

**CITY OF BRECKSVILLE
CUYAHOGA COUNTY, OHIO**

AUDIT REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2015**

James G. Zupka, CPA, Inc.
Certified Public Accountants



Dave Yost • Auditor of State

Members of Council
City of Brecksville
9069 Brecksville Road
Brecksville, Ohio 44141

We have reviewed the *Independent Auditor's Report* of the City of Brecksville, Cuyahoga County, prepared by James G. Zupka, CPA, Inc., for the audit period January 1, 2015 through December 31, 2015. 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 Brecksville is responsible for compliance with these laws and regulations.

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

June 24, 2016

This page intentionally left blank.

**CITY OF BRECKSVILLE
CUYAHOGA COUNTY, OHIO
AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 2015**

TABLE OF CONTENTS

	<u>PAGE</u>
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1-2
Status of Prior Findings and Recommendations	3

JAMES G. ZUPKA, C.P.A., INC.

Certified Public Accountants

5240 East 98th Street

Garfield Hts., Ohio 44125

Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

**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 Members of City Council
City of Brecksville
Brecksville, Ohio

The Honorable Dave Yost
Auditor of State
State of 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga, Ohio, (City) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated April 22, 2016, wherein we noted the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27 and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68, and restated its net position at December 31, 2014 for governmental activities.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Brecksville, Ohio's internal control over financial reporting (internal control) to determine the 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 of Brecksville, Ohio's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Brecksville, Ohio's internal control.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City of Brecksville, Ohio'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 determination of financial statement amounts. 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 *Governmental Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Brecksville, Ohio'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 of Brecksville, Ohio's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James G. Zupka
CPA, President

Digitally signed by James G. Zupka, CPA,
President
DN: cn=James G. Zupka, CPA, President,
o=James G. Zupka, CPA, Inc.,
ou=Accounting,
email=jgzcpa@sbcglobal.net, c=US
Date: 2016.06.02 10:16:04 -0400'

James G. Zupka, CPA, Inc.
Certified Public Accountants

April 22, 2016

**CITY OF BRECKSVILLE
CUYAHOGA COUNTY, OHIO
STATUS OF PRIOR FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2015**

The prior audit report, as of December 31, 2014, included no findings or management letter recommendations.

CITY OF BRECKSVILLE, OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE PERIOD ENDING DECEMBER 31, 2015

On the Cover...

The Calling of the Colors...

*Brecksville Police Color Guard handing off the flags
of each war with American involvement during the
Memorial Day Remembrance Ceremony.*

CITY OF BRECKSVILLE, OHIO

COMPREHENSIVE

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2015

ISSUED BY THE DEPARTMENT OF FINANCE

Virginia Price, CPA,

FINANCE DIRECTOR

This page intentionally left blank.



Brecksville City Council and Mayor May 2015

(from left to right)

Seated

Councilwoman, Nora L. Murphy
Council President, Greg Skaljac
Council Vice-President, Michael Harwood

Standing

Council Clerk, Mary Scullin
Councilman, Louis N. Carouse, Jr.
Councilwoman, Laura Redinger
Mayor, Jerry N. Hruby
Councilman, Gerald E. Broski
Councilwoman, Kim Veras
Finance Director, Virginia Price

This page intentionally left blank.

City of Brecksville, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2015
Table of Contents

I. Introductory Section

Table of Contents	i
Letter of Transmittal.....	v
GFOA Certificate of Achievement.....	xiii
List of City Officials.....	xiv
Organizational Chart	xv

II. Financial Section

Independent Auditor’s Report	1
Management’s Discussion and Analysis	4
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	16
Statement of Activities	17
Fund Financial Statements:	
Balance Sheet - Governmental Funds	18
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	20
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual:	
General Fund.....	22
Fire Department Fund.....	23
Statement of Fund Net Position - Proprietary Fund	24
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Fund	25
Statement of Cash Flows - Proprietary Fund	26
Statement of Fiduciary Net Position - Fiduciary Funds	27
Statement of Changes in Fiduciary Net Position - Fiduciary Fund.....	28
Notes to the Basic Financial Statements	29

Required Supplementary Information:

Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Public Employees Retirement System – Last Two Years.....	67
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Police and Fire Pension Fund – Last Two Fiscal Years	68
Schedule of City Contributions – Ohio Public Employees Retirement System – Last Three Years	69
Schedule of City Contributions – Ohio Police and Fire Pension Fund – Last Ten Years	70

Combining and Individual Fund Statements and Schedules:

Combining Statements - Nonmajor Governmental Funds:

Fund Descriptions.....	72
Combining Balance Sheet - Nonmajor Governmental Funds	75
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	76
Combining Balance Sheet - Nonmajor Special Revenue Funds	77
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	80
Combining Balance Sheet - Nonmajor Capital Projects Funds.....	84
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	86

Combining Statements - Fiduciary Funds:

Fund Descriptions.....	88
Combining Statement of Changes in Assets and Liabilities - Agency Funds	89

Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in
Fund Balance/Fund Equity - Budget (Non-GAAP Basis) and Actual:

Major Funds:

General Fund	91
Fire Department Fund	97
Special Assessment Bond Retirement Fund.....	98
General Municipal Improvement Fund	99
Buildings and Improvements Fund	100
Road Improvements Fund	101

Nonmajor Funds:

Motor Vehicle License Tax Fund.....	102
Street Repair and Maintenance Fund	103
State Highway Fund	104
Community Center Fund	105
Road Maintenance Fund.....	106
Federal Equitable Sharing Fund	107
Indigent Drivers Fund	108

Indigent Drivers Interlock Fund	109
Enforcement and Education Fund	110
Court Computerization Fund.....	111
Natureworks Grant Fund	112
Recycling Demo Fund.....	113
Tree Planting Grants Fund	114
Law Enforcement Fund	115
Law Enforcement Mandatory Drug Fund	116
Vehicle Immobilization Fund.....	117
Police Pension Fund	118
Memorial Fund.....	119
Peace Officer Training Fund	120
General Obligation Bond Retirement Fund.....	121
Issue II Fund.....	122
Recreation Expansion Fund.....	123
Police Station Building Fund	124
Public Utility Improvement Fund.....	125
Fire Ambulance Capital Fund	126
Self Insurance Fund.....	127
Cemetery Endowment Fund.....	128

III. Statistical Section

Statistical Section Table of Contents.....	S1
Net Position by Component – Last Ten Years	S2
Changes in Net Position – Last Ten Years	S4
Fund Balances, Governmental Funds – Last Ten Years	S8
Changes in Fund Balances, Governmental Funds – Last Ten Years.....	S10
Assessed Valuation and Estimated Actual Values of Taxable Property – Last Ten Years..	S12
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years.....	S14
Principal Real Property Taxpayers – 2015 and 2006	S16
Property Tax Levies and Collections – Last Ten Years	S17
Income Tax Revenue Base and Collections – Last Ten Years.....	S18
Income Tax Filers by Income Level – Tax Years 2014 and 2006.....	S19
Ratios of Outstanding Debt to Total Personal Income and Debt Per Capita – Last Ten Years	S20
Ratio of General Obligation Bonded Debt to Estimated True Value of Taxable Property and Bonded Debt per Capita – Last Ten Years.....	S21
Computation of Direct and Overlapping Debt Attributable to Governmental Activities.....	S22
Legal Debt Margin Information – Last Ten Years	S23

Demographic and Economic Statistics – Last Ten Years..... S24

Principal Employers – Current Year and Nine Years Ago..... S25

Full-Time Equivalent City Government Employees
by Function/Program – Last Ten Years S26

Capital Assets Statistics by Function/Program – Last Ten Years S27

Operating Indicators by Function/Program – Last Ten Years..... S28

April 22, 2016

To Members of Brecksville City Council and
The Citizens of Brecksville, Ohio

This report enables the City to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires cities reporting on a GAAP basis to file an annual report with the Auditor of State within 150 days of fiscal year end.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements.

