REGULAR COUNCIL MEETING
MONDAY, NOVEMBER 17, 2025 – 7:00 PM
EXECUTIVE SESSION IMMEDIATELY FOLLOWING

CALL TO ORDER

President Jim Fodor called the Regular Council Meeting to order at 7:00 PM. City Council convened for a regular meeting in Council Chambers – Courtroom #1.

ROLL CALL FOR ATTENDANCE

Councilpersons Derrick Abney, Nick Augustine, Lori DiNallo, Paul Hach, Jim Fodor, Mario Rodriguez, and Christine Shoop were present.

Other City Staff in attendance: City Manager Doug Lewis, Assistant City Manager Tony Zampedro, Law Director Jim Lyons, Economic Development Director Susan Crotty, Director of Planning Sarah Sitterle, Finance Director Bill Parkinson, Human Resources Director Kris Young, and Clerk of Council Samantha Danielson.

APPROVE AGENDA AS SUBMITTED

Mr. Fodor asked for a motion to approve the agenda.

Mr. Augustine moved to approve the agenda, seconded by Mrs. Shoop. All Council members were in favor by answering "Aye". Motion carried. Agenda approved.

INVOCATION was given by Councilperson Christine Shoop.

PLEDGE OF ALLEGIANCE was recited.

MINUTES: Regular Meeting 11.03.25, Special Meeting-Budget Work Session 11.10.25

Mr. Fodor asked for a motion to approve the minutes from the Regular Meeting on November 3, 2025.

Mr. Augustine moved to approve the minutes from the Regular Meeting on November 3, 2025, seconded by Mrs. DiNallo. All Council members were in favor by answering "Aye". Motion carried. Minutes approved.

Mr. Fodor asked for a motion to approve the minutes from the Special Meeting-Budget Work Session on November 10, 2025.

Mrs. Shoop moved to approve the minutes from the Special Meeting-Budget Work Session on November 10, 2025, seconded by Mrs. DiNallo. All Council members were in favor by answering "Aye". Motion carried. Minutes approved.

PUBLIC COMMENTS:

Ray Sternot, of Birchwood Lane and Board HOA President of Heisley Park, presented a letter detailing concerns about the design and effectiveness of the stormwater system in Heisley Park. He mentions excessive water flow during dredging and water backing into ponds during a rain event in 2013. He requested a reevaluation of the stormwater system design and the support of Army Corps of Engineers, Ohio EPA and appropriate consultants to come to come to a storm water redesign conclusion based on these observed data, concerns. Administration plans to address these concerns.

Mr. Fodor & Members of Council

I'm here today to speak about the copy of the letter that you received that we sent to the Painesville City and Lake County Engineers and the Lake County Stormwater Management Director about our concerns of potential flooding and pollution in Heisley Park and the concern about effectiveness of the HP stormwater system design. When I attended the Utilities meeting to share some of these concerns I told Mr. Lewis that I would also bring it before council. He reminded me I had only 3 minutes for this complex issue. So, I will be brief! Read the letter. We have concerns based on observed facts about the design and effectiveness of the stormwater system in Heisley Park. Just look at some of the factual observations! A stream was supposed to be redirected around Heisley Park on our southern border and go out via Wassan ditch. It is not there! This is a design issue! We observed during dredging of the pond on North Ashwood that there was an excessive and constant flow of water that should not be there during dry conditions. Fact, the dredging company had to pipe the water around the pond to dredge it implying an unknown water source was getting into the stormwater system. This is a design issue! We have observed that Wassan Ditch water was BACKING INTO our pond. That should not

happen. This is another design issue! We observed during a rain event in 2013 that streets in Heisley Park were inundated with water that accessed the sanitary sewers contaminating stormwater that eventually exited to our pond and ultimately out to the lake. This is an Ohio EPA concern, a design, and a downstream maintenance issue. (reference Thornwood Lane). Instead of merely saying that we are going to be okay in a major storm event, we are requesting the responsible engineering entities re-evaluate the design and effectiveness of the Heisley Park stormwater system and ask the city to request the support of the Army Corp of Engineers and the Ohio EPA and appropriate consultants to come to a stormwater redesign conclusion based on these newly observed data concerns. And Mr. Lewis even stated this development is nearly 30 years old and things have changed in the stormwater system.

