,855		29,621	
State Grants and Other Subsidies	105	4,784	155			
Charges for Current Services	40	2,988	1,587		214	
Earnings from Investments	12					
Miscellaneous	10	5,560			518	
Total Revenues	<u>3,146</u>	<u>14,962</u>	<u>9,942</u>		<u>30,360</u>	<u>255</u>
<b>EXPENDITURES</b>						
Current:						
General Government	1	180	4,357		1,110	
Community Development					30,767	
Parks and Recreation	2,228	12,195			18	12
Public Safety			5,254			
Transportation and Engineering						
Transit System						
Public Services						
Public Health						
Total Expenditures	<u>2,229</u>	<u>12,375</u>	<u>9,611</u>		<u>31,895</u>	<u>12</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>917</u>	<u>2,587</u>	<u>331</u>		<u>(1,535)</u>	<u>243</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers In	19	42				
Transfers (Out)		(2,661)	(49)		(35)	
Total Other Financing Sources (Uses)	<u>19</u>	<u>(2,619)</u>	<u>(49)</u>		<u>(35)</u>	
Net Change in Fund Balances	936	(32)	282		(1,570)	243
Fund Balances, July 1	<u>2,650</u>	<u>12,386</u>	<u>5,751</u>	<u>121</u>	<u>(547)</u>	<u>2,228</u>
Fund Balances, June 30	<u>\$ 3,586</u>	<u>\$ 12,354</u>	<u>\$ 6,033</u>	<u>\$ 121</u>	<u>\$ (2,117)</u>	<u>\$ 2,471</u>

**City of Cincinnati, Ohio**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Permanent Funds</b>							<b>Total Nonmajor Governmental Funds</b>
	<b>Groesbeck Endowment Fund</b>	<b>Schmidlapp Park Music Fund</b>	<b>The W.M. Ampt Music Endowment Fund</b>	<b>Crosley Field Trust</b>	<b>Kroger Trust</b>	<b>Yeatman's Cove Park Trust</b>	<b>Park Board Fund</b>	
<b>REVENUES</b>								
Taxes								\$ 23,494
Licenses and Permits								49
Use of Money and Property	\$ 113	\$ (1)	\$ 30	\$ (6)	\$	\$ 5	\$ 1,159	5,064
Intergovernmental Revenue								22,312
Federal Grants								37,707
State Grants and Other Subsidies								6,024
Charges for Current Services								12,247
Earnings from Investments								12
Miscellaneous								6,365
Total Revenues	<u>113</u>	<u>(1)</u>	<u>30</u>	<u>(6)</u>	<u></u>	<u>5</u>	<u>1,159</u>	<u>113,274</u>
<b>EXPENDITURES</b>								
Current:								
General Government								18,558
Community Development								31,134
Parks and Recreation				5			41	22,147
Public Safety								5,254
Transportation and Engineering								16,871
Public Services								18,337
Total Expenditures				<u>5</u>			<u>41</u>	<u>112,301</u>
Excess (Deficiency) of Revenues over Expenditures	<u>113</u>	<u>(1)</u>	<u>30</u>	<u>(11)</u>		<u>5</u>	<u>1,118</u>	<u>973</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Transfers In								2,194
Transfers (Out)				(16)			(22)	(8,083)
Total Other Financing Sources (Uses)				<u>(16)</u>			<u>(22)</u>	<u>(5,889)</u>
Net Change in Fund Balances	113	(1)	30	(27)		5	1,096	(4,916)
Fund Balances, July 1	530	50	434	1,115	60	698	10,188	73,455
Fund Balances, June 30	<u>\$ 643</u>	<u>\$ 49</u>	<u>\$ 464</u>	<u>\$ 1,088</u>	<u>\$ 60</u>	<u>\$ 703</u>	<u>\$ 11,284</u>	<u>\$ 68,539</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>STREET CONSTRUCTION, MAINTENANCE AND REPAIR FUND</b>			
<b>REVENUES</b>			
Intergovernmental Revenue			
Motor Vehicle License			
Gasoline	15,427	14,085	(1,342)
Miscellaneous	141	400	259
Total Revenues	<u>15,568</u>	<u>14,485</u>	<u>(1,083)</u>
<b>EXPENDITURES</b>			
Office of the City Manager			
Emergency Communications			
Personal Services	171		171
Non-Personal Services	69		69
Total Emergency Communications	<u>240</u>		<u>240</u>
Total Office of the City Manager	240		240
Department of Parks			
Operations and Facility Management			
Personal Services	342	340	2
Non-Personal Services	78	74	4
Total Operations and Facility Management	<u>420</u>	<u>414</u>	<u>6</u>
Total Department of Parks	420	414	6
Department of Transportation and Engineering			
Traffic Services Bureau			
Personal Services	48	8	40
Non-Personal Services	903	894	9
Total Traffic Services Bureau	<u>951</u>	<u>902</u>	<u>49</u>
Division of Traffic Engineering			
Non-Personal Services	489	438	51
Total Division of Traffic Engineering	<u>489</u>	<u>438</u>	<u>51</u>
Total Department of Transportation and Engineering	1,440	1,340	51
Department of Public Services			
Traffic and Road Operations Division			
Personal Services	5,713	4,760	953
Non-Personal Services	4,835	4,644	191
Capital Outlay	75	66	9
Total Traffic and Road Operations Division	<u>10,623</u>	<u>9,470</u>	<u>1,153</u>
Neighborhood Operations Division			
Personal Services	2,871	2,796	75
Non-Personal Services	871	850	21
Total Neighborhood Operations Division	<u>3,742</u>	<u>3,646</u>	<u>96</u>
Total Department of Public Services	14,365	13,116	1,249
Nondepartmental Accounts			
Contributions to Pension	88	88	
Public Employee Assistance	9	7	2
Workers' Compensation Insurance	110	88	22
Total Nondepartmental Accounts	<u>207</u>	<u>183</u>	<u>24</u>
Total Expenditures	<u>16,672</u>	<u>15,053</u>	<u>1,330</u>
Excess (Deficiency) of Revenues over Excess of Revenues over Expenditures	(1,104)	(568)	536
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers Out	(109)	(109)	
Total Other Financing Sources (Uses)	<u>(109)</u>	<u>(109)</u>	
Net Change in Fund Balance	(1,213)	(677)	536
Cancellation of Prior Year Encumbrances		994	994
Fund Balance - July 1	4,460	4,460	
Fund Balance - June 30	<u>\$ 3,247</u>	<u>\$ 4,777</u>	<u>\$ 1,530</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>INCOME TAX INFRASTRUCTURE FUND</b>			
<b>REVENUES</b>			
Taxes			
City Income Tax	\$ 22,132	\$ 22,486	\$ 354
Charges for Current Services		17	17
Miscellaneous		221	221
Total Revenues	<u>22,132</u>	<u>22,724</u>	<u>592</u>
<b>EXPENDITURES</b>			
Department of Enterprise Technology Solutions			
Enterprise Technology Solutions			
Non-Personal Services	914	913	(1)
Total Department of Enterprise Technology Solutions	<u>914</u>	<u>913</u>	<u>(1)</u>
Office of City Manager			
Budget and Evaluation			
Personal Services	190	154	36
Non-Personal Services	6		6
Total of Budget and Evaluation	<u>196</u>	<u>154</u>	<u>42</u>
Division of Purchasing			
Personal Services	252	139	113
Total Division of Purchasing	<u>252</u>	<u>139</u>	<u>113</u>
Total Office of the City Manager	<u>448</u>	<u>293</u>	<u>155</u>
Department of Law			
Civil Division			
Personal Services	150	145	5
Non-Personal Services	6	3	3
Total Civil Division	<u>156</u>	<u>148</u>	<u>8</u>
Department of Human Resources			
Personal Services	346	343	3
Total Department of Human Resources	<u>346</u>	<u>343</u>	<u>3</u>
Department of Finance			
Division of Accounts and Audits			
Personal Services	143	137	6
Non-Personal Services	3	1	2
Total Department of Finance	<u>146</u>	<u>138</u>	<u>8</u>
Department of Community & Economic Development			
Division of Economic Development			
Non-Personal Services	367	367	
Total Department of Community & Economic Development	<u>367</u>	<u>367</u>	
Department of Public Recreation			
Division of Maintenance			
Personal Services	828	828	
Non-Personal Services	182	181	1
Total Department of Public Recreation	<u>1,010</u>	<u>1,009</u>	<u>1</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>INCOME TAX INFRASTRUCTURE FUND</b>			
(Continued)			
<b>EXPENDITURES (Continued)</b>			
Department of Parks			
Division of Operations and Facility Management			
Personal Services	\$ 1,854	\$ 1,797	\$ 57
Non-Personal Services	12	6	6
Total Division of Operations and Facility Management	<u>1,866</u>	<u>1,803</u>	<u>63</u>
Division of Administration and Program Services			
Personal Services			
Total Division of Administration and Program Services			
Total Department of Parks	<u>1,866</u>	<u>1,803</u>	<u>63</u>
Department of Buildings & Inspections			
Building Division			
Personal Services	62		62
Total Department of Buildings & Inspections	<u>62</u>		<u>62</u>
Department of Transportation and Engineering			
Office of the Director			
Personal Services	1,647	1,303	344
Non-Personal Services	129	112	17
Total Office of the Director	<u>1,776</u>	<u>1,415</u>	<u>361</u>
Division of Transportation Planning			
Personal Services	2,018	1,692	326
Non-Personal Services	42	38	4
Total Division of Transportation Planning	<u>2,060</u>	<u>1,730</u>	<u>330</u>
Division of Engineering			
Personal Services	1,798	1,665	133
Non-Personal Services	753	694	59
Total Division of Engineering	<u>2,551</u>	<u>2,359</u>	<u>192</u>
Traffic Services Bureau			
Personal Services	3,126	3,006	120
Non-Personal Services	570	476	94
Total Traffic Services Bureau	<u>3,696</u>	<u>3,482</u>	<u>214</u>
Division of Traffic Engineering			
Personal Services	2,109	2,108	1
Non-Personal Services	156	74	82
Total Division of Traffic Engineering	<u>2,265</u>	<u>2,182</u>	<u>83</u>
Total Department of Transportation and Engineering	<u>12,348</u>	<u>11,168</u>	<u>1,180</u>
Department of Public Services			
Office of the Director			
Personal Services	144	95	49
Non-Personal Services	52	47	5
Total Office of the Director	<u>196</u>	<u>142</u>	<u>54</u>
Division of Traffic and Road Operations			
Personal Services	414	394	20
Non-Personal Services	590	582	8
Total Division of Traffic and Road Operations	<u>1,004</u>	<u>976</u>	<u>28</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>INCOME TAX INFRASTRUCTURE FUND</b>			
(Continued)			
<b>EXPENDITURES (Continued)</b>			
Department of Public Services (Continued)			
Division of City Facility Management			
Personal Services	\$ 2,403	\$ 2,348	\$ 55
Non-Personal Services	852	847	5
Total City Facility Management	<u>3,255</u>	<u>3,195</u>	<u>60</u>
Total Department of Public Services	4,455	4,313	142
Department of Economic Inclusion			
Personal Services	<u>362</u>	<u>353</u>	<u>9</u>
Total Department of Economic Inclusion	362	353	9
Nondepartmental Accounts			
Contributions to City Pension	105	105	
Public Employee Assistance	16	13	3
Workers' Compensation Insurance	213	173	40
Lump Sum Payments	100	42	58
General Fund Overhead	<u>1,169</u>	<u>1,105</u>	<u>64</u>
Total Nondepartmental Accounts	<u>1,603</u>	<u>1,333</u>	<u>165</u>
Total Expenditures	<u>24,083</u>	<u>22,286</u>	<u>2,063</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(1,951)	438	2,389
<b>OTHER FINANCING USES</b>			
Transfers In	611	611	
Transfers Out	<u>(2,432)</u>	<u>(2,432)</u>	
Total Other Financing Uses	<u>(1,821)</u>	<u>(1,821)</u>	
Net Change in Fund Balance	(3,772)	(1,383)	2,389
Cancellation of Prior Years Encumbrances		177	177
Fund Balance - July 1	<u>11,680</u>	<u>11,680</u>	
Fund Balance - June 30	<u>\$ 7,908</u>	<u>\$ 10,474</u>	<u>\$ 2,566</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>INCOME TAX TRANSIT FUND</b>			
<b>REVENUES</b>			
Taxes			
City Income Tax		\$ 934	\$ 934
Use of Money and Property		22	22
Total Revenues		<u>956</u>	<u>956</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In			
Transfers Out	(1,522)	(1,522)	
Total Other Financing Sources (Uses)	<u>(1,522)</u>	<u>(1,522)</u>	
Net Change in Fund Balance	(1,522)	(566)	956
Cancellation of Prior Years Encumbrances			
Fund Balance - July 1	9,630	9,630	
Fund Balance - June 30	<u>\$ 8,108</u>	<u>\$ 9,064</u>	<u>\$ 956</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>MOTOR VEHICLE LICENSE FUND</b>			
<b>REVENUES</b>			
Intergovernmental Revenue	\$ 3,900	\$ 3,893	\$ (7)
Charges for Services		264	264
Miscellaneous		31	31
Total Revenues	<u>3,900</u>	<u>4,188</u>	<u>288</u>
<b>EXPENDITURES</b>			
Department of Human Resources			
Human Resources			
Personal Services	59	48	11
Total Department of Human Resources	<u>59</u>	<u>48</u>	<u>11</u>
Department of Transportation and Engineering			
Traffic Services Bureau			
Personal Services	179	162	17
Non-Personal Services	44	39	5
Total Department of Transportation and Engineering	<u>223</u>	<u>201</u>	<u>22</u>
Department of Public Services			
Traffic and Road Operations Division			
Personal Services	1,883	1,617	266
Non-Personal Services	1,600	1,225	375
Total Department of Public Services	<u>3,483</u>	<u>2,842</u>	<u>641</u>
Nondepartmental Accounts			
Public Employees Assistance Program	2	2	
Workers' Compensation Insurance	25	19	6
General Fund Overhead	139	125	14
Total Nondepartmental Accounts	<u>186</u>	<u>166</u>	<u>20</u>
Total Expenditures	<u>3,951</u>	<u>3,257</u>	<u>694</u>
Excess (Deficiency) of Revenues over (under) Expenditures	(51)	931	982
<b>OTHER FINANCING USES</b>			
Transfers Out	<u>(39)</u>	<u>(39)</u>	
Net Change in Fund Balance	(90)	892	982
Cancellation of Prior Years Encumbrances		259	259
Fund Balance - July 1	<u>1,891</u>	<u>1,891</u>	
Fund Balance - June 30	<u>\$ 1,801</u>	<u>\$ 3,042</u>	<u>\$ 1,241</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>SPECIAL RECREATION FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 343	\$ 341	\$ (2)
Charges for Services	3,781	5,375	1,594
Federal Grants	1,260		(1,260)
Grants and Subsidies	35	77	42
Miscellaneous Revenue	66	157	91
Total Revenues	<u>5,485</u>	<u>5,950</u>	<u>465</u>
<b>EXPENDITURES</b>			
Department of Recreation			
West Region			
Personal Services	764	485	279
Non-Personal Services	398	254	144
Total West Region	<u>1,162</u>	<u>739</u>	<u>423</u>
East Region			
Personal Services	953	790	163
Non-Personal Services	398	231	167
Total East Region	<u>1,351</u>	<u>1,021</u>	<u>330</u>
Central Region			
Personal Services	974	731	243
Non-Personal Services	479	386	93
Total Central Region	<u>1,453</u>	<u>1,117</u>	<u>336</u>
Division of Athletics			
Personal Services	452	163	289
Non-Personal Services	427	425	2
Total Division of Athletics	<u>879</u>	<u>588</u>	<u>291</u>
Division of Support Services			
Personal Services	122	96	26
Non-Personal Services	800	397	403
Capital Outlay	14		14
Total Division of Support Services	<u>936</u>	<u>493</u>	<u>443</u>
Total Department of Recreation	<u>5,781</u>	<u>3,958</u>	<u>1,823</u>

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>SPECIAL RECREATION FUND</b>			
(Continued)			
<b>EXPENDITURES (Continued)</b>			
Nondepartmental Accounts			
Public Employee Assistance	\$ 5	\$ 2	\$ 3
Workers' Compensation Insurance	61	32	29
General Fund Overhead	328	202	126
Total Nondepartmental Accounts	394	236	158
Total Expenditures	6,175	4,194	1,981
Excess (Deficiency) of Revenues over (under) Expenditures	(690)	1,756	2,446
<b>OTHER FINANCING USES</b>			
Transfers In	8	8	
Transfers Out	(75)	(75)	
Total Other Financing Uses	(67)	(67)	
Net Change in Fund Balance	(757)	1,689	2,446
Cancellation of Prior Year Encumbrances		69	69
Fund Balance - July 1	2,643	2,643	
Fund Balance - June 30	\$ 1,886	\$ 4,401	\$ 2,515

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>SPECIAL PARKS FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 20	\$ 24	\$ 4
Charges for Services	829	589	(240)
Total Revenues	849	613	(236)
<b>EXPENDITURES</b>			
Department of Parks			
Division of Operations and Facility Management			
Personal Services	512	186	326
Non-Personal Services	633	480	153
Total Department of Parks	1,145	666	479
Division of Administration and Program Services			
Non-Personal Services	24	18	6
Total Division Administration and Program Services	24	18	6
Total Department of Parks	1,169	684	485
Nondepartmental Accounts			
Workers' Compensation Insurance	7	2	5
General Fund Overhead	37	13	24
Total Nondepartmental Accounts	44	15	29
Total Expenditures	1,213	699	514
Excess (Deficiency) of Revenues over (under) Expenditures	(364)	(86)	278
<b>OTHER FINANCING USES</b>			
Transfers In	1	1	
Transfers Out	(123)	(123)	
Net Change in Fund Balance	(487)	(209)	278
Cancellation of Prior Year Encumbrances		72	72
Fund Balance - July 1	1,223	1,223	
Fund Balance - June 30	\$ 736	\$ 1,086	\$ 350

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>STREETCAR OPERATIONS FUND</b>			
<b>REVENUES</b>			
Federal Grants	\$ 4,207	\$ 1,252	\$ (2,955)
State Grants	30	7	(23)
Grants and Subsidies	900	900	
Charges for Current Services	1,727	1,706	(21)
Miscellaneous	1,450	2,058	608
Total Revenues	<u>8,314</u>	<u>7,463</u>	<u>(851)</u>
<b>EXPENDITURES</b>			
Department of Law			
Civil Division			
Personal Services	124	104	20
Total Department of Law	<u>124</u>	<u>104</u>	<u>20</u>
Streetcar Operations			
Personal Services	536	360	176
Non-Personal Services	5,551	5,192	359
Total Division of Engineering	<u>6,087</u>	<u>5,552</u>	<u>535</u>
Traffic Services Bureau			
Personal Services	112	25	87
Total Traffic Services Bureau	<u>112</u>	<u>25</u>	<u>87</u>
Total Department of Transportation and Engineering	<u>6,199</u>	<u>5,577</u>	<u>622</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>STREETCAR OPERATIONS FUND</b>			
Nondepartmental Accounts			
Workers' Compensation Insurance	11	9	2
General Fund Overhead	<u>62</u>	<u>56</u>	<u>6</u>
Total Nondepartmental Accounts	<u>73</u>	<u>65</u>	<u>8</u>
Total Expenditures	<u>6,396</u>	<u>5,746</u>	<u>\$ 650</u>
Excess (Deficiency) of Revenues over (under) Expenditures	1,918	1,717	(201)
<b>OTHER FINANCING SOURCES</b>			
Transfers Out	<u>(1,000)</u>	<u>(1,000)</u>	<u>          </u>
Net Change in Fund Balance	918	717	(201)
Cancellation of Prior Year Encumbrances		663	663
Fund Balance - July 1	<u>(106)</u>	<u>(106)</u>	<u>          </u>
Fund Balance - June 30	<u>\$ 812</u>	<u>\$ 1,274</u>	<u>\$ 462</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>RECREATION GRANTS FUND</b>			
<b>REVENUES</b>			
Use of Money and Property		\$ 26	\$ 26
Federal Grants	1,333	2,978	1,645
Grants and Subsidies	186	104	(82)
Miscellaneous	177	12	(165)
	<u>1,696</u>	<u>3,120</u>	<u>1,424</u>
<b>EXPENDITURES</b>			
Department of Recreation			
West Region			
Personal Services	402	402	
Non-Personal Services	213	213	
Total West Region	<u>615</u>	<u>615</u>	
East Region			
Personal Services	365	365	
Non-Personal Services	294	294	
Total East Region	<u>659</u>	<u>659</u>	
Central Region			
Personal Services	318	318	
Non-Personal Services	216	216	
Total Central Region	<u>534</u>	<u>534</u>	
Division of Athletics			
Non-Personal Services	74	74	
Total Division of Athletics	<u>74</u>	<u>74</u>	
Division of Support Services			
Personal Services	130	130	
Non-Personal Services	222	222	
Total Division of Support Services	<u>352</u>	<u>352</u>	
Total Department of Recreation	<u>2,234</u>	<u>2,234</u>	

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>RECREATION GRANTS FUND</b>			
(Continued)			
<b>EXPENDITURES (Continued)</b>			
Total Expenditures	2,235	2,235	
Excess of Revenues over Expenditures	(539)	885	\$ 1,424
<b>OTHER FINANCING SOURCES</b>			
Transfers In		19	19
Total Other Financing Sources		19	19
Net Change in Fund Balance	(539)	904	1,443
Fund Balance - July 1	2,673	2,673	
Fund Balance - June 30	<u>\$ 2,134</u>	<u>\$ 3,577</u>	<u>\$ 1,443</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>PARKS FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 1,403	\$ 1,856	\$ 453
Charges for Current Services	2,123	2,714	591
Grants and Subsidies	500	4,784	4,284
Miscellaneous	242	230	(12)
Total Revenues	<u>4,268</u>	<u>9,584</u>	<u>5,316</u>
<b>EXPENDITURES</b>			
Department of Parks			
Division of Operations and Facility Management			
Personal Services	2,158	2,158	
Non-Personal Services	2,502	2,502	
Non-Personal Services	31	31	
Total Division of Operations and Facility Management	<u>4,691</u>	<u>4,691</u>	
Division of Administration and Program Services			
Personal Services	245	245	
Non-Personal Services	205	205	
Total Division of Administration and Program Services	<u>450</u>	<u>450</u>	
Total Department of Parks	5,141	5,141	
Nondepartmental Accounts			
Public Employee Assistance Program	1	1	
Workers' Compensation Insurance	25	25	
Contribution to Pension	13	13	
General Fund Overhead	161	161	
Total Nondepartmental Accounts	<u>200</u>	<u>200</u>	
Total Expenditures	<u>5,341</u>	<u>5,341</u>	
Excess (Deficiency) of Revenues over (under) Expenditures	(1,073)	4,243	5,316
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	23	23	
Transfers Out	(2,661)	(2,661)	
Total Financing Sources (Uses)	<u>(2,638)</u>	<u>(2,638)</u>	
Net Change in Fund Balance	(3,711)	1,605	5,316
Fund Balance - July 1	<u>8,242</u>	<u>8,242</u>	
Fund Balance - June 30	<u>\$ 4,531</u>	<u>\$ 9,847</u>	<u>\$ 5,316</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>SAFETY FUND</b>			
<b>REVENUES</b>			
Licenses and Permits	51	\$ 47	\$ (4)
Use of Money and Property	2	14	12
Intergovernmental Revenue	5,438	4,558	(880)
Federal Grants	26,939	3,857	(23,082)
State Grants	1,324	94	(1,230)
Grants and Subsidies		67	67
Charges for Current Services	1,300	1,587	287
Miscellaneous		14	14
Total Revenues	<u>35,054</u>	<u>10,238</u>	<u>(24,816)</u>
<b>EXPENDITURES</b>			
Enterprise Technology Solutions			
Division of Administration			
Non-Personal Services	<u>4</u>	<u>4</u>	
Total Division of Administration	4	4	
Division of County Law Enforcement Applied Regionally (CLEAR)			
Personal Services	1,309	1,309	
Non-Personal Services	<u>2,223</u>	<u>2,223</u>	
Total Division of CLEAR	<u>3,532</u>	<u>3,532</u>	
Total Enterprise Technology Services	3,536	3,536	
Office of the City Manager			
Division of Emergency Communications			
Personal Services	103	103	
Non-Personal Services	<u>506</u>	<u>506</u>	
Total Division of Emergency Communications	<u>609</u>	<u>609</u>	
Total Office of the City Manager	609	609	
Department of Law			
Non-Personal Services	<u>9</u>	<u>9</u>	
Total Department of Law	9	9	
Department of Police			
Patrol Bureau			
Personal Services	1,942	1,942	
Non-Personal Services	<u>1,112</u>	<u>1,112</u>	
Total Patrol Bureau	<u>3,054</u>	<u>3,054</u>	
Investigations Bureau			
Personal Services	321	321	
Non-Personal Services	807	807	
Capital Outlay	19	<u>19</u>	
Total Investigations Bureau	<u>1,147</u>	<u>1,147</u>	

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>SAFETY FUND</b>			
(Continued)			
<b>EXPENDITURES (Continued)</b>			
Department of Police (Continued)			
Support Bureau			
Non-Personal Services	\$ 222	\$ 222	
Total Support Bureau	222	222	
Administration Bureau			
Personal Services	59	59	
Non-Personal Services	597	597	
Capital Outlay	11	11	
Total Administration Bureau	667	667	
Total Department of Police	5,090	5,090	
Department of Fire			
Division of Response			
Non-Personal Services	6	6	
Total Department of Fire	6	6	
Nondepartmental Accounts			
General Fund Overhead	87	87	
Workers' Compensation Program	14	14	
Total Nondepartmental Accounts	116	116	
Total Expenditures	9,366	9,366	
Excess (Deficiency) of Revenues over (under) Expenditures	25,688	872	\$ (24,816)
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers Out	(49)	(49)	
Total Other Financing Sources (Uses)	(49)	(49)	
Net Change in Fund Balance	25,639	823	(24,816)
Fund Balance - July 1	5,572	5,572	
Fund Balance - June 30	\$ 31,211	\$ 6,395	\$ (24,816)

**City of Cincinnati, Ohio**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the fiscal year ended June 30, 2023  
 (Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>CINCINNATI BLUE ASH AIRPORT FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ _____	\$ _____	\$ _____
Total Revenues	_____	_____	_____
<b>EXPENDITURES</b>			
Total Expenditures	_____	_____	_____
Net Change in Fund Balance			
Fund Balance - July 1	_____ 121	_____ 121	_____
Fund Balance - June 30	<u>\$ 121</u>	<u>\$ 121</u>	<u>\$ _____</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<b>Variance with Budget - Positive (Negative)</b>
<b>COMMUNITY DEVELOPMENT FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	525	525	
Federal Grants	29,621	29,621	
Charges for Current Services	214	214	
Miscellaneous	<u>5</u>	<u>5</u>	
Total Revenues	30,365	30,365	
<b>EXPENDITURES</b>			
Department of Community and Economic Development			
Director's Office and Administration			
Personal Services	1,962	1,962	
Non-Personal Services	618	618	
Capital Outlay	8,075	8,075	
Debt Service	<u>492</u>	<u>492</u>	
Total Director's Office and Administration	11,147	11,147	
Division of Housing			
Personal Services	10	10	
Capital Outlay	<u>14,488</u>	<u>14,488</u>	
Total Division of Housing	14,498	14,498	
Division of Economic Development and Major/Special Projects			
Personal	5	5	
Capital Outlay	<u>4,437</u>	<u>4,437</u>	
Total Division of Economic Development and Major/Special Projects	4,442	4,442	
Division of New Construction and Existing Building Standards			
Capital Outlay	<u>17</u>	<u>17</u>	
Total Division of New Construction and Existing Building Standards	<u>17</u>	<u>17</u>	
Total Department of Community and Economic Development	30,104	30,104	
Department of Recreation			
Division of Support Services			
Capital Outlay	<u>19</u>	<u>19</u>	
Total Division of Support Services	<u>19</u>	<u>19</u>	
Total Department of Recreation	19	19	

(Continued)

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>COMMUNITY DEVELOPMENT FUND</b>			
(Continued)			
<b>EXPENDITURES (Continued)</b>			
Department of Building and Inspections			
Division of Building Inspections, Licenses and Permits			
Capital Outlay	\$ 716	\$ 716	\$ _____
Total Division of Building Inspections, Licenses and Permits	716	716	_____
Total Department of Buildings and Inspections	716	716	_____
Nondepartmental Accounts			
Special Investigations and Studies	441	441	_____
Total Nondepartmental Accounts	441	441	_____
Total Expenditures	31,280	31,280	_____
Excess (Deficiency) of Revenues over (under) Expenditures	(915)	(915)	_____
Net Change in Fund Balance	(915)	(915)	_____
Fund Balance - July 1	1,338	1,338	_____
Fund Balance - June 30	\$ 423	\$ 423	\$ _____

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>BETTMAN NATURE CENTER</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 80	\$ 80	\$ _____
Total Revenues	<u>80</u>	<u>80</u>	_____
<b>EXPENDITURES</b>			
Department of Parks			
Division of Operations and Facility Management			
Non-Personal Services	<u>12</u>	<u>12</u>	_____
Total Division of Operations and Facility Management	<u>12</u>	<u>12</u>	_____
Total Department of Parks	<u>12</u>	<u>12</u>	_____
Total Expenditures	<u>12</u>	<u>12</u>	_____
Excess of Revenues over Expenditures	68	68	
<b>OTHER FINANCING USES</b>			
Transfers In			
Transfers Out	<u>(1)</u>	<u>(1)</u>	_____
Total Other Financing Sources	<u>(1)</u>	<u>(1)</u>	_____
Net Change in Fund Balance	67	67	
Fund Balance - July 1	<u>2,267</u>	<u>2,267</u>	_____
Fund Balance - June 30	<u>\$ 2,334</u>	<u>\$ 2,334</u>	<u>\$ _____</u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>GROESBECK ENDOWMENT FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 18	\$ 18	\$
Total Revenues	18	18	
Excess of Revenues over Expenditures	18	18	
<b>OTHER FINANCING USES</b>			
Transfers Out			
Net Change in Fund Balance	0	0	
Fund Balance - July 1	57	57	
Fund Balance - June 30	\$ 57	\$ 57	\$

**City of Cincinnati, Ohio**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the fiscal year ended June 30, 2023  
 (Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>SCHMIDLAPP PARK MUSIC FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 1	\$ 1	\$
Total Revenues	<u>1</u>	<u>1</u>	
<b>OTHER FINANCING USES</b>			
Transfers Out			
Total Other Financing Uses			
Net Change in Fund Balance	1	1	
Fund Balance - July 1	<u>50</u>	<u>50</u>	
Fund Balance - June 30	<u>\$ 51</u>	<u>\$ 51</u>	<u>\$</u>

**City of Cincinnati, Ohio**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the fiscal year ended June 30, 2023  
 (Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>THE W. M. AMPT MUSIC ENDOWMENT FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 11	\$ 11	\$
Total Revenues	11	11	
Excess of Revenues over Expenditures	11	11	
<b>OTHER FINANCING USES</b>			
Transfers Out			
Net Change in Fund Balance	11	11	
Fund Balance - July 1	135	135	
Fund Balance - June 30	\$ 146	\$ 146	\$

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>CROSLEY FIELD TRUST</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 27	\$ 27	\$
Total Revenues	27	27	
<b>EXPENDITURES</b>			
Department of Recreation			
Division of Athletics			
Non-Personal Services	6	6	
Total Department of Recreation	6	6	
Total Expenditures	6	6	
Excess of Revenues over Expenditures	21	21	
<b>OTHER FINANCING USES</b>			
Transfers Out	(16)	(16)	
Net Change in Fund Balance	5	5	
Fund Balance - July 1	1,195	1,195	
Fund Balance - June 30	\$ 1,200	\$ 1,200	\$

**City of Cincinnati, Ohio**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the fiscal year ended June 30, 2023  
 (Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>KROGER TRUST</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 1	\$ 1	\$
Total Revenues	1	1	
Net Change in Fund Balance	1	1	
Fund Balance - July 1	62	62	
Fund Balance - June 30	\$ 63	\$ 63	\$

**City of Cincinnati, Ohio**  
 Schedule of Revenues, Expenditures and Changes in Fund Balance  
 Budget (Non-GAAP Budgetary Basis) and Actual  
 For the fiscal year ended June 30, 2023  
 (Amounts in Thousands)

	<u>Budget</u>	<u>Actual</u>	<u>Variance with Budget - Positive (Negative)</u>
<b>YEATMAN'S COVE PARK TRUST</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 8	\$ 8	\$
Total Revenues	<u>8</u>	<u>8</u>	
Net Change in Fund Balance	8	8	
Fund Balance - July 1	<u>716</u>	<u>716</u>	
Fund Balance - June 30	<u><u>\$ 724</u></u>	<u><u>\$ 724</u></u>	<u><u>\$</u></u>

**City of Cincinnati, Ohio**  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget (Non-GAAP Budgetary Basis) and Actual  
For the fiscal year ended June 30, 2023  
(Amounts in Thousands)

	<b>Budget</b>	<b>Actual</b>	<b>Variance with Budget - Positive (Negative)</b>
<b>PARK BOARD FUND</b>			
<b>REVENUES</b>			
Use of Money and Property	\$ 427	\$ 427	\$
Total Revenues	427	427	
<b>EXPENDITURES</b>			
Department of Parks			
Division of Administration and Program Services			
Non-Personal Services	41	41	
Total Department of Parks	41	41	
Total Expenditures	41	41	
Excess of Revenues over Expenditures	386	386	
<b>OTHER FINANCING USES</b>			
Transfers In			
Transfers Out	(22)	(22)	
Total Other Financing Uses	(22)	(22)	
Net Change in Fund Balance	364	364	
Fund Balance - July 1	9,452	9,452	
Fund Balance - June 30	\$ 9,816	\$ 9,816	\$

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CITY OF CINCINNATI, OHIO

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**NONMAJOR ENTERPRISE FUNDS**

Convention Center – Used to account for the expenses from the operation of the Duke Energy Convention Center, financed primarily through user fees.

Parking Facilities – Used to account for the revenue and expenses of the parking meters, garages, and lots of the City.

General Aviation – Used to account for the expenses of Lunken Airport, financed primarily through user fees.

Municipal Golf – Used to account for the revenue received from all golf activities and for the expenses of operating the golf courses of the City.

Stormwater Management – Used to account for the operation, maintenance, and improvement of a stormwater management system. Financing is provided by the users of the system in proportion to their use of the system.