State statutes require the City of Brecksville (the City) to be subjected to an annual examination by the Auditor of State. Either the Auditor of State of Ohio or, if the Auditor permits, an independent public accounting firm conducts these audits. The City selected James G. Zupka, CPA to perform these services for the year ended December 31, 2015. The Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

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

Profile of the Government

The City of Brecksville was founded in 1811. It was incorporated as a village under the laws of the State of Ohio in 1921 and attained City status in 1960 by virtue of its population exceeding 5,000. It is located in Cuyahoga County in northeastern Ohio, in the heart of rolling woodlands approximately fifteen miles south of the City of Cleveland. The City covers 19.54 square miles. In the year 2010, the U.S. Census Bureau reported that Brecksville had a population of 13,656, up two percent from 13,382 in 2000.

The City of Brecksville operates under and is governed by its Charter, first adopted by the voters on November 6, 1956 and amended from time to time. The Charter provides for a Mayor-Council form of government. The nine-member Charter Review Commission reviewed the Charter in 2013. Ten proposed charter changes were placed on the November ballot with nine of them passing.

Legislative authority is vested in a seven-member City Council which is elected at large and whose terms are staggered. Four Council members are elected at each regular municipal election in November of odd numbered years. Of the four elected, the three receiving the highest number of votes serve a term of four years and the fourth serves a term of two years. The Council fixes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, the appropriation and borrowing of money, the licensing and regulation of business and the trades, and other municipal purposes. The presiding officer is the President who is elected by the Council for a one-year term.



The City of Brecksville's chief executive officer is the Mayor who is elected by the voters for a four-year term. The Mayor appoints, subject to approval of Council, the directors of the City's departments except for the Director of Finance, the Law Director and the Clerk of Council, all of whom are appointed by Council. He is the chief conservator of the peace, oversees the enforcement of all laws and ordinances, and executes all contracts, conveyances, evidences of indebtedness and all other instruments to which the municipality is a party. He is the official and ceremonial head of the City. The Mayor is also the Safety Director and presides over the Mayor's Court.

As Mayor serving my eighth consecutive term after being re-elected in the November 2015 general election, I am the only Brecksville mayor to be elected to eight consecutive four-year terms since Brecksville became a village in 1921.

The City's Service Department works hard to respond to the needs of the residents, providing curbside rubbish and recycling collection, street maintenance, snow removal and maintenance of City recreational facilities, among other services. The Department is responsible for an annual, aggressive road repair and maintenance program.

Security of one's person and property is foremost on the minds of our full-time Police Department and Fire Department with full-time paramedic service. Brecksville takes pride in its low crime rate and rapid response by both police and fire units. Our safety departments are constantly updating training, procedures and equipment to provide effective services to our City.

Water service is provided to City residents by the City of Cleveland and sewer services are provided by the Northeast Regional Sewer District. Certain water lines and sewer lines are owned and maintained by the City.

Profile of the City

We're proud of our City's beautiful, safe and uncongested environment. We are a community that is "Building our future with respect for our past," a dynamic idea that combines forward thinking with our Western Reserve heritage which is evident not only in our prevailing architectural style but in our business-friendly philosophy.

Residents have a variety of nearby transportation options. By automobile or by connections through downtown Cleveland on the Regional Transit Authority bus and rail lines, one can reach all areas of Cuyahoga County conveniently. State Routes 21 and 82 bisect Brecksville and there is easy access to interstate highways. I-77 and I-80, which is the Ohio Turnpike, both criss cross Brecksville. I-480, an east-west interstate is just 6 miles north of Brecksville. Amtrak cross-country rail service is available in downtown Cleveland, and Hopkins International Airport is located about fifteen miles from Brecksville.

Entertainment abounds just a short distance away for residents of Brecksville. In downtown Cleveland, the Cleveland Browns of the National Football League play in their spectacular First Energy Stadium. Progressive Field is the home of Major League Baseball's Cleveland Indians. The Cleveland Cavaliers of the National Basketball Association, play at Quicken Loans Arena which is also a venue for concerts by major recording artists, the circus, ice shows, and a variety of other professional attractions. Cleveland State University's Wolstein Center is home to the Cleveland State University Vikings and even more concerts and shows. Just a short drive from Brecksville through the Cuyahoga Valley National Park, Blossom Music Center is the summer home of the Cleveland Orchestra and a venue for the biggest music stars touring the planet.

Residents have access to many cultural attractions such as the world-famous Cleveland Orchestra at Severance Hall, The Cleveland Museum of Art, The Great Lakes Science Center and the Rock n' Roll Hall of Fame and Museum. There are unique shopping areas such as Tower City Center and nightlife with dining in the Warehouse District and dining and entertainment on East 4th Street downtown and a concert venue in the "Flats" along the Cuyahoga River. Cleveland's downtown is a center of activity for all ages and just minutes from Brecksville.

Metro Health, Marymount, and Parma Community General Hospitals serve as emergency care facilities for our residents and visitors who require use of our Fire Department's ambulances and staff of professional paramedics and EMTs. The Greater Cleveland area is known worldwide for excellence in health care including the Cleveland Clinic and University Hospitals who supplement health care provided by nearby community hospitals and immediate care centers.

Brecksville's wooded hills and ravines that lace the area help define its neighborhoods. As a result, every resident is close to natural beauty that has always been a hallmark of Brecksville living. Many neighborhoods are located next to the Brecksville Reservation of the Cleveland Metroparks and the 33,000 acre Cuyahoga Valley National Park. Brecksville is unique among Cuyahoga County communities because one-third of the City is park land. Located within the Cuyahoga Valley National Park is the Ohio Canal National Heritage area. The Brecksville Reservation of the Cleveland Metroparks offers 2,500 acres of park land with facilities for picnicking, softball, horseback riding, golf, hiking and cross-country skiing. A paved all-purpose fitness trail offers walking, biking, running or strolling by the beautiful scenery. Two ski areas are close by. Brecksville was named a Tree City USA for the 21st consecutive year in 2015.

Housing in Brecksville offers a mix of sizes, styles and price ranges with colonial and Western Reserve styles predominating. Despite its proximity to major metropolitan attractions, Brecksville maintains its quiet, suburban environment. Retail shopping is concentrated downtown near the Square, and shopping malls in nearby communities complement local merchants.

The City of Brecksville provides many programs for all ages through its Recreation Department. Baseball, basketball, volleyball, swimming, golf, tennis, spinning and exercise classes, crafts and day camps are just some of the many programs for family fun, fitness and recreation. Recreational facilities include the 185 acre Blossom Hill recreational area with its gymnasium, playground, pavilion, baseball fields, comfort station, and a state of the art artificial turf soccer and lacrosse field. At City Hall there are three lighted baseball fields and three lighted tennis courts. The 65,000 square foot Community Center houses the Recreation Department as well as a field house, indoor pool, outdoor children's pool, elevated running track, youth game room, large cardio-vascular room and a large weight room, whirlpool spa, saunas and a dividable community room with facilities for meetings and catering.

Brecksville's, 46,000 square foot Human Services Center attracts children less than one year old to folks in their 90s. The second floor of the beautiful building houses the Community Center's vast cardio-vascular fitness section. Headquartered in the Human Services Center is the Department of Human Services which maintains many programs including snow removal and a food bank for low income seniors. It coordinates the local Meals on Wheels program and provides free blood pressure screenings. The Human Services Center has a 30 by 50 foot warm water therapy exercise pool on the lower level and a full service kitchen with an accompanying large gathering area seating 125. The serene Kay Broughton center courtyard complete with tables, benches, and fountain, provide the opportunity for quiet book reading or a lively game of cards surrounded by beautiful plantings.

A quality education for our children is provided by the Brecksville-Broadview Heights City School District. For more than a decade, School Match, a national consulting firm, has ranked the School District in the top ten percent of all school districts in the nation. The Brecksville-Broadview Heights City School District has received the highest possible rating on the State-mandated District Report Card since its debut in 2000. The High School Girls Gymnastics Team won its 15th state championship and 12th in a row in 2015. Brecksville is also home to the Cuyahoga Valley Career Center which is the area's vocational school for high school students and additionally provides a multitude of adult education programs for area residents.