David Bird Sr., of Thornwood, shared his expertise in environmental issues and his concerns about the stormwater system. He emphasized the need for a reevaluation of the stormwater system to meet current standards. He highlighted the potential for future flooding and the need for immediate action to address these issues.

Maddox Morris, of Doris Circle, addressed Council with concerns about signage within his cul-de-sac, which is causing distress and tickets for illegal parking. He provided Council Members a copy of the letter with signatures to have the signs removed. Mr. Lewis will be in contact with Mr. Morris regarding this issue. Mr. Lewis will need to discuss the signage issue with public works, fire, police and engineering.

To: City of Painesville Public Works Department / City Council

We, the undersigned residents of Doris Circle, respectfully request the removal or modification of the parking restriction signage located in the cul-de-sac outside 770, 775, 779, 780, 785 and 790 of Doris Circle. Reason for Petition: The current signage causes repeated and unnecessary parking citations to local residents and guests, despite posing no clear safety, access, or emergency risk. The restriction appears to no longer serve a public safety purpose and instead imposes a disproportionate burden on residents. We believe removing or adjusting this signage will: reduce unnecessary ticketing and residents frustration, improve parking accessibility for households and guests, and maintain or improve neighborhood safety and traffic flow. We ask that the City review this signage, consider its necessity and take appropriate action to remove or revise.

COMMITTEE REPORT: Utility Committee, Planning Commission, Seniors

Utility Committee

Mr. Hach gave a report for this committee which was held on November 12, 2025. The following items were discussed: two residents from Heisley Park attended to present their concerns regarding stormwater design; Utility Department Heads gave updates for each of the departments; an update on the solar panels was given; and discussion continued to propose to update the fee for sanitary sewer tap.

Planning Commission

Director of Planning Sarah Sitterle gave a report for this committee which was held on November 14, 2025. The following items were discussed: The applicant, Hallmark Excavating Inc., is requesting Conditional Use Permit to allow the extraction of dirt from the site in order to create a buildable lot in conjunction with Section 1115.32 Manufacturing Extractive/Deposit. By a vote of 3-1 with Mr. Fialko abstaining, the Conditional Use Permit request was approved with the following conditions: 1.) Contact the Community Development Department for any deviations from the approved site plan or proposed use; 2.) At the time of the New Construction permit review, staff may require landscaping in the front of the building or within the parking lot to adhere to the Richmond Street Design Review District regulations in Chapter 1131 and the B-2 appearance standards in Section 1117.10; and 3.) The fence located along 17 Sanford Street shall be 6' in height and the final design be approved by the Design Review Committee. The fence and shrubs screening within the buffer adjacent to 17 Sanford Street shall be properly maintained by Hallmark Excavating, Inc., or any subsequent owner of the property.

Seniors

Mrs. Shoop gave a report for this meeting which was held on November 7, 2025. The following items were discussed: She provided an update on this meeting stating her role is a liaison between the City and Fairport Senior Center and is a non-voting member; The high points were the director requested a $10,000 check to be written for Lake Tran, because Lake Tran is the contracted source for all of their trips; They acquired a new rocking chair in the lobby; There will

be a noon Year's Eve party on December 30th, starting at 11:30 to 3:00. There's 100 reservations and it's $25.00; There are areas that need repair such as the pool room needs painting, and the director is going to get an estimate of what it will cost, and she will bring it back to the board members at our next meeting, which is December; There are elections for 2026 board members and applications are being taken. A Fairport Senior Center member can apply for the board; The craft fair held on November 1st was a rousing success. They raised over $16,000 and last year was only $13,000. They had 38 crafters, and they had over 100 Chinese auction baskets; The status of the $25,000 from Painesville was received; and the food distribution, from the Cleveland Food Bank, will be suspended until 2026 because of the garage used is in terrible state of disrepair.