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**City of Cincinnati, Ohio**  
**Combining Statement of Net Position**  
**Nonmajor Enterprise Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

	<b>Business-Type Activities - Enterprise Funds</b>					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
<b>ASSETS</b>						
Current Assets:						
Cash and Cash Equivalents	\$	\$ 211		\$ 952		\$ 1,163
Equity in City Treasury Cash	2,525	3,212	\$ 871	1,493	\$ 4,760	12,861
Receivables:						
Taxes	702					702
Accounts, Net	1,651		29	77	3,193	4,950
Accrued Interest		44	16	15	78	153
Due from Other Funds	17	23	6	10	90	146
Prepaid Items	317	48	7	10	29	411
Advances to Other Funds	2,073	1,003	1,530	1,027	25,842	31,475
Total Current Assets	<u>7,285</u>	<u>4,541</u>	<u>2,459</u>	<u>3,584</u>	<u>33,992</u>	<u>51,861</u>
Noncurrent Assets:						
Equity in City Treasury Cash	5,478	6,970	1,891	3,238	10,328	27,905
Land	11,555	8,161	13,229	1,324	7,275	41,544
Buildings, net of Accumulated Depreciation	922	11,157	449	129	725	13,382
Improvements, net of Accumulated Depreciation	55,100	12,529	3,946	4,089	37,056	112,720
Machinery and Equipment, net of Accumulated Depreciation	394	775	234	833	1,617	3,853
Construction in Progress	1,367	1,305	216	1,573	6,766	11,227
Net OPEB Asset		226	496	57	2,871	3,650
Total Noncurrent Assets	<u>74,816</u>	<u>41,123</u>	<u>20,461</u>	<u>11,243</u>	<u>66,638</u>	<u>214,281</u>
Total Assets	<u>82,101</u>	<u>45,664</u>	<u>22,920</u>	<u>14,827</u>	<u>100,630</u>	<u>266,142</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Loss on Defeasance	429	946			18	1,393
Pension Systems Related		555	1,149	144	7,037	8,885
Other Postemployment Benefit Systems Related		241	108	19	528	896
Total Deferred Outflows of Resources	<u>429</u>	<u>1,742</u>	<u>1,257</u>	<u>163</u>	<u>7,583</u>	<u>11,174</u>
<b>LIABILITIES</b>						
Current Liabilities:						
Accounts Payable	166	228	17	347	472	1,230
Due to Other Funds	134		20	18	186	358
Due to Fiduciary Funds		2	3	1	29	35
Accrued Payroll		15	36	10	285	346
Accrued Liabilities		545	30		3	578
Accrued Interest	7	16	1	7	69	100
Deposits Payable	12		4			16
Unearned Revenue	855		35			892
Compensated Absences Payable		62	113	16	538	729
Unpaid Claims Payable					2	2
General Obligation Bonds Payable	201	684	37	278	1,414	2,614
Total Current Liabilities	<u>1,375</u>	<u>1,554</u>	<u>296</u>	<u>677</u>	<u>2,998</u>	<u>6,900</u>
Noncurrent Liabilities:						
Compensated Absences Payable		42		20	496	558
General Obligation Bonds Payable	2,860	6,537	105	1,231	23,091	33,824
Net Pension Liabilities		2,223	4,874	556	28,217	35,870
Total Noncurrent Liabilities	<u>2,860</u>	<u>8,802</u>	<u>4,979</u>	<u>1,807</u>	<u>51,804</u>	<u>70,252</u>
Total Liabilities	<u>4,235</u>	<u>10,356</u>	<u>5,275</u>	<u>2,484</u>	<u>54,802</u>	<u>77,152</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Gain on Defeasance	13		13	12		38
Service Concession Arrangements		9,898				9,898
Pension Systems Related		127	223	27		377
Other Postemployment Benefit Systems Related		93	208	30	1,341	1,672
Total Deferred Inflows of Resources	<u>13</u>	<u>10,118</u>	<u>444</u>	<u>69</u>	<u>1,341</u>	<u>11,985</u>
<b>NET POSITION</b>						
Net Investment in Capital Assets	68,986	28,174	17,919	6,427	47,608	169,114
Restricted for OPEB Asset		374	396	46	2,058	2,874
Unrestricted Net Position	9,296	(1,616)	143	5,964	2,404	16,191
Total Net Position	<u>\$ 78,282</u>	<u>\$ 26,932</u>	<u>\$ 18,458</u>	<u>\$ 12,437</u>	<u>\$ 52,070</u>	<u>\$ 188,179</u>

**City of Cincinnati, Ohio**  
**Combining Statement of Revenues, Expenses and Changes in Net Position**  
**Nonmajor Enterprise Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Business-Type Activities - Enterprise Funds</b>					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
<b>OPERATING REVENUES</b>						
Charges for Services	\$ 7,381	\$ 5,237	\$ 2,091	\$ 8,661	\$ 28,646	\$ 52,016
Miscellaneous Income		401	350			751
Total Operating Revenues	<u>7,381</u>	<u>5,638</u>	<u>2,441</u>	<u>8,661</u>	<u>28,646</u>	<u>52,767</u>
<b>OPERATING EXPENSES</b>						
Personal Services	113	438	771	229	12,315	13,866
Contractual Services	9,090	2,713		5,284	2,805	19,892
Maintenance and Repairs		80	20		7,663	7,763
Materials and Supplies		2	89	109	606	806
Utilities		115	165	495	176	951
Insurance	140	71	19	13	472	715
Taxes		1,106		34	1	1,141
Depreciation and Amortization	4,449	1,904	584	696	3,780	11,413
Rent		172	7		150	329
Pension Expense		(715)	(873)	(60)	(5,480)	(7,128)
Other Postemployment Benefit Expense		151	(85)	(10)	(714)	(658)
Other Expense		100			21	121
Total Operating Expenses	<u>13,792</u>	<u>6,137</u>	<u>697</u>	<u>6,790</u>	<u>21,795</u>	<u>49,211</u>
Operating Income/(Loss)	<u>(6,411)</u>	<u>(499)</u>	<u>1,744</u>	<u>1,871</u>	<u>6,851</u>	<u>3,556</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Interest Revenue		93	(77)	35	165	216
Occupancy Tax	2,601					2,601
Interest Expense	(109)	(262)	(5)	(80)	(914)	(1,370)
Total Non-Operating Revenues (Expenses)	<u>2,492</u>	<u>(169)</u>	<u>(82)</u>	<u>(45)</u>	<u>(749)</u>	<u>1,447</u>
Loss before Contributions and Transfers	(3,919)	(668)	1,662	1,826	6,102	5,003
Transfers In	730	700			418	1,848
Transfers (Out)		(158)				(158)
Change in Net Position	(3,189)	(126)	1,662	1,826	6,520	6,693
Beginning Net Position, restated	81,471	27,058	16,796	10,611	45,550	181,486
Ending Net Position	<u>\$ 78,282</u>	<u>\$ 26,932</u>	<u>\$ 18,458</u>	<u>\$ 12,437</u>	<u>\$ 52,070</u>	<u>\$ 188,179</u>

**City of Cincinnati, Ohio**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Business-Type Activities - Enterprise Funds</b>					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
<u>Cash Flows from Operating Activities:</u>						
Receipts from Customers	\$ 3,943	\$ 5,227	\$ 2,467	\$ 8,653	\$ 28,836	\$ 49,126
Receipts from Other Funds	2,223					2,223
Payments to Suppliers	(8,746)	(3,115)	(302)	(6,053)	2,887	(15,329)
Payments to Other Funds	(166)	(170)			(14,796)	(15,132)
Payments to Employees	(113)	(430)	(981)	(215)	(12,039)	(13,778)
Payments for Property Taxes		(1,090)	(68)		(1)	(1,159)
Net Cash Provided (Used) by Operating Activities	<u>(2,859)</u>	<u>422</u>	<u>1,116</u>	<u>2,385</u>	<u>4,887</u>	<u>5,951</u>
<u>Cash Flows from Noncapital Financing Activities:</u>						
Amounts Due From Other Funds for City Notes	89	111	22	(10)	154	366
Interest paid on Debt	(8)	(12)			(3)	(23)
Principal paid on Debt	(70)	(23)			(6)	(99)
Advances to Other Funds	(119)	105	62	756	(874)	(70)
Occupancy Tax	2,475					2,475
Transfers to Other Funds	(230)	(158)				(388)
Transfers from Other Funds	730	700			418	1,848
Net Cash Provided (Used) by Noncapital Financing Activities	<u>2,867</u>	<u>723</u>	<u>84</u>	<u>746</u>	<u>(311)</u>	<u>4,109</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>						
Acquisition of Property, Plant and Equipment	(519)	(128)	(338)		(961)	(1,946)
Interest Paid on Bonds and Notes	(85)	(187)	(9)	(78)	(960)	(1,319)
Principal Paid on Bonds and Notes	(137)	(665)	(36)	(352)	(1,405)	(2,595)
Additions to Construction in Progress	(77)	(650)	(202)	(1,356)	(1,678)	(3,963)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(818)</u>	<u>(1,630)</u>	<u>(585)</u>	<u>(1,786)</u>	<u>(5,004)</u>	<u>(9,823)</u>
<u>Cash Flow from Investing Activities:</u>						
Interest and Dividends on Investments		58	(90)	23	103	94
Net Cash Provided by Investing Activities		<u>58</u>	<u>(90)</u>	<u>23</u>	<u>103</u>	<u>94</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(810)	(427)	525	1,368	(325)	331
Cash and Cash Equivalents, July 1	<u>8,813</u>	<u>10,820</u>	<u>2,237</u>	<u>4,315</u>	<u>15,413</u>	<u>41,598</u>
Cash and Cash Equivalents, June 30	<u>\$ 8,003</u>	<u>\$ 10,393</u>	<u>\$ 2,762</u>	<u>\$ 5,683</u>	<u>\$ 15,088</u>	<u>\$ 41,929</u>

(Continued)

**City of Cincinnati, Ohio**  
**Combining Statement of Cash Flows**  
**Nonmajor Enterprise Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<u>Business Type-Activities - Enterprise Funds</u>					Total Nonmajor Enterprise Funds
	Convention Center	Parking Facilities	General Aviation	Municipal Golf	Stormwater Management	
(Continued)						
<u>Reconciliation of Operating Loss to Net Cash</u>						
<u>Provided (Used) by Operating Activities:</u>						
Operating Loss	\$ (6,411)	\$ (499)	\$ 1,744	\$ 1,871	\$ 6,851	\$ 3,556
Depreciation and Amortization	4,449	1,904	584	696	3,780	11,413
Changes in Assets, Deferred Inflows/Outflows and Liabilities:						
(Increase) Decrease in:						
Receivables	(136)		26	(8)	45	(73)
Due from Other Funds					145	145
Prepaid Items	54	(5)	(1)	(1)	(2)	45
Net OPEB Asset CRS		54	103	12	177	346
Deferred Outflows Cincinnati Retirement System		(244)	(730)	(42)	(5,478)	(6,494)
Increase (Decrease) in:						
Accounts Payable	47	(16)	1	(102)	(65)	(135)
Due to Other Funds	(13)	(4)	(60)	(15)	56	(36)
Due to Fiduciary Funds			(1)		5	4
Accrued Payroll		(6)	8	7	111	120
Accrued Liabilities		16	(68)		1	(51)
Unearned Revenue	(849)	(1)				(850)
Compensated Absences Payable		14	(159)	7	159	21
Deferred Inflows Service Concession Arrangements		(410)				(410)
Deferred Inflows Cincinnati Retirement System		(1,569)	(3,004)	(343)	(17,908)	(22,824)
Unpaid Claims Payable		(7)			(5)	(12)
Net Pension Liability Cincinnati Retirement System		1,195	2,673	303	17,015	21,186
Net Cash Provided (Used) by Operating Activities	<u>\$ (2,859)</u>	<u>\$ 422</u>	<u>\$ 1,116</u>	<u>\$ 2,385</u>	<u>\$ 4,887</u>	<u>\$ 5,951</u>
<u>Schedule of Noncash Investing, Capital and Financing Activities:</u>						
Change in Fair Value of Investments	\$ _____	\$ (381)	\$ (140)	\$ (132)	\$ (185)	\$ (838)
Total Noncash Investing, Capital and Financing Activities	<u>\$ _____</u>	<u>\$ (381)</u>	<u>\$ (140)</u>	<u>\$ (132)</u>	<u>\$ (185)</u>	<u>\$ (838)</u>

CITY OF CINCINNATI, OHIO

**INTERNAL SERVICE FUNDS**

Purchasing, Reproduction, and Printing – Used to account for revenue from City departments and for the expenses of operations and maintenance of the Division of Reproduction and Printing. Also used to account for the revenue and expenses related to the distribution and sale of materials and supplies.

Fleet Services – Used to account for revenue from City departments for the expenses related to vehicle repairs, maintenance, and fuel.

Property Management – Used to account for proceeds of City leases and land sales and to account for costs of administering the capital assets of the City.

Self Insurance-Risk Management – Used to account for monies appropriated from the General or other funds or received from contract agencies, employees, members of council, and others, including interest earned, and to make expenditures for insurance costs for employees' health care and for City property, liability, and other risk coverage.

Self Insurance-Workers' Compensation – Used to receive workers' compensation premium payments from all City funds and to pay workers' compensation premium payments, claim costs, and reserve settlements.

Enterprise Technology Services – Used to account for revenue and expenses related to the delivery of data processing services to the City, Hamilton County, and others.

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**City of Cincinnati, Ohio**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
<b>ASSETS</b>							
Current Assets:							
Cash and Cash Equivalents				\$ 348			\$ 348
Equity in City Treasury Cash	\$ 174	\$ 1,554	\$ 629	15,263	\$ 6,184	\$ 1,778	25,582
Receivables:							
Accounts, Net	15	126		1,232			1,373
Accrued Interest				162	73	6	241
Due from Other Funds	42	1,812	4	115	44	311	2,328
Due from Fiduciary Funds				210		1	211
Due from Other Governments						379	379
Prepaid Items		8	31	2,121	96	460	2,716
Inventory	22	435					457
Advances to Other Funds		471				8,880	9,351
Total Current Assets	<u>253</u>	<u>4,406</u>	<u>664</u>	<u>19,451</u>	<u>6,397</u>	<u>11,815</u>	<u>42,986</u>
Noncurrent Assets:							
Equity in City Treasury Cash	379	3,370	1,365	33,109	13,416	4,086	55,725
Land		283					283
Improvements, net of Accumulated Depreciation		543				1,065	1,608
Machinery and Equipment, net of Accumulated Depreciation	7	353				699	1,059
Net Other Postemployment Asset Cincinnati Retirement System	65	3,085	483	1,240	65	1,310	6,248
Other Assets		2,449					2,449
Total Noncurrent Assets	<u>451</u>	<u>10,083</u>	<u>1,848</u>	<u>34,349</u>	<u>13,481</u>	<u>7,160</u>	<u>67,372</u>
Total Assets	<u>704</u>	<u>14,489</u>	<u>2,512</u>	<u>53,800</u>	<u>19,878</u>	<u>18,975</u>	<u>110,358</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>							
Loss on Defeasance	22	132		46		112	312
Pension Systems Related	148	7,880	1,179	3,340	161	3,668	16,376
Other Postemployment Benefit Systems Related	52	572	78	209	11	302	1,224
Total Deferred Outflows of Resources	<u>222</u>	<u>8,584</u>	<u>1,257</u>	<u>3,595</u>	<u>172</u>	<u>4,082</u>	<u>17,912</u>

(Continued)

**City of Cincinnati, Ohio**  
**Combining Statement of Net Position**  
**Internal Service Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
(Continued)							
<b>LIABILITIES</b>							
Current Liabilities:							
Accounts Payable	\$ 13	\$ 1,411	\$ 4	\$ 5,097	\$ 322	\$ 201	\$ 7,048
Due to Other Funds		2		2		21	25
Due to Fiduciary Funds		29	4	12	1	13	59
Accrued Payroll	10	266	38	105	6	16	441
Accrued Liabilities	1	5			232	312	550
Accrued Interest		2		1		1	4
Deposits Payable		1	146			1	148
Compensated Absences Payable	36	577	76	190	10	225	1,114
Unpaid Claims Payable				5,543	1,784		7,327
General Obligation Bonds Payable	7	41		14		35	97
Total Current Liabilities	67	2,334	268	10,964	2,355	825	16,813
Noncurrent Liabilities:							
Estimated Liability for Compensated Absences	28	355	30	196	31	43	683
Estimated Liability for Unpaid Claims					8,541		8,541
Advances from Other Funds		50					50
Advances from Other Governments		20					20
General Obligation Bonds Payable	145	860		298		724	2,027
Net Pension Liabilities	641	30,312	4,746	12,185	641	12,869	61,394
Total Noncurrent Liabilities	814	31,597	4,776	12,679	9,213	13,636	72,715
Total Liabilities	881	33,931	5,044	23,643	11,568	14,461	89,528
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Pension Systems Related	84			4			88
Other Postemployment Benefit Systems Related	40	1,320	269	629	27	593	2,878
Total Deferred Inflows of Resources	124	1,320	269	633	27	593	2,966
<b>NET POSITION</b>							
Net Investment in Capital Assets	7	1,179				1,764	2,950
Restricted for Fleet Services		2,449					2,449
Restricted for OPEB	77	2,337	292	820	49	1,019	4,594
Unrestricted Net Position	(163)	(18,143)	(1,836)	32,299	8,406	5,220	25,783
Total Net Position	\$ (79)	\$ (12,178)	\$ (1,544)	\$ 33,119	\$ 8,455	\$ 8,003	\$ 35,776

**City of Cincinnati, Ohio**  
**Combining Statement of Revenues, Expenses and Changes in Fund Net Position**  
**Internal Service Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
<b>OPERATING REVENUES</b>							
Charges for Services	\$ 1,124	\$ 19,757		\$ 92,609	\$ 4,046	\$ 10,056	\$ 127,592
Miscellaneous		31	\$ 2,269				2,300
Total Operating Revenues	1,124	19,788	2,269	92,609	4,046	10,056	129,892
<b>OPERATING EXPENSES</b>							
Personal Services	229	6,495	941	5,630	191	2,864	16,350
Contractual Services	730	1,462	44	1,192	5	816	4,249
Maintenance and Repairs	5	965		33		113	1,116
Materials and Supplies	31	14,048	1	67		(6)	14,141
Utilities	2	174	10	21		2,250	2,457
Insurance		4		72,793	466		73,263
Depreciation and Amortization	5	186	1			1,010	1,202
Rent	46	104	47	165		2,942	3,304
Pension Expense	(128)	(4,246)	139	(334)	(88)	(1,817)	(6,474)
Other Postemployment Benefit Expense	8	(537)	(137)	(290)	(13)	(179)	(1,148)
Other Expense		20	4	28			52
Total Operating Expenses	928	18,675	1,050	79,305	561	7,993	108,512
Operating Income (Loss)	196	1,113	1,219	13,304	3,485	2,063	21,380
<b>NONOPERATING REVENUES (EXPENSES)</b>							
Interest Revenue				310	144	14	468
Interest Expense	(4)	(24)		(8)		(20)	(56)
Total Non-Operating Revenue (Expenses)	(4)	(24)		302	144	(6)	412
Income (Loss) before Transfers	192	1,089	1,219	13,606	3,629	2,057	21,792
Transfers (Out)			(1,593)				(1,593)
Change in Net Position	192	1,089	(374)	13,606	3,629	2,057	20,199
Beginning Net Position, restated	(271)	(13,267)	(1,170)	19,513	4,826	5,946	15,577
Ending Net Position	\$ (79)	\$ (12,178)	\$ (1,544)	\$ 33,119	\$ 8,455	\$ 8,003	\$ 35,776

**City of Cincinnati, Ohio**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Total Internal Service Funds
<u>Cash Flows from Operating Activities:</u>							
Receipts from Customers	\$ 181	\$ 364	\$ 2,043	\$ 10,501	\$ 403	\$ 977	\$ 14,469
Receipts from Other Funds	908	19,001		80,675	3,643	8,852	113,079
Receipts from Retirement System				161			161
Payment to Suppliers	(803)	(10,944)	(72)	(78,780)	(2,704)	(5,394)	(98,697)
Payments to Other Funds	(13)	(4,953)				(609)	(5,575)
Payments to Employees	(234)	(6,374)	(1,029)	(5,593)	(185)	(2,868)	(16,283)
Net Cash Provided (Used) by Operating Activities	<u>39</u>	<u>(2,906)</u>	<u>942</u>	<u>6,964</u>	<u>1,157</u>	<u>958</u>	<u>7,154</u>
<u>Cash Flows from Noncapital</u>							
<u>Financing Activities:</u>							
Advances from Other Funds						214	214
Due from Other Funds for City Note Payable	5	83	28	394	181	45	736
Interest paid on Bond and Notes	(3)	(20)		(8)		(17)	(48)
Principal paid on Bond and Notes	(7)	(40)		(14)		(34)	(95)
Transfers to Other Funds			(1,593)				(1,593)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(5)</u>	<u>23</u>	<u>(1,565)</u>	<u>372</u>	<u>181</u>	<u>208</u>	<u>(786)</u>
<u>Cash Flows from Investing Activities:</u>							
Interest on Investments				173	85	(30)	228
Net Cash Provided by Investing Activities				<u>173</u>	<u>85</u>	<u>(30)</u>	<u>228</u>
Net Increase (Decrease) in Cash and Cash Equivalents	34	(2,883)	(623)	7,509	1,423	1,136	6,596
Cash and Cash Equivalents at July 1	519	7,807	2,617	41,211	18,177	4,728	75,059
Cash and Cash Equivalents at June 30	<u>\$ 553</u>	<u>\$ 4,924</u>	<u>\$ 1,994</u>	<u>\$ 48,720</u>	<u>\$ 19,600</u>	<u>\$ 5,864</u>	<u>\$ 81,655</u>

**City of Cincinnati, Ohio**  
**Combining Statement of Cash Flows**  
**Internal Service Funds**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	Purchasing Reproduction and Printing	Fleet Services	Property Management	Self Insurance Risk Management	Self Insurance Workers' Compensation	Enterprise Technology Services	Internal Service Funds
<u>Reconciliation of Operating Income(Loss) to</u>							
<u>Net Cash Provided (Used) by Operating Activities:</u>							
Operating Income (Loss)	\$ 196	\$ 1,113	\$ 1,219	\$ 13,304	\$ 3,485	\$ 2,063	\$ 21,380
Depreciation and Amortization	5	186	1			1,010	1,202
<u>Changes in Assets, Deferred Outflows/Inflows and Liabilities:</u>							
Receivables	6	21		(1,117)			(1,090)
Due from Other Funds	(41)	(444)		16	1	(3)	(471)
Due from Fiduciary Funds				(172)		103	(69)
Due from Other Governments						1	1
Inventory		315				(328)	(13)
Prepaid Items		(3)		(833)	(96)	39	(893)
Other assets		691					691
Net OPEB Asset Cincinnati Retirement System	28	106	32	(3)	4	(34)	133
Deferred Outflows Cincinnati Retirement System	(31)	(6,210)	(86)	(1,681)	(126)	(2,937)	(11,071)
Accounts Payable	(2)	(121)	3		51		(69)
Deposits Payable			(226)	(2,143)			(2,369)
Due to Other Funds		(2)	(1)			(27)	(30)
Due to Fiduciary Funds		3	(1)				2
Accrued Payroll	4	102	(13)	1	2	(13)	83
Accrued Liabilities		1		38	(12)	3	30
Advances from Other Governments				(1)		(50)	(51)
Estimated Liability for Compensated Absences	(9)	15	(42)	(245)	4		(277)
Deferred Inflows Cincinnati Retirement System	(415)	(17,265)	(2,796)	(6,330)	(367)	113	(27,060)
Unearned Revenue						(7,204)	(7,204)
Estimated Liability for Unpaid Claims Payable				(1,509)	(2,177)	43	(3,643)
Net Pension Liability Cincinnati Retirement System	298	18,586	2,852	7,639	388	8,179	37,942
Net Cash Provided (Used) by							
Operating Activities	<u>\$ 39</u>	<u>\$ (2,906)</u>	<u>\$ 942</u>	<u>\$ 6,964</u>	<u>\$ 1,157</u>	<u>\$ 958</u>	<u>\$ 7,154</u>
<u>Schedule of Noncash Investing, Capital and</u>							
<u>Financing Activities:</u>							
Change in Fair Value of Investments				\$ (1,404)	\$ (637)	\$ (51)	\$ (2,092)

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**CITY OF CINCINNATI, OHIO**

**FIDUCIARY FUNDS**



**CUSTODIAL FUNDS**

Convention Facility Authority – Used to account for monies collected by the City of Cincinnati from Transient Occupancy Tax Revenues.

Engineering Deposits – Used to account for Transportation & Engineering monies reserved for specific purposes.

Metropolitan Sewer District – Used to account for the monies of the Metropolitan Sewer District.

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**City of Cincinnati, Ohio**  
**Combining Statement of Fiduciary Net Position**  
**Custodial Funds**  
**June 30, 2023**  
**(Amounts in Thousands)**

	<b>Custodial Funds</b>			
	Convention Facility Authority	Engineering Deposits	Metropolitan Sewer District	Total
<b>ASSETS</b>				
Cash and Cash Equivalents				
Equity in City Treasury Cash	\$ 351	\$ 1,409		\$ 1,760
Cash With Fiscal Agent			\$ 1	1
Investments, at fair value			274,299	274,299
Receivables:				
Accounts, Net	1		27,087	27,088
Accrued Interest and Dividends			518	518
Due From Primary Government		3	303	306
Total Assets	\$ 352	\$ 1,412	\$ 302,208	\$ 303,972
<b>LIABILITIES</b>				
Accounts Payable	\$	\$ 9	\$ 30,553	\$ 30,562
Due to Other Governments			121,072	121,072
Accrued Payroll			37	37
Accrued Liabilities			35	35
Deposits Payable		1,403	5	1,408
Estimated Liability for Compensated Absences			10,000	10,000
Total Liabilities	\$	\$ 1,412	\$ 161,702	\$ 163,114
<b>NET POSITION</b>				
Restricted Net Position	\$ 352	\$	\$ 140,506	\$ 140,858
Total Net Position	\$ 352	\$	\$ 140,506	\$ 140,858

**City of Cincinnati, Ohio**  
**Entity Wide**  
**Combining Statement of Changes in Fiduciary Net Position**  
**For fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	<b>Custodial Funds</b>			<b>Total</b>
	Convention Facility Authority	Engineering Deposits	Metropolitan Sewer District	
<b>Additions:</b>				
<b>Collections for Other Governments</b>				
Transient Occupancy Tax	\$ 1,650			\$ 1,650
Utility Charges			286,090	286,090
Interest Revenue			3,536	3,536
Total Additions	<u>1,650</u>	<u>-</u>	<u>289,626</u>	<u>291,276</u>
<b>Deductions:</b>				
<b>Payments to Other Governments</b>				
Transient Occupancy Tax	\$ 1,510			\$ 1,510
Utility Charges			\$ 299,855	299,855
Administrative Expense	42			42
Total deductions	<u>1,552</u>	<u>-</u>	<u>299,855</u>	<u>301,407</u>
Net change in fiduciary net position	98		(10,229)	(10,131)
Net position at the beginning of year	254		150,735	150,989
Net position at end of year	<u>\$ 352</u>	<u>\$ -</u>	<u>\$ 140,506</u>	<u>140,858</u>

**CAPITAL ASSETS USED IN THE  
OPERATION OF GOVERNMENTAL FUNDS**

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**City of Cincinnati, Ohio**  
**Comparative Schedule of Capital Assets Used in the Operation of Governmental Activities**  
**Schedule by Source**  
**For the Last Two Fiscal Years**  
**(Amounts In Thousands)**

	June 30 2023	Restated June 30 2022
	<u>                    </u>	<u>                    </u>
Governmental Activities Capital Assets		
Land	\$ 168,497	\$ 169,160
Buildings	248,453	250,362
Improvements	571,785	565,786
Machinery and Equipment	225,194	234,284
Infrastructure	1,413,707	1,399,452
Construction in Progress	160,178	96,174
Right to Use Assets	<u>14,546</u>	<u>14,650</u>
Total Governmental Capital Assets	<u>\$ 2,802,360</u>	<u>\$ 2,729,868</u>

Investment in Governmental Capital Assets by Source:

General Obligation Bonds	\$ 1,803,207	\$ 1,798,163
Federal Grants	210,045	198,898
State Grants	181,108	181,108
County Grants	14,970	14,970
Private	13,381	13,381
General Fund Revenues	183,018	162,842
Special Revenue Funds	81,402	81,402
Gifts	2,529	2,529
Other and Undifferentiated	<u>312,700</u>	<u>276,575</u>
Total from All Sources	<u>\$ 2,802,360</u>	<u>\$ 2,729,868</u>

**City of Cincinnati, Ohio**  
**Schedule of Capital Assets Used in the Operation of Governmental Funds**  
**Schedule by Function and Activity**  
**As of June 30, 2023**  
**(Amounts In Thousands)**

	Total	Land	Buildings	Improvements	Equipment	Infrastructure	Right-to-use Assets	Construction In Progress
Mayor and Council	\$ 6				\$ 6			
City Manager	9,516		\$ 4,800	\$ 9	2,659	\$ 2,048		
Economic Inclusion	24				24			
Law	53				53			
Human Resources	6,816			6,673	143			
Enterprise Technology Services	18,574				14,722		\$ 3,852	
Finance	2,042			710	1,332			
Community and Economic Development	171,496	\$ 29,125	9,470	71,982	68	60,851		
City Planning and Buildings	64			3	61			
Citizens Complaint and Internal Audit	23				23			
Recreation	168,579	3,963	33,823	119,074	4,966	259		6,494
Parks	186,590	26,244	18,627	76,252	5,119	60,348		
Buildings and Inspections	1,431	1,174		145	112			
Public Safety	100,613	1,833	8,608	12,358	77,814			
Transportation and Engineering	1,365,851	44,339	7,731	59,170	11,928	1,242,683		
Enterprise Services	1,251	297	156		798			
Public Services	236,299	6,043	71,418	67,955	43,365	47,518		
Public Health	22,637	237	4,203	10,057	3,940		4,200	
Pooled, Unassigned Equipment	608				608			
Southern Railway Improvement	83,224			83,224				
General Government								
Land	54,959	54,959						
Buildings	89,345		89,345					
Improvements	51,142			51,142				
<b>Total Governmental Capital Assets Allocated by Function</b>	<b>2,571,143</b>	<b>168,214</b>	<b>248,181</b>	<b>558,754</b>	<b>167,741</b>	<b>1,413,707</b>	<b>14,546</b>	
Construction in Progress	160,178							160,178
Internal Service Funds:								
Purchasing, Printing and Stores	1,382				1,382			
Fleet Services	7,689	283	272	4,508	2,626			
Self Insurance Risk Management	12				12			
Self Insurance Workers' Compensation	82				82			
Property Management	37			6	31			
Enterprise Technology Services	61,837			8,517	53,320			
<b>Total Governmental Capital Assets</b>	<b>\$ 2,802,360</b>	<b>\$ 168,497</b>	<b>\$ 248,453</b>	<b>\$ 571,785</b>	<b>\$ 225,194</b>	<b>\$ 1,413,707</b>	<b>\$ 14,546</b>	<b>160,178</b>

**City of Cincinnati, Ohio**  
**Schedule of Capital Assets Used in the Operation of Governmental Funds**  
**Schedule of Changes by Function and Activity**  
**For the fiscal year ended June 30, 2023**  
**(Amounts in Thousands)**

	Restated General Capital Assets July 1, 2022	Additions	Deletions	General Capital Assets June 30, 2023
Mayor and Council	\$ 6			\$ 6
City Manager	10,387		\$ 871	9,516
Economic Inclusion	24			24
Law	53			53
Human Resources	6,817		1	6,816
Enterprise Technology Services	14,702	3,892	20	18,574
Finance	2,042			2,042
Community and Economic Development	172,051		555	171,496
City Planning and Buildings	64			64
Citizen's Complaint and Internal Audit	23			23
Recreation	156,961	11,643	25	168,579
Parks	186,378	259	47	186,590
Buildings and Inspections	1,645		214	1,431
Public Safety	96,949	7,302	3,638	100,613
Transportation and Engineering	1,350,819	15,128	96	1,365,851
Enterprise Services	1,270		19	1,251
Public Services	238,250	657	2,608	236,299
Public Health	18,214	4,423		22,637
Pooled, Unassigned Equipment	608			608
Southern Railway Improvement	83,831		607	83,224
General Government				
Land	54,959			54,959
Buildings	89,345			89,345
Improvements	50,532	610		51,142
Construction in Progress	118,363	41,815		160,178
Internal Service Funds:				
Purchasing, Printing and Stores	1,406		24	1,382
Fleet Services	7,702		13	7,689
Self Insurance Risk Management	12			12
Self Insurance Workers' Compensation	82			82
Property Management	37			37
Enterprise Technology Services	66,336	2,082	6,581	61,837
Total Governmental Capital Assets	<u>\$ 2,729,868</u>	<u>\$ 87,811</u>	<u>\$ 15,319</u>	<u>\$ 2,802,360</u>

Note: The additions and deletions include department reclassifications and transfers.