Economic Development

The City of Brecksville is a business advocate and a connector. We help companies navigate site relocation and retention by uniting all the necessary elements to assure that Brecksville is an ultimate business destination. Some of the projects we have been overseeing include:

The 100 acre Veterans Administration hospital (VA) property at Miller and Brecksville Roads closed its doors effective November 1, 2012. The City has been in communications with the Veterans Administration and hope to be able to lay out a comprehensive plan for the property in 2016. In the meantime, the administration has been busy meeting with businesses interested in locating on this attractive, strategically located property.

The largest economic development project to date was entered in to with Metro Health System. They are a hospital and health provider system under Cuyahoga County with numerous locations around northeast Ohio. Construction is well under way, on the approximately 21 acres near the intersection of State Routes 77 and 82, to construct an ambulatory health center. Phase I includes 65,000 square feet of emergency room, diagnostic and laboratory facilities, medical office space, and a helicopter pad and is anticipated to open in mid 2016. Phase II encompasses an additional 45,000 square feet of facilities. Ancillary businesses are anticipated to build around this facility in the coming years.

Lubrizol Advanced Materials, Inc. is one of Brecksville's largest and most established employers. They are a technology-driven global company who combines complex specialty chemicals to optimize their products while reducing environmental impact. Products include advanced specialty polymers, polymer-based additives, and chemical additives used in everyday consumer and industrial applications. Lubrizol agreed to commence six phases of renovations totaling 100,000 square feet to be completed in the next three years, with considerable construction activity begun in 2015. This expansion is expected to create 108 new jobs in Brecksville.

The City entered into an economic incentive and job preservation agreement with Fab Tech LLC. Fab Tech is an aluminum fabricator specializing in curtain wall, store front, and door systems for commercial construction. Fab Tech has been in continuous operation since its inception in 1995. Fab Tech acquired and renovated 52,350 square feet of warehouse, light industrial and office space. The mutually beneficial agreement is in effect until 2025.

The Cuyahoga Valley Career Center in Brecksville is constructing a new state of the art Robotic and Advanced Manufacturing Technology Education Collaborate referred to as RAMTEC. Scheduled to open in 2016, the center provides training in advanced manufacturing and engineering. These are much needed skills to support Ohio's industry.

To facilitate future economic development, the City created a Community Improvement Corporation. This is a corporation certified by the State of Ohio, separate from the City, with its own code of regulations and directors. This corporation can be used to facilitate private entity borrowing or to hold properties, as approved by the City, for use in enhancing business opportunities.

Accomplishments

Brecksville was extremely proud to be named in the August 2014 issue of Family Circle Magazine as one of the top ten cities nationally to raise a family. The magazine listed as its family-friendly criteria; affordable homes, quality schools, access to health care, green space, low crime rate and financial stability.

The City is very pleased that Moody's Investors Services continues to rate our City a bond rating of Aaa. This is the highest gradation of credit worthiness, which attests to our strong economic health and prudent fiscal management.

The City of Brecksville's Finance Department was proud to receive its 25th consecutive, Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the Fiscal Year ended December 31, 2014. It was also the 9th year that the Finance Department produced its award winning Popular Annual Financial Report. In addition, the City received the Ohio Auditor of State Award with Distinction for its annual financial reports for years 2013 and 2014. This award is given to entities that file an annual CAFR and timely financial reports as well as receive a "clean" audit report.

A partnership agreement was entered into with the Cleveland Metropolitan Park District to provide funding assistance for the completion of the Valley Parkway All-Purpose Trail. The agreement calls for the portion of the trail within Brecksville to be completed creating a link to our neighboring cities.

The Ohio Department of Natural Resources provided the City with \$25,000 of matching grant funds for planting of 160 trees in the Cuyahoga River watershed. These new trees are part of the City's ongoing plan to remove dead ash trees throughout the City and replace them with new healthy trees.

The City completed construction of a 14,500 square foot service department building on its Stadium Drive property. The majority of the building will be used to store service vehicles and large pieces of equipment. The remainder of the building will house horticulture staff offices and amenities. There will also be restroom facilities available for use by the public during events in the area.

New to the Stadium Drive property in 2015 was the creation of a Community Garden. Using donated materials and services, the site was cleared and prepared for spring planting. Seventy garden spots are available for plantings, and farmers market events are planned to share the harvest.

A \$13,500 Natureworks grant received from the Ohio Department of Natural Resources provided funding for construction of a new comfort station. Built by City Service Department employees, the new comfort station provides the much needed convenience for users of the numerous playing fields at Blossom Hill.

Our multi-talented Service Department also completed renovation of the City's vintage railroad caboose located behind City Hall. The caboose, from a 1929 Baltimore & Ohio train, was donated to the City in 1974 by a local resident. The caboose is used as a concession stand for the nearby baseball fields and needed extensive work.

In 2015, it was discovered that one of the City's national historic landmarks, The Old Town Hall, needed major renovation of its entrance steps, foundation, stone archway, and replacement of the building's cupola. Work is ongoing to repair these items slated to be completed in early 2016. The old cupola has been removed, is being repaired, and will be included in the bicentennial walk area in front of City Hall. A new cupola is being constructed for placement on the Old Town Hall.

The Town Hall Annex was also in need of upgrades. Service Department employees replaced doors, framing and siding. Roof and flashing repairs were also performed with copper roof flashing installed to maintain the historic nature of the building.

Sanitary sewer projects completed in 2015 included the Carriage Hill Pump Station and Chippewa Creek sanitary lines. Completed storm drainage projects included the Route 21 and Wallings Road culvert and the Farview Road drainage project.

In coordination with a \$1,892,000 grant from the Department of the Interior, the majority of construction of Snowville Road culvert repairs and Riverview stream relocation were completed in 2015. These improvements are necessary to insure a safe public way to get in to the adjoining Cuyahoga Valley National Park. These are two of three pieces of a comprehensive plan to repair deteriorating access infrastructure. The project will continue in 2016, with initiation of the Riverview Road culvert portion.

2016 Priorities:

- Design, development, and construction of a new police and court facility is on-going. Numerous meetings with City staff have been held to create the building lay-out with the best fit for the City's needs and completed drawings have been developed. Ground breaking is expected in 2016.
- In conjunction with the development of the new police station plan, the City has been meeting with several neighboring communities to discuss shared services. Specifically, agreements for jail and dispatch services have been developed. Sharing of these services with other communities allowed the design of the police station to be scaled back, saving millions of dollars.
- Almost \$4 million in storm water and sanitary sewer projects are budgeted for 2016 as part of the City's on-going commitment to improving infrastructure. Of this total, almost \$3 million in funding will be provided from external local, state, and national funding.
- Engineering is being prepared for the reconstruction of ballfields A, B and C behind City Hall. Upgrades would include new fencing, drainage and a comfort station.
- A master plan has been developed for the Blossom Hill Recreation Area. This multi-purpose plan includes a water park-aquatics facility and a field house as well as additional ballfields and trails. Basic infrastructure is to be started in 2016 with further fine tuning of the overall plan.
- The City's Safety Town facility is to be relocated to Blossom Hill. Included in this project is a complete redesign of the layout and structures by the Police Department, and construction provided by the Service Department.

Long-Term Financial Planning

As part of the annual budget process, the Mayor and City Council review five year capital budget projections. Based on these estimates, financial strategies are developed to maximize services supplied and infrastructure improvements desired. This budget is modified regularly as new projects present themselves and priorities change.

The City continues to adhere to a pay as you go philosophy as it relates to small projects and equipment purchases. By only borrowing for large projects and keeping debt levels low, it provides the City the opportunity to borrow in low interest environments. In 2014, the City issued \$2,000,000 in one year notes to provide funding for the Stadium Drive service garage. These notes were rolled in 2015 with the anticipation that they be at least partially paid off, and the balance combined with funding needed for the new police station in the form of long-term bonds.