LEGISLATION:
ITEM #1 ORDINANCE
***1st Reading* – An Ordinance to make appropriations for the current expenses and expenditures of the City of Painesville, State of Ohio for the fiscal year beginning January 1, 2026 and adopting the operating budget, and declaring an emergency.**

Finance Director Bill Parkinson spoke on this piece of legislation. He presented the first reading of the 2026 budget, detailing revenue and expenditures. The 2026 budget is projected to be a $131.3 million operating revenue budget, an increase of $50 million or 61%. The significant majority of that 50 million is due to the solar grant. This excludes bond proceeds, note proceeds, internal services, transfers, advances. The budget includes an increase due to grant funding, incomes taxes, investment taxes and charges for utility services. The new utility rates were reviewed and are being put into effect for 2026. He gave an overview and discussed the details of all the revenue by line items. The explained the increases of the general fund which is expected to increase of about 6% due to tax collections and interest earnings. The other revenue components will be kept relatively flat. He provided a graphical representation of the general fund. Last year, it was anticipated about $17.3 million. This year, it is anticipated, roughly $18.9. He gave an overview of the expenditures, explaining there is approximate $72.6 million operating expenditure budget, an increase of $3.7 million, or about 5.4% over 2025. The solar project is being excluded because the solar project is so massive and it would really throw off the statistics debt service, internal services, transfers and advances. The overall expenditure budget is proposed at $158.7 million again, most of this increase about $50 million which most of that $50 million increase is due to the solar grant. He looked at employee compensation that includes salaries, wages, retirement, medical insurance, and those sorts of items, and provided graphs. A graph was presented for capital projects with the solar field being the greatest. Again, he provided details regarding the overall budget, and listed the expenditures by the various fund types. He concluded that the general fund is balanced. The City will have a surplus of projective $79,000. The electric fund is balanced. The sewer fund is balanced. However, the water fund is not balanced, and that's strictly due to paying off early to save on interest costs in the future. The second reading will be on utilities, and the third reading will be on capital. See slide presentation. It was clarified how funds are distributed according to the ordinance, 20% general fund, 25% water, 20% Sewer and 35% electric.

This will go to second reading.

ITEM #2 RESOLUTION
***1st Reading* – A Resolution adopting the City of Painesville Cybersecurity Program in accordance with Ohio Revised Code Section 9.64(C), and declaring an emergency.**

Human Resources Director Kris Young spoke on this piece of legislation. She stated this resolution is in response to House Bill 96. On September 30, 2025, Ohio passed the law that local municipalities needed to enact a cybersecurity program. By January 1, 2026, all political subdivisions need to be in compliance with that law. As a result, the City developed a cyber security program that is consistent with what was outlined in House Bill 96, because local governments are considered major targets for cyber-attacks, mainly through email, and through other avenues as well. The City needs to enact a training program and outline what employees are supposed to do if there were to be an attack. A copy of the program is not public record. The employees will be required to sign the policy that they have read it and attend the mandated training, which is based on roles. There's general staff training, department supervisor training, and then IT training would be anyone that might have any kind of IT level. This would be determined by Lake County, since they are our IT provider. It was suggested to investigate resources with the cyber insurance providers.

Mrs. Shoop moved to suspend, seconded by Mr. Hach.

On roll call, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Rodriguez.

On roll call, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, and Mr. Fodor answered "Yes". Motion carried 7-0.

RESOLUTION 61-25 is ADOPTED.

ITEM #3 RESOLUTION

***1st Reading* – A Resolution authorizing and directing the City Manager to apply for and accept grant funding through the Ohio Department of Development Brownfield Remediation Program to enhance economic development within the City of Painesville, and declaring an emergency.**

Economic Development Director Susan Crotty spoke on this piece of legislation. She stated the legislation is to authorize the City Manager to apply for and accept grant funding. The City has received grant funding before through the Ohio Department of Development for Brownfield Remediation. They have a program that they are funding again for fiscal year 2026 and the application period is open now, but applications are due on December 5th. The City has been working with property owners, in approximately 39-acre site at Richmond Street and Richmond Road, in order to try and make that site shovel ready. In order to do that, the City does need to perform some assessments to ensure that the site doesn't need any further remediation. The property owners are willing to move forward with that now. The City would like it to be passed tonight so the application can be submitted on time.

Mr. Augustine moved to suspend, seconded by Mrs. DiNallo .

On roll call, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mrs. DiNallo.