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# **SCHEDULES**

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**City of Cincinnati, Ohio**  
**Schedule of Outstanding Bonds and Notes, GAAP (h)**  
**Last Nine Fiscal Years (g)**

Fiscal Year	(a) General Obligation Bonds and Notes	(b) Sec. 133.05 (B)(7) Municipal Income Tax Bonds and Notes	(a) Sec. 133.04 (B)(1) Special Assessment Bonds	(c) Sec. 133.04 (B)(3) Emergency Financing Notes	(c) Sec. 133.04 (B)(4) Urban Renewal Bonds	(a) Sec. 133.04 (B)(5) Judgment Bonds
	2014	\$ 251,690,000	\$ 97,395,000			\$ 15,630,000
2015	243,044,080	98,095,000			14,510,000	1,615,000
2016	270,615,000	111,435,000			13,785,000	36,552,212
2017	265,226,000	110,627,000	\$ 1,000,000		12,465,000	35,330,145
2018	258,836,000	108,133,000	965,000		11,145,000	34,078,165
2019	263,166,000	108,918,000	930,000		9,710,000	32,816,318
2020	280,375,000	108,278,420	890,000	\$ 50,000,000	8,630,000	31,745,179
2021	275,575,000	99,410,000	850,000		7,455,000	41,873,685
2022	298,745,000	92,471,580	810,000		6,290,000	40,217,519
2023	324,740,000	21,805,000	765,000		5,100,000	37,519,560

Fiscal Year	(c) Sec. 133.04 (B)(8) TIF Bonds and Notes	(c) Sec. 133.05 (B)(1)(a) Water Bonds	(c) Sec. 133.05 (B)(1)(b) Sewer Stormwater Bonds	(c) Sec. 133.05 (B)(1)(f) Parking Facilities Bonds	(c) Sec. 133.05 (B)(1)(i) Urban Redevelopment Bonds	(c) Sec. 133.05 (B)(1)(j) Public Attraction Bonds
	2014	\$ 105,240,000	\$ 1,800,000	\$ 14,085,000	\$ 4,450,000	\$ 4,215,000
2015	94,435,000		12,810,000	4,200,000	3,360,000	14,995,000
2016	54,505,000		11,400,000	9,950,000	2,550,000	24,160,000
2017	50,295,000		15,160,000	9,940,000	6,330,000	35,017,124
2018	55,025,000		17,850,000	9,320,000	5,775,000	32,490,000
2019	51,890,000		21,065,000	8,700,000	5,205,000	30,490,000
2020	37,455,000	-	27,340,000	8,700,000	4,640,000	28,700,000
2021	34,275,000	-	32,095,000	8,025,000	4,070,000	26,895,000
2022	34,308,608		32,705,000	7,350,000	3,755,000	25,440,000
2023	31,111,101		30,520,000	6,685,000	3,600,000	24,025,000

Fiscal Year	(d) Sec. 133.05 (B)(10) Police & Fire Pension Bonds	(c) Sec. 133.05 (B)(12) Energy Conservation Bonds	(d) Sec. 133.05 (B)(5) Non-Tax Revenue Pledge Bonds	(d)(f) Sec. 133.05 (B)(5) Water System Revenue Pledge Bonds	Gross Obligation Debt	Gross Self-Supported Debt	Gross Total Debt
	2014	\$ 37,230,000	\$ 7,060,000	\$ 110,880,000	\$ 471,585,000	\$ 251,690,000	\$ 887,700,000
2015	35,920,000	6,720,000	119,985,000	450,965,000	243,044,080	857,610,000	1,100,654,080
2016	31,600,000	13,890,000	127,040,000	473,480,000	270,615,000	910,347,212	1,180,962,212
2017	30,325,000	13,055,000	128,871,620	524,960,000	265,226,000	973,375,889	1,238,601,889
2018	29,035,000	12,135,000	118,269,000	505,685,000	258,836,000	939,905,165	1,198,741,165
2019	27,725,000	11,335,000	122,749,000	485,970,000	263,166,000	917,503,318	1,180,669,318
2020	30,385,000	10,990,000	116,430,000	444,600,000	280,375,000	908,783,599	1,189,158,599
2021	28,650,000	10,130,000	110,290,000	421,950,000	275,575,000	825,968,685	1,101,543,685
2022	26,870,000	19,505,000	103,180,000	469,335,000	298,745,000	862,237,707	1,160,982,707
2023	25,220,000	18,625,000	95,885,000	444,640,000	324,740,000	745,500,661	1,070,240,661

- (a) Supported by general tax levy or special assessment levy
- (b) Supported by Municipal Income Tax, but have property tax support if necessary
- (c) Supported by current revenue, but has property tax support if necessary
- (d) Supported by current revenue, no tax support pledged
- (e) Supported by current revenue, but has property tax support if necessary-taxable
- (f) Includes crossover refunding of \$77,935,000 in fiscal years 2017, 2018, and 2019.
- (g) The City changed reporting periods from a calendar year to a June 30th fiscal year, with the first full fiscal year ended June 30, 2014. This schedule will continue to build out prospectively until ten full fiscal years are available.
- (h) Excludes City internal notes; In accordance with GAAP, the table above excludes the following:

Category	FY 2023 Amount	Description
Sec. 133.04(B)(5) Judgment Bonds	270,440.00	Represents the outstanding portion to be repaid by the Cincinnati Retirement System (CRS) of the remaining outstanding principal amount of the City's Unlimited Tax General Obligation Judgment Bonds, Series 2015D (Federally Taxable), issued on December 22, 2015 in the original principal amount of \$43,995,000
Sec. 133.05(B)(5) Non-Tax Revenue Pledge Bonds	4,538,700.00	Represents the remaining outstanding principal amount of the City's Economic Development Revenue Bonds, Series 2014A (State Infrastructure Bank – Keystone Parke Project) (the "2014A Bonds"), issued on November 13, 2014 in the original principal amount of \$5,440,000.00
Sec. 133.05(B)(5) Non-Tax Revenue Pledge Bonds	4,200,000.00	Represents the remaining outstanding principal amount of the City's loan from the U.S. Department of Housing and Urban Development, entered into for the purpose of providing partial financing for the relocation of an existing drop inn center to a newly-renovated men's shelter; entered into on May 28, 2015 in the original principal amount of \$7,000,000 (the "2015 Loan"). The 2015 Loan is secured with a subordinate pledge of and lien on the City's non-tax revenues.
Sec. 133.05(B)(5) Non-Tax Revenue Pledge Bonds	2,975,000.00	Represents the remaining outstanding principal amount of the City's Economic Development Revenue Bonds, Series 2021A (Walworth Junction Development Project) (the "2021A Bonds"), issued on July 9, 2021 in the original principal amount of \$2,975,000.00

**City of Cincinnati, Ohio**  
**Schedule of Outstanding Bonds and Notes, Non-GAAP (h)**  
**Last Nine Fiscal Years (g)**

Fiscal Year	(a) General Obligation Bonds and Notes	(b) Sec. 133.05 (B)(7) Municipal Income Tax Bonds and Notes	(a) Sec.133.04 (B)(1) Special Assessment Bonds	(a) Sec.133.04 (B)(3) Emergency Financing Notes	(c) Sec 133.04 (B)(4) Urban Renewal Bonds	(a) Sec.133.04 (B)(5) Judgment Bonds		
	2014	\$ 251,690,000	\$ 97,395,000			\$ 15,630,000	\$ 1,905,000	
2015	243,044,080	98,095,000			14,510,000	1,615,000		
2016	270,615,000	111,435,000			13,785,000	36,845,000		
2017	265,226,000	110,627,000	\$ 1,000,000		12,465,000	35,615,000		
2018	258,836,000	108,133,000	965,000		11,145,000	34,355,000		
2019	263,166,000	108,918,000	930,000		9,710,000	33,085,000		
2020	280,375,000	108,278,420	890,000	\$ 50,000,000	8,630,000	31,800,000		
2021	275,575,000	99,410,000	850,000		7,455,000	41,920,000		
2022	298,745,000	92,471,580	810,000		6,290,000	40,500,000		
2023	324,740,000	21,805,000	765,000		5,100,000	37,790,000		

Fiscal Year	(c) Sec. 133.04 (B)(8) TIF Bonds and Notes	(c) Sec 133.05 (B)(1)(a) Water Bonds	(c) Sec 133.05 (B)(1)(b) Sewer Stormwater Bonds	(c) Sec 133.05 (B)(1)(f) Parking Facilities Bonds	(c) Sec 133.05 (B)(1)(i) Urban Redevelopment Bonds	(c) Sec. 133.05 (B)(1)(j) Public Attraction Bonds		
	2014	\$ 105,240,000	\$ 1,800,000	\$ 14,085,000	\$ 4,450,000	\$ 4,215,000	\$ 16,225,000	
2015	94,435,000		12,810,000	4,200,000	3,360,000	14,995,000		
2016	54,505,000		11,400,000	9,950,000	2,550,000	24,160,000		
2017	50,862,124		15,160,000	9,940,000	6,330,000	35,017,124		
2018	59,618,181		17,850,000	9,320,000	5,775,000	32,490,000		
2019	51,890,000		21,065,000	8,700,000	5,205,000	30,490,000		
2020	37,455,000		27,340,000	8,700,000	4,640,000	28,700,000		
2021	37,050,000		32,095,000	8,025,000	4,070,000	26,895,000		
2022	34,308,608		32,705,000	7,350,000	3,755,000	25,440,000		
2023	31,111,101		30,520,000	6,685,000	3,600,000	24,025,000		

Fiscal Year	(d) Sec. 133.05 (B)(10) Police & Fire Pension Bonds	(c) Sec 133.05 (B)(12) Energy Conservation Bonds	(d) Sec.133.05 (B)(5) Non-Tax Revenue Pledge Bonds	(d)(f) Sec.133.05 (B)(5) Water System Revenue Pledge Bonds	Gross Obligation Debt	Gross Self-Supported Debt	Gross Total Debt
	2014	\$ 37,230,000	\$ 7,060,000	\$ 110,880,000	\$ 471,585,000	\$ 251,690,000	\$ 887,700,000
2015	35,920,000	6,720,000	119,985,000	450,965,000	243,044,080	857,610,000	1,100,654,080
2016	31,600,000	13,890,000	127,040,000	473,480,000	270,615,000	910,640,000	1,181,255,000
2017	30,325,000	13,055,000	128,871,620	524,960,000	265,226,000	974,227,868	1,239,453,868
2018	29,035,000	12,135,000	118,269,000	505,685,000	258,836,000	944,775,181	1,203,611,181
2019	27,725,000	11,335,000	122,749,000	485,970,000	263,166,000	917,772,000	1,180,938,000
2020	30,385,000	10,990,000	126,739,153	444,600,000	280,375,000	919,147,573	1,199,522,573
2021	28,650,000	10,130,000	120,081,080	421,950,000	275,575,000	838,581,080	1,114,156,080
2022	26,870,000	19,505,000	115,425,950	469,335,000	298,745,000	874,766,137	1,173,511,137
2023	25,220,000	18,625,000	107,598,700	444,640,000	324,740,000	757,484,801	1,082,224,801

- (a) Supported by general tax levy or special assessment levy
- (b) Supported by Municipal Income Tax, but have property tax support if necessary
- (c) Supported by current revenue, but has property tax support if necessary
- (d) Supported by current revenue, no tax support pledged
- (e) Supported by current revenue, but has property tax support if necessary-taxable
- (f) Includes crossover refunding of \$77,935,000 in fiscal years 2017, 2018, and 2019.
- (g) The City changed reporting periods from a calendar year to a June 30th fiscal year, with the first full fiscal year ended June 30, 2014. This schedule will continue to build out prospectively until ten full fiscal years are available.
- (h) Excludes City internal notes; In contrast to the similar GAAP table, the table above includes the following:

Category	FY 2023 Amount	Description
Sec. 133.04(B)(5) Judgment Bonds	270,440.00	Represents the outstanding portion to be repaid by the Cincinnati Retirement System (CRS) of the remaining outstanding principal amounts of (i) the Series 2015D General Obligation Bonds and (ii) the Series 2020C General Obligation Bonds
Sec. 133.05(B)(5) Non-Tax Revenue Pledge Bonds	4,538,700.00	Represents the remaining outstanding principal amount of the City's Economic Development Revenue Bonds, Series 2014A (State Infrastructure Bank – Keystone Parke Project) (the "2014A Bonds"), issued on November 13, 2014 in the original principal amount of \$5,440,000.00
Sec. 133.05(B)(5) Non-Tax Revenue Pledge Bonds	4,200,000.00	Represents the remaining outstanding principal amount of the City's loan from the U.S. Department of Housing and Urban Development, entered into for the purpose of providing partial financing for the relocation of an existing drop inn center to a newly-renovated men's shelter; entered into on May 28, 2015 in the original principal amount of \$7,000,000 (the "2015 Loan"). The 2015 Loan is secured with a subordinate pledge of and lien on the City's non-tax revenues.
Sec. 133.05(B)(5) Non-Tax Revenue Pledge Bonds	2,975,000.00	Represents the remaining outstanding principal amount of the City's Economic Development Revenue Bonds, Series 2021A (Walworth Junction Development Project) (the "2021A Bonds"), issued on July 9, 2021 in the original principal amount of \$2,975,000.00

**CITY OF CINCINNATI**  
**SCHEDULE OF ANNUAL DEBT SERVICE**  
 General Obligation and Revenue Bonds & Notes, Non-GAAP  
 June 30, 2023

<b>GO - PROPERTY TAX-SUPPORTED</b>					<b>GO - SELF-SUPPORTED</b>				
Fiscal Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Fiscal Year
2023				\$ 324,740,000				\$ 183,441,101	2023
2024	\$ 33,925,000	\$ 11,948,733	\$ 45,873,733	290,815,000	\$ 17,966,101	\$ 5,490,668	\$ 23,456,769	165,475,000	2024
2025	30,860,000	10,417,068	41,277,068	259,955,000	15,545,000	4,793,497	20,338,497	149,930,000	2025
2026	27,750,000	9,037,544	36,787,544	232,205,000	15,310,000	4,180,769	19,490,769	134,620,000	2026
2027	26,395,000	7,766,240	34,161,240	205,810,000	15,005,000	3,583,666	18,588,666	119,615,000	2027
2028	23,975,000	6,631,078	30,606,078	181,835,000	13,820,000	3,083,440	16,903,440	105,795,000	2028
2029	22,155,000	5,680,397	27,835,397	159,680,000	13,680,000	2,682,080	16,362,080	92,115,000	2029
2030	20,230,000	4,833,190	25,063,190	139,450,000	12,855,000	2,282,005	15,137,005	79,260,000	2030
2031	18,630,000	4,072,328	22,702,328	120,820,000	11,610,000	1,931,240	13,541,240	67,650,000	2031
2032	17,860,000	3,369,868	21,229,868	102,960,000	11,645,000	1,633,280	13,278,280	56,005,000	2032
2033	17,225,000	2,698,849	19,923,849	85,735,000	11,280,000	1,328,837	12,608,837	44,725,000	2033
2034	16,675,000	2,134,201	18,809,201	69,060,000	8,375,000	1,071,367	9,446,367	36,350,000	2034
2035	16,510,000	1,665,896	18,175,896	52,550,000	8,480,000	866,093	9,346,093	27,870,000	2035
2036	13,700,000	1,257,792	14,957,792	38,850,000	10,525,000	592,054	11,117,054	17,345,000	2036
2037	12,905,000	909,469	13,814,469	25,945,000	5,200,000	354,124	5,554,124	12,145,000	2037
2038	8,120,000	620,903	8,740,903	17,825,000	3,275,000	246,936	3,521,936	8,870,000	2038
2039	6,150,000	413,284	6,563,284	11,675,000	3,075,000	170,906	3,245,906	5,795,000	2039
2040	5,150,000	255,085	5,405,085	6,525,000	2,990,000	100,206	3,090,206	2,805,000	2040
2041	4,185,000	128,457	4,313,457	2,340,000	2,650,000	35,148	2,685,148	155,000	2041
2042	2,340,000	35,634	2,375,634		155,000	2,325	157,325		2042
2043									2043
2044									2044
2045									2045

<b>GO - MUNICIPAL INCOME TAX SUPPORTED</b>				
Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year
2023				\$ 21,805,000
2024	\$ 1,695,000	\$ 554,754	\$ 2,249,754	20,110,000
2025	2,060,000	489,122	2,549,122	18,050,000
2026	2,105,000	419,194	2,524,194	15,945,000
2027	1,815,000	354,397	2,169,397	14,130,000
2028	3,405,000	286,331	3,691,331	10,725,000
2029	2,500,000	217,456	2,717,456	8,225,000
2030	2,145,000	157,230	2,302,230	6,080,000
2031	1,220,000	115,705	1,335,705	4,860,000
2032	1,000,000	94,953	1,094,953	3,860,000
2033	810,000	77,659	887,659	3,050,000
2034	530,000	64,463	594,463	2,520,000
2035	520,000	53,675	573,675	2,000,000
2036	515,000	42,654	557,654	1,485,000
2037	315,000	33,418	348,418	1,170,000
2038	305,000	26,135	331,135	865,000
2039	295,000	18,788	313,788	570,000
2040	290,000	11,330	301,330	280,000
2041	280,000	3,780	283,780	
2042				
2043				
2044				
2045				

<b>NON-TAX AND WATER REVENUE</b>					<b>TOTAL</b>				
Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Maturing	Interest Cost	Debt Service Requirement	Outstanding Debt End of Year	Year
2023				\$ 552,238,700				\$ 1,082,224,801	2023
2024	\$ 33,859,434	\$ 19,085,700	\$ 52,945,133	518,379,266	\$ 87,445,535	\$ 37,079,855	\$ 124,525,390	994,779,266	2024
2025	32,926,683	17,654,970	50,581,653	485,452,583	81,391,683	33,354,656	114,746,340	913,387,583	2025
2026	34,334,001	16,180,179	50,514,180	451,118,582	79,499,001	29,817,685	109,316,686	833,888,582	2026
2027	29,601,389	14,782,094	44,383,483	421,517,193	72,816,389	26,486,398	99,302,787	761,072,193	2027
2028	30,993,849	13,506,651	44,500,500	390,523,344	72,193,849	23,507,501	95,701,349	688,878,344	2028
2029	32,231,383	12,252,359	44,483,742	358,291,961	70,566,383	20,832,292	91,398,675	618,311,961	2029
2030	33,338,994	11,019,378	44,358,373	324,952,967	68,568,994	18,291,803	86,860,797	549,742,967	2030
2031	33,976,684	9,852,024	43,828,708	290,976,283	65,436,684	15,971,296	81,407,980	484,306,283	2031
2032	35,114,455	8,716,999	43,831,455	255,861,828	65,619,455	13,815,100	79,434,555	418,686,828	2032
2033	31,332,310	7,616,175	38,948,485	224,529,518	60,647,310	11,721,519	72,368,829	358,039,518	2033
2034	22,445,251	6,727,848	29,173,099	202,084,267	48,025,251	9,997,879	58,023,130	310,014,267	2034
2035	20,658,281	6,005,763	26,664,045	181,425,985	46,168,281	8,591,428	54,759,709	263,845,985	2035
2036	19,936,403	5,324,741	25,261,144	161,489,582	44,676,403	7,217,241	51,893,644	219,169,582	2036
2037	20,204,619	4,648,703	24,853,322	141,284,963	38,624,619	5,945,714	44,570,333	180,544,963	2037
2038	16,432,932	4,034,795	20,467,727	124,852,031	28,132,932	4,928,769	33,061,701	152,412,031	2038
2039	14,921,346	3,525,188	18,446,534	109,930,686	24,441,346	4,128,166	28,569,512	127,970,686	2039
2040	10,819,862	3,118,999	13,938,861	99,110,823	19,249,862	3,485,620	22,735,482	108,720,823	2040
2041	11,163,485	2,778,514	13,941,999	87,947,338	18,278,485	2,945,898	21,224,383	90,442,338	2041
2042	10,542,217	2,433,569	12,975,786	77,405,121	13,037,217	2,471,529	15,508,746	77,405,121	2042
2043	10,281,062	2,105,478	12,386,541	67,124,059	10,281,062	2,105,478	12,386,541	67,124,059	2043
2044	10,615,024	1,772,192	12,387,216	56,509,035	10,615,024	1,772,192	12,387,216	56,509,035	2044
2045	10,894,035	1,423,599	12,317,634	45,615,000	10,894,035	1,423,599	12,317,634	45,615,000	2045
2046	11,975,000	1,076,490	13,051,490	33,640,000	11,975,000	1,076,490	13,051,490	33,640,000	2046
2047	7,800,000	799,207	8,599,207	25,840,000	7,800,000	799,207	8,599,207	25,840,000	2047
2048	6,150,000	608,000	6,758,000	19,690,000	6,150,000	608,000	6,758,000	19,690,000	2048
2049	6,320,000	436,900	6,756,900	13,370,000	6,320,000	436,900	6,756,900	13,370,000	2049
2050	6,495,000	261,025	6,756,025	6,875,000	6,495,000	261,025	6,756,025	6,875,000	2050
2051	3,395,000	129,438	3,524,438	3,480,000	3,395,000	129,438	3,524,438	3,480,000	2051
2052	3,480,000	43,500	3,523,500		3,480,000	43,500	3,523,500		2052
2053									2053

CITY OF CINCINNATI, OHIO  
 Schedule of Receipts and Expenditures of Federal Awards  
 (Cash Basis)  
 For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
<b>U.S. DEPARTMENT OF AGRICULTURE</b>										
<i>* Passed through the Ohio Department of Health</i>										
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	391	10.557	03120011WA1522	CHDR	Health	\$ 733	\$ -	\$ 733	\$ -	\$ -
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	391	10.557	03120011WA1623	CHDR	Health	2,197	-	2,117	-	-
<b>Total for AL# 10.557</b>						<b>2,930</b>	<b>-</b>	<b>2,850</b>	<b>-</b>	<b>-</b>
<i>* Passed through the Ohio Department of Natural Resources</i>										
Cooperative Forestry Assistance	980	10.664	19-DG-11420000-160	CP	ETS/Parks	101	-	-	-	-
<b>Total for AL# 10.664</b>						<b>101</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Urban Agriculture and Innovative Production	436	10.935	NR213A750001C025	NAOR	OES	-	-	50	-	-
<b>Total for AL# 10.935</b>						<b>-</b>	<b>-</b>	<b>50</b>	<b>-</b>	<b>-</b>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>						<b>3,031</b>	<b>-</b>	<b>2,900</b>	<b>-</b>	<b>-</b>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>										
<u>CDBG - Entitlement Grants Cluster</u>										
COVID-19 - Community Development Block Grants/Entitlement Grants	304	14.218	B20MW390003	NACR	DCED	2,818	-	3,011	-	1,620
Community Development Block Grants/Entitlement Grants	304	14.218	B15MC390003	NACR	DCED	1	-	-	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B16MC390003	NACR	DCED	23	-	2	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B17MC390003	NACR	DCED	4	-	4	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B18MC390003	NACR	DCED	4	-	3	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B19MC390003	NACR	DCED	2,144	-	1,812	-	793
Community Development Block Grants/Entitlement Grants	304	14.218	B20MC390003	NACR	DCED	7,731	-	9,081	-	1,164
Community Development Block Grants/Entitlement Grants	304	14.218	B21MC390003	NACR	DCED	6,760	-	6,162	-	1,322
Community Development Block Grants/Entitlement Grants	304	14.218	B22MC390003	NACR	DCED	6,640	205	6,939	-	920
Community Development Block Grants/Entitlement Grants	304	14.218	B23MC390003	NACR	DCED	-	60	39	-	-
<b>Total for AL# 14.218 (i)</b>						<b>26,125</b>	<b>265</b>	<b>27,053</b>	<b>-</b>	<b>5,819</b>
<b>Total for CDBG - Entitlement Grants Cluster</b>						<b>26,125</b>	<b>265</b>	<b>27,053</b>	<b>-</b>	<b>5,819</b>
COVID-19 - Emergency Solutions Grant Program	445	14.231	E20MW390003	NAOR	DCED	813	-	813	-	519
Emergency Solutions Grant Program	445	14.231	E21MC390003	NAOR	DCED	723	-	745	-	717
Emergency Solutions Grant Program	445	14.231	E22MC390003	NAOR	DCED	186	-	164	-	130
<b>Total for AL# 14.231</b>						<b>1,722</b>	<b>-</b>	<b>1,722</b>	<b>-</b>	<b>1,366</b>
HOME Investment Partnerships Program	411	14.239	M16MC390213	NACR	DCED	19	-	-	-	-
HOME Investment Partnerships Program	411	14.239	M17MC390213	NACR	DCED	366	-	178	-	36
HOME Investment Partnerships Program	411	14.239	M18MC390213	NACR	DCED	1,002	-	1,014	-	30
HOME Investment Partnerships Program	411	14.239	M19MC390213	NACR	DCED	475	-	625	-	1
HOME Investment Partnerships Program	411	14.239	M20MC390213	NACR	DCED	917	-	913	-	-
HOME Investment Partnerships Program	411	14.239	M21MC390213	NACR	DCED	486	-	568	-	-
HOME Investment Partnerships Program	411	14.239	M21MP390213	NACR	DCED	-	-	7	-	-
HOME Investment Partnerships Program	411	14.239	M22MC390213	NACR	DCED	231	-	451	-	145
HOME Investment Partnerships Program	411	14.239	M23MC390213	NACR	DCED	-	12	-	-	-
HOME Investment Partnerships Program	411	14.239	M24MC390213	NACR	DCED	-	38	-	-	-
<b>Total for AL# 14.239 (i)</b>						<b>3,496</b>	<b>50</b>	<b>3,756</b>	<b>-</b>	<b>212</b>
COVID-19 - Housing Opportunities for Persons with Aids	465	14.241	OHH20FHW001	NAOR	DCED	8	-	8	-	8
COVID-19 - Housing Opportunities for Persons with Aids	465	14.241	OHH22-F001	NAOR	DCED	872	-	843	-	832
Housing Opportunities for Persons with AIDS	465	14.241	OHH20F001	NAOR	DCED	1	-	1	-	1
Housing Opportunities for Persons with AIDS	465	14.241	OHH21F001	NAOR	DCED	250	-	279	-	247
<b>Total for AL# 14.241</b>						<b>\$ 1,131</b>	<b>\$ -</b>	<b>\$ 1,131</b>	<b>\$ -</b>	<b>\$ 1,088</b>

CITY OF CINCINNATI, OHIO  
Schedule of Receipts and Expenditures of Federal Awards  
(Cash Basis)  
For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
Community Development Block Grants Section 108 Loan Guarantees	305	14.248	B12MC39003	NACR	DCED	\$ -	\$ 426	\$ 441	\$ -	\$ -
<b>Total for AL# 14.248 (I)</b>						-	426	441	-	-
Neighborhood Stabilization Program (Recovery Act Funded)	438	14.256	B11MN39003	NAOR	DCED	-	-	1	-	-
<b>Total for AL# 14.256 (I)</b>						-	-	1	-	-
Lead Hazard Reduction Demonstration Grant Program	387	14.905	OHLHD 0311-17	NAOR	DCED	1,481	-	1,254	-	-
Lead Hazard Reduction Demonstration Grant Program	387	14.905	OHLHD 0449-20	NAOR	DCED	867	-	508	-	-
<b>Total for AL# 14.905</b>						2,348	-	1,762	-	-
<b>TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>						<b>34,822</b>	<b>741</b>	<b>35,866</b>	<b>-</b>	<b>8,485</b>
<b>U.S. DEPARTMENT OF JUSTICE</b>										
Missing Alzheimer's Disease Patient Assistance Program	368	16.015	2020-J1-BX-0023	NASR	Police	51	-	48	-	25
<b>Total for AL# 16.015</b>						51	-	48	-	25
COVID-19 - Coronavirus Emergency Supplemental Funding Program	368	16.034	2020-VD-BX-1611	NASR	Police	103	-	102	-	-
<b>Total for AL# 16.034</b>						103	-	102	-	-
<i>* Passed through Ohio Attorney General</i>										
Crime Victim Assistance	368	16.575	2022-VOCA-134716946	NASR	Police	8	-	7	-	-
Crime Victim Assistance	368	16.575	2023-VOCA-135105360	NASR	Police	8	-	11	-	-
<b>Total for AL# 16.575</b>						16	-	18	-	-
<i>* Passed through Ohio Office of Criminal Justice Services</i>										
Violence Against Women Formula Grants	368	16.588	2021-WF-VA5-8583	NASR	Police	51	-	39	-	39
<b>Total for AL# 16.588</b>						51	-	39	-	39
<i>* Passed through YWCA</i>										
Grants to Encourage Arrest Policies & Enforcement of Protection Orders Program	368	16.590	YWCA Award #2016-WE-AX-0026	NASR	Police	5	-	5	-	-
Grants to Encourage Arrest Policies & Enforcement of Protection Orders Program	368	16.590	15JOVW-22-GG-01831-ICJR	NASR	Police	7	-	7	-	-
<b>Total for AL# 16.590</b>						12	-	12	-	-
<i>* Passed through Ohio Office of Criminal Justice Services</i>										
Project Safe Neighborhoods	368	16.609	2018-PS-PSD-453	NASR	Police	142	-	142	-	-
<b>Total for AL# 16.609</b>						142	-	142	-	-
Public Safety Partnership and Community Policing Grants	368	16.710	2020-UL-WX-0061	NASR	Police	1,725	-	1,796	-	-
Public Safety Partnership and Community Policing Grants	368	16.710	15JCOPS-21-GG-02184-SLEM	NASR	Police	42	-	42	-	-
<b>Total for AL# 16.710</b>						1,767	-	1,838	-	-
Edward Byrne Memorial Justice Assistance Grant Program	368	16.738	15PBJA-21-GG-03278-JAGP	NASR	Police	214	-	220	-	109
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	2019-DJ-BX-0375	NASR	Police	-	-	52	-	-
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	2020-DJ-BX-0533	NASR	Police	-	1	82	-	44
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	15PBJA-21-GG-01731-JAGX	NASR	Police	-	2	16	-	16
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	15PBJA-22-GG-02201-JAGX	NASR	Police	289	1	130	-	130
<b>Total for AL# 16.738</b>						503	4	500	-	299
Byrne Criminal Justice Innovation Program	368	16.817	2018-BJ-BX-0002	NASR	Police	270	-	244	-	33
<b>Total for AL# 16.817</b>						270	-	244	-	33
Equitable Sharing Program	366	16.922		NASR	Police	20	-	-	-	-
Equitable Sharing Program	367	16.922		NASR	Police	328	3	609	-	-
<b>Total for AL# 16.922</b>						348	3	609	-	-
<b>TOTAL U.S. DEPARTMENT OF JUSTICE</b>						<b>\$ 3,263</b>	<b>\$ 7</b>	<b>\$ 3,552</b>	<b>\$ -</b>	<b>\$ 396</b>

CITY OF CINCINNATI, OHIO  
 Schedule of Receipts and Expenditures of Federal Awards  
 (Cash Basis)  
 For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>										
<i>* Passed through the Ohio Department of Transportation</i>										
Highway Planning and Construction	980	20.205	PID 98083	CP	DOTe	\$ 280	\$ -	\$ 128	\$ -	\$ -
Highway Planning and Construction	980	20.205	PID 100046	CP	DOTe	174	-	85	-	-
Highway Planning and Construction	980	20.205	PID 101886	CP	DOTe	212	-	-	-	-
Highway Planning and Construction	980	20.205	PID 105162	CP	DOTe	1,948	-	1,948	-	-
Highway Planning and Construction	980	20.205	PID 105314	CP	DOTe	757	-	588	-	-
Highway Planning and Construction	980	20.205	PID 105315	CP	DOTe	2,378	-	1,124	-	-
Highway Planning and Construction	980	20.205	PID 105349	CP	DOTe	1,489	-	1,489	-	-
Highway Planning and Construction	980	20.205	PID 107128	CP	DOTe	63	-	30	-	-
Highway Planning and Construction	980	20.205	PID 108014	CP	DOTe	253	-	253	-	-
Highway Planning and Construction	980	20.205	PID 108937	CP	DOTe	1,333	-	1,333	-	-
Highway Planning and Construction	980	20.205	PID 110910	CP	DOTe	387	-	387	-	-
Highway Planning and Construction	980	20.205	PID 111252	CP	DOTe	10	-	10	-	-
Highway Planning and Construction	980	20.205	PID 111491	CP	DOTe	39	-	39	-	-
Highway Planning and Construction	980	20.205	PID 112893	CP	DOTe	794	-	794	-	-
Highway Planning and Construction	980	20.205	PID 117230	CP	DOTe	62	-	62	-	-
<b>Total for AL# 20.205</b>						10,179	-	8,270	-	-
<u>Federal Transit Cluster</u>										
Federal Transit Formula Grants	455	20.507	OH-2022-025-00	APER	DOTe	252	-	-	-	-
Federal Transit Formula Grants	455	20.507	OH-2023-020-00	APER	DOTe	-	-	168	-	-
Federal Transit Formula Grants	980	20.507	OH-2022-025-00	APER	DOTe	1,000	-	-	-	-
Federal Transit Formula Grants	980	20.507	OH-2023-020-00	APER	DOTe	-	-	1,000	-	-
Federal Transit Formula Grants	980	20.507	OH-2022-026-00	CP	DOTe	-	-	383	-	-
Federal Transit Formula Grants	980	20.507	OH-2022-026-00	CP	DOTe	-	-	190	-	-
<b>Total for AL# 20.507</b>						1,252	-	1,741	-	-
<b>Total Federal Transit Cluster</b>						1,252	-	1,741	-	-
<u>Highway Safety Cluster</u>										
<i>* Passed through the Blue Ash Police Department</i>										
State and Community Highway Safety	368	20.600	MOU with the Blue Ash Police Dept	NASR	Police	7	-	7	-	-
<i>* Passed through the Ohio Traffic Safety Office</i>										
State and Community Highway Safety	368	20.600	IDEP/STEP-2022-Cinti Police Dept-00065	NASR	Police	3	-	3	-	-
State and Community Highway Safety	368	20.600	IDEP/STEP-2023-Cincinnati Police Departm-00085	NASR	Police	20	-	20	-	-
State and Community Highway Safety	368	20.600	LEL/TSRP-2022-Cinti Police Department-00002	NASR	Police	54	-	44	-	43
State and Community Highway Safety	368	20.600	LEL/TSRP-2023-Cincinnati Police Departm-00016	NASR	Police	82	-	95	-	94
<b>Total for AL# 20.600</b>						166	-	169	-	137
<b>Total for Highway Safety Cluster</b>						166	-	169	-	137
<i>* Passed through the Ohio Traffic Safety Office</i>										
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	368	20.608	IDEP/STEP-2022-Cinti Police Dept-00065	NASR	Police	-	-	-	-	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	368	20.608	IDEP/STEP-2023-Cincinnati Police Departm-00085	NASR	Police	2	-	2	-	-
<b>Total for AL# 20.608</b>						2	-	2	-	-
<b>TOTAL U.S. DEPARTMENT OF TRANSPORTATION</b>						11,599	-	10,182	-	137
<b>U.S. DEPARTMENT OF TREASURY</b>										
COVID-19 - Coronavirus Relief Fund	477	21.019		NAOR	Finance	1,153	-	-	-	-
<i>* Passed through Ohio Department of Health</i>										
COVID-19 - Coronavirus Relief Fund	350	21.019	03120012CO0121	CHDR	Health	22	-	208	-	-
COVID-19 - Coronavirus Relief Fund	350	21.019	03120012CT0120	CHDR	Health	-	-	292	-	-
<b>Total for AL# 21.019 (I)</b>						1,175	-	500	-	-
COVID-19 - Emergency Rental Assistance Program	473	21.023	ERA1	NAOR	Finance	-	-	62	-	62
COVID-19 - Emergency Rental Assistance Program	473	21.023	ERA1 Reallocated Funds	NAOR	Finance	3,000	-	1,425	-	1,425
COVID-19 - Emergency Rental Assistance Program	473	21.023	ERA2	NAOR	Finance	-	-	2,866	-	2,180
<b>Total for AL# 21.023</b>						\$ 3,000	\$ -	\$ 4,353	\$ -	\$ 3,667