City Council adopted an Ordinance decreasing the City's income tax credit from 100 percent to 87.5 percent on 2 percent of withholding effective the first of 2015. These added dollars, estimated to be \$950,000 annually, will supplement the cost of operating our Fire Rescue Ambulance service and provide dollars for expanding recreation facilities at Blossom Hill. This recommendation came after studying several other options which led to this being the most appropriate. The credit reduction is set to expire at the earliest of ten years or three consecutive years of income tax receipts over \$18,000,000.

Relevant Financial Policies

By City ordinance, \$2,400,000 of total income tax proceeds are credited to the following capital projects funds: \$960,000 to the general municipal improvement fund, \$1,200,000 to the buildings and improvements fund, and \$240,000 to the road improvements fund. The remainder is credited to the general fund.

There are also ordinances in place to allocate 25 percent of all building permit fees collected into the recreation expansion fund and deposit sanitary sewer tap-in, septic conversion and sanitary repair fees into the public utility improvement fund.

An ordinance is also in place to allocate water connection permit fees to the water system maintenance and repair fund and the water system bond retirement fund based on a legislated schedule. These funds shall be used for future improvements of the City's water distribution system and any necessary debt funding thereof.

A Workers' Compensation fund was established in 2014 as a way to set aside funds for future premiums. The City entered into a retrospective rating pool in order to capitalize on potential savings. With the potential increase in savings also comes the potential increase in risk. The Ohio Bureau of Workers' Compensation issued the City rebates of \$15,513. These rebates were deposited into the fund as seed money to hedge future risk. On a generally accepted accounting principles (GAAP) basis, the Workers' Compensation fund was allocated back into funds which contributed to it.

Awards and Acknowledgements

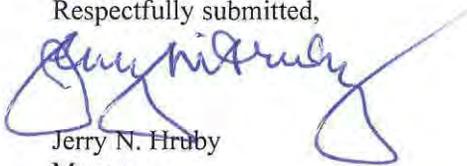
The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities whose CAFR is easily readable, efficiently organized, and conforms to GFOA reporting standards. Such a report must satisfy both generally accepted accounting principles (GAAP) as well as applicable legal requirements. The City of Brecksville received this honor for its Comprehensive Annual Financial Report for the year ended December 31, 2014. A Certificate of Achievement is valid for a period of one year only. The City of Brecksville believes the current report conforms to the Certificate of Achievement Program requirements, and has submitted it to the GFOA to determine its eligibility for another Certificate of Achievement.

Successful preparation of a report of this scope depends upon the dedicated contribution of many employees. The sincere appreciation of those primarily responsible for its completion is extended to all contributors but especially to those employees in the Department of Finance who have spent their time and energy on various parts of the project and to Local Government Services for their assistance in helping the City prepare this report in conformity with GAAP and the requirements of the Government Finance Officers Association.

In addition, we would like to thank Brecksville City Council, without whose positive leadership and encouragement the preparation of this report would not have been possible.

In closing, we would like to thank the residents and taxpayers of the City of Brecksville for entrusting us with the administration of their local government.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read "Jerry N. Hruby", with a large, sweeping flourish extending to the right.

Jerry N. Hruby
Mayor

A handwritten signature in blue ink, appearing to read "Virginia Price", written in a cursive style.

Virginia Price, CPA
Director of Finance



Government Finance Officers Association

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

Presented to

**City of Brecksville
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

City of Brecksville, Ohio

City Officials

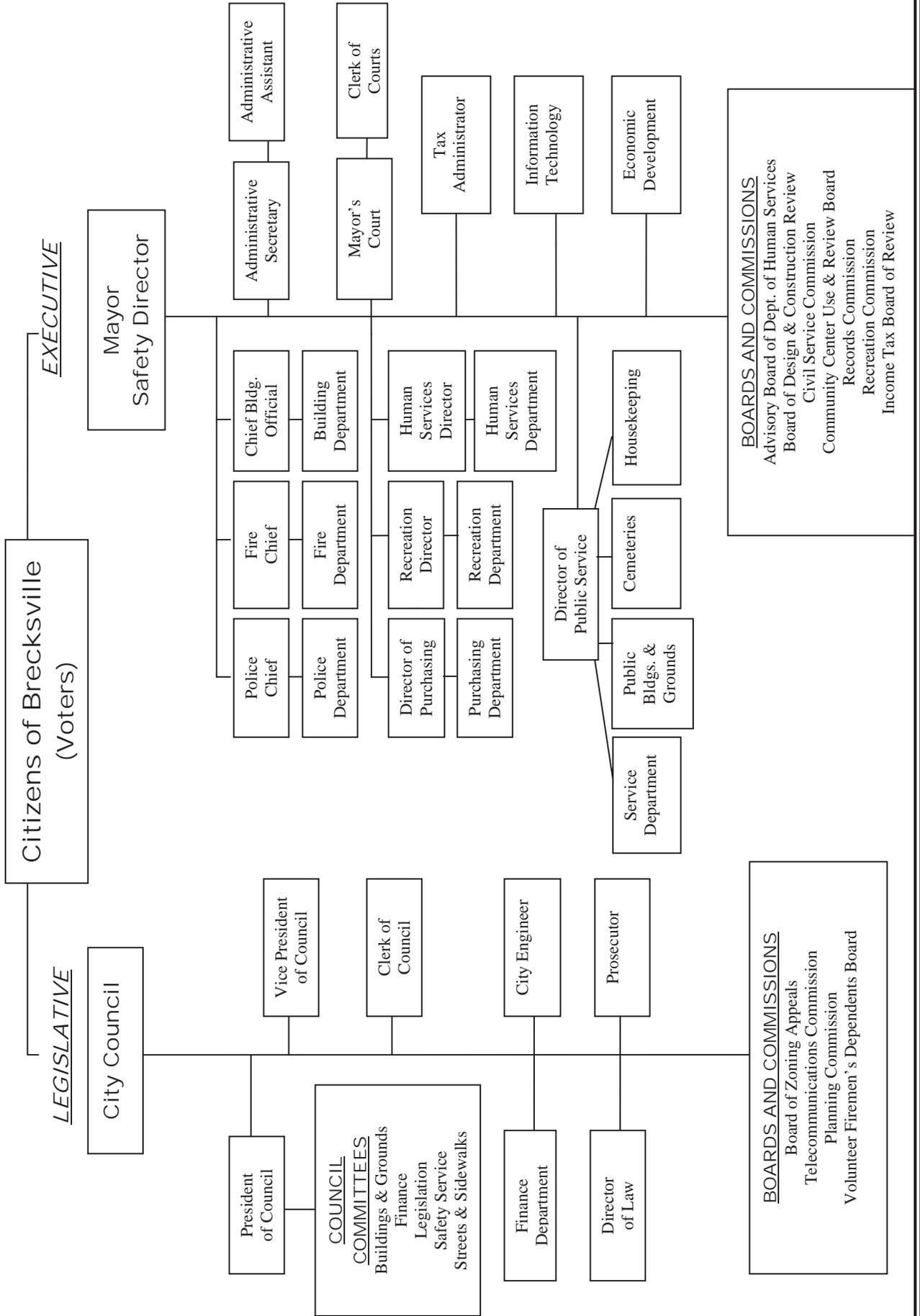
ELECTED OFFICIALS

Mayor-Safety Director.....Jerry N. Hruby
President of Council..... Gregory Skaljac
Vice-President of Council..... Michael T. Harwood
Council Member.....Gerald F. Broski
Council Member.....Louis N. Carouse
Council Member.....Kimberly A. Veras
Council Member.....Nora L. Murphy
Council Member.....Laura Redinger

APPOINTED OFFICIALS

Director of Finance.....Virginia Price
Police Chief.....William P. Goodrich
Fire ChiefEdwin D. Egut
Service Director.....Ronald J. Weidig
Director of Purchasing.....Rebecca Riser
Chief Building Official.....Scott Packard
Clerk of Courts.....Shelley Kazimore
Director of Recreation.....Thomas Tupa
Director of Law.....David J. Matty
ProsecutorSergio I. Digeronimo
City Engineer.....Gerald M. Wise
Clerk of Council.....Mary Scullin
Director of Human Services.....Steven L. Paciorek

CITY OF BRECKSVILLE, OHIO ORGANIZATIONAL CHART



(This Page Intentionally Left Blank)



Safety Town Officer Donna Rees with students during a school bus training session



Animal Warden Cliffette Thacker explains to the Safety Town participants the importance of animal safety.