On roll call, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, and Mr. Fodor answered "Yes". Motion carried 7-0.

RESOLUTION 62-25 is ADOPTED.

ITEM #4 RESOLUTION

***1st Reading* – A Resolution approving the creation of the Special Revenue Funds for the 2026 Operating Budget, and declaring an emergency.**

Finance Director Bill Parkinson spoke on this piece of legislation. He stated the administration is requesting for Council's consideration to create Fund 205 which is for sidewalk assessments. The City would like to place all the sidewalk assessments, the money the City receives and the repairs for the sidewalks into that fund so that the City can keep track of those types of revenues and expenditures separately. The City also wants to create a Fund 206 for the amphitheater to track all the activities that are associated with the amphitheater once that gets up and running including any sales and any expenses to run the amphitheater will be conducted out of that fund. Funds will be placed into those funds upfront and once they are functioning, the funds will be returned to the general fund.

Mrs. Shoop moved to suspend, seconded by Mr. Hach.

On roll call, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Rodriguez.

On roll call, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, and Mr. Fodor answered "Yes". Motion carried 7-0.

RESOLUTION 63-25 is ADOPTED.

ITEM #5 RESOLUTION

***1st Reading* – A Resolution reappointing Kathy Deane as a member of the Civil Service Commission of the City of Painesville, and declaring an emergency.**

Mr. Abney moved to suspend, seconded by Mr. Augustine.

On roll call, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Rodriguez.
On roll call, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, and Mr. Fodor answered "Yes". Motion carried 7-0.
RESOLUTION 64-25 is ADOPTED.

ITEM #6 RESOLUTION
***1st Reading* – A Resolution reappointing Rene' Aston as a member of the Board of Zoning Appeals of the City of Painesville, and declaring an emergency.**

Mrs. Shoop moved to suspend, seconded by Mr. Hach.
On roll call, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Hach.
On roll call, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, and Mr. Fodor answered "Yes". Motion carried 7-0.
RESOLUTION 65-25 is ADOPTED.

ITEM #7 RESOLUTION
***1st Reading* – A Resolution reappointing James Behrens as a member of the Board of Zoning Appeals of the City of Painesville, and declaring an emergency.**

Mrs. Shoop moved to suspend, seconded by Mr. Hach.
On roll call, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Rodriguez.
On roll call, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, and Mr. Fodor answered "Yes". Motion carried 7-0.
RESOLUTION 66-25 is ADOPTED.

ITEM #8 RESOLUTION
***1st Reading* – A Resolution reappointing Jim Fialko as a member of the Planning Commission of the City of Painesville, and declaring an emergency.**

Mr. Rodriguez moved to suspend, seconded by Mr. Augustine.
On roll call, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Rodriguez.
On roll call, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, and Mr. Fodor answered "Yes". Motion carried 7-0.
RESOLUTION 67-25 is ADOPTED.

ITEM #9 RESOLUTION
***1st Reading* – A Resolution reappointing Evan Rosborough as a member of the Planning Commission of the City of Painesville, and declaring an emergency.**

Mr. Rodriguez moved to suspend, seconded by Mrs. Shoop.
On roll call, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Rodriguez.
On roll call, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, and Mr. Fodor answered "Yes". Motion carried 7-0.
RESOLUTION 68-25 is ADOPTED.

ITEM #10 RESOLUTION
***1st Reading* – A Resolution reappointing Mark Wainwright as a member of the Planning Commission of the City of Painesville, and declaring an emergency.**

Mr. Rodriguez moved to suspend, seconded by Mrs. Shoop.

On roll call, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, and Mr. Fodor answered "Yes". Motion carried.

Mrs. Shoop moved to adopt, seconded by Mr. Rodriguez.

On roll call, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, Mr. Abney, Mr. Augustine, Mrs. DiNallo, and Mr. Fodor answered "Yes". Motion carried 7-0.

RESOLUTION 69-25 is ADOPTED.

UNFINISHED BUSINESS: Service Club Signage

Mr. Fodor asked to have a date to review the policy to be more specific. Mr. Lewis stated that the date can be added to the policy. It was clarified this policy does not need to be brought before council as legislation, and it is a good idea to be reviewed by council so they are aware and in support of the policy.