CITY OF CINCINNATI, OHIO  
Schedule of Receipts and Expenditures of Federal Awards  
(Cash Basis)  
For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	469	21.027		NAOR	Finance	\$ -	\$ -	\$ 93,350	\$ -	\$ 1,055
* <i>Passed through Ohio Office of Criminal Justice Services</i> COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	368	21.027	2022-AR-LEP-974	NASR	Police	14	-	51	-	-
* <i>Passed through Ohio Emergency Management Agency</i> COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	368	21.027	AFRR-099-WELL	NASR	Police	5	-	5	-	-
		<b>Total for AL# 21.027</b>				19	-	93,406	-	1,055
<b>TOTAL U.S. DEPARTMENT OF TREASURY</b>						<b>4,194</b>	<b>-</b>	<b>98,259</b>	<b>-</b>	<b>4,722</b>
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>										
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	436	66.034	00E03175	NAOR	OES	17	-	17	-	-
		<b>Total for AL# 66.034</b>				17	-	17	-	-
<b>TOTAL U.S. ENVIRONMENTAL PROTECTION AGENCY</b>						<b>17</b>	<b>-</b>	<b>17</b>	<b>-</b>	<b>-</b>
<b>U.S. DEPARTMENT OF EDUCATION</b>										
* <i>Passed through the Ohio Department of Education</i> COVID-19 - American Rescue Plan-Elementary and Secondary School Emergency Relief (ARP-ESSER)	324	84.425U		NARR	Recreation	259	-	254	-	-
		<b>Total for AL# 84.425U</b>				259	-	254	-	-
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>						<b>259</b>	<b>-</b>	<b>254</b>	<b>-</b>	<b>-</b>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>										
<i>Aging Cluster</i>										
* <i>Passed through the Council on Aging of Southwestern Ohio</i> Special Programs for the Aging Title III, Part C, Nutrition Services	324	93.045		NARR	Recreation	13	-	33	-	-
		<b>Total for AL# 93.045</b>				13	-	33	-	-
					<b>Total for Aging Cluster</b>	<b>13</b>	<b>-</b>	<b>33</b>	<b>-</b>	<b>-</b>
* <i>Passed through The Ohio Department of Health</i> Family Planning Services	350	93.217	03120011RH0920	CHDR	Health	700	-	412	-	-
		<b>Total for AL# 93.217</b>				700	-	412	-	-
<i>Health Center Program Cluster</i>										
COVID-19 - Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	446	93.224	H8FCS40634	CHDR	Health	7,506	-	6,314	-	-
* <i>Passed through the Cincinnati Health Network</i> Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	448	93.224	H80CS00189	CHDR	Health	130	-	280	-	-
		<b>Total for AL# 93.224</b>				7,636	-	6,594	-	-
					<b>Total for Health Center Program Cluster</b>	<b>7,636</b>	<b>-</b>	<b>6,594</b>	<b>-</b>	<b>-</b>
* <i>Passed through the Ohio Department of Health</i> Immunization Cooperative Agreements	415	93.268	03120012GV0230	CHDR	Health	1,241	-	250	-	-
		<b>Total for AL# 93.268</b>				1,241	-	250	-	-
* <i>Passed through the Ohio Department of Health</i> Office of Smoking and Health-National State-Based Tobacco Control Programs - Financed in part by 2018 Prevention and Public Health Funds (PPHF)	350	93.305	03120014TU0420	CHDR	Health	47	-	57	-	-
		<b>Total for AL# 93.305</b>				47	-	57	-	-
* <i>Passed through the Ohio Department of Job and Family Services</i> Refugee and Entrant Assistant State/Replacement Designee Administered Programs	350	93.566	G-2021-17-0334	CHDR	Health	5	-	32	-	-
		<b>Total for AL# 93.566</b>				\$ 5	\$ -	\$ 32	\$ -	\$ -

CITY OF CINCINNATI, OHIO  
 Schedule of Receipts and Expenditures of Federal Awards  
 (Cash Basis)  
 For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
<i>Child Care and Development Fund Cluster</i>										
* Passed through the Ohio Child Care Resource and Referral Association COVID-19 - Child Care and Development Block Grant	324	93.575		NARR	Recreation	\$ 2,706	\$ -	\$ 1,865	\$ -	\$ -
		<b>Total for AL# 93.575</b>				2,706	-	1,865	-	-
<b>Total for Child Care and Development Fund Cluster</b>						2,706	-	1,865	-	-
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						12,348	-	9,243	-	-
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>										
Port Security Grant Program	368	97.056	EMW-2019-PU-00161	NASR	Police	20	-	9	-	-
Port Security Grant Program	368	97.056	EMW-2020-PU-00296	NASR	Police	53	-	51	-	-
Port Security Grant Program	368	97.056	EMW-2021-PU-00066	NASR	Police	68	-	18	-	-
Port Security Grant Program	472	97.056	EMW-2019-PU-00161	NASR	Fire	2	-	2	-	-
Port Security Grant Program	472	97.056	EMW-2021-PU-00066	NASR	Fire	1	-	1	-	-
		<b>Total for AL# 97.056</b>				144	-	81	-	-
* Passed through the Ohio Emergency Management Agency										
Homeland Security Grant Program	368	97.067	EMW-2018-SS-00038-S01	NASR	Police	5	-	5	-	-
Homeland Security Grant Program	368	97.067	EMW-2019-SS-00024-S01	NASR	Police	77	-	77	-	-
Homeland Security Grant Program	368	97.067	EMW-2020-SS-00037-S01	NASR	Police	122	-	126	-	-
Homeland Security Grant Program	368	97.067	EMW-2021-SS-00004	NASR	Police	59	-	60	-	-
		<b>Total for AL# 97.067</b>				263	-	268	-	-
<b>TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY</b>						407	-	349	-	-
<b>TOTAL FEDERAL GRANTS &amp; SUBSIDIES (CASH BASIS)</b>						\$ 69,940	\$ 748	\$ 160,622	\$ -	\$ 13,740

Basis of Presentation - The Schedule of Receipts and Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the City under programs of the federal government for the fiscal year ended June 30, 2023. The information in this Schedule is

Summary of Significant Accounting Policies - Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, Cost Principles for State, Local,

The City has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

i Total Department of Community and Economic Development (DCED) loans outstanding at June 30, 2023 totaled \$9,632,697 under AL# 14.218, \$56,073,945 under AL# 14.239, \$69,038 under AL# 14.248, \$9,577,483 under AL# 14.256, and \$86,000 under AL# 21.019.

\* Indicates Federal monies passed through another agency to the City of Cincinnati.

**Reconciliation of Schedule of Receipts and Expenditures of Federal Awards to Budgetary Statements**

	Budgetary Statements	SEFA
Special Recreation Fund Committed (APRC)		
Community Development Restricted (NACR)	29,621	29,621
City Health District Committed (CHDC)		-
City Health District Restricted (CHDR)	12,581	12,581
Other Grants Restricted (NAOR)	9,371	9,371
Recreation Grants Restricted (NARR)	2,978	2,978
Safety Restricted (NASR)	3,857	3,857
Streetcar Operations Restricted (APER)	1,252	1,252
Capital Projects (CP)	10,280	10,280
Convention Center (ECC) Enterprise Fund		-
General Aviation (EGA) Enterprise Fund		-
Parking Facilities (EPF) Enterprise Fund		-
	<b>\$ 69,940</b>	

**CITY OF CINCINNATI, OHIO**  
**INFRASTRUCTURE INCOME TAX**

In accordance with the provisions of Chapter 311 of the Cincinnati Municipal Code, an additional earnings tax of .1% shall be levied for costs related to constructing, equipping, maintaining and repair of the City's infrastructure. Such tax shall remain in effect as long as the City appropriates at least the base amount required and subsequently expends funds at a level (ninety percent of the annual base amount within three years) specified in Chapter 311, CMC.

The following data summarizes the results of the City's compliance with the infrastructure income tax requirements for fiscal years 2021, 2022 and 2023.

**(Amounts in Thousands)**

	<u><b>FY2021</b></u>	<u><b>FY2022</b></u>	<u><b>FY2023</b></u>
Required Base Amount	\$ 64,507	\$ 64,901	\$ 64,083
Actual Appropriated Amount	\$ 79,594	\$ 92,859	\$ 113,622
Infrastructure Expenditures - As of June 30, 2023	\$ 58,392	\$ 51,836	\$ 47,159
Percentage of Expenditures to Base Amount	90.52%	79.87%	73.59%

I hereby certify that the City of Cincinnati appropriated for fiscal year 2023 an amount sufficient to meet the requirements for continuation of the Infrastructure Income Tax.

Karen Alder  
Director of Finance

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# STATISTICAL SECTION

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CITY OF CINCINNATI, OHIO

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**STATISTICAL SECTION**

This section of the City of Cincinnati's annual comprehensive financial report provides detailed historical and economic information for users of the financial statements, notes to the financial statements, and required supplementary information for the purpose of assessing and evaluating the City's economic condition.

Financial Trends – This section provides information on the City's net position, changes to net position, and fund balance for assessing the changes in financial position over time.

Revenue Capacity – This section provides information on the City's ability to generate revenue, specifically income tax (the major source of revenue for governmental activities) and property tax revenue.

Debt Capacity Information – This section provides information on the City's outstanding debt, debt limitations, and the ability to leverage and pay future debt.

Demographic and Economic Information – This section provides information about the environment in which the City operates.

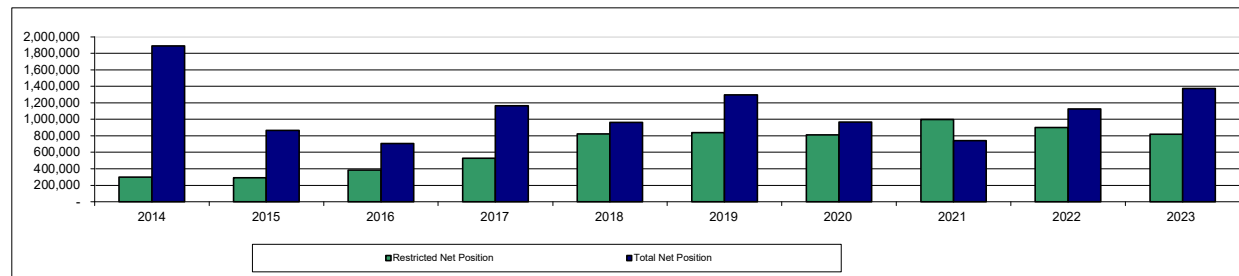
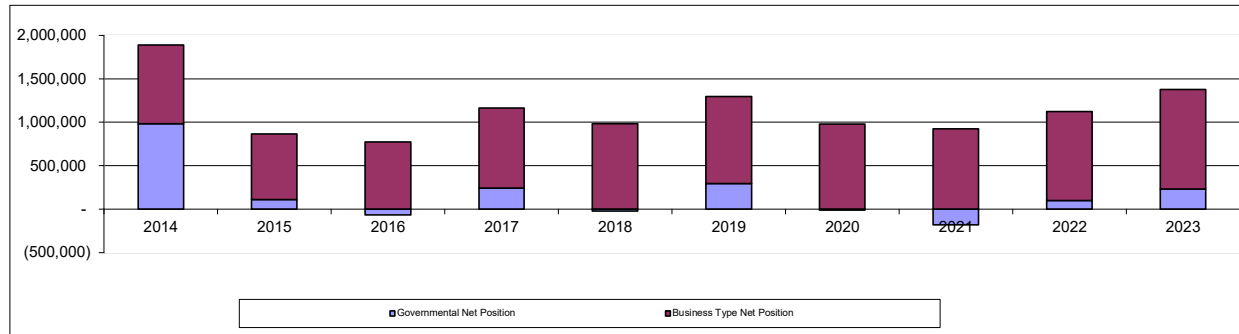
Operating Information – This section provides operating information related to the City's infrastructure, assets, and services provided by function.

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

Note: The City changed its fiscal year in 2013 from January 1 through December 31 to July 1 through June 30. The 2013 fiscal year represents the six-month conversion period from January 1 to June 30.

**City of Cincinnati**  
**Financial Trends Information**  
**Schedule 1**  
**Net Position by Category (Accrual Basis)**  
**Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

	Fiscal Period									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 866,831	\$ 928,893	\$ 868,010	\$ 902,668	\$ 938,541	\$ 897,570	\$ 760,665	\$ 634,432	\$ 669,627	\$ 758,845
Restricted	205,812	212,989	316,881	380,598	601,160	641,611	699,618	874,499	783,083	693,714
Unrestricted	(90,482)	(1,029,535)	(1,252,133)	(1,039,794)	(1,559,973)	(1,246,031)	(1,473,337)	(1,692,252)	(1,355,311)	(1,219,644)
Subtotal governmental activities net position	982,161	112,347	(67,242)	243,472	(20,272)	293,150	(13,054)	(183,321)	97,399	232,915
<b>Business-Type activities</b>										
Net Investment in Capital Assets	741,619	779,790	792,466	741,844	828,628	862,847	900,115	914,887	949,159	992,611
Restricted	90,651	79,623	67,988	146,953	221,472	197,236	112,152	123,225	116,609	124,331
Unrestricted	75,073	(106,980)	(86,602)	31,351	(68,069)	(56,776)	(34,108)	(113,011)	(40,073)	25,863
Subtotal business-type activities net position	907,343	752,433	773,852	920,148	982,031	1,003,307	978,159	925,101	1,025,695	1,142,805
<b>Primary Government</b>										
Net Investment in Capital Assets	1,608,450	1,708,683	1,660,476	1,644,512	1,767,169	1,760,417	1,660,780	1,549,319	1,618,786	1,751,456
Restricted	296,463	292,612	384,869	527,551	822,632	838,847	811,770	997,724	899,692	818,045
Unrestricted	(15,409)	(1,136,515)	(1,338,735)	(1,008,443)	(1,628,042)	(1,302,807)	(1,507,445)	(1,805,263)	(1,395,384)	(1,193,781)
Total primary government net position	\$ 1,889,504	\$ 864,780	\$ 706,610	\$ 1,163,620	\$ 961,759	\$ 1,296,457	\$ 965,105	\$ 741,780	\$ 1,123,094	\$ 1,375,720



**City of Cincinnati, Ohio**  
**Financial Trends Information**  
**Schedule 2**  
**Changes in Net Position (Accrual Basis)**  
**Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

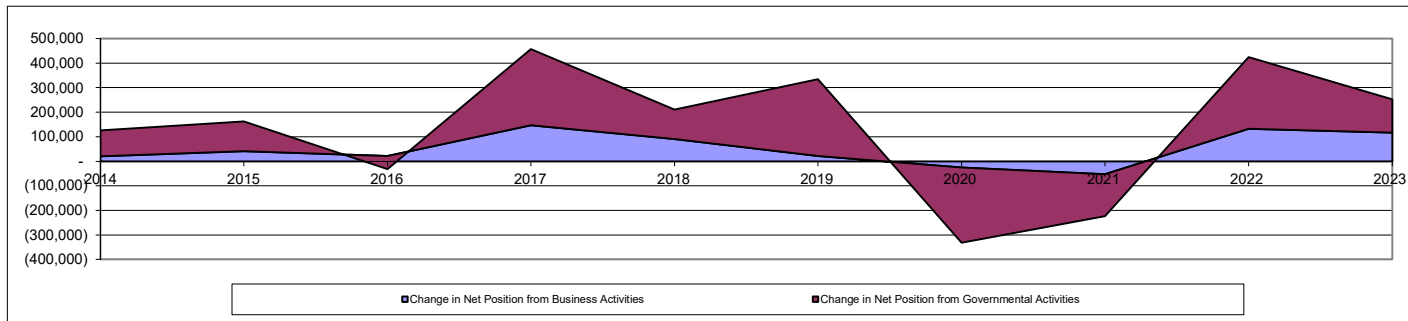
	Fiscal Period									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Program Revenues</b>										
Governmental Activities:										
Charges for Services										
General Government	\$ 59,231	\$ 62,795	\$ 59,129	\$ 64,104	\$ 65,860	\$ 78,476	\$ 87,038	\$ 85,737	\$ 71,257	\$ 88,660
Community Development	31,726	32,147	10,799	13,471	9,627	6,892	14,406	52,659	9,543	4,731
Parks and Recreation	10,775	8,833	9,215	8,332	11,694	8,833	7,611	4,079	8,291	10,303
Public Safety	22,032	25,205	22,172	15,952	26,032	22,953	15,495	17,208	18,123	24,547
Transportation and Engineering	3,233	3,865	550	1,993	1,496	1,947	4,737	2,251	1,485	1,974
Public Services	2,789	2,971	4,578	3,721	5,346	2,261	1,277	3,038	3,174	2,782
Public Health	14,188	18,666	22,626	21,108	29,611	24,088	22,199	25,595	23,084	35,188
Operating Grants and Contributions	58,425	66,808	48,537	39,173	36,632	44,026	62,924	232,942	197,880	87,758
Capital Grants and Contributions	36,456	35,054	20,563	12,786	14,287	14,645	20,721	11,683	11,260	16,754
<b>Total governmental activities program revenue</b>	<b>238,855</b>	<b>256,344</b>	<b>198,169</b>	<b>180,640</b>	<b>200,585</b>	<b>204,121</b>	<b>236,408</b>	<b>435,192</b>	<b>344,097</b>	<b>272,697</b>
Business-type activities										
Charges for Services										
Water Works	139,635	140,124	146,395	155,282	160,811	158,399	169,882	172,542	176,560	193,940
Parking Facilities	13,468	12,119	13,095	12,903	14,443	16,121	5,870	3,579	5,076	5,237
Convention Center	6,693	6,978	8,211	7,407	8,764	7,542	5,343	1,807	6,522	7,335
General Aviation	1,848	1,985	2,086	2,133	2,141	2,112	2,157	2,018	2,108	2,091
Municipal Golf	5,392	5,509	5,759	5,855	5,754	5,001	5,856	7,177	7,445	8,661
Stormwater Management	11,305	11,455	11,200	11,187	10,613	16,603	23,821	27,018	28,650	28,646
Operating Grants and Contributions							51	1,813	26	
Capital Grants and Contributions	2,197	4,684	9,964	1,576	6,610	5,350	10,657	5,847	21,987	995
<b>Total business-type activities program revenues</b>	<b>180,538</b>	<b>182,854</b>	<b>196,710</b>	<b>196,343</b>	<b>209,136</b>	<b>211,128</b>	<b>223,637</b>	<b>221,801</b>	<b>248,374</b>	<b>246,905</b>
<b>Total primary government program revenues</b>	<b>419,393</b>	<b>439,198</b>	<b>394,879</b>	<b>376,983</b>	<b>409,721</b>	<b>415,249</b>	<b>460,045</b>	<b>656,993</b>	<b>592,471</b>	<b>519,602</b>
<b>Expenses</b>										
Governmental Activities:										
General Government	122,523	93,793	145,758	3,895	74,731	130,144	226,537	313,399	186,335	236,105
Community Development	10,122	55,155	67,760	27,189	35,477	46,894	100,587	67,277	72,625	82,212
Parks and Recreation	50,777	46,310	59,286	7,229	30,332	54,139	92,204	89,532	34,828	49,577
Public Safety	231,266	255,412	276,858	279,296	326,114	8,318	353,365	307,870	215,141	284,839
Transportation and Engineering	59,104	44,366	52,063	14,881	41,284	55,399	129,244	156,460	50,002	52,215
Transit Systems	48,877	49,800	50,811	52,561	58,088	55,773	55,099	25,295	4,792	3
Public Services	60,855	50,878	58,286	8,006	26,722	52,192	81,578	91,413	20,109	26,131
Public Health	50,063	44,362	65,361	(16,397)	14,902	50,716	105,431	136,034	21,280	25,938
Interest on long-term debt	20,623	22,045	23,621	25,093	19,834	21,043	22,050	21,925	21,194	21,057
<b>Total governmental activities expenses</b>	<b>654,210</b>	<b>662,121</b>	<b>799,804</b>	<b>401,753</b>	<b>627,484</b>	<b>474,618</b>	<b>1,166,095</b>	<b>1,209,205</b>	<b>626,306</b>	<b>778,077</b>
Business-type activities										
Water Works	123,598	109,676	131,121	21,598	75,980	135,569	201,625	232,968	70,355	92,964
Parking Facilities	12,174	9,587	12,444	4,520	8,795	14,078	9,796	(3,902)	10,193	6,399
Convention Center	12,625	11,998	14,670	13,158	13,726	13,515	13,190	9,483	13,121	13,671
General Aviation	2,503	2,289	2,431	(513)	1,549	2,392	3,725	4,954	1,583	702
Municipal Golf	6,179	5,597	6,103	5,866	6,233	5,983	6,014	5,901	6,291	6,870
Stormwater Management	10,481	11,623	12,318	9,985	15,920	28,424	32,186	39,271	11,700	22,709
<b>Total business-type activities expenses</b>	<b>167,560</b>	<b>150,770</b>	<b>179,087</b>	<b>54,614</b>	<b>122,203</b>	<b>199,961</b>	<b>266,536</b>	<b>288,675</b>	<b>113,243</b>	<b>143,315</b>
<b>Total primary government expenses</b>	<b>821,770</b>	<b>812,891</b>	<b>978,891</b>	<b>456,367</b>	<b>749,687</b>	<b>674,579</b>	<b>1,432,631</b>	<b>1,497,880</b>	<b>739,549</b>	<b>921,392</b>
<b>Net (Expense)/Revenue</b>										
Governmental activities	(415,355)	(405,777)	(601,635)	(221,113)	(426,899)	(270,497)	(929,687)	(774,013)	(282,209)	(505,380)
Business-type activities	12,978	32,084	17,623	141,729	86,933	11,167	(42,899)	(66,874)	135,131	103,590
<b>Total Primary Government Net Expense</b>	<b>(402,377)</b>	<b>(373,693)</b>	<b>(584,012)</b>	<b>(79,384)</b>	<b>(339,966)</b>	<b>(259,330)</b>	<b>(972,586)</b>	<b>(840,887)</b>	<b>(147,078)</b>	<b>(401,790)</b>

Continued

**City of Cincinnati, Ohio**  
**Financial Trends Information**  
**Schedule 2**  
**Changes in Net Position (Accrual Basis)**  
**Last Ten Fiscal Period**  
**(Amounts in Thousands)**

(Continued)

	Fiscal Period									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Tax										
Property taxes	\$ 58,714	\$ 58,668	\$ 59,426	\$ 60,253	\$ 62,659	\$ 61,436	\$ 66,133	\$ 71,372	72,256	\$ 71,555
Income taxes	351,262	362,184	371,650	369,978	374,664	392,004	417,086	403,708	396,173	407,750
Admission taxes	5,278	5,422	6,586	5,811	5,796	6,002	4,845	1,247	7,656	8,906
Occupancy Tax	2,705	2,854	3,369	3,626	3,690	4,106	3,824	993	2,807	4,125
Shared Revenues	50,004	46,839	48,767	41,979	41,791	41,858	43,230	49,603	52,647	53,083
Unrestricted Investment earnings	10,357	7,108	8,972	3,413	2,407	17,779	22,814	6,142	(28,071)	10,587
Miscellaneous	41,048	42,585	45,067	44,426	51,587	57,837	65,062	73,638	72,414	86,588
Transfers between governmental and business-type activities	1,140	1,119	4,788	2,341	2,934	2,897	489	(3,068)	(1,079)	(1,698)
<b>Total governmental activities</b>	<b>520,508</b>	<b>526,779</b>	<b>548,625</b>	<b>531,827</b>	<b>545,528</b>	<b>583,919</b>	<b>623,483</b>	<b>603,635</b>	<b>574,803</b>	<b>640,896</b>
Business-type activities:										
Tax										
Occupancy taxes	1,640	1,662	2,179	2,166	2,314	2,511	1,714	854	1,914	2,601
Unrestricted Investment earnings	4,443	3,524	4,625	2,224	3,760	9,303	11,063	158	(9,623)	4,673
Miscellaneous	3,057	5,243	1,780	2,518	1,664	1,192	5,463	9,736	4,063	4,548
Transfers between governmental and business-type activities	(1,140)	(1,119)	(4,788)	(2,341)	(2,934)	(2,897)	(489)	3,068	1,079	1,698
<b>Total business-type activities</b>	<b>8,000</b>	<b>9,310</b>	<b>3,796</b>	<b>4,567</b>	<b>4,804</b>	<b>10,109</b>	<b>17,751</b>	<b>13,816</b>	<b>(2,567)</b>	<b>13,520</b>
<b>Total Primary Governmental Activities</b>	<b>528,508</b>	<b>536,089</b>	<b>552,421</b>	<b>536,394</b>	<b>550,332</b>	<b>594,028</b>	<b>641,234</b>	<b>617,451</b>	<b>572,236</b>	<b>654,416</b>
<b>Change in Net Position</b>										
Governmental activities	105,153	121,002	(53,010)	310,714	118,629	313,422	(306,204)	(170,378)	292,594	135,516
Business-type activities	20,978	41,394	21,419	146,296	91,737	21,276	(25,148)	(53,058)	132,564	117,110
<b>Total Primary Governmental Activities</b>	<b>\$ 126,131</b>	<b>\$ 162,396</b>	<b>\$ (31,591)</b>	<b>\$ 457,010</b>	<b>\$ 210,366</b>	<b>\$ 334,698</b>	<b>\$ (331,352)</b>	<b>\$ (223,436)</b>	<b>\$ 425,158</b>	<b>\$ 252,626</b>



**City of Cincinnati**  
**Financial Trends Information**  
**Schedule 3**  
**Fund Balances, Governmental Funds (Modified Accrual Basis)**  
**Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 2,304	\$ 3,612	\$ 3,730	\$ 3,931	\$ 3,852	\$ 3,412	\$ 2,753	\$ 2,839	\$ 3,209	\$ 3,389
Unrestricted:										
Committed	7,793	5,264	6,366	6,475	6,653	5,956	6,047	11,311	17,248	88,648
Assigned	6,620	5,734	8,810	7,539	8,981	8,876	8,636	11,690	12,473	11,325
Unassigned	64,778	72,232	73,932	59,380	54,980	66,748	90,398	129,753	189,177	82,436
Total General Fund	<u>81,495</u>	<u>86,842</u>	<u>92,838</u>	<u>77,325</u>	<u>74,466</u>	<u>84,992</u>	<u>107,834</u>	<u>155,593</u>	<u>222,107</u>	<u>185,798</u>
Health District Fund										
Nonspendable							400	340	130	190
Restricted							489	439	3,592	6,697
Unrestricted:										
Committed							931	4,628	2,504	12,801
Total Health District Fund							<u>1,820</u>	<u>5,407</u>	<u>6,226</u>	<u>19,688</u>
Capital Projects Fund										
Nonspendable	797	754	774	730	756	650	5	14	592	433
Restricted	134,412	59,435	151,402	202,045	179,435	195,682	196,846	190,796	222,562	321,337
Unrestricted:										
Committed										500
Total Capital Projects Fund	<u>135,209</u>	<u>60,189</u>	<u>152,176</u>	<u>202,775</u>	<u>180,191</u>	<u>196,332</u>	<u>196,851</u>	<u>190,810</u>	<u>223,154</u>	<u>322,270</u>
Debt Service Fund										
Restricted	108,575	99,091	116,003	102,507	107,049	118,437	130,891	137,675	149,388	120,436
Total Debt Service Fund	<u>108,575</u>	<u>99,091</u>	<u>116,003</u>	<u>102,507</u>	<u>107,049</u>	<u>118,437</u>	<u>130,891</u>	<u>137,675</u>	<u>149,388</u>	<u>120,436</u>
Tax Increment Financing Fund										
Restricted	26,505	27,350	50,284	35,192	35,456	29,800	35,014	49,779	65,687	76,367
Total Tax Increment Financing Fund	<u>26,505</u>	<u>27,350</u>	<u>50,284</u>	<u>35,192</u>	<u>35,456</u>	<u>29,800</u>	<u>35,014</u>	<u>49,779</u>	<u>65,687</u>	<u>76,367</u>
Other Grants										
Nonspendable									68	57
Restricted								147,512	168,862	73,623
Unrestricted:										
Committed								5,144	5,312	6,161
Total Other Grants Fund								<u>152,656</u>	<u>174,242</u>	<u>79,841</u>
All Other Governmental Funds										
Nonspendable	2,713	2,628	2,428	2,395	2,287	2,617	2,294	3,246	2,883	2,839
Restricted	59,621	72,833	66,917	71,580	65,512	59,312	78,024	78,490	60,096	59,112
Unrestricted:										
Committed	17,218	19,443	19,129	17,378	21,953	20,727	16,534	14,164	11,023	9,098
Unassigned	(1,025)	(2,139)	(1,502)						(547)	(2,510)
Total Other Governmental Funds	<u>78,527</u>	<u>92,765</u>	<u>86,972</u>	<u>91,353</u>	<u>89,752</u>	<u>82,656</u>	<u>96,852</u>	<u>95,900</u>	<u>73,455</u>	<u>68,539</u>
Total Fund Balance, Governmental Funds	<u>\$ 430,311</u>	<u>\$ 366,237</u>	<u>\$ 498,273</u>	<u>\$ 509,152</u>	<u>\$ 486,914</u>	<u>\$ 512,217</u>	<u>\$ 569,262</u>	<u>\$ 787,820</u>	<u>\$ 914,259</u>	<u>\$ 872,939</u>
Estimated Liability for Compensated Absences	\$ (1,317)	\$ 2,395	\$ 3,334	\$ 10,433	\$ 10,174	\$ (632)	\$ 3,088	\$ (3,716)	\$ (334)	\$ 4,512

Notes: In 2020, the City combined certain funds to create the Health District Fund. This change was implemented prospectively.

**City of Cincinnati**  
**Financial Trends Information**  
**Schedule 4**  
**Changes in Fund Balances, Governmental Funds (Modified Accrual Basis)**  
**Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

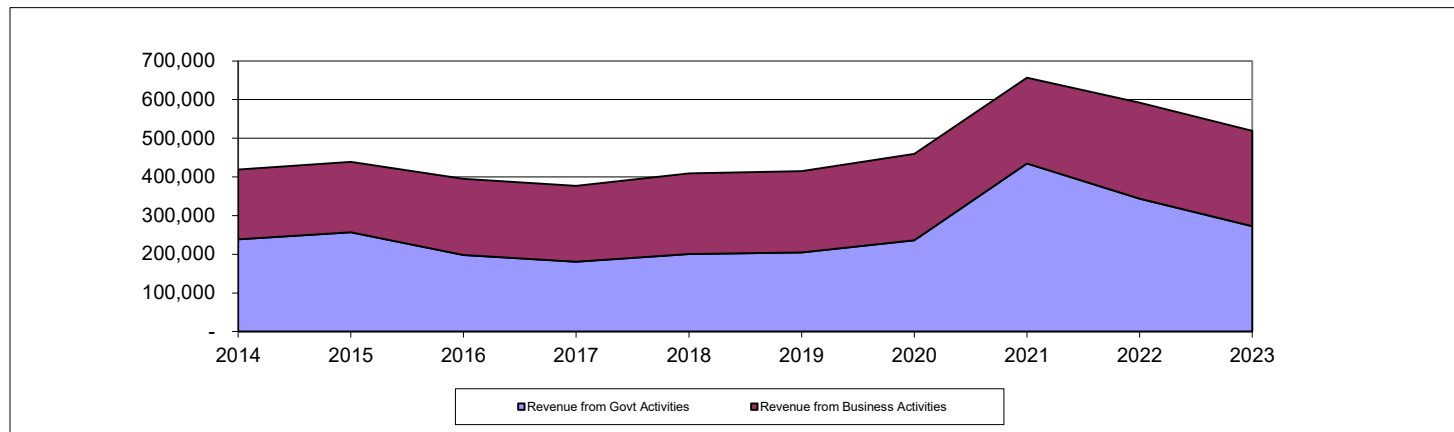
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Taxes	\$ 409,624	\$ 421,178	\$ 440,768	\$ 439,212	\$ 446,981	\$ 462,471	\$ 493,293	\$ 474,708	\$ 481,545	\$ 490,457
Licenses and Permits	14,041	15,078	14,781	17,024	18,639	21,857	24,301	21,276	24,622	26,863
Use of Money and Property	44,654	39,960	50,051	38,085	42,071	53,033	56,460	42,272	7,868	51,072
Special Assessments	6,061	6,376	5,398	6,739	6,938	6,814	6,449	7,023	7,335	8,420
Intergovernmental Revenue	55,963	54,187	57,413	51,444	48,614	50,063	67,768	80,460	63,341	67,840
Federal Grants	69,829	80,131	53,240	36,342	32,133	37,072	44,118	198,457	171,637	59,859
State Grants and Other Subsidies	9,384	10,528	4,590	4,749	8,840	11,009	11,682	15,306	20,661	25,384
Charges for Current Services	40,675	48,551	53,926	52,261	61,924	59,594	63,965	61,461	66,935	81,925
Miscellaneous	47,628	47,151	48,911	62,719	62,834	67,332	79,232	97,541	81,403	89,675
<b>Total Revenue</b>	<b>697,859</b>	<b>723,140</b>	<b>729,078</b>	<b>708,575</b>	<b>728,974</b>	<b>769,245</b>	<b>847,268</b>	<b>998,504</b>	<b>925,347</b>	<b>901,495</b>
<b>Expenditures</b>										
<b>Current</b>										
General Government	92,091	98,413	100,781	95,102	103,720	114,851	126,351	178,977	243,364	267,372
Community Development	12,928	12,272	46,146	23,774	19,922	24,664	24,080	23,264	45,230	50,303
Parks and Recreation	35,930	38,214	38,518	39,614	40,151	42,802	43,898	34,169	45,762	53,137
Public Safety	229,607	240,235	241,815	267,093	276,401	279,531	287,708	257,882	239,945	238,673
Transportation and Engineering	9,216	8,798	8,395	8,874	10,057	11,168	17,394	18,318	24,923	25,311
Transit System	48,877	49,800	50,811	52,561	58,088	55,773	55,099	25,295	4,792	3
Public Services	40,661	39,646	37,417	36,435	38,343	38,705	35,299	34,489	33,920	35,373
Public Health	44,464	46,371	49,504	52,779	52,597	54,252	54,521	54,431	58,237	59,938
Employee Benefits										4
Capital Outlay	186,742	180,904	135,669	118,793	112,749	101,898	102,994	91,246	86,187	131,230
<b>Debt Services:</b>										
Principal Retirement	59,635	49,039	51,346	57,441	63,641	57,389	120,004	65,448	62,111	81,323
Interest	20,812	25,882	26,688	28,422	21,500	27,158	25,948	26,561	25,258	22,810
Bond Issuance Cost	900	-	4,202	1,336	851	690	1,871	1,034	452	38
<b>Total Expenditures</b>	<b>781,863</b>	<b>789,574</b>	<b>791,292</b>	<b>782,224</b>	<b>798,020</b>	<b>808,881</b>	<b>895,167</b>	<b>811,114</b>	<b>870,181</b>	<b>965,515</b>
Excess(Deficiency) of Revenues over(under) Expenditures	(84,004)	(66,434)	(62,214)	(73,649)	(69,046)	(39,636)	(47,899)	187,390	55,166	(64,020)
<b>Other Financing Sources (Uses)</b>										
General Obligation Bonds and Notes Issued	94,721		140,481	65,038	41,911	50,835	92,180	25,035	62,271	22,800
Revenue Bonds Issued			35,530	10,000				21,270		
Capital Lease Financing			20,079	10,420		8,125				
Refunding Bonds Issued	42,045		173,100	10,725	60,023		75,060	20,770	11,900	
Payment to Refunded Bonds Escrow Agent	(46,959)		(191,486)	(10,667)	(69,146)		(74,745)	(42,396)	(12,346)	
Discount on Bonds			(120)	(6)						
Premium on Bonds Issued	16,309		32,049	3,940	11,843	3,705	15,893	6,153	8,768	
Revenue Loan Proceeds			3,773							
Judgement Payment with Bonds Issued			(24,215)							
Transfers In	101,424	46,663	164,800	102,285	52,316	81,062	78,701	98,683	91,988	283,138
Transfers(Out)	(101,650)	(44,303)	(159,741)	(107,207)	(50,139)	(78,788)	(82,145)	(98,459)	(91,308)	(283,238)
<b>Total Other Financing Sources(Uses)</b>	<b>105,890</b>	<b>2,360</b>	<b>194,250</b>	<b>84,528</b>	<b>46,808</b>	<b>64,939</b>	<b>104,944</b>	<b>31,056</b>	<b>71,273</b>	<b>22,700</b>
<b>Special Item</b>										
Net change in fund balances	\$ 21,886	\$ (64,074)	\$ 132,036	\$ 10,879	\$ (22,238)	\$ 25,303	\$ 57,045	\$ 218,446	\$ 126,439	\$ (41,320)
Capitalized Assets	\$ 88,689	\$ 123,072	\$ 64,152	\$ 33,137	\$ 21,658	\$ 70,765	\$ 19,388	\$ 20,089	\$ 80,612	\$ 84,397
Debt services as a Percentage of Noncapital Expenditures	13.52%	12.31%	11.90%	12.94%	12.45%	11.48%	16.69%	11.63%	11.07%	11.82%

Note: Capitalized Asset amount is from the reconciliation between the government-wide statement of activities and the statement of revenues, expenditures, and changes in fund balance.