During a tour of the Brecksville Police Department, children get the opportunity to experience what it is like to be in jail.



DARE Officer teaching children at Safety Town



Firefighter talks with Safety Town students about the importance of fire safety

This page intentionally left blank.

JAMES G. ZUPKA, C.P.A., INC.

Certified Public Accountants

5240 East 98th Street

Garfield Hts., Ohio 44125

Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of City Council
City of Brecksville
Brecksville, Ohio

The Honorable Dave Yost
Auditor of State
State of Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga, Ohio, (City) as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga, Ohio, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison for the General Fund and the Fire Department Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 3 to the basic financial statements, the City adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68, Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27 and GASB Statement No. 71, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68, and restated its net position at December 31, 2014 for governmental activities. Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated April 22, 2016, on our consideration of the City of Brecksville, Ohio'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 to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Brecksville, Ohio's internal control over financial reporting and compliance.



James G. Zupka, CPA, Inc.
Certified Public Accountants

April 22, 2016

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

The discussion and analysis of the City of Brecksville's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2015. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers should also review the transmittal letter, the basic financial statements, and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2015 are as follows:

- The assets and deferred outflows of resources of the City of Brecksville exceeded its liabilities and deferred inflows of resources by \$79,064,270. This is a decrease of \$3,737,136 from last year's net position. Of this amount, \$2,295,237 is available to use to meet the government's ongoing obligations to citizens and creditors.
- The City's return on assets was (3.38) percent. The return is consistently low as total assets decreased from the prior year.
- Total costs of all City services were \$24,424,003 in 2015, an increase of \$655,701 from 2014. \$55,533 of this increase can be directly attributed to changes in the net pension liability as a result of implementation of GASB 68. The remainder of the increase (2.5 percent) can be attributed to normal cost of operations increase.
- Total liabilities decreased by \$382,368 from 2014. This decrease is due to annual payments of principal being made.
- Total capital assets decreased from 2014 due to an agreement to turn over the majority of the City's waterlines to the City of Cleveland. This change in infrastructure assets resulted in a \$6,199,567 reduction. In recent years the City has focused on improving or replacing its Service Department support structure. In 2015, the vehicle storage and horticulture facility on Stadium Drive was completed. The City continually monitors the condition of all of its buildings and uses a five year plan to schedule repairs and upgrades.
- The cash balance at the end of 2015, in the general fund of \$6,345,056, represents 149 days of operating expenditures for the City and is a reflection of its on-going viability and its desire to protect the ability to provide future services.

Using This Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the City of Brecksville as a financial whole or as an entire operating entity. The statements provide a detailed look at the City's specific financial conditions.

The statement of Net Position and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

Reporting the City of Brecksville as a Whole

Statement of Net Position and the Statement of Activities

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole considers all financial transactions and asks the question, "How did we do financially during 2015?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting method used by the private sector. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the City's net position and the changes in that net position. The change in net position is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of the City's capital assets also needs to be evaluated.

The Statement of Net Position and the Statement of Activities are divided into the following categories:

- Assets
- Deferred Outflows of Resources
- Liabilities
- Deferred Inflows of Resources
- Net Position
- Program Expenses and Revenues
- General Revenues
- Net Position Beginning of Year and Year's End

Reporting the City of Brecksville's Most Significant Funds

Fund Financial Statements

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City of Brecksville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. The presentation of the City's major funds begins on page 18. Fund financial reports provide detailed information about the City's major funds based on the restrictions on the use of monies. The City has established many funds, which account for the multitude of services, facilities and infrastructure provided to our residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Brecksville, the major funds are the general, fire department, special assessment bond retirement, general municipal improvement, buildings and improvements and road improvements.

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. All City activities are reported in the governmental funds focusing on how money flows into and out of those funds and the balances left at year-end available for future spending. Our funds are reported using the modified accrual accounting method. The modified accrual method measures cash and all other financial assets expected to be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. Governmental fund information

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

helps determine the level of financial resources that can be spent in the near future on residential services. 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 government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate the comparison between governmental funds and governmental activities.

Proprietary Fund The City maintains a proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City's internal service fund accounts for medical and prescription drug self-insurance. The proprietary fund uses the accrual basis of accounting.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the City's programs. These funds use the accrual basis of accounting.

The City of Brecksville as a Whole

Recall that the Statement of Net Position pictures the City as a whole. Table 1 provides a summary of the City's net position for 2015 compared to 2014.

Table 1
Net Position

	Governmental Activities		
	2015	2014	Change
Assets			
Current and Other Assets	\$29,025,488	\$29,737,721	(\$712,233)
Capital Assets, Net	81,681,559	85,659,983	(3,978,424)
<i>Total Assets</i>	<u>110,707,047</u>	<u>115,397,704</u>	<u>(4,690,657)</u>
Deferred Outflows of Resources			
Pension	2,195,809	1,474,817	720,992
Deferred Charge on Refunding	243,669	258,513	(14,844)
<i>Total Deferred Outflows of Resources</i>	<u>2,439,478</u>	<u>1,733,330</u>	<u>706,148</u>
Liabilities			
Current and Other Liabilities	4,458,186	4,468,475	10,289
Long-Term Liabilities			
Due Within One Year	1,302,539	1,253,896	(48,643)
Due in More Than One Year:			
Net Pension Liability	15,045,197	14,379,300	(665,897)
Other Amounts	9,068,066	10,154,685	1,086,619
<i>Total Liabilities</i>	<u>29,873,988</u>	<u>30,256,356</u>	<u>382,368</u>

(continued)

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

Table 1
Net Position (Continued)

	Governmental Activities		
	2015	2014	Change
Deferred Inflows of Resources			
Pension	110,628	0	(110,628)
Property Taxes	4,097,639	4,073,272	(24,367)
<i>Total Deferred Inflows of Resources</i>	<u>4,208,267</u>	<u>4,073,272</u>	<u>(134,995)</u>
Net Position			
Net Investment in Capital Assets	69,946,323	74,133,853	(4,187,530)
Restricted for:			
Capital Projects	900,027	1,420,845	(520,818)
Debt Service	3,973,179	4,415,231	(442,052)
Other Purposes	1,949,504	2,177,254	(227,750)
Unrestricted	2,295,237	654,223	1,641,014
<i>Total Net Position</i>	<u>\$79,064,270</u>	<u>\$82,801,406</u>	<u>(\$3,737,136)</u>

During 2015, the City adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and liabilities. For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

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

Under the new standards required by GASB 68, the net pension liability equals the City's proportionate share of each plan's collective:

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

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system *as against the public employer*. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

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

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

As a result of implementing GASB 68, the City is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014, from \$95,705,889 to \$82,801,406.

Net position may serve as a useful indicator of a government's financial position over time. In the case of the City of Brecksville, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$79,064,270 at year-end 2015. By far the largest portion of the City of Brecksville's net position (88 percent) is its investment in capital assets including land, buildings, streets, water lines, storm water lines, and machinery net of related debt. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City of Brecksville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The City's net position decreased during the current year. One significant factor in this decrease was a large reduction in waterline assets. As indicated in the highlights, the City entered into a multi-faceted agreement which included the City of Cleveland assuming ownership (and responsibility for maintenance of) most of the City's water lines. Although there was a decrease in waterlines, other capital assets were acquired and improved throughout the year. The City records \$200,000 per month from income tax revenues in capital funds to provide future funding for specific building or infrastructure improvements. At the end of 2015, the City's total liabilities to net position ratio was 37.78 percent.