NEW BUSINESS: Re-Appointment of Christine Shoop as JEDD Representative; Liquor License

Re-Appointment of Christine Shoop as JEDD Representative

Mr. Augustine made a motion to re-appoint Christine Shoop as our JEDD Representative, seconded by Mrs. DiNallo.

On roll call, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, and Mr. Fodor answered "Yes". Motion carried.

Liquor License

Mr. Augustine made a motion to not request a hearing for Pub 1812, seconded by Mr. Hach.

On roll call, Mr. Abney, Mr. Augustine, Mrs. DiNallo, Mr. Hach, Mr. Rodriguez, Mrs. Shoop, and Mr. Fodor answered "Yes". Motion carried.

DEPARTMENTAL PRESENTATIONS: None

ADMINISTRATIVE REPORTS: Law Director and City Manager

Law Director Jim Lyons had no report at this time.

City Manager Doug Lewis reported on the following items: He congratulated the reappointed committee members and thanked them for their service; Pub 1812 will be a great addition to the City, and he encouraged people to support them; He congratulated Mr. Rodriguez and his family for the ribbon cutting for Ana's Attic. This is a new coffee shop in the City, and he encouraged people to support them; Administration did meet with several DPO Board members, and they were asked to schedule a presentation at a future council meeting; 154 Main Street was sold, and the City will be working with the new owners and their plans for it; The amphitheater has had a number of change orders but continues to move forward; Grand River Walk also continues to move forward with their construction; He thanked the Eastern Lake County Chamber of Commerce for allowing the City to present at the State of the Communities meeting; and Renew Partners are also moving forward with Vic Place and working on finalizing the parking lot layout.

CORRESPONDENCE: Clerk of Council

The next regular Council meeting will be held on Monday, December 1st at 7:00 PM; Painesville Holiday Shop & Stroll will be Thursday, November 20th from 12:00-8:00 PM; Painesville Spirit of the Season will be Friday, November 21st from 5:00-8:00 PM; City offices are closed Thursday, November 27th & Friday, November 28th for the Thanksgiving Holiday; and Lake County YMCA Turkey Day 5K is Thursday, November 27th beginning at 7:30 AM.

CLOSING COMMENTS: Members of Council

Mr. Abney thanked everyone who attended tonight's meeting.

Mr. Rodriguez thanked everyone who watched and attended tonight's meeting.

Mr. Hach thanked the residents who attended tonight's meeting.

Mr. Augustine thanked everyone who attended tonight's meeting. He congratulated the committee members who were reappointed and thanked them for their continued commitment to the City. He congratulated Mr. Rodriguez and his family and talked about Painesville's connection to Calico Jack.

Mrs. DiNallo thanked all the members who serve on our boards and commissions, and their expertise is highly appreciated. She looked forward to the Shop and Stroll.

Mrs. Shoop praised Mr. Rodiguez for his role in the new business and what his business offers residents. She thanked everyone who attended tonight's meeting. She also looked forward to the Shop and Stroll.

Mr. Fodor "dittoed" the previous comments of the other council members.

EXECUTIVE SESSION

Mr. Augustine made a motion to move into an Executive Session being held in accordance with Article II, Section 6(1) To consider the appointment, employment, dismissal, discipline, promotion, demotion or compensation of an employee or official of the City, seconded by Mrs. Shoop.

All Council Members were in favor by answering "Aye". Motion carried to move into the Executive Session at 8:18 PM.

Mr. Fodor asked for a motion to adjourn the Executive Session.

Mrs. Shoop moved to adjourn the Executive Session, seconded by Mr. Augustine. All Council Members were in favor by answering "Aye". Motion carried to adjourn the Executive Session at 8:45 PM.

ADJOURNMENT

Mr. Fodor asked for a motion to adjourn the Regular Meeting.

Mrs. Shoop moved to adjourn the Regular Meeting, seconded by Mr. Rodriguez. All Council Members were in favor by answering "Aye". Motion carried to adjourn the Regular Meeting at 8:45 PM.

Meeting adjourned at 8:45 PM.