Note: Beginning in fiscal year 2014 Employee Benefits are expensed at the program level.

**City of Cincinnati**  
**Financial Trends Information**  
**Schedule 5**  
**Program Revenues by Function (Accrual Basis)**  
**Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

Function/Program	Program Revenue									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Governmental Activities:</b>										
General Government	\$ 65,245	\$ 68,380	\$ 59,270	\$ 64,906	\$ 67,305	\$ 81,086	\$ 105,561	\$ 255,698	\$ 210,756	\$ 97,573
Community Development	64,039	74,185	32,935	28,688	21,250	22,381	29,600	67,673	31,538	39,552
Parks and Recreation	12,171	10,535	12,547	10,849	16,746	14,194	15,445	9,695	16,010	24,032
Public Safety	34,914	36,894	36,155	26,457	36,779	34,448	26,314	43,061	27,625	32,847
Transportation and Engineering	35,199	33,049	17,987	12,662	11,528	14,260	22,277	13,934	12,340	19,013
Public Services	3,161	3,801	5,618	3,758	5,351	2,261	1,277	3,038	3,174	2,782
Public Health	24,126	29,500	33,657	33,320	41,626	35,491	35,934	42,093	42,654	56,898
<b>Subtotal governmental activities program revenue</b>	<b>238,855</b>	<b>256,344</b>	<b>198,169</b>	<b>180,640</b>	<b>200,585</b>	<b>204,121</b>	<b>236,408</b>	<b>435,192</b>	<b>344,097</b>	<b>272,697</b>
<b>Business-type activities</b>										
Water Works	141,637	144,323	154,357	156,763	161,299	163,749	179,903	174,433	192,567	194,935
Parking Facilities	13,468	12,119	13,095	12,903	14,443	16,121	5,870	5,286	5,076	5,237
Convention Center	6,693	7,381	9,428	7,443	11,336	7,542	5,979	5,604	12,493	7,335
General Aviation	2,043	2,067	2,871	2,183	5,691	2,112	2,208	2,283	2,143	2,091
Municipal Golf	5,392	5,509	5,759	5,864	5,754	5,001	5,856	7,177	7,445	8,661
Stormwater Management	11,305	11,455	11,200	11,187	10,613	16,603	23,821	27,018	28,650	28,646
<b>Subtotal business-type activities program revenues</b>	<b>180,538</b>	<b>182,854</b>	<b>196,710</b>	<b>196,343</b>	<b>209,136</b>	<b>211,128</b>	<b>223,637</b>	<b>221,801</b>	<b>248,374</b>	<b>246,905</b>
<b>Total primary government program revenues</b>	<b>\$ 419,393</b>	<b>\$ 439,198</b>	<b>\$ 394,879</b>	<b>\$ 376,983</b>	<b>\$ 409,721</b>	<b>\$ 415,249</b>	<b>\$ 460,045</b>	<b>\$ 656,993</b>	<b>\$ 592,471</b>	<b>\$ 519,602</b>



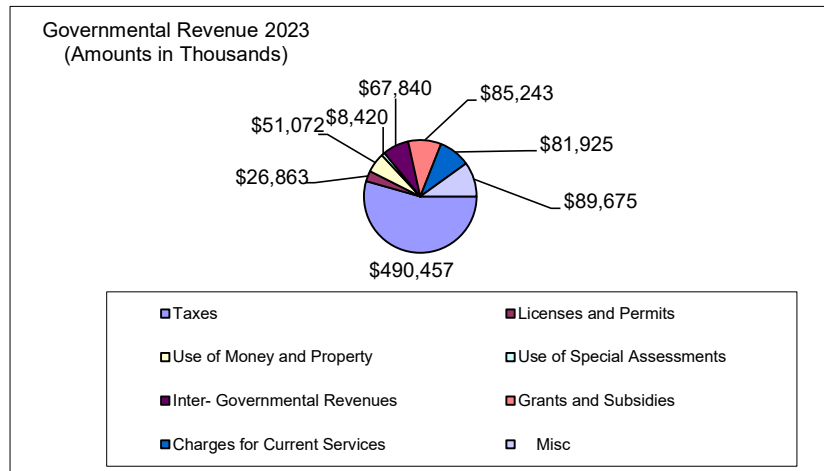
**City of Cincinnati**  
**Financial Trends Information**  
**Schedule 6**  
**Total Revenue by Source, Governmental Funds (Modified Accrual Basis)**  
**Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

Fiscal Year	Taxes	Licenses and Permits	Use of Money and Property	Special Assessments	Inter-Governmental Revenues	Grants and Subsidies	Charges for Current Services	Misc	Total
2014	\$ 409,624	\$ 14,041	\$ 44,654	\$ 6,061	\$ 55,963	\$ 79,213	\$ 40,675	\$ 47,628	\$ 697,859
2015	421,178	15,078	39,960	6,376	54,187	90,659	48,551	47,151	723,140
2016	440,768	14,781	50,051	5,398	57,413	57,830	53,926	48,911	729,078
2017	439,212	17,024	38,085	6,739	51,444	41,091	52,261	62,719	708,575
2018	446,981	18,639	42,071	6,938	48,614	40,973	61,924	62,834	728,974
2019	462,471	21,857	53,033	6,814	50,063	48,081	59,594	67,332	769,245
2020	493,293	24,301	56,459	6,450	67,768	55,800	63,965	79,232	847,268
2021	474,708	21,276	42,272	7,024	80,460	213,763	61,461	97,540	998,504
2022	481,545	24,622	7,868	7,335	63,341	192,298	66,935	81,403	925,347
2023	490,457	26,863	51,072	8,420	67,840	85,243	81,925	89,675	901,495
Change 2014-2023	19.7%	91.3%	14.4%	38.9%	21.2%	7.6%	101.4%	88.3%	29.2%

**City of Cincinnati**  
**Tax Revenues by Source, Governmental Funds**  
**Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

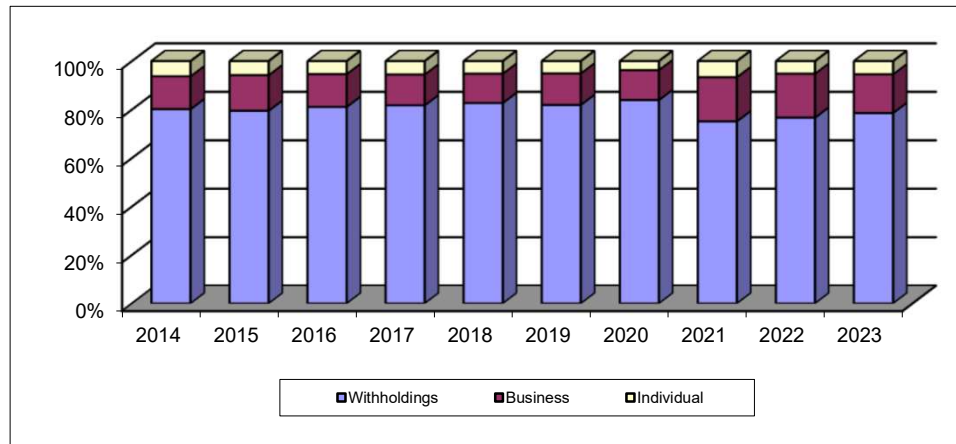
Fiscal Year	Income and Other Taxes	Property Tax	Admissions Tax	Occupancy Tax	Tax Revenue
2014	\$ 344,688	\$ 56,953	\$ 5,278	\$ 2,705	\$ 409,624
2015	355,276	57,604	5,444	2,854	421,178
2016	371,435	59,379	6,585	3,369	440,768
2017	370,134	59,641	5,811	3,626	439,212
2018	374,663	62,831	5,797	3,690	446,981
2019	391,191	61,172	6,002	4,106	462,471
2020	418,908	65,716	4,845	3,824	493,293
2021	401,407	71,061	1,247	993	474,708
2022	398,826	72,256	7,656	2,807	481,545
2023	405,871	71,555	8,906	4,125	490,457
Change 2014-2023	17.8%	25.6%	68.7%	52.5%	19.7%

(1) Property Taxes included TIF service payments until 2010. TIF service payments are now in Miscellaneous Revenue.



**City of Cincinnati  
Revenue Capacity  
Schedule 1  
Income Tax Revenue Base and Collections (Cash Basis)  
Last Ten Fiscal Periods  
(Amounts in Thousands)**

<b>Tax Year</b>	<b>Individual</b>	<b>% Total</b>	<b>Business</b>	<b>% Total</b>	<b>Withholding</b>	<b>% Total</b>	<b>Gross Receipts</b>	<b>Refunds</b>	<b>Net Receipts</b>
2014	\$ 22,225	6.3%	\$ 48,234	13.6%	\$ 284,804	80.2%	\$ 355,263	\$ 14,273	\$ 340,990
2015	21,429	5.8%	54,334	14.7%	294,043	79.5%	369,806	12,826	356,980
2016	20,818	5.3%	52,746	13.6%	315,677	81.1%	389,241	12,589	376,652
2017	21,349	5.5%	49,442	12.7%	317,513	81.8%	388,304	15,106	373,198
2018	20,422	5.2%	47,783	12.1%	326,447	82.7%	394,652	22,424	372,228
2019	21,160	5.1%	53,983	13.0%	340,774	81.9%	415,917	21,720	394,197
2020	15,282	3.7%	51,104	12.4%	347,028	83.9%	413,414	12,126	401,288
2021	28,159	6.6%	77,578	18.2%	320,291	75.2%	426,028	15,845	410,184
2022	21,632	5.2%	75,917	18.2%	320,550	76.7%	418,099	24,214	393,884
2023	22,770	5.4%	67,202	16.0%	330,152	78.6%	420,123	19,311	400,812



- Note:
1. Effective October 2, 2020, the income tax rate is 1.8%.
  2. Minor differences between net receipts and Non-GAAP receipts are due to processing of City employee withholdings.

Source: Cincinnati Income Tax Division

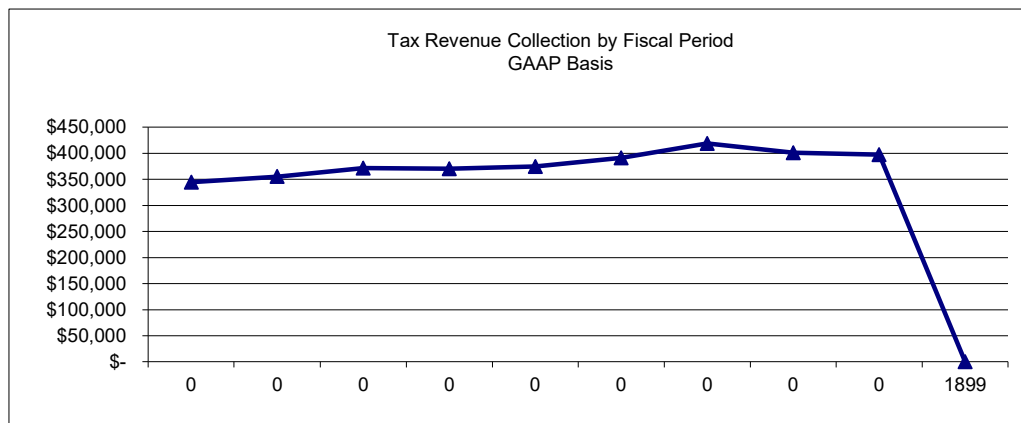
**City of Cincinnati  
Revenue Capacity  
Schedule 2  
Income Tax Revenues  
Last Ten Fiscal Periods  
(Amounts in Thousands)**

**Non GAAP Budgetary Basis**

Year	General Fund	Transit Fund	Infrastructure Fund	Capital Projects Fund	Total	% Inc(Dec) Prior Year
0	\$ 251,683	\$ 48,713	\$ 16,238	\$ 24,356	\$ 340,990	96.82%
0	261,848	50,680	16,893	25,340	354,761	4.04%
0	277,673	53,743	17,914	26,872	376,202	6.04%
0	274,312	53,093	17,698	26,546	371,649	-1.21%
0	277,477	53,705	17,902	26,853	375,937	1.15%
0	288,826	55,902	18,634	27,951	391,313	4.09%
0	297,701	57,619	19,207	28,810	403,337	3.07%
0	330,863	25,171	21,346	32,019	409,399	1.50%
0	340,427	55	21,963	32,945	395,390	-3.42%
1899	385,750	934	22,486	33,729	442,899	12.02%

**Modified Accrual Basis**

Year	General Fund	Transit Fund	Infrastructure Fund	Capital Projects Fund	Total	% Inc(Dec) Prior Year
0	\$ 254,413	\$ 49,241	\$ 16,414	\$ 24,620	\$ 344,688	107.47%
0	262,180	50,744	16,914	25,438	355,276	3.07%
0	274,154	53,062	17,687	26,532	371,435	4.55%
0	273,194	52,877	17,626	26,437	370,134	-0.35%
0	276,537	53,523	17,841	26,762	374,663	1.22%
0	288,736	55,884	18,628	27,943	391,191	4.41%
0	308,931	59,794	19,932	29,897	418,554	6.99%
0	323,642	25,169	20,716	31,320	400,847	-4.23%
0	342,040	-	22,052	33,101	397,193	-0.91%
1899	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!	#VALUE!



\*The 0.30% levy on earned income for transit purposes was eliminated by a vote of the electors of the City in 2019, contingent upon the passage of a sales and use tax by the electors of Hamilton County for the benefit of the Southwest Ohio Regional Transit Authority in 2020. The County tax was approved in the March 2020 primary election and the total municipal income tax rate of the City decreased in October 2020.

**City of Cincinnati  
Revenue Capacity  
Schedule 3  
Assessed Valuations and Estimated True Values  
Last Ten Fiscal Periods**

**Assessed Valuations**

<b>Collection Year</b>	<b>Real Property</b>	<b>Public Utility Property</b>	<b>Total</b>	<b>Direct Tax Rate</b>
2014	\$ 4,896,185,150	\$ 351,462,760	\$ 5,247,647,910	12.20
2015	4,946,475,290	385,238,120	5,331,713,410	12.10
2016	4,987,699,590	397,886,050	5,385,585,640	12.10
2017	5,010,624,630	439,985,370	5,450,610,000	12.04
2018	5,313,434,440	457,626,470	5,771,060,910	12.04
2019	5,261,461,220	472,306,030	5,733,767,250	12.42
2020	5,339,520,000	504,135,600	5,843,655,600	12.45
2021	6,099,629,350	552,434,950	6,652,064,300	12.52
2022	6,201,679,880	581,081,050	6,782,760,930	11.47
2023	6,089,891,380	587,526,550	6,677,417,930	12.34

The current assessed valuation for collection year 2023 is computed at approximately the following percentages of estimated true value:

real property - 35%; public utilities, tangible personal property machinery and equipment, and inventory - various.

For real property, the estimated true values for the last ten years are computed as follows:

<b>Collection Year</b>	<b>Estimated True Values</b>	<b>Year</b>	<b>Estimated True Values</b>
2014	\$ 14,993,279,743	2019	\$ 16,382,192,143
2015	15,233,466,886	2020	16,696,158,857
2016	15,387,387,543	2021	19,005,898,000
2017	15,573,171,429	2022	19,379,316,943
2018	16,488,745,457	2023	19,078,336,943

For public utility property and tangible personal property, the City is not able to calculate estimated true values for the last ten years because the tangible personal property components (machinery and equipment, and business inventory) have been assessed over the years at different percentages.

**City of Cincinnati  
Revenue Capacity  
Schedule 4  
Real Property Assessed Valuation By Type of Property  
Last Ten Collection Years**

<b>Collection Year</b>	<b><u>Agricultural</u></b>	<b><u>Commercial</u></b>	<b><u>Industrial</u></b>	<b><u>Residential</u></b>	<b><u>Utilities</u></b>
2014	\$ 1,056,000	\$ 1,590,304,540	\$ 254,396,760	\$ 3,042,910,120	\$ 7,517,730
2015	1,135,000	1,594,763,700	242,587,690	3,100,151,250	7,837,650
2016	1,066,920	1,627,705,720	240,396,160	3,111,013,670	7,517,120
2017	1,114,980	1,638,859,570	238,335,820	3,122,082,870	10,231,390
2018	1,228,660	1,705,982,070	236,461,380	3,359,714,230	10,048,100
2019	1,065,470	1,642,319,980	233,670,980	3,374,628,630	9,776,160
2020	1,075,570	1,688,513,070	236,840,990	3,403,205,710	9,884,660
2021	1,126,480	1,902,995,130	254,655,140	3,929,933,190	10,919,410
2022	1,126,850	1,973,116,400	254,482,700	3,960,977,570	11,976,360
2023	1,126,180	1,893,072,300	243,833,460	3,939,903,340	11,956,100

Note: Rates are expressed as dollars of tax per thousand dollars of taxable valuation.

Source: Hamilton County Auditor's Office

**City of Cincinnati  
Revenue Capacity  
Schedule 5  
Property Tax Rates - Direct and Overlapping Governments  
Last Ten Fiscal Periods**

Assessed Year	Collection Year	Collection Year	City Levy			County Levy	Total Levy	Residential Effective Millage	Commercial Effective Millage
			General Fund	Debt Service	School Levy				
2013	for	2014	5.70	6.50	71.49	21.06	104.75	76.51	88.19
2014	for	2015	5.60	6.50	70.65	20.88	103.63	75.20	87.94
2015	for	2016	5.60	6.50	70.15	20.88	103.13	74.80	87.64
2016	for	2017	5.54	6.50	77.91	20.88	110.83	82.72	95.40
2017	for	2018	5.54	6.50	77.23	21.19	110.46	80.63	93.48
2018	for	2019	5.16	7.26	76.61	24.17	113.20	83.44	96.52
2019	for	2020	5.19	7.26	76.50	24.17	113.12	83.39	96.47
2020	for	2021	5.26	7.26	73.10	24.17	109.79	75.95	89.09
2021	for	2022	3.97	7.50	72.85	24.88	109.20	75.63	88.99
2022	for	2023	4.84	7.50	72.85	25.26	110.45	76.88	90.57

Note: Rates are expressed as dollars of tax per thousand dollars of taxable valuation.

Source: Hamilton County Auditor's Office

**City of Cincinnati  
Revenue Capacity  
Schedule 6  
Principal Property Taxpayers  
Prior Calendar Year and Nine Years Ago**

Taxpayer	2022			2013		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Value
Duke Energy	\$ 596,536,450	1	8.93%	\$ 351,228,450	1	6.66%
City of Cincinnati	80,728,220	2	1.21%			
The Procter and Gamble Co	53,765,840	3	0.81%	54,186,250	2	1.03%
Fifth Third Bank	30,277,970	4	0.45%	23,923,290	4	0.45%
FFC Realty LLC	28,545,770	5	0.43%			
Acabay Atrium Two LP	26,425,000	6	0.40%			
312 Walnut LLC	24,465,000	7	0.37%			
Regency Centers LP	23,312,800	8	0.35%	17,937,490	7	0.34%
Columbia Development	18,223,030	9	0.27%	20,448,030	6	0.39%
Acabay Atrium One LP	18,053,500	10	0.27%			
Hertz Center				14,000,000	8	0.27%
OTR				21,525,000	5	0.41%
Fifth Third Central Ohio				13,053,470	9	0.25%
Emery Realty				26,646,190	3	0.51%
Western Southern Life				12,023,470	10	0.23%
Total	<u>\$ 900,333,580</u>		<u>13.49%</u>	<u>\$ 554,971,640</u>		<u>10.54%</u>
Total Assessed Value	<u>\$ 6,677,417,930</u>			<u>\$ 5,274,053,840</u>		

Source: Hamilton County Auditors' Office

Note:

1. Assessed Valuation is based on both the personal and real property valuation of the largest property holder in the city.
2. The total assessed valuation figure is the 2018 valuation for 2019 real property tax collections.

**City of Cincinnati  
Revenue Capacity  
Schedule 7  
Property Tax Levy and Collections  
Last Ten Fiscal Periods  
(Amounts in thousands)**

<b>Collection Year</b>	<b>Net Tax Levy</b>	<b>Current Collections</b>	<b>Percentage of Current Collections to Net Levy</b>	<b>Prior Year Collections</b>	<b>Total Collections</b>	<b>Percentage of Total Collections to Net Levy</b>
2014	\$ 59,073	\$ 55,525	94.00%	\$ 2,548	\$ 58,073	98.31%
2015	58,911	56,245	95.47%	2,476	58,721	99.68%
2016	59,415	56,877	95.73%	2,387	59,264	99.75%
2017	59,798	57,220	95.69%	1,986	59,206	99.01%
2018	63,338	60,313	95.62%	2,249	62,957	99.40%
2019	64,662	62,174	96.15%	2,482	64,662	100.00%
2020	66,186	63,822	96.43%	2,764	66,186	100.00%
2021	75,915	72,394	95.36%	2,824	75,218	99.08%
2022	71,494	67,664	94.64%	3,360	71,025	99.34%
2023	78,490	75,076	95.65%	3,264	78,340	99.81%

Note 1: Collections (2010 - 2020) have been reduced for State reimbursements of personal property tax that had been included in prior year amounts. These amounts are included in intergovernmental revenues.

Note 2: The information presented in this chart is based on collection years from January 1 through December 31.

**City of Cincinnati  
Revenue Capacity  
Schedule 8  
Water Works  
Top Ten Retail Customer Data  
For The Year Ended June 30, 2023**

<i>RANK</i>	<i>NAME OF CUSTOMER</i>	<i>TOTAL</i>	<i>TOTAL</i>	<i>PERCENT OF</i>	<i>TOTAL</i>	<i>PERCENT OF</i>
		<i>CONSUMPTION, HUNDREDS OF CUBIC FEET</i>	<i>CONSUMPTION, THOUSANDS OF GALLONS</i>	<i>TOTAL CONSUMPTION</i>	<i>CHARGES</i>	<i>TOTAL CHARGES</i>
1	University of Cincinnati	627,570	469,423	3.24%	\$1,394,883	2.66%
2	Childrens Hospital	285,824	213,796	1.47%	\$699,769	1.34%
3	Samuel Adams Brewing Co.	215,219	160,984	1.11%	\$522,713	1.00%
4	CCB CC Operations LLC	197,202	147,507	1.02%	\$474,377	0.91%
5	John Morrell and Co.	174,213	130,311	0.90%	\$528,633	1.01%
6	Proctor & Gamble	164,776	123,252	0.85%	\$423,111	0.81%
7	Cognis Corporation	129,060	96,537	0.67%	\$318,008	0.61%
8	RRE Williamsburg Holdings	116,452	87,106	0.60%	\$289,482	0.55%
9	Givaudan Flavors Corp.	114,802	85,872	0.59%	\$276,759	0.53%
10	Dystar Hilton Davis	109,528	81,927	0.57%	\$286,986	0.55%
	Total - Top Ten Retail Users	2,134,647	1,596,716	11.01%	\$5,214,720	9.96%
	TOTAL - Top 75 Users	19,380,096	14,496,312	39.82%	\$52,365,593	28.23%
	TOTAL - System	48,671,263	36,406,105	100.00%	\$185,495,616	100.00%

**City of Cincinnati  
Revenue Capacity  
Schedule 9  
Water Works  
Historical and Projected Water System Pumpage**

Year	Total Pumpage (MG's)	Average Day MGD	Maximum Day MGD	System's Rated Pumpage Capacity MGD	Maximum Daily Pumpage as % of Capacity
2014	43,838.631	120.1	157.4	260	60.54%
2015	43,024.976	117.9	164.0	260	63.08%
2016	42,794.941	116.9	159.0	260	61.15%
2017	43,859.083	120.2	174.9	260	67.27%
2018	44,184.229	121.1	157.2	260	60.48%
2019	43,165.940	118.3	183.4	260	70.54%
2020	43,544.608	119.0	182.0	260	70.00%
2021	43,334.067	118.7	178.9	260	68.81%
2022	43,425.565	119.0	169.8	260	65.31%
2023	45,261.539	124.1	184.4	260	70.92%

MG - Million Gallons

MGD - Million Gallons per Day

**City of Cincinnati  
Revenue Capacity  
Schedule 10  
Water Works  
Accounts Receivable**

Year	Net Water Sales	Cash Collected During Year for Current & Prior Year's Sales	Percentage of Sales Collected
2014	121,681,377	120,831,281	99.30%
2015	122,528,705	123,427,760	100.73%
2016	123,267,753	126,500,526	102.62%
2017	137,388,118	136,007,720	99.00%
2018	148,070,537	147,519,014	99.63%
2019	145,276,539	145,313,037	100.03%
2020	154,447,190	152,821,066	98.95%
2021	157,797,041	155,189,731	98.35%
2022	160,605,113	161,432,365	100.52%
2023	175,196,548	173,463,690	99.01%
	<b>\$ 1,446,258,921</b>	<b>\$ 1,322,615,141</b>	<b>91.45%</b>

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 1**  
**Ratios of Outstanding Debt by Type - Last Ten Fiscal Periods**  
**(Amount in Thousands)**

Fiscal Year	General Obligation Bonds	General Obligation Notes	Revenue Bonds	Revenue Notes	Notes Payable	State Infrastructure Bank	Loans	Capital Leases	Total Outstanding Debt	Outstanding Debt per Capita (Actual)	% of Personal Income <sup>1</sup>	Debt to Net Position Ratio
<b>Governmental Activities</b>												
2014	\$ 533,482	\$ 51,050	\$ 90,023		\$ 11,952		\$ 2,109	\$ 121	\$ 688,737	\$ 2,315	5.0%	1.27
2015	486,949	73,144	84,044		11,643		4,444	135	660,359	2,319	4.9%	1.49
2016	579,156	34,225	126,534	\$ 14,725	11,643		4,003	25,133	795,419	2,212	4.5%	0.14
2017	580,407	29,248	132,118		18,879		3,715	28,408	792,775	2,683	5.1%	(0.08)
2018	550,105	52,159	121,415		12,441	\$ 5,389	3,427	25,091	770,027	2,556	4.7%	(0.03)
2019	533,704	61,259	126,099		11,516	5,225	3,139	28,947	769,889	2,544	4.5%	0.40
2020	594,197	50,000	119,627		10,551	5,059	2,995	23,751	806,180	2,652	4.4%	(0.02)
2021	569,048		113,330		9,522	4,891	2,707	17,834	717,332	2,319	3.7%	(0.26)
2022	586,070	13,034	106,063		8,606	4,721	2,410	11,636	732,540	2,371	3.6%	0.15
2023	578,964	2,781	106,068		8,539	4,723	2,557	6,267	709,899	2,294	3.5%	0.15
<b>Business-Type Activities</b>												
2014	\$ 10,322		\$ 496,570				\$ 39,920	\$ 1,501	\$ 548,313	1,843	4.7%	1.62
2015	7,229		474,009				45,882	1,252	528,372	1,839	3.9%	1.72
2016	21,318		504,232				44,851	989	571,390	1,910	3.9%	1.32
2017	25,180		578,479				42,485	699	646,843	2,147	4.2%	1.20
2018	27,201		544,380				45,290	440	617,311	2,049	3.8%	1.59
2019	29,873		521,878				47,397		599,148	1,980	3.5%	1.67
2020	36,546		482,733				53,309		572,588	1,884	3.2%	1.71
2021	42,859		457,408				60,225		560,492	1,812	2.9%	1.65
2022	43,284	1,287	502,036				66,103		612,710	1,944	3.0%	1.73
2023	44,785		484,120				63,650		592,555	1,914	2.9%	1.79
<b>Total Primary Governmental Activities</b>												
2014	\$ 543,804	\$ 51,050	\$ 586,593		\$ 11,952		\$ 42,029	\$ 1,622	\$ 1,237,050	\$ 4,158	10.3%	1.43
2015	494,178	73,144	558,053		11,643		50,326	1,387	1,188,731	4,158	8.5%	1.59
2016	600,474	34,225	630,766	\$ 14,725	11,643		48,854	26,122	1,366,809	4,122	8.2%	0.63
2017	605,587	29,248	710,597		18,879		46,200	29,107	1,439,618	4,830	9.4%	0.49
2018	577,306	52,159	665,795		12,441	\$ 5,389	48,717	25,531	1,387,338	4,604	8.5%	0.05
2019	563,577	61,259	647,977		11,516	5,225	50,536	28,947	1,369,037	4,524	8.1%	0.95
2020	630,743	50,000	602,360		10,551	5,059	56,304	23,751	1,378,768	4,536	7.6%	0.70
2021	611,907		570,738		9,522	4,891	62,932	17,834	1,277,824	4,131	6.5%	0.58
2022	629,354	14,321	608,099		8,606	4,721	68,513	11,636	1,345,250	4,315	6.6%	0.87
2023	623,749	2,781	590,188		8,539	4,723	66,207	6,267	1,302,454	4,208	6.4%	0.90

<sup>1</sup>Cincinnati MSA personal income per capita is from Demographic and Economic Information Schedule 1; Data currently not available for FY 2023

**City of Cincinnati  
Debt Capacity Information  
Schedule 2**

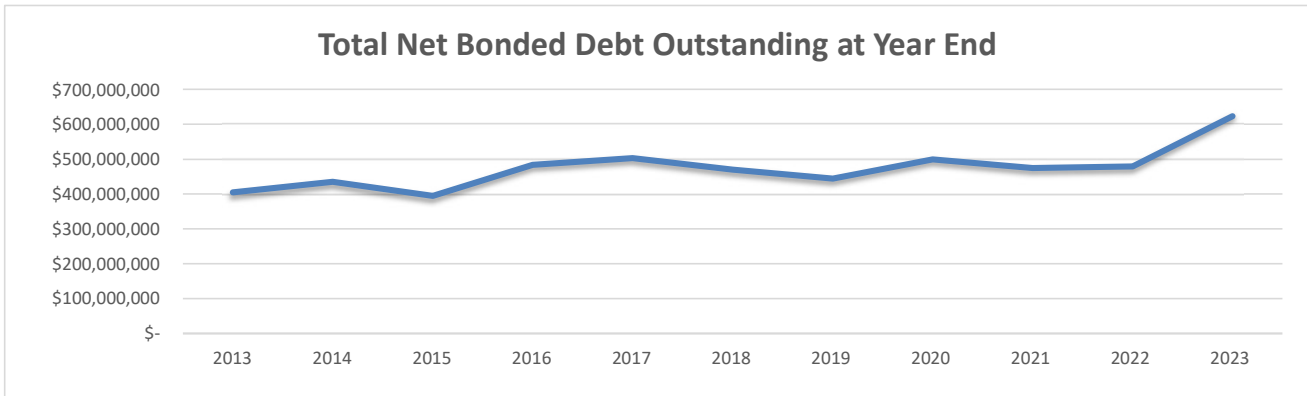
**Ratio of Net General Bonded Debt To Assessed Value and Net Bonded Debt Per Capita - Last Ten Fiscal Periods**

Fiscal Year	General Obligation Bonds <sup>1</sup>	Less: Amounts Available for Debt Service <sup>2</sup>	Net Bonded Debt	Assessed Value	Population	Ratio of Net Bonded Debt To Assessed Value <sup>3</sup>	Net Bonded Debt per Capita <sup>3</sup>
2014	\$ 543,804,000	\$ 108,575,000	\$ 435,229,000	\$ 5,247,647,910	296,550	8.29%	1,468
2015	494,178,000	99,091,000	395,087,000	5,331,713,410	297,517	7.41%	1,328
2016	600,474,000	116,003,000	484,471,000	5,385,585,640	298,550	9.00%	1,623
2017	605,587,000	102,507,000	503,080,000	5,450,610,000	298,800	9.23%	1,684
2018	577,306,000	107,049,000	470,257,000	5,771,060,910	301,301	8.15%	1,561
2019	563,577,000	118,437,000	445,140,000	5,733,767,250	302,605	7.76%	1,471
2020	630,743,000	130,891,000	499,852,000	5,843,655,600	303,940	8.55%	1,645
2021	611,907,000	137,675,000	474,232,000	6,652,064,300	309,317	7.13%	1,533
2022	628,662,000	149,388,000	479,274,000	6,782,760,930	309,513	7.08%	1,548
2023	623,749,000		623,749,000	6,677,417,930	309,513	9.34%	2,015

<sup>1</sup>This is general bonded debt of both governmental activities and business-type activities, net of premiums and discounts.

<sup>2</sup>This is the amount restricted for debt service principal payments.