The City carefully invests its cash and equivalents in a variety of investment types with the primary focus being safety of principal, but with an attention to investment opportunities to increase yield. The Investment Board, which consists of the Mayor, Finance Director, and Law Director, pay close attention to daily interest rates and long-term financial trends. The City realized \$144,903 in interest revenue. 2015's interest revenue is \$70,353 more than 2014's and is a result of slightly higher interest rates in 2015, and extension of the portfolio.

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

Table 2 shows the changes in net position for the year ended December 31, 2015 compared to 2014.

Table 2
Changes in Net Position

	Governmental Activities		
	2015	2014	Change
Program Revenues			
Charges for Services	\$2,187,414	\$2,238,129	(\$50,715)
Operating Grants and Contributions	1,043,486	1,328,011	(284,525)
Capital Grants and Contributions	2,207,737	1,686,854	520,883
<i>Total Program Revenues</i>	<u>5,438,637</u>	<u>5,252,994</u>	<u>185,643</u>
General Revenues			
Property Taxes	3,946,738	4,237,983	(291,245)
Income Taxes	16,287,608	14,729,661	1,557,947
Grants and Entitlements	592,098	462,912	129,186
Investment Earnings	144,903	74,550	70,353
Other	476,450	418,473	57,977
Total General Revenues	<u>21,447,797</u>	<u>19,923,579</u>	<u>1,524,218</u>
<i>Total Revenues</i>	<u>\$26,886,434</u>	<u>\$25,176,573</u>	<u>\$1,709,861</u>
Program Expenses			
General Government:			
Legislative and Executive	\$6,025,851	\$5,586,065	(\$439,786)
Judicial	222,456	129,098	(93,358)
Public Safety:			
Police	4,511,969	4,372,780	(139,189)
Fire	2,646,098	2,557,376	(88,722)
Public Health and Social Services	1,608,683	992,430	(616,253)
Street Construction, Maintenance, and Repair	3,642,128	4,323,479	681,351
Housing and Community Development	796,624	848,261	51,637
Basic Utility Services	2,242,264	2,402,003	159,739
Recreational Activities	2,430,087	2,137,156	(292,931)
Interest and Fiscal Charges	297,843	419,654	121,811
<i>Total Program Expenses</i>	<u>24,424,003</u>	<u>23,768,302</u>	<u>(655,701)</u>
<i>Change in Net Position</i>	<u>(3,737,136)</u>	<u>(841,729)</u>	<u>(\$2,895,407)</u>
Net Position Beginning of Year	<u>82,801,406</u>	N/A	
Net Position End of Year	<u>\$79,064,270</u>	<u>\$82,801,406</u>	

Governmental Activities

The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$1,474,817 computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$1,538,313. Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

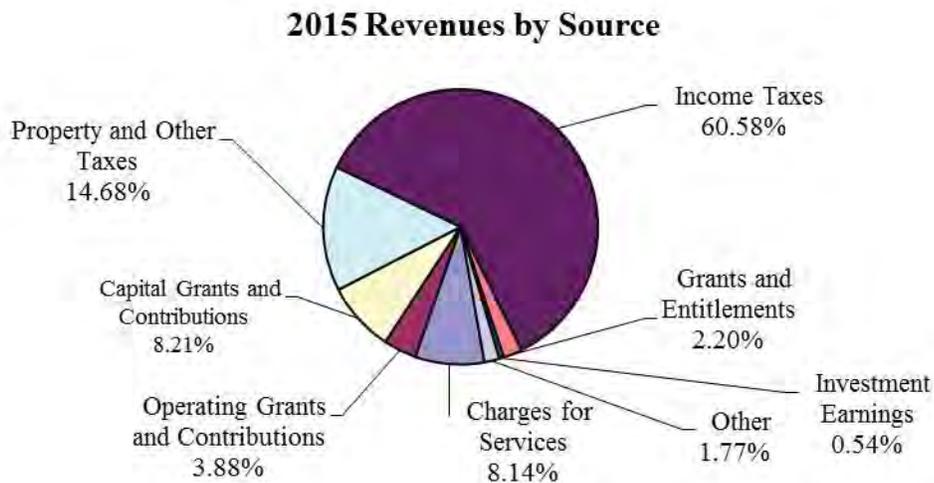
City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

	<u>Governmental Activities</u>
Total 2015 program expenses under GASB 68	\$24,424,003
Pension expense under GASB 68	(1,538,313)
2015 contractually required contribution	<u>1,482,780</u>
Adjusted 2015 program expenses	24,368,470
Total 2014 program expenses under GASB 27	<u>23,768,302</u>
Increase in program expenses not related to pension	<u><u>\$600,168</u></u>

Several revenue sources fund our governmental activities with City income tax being the largest contributor. The income tax rate of 2 percent was created by City Charter and became effective January 1990. This tax created by Charter amendment will remain until such time as the City's electorate changes the rate, which is not anticipated. The income tax revenue amount for 2015 was \$16,287,608, which is \$1,557,947 (10.6 percent) above the 2014 total. This increase can be attributed to two factors the first being a general increase in employment and wages in the City as our businesses continue to grow and thrive. The City has an active economic development program which continually works on recruiting new establishments to the City while retaining its current businesses. The second was the reduction of credit for taxes paid to other cities from 100 percent to 87.5 percent. Effective the first of the year, the City implemented the change in credit to provide for additional revenue to help support the Fire Department whose property tax income has been decreasing for the last ten years as a result of stagnant assessed property valuations and reductions in State funding. The balance of the new revenue is intended for future capital projects.

City income tax revenue of \$2,400,000 per year is earmarked for specific City improvements. \$80,000 per month, or \$960,000 per year, is allocated toward general municipal improvements. \$100,000 per month, or \$1,200,000 per year, is allocated toward building improvements. \$20,000 per month, or \$240,000 per year, is part of the funding designated for road improvements. These revenues are allocated by ordinance of City Council providing that a substantial portion of our income tax collections is designated for roads, City facilities and capital needs.

Of the \$26,886,434 in total revenue, the following is the portion provided by each revenue source:



Typically property tax is the City's second largest revenue source, and that was true for 2015. The City recognized a decrease of \$291,245 in property tax collections in 2015. Property values have fluctuated very slightly in the past several years, keeping property tax revenue stable, while slightly reduced. In the next few

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

years we anticipate a steady increase in valuations as corporate renovation and expansion are recognized, and as several housing developments become populated with new homes. No new special assessments were levied in 2015.

Public safety, including the police and fire departments, accounted for program expenses of \$7,158,067. Our police department continues to improve their equipment to better serve our community and at the same time provide extra safety for our officers. We continue to strive to provide better police and fire service at a lower cost per man-hour.