Samantha Danielson
Clerk of Council

Jim Fodor
President of Council

PROPOSED BUDGET

FISCAL YEAR 2026

REGULAR COUNCIL MEETING, MONDAY, NOVEMBER 17, 2025

Overview of Revenue

- Projected to be approximately $131.3 million, an increase of $50 million, or 61%, over 2025.
- This **excludes** bond proceeds, note proceeds, internal services, transfers and advances.

Overview of Revenue

- Most of the increase can be ascribed to a higher portion of revenue being derived from:
  - ***grant funding*** -- $51 million 2025 v $8.2 million 2024
  - ***income taxes*** -- anticipated construction jobs; growth in industrial tax base
  - ***investment income*** -- 2021 $556,000 v 2025 $2.2 million
  - ***charges for utility services***
    - anticipated increase in consumption
    - rate study for utilities incorporated in 2026 budget

Overview of Revenue

- New Utility Rates Implemented 2025

	2026	2027	Ordinance
– Electric	3.5%	1.5%	ORD 02-25
– Water	0.0%	5.0%	ORD 05-25
– Sewer	10.0%	5.0%	ORD 04-25

Overview of Revenue

REVENUE SOURCES for ALL FUNDS	Actual 2020	Actual 2021	Actual 2022	Actual 2023	Actual 2024	Budget 2025	Budget 2026
Property Taxes	2,509,858	2,489,824	2,606,058	2,482,671	2,687,343	2,737,900	3,161,730
Tax Increment Financing	714,130	1,065,177	880,041	1,730,332	1,593,556	2,035,000	2,236,000
Income Taxes	10,429,004	10,955,395	12,727,031	13,402,159	14,680,438	13,985,200	14,408,500
Local Government Fund	837,882	952,516	1,028,347	1,055,977	1,007,872	1,075,000	1,125,000
Other Misc. Taxes	963,610	1,065,964	1,045,776	1,089,675	1,104,100	1,071,000	1,105,250
Fees for City Services	733,771	700,093	832,601	801,626	961,815	754,150	1,014,280
Charges for Utility Services	40,505,103	43,659,362	41,275,254	39,932,740	45,647,284	46,892,000	51,742,460
Permits & Inspections	362,991	464,992	394,896	347,925	372,435	354,750	325,450
Municipal Court	1,212,438	1,456,928	1,447,686	1,583,445	1,567,896	1,484,500	1,538,702
Other Revenue	2,683,550	2,907,162	3,031,275	3,824,117	4,556,825	2,595,600	3,665,650
State & Federal Grant Funding	5,298,724	2,277,297	3,577,794	986,878	2,191,618	8,243,910	51,008,260
Total Operating Budget	$ 66,251,061	$ 68,004,710	$ 68,848,759	$ 67,217,545	$ 76,371,180	$ 81,229,010	$ 131,331,282
Bond & Note Proceeds	1,000,000	175,800	2,870,000	3,010,229	3,146,071	0	0
Internal Services	4,270,044	5,104,443	13,791,282	13,882,917	16,784,666	6,748,130	18,189,090
Transfers & Advances	3,785,041	5,812,709	6,218,761	5,231,947	14,666,781	4,271,545	6,672,627
Total Other Revenue	$ 9,055,085	$ 11,092,952	$ 22,880,043	$ 22,125,093	$ 34,597,518	$ 11,019,675	$ 24,861,717
TOTAL REVENUE	$ 75,306,146	$ 79,097,662	$ 91,728,802	$ 89,342,638	$ 110,968,698	$ 92,248,685	$ 156,192,999