<sup>3</sup>In FY2020, this column has been updated to show the correct ratio; previous figures were reported in error.



**City of Cincinnati  
Debt Capacity Information  
Schedule 3**

**Computation of Direct and Overlapping Debt**

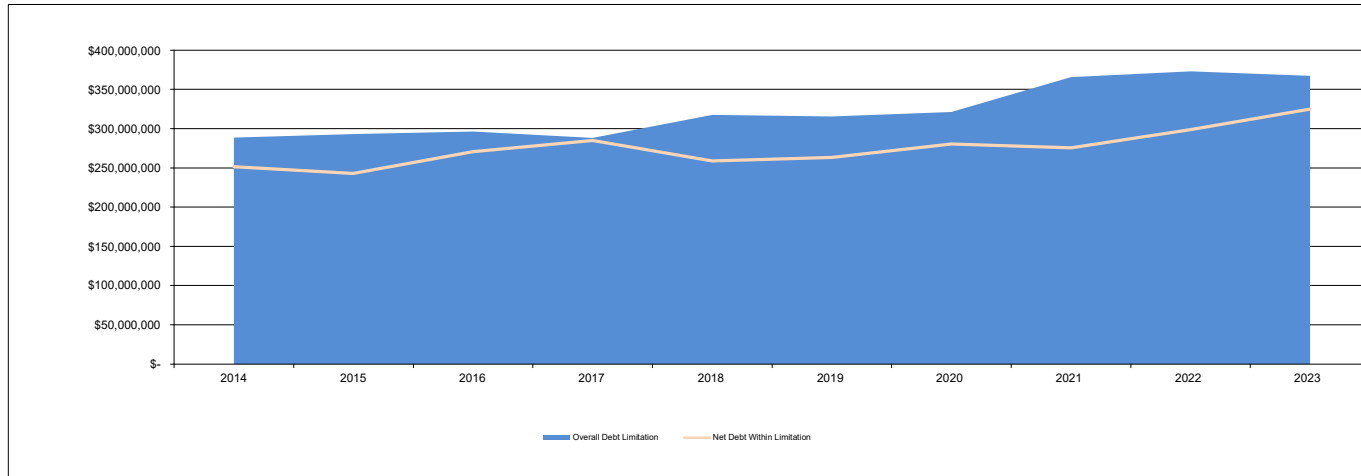
	Assessed Valuation (a)	Total Direct Debt	Percent Overlapping	Net Direct Debt
<u>Direct:</u>				
City of Cincinnati	\$ 6,677,417,930	\$ 709,899,000	100.00%	709,899,000
<u>Overlapping:</u>				
Cincinnati Board of Education - Cincinnati Public Schools				
Cincinnati City School District	7,479,014,840	212,425,000 <sup>(b)</sup>	89.28%	189,657,399
Hamilton County	22,548,808,400	156,402,030 <sup>(a)</sup>	29.61%	46,315,606
Subtotal		368,827,030		235,973,005
Total		\$ 1,078,726,030		\$ 945,872,005

<sup>(a)</sup> Source: Hamilton County Auditor's Office; December 31, 2022 data

<sup>(b)</sup> Source: Cincinnati City School District; December 31, 2022 data

**Debt Capacity Information**  
**Schedule 4**  
**Legal Debt Margin - For the Last Ten Fiscal Periods**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Overall Debt Limitation - 10.5% of Assessed Valuation	\$ 551,003,031	\$ 559,829,908	\$ 565,486,492	\$ 550,200,000	\$ 605,961,396	\$ 602,045,561	\$ 613,583,838	\$ 698,466,752	\$ 712,189,898	\$ 701,128,883
Net Debt Within 10.5% Limitation	251,690,000	243,044,080	270,615,000	284,974,000	258,686,000	263,166,000	280,375,000	275,575,000	298,745,000	324,740,000
Legal Debt Margin Within 10.5% Limitation	<u>\$ 299,313,031</u>	<u>\$ 316,785,828</u>	<u>\$ 294,871,492</u>	<u>\$ 265,226,000</u>	<u>\$ 347,275,396</u>	<u>\$ 338,879,561</u>	<u>\$ 333,208,838</u>	<u>\$ 422,891,752</u>	<u>\$ 413,444,898</u>	<u>\$ 376,388,883</u>
Net Debt Percentage of 10.5% Limitation	45.68%	43.41%	47.86%	51.79%	42.69%	43.71%	45.69%	39.45%	41.95%	46.32%
Unvoted Debt Limitation - 5.5% of Assessed Valuation	\$ 288,620,635	\$ 293,244,238	\$ 296,207,210	\$ 288,200,000	\$ 317,408,350	\$ 315,357,199	\$ 321,401,058	\$ 365,863,537	\$ 373,051,851	\$ 367,257,986
Net Debt Within 5.5% Limitation	251,690,000	243,044,080	270,615,000	284,974,000	258,686,000	263,166,000	280,375,000	275,575,000	298,745,000	324,740,000
Legal Debt Margin Within 5.5% Limitation	<u>\$ 36,930,635</u>	<u>\$ 50,200,158</u>	<u>\$ 25,592,210</u>	<u>\$ 3,226,000</u>	<u>\$ 58,722,350</u>	<u>\$ 52,191,199</u>	<u>\$ 41,026,058</u>	<u>\$ 90,288,537</u>	<u>\$ 74,306,851</u>	<u>\$ 42,517,986</u>
Net Debt Percentage of 5.5% Limitation	87.20%	82.88%	91.36%	98.88%	81.50%	83.45%	87.24%	75.32%	80.08%	88.42%



**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 5**  
**Revenue Bonds Debt Service Coverage - Last Ten Fiscal Periods**

Debt Service Coverage for Economic Development Revenue Bonds, including Subordinated Debt<sup>1</sup>

Fiscal Year	Special Funds <sup>2</sup>	Maximum Annual Debt Service (incl. Subordinated Debt) <sup>3</sup>		Dedicated Economic Development Fund (DED)	Special Funds <sup>2</sup> + DED	Maximum Annual Debt Service (incl. Subordinated Debt) <sup>3</sup>	
			Coverage				Coverage
2014	\$ 17,090,510	\$ 8,270,572	2.07	\$ 2,000,000	\$ 19,090,510	\$ 8,270,572	2.31
2015	19,378,983	8,741,704	2.22	2,000,000	21,378,983	8,741,704	2.45
2016	19,995,515	10,197,363	1.96	2,000,000	21,995,515	10,197,363	2.16
2017	22,800,941	10,786,342	2.11	2,000,000	24,800,941	10,786,342	2.30
2018	23,671,463	10,786,342	2.19	2,000,000	25,671,463	10,786,342	2.38
2019	27,197,986	11,689,396	2.33	2,000,000	29,197,986	11,689,396	2.50
2020	28,313,092	11,689,396	2.42	2,000,000	30,313,092	11,689,396	2.59
2021	23,565,823	11,485,023	2.05	2,000,000	25,565,823	11,485,023	2.23
2022	27,876,856	11,660,784	2.39	2,000,000	29,876,856	11,660,784	2.56
2023	29,155,627	11,660,784	2.50	2,000,000	31,155,627	11,660,784	2.67

<sup>1</sup>The City's Economic Development Revenue Bonds (EDRBs) are issued pursuant to the Trust Agreement, dated as of May 1, 1996, as amended and supplemented (the "EDRB Trust Agreement"), between the City and The Bank of New York Mellon Trust Company, N.A. (as successor trustee to Fifth Third Bank), as trustee. In accordance with certain continuing disclosure undertakings related to its EDRBs, the City is required to provide updates on the historical debt service coverage provided by the Special Funds, which appears in the Official Statements related to such EDRBs. Beginning in Fiscal Year 2019, the City has updated Schedule 5 to comply with the debt service coverage requirements of the EDRB Trust Agreement.

<sup>2</sup>"Special Funds" means all revenues received by the City under the revenue items designated as Fines, Forfeitures & Penalties and License & Permit Fees in the annual City appropriation ordinance; Pledged Revenues with respect to the 2009A Bonds not included.

<sup>3</sup>Refers only to all Bonds Outstanding as of the end of the applicable Fiscal Year.

Includes:

Urban Renewal Revenue Bonds, Series 1990A - One Gateway Project  
Economic Development Revenue Bonds, Series 1996 - Cincinnati Development Group LLC - Fountain Square West Project  
Economic Development Revenue Bonds, Series 1998 - Convention Place Mall Project - RSJJ Investments Limited  
Economic Development Revenue Bonds, Series 2002 - Saks Fifth Avenue Inc. & Race Street Development LTD  
Economic Development Revenue Bonds, Series 2003 - Convergys Corporation Project  
Economic Development Revenue Bonds, Series 2007 - Convergys Corporation Project  
Economic Development Revenue Bonds, Series 2008A - The Keystone Project  
Economic Development Revenue Bonds, Series 2008B - Baldwin 300 Project  
Economic Development Revenue Bonds, Series 2008C - Madison Circle Project  
Recovery Zone Facilities Bonds, Series 2009A - Graeter's Manufacturing Facility  
Economic Development Revenue Bonds, Series 2009B - Columbia Square  
Economic Development Revenue Bonds, Series 2011A - USquare Project  
Economic Development Revenue Bonds, Series 2012A - Convergys Corporation Project  
Non-Tax Revenue Pledge- State Infrastructure Bank Revenue Bonds, Series 2014A - Keystone Park Phase 2  
Non-Tax Revenue Pledge- State Infrastructure Bank Loan, Series 2014L - Keystone Park Phase 2  
Economic Development Revenue Bonds, Series 2015A - Jordan Crossing Redevelopment Project  
Economic Development Revenue Bonds, Series 2015B - The Mercer Commons Phase 2 Project  
Economic Development Revenue Bonds, Series 2015C - Seymour Plaza Redevelopment Project  
Economic Development Revenue Bonds, Series 2015D - McMillian Redevelopment Project  
Economic Development Revenue Bonds, Series 2015E - Incline District Parking Garage Project  
Economic Development Revenue Bonds, Series 2015F - Avondale Blight Removal Phase 1 Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2015G - Evanston Commercial Redevelopment Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2015H - Walnut Hills Development Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2016A - Vernon Manor II Project  
Economic Development Revenue Bonds, Series 2016B - Keystone Park Phase III Project  
Economic Development Revenue Bonds Refunding, Series 2016C - The Keystone Project  
Economic Development Revenue Bonds Refunding, Series 2016D - Baldwin 300 Project  
Economic Development Revenue Bonds Refunding, Series 2016E - Madison Circle Project  
Economic Development Revenue Bonds, Series 2016F - OTR Arts Improvements Project  
Economic Development Revenue Bonds Refunding, Series 2016G - Columbia Square Project  
Economic Development Revenue Bonds, Series 2018A - OTR Arts Improvements Project  
Economic Development Revenue Bonds, Series 2018B - Industrial Site Redevelopment Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2018C - Hudepohl Brewery Remediation Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2018D - East Price Hill Revitalization Project  
Economic Development Revenue Bonds Refunding, Series 2020A - Graeter's Manufacturing Facility  
Economic Development Revenue Bonds Refunding, Series 2020B - USquare Project  
Non-Tax Revenue Pledge- Economic Development Revenue Bonds, Series 2021A - Walworth Junction Development Project  
Subordinated Debt: Non-Tax Revenue Pledge- HUD 108 Loan, 2015 - Men's Shelter

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 5 (continued)**  
**Revenue Bonds Debt Service Coverage - Last Ten Fiscal Periods**

Debt Service Coverage for Economic Development Revenue Bonds, excluding Subordinated Debt<sup>1</sup>

Fiscal Year	Maximum Annual Debt Service (excl. Subordinated Debt) <sup>3</sup>			Dedicated Economic Development Fund (DEDF)		Special Funds <sup>2</sup> + DEDF		Maximum Annual Debt Service (excl. Subordinated Debt) <sup>3</sup>	
	Special Funds <sup>2</sup>	Subordinated Debt <sup>3</sup>	Coverage	(DEDF)	DEDF		Subordinated Debt <sup>3</sup>	Coverage	
2014	\$ 17,090,510	\$ 8,270,572	2.07	\$ 2,000,000	\$ 19,090,510	\$ 8,270,572	2.31		
2015	19,378,983	8,270,572	2.34	2,000,000	21,378,983	8,270,572	2.58		
2016	19,995,515	9,696,601	2.06	2,000,000	21,995,515	9,696,601	2.27		
2017	22,800,941	10,285,579	2.22	2,000,000	24,800,941	10,285,579	2.41		
2018	23,671,463	10,285,579	2.30	2,000,000	25,671,463	10,285,579	2.50		
2019	27,197,986	11,188,633	2.43	2,000,000	29,197,986	11,188,633	2.61		
2020	28,313,092	11,188,633	2.53	2,000,000	30,313,092	11,188,633	2.71		
2021	23,565,823	10,984,261	2.15	2,000,000	25,565,823	10,984,261	2.33		
2022	27,876,856	11,177,609	2.49	2,000,000	29,876,856	11,177,609	2.67		
2023	29,155,627	11,177,609	2.61	2,000,000	31,155,627	11,177,609	2.79		

<sup>1</sup>The City's Economic Development Revenue Bonds (EDRBs) are issued pursuant to the Trust Agreement, dated as of May 1, 1996, as amended and supplemented (the "EDRB Trust Agreement"), between the City and The Bank of New York Mellon Trust Company, N.A. (as successor trustee to Fifth Third Bank), as trustee. In accordance with certain continuing disclosure undertakings related to its EDRBs, the City is required to provide updates on the historical debt service coverage provided by the Special Funds, which appears in the Official Statements related to such EDRBs. Beginning in Fiscal Year 2019, the City has updated Schedule 5 to comply with the debt service coverage requirements of the FDRR Trust Agreement

<sup>2</sup>"Special Funds" means all revenues received by the City under the revenue items designated as Fines, Forfeitures & Penalties and License & Permit Fees in the annual City appropriation ordinance; Pledged Revenues with respect to the 2009A Bonds not included.

<sup>3</sup>Refers only to all Bonds Outstanding as of the end of the applicable Fiscal Year.

Includes:

Urban Renewal Revenue Bonds, Series 1990A - One Gateway Project  
Economic Development Revenue Bonds, Series 1996 - Cincinnati Development Group LLC - Fountain Square West Project  
Economic Development Revenue Bonds, Series 1998 - Convention Place Mall Project - RSJJ Investments Limited  
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Economic Development Revenue Bonds, Series 2003 - Convergys Corporation Project  
Economic Development Revenue Bonds, Series 2007 - Convergys Corporation Project  
Economic Development Revenue Bonds, Series 2008A - The Keystone Project  
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Economic Development Revenue Bonds, Series 2008C - Madison Circle Project  
Recovery Zone Facilities Bonds, Series 2009A - Graeter's Manufacturing Facility  
Economic Development Revenue Bonds, Series 2009B - Columbia Square  
Economic Development Revenue Bonds, Series 2011A - USquare Project  
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Non-Tax Revenue Pledge- State Infrastructure Bank Loan, Series 2014L - Keystone Park Phase 2  
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Economic Development Revenue Bonds, Series 2015F - Avondale Blight Removal Phase 1 Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2015G - Evanston Commercial Redevelopment Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2015H - Walnut Hills Development Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2016A - Vernon Manor II Project  
Economic Development Revenue Bonds, Series 2016B - Keystone Park Phase III Project  
Economic Development Revenue Bonds Refunding, Series 2016C - The Keystone Project  
Economic Development Revenue Bonds Refunding, Series 2016D - Baldwin 300 Project  
Economic Development Revenue Bonds Refunding, Series 2016E - Madison Circle Project  
Economic Development Revenue Bonds, Series 2016F - OTR Arts Improvements Project  
Economic Development Revenue Bonds Refunding, Series 2016G - Columbia Square Project  
Economic Development Revenue Bonds, Series 2018A - OTR Arts Improvements Project  
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Economic Development Revenue Bonds, Series 2018C - Hudepohl Brewery Remediation Project (Federally Taxable)  
Economic Development Revenue Bonds, Series 2018D - East Price Hill Revitalization Project  
Economic Development Revenue Bonds Refunding, Series 2020A - Graeter's Manufacturing Facility  
Economic Development Revenue Bonds Refunding, Series 2020B - USquare Project  
Non-Tax Revenue Pledge- Economic Development Revenue Bonds, Series 2021A - Walworth Junction Development Project

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 6**  
**Bond Retirement Fund Balance, Southern Railway Revenue and Capital Improvement Program**

**Bond Retirement Fund Balance and Southern Railway Revenue**  
**Last Five Fiscal Periods**

<u>Year</u>	<u>Bond Retirement Fund Balance</u>	<u>Southern Railway Revenue</u>	<u>Debt Service Paid by Municipal Income Tax</u>
2019	\$ 67,773,961	\$ 22,382,999	\$ 13,675,490
2020	74,250,804	22,932,177	13,394,299
2021	82,358,101	23,286,129	13,779,186
2022	101,028,338	23,495,711	12,839,364
2023	76,102,482	24,760,586	11,977,584

**Projected 5 Year Capital Improvement Program (CIP)<sup>1</sup>**  
**(Amounts in Thousands)**

<b>Uses of Funds</b>	<b><u>2024</u></b>	<b><u>2025</u></b>	<b><u>2026</u></b>	<b><u>2027</u></b>	<b><u>2028</u></b>	<b><u>Total</u></b>
Infrastructure-Smale Commission	\$28,982	\$34,267	\$44,760	\$43,678	\$44,765	\$196,452
Equipment	10,649	9,864	10,540	11,086	11,324	53,463
Economic Development	2,482	2,574	2,709	2,825	2,852	13,442
Housing-Neighborhood	2,432	2,421	2,486	2,539	2,534	12,412
New Infrastructure	14,494	9,258	3,083	3,661	1,790	32,286
Environment	52	52	56	58	59	277
Information Technology	460	408	384	398	193	1,843
Software and Hardware (IT)	4,309	3,776	3,862	2,645	2,643	17,235
<b>Total Uses</b>	<b>\$63,862</b>	<b>\$62,622</b>	<b>\$67,882</b>	<b>\$66,892</b>	<b>\$66,162</b>	<b>\$327,410</b>

<b>Sources of Funds</b>	<b><u>2024</u></b>	<b><u>2025</u></b>	<b><u>2026</u></b>	<b><u>2027</u></b>	<b><u>2028</u></b>	<b><u>Total</u></b>
Income Tax Capital Revenue	\$14,000	\$14,000	\$14,000	\$14,000	\$14,000	\$70,000
Southern Railroad Note Proceeds	26,360	26,120	26,380	26,640	26,910	132,410
Property Tax Supported Bonds & Southern Railway Tax Credit Note	23,250	22,250	27,250	26,000	25,000	123,750
Blue Ash Proceeds / Misc.	0	0	0	0	0	0
Reprogramming	250	250	250	250	250	1,250
General Fund	0	0	0	0	0	0
<b>Total Sources</b>	<b>\$63,860</b>	<b>\$62,620</b>	<b>\$67,880</b>	<b>\$66,890</b>	<b>\$66,160</b>	<b>\$327,410</b>

**Ratio of Property Tax Supported Debt to General Capital Improvement Program Budget**

	<b><u>2024</u></b>	<b><u>2025</u></b>	<b><u>2026</u></b>	<b><u>2027</u></b>	<b><u>2028</u></b>	<b><u>Total</u></b>
CIP Budget	\$63,860	\$62,620	\$67,880	\$66,890	\$66,160	\$327,410
Property Tax Supported Debt	23,250	22,250	27,250	26,000	25,000	123,750
% Property Tax Supported Debt	36.41%	35.53%	40.14%	38.87%	37.79%	37.80%

<sup>1</sup>In compliance with Securities and Exchange Commission Rule 15c2 12 (as amended from time to time), this Schedule is provided pursuant to certain continuing disclosure undertakings delivered in connection with the execution and delivery of the City's outstanding (i) economic development revenue bonds (the "Economic Development Revenue Bonds"), (ii) general obligation bonds (the "GO Bonds"), and (iii) water system revenue bonds (the "Water Revenue Bonds").

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 7**  
**Greater Cincinnati Water Works**  
**Historical Financial Operations - Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
<u>Operating Revenue</u>										
Total Operating Revenue	\$142,316	\$142,085	\$147,748	\$156,760	\$161,835	\$158,897	\$174,786	\$181,350	\$180,051	\$198,280
<u>Operating Expense:</u>										
Personal Services	47,074	35,392	49,452	47,420	45,282	48,307	51,473	48,011	49,878	52,358
Contractual Services	8,330	9,077	8,242	9,849	10,071	12,256	14,789	10,941	11,349	13,186
Maintenance and Repair	4,825	4,877	5,150	5,165	4,585	4,031	5,211	4,886	6,846	7,794
Materials and Supplies	9,250	8,713	9,255	9,535	9,461	9,125	8,663	8,463	10,196	11,594
Utilities	8,882	8,614	7,244	7,674	8,719	8,106	8,790	8,393	10,535	9,884
Insurance	157	3	155	144	181	251	352	176	330	383
Taxes	11	3	2	4	3	1	1			
Rent	1,428	1,500	1,649	3,086	2,413	2,861	2,377	1,854	1,561	1,466
Other	1,812	218	453	548	559	2,083	578	1,028	1,106	2,399
Depreciation and Amortization Expense	22,521	23,472	26,310	25,797	26,567	26,476	26,647	27,516	26,167	25,779
Amortization Mason Agreement	99	104	110	115	121	127	133	139	147	127
Net Pension Expense				(96,806)	(39,801)	3,856	62,769	135,864	(50,591)	(43,992)
Net Other Postemployment Benefit Expense					(4,405)	(726)	(239)	(32,953)	(2,280)	(4,702)
Total Operating Expense	104,389	91,973	108,022	12,531	63,756	116,754	181,544	214,318	65,244	76,276
Operating Income	\$ 37,927	\$ 50,112	\$ 39,726	\$ 144,229	\$ 98,079	\$ 42,143	\$ (6,758)	\$ (32,968)	\$ 114,807	\$ 122,004
<u>Non-Operating Revenue (Expenses):</u>										
Capital Contribution	\$2,002	\$4,199	\$7,962	\$1,481	\$488	\$5,350	\$10,021	\$1,891	\$16,007	\$995
Gain (Loss) on Disposal of Fixed Assets	(1,910)	(293)	(22)	(553)	49	(890)	48	(20)	18	27
Gain on Sale of Inventory					54					
Transfers In(Out)	(500)			(146)	(27)	(118)	(31)		(130)	8
Interest Revenue	2,417	1,555	2,482	664	2,202	7,080	9,156	137	(8,330)	4,457
Build America Bond Subsidy	1,579	1,577	1,586	1,584	1,589	1,596	800			
Judgement Payments			(5,393)						692	56
Interest Expense	(18,339)	(17,889)	(17,472)	(13,464)	(14,158)	(19,810)	(17,118)	(15,465)	(12,340)	(18,609)
Total Non-Operating Revenue (Expense):	(14,751)	(10,851)	(10,857)	(10,434)	(9,803)	(6,792)	2,876	(13,457)	(4,083)	(13,066)
Net Income	\$23,176	\$39,261	\$28,869	\$133,795	\$88,276	\$35,351	\$ (3,882)	\$ (46,425)	\$ 110,724	\$ 108,938

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 8**  
**Greater Cincinnati Water Works**  
**Projected Operating Results**  
**(Amounts in Thousands)**

<u>Description</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>2027</u>	<u>2028</u>	<u>2029</u>
Metered Water Sales						
Revenue Under Existing Rates	\$169,500	\$169,500	\$165,748	\$165,748	\$165,748	\$165,748
Indicated Revenue Increases <sup>(a)(b)</sup>						
Month - Year	Revenue Increase					
January 2022	3.75%	6,170	6,170	6,066	5,724	5,724
January 2023	5.55%	9,475	9,475	9,315	9,255	9,255
January 2024	5.55%	4,584	10,000	9,832	9,768	9,768
January 2025	5.55%		4,838	10,378	10,310	10,310
January 2026	5.55%			5,020	10,770	10,882
January 2027	Est.5%				5,289	11,107
January 2028	Est 5%				5,553	11,662
Water Sales Increase - CPI						
Interest From Treasury Investments	1,311	1,349	1,390	1,390	1,390	1,390
Other Revenue <sup>(c)</sup>	8,472	8,378	8,333	8,333	8,333	8,333
Private Lead Service Line Reimbursements	228	228	228	228	228	228
<b>Total Revenue</b>	<b>199,740</b>	<b>209,938</b>	<b>216,310</b>	<b>226,815</b>	<b>238,298</b>	<b>244,407</b>
Operating & Maintenance Expense <sup>(d)</sup>	117,960	125,151	128,677	132,307	136,047	139,899
Private Lead Service Line Replacement	4,865	4,966	5,067	5,067	5,067	5,067
<b>Net Revenue Available for Debt Service</b>	<b>76,915</b>	<b>79,821</b>	<b>82,566</b>	<b>89,441</b>	<b>97,184</b>	<b>99,441</b>
Total Senior Lien Revenue Bond Debt Service	41,284	41,280	41,281	35,190	35,190	35,194
Future Senior Lien Revenue Bond Debt Service <sup>(e)</sup>		1,884	4,902	6,552	9,195	10,983
<b>Total Senior Lien Revenue Bond Debt Service</b>	<b>41,284</b>	<b>43,164</b>	<b>46,183</b>	<b>41,742</b>	<b>44,385</b>	<b>46,177</b>
State of Ohio Issue 2 Money (\$4.38M/20Yrs/0%)	219	169	144	120	62	62
Ohio EPA Water Supply Revolving Loan (1.31%-3.25%)	5,260	5,859	6,458	6,350	6,083	6,083
OEPA & OWDA Debt Service Future Years		1,180	1,543	1,906	1,906	1,906
<b>Other Financing Requirements</b>	<b>5,479</b>	<b>7,209</b>	<b>8,146</b>	<b>8,377</b>	<b>8,052</b>	<b>8,052</b>
<b>Total Debt Payments</b>	<b>46,764</b>	<b>50,373</b>	<b>54,329</b>	<b>50,119</b>	<b>52,437</b>	<b>54,228</b>
Surplus (Deficit)	30,151	29,448	28,237	39,322	44,747	45,213
Total Bond Proceeds		68,500		60,000		
LESS: Capital Expenditures	(55,000)	(55,000)	(60,000)	(60,000)	(60,000)	(60,000)
<b>Ending Balance Available for Transfer</b>	<b>277,807</b>	<b>320,755</b>	<b>288,992</b>	<b>328,314</b>	<b>313,061</b>	<b>298,274</b>
<b>Debt Service Coverage</b>						
Senior Bond Debt Service Coverage	1.86	1.85	1.79	2.14	2.19	2.15
Total Debt Service Coverage	1.64	1.58	1.52	1.78	1.85	1.83
Days Cash on Hand	826	900	789	872	810	751

<sup>(a)</sup> Reflects the effect of timing of mid-year rate increases on the level of revenues received in the first year of each revenue adjustment.

<sup>(b)</sup> Increases for FY24 through FY26 were approved in June 2021. Increases for FY27 and FY28 are projected

<sup>(c)</sup> Other Revenues includes revenues other than water sales revenue such as meter application fees, meter repair and testing fees, expansion fees and sales of construction material.

<sup>(d)</sup> Operating and Maintenance Expenses exclude Accrued Pension and OPEB Liabilities.

<sup>(e)</sup> The assumptions for the proposed debt service with respect to future issues of Senior Bonds (30-year maturity) are as follows (in dollars, 000's omitted):

Fiscal Year	Proceeds	Reserve & Issuance Costs	Total Issue	Interest
2025	68,500	6,850	75,350	5.00%
2027	60,000	6,000	66,000	5.00%

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 9**  
**Greater Cincinnati Water Works**  
**Senior Bonds and Senior Subordinated Debt Service Requirements**

Fiscal Year	Debt Service Series 2021A	Debt Service Series 2021B	Debt Service Series 2020A	Debt Service Series 2019A	Debt Service Series 2019B	Debt Service Series 2017A	Debt Service Series 2016A	Debt Service Series 2016B	Debt Service Series 2016C	Debt Service Series 2015A	Debt Service Series 2015B	Debt Service Series 2015C	Debt Service Series 2012A	Debt Service Series 2011A	Total Senior Bonds Debt Service and Subordinated Bonds Debt Service
2023	2,108,112.50	1,491,510.50	1,213,708.62	2,101,600.00	208,236.26	4,612,575.00	117,750.00	1,487,250.00	4,386,575.00	1,428,281.25	6,475,300.00	13,311,719.20	1,378,650.00	964,250.00	41,285,518.33
2024	2,108,112.50	1,494,248.00	1,213,708.62	2,101,600.00	207,180.66	6,723,575.00	117,750.00	1,487,250.00	3,578,200.00	1,425,925.00	20,826,800.00	-	-	-	41,284,349.78
2025	2,108,112.50	1,490,315.50	1,213,708.62	2,101,600.00	206,125.06	4,393,775.00	117,750.00	7,293,375.00	8,067,700.00	1,427,525.00	12,860,425.00	-	-	-	41,280,411.68
2026	2,108,112.50	1,494,820.50	1,213,708.62	2,101,600.00	205,069.46	4,386,375.00	117,750.00	7,346,625.00	8,113,200.00	1,427,125.00	12,766,675.00	-	-	-	41,281,061.08
2027	3,526,737.50	1,493,025.50	1,889,434.82	3,232,600.00	204,013.86	5,071,575.00	117,750.00	6,597,000.00	7,474,825.00	1,427,800.00	4,155,675.00	-	-	-	35,190,436.68
2028	3,527,112.50	1,494,738.00	1,890,479.36	3,233,100.00	202,958.26	5,068,575.00	844,125.00	6,206,000.00	7,142,325.00	1,429,587.50	4,151,400.00	-	-	-	35,190,400.62
2029	3,523,737.50	7,061,733.00	1,890,397.20	3,235,475.00	206,836.68	5,070,575.00	845,875.00	5,980,875.00	7,378,825.00	-	-	-	-	-	35,194,329.38
2030	3,526,362.50	7,060,908.00	1,889,164.06	3,234,600.00	2,771,342.13	5,464,275.00	845,625.00	-	10,392,950.00	-	-	-	-	-	35,185,226.69
2031	3,524,737.50	7,052,728.00	2,734,999.04	3,230,475.00	2,770,616.93	5,464,250.00	-	-	10,409,300.00	-	-	-	-	-	35,187,106.47
2032	3,523,737.50	7,046,911.50	2,737,277.84	3,232,850.00	759,896.25	7,493,500.00	-	-	10,424,400.00	-	-	-	-	-	35,218,573.09
2033	3,523,112.50	7,037,473.75	2,742,366.41	3,231,475.00	-	8,251,725.00	-	-	5,062,700.00	-	-	-	-	-	29,848,852.66
2034	3,522,612.50	357,325.00	4,483,006.86	3,231,225.00	-	8,237,325.00	-	-	1,060,000.00	-	-	-	-	-	20,891,494.36
2035	3,526,862.50	355,855.00	4,483,417.41	3,231,850.00	-	8,230,400.00	-	-	1,020,000.00	-	-	-	-	-	20,848,384.91
2036	3,525,612.50	359,323.75	4,480,304.85	3,232,400.00	-	8,217,025.00	-	-	-	-	-	-	-	-	19,814,666.10
2037	3,525,912.50	357,731.25	4,479,954.65	3,233,500.00	-	8,216,793.75	-	-	-	-	-	-	-	-	19,813,892.15
2038	3,526,162.50	356,138.75	4,482,661.35	3,231,600.00	-	3,826,181.25	-	-	-	-	-	-	-	-	15,422,743.85
2039	3,525,937.50	359,485.00	4,477,807.70	3,231,600.00	-	-	-	-	-	-	-	-	-	-	11,594,830.20
2040	3,525,031.25	357,770.00	4,480,328.05	3,233,300.00	-	-	-	-	-	-	-	-	-	-	11,596,429.30
2041	3,527,262.50	356,055.00	4,480,091.10	3,235,175.00	-	-	-	-	-	-	-	-	-	-	11,598,583.60
2042	3,526,512.50	2,284,378.75	2,546,661.00	3,231,175.00	-	-	-	-	-	-	-	-	-	-	11,588,727.25
2043	3,524,412.50	2,286,520.00	2,550,530.45	3,231,425.00	-	-	-	-	-	-	-	-	-	-	11,592,887.95
2044	3,524,121.88	2,300,992.50	2,542,764.30	3,230,550.00	-	-	-	-	-	-	-	-	-	-	11,598,428.68
2045	3,525,484.38	2,307,602.50	2,533,498.85	3,233,175.00	-	-	-	-	-	-	-	-	-	-	11,599,760.73
2046	3,523,312.50	2,311,350.00	2,517,802.25	3,232,925.00	-	-	-	-	-	-	-	-	-	-	11,585,389.75
2047	3,522,500.00	-	1,844,806.60	3,231,900.00	-	-	-	-	-	-	-	-	-	-	8,599,206.60
2048	3,524,750.00	-	-	3,233,250.00	-	-	-	-	-	-	-	-	-	-	6,758,000.00
2049	3,525,000.00	-	-	3,231,900.00	-	-	-	-	-	-	-	-	-	-	6,756,900.00
2050	3,523,250.00	-	-	3,232,775.00	-	-	-	-	-	-	-	-	-	-	6,756,025.00
2051	3,524,437.50	-	-	-	-	-	-	-	-	-	-	-	-	-	3,524,437.50
2052	3,523,500.00	-	-	-	-	-	-	-	-	-	-	-	-	-	3,523,500.00
	<u>\$ 100,080,662.51</u>	<u>\$ 58,568,939.75</u>	<u>\$ 71,012,588.63</u>	<u>\$ 85,986,700.00</u>	<u>\$ 7,742,275.55</u>	<u>\$ 98,728,500.00</u>	<u>\$ 3,124,375.00</u>	<u>\$ 36,398,375.00</u>	<u>\$ 84,511,000.00</u>	<u>\$ 8,566,243.75</u>	<u>\$ 61,236,275.00</u>	<u>\$ 13,311,719.20</u>	<u>\$ 1,378,650.00</u>	<u>\$ 964,250.00</u>	<u>\$ 631,610,554.39</u>

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 10<sup>1</sup>**  
**Greater Cincinnati Water Works**  
**Historical Debt Service Coverage - Last Ten Fiscal Periods**  
**(Amounts in Thousands)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Revenues</b>										
Water Sales	\$138,346	\$139,597	\$144,633	\$154,626	\$160,370	\$157,942	\$169,885	\$172,542	\$176,393	\$198,148
Interest	2,417	1,555	2,482	664	2,202	7,080	9,156	137	(8,330)	4,457
Other revenues (contract work, billing services, reimbursement charges, misc.)	3,970	2,488	3,115	2,134	1,465	955	4,904	8,808	3,658	4,773
Build America Bonds Subsidy <sup>2</sup>	1,579	1,577	1,586	1,584	1,589	1,596	800			
<b>Total Revenues</b>	<b>146,312</b>	<b>145,217</b>	<b>151,816</b>	<b>159,008</b>	<b>165,626</b>	<b>167,573</b>	<b>184,745</b>	<b>181,487</b>	<b>171,721</b>	<b>207,378</b>
<b>Operating and Maintenance Expenses</b>										
Operating Expenses	\$104,389	\$91,973	\$108,022	\$12,531	\$63,756	\$116,754	\$181,544	\$214,318	\$65,244	\$76,420
PLUS/LESS Depreciation and Amortization	(22,620)	(23,576)	(26,420)	(25,912)	(26,688)	(26,603)	(26,780)	(27,655)	(26,314)	(25,906)
PLUS/LESS Other Post Employment Benefit Liabilities Adjustment	(720)	2,172	695	(920)	4,405	726	239	32,953	2,280	4,702
PLUS/LESS Accrued Pension Adjustment	(6,246)	782	(10,665)	96,806	39,801	(3,856)	(62,769)	(135,864)	50,591	43,992
<b>Total Operating and Maintenance Expenses</b>	<b>74,803</b>	<b>71,351</b>	<b>71,632</b>	<b>82,505</b>	<b>81,274</b>	<b>87,021</b>	<b>92,234</b>	<b>83,752</b>	<b>91,801</b>	<b>99,208</b>
<b>Net Revenues <sup>3</sup></b>	<b>\$71,509</b>	<b>\$73,866</b>	<b>\$80,184</b>	<b>\$76,503</b>	<b>\$84,352</b>	<b>\$80,552</b>	<b>\$92,511</b>	<b>\$97,735</b>	<b>\$79,920</b>	<b>\$108,170</b>
<b>Debt Service Charges</b>										
Bond Service Charges <sup>4</sup>	\$40,318	\$44,965	\$44,310	\$46,532	\$38,602	\$38,361	\$39,172	\$39,242	\$39,411	\$41,286
Debt Service Charges for Subordinate Debt <sup>5</sup>	2,918	3,408	3,408	3,408	3,483	3,868	4,036	4,958	5,535	5,479
<b>Total Debt Service Charges</b>	<b>\$43,236</b>	<b>\$48,373</b>	<b>\$47,718</b>	<b>\$49,940</b>	<b>\$42,085</b>	<b>\$42,229</b>	<b>\$43,208</b>	<b>\$44,200</b>	<b>\$44,946</b>	<b>\$46,765</b>
Debt Service Coverage for Outstanding Bonds <sup>6</sup>	1.77	1.64	1.81	1.64	2.19	2.10	2.36	2.49	2.03	2.62
Required 1.15 (Net Revenues Divided by Bond Service Charges)										
Debt Service Coverage for Outstanding Bonds and Subordinate Debt <sup>6</sup>	1.65	1.53	1.68	1.53	2.00	1.91	2.14	2.21	1.78	2.31
Required 1.00 (Net Revenues Divided by Total Debt Service Charges)										

<sup>1</sup>The City's Water Revenue Bonds were issued pursuant to the Master Trust Agreement, dated as of March 1, 2001, as amended and supplemented (the "Water Trust Agreement"), by and between the City and The Bank of New York Mellon Trust Company, N.A. (as successor in trust to Fifth Third Bank), as trustee. In accordance with certain continuing disclosure undertakings related to its Water Revenue Bonds, the City is required to provide updates on the historical debt service coverage requirements of the Water Trust Agreement, which appear in the Official Statements to related to such Water Revenue Bonds. Beginning in Fiscal Year 2022, the City has revised Schedule 10 to comply with the debt service coverage requirements of the Water Trust Agreement. This Schedule differs from the previous Schedule 10 with a table entitled, "Water Works Revenue Bonds Debt Service Coverage – Last Ten Fiscal Periods," which presents debt service coverage for the Water Revenue Bonds according to a methodology used for the City's internal accounting purposes. The same data previously provided can be found in the new table as follows:

Prior DC Schedule 10	Updated DC Schedule 10
1. "Water Works Revenue" Column	The same data is reported in the row labeled "Total Revenues."
2. "Principal," "Debt Service Interest," "Interest," and "Total" Columns	The new schedule only reports on the total debt service in the row labeled "Bond Service Charges," as required.
3. "Coverage" Column	The previously reported coverage data has been replaced with accurate coverage data in the "Debt Service Coverage for Outstanding Bonds" and "Debt Service Coverage for Outstanding Bonds and Subordinate Debt" rows.