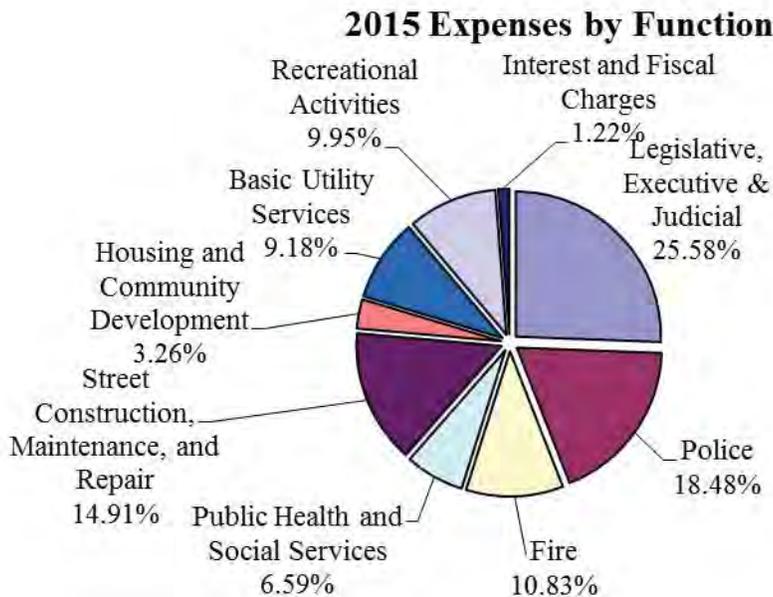
The fire department is funded through Charter levy millage. The majority of operating costs for maintaining the fire department 24 hours a day, 7 days a week are financed with this millage. In 2015, the fire department also received a \$450,000 transfer in from the general fund. As indicated above, this became necessary as stagnant property tax collections and elimination of State intergovernmental revenue sources over the past several years depleted its reserves and required an infusion of cash to maintain its operation level. Billing for ambulance services provides additional stable funding designated for the purchase of fire equipment.

The City's on-going commitment to infrastructure maintenance is reflected in the \$2,242,264 spent on utilities and \$3,642,128 spent on street construction and preservation. Combined, these two City services account for 24.09 percent of City expenses. Services provided by these activities include garbage removal, recycling, leaf pick-up, storm drainage, snow removal, street maintenance and vehicle upkeep.

Public Health and Social Services expenses include charges for county health programs, cemetery maintenance, and the human service department. There was a significant increase in this expense between 2014 and 2015.

Costs contained within the legislative category include all administrative, legal, economic development, engineering and income tax collection costs. The legislative category also contains all costs associated with maintenance of City land and buildings as well as major supplies such as gasoline and utility costs.

Total program expenses for 2015 by function are as follows:



City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

The City's Funds

Information about the City's governmental funds begins on page 18. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenue of \$26,883,968 and expenditures of \$27,382,846. The most significant fund is our general fund with an unassigned fund balance at year-end of \$5,069,907. With annual operating expenditures of \$15,569,840 and operating revenues of \$16,666,175, the general fund experienced operating gains of \$1,096,335. Due to transfers out to other funds, the fund actually realized a net decrease of \$153,665.

Another significant fund is the fire department fund with revenues of \$1,929,646 and expenditures of \$2,362,971, resulting in a net decrease of \$433,325 in fund balance before transfers. Its primary revenue source, property tax, had a slight decrease in 2015. Although expenditures were consistent with 2014, the fire department fund, for the third year in a row, required a transfer in from the general fund.

The City has four other funds presented as major funds. These four funds are the special assessment bond retirement fund, the general municipal improvement fund, the buildings and improvements fund and the road improvements fund. Special assessment collections were outpaced by debt service expenses by \$130,183 but due to previous year's early assessment payoffs, the fund ended with an ample \$281,231 balance. The general municipal improvement fund had transfers out to other funds in the amount of \$559,298, and an ending balance of \$2,368,803. The buildings and improvements fund balance was reduced by \$1,425,334 as a direct result of the cost of constructing the new service department vehicle storage and horticulture building and several other building improvement projects on various City buildings. The income tax revenue received by the road improvements fund, along with a portion of the fund's balance, were utilized for the City's road repair program during 2015.

General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the general fund. During the course of 2015, the City amended its general fund budget several times. The final budgeted revenues were \$540,000 lower than original budgeted revenues because the City prefers to take a conservative approach in original budgeting for its revenue projections and make necessary revisions after actual revenues become known. Actual expenditures were well below both original and final appropriations due to the City's conservative approach to budgeting. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for ordinance enactment on the change. The general fund supports many of our major activities including the police department, recreation department, and most legislative and executive activities. The general fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

Capital Assets and Debt Administration

Capital Assets

Table 3
 Capital Assets at Year-End

	Governmental Activities	
	2015	2014
Land	\$7,460,576	\$7,390,576
Construction in Progress	2,152,601	4,258,082
Land Improvements	2,405,369	3,282,887
Buildings and Improvements	21,999,323	17,688,833
Machinery and Equipment	5,835,078	6,309,777
Furniture and Fixtures	205,541	179,678
Infrastructure	41,623,071	46,550,150
Total Capital Assets	\$81,681,559	\$85,659,983

Total capital assets, net of depreciation, decreased \$3,978,424 from 2014. This is due to the turning over the majority of water lines to the City of Cleveland. However, this loss was partially offset by increases in other areas. Numerous projects that had been recorded as construction in progress in prior years were completed during 2015, including the Blossom Hill storage garage, Stadium Drive service garage, Chippewa Creek sanitary sewer, and Snowville Road culvert.

The City is committed to a long-term goal of rebuilding its infrastructure and facilities. We have a five year capital plan in place providing for rebuilding major residential streets, water, sewer and storm sewer lines. The five year plan also includes adding additional facilities to complement our current structures and updating our current structures to improve their integrity and usefulness. Use of grants and loans, as well as short-term notes, enable the City to improve its capital assets, and at the same time, maintain our fund levels. See Note 10 for additional information on the City's capital assets.

Debt

As of December 31, 2015, the City of Brecksville had the following bonds, notes, and loans outstanding:

Table 4
 Outstanding Debt at Year End

	Governmental Activities	
	2015	2014
General Obligation Bonds	\$5,660,919	\$6,235,960
Special Assessment Bonds	3,336,643	3,751,884
Notes	2,006,360	2,007,371
OPWC Loans	484,350	549,685
Total	\$11,488,272	\$12,544,900

The General Obligation Bond Retirement bonds are composed of a 2015 Refunding Tree Farm Property Bond for \$2,525,000 and a Human Services Facility Refunding Bond of \$3,135,919.

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

The Special Assessment Bonds consist of Route 21 Access Road, Southpointe Parkway, Service Road Sewer and Water, Four Seasons Sewer and Water, Route 21/Hilton/Whitewood Sewer and Storm, Katherine Boulevard Improvements, and Riverview Road Sewer. Principal and interest for these bonds are paid from the collection of special assessments by the County Fiscal Officer.

During 2015, the City issued notes in the anticipation of bonds for the service center garage project. The OPWC Loans are paid semi-annually from the Ohio Public Works Fund and will be paid in full in the year 2033.

The City's overall debt decreased in 2015 as the result of the refunding of the 2005 Tree Farm Property Bond and annual pay down of outstanding bonds. The City's overall legal ten and one-half percent debt limitation (voted and unvoted) on December 31, 2015 was \$62.25 million. The aggregated outstanding debt subject to the five and one half percent limitation is \$7.43 million. The difference of \$54.82 million between the maximum issuable amount and the outstanding amount represents the aggregate principal amount of additional voted and unvoted nonexempt debt which the City may issue without exceeding the ten and one-half percent limitation. See Note 15 for additional information on the City's debt.

Current Financial Related Activities

The City of Brecksville continues to remain financially strong. Economic development agreements entered into in previous years are proving fruitful as indicated by our increasing income tax revenue. Our agreement with Metro Health Systems is well under way as their facility is anticipated to open in summer of 2016, at which time the City will realize a steady new income tax stream. Due to our increased income tax we are able to support our Fire Department without asking for additional property tax. The additional cash balances allow us to take advantage of any other economic development opportunities that may arise.

In order to help support operations and provide for capital investment, the City actively pursues grant opportunities. Annually, the City receives support for safety training, law enforcement, drug prevention, recycling promotion, homeland security, safety equipment, and tree planting. In addition, some funding for large capital projects comes in the form of grants and loans from various agencies. Having capital funds in reserve to be able to meet matching grant requirements has proven to be a winning philosophy for the City and has allowed for improvement of streets, storm drainage systems, bridges, retaining walls, water and sewer lines, and recreation facilities.