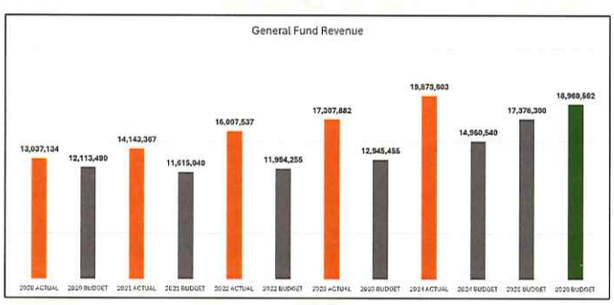
Overview of Revenue

FUND TYPE	2026 BUDGET	% of TOTAL	2025 BUDGET	% of TOTAL
General Fund	20,204,081	12.9%	17,576,300	19.1%
Special Revenue	58,149,338	37.2%	13,857,665	15.0%
Debt Service	184,690	0.1%	165,930	0.2%
Capital Projects	1,830,500	1.2%	450,500	0.5%
Expendable Trust	295,550	0.2%	240,590	0.3%
Enterprise Funds	55,547,710	35.6%	51,757,570	56.1%
Internal Service	18,189,090	11.6%	6,748,130	7.3%
Non-Expendable Trust	20,800	0.0%	25,000	0.0%
Agency Funds	1,771,240	1.2%	1,427,000	1.5%
Total All Fund Type	**$ 156,192,999**	**100.0%**	**$ 92,248,685**	**100.0%**

General Fund Revenue

- With respect to the General Fund, revenue expected to increase by 6%
  - Modest growth in local tax collections
  - Continued strong interest earnings (although rates are declining)
  - All other revenue components are expected to be either relatively flat or experience modest growth.

General Fund Revenue



Overview of Expenditures

- Operating expenditures are projected to be approximately $72.6 million, an increase of $3.7 million, or 5.4%, over 2025.
- This **excludes** capital, debt service, internal services, transfers and advances.

Overview of Expenditures

- Total expenditures, including capital, debt service, internal services, transfers and advances are $158.7 million.
- Increase of $50.2 million, or 46.2%, over 2025.

Overview of Expenditures

- Employee Compensation
  - ➢(+) 5.9% over 2025
- Supplies, Services, Other
  - ➢(+) 3.5% over 2025
- Debt Service
  - ➢(+)9.0% over 2025

Inflation Trends: Very Demure, Very Mindful

Progress on bringing inflation trends down has stumbled recently. The 3-month annualized core CPI inflation rate came down from 4.5 percent in March to 1.6 percent in July, but it has re-accelerated to 3.6 percent in October. Although the deceleration in inflation trends has cleared the way for the Fed to start easing, the recent setback reduces the urgency to cut rates quickly in the forecast. We continue to believe that inflation remains on a path of gradual deceleration toward the Fed's target, largely because shelter inflation has plenty of room to decelerate further.

New York, September 30, 2024 -- Moody's Ratings (Moody's) has upgraded the City of Painesville, OH's special obligation income tax bonds to Aa3 from A1. We maintain the city's Aa3 issuer rating and Aa3 rating on outstanding general obligation limited tax (GOLT) debt. The city has about $3.2 million in income tax bonds outstanding.

The upgrade to Aa3 concludes a review for possible upgrade initiated on July 24, 2024, in conjunction with an update to the US Cities and Counties Methodology.

Overview of Expenditures

PERSONNEL SUMMARY
FISCAL YEARS 2018-2026

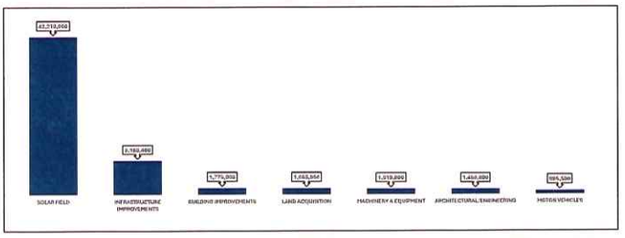
DEPARTMENT	2018	2019	2020	2021	2022	2023	2024	2025	2026
City Council	8	8	8	8	8	8	8	8	8
Municipal Court	24	24	24	24	24	24	24	24	25
City Manager	3	3	3	3	4	4	4	4	4
Community Development	13	13	13	11	11	11	11	11	11
Electric	47	47	45	44	42	43	43	43	44
Engineering	4	4	4	4	4	4	4	6	6
Finance	7	7	7	7	7	7	7	7	7
Fire	29	29	29	29	29	29	29	29	28
Human Resources	3	3	3	3	3	3	3	3	3
Law Director	3	3	3	3	3	3	3	3	3
Police	44	44	45	49	49	49	49	49	49
Public Works	20	20	19	19	19	19	19	19	19
Recreation & Public Lands	15	15	16	16	16	17	17	19	19
Utility Billing	13	13	12	12	12	11	13	13	13
Water	21	21	21	21	21	22	22	22	22
Water Pollution Control	14	14	14	14	14	14	14	14	14
Total Personnel	**266**	**266**	**264**	**265**	**264**	**266**	**268**	**272**	**273**