Please note that the coverage ratios provided in the updated Schedule 10 for fiscal years 2014-2021 supersede the ratios for such fiscal years which are provided in prior Schedule 10 for purposes of demonstrating compliance with the debt service coverage requirements under the Water Trust Agreement.

<sup>2</sup>Refers to the Build America Bonds Subsidy received with respect to the Crossover Refunded Series 2009B Bonds, which were issued as Direct Payment Build America Bonds. The entire remaining outstanding principal amount of the Crossover Refunded Series 2009B Bonds was redeemed on December 1, 2019 (the "Crossover Date") with a portion of the proceeds of the Series 2016C Bonds. No Build America Bond Subsidy is anticipated after FY 2020.

<sup>3</sup>Pursuant to Section 502 of the Indenture, the Net Revenues (Revenues less Operating and Maintenance Expenses) of the Utility for any Fiscal Year shall meet both of the following requirements:

1. Net Revenues shall equal at least 115% of Bond Service Charges (Net Revenues divided by Bond Service Charges); and
2. Net Revenues shall equal at least 100% of the sum of Bond Service Charges and debt service on (secured and unsecured) Subordinate Debt (but excluding debt payable from the levy and collection of special assessments) (Net Revenues divided by the total of Bond Service Charges plus debt service on Subordinate Debt).

<sup>4</sup>Bond Service Charges mean principal and interest payable on Outstanding Bonds, EXCLUDING the following (related to the Crossover Refunding of the Series 2009B Bonds) for FY 2017 and FY 2018:

1. The principal amount of the Crossover Refunded Series 2009B Bonds; and
2. Interest payable on the Series 2016C Bonds to the Crossover Date (December 1, 2019).

<sup>5</sup>Subordinate Debt means other obligations of the Utility either secured by a pledge of Net Revenues on a subordinate basis or unsecured. The Subordinate Debt of the Utility currently consists of:

1. Loans from the Ohio Water Development Authority ("OWDA"); and
2. Loans from the Ohio Public Works Commission ("OPWC").

<sup>6</sup>In FY 2021, the City corrected certain financial data which had been previously reported for FY 2019 and FY 2020. Some of these corrections affected the amounts included in the calculation of debt service coverage with respect to the City's Water Revenue Bonds. Following the corrections, the debt service coverage ratios for FY 2019 and FY 2020 are now reported as follows:

	FY 2019 As reported in Supplement to FY 2020 ACFR	FY 2019 <b>Corrected Figures</b> reported in the FY 2021 ACFR	FY 2020 As reported in Supplement to FY 2020 ACFR	FY 2020 <b>Corrected Figures</b> reported in the FY 2021 ACFR
Debt Service Coverage for Outstanding Water Revenue Bonds	2.09	<b>2.10</b>	2.33	<b>2.36</b>
Debt Service Coverage for Outstanding Water Revenue Bonds and Subordinate Debt	1.90	<b>1.91</b>	2.11	<b>2.14</b>

**City of Cincinnati**  
**Debt Capacity Information**  
**Schedule 11<sup>1</sup>**  
**Greater Cincinnati Water Works**  
**Water Consumption (Retail and Wholesale Only) - Last Ten Fiscal Periods**  
**(Amounts in Hundreds of Cubic Feet (CCF))**

	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<u>Water Consumption</u>										
Cincinnati	16.2	15.0	15.1	15.0	15.6	14.6	14.6	14.3	14.2	15.0
Hamilton County	17.6	17.1	16.8	17.0	17.8	16.3	16.8	16.8	16.3	17.1
Other Retail	2.6	2.5	2.4	2.4	2.6		2.5	2.3	2.4	1.8
Total Wholesale	11.6	12.1	11.9	12.6	12.4	12.7	13.0	13.2	13.0	13.7
<b>Total Water Consumption</b>	<b>48.0</b>	<b>46.7</b>	<b>46.2</b>	<b>47.0</b>	<b>48.4</b>	<b>43.6</b>	<b>46.9</b>	<b>46.6</b>	<b>45.9</b>	<b>47.6</b>

<sup>1</sup>The City's Water Revenue Bonds were issued pursuant to the Master Trust Agreement, dated as of March 1, 2001, as amended and supplemented (the "Water Trust Agreement"), by and between the City and The Bank of New York Mellon Trust Company, N.A. (as successor in trust to Fifth Third Bank), as trustee. Beginning in Fiscal Year 2020, the City has added Schedule 11 to comply with certain continuing disclosure undertakings related to its Water Revenue Bonds, specifically the City is required to provide data regarding retail and wholesale water consumption

**City of Cincinnati, Ohio**  
**Demographic and Economic Information**  
**Schedule 1**  
**Population Statistics**  
**Last Ten Fiscal Periods**

Year	Population				Per Capita Personal Income				Civilian Labor Force Estimates					% Unemployed Average
	United States	Ohio	Cincinnati MSA	Hamilton County	United States	Ohio	Cincinnati MSA	Hamilton County	United States	Ohio	Cincinnati MSA	Hamilton County	Cincinnati	
2014	318,857,056	11,594,163	2,149,971	806,631	40,652	42,571	45,926	51,211	156,997,000	5,758,000	1,087,900	407,400	144,500	6.1
2015	321,418,821	11,613,423	2,159,329	807,598	41,902	43,566	47,254	52,081	158,283,000	5,783,000	1,093,400	411,500	145,700	5.3
2016	323,127,515	11,614,373	2,161,441	809,099	49,571	44,876	48,668	53,456	158,880,000	5,810,000	1,101,900	408,500	144,500	4.9
2017	325,341,848	11,658,609	2,179,082	813,822	43,075	46,732	51,536	56,931	162,892,043	5,884,933	1,126,709	429,461	145,500	4.4
2018	327,167,434	11,689,442	2,190,209	816,684	51,640	48,739	54,055	59,780	160,818,740	5,799,600	1,136,600	412,200	149,600	4.7
2019	328,239,523	11,689,100	2,221,208	817,473	56,490	50,199	56,033	61,732	162,981,000	5,807,800	1,154,300	427,800	151,500	3.9
2020	329,484,123	11,693,217	2,232,907	817,985	59,510	53,641	59,607	65,035	160,883,000	5,794,000	1,127,700	428,000	154,200	9.0
2021	331,893,745	11,780,017	2,259,935	826,139	63,444	56,879	63,116	67,845	162,167,000	5,580,200	1,110,300	410,000	146,300	5.5
2022	333,287,557	11,756,058	2,261,665	825,037	65,423	57,880	65,253	71,767	165,012,000	5,794,300	1,134,700	416,800	148,500	3.9
2023	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	167,728,000	5,817,100	1,164,600	428,400	152,500	3.5

Personal Income (in millions)

Year	United States	Ohio	Cincinnati MSA	Hamilton County
2014	14,708,582	493,578	96,671	41,293
2015	15,401,900	503,699	101,960	42,060
2016	15,893,200	521,208	105,372	43,252
2017	16,364,400	544,828	112,301	46,331
2018	17,813,035	569,726	119,566	48,747
2019	18,542,262	586,784	124,462	50,464
2020	19,607,447	627,231	133,098	53,197
2021	21,056,622	670,035	142,639	56,050
2022	21,804,788	680,435	147,802	59,210
2023	N/A	N/A	N/A	N/A

Source: Ohio Department of Job and Family Services ([mi.state.oh.us/](http://mi.state.oh.us/))  
US Dept of Commerce, Bureau of Economic Commerce ([www.bea.gov](http://www.bea.gov))  
NCLS.org, National Unemployment rate  
American Community Survey: <https://factfinder.census.gov/faces/nav/jsf/pages/searchresults.xhtml?refresh=t>  
[https://factfinder.census.gov/faces/nav/jsf/pages/community\\_facts.xhtml#](https://factfinder.census.gov/faces/nav/jsf/pages/community_facts.xhtml#)  
N/A = Not Available

City of Cincinnati  
Demographic and Economic Information  
Schedule 2  
Ten Largest Employers  
In Cincinnati Primary Metropolitan Statistical Area  
Current Fiscal Year and Nine Years Ago

Employer	2023		2012	
	Number of Employees	Percentage of Total Employment	Number of Employees	Percentage of Total Employment
The Kroger Co.	20,000	1 0.88%	21,000	1 1.00%
Cincinnati Children's Hospital Medical Center	18,502	2 0.82%	12,600	3 0.60%
TriHealth Inc.	12,096	3 0.53%	10,400	5 0.50%
University of Cincinnati	11,141	4 0.49%	15,500	2 0.74%
St. Elizabeth Healthcare	10,353	5 0.46%	7,250	9 0.35%
UC Health	9,816	6 0.43%	8,670	7 0.41%
Procter & Gamble	9,700	7 0.43%	12,000	4 0.57%
GE Aerospace	7,500	8 0.33%	7,500	8 0.36%
Mercy Health	7,500	9 0.33%	8,940	6 0.43%
Fifth Third Bancorp	7,000	10 0.31%	7,200	10 0.34%
Total	113,608	5.02%	111,060	5.29%
Total Metropolitan Statistical Area	2,261,665		2,100,000	

Sources: Cincinnatiusa.com  
Cincinnati Business Courier Book of Lists : Largest Tri-State Employers  
Data ranked by local employees as of July 2022- per Book of Lists  
Data: City population USA metro Cincinnati, OH in KY

**City of Cincinnati, Ohio**  
**Demographic and Economic Information**  
**Schedule 3**  
**Construction and Property Values**

Fiscal Year	New Residential Construction (1)		New Non-Residential Construction (1)		All Total Construction (1)	
	Number of Permits	Estimated Cost (in thousands)	Number of Permits	Estimated Cost (in thousands)	Number of Permits	Estimated Cost (in thousands)
2014	90	21,427	38	197,818	9,433	672,855
2015	123	31,292	73	273,559	9,464	732,557
2016	136	39,519	55	183,075	10,457	664,628
2017	183	54,518	51	154,892	11,090	843,278
2018	133	42,388	76	282,897	10,877	752,270
2019	110	37,972	65	256,023	10,790	843,660
2020	140	43,650	77	430,922	10,517	1,071,642
2021	141	40,270	110	233,339	10,242	743,943
2022	174	63,844	69	147,862	10,238	801,822
2023	119	36,614	62	221,111	10,135	902,365

Fiscal Year	Property Value (2)	
	Residential (in thousands)	Non-Residential (in thousands)
2014	8,696,913	5,292,777
2015	8,860,818	5,275,211
2016	8,888,610	5,361,960
2017	8,920,237	5,395,834
2018	9,599,184	5,582,058
2019	9,641,796	5,390,950
2020	9,723,445	5,504,085
2021	11,228,381	6,167,934
2022	11,317,079	6,367,788
2023	11,256,867	6,108,663

Source: (1) The City's Department of Buildings and Inspections' records  
(2) Values obtained from the Hamilton County Auditor's Office

**City of Cincinnati, Ohio  
Demographic and Economic Information  
Schedule 4  
Salaries of Principal Officials**

<u>Position</u>	<u>Salary</u>
Mayor	\$121,291
Councilmember	\$60,646
City Manager	\$273,241 - \$347,318
Commissioner of Health	\$140,254- \$216,875
Assistant City Manager	\$140,254 - \$216,875
City Solicitor	\$140,254 - \$216,875
Fire Chief	\$140,254 - \$191,392
Police Chief	\$140,254 - \$191,392
Various Department Directors	\$120,038 - \$181,035

**MAYOR and CITY COUNCIL**

The mayor is elected for a four-year term by the voters of Cincinnati. The legislature of the City is a nine-member council elected at large on a partisan basis for two-year terms. The vice-mayor is chosen by the mayor from the council members. A list of the council incumbents and the term each is presently serving appears on page (xiii). The mayor selects the city manager, but the mayor's nominee must be approved by a majority of the council. The city manager appoints the assistant city managers and the department directors.

**City of Cincinnati, Ohio  
Demographic and Economic Information  
Schedule 5  
Surety Bond Coverage**

A faithful performance blanket bond coverage of \$5,000,000 is maintained for all City employees.

**Cincinnati Metropolitan Statistical Area  
Demographic and Economic Information  
Schedule 6  
Annual Employment Average by Industry  
(Amounts in Thousands)**

	2014	2015	2016	2017	2018	2019	2020	2021	2022
<b>Goods-Producing Industries</b>	<b>150.8</b>	<b>158.1</b>	<b>158.9</b>	<b>165.4</b>	<b>167.8</b>	<b>172.9</b>	<b>162.2</b>	<b>162.3</b>	<b>170.9</b>
<b>Mining, Logging, and Construction</b>	<b>41.5</b>	<b>43.7</b>	<b>44.6</b>	<b>48.9</b>	<b>50.6</b>	<b>51.1</b>	<b>48.4</b>	<b>50.0</b>	<b>53.6</b>
Construction of Buildings	9.2	9.5	9.4	10.9	10.6	10.0	11.3	9.6	10.4
Specialty Trade Contractors	27.5	28.8	28.7	31.5	32.6	33.6	32.8	33.7	37.2
<b>Manufacturing</b>	<b>109.3</b>	<b>114.4</b>	<b>114.3</b>	<b>116.5</b>	<b>117.2</b>	<b>121.8</b>	<b>113.8</b>	<b>112.3</b>	<b>117.3</b>
Durable Goods	65.6	64.7	68.1	69.7	68.7	71.4	65.8	65.7	66.1
Primary Metals	5.8	5.8	5.3	5.6	5.4	N/A	N/A	N/A	N/A
Transportation Equipment	19.8	20.1	21.2	23.3	23.4	24.8	21.5	21.6	21.1
Motor Vehicle Parts	8.5	8.8	9.5	10.6	10.2	10.4	8.8	10.0	9.9
Nondurable Goods	43.7	49.7	46.2	46.8	48.5	50.4	48.0	46.6	51.2
Chemical Manufacturing	10.7	10.8	11.2	11.6	11.8	12.6	12.6	12.6	12.8
<b>Service-Providing Industries</b>	<b>777.0</b>	<b>796.2</b>	<b>803.8</b>	<b>824.7</b>	<b>823.3</b>	<b>843.7</b>	<b>754.0</b>	<b>809.7</b>	<b>811.5</b>
<b>Trade, Transportation, and Utilities</b>	<b>205.6</b>	<b>214.8</b>	<b>213.3</b>	<b>218.3</b>	<b>221.9</b>	<b>221.0</b>	<b>207.9</b>	<b>218.2</b>	<b>224.4</b>
Wholesale Trade	61.3	60.1	60.5	62.8	63.2	60.2	54.9	56.9	57.9
Merchant Wholesalers, Durable Goods	28.2	29.4	30.6	30.7	31.3	33.8	31.5	31.5	32.8
Merchant Wholesalers, Non-Durable Goods	20.9	19.4	18.7	19.1	19.4	21.7	20.9	20.3	20.4
<b>Retail Trade</b>	<b>103.9</b>	<b>109.7</b>	<b>110.3</b>	<b>110.8</b>	<b>109.0</b>	<b>108.1</b>	<b>101.4</b>	<b>105.7</b>	<b>101.0</b>
Food and Beverage Stores	19.1	20.4	20.6	19.8	20.6	20.6	19.7	20.6	18.9
Grocery Stores	16.9	17.7	18.1	17.5	17.3	18.5	17.3	17.6	16.7
Health and Personal Care Stores	6.6	6.1	6.6	6.3	6.2	6.0	5.7	6.2	6.0
Clothing and Clothing Accessories Stores	7.6	7.8	7.6	8.1	7.8	7.9	6.4	6.6	6.7
General Merchandise Stores	19.7	20.0	20.5	20.9	21.0	20.0	19.4	19.3	20.4
<b>Transportation, Warehousing and Utilities</b>	<b>40.4</b>	<b>45.0</b>	<b>42.5</b>	<b>44.7</b>	<b>49.7</b>	<b>52.7</b>	<b>51.6</b>	<b>55.6</b>	<b>65.5</b>
Transportation and Warehousing	37.8	42.3	40.1	42.0	47.0	48.7	48.6	53.1	62.8
Air Transportation	2.8	2.7	2.8	3.0	3.0	3.2	2.3	2.1	4.7
<b>Information</b>	<b>13.9</b>	<b>13.5</b>	<b>13.9</b>	<b>14.3</b>	<b>13.5</b>	<b>13.9</b>	<b>12.2</b>	<b>13.2</b>	<b>14.1</b>
<b>Financial Activities</b>	<b>66.6</b>	<b>68.2</b>	<b>73.3</b>	<b>76.8</b>	<b>78.7</b>	<b>78.8</b>	<b>71.3</b>	<b>74.4</b>	<b>76.0</b>
Finance and Insurance	54.0	56.2	59.3	61.4	61.3	61.2	59.4	59.3	61.8
Credit Intermediation and Related Activities	21.8	21.6	21.9	25.2	26.3	26.2	26.6	25.3	24.7
Insurance Carriers and Related Activities	25.6	27.4	28.0	28.2	27.1	26.7	26.6	27.4	28.0
<b>Professional and Business Services</b>	<b>166.9</b>	<b>174.7</b>	<b>166.3</b>	<b>174.5</b>	<b>168.6</b>	<b>179.3</b>	<b>159.3</b>	<b>176.8</b>	<b>175.3</b>
Professional, Scientific, and Technical Services	58.2	61.9	60.6	67.0	61.0	69.8	60.9	62.2	65.5
Management of Companies and Enterprises	42.3	42.4	40.4	39.6	38.4	39.1	37.2	39.0	39.4
Administrative, Support, and Waste Services	66.4	70.4	65.3	67.9	69.2	70.4	61.2	75.6	70.4
Employment Services	31.8	30.4	28.1	29.4	28.8	29.3	22.6	30.0	33.6
Services to Buildings and Dwellings	15.7	16.1	17.7	16.9	17.5	16.2	17.8	16.4	15.9
<b>Educational and Health Services</b>	<b>158.8</b>	<b>156.9</b>	<b>161.8</b>	<b>163.8</b>	<b>165.2</b>	<b>170.4</b>	<b>160.8</b>	<b>170.1</b>	<b>163.1</b>
Educational Services	18.1	17.9	18.1	16.8	17.5	16.8	12.4	14.2	15.4
Health Care and Social Assistance	140.7	139.0	143.7	147.0	147.7	153.6	148.4	155.9	147.7
Hospitals	48.5	47.6	50.3	50.7	51.4	52.5	51.7	52.8	52.0
<b>Leisure and Hospitality</b>	<b>123.4</b>	<b>127.2</b>	<b>135.0</b>	<b>134.6</b>	<b>132.5</b>	<b>137.9</b>	<b>109.0</b>	<b>116.6</b>	<b>120.3</b>
Arts, Entertainment, and Recreation	29.9	29.7	33.0	31.4	31.5	31.6	19.1	29.1	25.4
Accommodation and Food Services	93.5	97.5	102.0	103.2	101.0	106.3	89.9	87.5	94.9
<b>Other Services</b>	<b>41.8</b>	<b>40.9</b>	<b>40.2</b>	<b>42.4</b>	<b>42.9</b>	<b>42.4</b>	<b>33.5</b>	<b>40.4</b>	<b>38.3</b>
<b>Government</b>	<b>123.2</b>	<b>121.5</b>	<b>123.3</b>	<b>124.4</b>	<b>124.3</b>	<b>124.1</b>	<b>115.7</b>	<b>120.8</b>	<b>121.3</b>
Federal Government	15.7	15.2	15.4	14.8	14.9	14.6	14.3	13.9	14.1
State Government	23.7	23.8	24.2	29.1	24.8	24.9	23.4	25.4	26.4
State Government Educational Services	18.9	18.7	18.4	23.8	18.8	18.5	18.0	19.9	21.7
Local Government	83.8	82.5	83.7	80.5	84.6	84.6	78.0	81.5	80.8
Local Government Educational Services	44.8	44.2	43.7	41.8	46.0	46.5	42.7	45.4	43.9
<b>Total</b>	<b>927.8</b>	<b>954.3</b>	<b>962.7</b>	<b>990.1</b>	<b>991.1</b>	<b>1016.6</b>	<b>916.2</b>	<b>972.0</b>	<b>982.4</b>
<b>Unemployment Rate</b>	<b>5.6</b>	<b>4.6</b>	<b>4.4</b>	<b>4.6</b>	<b>4.4</b>	<b>3.9</b>	<b>9.0</b>	<b>5.5</b>	<b>3.9</b>

Note: The Cincinnati area includes Brown, Butler, Clermont, Hamilton and Warren Counties in Ohio; Dearborn, Ohio, and Union Counties in Indiana; and Boone, Bracken, Campbell, Gallatin, Grant, Kenton, and Pendleton Counties in Kentucky.

Source: Ohio Department of Job and Family Services, Bureau of Labor Market Information  
Labor Market Report June 2023

**City of Cincinnati**  
**Demographic and Economic Information**  
**Schedule 7**  
**Higher Education**

The table below provides a listing of the area's largest colleges and universities by enrollment as of fall term 2022.

<b>Higher Education Institutions</b>	<b>Total Enrollment</b>
University of Cincinnati	47,914
Miami University	22,660
Northern Kentucky University	10,814
Cincinnati State Technical & Community College	8,205
Xavier University	5,941
Gateway Community and Technical College	4,093
Mount St. Joseph University	1,564
Hebrew Union College - Jewish Institute of Religion	1,200
Christ College of Nursing & Health Science	938
Beckfield College	710

Source: Cincinnati Business Courier. "Largest Cincinnati Area Colleges and Universities." Nov. 11, 2022. Revised Aug. 3, 2023. <https://www.bizjournals.com/cincinnati/datacenter/lists>

The region's largest college or university, the University of Cincinnati, has significant research and contract activity. During the 2020, 2021, and 2022 fiscal years, the University of Cincinnati and its affiliates received \$525 million, \$394 million, and \$309 million respectively, in federal, state, city/county, and non-government agency grants, contracts, and awards.

Source: University of Cincinnati, Office of Research. Accessed Oct. 10, 2023. <https://research.uc.edu/facts-figures>

**City of Cincinnati**  
**Operating Information**  
**Schedule 1**  
**Full Time Equivalent Positions by Function/Program**  
**Last Ten Fiscal Years**

<b><u>Function/Program</u></b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
General Government	518	538	600	490	486	603	609	595	623
Community Development	67	70	44	40	41	37	36	35	21
General Services	63	64	71	68	67	64	66	68	65
Parks and Recreation	286	296	290	294	286	289	291	263	280
Public Safety									
Police	1,088	1,150	1,180	1,283	1,289	1,181	1,162	1,083	1,094
Fire	888	867	841	909	897	909	867	824	841
Transportation and Engineering	135	135	144	145	141	136	164	152	155
Public Services	291	326	321	328	320	349	306	283	287
Public Health	376	400	420	434	445	420	443	457	439
MSD	552	548	545	587	600	602	590	570	589
Enterprise									
Water Works	500	504	525	543	543	553	556	521	540
Parking Facility	29	29	32	35	37	34	32	25	42
General Aviation	10	10	10	10	10	11	12	10	10
Municipal Golf	2	2	1	1	1	1	1	1	1
Stormwater Management	17	18	17	23	25	29	29	29	29
<b>Total</b>	<b><u>4,822</u></b>	<b><u>4,957</u></b>	<b><u>5,041</u></b>	<b><u>5,190</u></b>	<b><u>5,188</u></b>	<b><u>5,218</u></b>	<b><u>5,164</u></b>	<b><u>4,916</u></b>	<b><u>5,016</u></b>

Source: Cincinnati Human Resource Information System (CHRIS)

**City of Cincinnati**  
**Operating Information**  
**Schedule 2**  
**Operating Indicators by Function/Program**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
<b>General Government</b>										
Litigations										
Total Cases (open)	148	158	128	205	171	161	152	214	184	196
Open Cases (current year)	80	95	111	96	106	130	70	98	143	93
<b>Community and Economic Development</b>										
Housing Units	1,741	1,921	1,615	752	1,460	1,760	1,175	3,451	794	1,285
Job Created/Retained thru Income Tax Credits	3,105	664	196	4,159	1,010	2,564	1,347	1,830	1,583	3,824
<b>Police</b>										
Service Calls	261,955	258,433	224,494	237,258	207,931	215,803	272,182	238,767	371,301	369,766
Arrests	32,155	29,121	29,107	27,090	27,431	28,073	21,965	13,353	8,241	8,760
Reports Filed	31,363	31,315	30,847	30,713	30,052	27,785	26,971	23,045	41,198	27,760
<b>Fire</b>										
Incidences (Fires, EMS, other)	81,955	73,248	71,451	71,451	74,954	76,883	76,893	76,153	82,538	87,714
<b>Parks</b>										
Annual Visitors	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000	6,000,000
Nature Education Programs	1,403	1,871	1,068	1,277	1,172	1,151	877	975	839	975
Volunteer Hours	63,685	43,215	53,971	38,255	59,801	49,025	33,600	55,543	46,713	41,624
Park Reservations	812	860	1,011	1,011	1,032	1,137	293	781	851	877
Visitor Center Phone Calls	17,800	17,800	17,800	16,822	5,334	4,540*	2,501*	9,480	18,877	18,000
<b>Health</b>										
Patients	35,000	33,704	45,000	51,238	53,569	42,905	42,315	39,761	41,375	42,679
Visits	151,505	95,645	140,000	146,392	146,723	172,436	158,954	140,783	146,808	149,514
Inspections	20,146	25,040	22,000	21,760	21,084	20,470	19,528	23,532	25,878	27,165
Birth and Death Certificates	44,583	58,369	60,313	62,669	58,237	58,504	53,891	50,650	56,805	54,619
<b>Sanitation</b>										
Total solid waste collected and disposed	71,895	68,345	69,905	71,104	72,360	72,862	74,305	79,330	78,116	74,840
<b>Water Works</b>										
Water Delivered to Water Mains (Gallons)	43,838,631,300	43,024,975,500	42,784,941,100	43,859,083,500	44,184,229,400	43,165,940,700	43,544,608,600	43,334,067,300	43,425,565,430	45,278,548,326
Total Water Consumption (Gallons)	36,691,200,000	38,304,800,000	35,275,500,000	35,910,000,000	36,915,946,000	35,163,092,000	35,742,640,000	35,502,930,351	34,979,149,177	36,403,338,470
Percent of Unmetered Water	16%	11%	18%	18%	16%	19%	18%	18%	19%	20%
Average Daily Delivery (Gallons)	120,105,839	117,876,600	116,898,700	120,161,900	121,052,700	118,262,303	118,974,300	118,723,472	118,974,152	124,050,817
Maximum Daily Pumpage (Gallons)	157,429,000	164,010,500	158,984,000	174,890,800	157,246,400	183,421,700	181,989,500	178,853,203	169,772,997	184,403,000
Minimum Daily Pumpage (Gallons)	94,843,300	90,718,600	93,613,800	97,632,700	93,700,500	95,949,000	92,514,300	90,689,943	90,964,116	87,854,900

N/A = Not Available

\*Parks does not have a centralized Visitor Center. These numbers represent Krohn Conservatory's call center.

**City of Cincinnati**  
**Operating Information**  
**Schedule 3**  
**Capital Asset and Infrastructure Statistics by Function/Program**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>
<b>Public Safety</b>										
Police										
Stations	5	5	5	5	5	5	5	5	5	5
Fire										
Fire Stations	26	26	26	26	26	26	26	26	26	26
Paramedic Units	12	12	42	42	42	52	52	52	38	39
Life Support Ambulances			12	12	12	12	12	12	12	12
Aircraft Rescue	1	1	1	1	1	1	1	1	1	1
<b>Transportation and Engineering</b>										
Streets (lane miles)	3,065	3,060	2,891	2,936	2,936	2,910	2,910	2,910	2,910	2,910
Sidewalks (miles) Sq Ft for 2023*	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700	1,700	45,930,205
Street Signs	150,000	150,000	150,000	150,000	150,000	276,648	276,648	276,648	276,648	100,000
Bridges	65	64	65	65	65	67	71	71	71	71
Bridges - Wasson Way****				8	8	8	8	8	8	8
Retaining Walls (miles)	50	50	50	50	50	50	51	52	54	53
<b>Public Recreation</b>										
Parks										
Acreage	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,076	5,076	5,076
Regional Parks	5	5	5	5	5	5	5	9	9	9
Neighborhood parks	71	71	71	71	71	71	71	70	70	70
Preserves and Nature areas	34	34	34	34	34	34	34	34	34	34
Nature Education Centers	5	5	5	5	5	5	6	6	6	6
Playgrounds	52	52	54	54	54	54	54	54	54	54
Hiking Trails (miles)	65	65	65	65	65	65	65	65	65	65
Plant Species - Krohn Conservatory	1,000	1,000	1,000	1,000	1,000	1,000	1,000	3,500	3,500	3,500
Park Facilities & Structures	121	121	121	121	121	121	121	120	120	120
Street Trees	80,000	80,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000	85,000
Recreation										
Acreage	2,600	1,978	1,978	1,981	1,978	1,959	1,959	1,959	1,972	1,972
Recreation and Senior Centers	27	24	23	23	23	23	23	23	23	23
Play Areas	100	98	98	99	96	96	96	96	96	96
Swimming Pools/Aquatics Facilities	34	31	30	29	29	29	29	29	29	30
Tennis Courts	97	97	90	90	87	85	85	84	78	73
<b>Public Services</b>										
Traffic Engineering										
Traffic Signs	758	770	780	780	780	780	790	790	790	800
Street Lights	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
<b>Public Health</b>										
Health Centers	6	6	7	9	9	9	9	9	7	7
<b>Water Works</b>										
Total Assets (in thousands)	1,265,321	1,354,789	1,349,288	1,462,460	1,457,131	1,481,417	1,506,295	1,738,930	1,637,492	1,707,993
Water Customer Accounts	241,987	242,227	242,335	240,313	240,336	240,747	241,379	241,860	242,295	241,534
Miles of Water Main in the System	3,148	3,149	3,161	3,168	3,176	3,176	3,182	3,187	3,193	3,198
<b>Municipal Golf</b>										
Golf Courses	6	6	6	6	6	6	6	6	6	6
<b>General Aviation</b>										
Acreage	1,353	1,353	1,353	1,353	1,353	1,353	1,353	1,353	1,353	1,029
<b>Convention Center</b>										
Meeting Rooms	36	36	36	36	36	36	36	36	36	36
Exhibit Space (Square Feet)	195,000	195,000	195,000	195,000	195,000	195,000	195,000	195,000	195,000	195,000
Meeting/Ballroom Space (Square Feet)	102,000	102,000	102,000	102,000	102,000	102,000	102,000	102,000	102,000	102,000
<b>Parking Facilities</b>										
Parking Lots/Garages	13**	15	14***	14***	14***	14***	15	15	14	14
Parking Meters	4,979	4,994	4,506	4,506	4,506	4,506	3,989	3,923	3,944	4,114
<b>Stormwater Management</b>										
Miles of Storm Sewers	350	350	350	350	350	350	350	350	350	350

\*Number converted into square footage for FY23.