** adding 1 full-time Electric Distribution Supervisor

Overview of Expenditures

- Paying Debt Off Early
  - – Fund 201 OPWC Chester St. Loan $2,445
  - – Fund 201 Argonne Dr. $16,000
  - – Fund 201 W. Eagle Sidewalks $2,000
  - – Fund 303 Colonial Dr. $21,000
  - – Fund 428 Renaissance Pkwy $26,000
  - – Fund 710 Johnson Controls $141,703
  - – Fund 712 OPWC Pinehill Waterlines $21,707
  - – Fund 720 Johnson Controls $9,447
  - – Fund 730 Johnson Controls $6,298

Capital Projects



Overview of Expenditures

	Actual 2020	Actual 2021	Actual 2022	Actual 2023	Actual 2024	Budget 2025	Budget 2026
Employee Compensation	23,055,717	24,062,846	27,644,056	26,013,466	29,879,839	30,958,650	31,232,725
Supplies & Materials	1,997,090	1,773,888	2,058,080	2,240,719	2,566,649	3,627,640	3,498,545
Purchased Services	3,664,910	3,797,858	5,797,093	5,720,020	7,186,471	8,526,189	8,994,994
Utilities	20,036,030	19,321,263	17,553,988	19,118,735	19,079,972	19,862,618	22,671,435
Payments to Other Agencies	2,583,053	2,664,075	2,612,495	2,459,716	2,763,547	3,858,471	3,524,915
Other Expenditures	2,210,301	1,049,664	1,137,329	897,362	906,515	2,032,370	2,664,810
Total Operating Expenditures	$ 53,547,102	$ 52,669,594	$ 56,803,042	$ 56,450,016	$ 62,382,992	$ 68,866,138	$ 72,587,424
Capital Outlay	8,531,079	7,876,622	7,290,149	9,135,127	11,203,649	22,344,184	59,822,900
Debt Service	3,252,623	2,414,688	2,317,577	5,288,203	5,575,947	2,541,380	2,770,895
Total Capital & Debt Service	$ 12,183,701	$ 10,291,310	$ 9,607,726	$ 14,424,329	$ 16,779,596	$ 24,885,564	$ 62,593,795
Transfers & Advances	3,062,000	5,077,000	5,508,000	4,534,250	13,951,004	7,556,975	6,672,627
Internal Services	5,707,704	6,240,484	11,570,087	13,035,917	15,631,108	7,234,472	16,889,090
Total Financing Uses	$ 8,769,704	$ 11,317,484	$ 17,078,087	$ 17,570,167	$ 29,582,112	$ 14,791,447	$ 23,561,717
TOTAL EXPENDITURES	$ 74,500,507	$ 74,278,389	$ 83,488,854	$ 88,444,512	$ 108,744,700	$ 108,543,148	$ 158,742,936

Expenditures by Fund Type

FUND TYPE	2026 BUDGET	% of TOTAL	2025 BUDGET	% of TOTAL
General Fund	20,124,448	12.9%	19,004,229	17.5%
Special Revenue Funds	58,610,478	36.9%	16,380,547	15.1%
Debt Service Funds	58,125	0.0%	66,160	0.1%
Capital Project Funds	2,236,930	1.4%	3,786,441	3.5%
Expendable Trust Funds	225,750	0.1%	195,178	0.2%
Enterprise Funds	57,373,035	36.1%	59,966,622	55.2%
Internal Service Funds	18,321,690	11.5%	7,735,595	7.1%
Non-Expendable Trust Funds	0	0.0%	0	0.0%
Agency Funds	1,792,480	1.1%	1,408,376	1.3%
Total All Fund Types	**158,742,936**	**100.0%**	**108,543,148**	**100.0%**

Balanced Budget

- General Fund Balanced; surplus $79,000
- Electric Fund Balanced
- Water Fund **NOT** Balanced – paying off debt early
- Sewer Fund Balanced