\*\*The 5th & Race Lot ceased operations at the end of FY2013 and was transferred to 3CDC.

\*\*\*The Pogue's Garage ceased operations on 7/25/16 and ownership was transferred to 4th & Race Redevelopment, LLC.

\*\*\*\*Wasson Way was purchased FY2017 and the 8 bridges are not part of the City's Bridge Program.

**City of Cincinnati  
Operating Information  
Schedule 4  
Unions and Labor Contracts**

There are six (6) unions representing City employees: The American Federation of State, County, and Municipal Employees (AFSCME), the Cincinnati Organized and Dedicated Employees (CODE); the Fraternal Order of Police (FOP); the International Association of Fire Fighters (IAFF); the Cincinnati Building Trades Council; and the Teamsters.

A summary of the six (6) bargaining units' representation of City employees and the status of the City contracts with each are summarized in the table below.

**Summary of City Labor Contracts**

<b><u>Bargaining Unit</u></b>	<b><u>Approximate No. of Employees Represented</u></b>	<b><u>Contract Effective Date</u></b>	<b><u>Contract Termination Date</u></b>	<b><u>Contract Wage Increase</u></b>
AFSCME	1,759	08/07/2022	08/02/2025	4.0%
CODE	931	03/20/2022	03/15/2025	4.0%
FOP (Non-Supervisors)	703	05/02/2021	04/27/2024	3.0%
FOP(Supervisors)	222	05/02/2021	04/27/2024	3.0%
IAFF	811	12/13/2020	12/09/2023	3.0%
IAFF Asst. Chiefs	4	12/13/2020	12/09/2023	3.0%
Building Trades	41	08/21/2022	08/16/2025	4.0%
Teamsters	7	10/16/2022	10/11/2025	4.0%
AFSCME – Municipal Workers	83	08/07/2022	08/02/2025	3.0%
<b>TOTAL</b>	<b>4,561</b>			

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

for the fiscal year ended June 30, 2023

## PREPARED BY:

### Accounts and Audits

Warren Baker, Toni Brown, Dawn Eckler, John Daniels,  
Austin Lubbers CPA, Chanel Neely, Sika Placktor,  
Valerie Sefert, Jordan Sherrer, Cheryl Watson CPA

### Clark Schaefer Hackett

## SPECIAL ACKNOWLEDGEMENT FOR CONTRIBUTIONS FROM:

### Treasury

Nicole Lee and Sam Stephens

### Retirement

Terra Williams CPA, Bev Nussman CPA and Keva Eleam

### Water Works

John Ridder and Branden Johnson

### Design and Printing by:

the City of Cincinnati Printing Services  
& the Office of Communications



city of  
**CINCINNATI**  
**2023**  
CINCINNATI, OHIO



**CLARK SCHAEFER HACKETT**  
BUSINESS ADVISORS

**CITY OF CINCINNATI  
HAMILTON COUNTY, OHIO**

**SINGLE AUDIT**

**FOR THE YEAR ENDED JUNE 30, 2023**

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CITY OF CINCINNATI, OHIO  
 Schedule of Receipts and Expenditures of Federal Awards  
 (Cash Basis)  
 For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
<b>U.S. DEPARTMENT OF AGRICULTURE</b>										
<i>* Passed through the Ohio Department of Health</i>										
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	391	10.557	03120011WA1522	CHDR	Health	\$ 733	\$ -	\$ 733	\$ -	\$ -
WIC Special Supplemental Nutrition Program for Women, Infants, and Children	391	10.557	03120011WA1623	CHDR	Health	2,197	-	2,117	-	-
<b>Total for AL# 10.557</b>						<b>2,930</b>	<b>-</b>	<b>2,850</b>	<b>-</b>	<b>-</b>
<i>* Passed through the Ohio Department of Natural Resources</i>										
Cooperative Forestry Assistance	980	10.664	19-DG-11420000-160	CP	ETS/Parks	101	-	-	-	-
<b>Total for AL# 10.664</b>						<b>101</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Urban Agriculture and Innovative Production	436	10.935	NR213A750001C025	NAOR	OES	-	-	50	-	-
<b>Total for AL# 10.935</b>						<b>-</b>	<b>-</b>	<b>50</b>	<b>-</b>	<b>-</b>
<b>TOTAL U.S. DEPARTMENT OF AGRICULTURE</b>						<b>3,031</b>	<b>-</b>	<b>2,900</b>	<b>-</b>	<b>-</b>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>										
<u>CDBG - Entitlement Grants Cluster</u>										
COVID-19 - Community Development Block Grants/Entitlement Grants	304	14.218	B20MW390003	NACR	DCED	2,818	-	3,011	-	1,620
Community Development Block Grants/Entitlement Grants	304	14.218	B15MC390003	NACR	DCED	1	-	-	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B16MC390003	NACR	DCED	23	-	2	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B17MC390003	NACR	DCED	4	-	4	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B18MC390003	NACR	DCED	4	-	3	-	-
Community Development Block Grants/Entitlement Grants	304	14.218	B19MC390003	NACR	DCED	2,144	-	1,812	-	793
Community Development Block Grants/Entitlement Grants	304	14.218	B20MC390003	NACR	DCED	7,731	-	9,081	-	1,164
Community Development Block Grants/Entitlement Grants	304	14.218	B21MC390003	NACR	DCED	6,760	-	6,162	-	1,322
Community Development Block Grants/Entitlement Grants	304	14.218	B22MC390003	NACR	DCED	6,640	205	6,939	-	920
Community Development Block Grants/Entitlement Grants	304	14.218	B23MC390003	NACR	DCED	-	60	39	-	-
<b>Total for AL# 14.218 (i)</b>						<b>26,125</b>	<b>265</b>	<b>27,053</b>	<b>-</b>	<b>5,819</b>
<b>Total for CDBG - Entitlement Grants Cluster</b>						<b>26,125</b>	<b>265</b>	<b>27,053</b>	<b>-</b>	<b>5,819</b>
COVID-19 - Emergency Solutions Grant Program	445	14.231	E20MW390003	NAOR	DCED	813	-	813	-	519
Emergency Solutions Grant Program	445	14.231	E21MC390003	NAOR	DCED	723	-	745	-	717
Emergency Solutions Grant Program	445	14.231	E22MC390003	NAOR	DCED	186	-	164	-	130
<b>Total for AL# 14.231</b>						<b>1,722</b>	<b>-</b>	<b>1,722</b>	<b>-</b>	<b>1,366</b>
HOME Investment Partnerships Program	411	14.239	M16MC390213	NACR	DCED	19	-	-	-	-
HOME Investment Partnerships Program	411	14.239	M17MC390213	NACR	DCED	366	-	178	-	36
HOME Investment Partnerships Program	411	14.239	M18MC390213	NACR	DCED	1,002	-	1,014	-	30
HOME Investment Partnerships Program	411	14.239	M19MC390213	NACR	DCED	475	-	625	-	1
HOME Investment Partnerships Program	411	14.239	M20MC390213	NACR	DCED	917	-	913	-	-
HOME Investment Partnerships Program	411	14.239	M21MC390213	NACR	DCED	486	-	568	-	-
HOME Investment Partnerships Program	411	14.239	M21MP390213	NACR	DCED	-	-	7	-	-
HOME Investment Partnerships Program	411	14.239	M22MC390213	NACR	DCED	231	-	451	-	145
HOME Investment Partnerships Program	411	14.239	M23MC390213	NACR	DCED	-	12	-	-	-
HOME Investment Partnerships Program	411	14.239	M24MC390213	NACR	DCED	-	38	-	-	-
<b>Total for AL# 14.239 (i)</b>						<b>3,496</b>	<b>50</b>	<b>3,756</b>	<b>-</b>	<b>212</b>
COVID-19 - Housing Opportunities for Persons with Aids	465	14.241	OHH20FHW001	NAOR	DCED	8	-	8	-	8
COVID-19 - Housing Opportunities for Persons with Aids	465	14.241	OHH22-F001	NAOR	DCED	872	-	843	-	832
Housing Opportunities for Persons with AIDS	465	14.241	OHH20F001	NAOR	DCED	1	-	1	-	1
Housing Opportunities for Persons with AIDS	465	14.241	OHH21F001	NAOR	DCED	250	-	279	-	247
<b>Total for AL# 14.241</b>						<b>\$ 1,131</b>	<b>\$ -</b>	<b>\$ 1,131</b>	<b>\$ -</b>	<b>\$ 1,088</b>

CITY OF CINCINNATI, OHIO  
 Schedule of Receipts and Expenditures of Federal Awards  
 (Cash Basis)  
 For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
Community Development Block Grants Section 108 Loan Guarantees	305	14.248	B12MC39003	NACR	DCED	\$ -	\$ 426	\$ 441	\$ -	\$ -
<b>Total for AL# 14.248 (I)</b>						-	426	441	-	-
Neighborhood Stabilization Program (Recovery Act Funded)	438	14.256	B11MN39003	NAOR	DCED	-	-	1	-	-
<b>Total for AL# 14.256 (I)</b>						-	-	1	-	-
Lead Hazard Reduction Demonstration Grant Program	387	14.905	OHLHD 0311-17	NAOR	DCED	1,481	-	1,254	-	-
Lead Hazard Reduction Demonstration Grant Program	387	14.905	OHLHD 0449-20	NAOR	DCED	867	-	508	-	-
<b>Total for AL# 14.905</b>						2,348	-	1,762	-	-
<b>TOTAL U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>						<b>34,822</b>	<b>741</b>	<b>35,866</b>	<b>-</b>	<b>8,485</b>
<b>U.S. DEPARTMENT OF JUSTICE</b>										
Missing Alzheimer's Disease Patient Assistance Program	368	16.015	2020-J1-BX-0023	NASR	Police	51	-	48	-	25
<b>Total for AL# 16.015</b>						51	-	48	-	25
COVID-19 - Coronavirus Emergency Supplemental Funding Program	368	16.034	2020-VD-BX-1611	NASR	Police	103	-	102	-	-
<b>Total for AL# 16.034</b>						103	-	102	-	-
<i>* Passed through Ohio Attorney General</i>										
Crime Victim Assistance	368	16.575	2022-VOCA-134716946	NASR	Police	8	-	7	-	-
Crime Victim Assistance	368	16.575	2023-VOCA-135105360	NASR	Police	8	-	11	-	-
<b>Total for AL# 16.575</b>						16	-	18	-	-
<i>* Passed through Ohio Office of Criminal Justice Services</i>										
Violence Against Women Formula Grants	368	16.588	2021-WF-VA5-8583	NASR	Police	51	-	39	-	39
<b>Total for AL# 16.588</b>						51	-	39	-	39
<i>* Passed through YWCA</i>										
Grants to Encourage Arrest Policies & Enforcement of Protection Orders Program	368	16.590	YWCA Award #2016-WE-AX-0026	NASR	Police	5	-	5	-	-
Grants to Encourage Arrest Policies & Enforcement of Protection Orders Program	368	16.590	15JOVW-22-GG-01831-ICJR	NASR	Police	7	-	7	-	-
<b>Total for AL# 16.590</b>						12	-	12	-	-
<i>* Passed through Ohio Office of Criminal Justice Services</i>										
Project Safe Neighborhoods	368	16.609	2018-PS-PSD-453	NASR	Police	142	-	142	-	-
<b>Total for AL# 16.609</b>						142	-	142	-	-
Public Safety Partnership and Community Policing Grants	368	16.710	2020-UL-WX-0061	NASR	Police	1,725	-	1,796	-	-
Public Safety Partnership and Community Policing Grants	368	16.710	15JCOPS-21-GG-02184-SLEM	NASR	Police	42	-	42	-	-
<b>Total for AL# 16.710</b>						1,767	-	1,838	-	-
Edward Byrne Memorial Justice Assistance Grant Program	368	16.738	15PBJA-21-GG-03278-JAGP	NASR	Police	214	-	220	-	109
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	2019-DJ-BX-0375	NASR	Police	-	-	52	-	-
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	2020-DJ-BX-0533	NASR	Police	-	1	82	-	44
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	15PBJA-21-GG-01731-JAGX	NASR	Police	-	2	16	-	16
Edward Byrne Memorial Justice Assistance Grant Program	478	16.738	15PBJA-22-GG-02201-JAGX	NASR	Police	289	1	130	-	130
<b>Total for AL# 16.738</b>						503	4	500	-	299
Byrne Criminal Justice Innovation Program	368	16.817	2018-BJ-BX-0002	NASR	Police	270	-	244	-	33
<b>Total for AL# 16.817</b>						270	-	244	-	33
Equitable Sharing Program	366	16.922		NASR	Police	20	-	-	-	-
Equitable Sharing Program	367	16.922		NASR	Police	328	3	609	-	-
<b>Total for AL# 16.922</b>						348	3	609	-	-
<b>TOTAL U.S. DEPARTMENT OF JUSTICE</b>						<b>\$ 3,263</b>	<b>\$ 7</b>	<b>\$ 3,552</b>	<b>\$ -</b>	<b>\$ 396</b>

CITY OF CINCINNATI, OHIO  
 Schedule of Receipts and Expenditures of Federal Awards  
 (Cash Basis)  
 For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
<b>U.S. DEPARTMENT OF TRANSPORTATION</b>										
<i>* Passed through the Ohio Department of Transportation</i>										
Highway Planning and Construction	980	20.205	PID 98083	CP	DOTe	\$ 280	\$ -	\$ 128	\$ -	-
Highway Planning and Construction	980	20.205	PID 100046	CP	DOTe	174	-	85	-	-
Highway Planning and Construction	980	20.205	PID 101886	CP	DOTe	212	-	-	-	-
Highway Planning and Construction	980	20.205	PID 105162	CP	DOTe	1,948	-	1,948	-	-
Highway Planning and Construction	980	20.205	PID 105314	CP	DOTe	757	-	588	-	-
Highway Planning and Construction	980	20.205	PID 105315	CP	DOTe	2,378	-	1,124	-	-
Highway Planning and Construction	980	20.205	PID 105349	CP	DOTe	1,489	-	1,489	-	-
Highway Planning and Construction	980	20.205	PID 107128	CP	DOTe	63	-	30	-	-
Highway Planning and Construction	980	20.205	PID 108014	CP	DOTe	253	-	253	-	-
Highway Planning and Construction	980	20.205	PID 108937	CP	DOTe	1,333	-	1,333	-	-
Highway Planning and Construction	980	20.205	PID 110910	CP	DOTe	387	-	387	-	-
Highway Planning and Construction	980	20.205	PID 111252	CP	DOTe	10	-	10	-	-
Highway Planning and Construction	980	20.205	PID 111491	CP	DOTe	39	-	39	-	-
Highway Planning and Construction	980	20.205	PID 112893	CP	DOTe	794	-	794	-	-
Highway Planning and Construction	980	20.205	PID 117230	CP	DOTe	62	-	62	-	-
<b>Total for AL# 20.205</b>						<b>10,179</b>	<b>-</b>	<b>8,270</b>	<b>-</b>	<b>-</b>
<u>Federal Transit Cluster</u>										
Federal Transit Formula Grants	455	20.507	OH-2022-025-00	APER	DOTe	252	-	-	-	-
Federal Transit Formula Grants	455	20.507	OH-2023-020-00	APER	DOTe	-	-	168	-	-
Federal Transit Formula Grants	980	20.507	OH-2022-025-00	APER	DOTe	1,000	-	-	-	-
Federal Transit Formula Grants	980	20.507	OH-2023-020-00	APER	DOTe	-	-	1,000	-	-
Federal Transit Formula Grants	980	20.507	OH-2022-026-00	CP	DOTe	-	-	383	-	-
Federal Transit Formula Grants	980	20.507	OH-2022-028-00	CP	DOTe	-	-	190	-	-
<b>Total for AL# 20.507</b>						<b>1,252</b>	<b>-</b>	<b>1,741</b>	<b>-</b>	<b>-</b>
<b>Total Federal Transit Cluster</b>						<b>1,252</b>	<b>-</b>	<b>1,741</b>	<b>-</b>	<b>-</b>
<u>Highway Safety Cluster</u>										
<i>* Passed through the Blue Ash Police Department</i>										
State and Community Highway Safety	368	20.600	MOU with the Blue Ash Police Dept	NASR	Police	7	-	7	-	-
<i>* Passed through the Ohio Traffic Safety Office</i>										
State and Community Highway Safety	368	20.600	IDEP/STEP-2022-Cinti Police Dept-00065	NASR	Police	3	-	3	-	-
State and Community Highway Safety	368	20.600	IDEP/STEP-2023-Cincinnati Police Departm-00085	NASR	Police	20	-	20	-	-
State and Community Highway Safety	368	20.600	LEL/TSRP-2022-Cinti Police Department-00002	NASR	Police	54	-	44	-	43
State and Community Highway Safety	368	20.600	LEL/TSRP-2023-Cincinnati Police Departm-00016	NASR	Police	82	-	95	-	94
<b>Total for AL# 20.600</b>						<b>166</b>	<b>-</b>	<b>169</b>	<b>-</b>	<b>137</b>
<b>Total for Highway Safety Cluster</b>						<b>166</b>	<b>-</b>	<b>169</b>	<b>-</b>	<b>137</b>
<i>* Passed through the Ohio Traffic Safety Office</i>										
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	368	20.608	IDEP/STEP-2022-Cinti Police Dept-00065	NASR	Police	-	-	-	-	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	368	20.608	IDEP/STEP-2023-Cincinnati Police Departm-00085	NASR	Police	2	-	2	-	-
<b>Total for AL# 20.608</b>						<b>2</b>	<b>-</b>	<b>2</b>	<b>-</b>	<b>-</b>
<b>TOTAL U.S. DEPARTMENT OF TRANSPORTATION</b>						<b>11,599</b>	<b>-</b>	<b>10,182</b>	<b>-</b>	<b>137</b>
<b>U.S. DEPARTMENT OF TREASURY</b>										
<i>* Passed through Ohio Department of Health</i>										
COVID-19 - Coronavirus Relief Fund	477	21.019		NAOR	Finance	1,153	-	-	-	-
COVID-19 - Coronavirus Relief Fund	350	21.019	03120012CO0121	CHDR	Health	22	-	208	-	-
COVID-19 - Coronavirus Relief Fund	350	21.019	03120012CT0120	CHDR	Health	-	-	292	-	-
<b>Total for AL# 21.019 (i)</b>						<b>1,175</b>	<b>-</b>	<b>500</b>	<b>-</b>	<b>-</b>
COVID-19 - Emergency Rental Assistance Program	473	21.023	ERA1	NAOR	Finance	-	-	62	-	62
COVID-19 - Emergency Rental Assistance Program	473	21.023	ERA1 Reallocated Funds	NAOR	Finance	3,000	-	1,425	-	1,425
COVID-19 - Emergency Rental Assistance Program	473	21.023	ERA2	NAOR	Finance	-	-	2,866	-	2,180
<b>Total for AL# 21.023</b>						<b>\$ 3,000</b>	<b>\$ -</b>	<b>\$ 4,353</b>	<b>\$ -</b>	<b>\$ 3,667</b>

CITY OF CINCINNATI, OHIO  
Schedule of Receipts and Expenditures of Federal Awards  
(Cash Basis)  
For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	469	21.027		NAOR	Finance	\$ -	\$ -	\$ 93,350	\$ -	\$ 1,055
* Passed through Ohio Office of Criminal Justice Services COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	368	21.027	2022-AR-LEP-974	NASR	Police	14	-	51	-	-
* Passed through Ohio Emergency Management Agency COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	368	21.027	AFRR-099-WELL	NASR	Police	5	-	5	-	-
<b>Total for AL# 21.027</b>						19	-	93,406	-	1,055
<b>TOTAL U.S. DEPARTMENT OF TREASURY</b>						4,194	-	98,259	-	4,722
<b>U.S. ENVIRONMENTAL PROTECTION AGENCY</b>										
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	436	66.034	00E03175	NAOR	OES	17	-	17	-	-
<b>Total for AL# 66.034</b>						17	-	17	-	-
<b>TOTAL U.S. ENVIRONMENTAL PROTECTION AGENCY</b>						17	-	17	-	-
<b>U.S. DEPARTMENT OF EDUCATION</b>										
* Passed through the Ohio Department of Education COVID-19 - American Rescue Plan-Elementary and Secondary School Emergency Relief (ARP-ESSER)	324	84.425U		NARR	Recreation	259	-	254	-	-
<b>Total for AL# 84.425U</b>						259	-	254	-	-
<b>TOTAL U.S. DEPARTMENT OF EDUCATION</b>						259	-	254	-	-
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>										
<u>Aging Cluster</u>										
* Passed through the Council on Aging of Southwestern Ohio Special Programs for the Aging Title III, Part C, Nutrition Services	324	93.045		NARR	Recreation	13	-	33	-	-
<b>Total for AL# 93.045</b>						13	-	33	-	-
<b>Total for Aging Cluster</b>						13	-	33	-	-
* Passed through The Ohio Department of Health Family Planning Services	350	93.217	03120011RH0920	CHDR	Health	700	-	412	-	-
<b>Total for AL# 93.217</b>						700	-	412	-	-
<u>Health Center Program Cluster</u>										
COVID-19 - Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	446	93.224	H8FCS40634	CHDR	Health	7,506	-	6,314	-	-
* Passed through the Cincinnati Health Network Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)	448	93.224	H80CS00189	CHDR	Health	130	-	280	-	-
<b>Total for AL# 93.224</b>						7,636	-	6,594	-	-
<b>Total for Health Center Program Cluster</b>						7,636	-	6,594	-	-
* Passed through the Ohio Department of Health Immunization Cooperative Agreements	415	93.268	03120012GV0230	CHDR	Health	1,241	-	250	-	-
<b>Total for AL# 93.268</b>						1,241	-	250	-	-
* Passed through the Ohio Department of Health Office of Smoking and Health-National State-Based Tobacco Control Programs - Financed in part by 2018 Prevention and Public Health Funds (PPHF)	350	93.305	03120014TU0420	CHDR	Health	47	-	57	-	-
<b>Total for AL# 93.305</b>						47	-	57	-	-
* Passed through the Ohio Department of Job and Family Services Refugee and Entrant Assistant State/Replacement Designee Administered Programs	350	93.566	G-2021-17-0334	CHDR	Health	5	-	32	-	-
<b>Total for AL# 93.566</b>						\$ 5	\$ -	\$ 32	\$ -	\$ -

CITY OF CINCINNATI, OHIO  
 Schedule of Receipts and Expenditures of Federal Awards  
 (Cash Basis)  
 For Fiscal Year ended June 30, 2023

(Amount in Thousands)

Grantor/Program Title	Fund	AL#	Grant Number	Fund Class	Agency	Federal Revenue Received	Contributions & Other Revenue (Non-Federal)	Federal Expenditures	Advances (Repayments) or Adjustments	Amount provided to Sub recipients
<u>Child Care and Development Fund Cluster</u>										
* Passed through the Ohio Child Care Resource and Referral Association										
COVID-19 - Child Care and Development Block Grant	323	93.575		APRC	Recreation	\$ 2,706	\$ -	\$ 1,865	\$ -	\$ -
	<b>Total for AL# 93.575</b>					<b>2,706</b>	<b>-</b>	<b>1,865</b>	<b>-</b>	<b>-</b>
			<b>Total for Child Care and Development Fund Cluster</b>			<b>2,706</b>	<b>-</b>	<b>1,865</b>	<b>-</b>	<b>-</b>
<b>TOTAL U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						<b>12,348</b>	<b>-</b>	<b>9,243</b>	<b>-</b>	<b>-</b>
<b>U.S. DEPARTMENT OF HOMELAND SECURITY</b>										
Port Security Grant Program	368	97.056	EMW-2019-PU-00161	NASR	Police	20	-	9	-	-
Port Security Grant Program	368	97.056	EMW-2020-PU-00296	NASR	Police	53	-	51	-	-
Port Security Grant Program	368	97.056	EMW-2021-PU-00066	NASR	Police	68	-	18	-	-
Port Security Grant Program	472	97.056	EMW-2019-PU-00161	NASR	Fire	2	-	2	-	-
Port Security Grant Program	472	97.056	EMW-2021-PU-00066	NASR	Fire	1	-	1	-	-
	<b>Total for AL# 97.056</b>					<b>144</b>	<b>-</b>	<b>81</b>	<b>-</b>	<b>-</b>
* Passed through the Ohio Emergency Management Agency										
Homeland Security Grant Program	368	97.067	EMW-2018-SS-00038-S01	NASR	Police	5	-	5	-	-
Homeland Security Grant Program	368	97.067	EMW-2019-SS-00024-S01	NASR	Police	77	-	77	-	-
Homeland Security Grant Program	368	97.067	EMW-2020-SS-00037-S01	NASR	Police	122	-	126	-	-
Homeland Security Grant Program	368	97.067	EMW-2021-SS-00004	NASR	Police	59	-	60	-	-
	<b>Total for AL# 97.067</b>					<b>263</b>	<b>-</b>	<b>268</b>	<b>-</b>	<b>-</b>
<b>TOTAL U.S. DEPARTMENT OF HOMELAND SECURITY</b>						<b>407</b>	<b>-</b>	<b>349</b>	<b>-</b>	<b>-</b>
<b>TOTAL FEDERAL GRANTS &amp; SUBSIDIES (CASH BASIS)</b>						<b>\$ 69,940</b>	<b>\$ 748</b>	<b>\$ 160,622</b>	<b>\$ -</b>	<b>\$ 13,740</b>

Basis of Presentation - The Schedule of Receipts and Expenditures of Federal Awards (the "Schedule") includes the federal award activity of the City under programs of the federal government for the fiscal year ended June 30, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in financial position, or cash flows of the City.

Summary of Significant Accounting Policies - Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowed or are limited as to reimbursement. Therefore, some amounts presented in this Schedule may differ from amounts presented in or used in the preparation of the basic financial statements.

The City has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

† Total Department of Community and Economic Development (DCEd) loans outstanding at June 30, 2023 totaled \$9,632,697 under AL# 14.218, \$56,073,945 under AL# 14.239, \$69,038 under AL# 14.248, \$9,577,483 under AL# 14.256, and \$86,000 under AL# 21.019.

\* Indicates Federal monies passed through another agency to the City of Cincinnati.

**Reconciliation of Schedule of Receipts and Expenditures of Federal Awards to Budgetary Statements**

	Budgetary Statements	SEFA
Special Recreation Fund Committed (APRC)	\$ 2,706	
Community Development Restricted (NACR)	29,621	
City Health District Restricted (CHDR)	12,581	
Other Grants Restricted (NAOR)	9,371	
Recreation Grants Restricted (NARR)	272	
Safety Restricted (NASR)	3,857	
Streetcar Operations Restricted (APER)	1,252	
Capital Projects (CP)	10,280	
	<b>\$ 69,940</b>	

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

To the Honorable Mayor and Members of the City Council  
City of Cincinnati, Ohio:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Cincinnati (the "City"), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 29, 2023, wherein we noted the City restated beginning net position to correct a misstatement.

**Report on Internal Control Over Financial Reporting**

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified a certain deficiency in internal control, described in the schedule of findings and questioned costs as item 2023-001 that we consider to be a material weakness.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **City's Response to Finding**

*Government Auditing Standards* requires the auditor to perform limited procedures on the City's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Clark, Schaefer, Hackett & Co.*

Cincinnati, Ohio  
December 29, 2023

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR  
EACH MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL  
OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES  
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

To the Honorable Mayor and Members of the City Council  
City of Cincinnati, Ohio:

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited the City of Cincinnati's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2023. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2023.

***Basis for Opinion on Each Major Federal Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

## ***Auditors' Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Other Matters**

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and is described in the accompanying schedule of findings and questioned costs as item 2023-002. Our opinion on each major federal program is not modified with respect to this matter.

*Government Auditing Standards* requires the auditor to perform limited procedures on the City's response to the noncompliance finding identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

### **Report on Internal Control Over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a certain deficiency in internal control over compliance that we consider to be a significant deficiency.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2023-002 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on the City's response to the internal control over compliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

#### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon, dated December 29, 2023, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

*Clark, Schaefer, Hackett & Co.*

Cincinnati, Ohio  
December 29, 2023

**Section I – Summary of Auditors’ Results**

Financial Statements

Type of auditors’ report issued:	Unmodified
Internal control over financial reporting:	
• Material weakness(es) identified?	Yes
• Significant deficiency(ies) identified not considered to be material weakness(es)?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
• Material weakness(es) identified?	No
• Significant deficiency(ies) identified not considered to be material weakness(es)?	Yes
Type of auditors’ report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with 2 CFR 200.516(a)?	Yes

Identification of major programs:

- CDBG – Entitlement Grants Cluster:*
  - ALN 14.218 – Community Development Block Grants/Entitlement Grants
  - ALN 14.218 – COVID-19 Community Development Block Grants/Entitlement Grants
- ALN 21.023 – COVID-19 Emergency Rental Assistance Program
- ALN 21.027 – COVID-19 Coronavirus State and Local Fiscal Recovery Funds
- Health Center Program Cluster:*
  - ALN 93.224 – Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)
  - ALN 93.224 – COVID-19 Health Center Program (Community Health Centers, Migrant Health Centers, Health Care for the Homeless, and Public Housing Primary Care)

Dollar threshold to distinguish between Type A and Type B programs:	\$3,000,000
Auditee qualified as low-risk auditee?	No

## Section II – Financial Statement Findings

### 2023-001: Material Weakness – Audit Adjustments

The compilation and presentation of materially correct financial statements and the related footnotes is the responsibility of management of the City. Thus, it is important management develop control procedures related to drafting financial statements and footnotes that enable errors to be prevented, or detected and corrected, on a timely basis.

During the current fiscal year compilation process, the City corrected errors identified in prior period financial statements which resulted in a restatement of net position. Corrections were required to revise amounts related to construction in progress. However, in the financial statements presented for audit, this adjustment was reported as a transaction in the current fiscal year instead of a prior period adjustment. In addition, as a result of audit procedures performed, other insignificant adjustments to financial statement amounts as well as corrections within the report were suggested to and made by the City.

The City should develop financial reporting procedures which would detect errors and omissions in the financial statements prior to presenting those for audit. Sufficient time should be allowed to properly review the financial statement amounts and disclosures to help ensure the accuracy of those statements prior to finalization.

*City's Response: See City's Corrective Action Plan.*

### Section III – Federal Awards Findings and Questioned Costs

#### 2023-002: Eligibility – Significant Deficiency and Noncompliance

*ALN 21.023 – COVID-19 Emergency Rental Assistance Program*

**Criteria:** Title 2 U.S. Code of Federal Regulations § 200.303 states that the auditee must establish and maintain effective internal control over the federal award that provides reasonable assurance that the auditee is managing the federal award in compliance with federal statutes, regulations, and the terms and conditions of the federal award.

Pursuant to Department of the Treasury’s Frequently Asked Questions (May 7, 2021) as guidance regarding the requirements of the Emergency Rental Assistance program established by section 501 of Division N of the Consolidated Appropriations Act, 2021, Pub. L. No. 116-260 (Dec. 27, 2020) (ERA1) and the Emergency Rental Assistance program established by section 3201 of the American Rescue Plan Act of 2021, Pub. L. No. 117-2 (March 11, 2021) (ERA2) eligible households must demonstrate:

ERA 1: one or more individuals within the household has qualified for unemployment benefits or experienced a reduction in household income, incurred significant costs, or experienced other financial hardship due, directly or indirectly, to the COVID-19 outbreak.

ERA 2: one or more individuals within the household has qualified for unemployment benefits or experienced a reduction in household income, incurred significant costs, or experienced other financial hardship during or due, directly or indirectly, to the coronavirus pandemic.

**Condition:** We noted one instance in which the supporting documentation did not demonstrate the household experienced financial hardship due, directly or indirectly, to the COVID-19 outbreak or coronavirus pandemic.

**Questioned Costs:** \$2,395 resulting in a projected questioned costs in excess of \$25,000.

**Context:** We examined forty household applications totaling \$54,020, noting one instance where the household was overpaid benefits of \$2,395 based on the supporting documentation provided. The portion of rental assistance directly disbursed by the City during the fiscal year was \$685,991.

**Effect:** Failing to properly review applications and supporting documentation resulted in benefits paid to one household that did not meet program requirements.

**Cause:** The individual tasked with the reviewing the application did not obtain all required documentation to properly determine program eligibility.

**Recommendation:** We recommend management modify its current control processes and procedures over the application approval process to ensure all supporting documentation is obtained and reviewed prior to approval of application and disbursement of funds.

**Views of Responsible Officials:** See City’s Corrective Action Plan.

City of Cincinnati  
 Summary Schedule of Prior Audit Findings  
 Year Ended June 30, 2023

<b>Finding Number</b>	<b>Finding Summary</b>	<b>Status</b>	<b>Additional Information</b>
2022-001	Due to deficiencies in the City's internal controls over financial reporting, two material misstatements were identified.	Not Corrected	Revised various amount due to capital asset adjustments.

City of Cincinnati  
 Corrective Action Plan  
 Year Ended June 30, 2023

**Finding Number:** 2023-001

**Planned Corrective Action:** Additional instructions and notes will be added to relevant workpapers. Additional procedures will be investigated and implemented if needed to ensure all workpapers are thoroughly reviewed so errors are detected and corrected, and the financial information is accurate.

**Anticipated Completion Date:** 03/31/2024

**Responsible Contact Person:** Valerie Sefert, Division Manager

**Finding Number:** 2023-002

**Planned Corrective Action:** The City will evaluate the current controls and procedures related to the application approval process for the Emergency Rental Assistance Program. An additional level of review will be added to all approved applications to ensure recipients meet the grant eligibility requirements prior to disbursement of funds.

**Anticipated Completion Date:** 1/11/2024

**Responsible Contact Person:** Tony Searls, Superintendent, Greater Cincinnati Water Works



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# OHIO AUDITOR OF STATE KEITH FABER



**CITY OF CINCINNATI**

**HAMILTON COUNTY**

## **AUDITOR OF STATE OF OHIO CERTIFICATION**

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



**Certified for Release 3/26/2024**

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

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[www.ohioauditor.gov](http://www.ohioauditor.gov)