Another method used by the City to reduce costs is to cooperate with neighboring communities in the purchase of commodity items such as salt and asphalt. Research and communication with neighboring communities creates opportunities to negotiate lower pricing on electric and gas services. Cooperative agreements have been entered in to for sharing equipment, joint training, and back up services when in need. Most recently, the City has partnered with Cuyahoga County to pave several roads within the City that are the County's responsibility. Using the City Service Department to perform the paving reduced the County's costs while expediting the road construction for the City and ensuring a quality outcome.

The City has entered in to an agreement with a neighboring city to provide building inspection services for them. Brecksville collects a fee for the service and the neighboring community saves money by not having to hire their own employee. The City is also investigating opportunities to partner with neighboring communities for dispatch and jail services.

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

For many years the City has reduced its health care costs by operating a self-funded insurance program and aggressively shopping our benefits. The City continues to maintain a health care cost committee comprised of representatives from all departments to address the issue of rising health care and develop strategies to minimize increases. In 2015, the City elected to continue its participation in a group retro rating pool for workers' compensation in order to realize greater savings.

The City monitors its fund balances, particularly the general fund, to ensure that adequate balances are in place to safeguard future years. In particular, the general fund balance is compared to forty-five percent of the previous year's expenses in accordance with rating agency standards. Annual budgeting is prepared using very conservative estimates. Using this methodology has allowed the City to maintain safe fund balances and have funds available for unanticipated expenses or revenue downturns. This fiscally moderate management style has also allowed the City to continue to provide excellent services without any increase in property tax rates.

The Mayor, City Council, and the Finance Director work extremely hard at keeping our debt low. We plan our finances so that we can pay cash for many of the facility improvements and acquisitions, and continue to pay cash for all equipment and other major purchases necessary to maintain our level of services. Since 2001, the City of Brecksville has enjoyed a Moody's Investors Service bond rating of Aa1. In 2010, Moody's recalibrated their rating criteria to level the ratings between government and private ratings. The result of this recalibration is that Brecksville's bond rating was increased to Aaa. This rating places Brecksville at an elite level of government ratings.

The City has received the Government Finance Officers Award (GFOA) Certificate of Achievement for Excellence since 1990, the year of our first Comprehensive Annual Financial Report. The City has prepared a Popular Annual Financial Report (PAFR) since 2006. The financial information for this report is taken from the Comprehensive Annual Financial Report and condensed into a ten page, reader friendly financial publication. The PAFR has been submitted to the GFOA annually and has received an Award for Outstanding Achievement each year. Our commitment to our residents has always been one of full disclosure of the financial position of the City and work to make that information available to them. The City's website www.brecksville.oh.us contains the CAFR and PAFR, as well as other financial information related to revenue, expenditures, and property and income tax.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and demonstrate the City's accountability for all money it receives, spends, and invests. Please direct any questions about this report or financial information inquiries to Finance Director Virginia Price, City of Brecksville, 9069 Brecksville Road, Brecksville, Ohio 44141, email vprice@brecksville.oh.us or telephone 440-526-4351.

City of Brecksville, Ohio
Statement of Net Position
December 31, 2015

	Governmental Activities
Assets	
Equity in Pooled Cash and Cash Equivalents	\$14,007,544
Cash and Cash Equivalents in Segregated Accounts	79,172
Materials and Supplies Inventory	375,418
Accounts Receivable	70,973
Accrued Interest Receivable	7,173
Intergovernmental Receivable	1,950,834
Prepaid Items	108,535
Municipal Income Taxes Receivable	4,258,310
Property Taxes Receivable	4,396,442
Special Assessments Receivable	3,576,769
Assets Held for Resale	194,318
Nondepreciable Capital Assets	9,613,177
Depreciable Capital Assets, Net	72,068,382
<i>Total Assets</i>	<i>110,707,047</i>
Deferred Outflows of Resources	
Pension	2,195,809
Deferred Charge on Refunding	243,669
<i>Total Deferred Outflows of Resources</i>	<i>2,439,478</i>
Liabilities	
Accounts Payable	326,951
Contracts Payable	706,289
Retainage Payable	141,101
Accrued Wages	371,464
Intergovernmental Payable	335,631
Accrued Interest Payable	24,241
Claims Payable	180,837
Notes Payable	2,006,360
Vacation Benefits Payable	365,312
Long-Term Liabilities:	
Due Within One Year	1,302,539
Due In More Than One Year:	
Net Pension Liability	15,045,197
Other Amounts	9,068,066
<i>Total Liabilities</i>	<i>29,873,988</i>
Deferred Inflows of Resources	
Pension	110,628
Property Taxes	4,097,639
<i>Total Deferred Inflows of Resources</i>	<i>4,208,267</i>
Net Position	
Net Investment in Capital Assets	69,946,323
Restricted for:	
Capital Projects	900,027
Debt Service	3,973,179
Court Computerization	150,372
Fire Department	148,663
Police Department	524,703
Road Maintenance	218,201
Street Construction, Maintenance, and Repair	731,322
Other Purposes	176,243
Unrestricted	2,295,237
<i>Total Net Position</i>	<i>\$79,064,270</i>

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Activities
For the Year Ended December 31, 2015

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Operating Assessments	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities					
General Government:					
Legislative and Executive	\$6,025,851	\$359,173	\$5,988	\$0	(\$5,660,690)
Judicial System	222,456	17,080	115	0	(205,261)
Public Safety:					
Police	4,511,969	206,834	32,454	0	(4,272,681)
Fire	2,646,098	284,088	228,841	0	(2,133,169)
Public Health and Social Services	1,608,683	46,217	941	0	(1,561,525)
Street Construction, Maintenance, and Repair	3,642,128	93,240	763,645	0	(2,785,243)
Housing and Community Development	796,624	55,154	791	0	(740,679)
Basic Utility Services	2,242,264	130,548	5,771	2,194,237	88,292
Recreational Activities	2,430,087	995,080	4,940	13,500	(1,416,567)
Interest and Fiscal Charges	297,843	0	0	0	(297,843)
<i>Total Governmental Activities</i>	<u>\$24,424,003</u>	<u>\$2,187,414</u>	<u>\$1,043,486</u>	<u>\$2,207,737</u>	<u>(18,985,366)</u>

General Revenues

Property Taxes Levied for:

General Purposes	1,687,653
Fire Department	1,634,162
Road Maintenance	480,721
Police Department	144,202
Municipal Income Taxes Levied for:	
General Purposes	13,887,608
Capital Outlay	2,400,000
Grants and Entitlements not Restricted to Specific Programs	592,098
Investment Earnings	144,903
Miscellaneous	476,450

Total General Revenues 21,447,797

Special Item - Loss on Sale of Waterlines (6,199,567)

Change in Net Position (3,737,136)

Net Position Beginning of Year - Restated
(See Note 3) 82,801,406

Net Position End of Year \$79,064,270

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Balance Sheet
Governmental Funds
December 31, 2015

	General	Fire Department	Special Assessment Bond Retirement	General Municipal Improvement	Buildings and Improvements	Road Improvements
Assets						
Equity in Pooled Cash and Cash Equivalents	\$6,345,056	\$192,389	\$281,231	\$1,195,768	\$827,020	\$130,431
Cash and Cash Equivalents						
In Segregated Accounts	77,172	0	0	0	0	0
Materials and Supplies Inventory	270,892	70,038	0	0	0	0
Accounts Receivable	50,341	0	0	0	0	0
Interfund Receivable	160,000	0	0	0	0	0
Accrued Interest Receivable	7,173	0	0	0	0	0
Intergovernmental Receivable	190,010	109,921	0	1,266,926	13,500	0
Prepaid Items	105,924	250	0	0	0	0
Municipal Income Taxes Receivable	3,858,310	0	0	160,000	200,000	40,000
Property Taxes Receivable	1,879,599	1,820,696	0	0	0	0
Special Assessments Receivable	0	0	3,576,769	0	0	0
Assets Held for Resale	194,318	0	0	0	0	0
Restricted Assets:						
Equity in Pooled Cash and Cash Equivalents	18,172	0	0	0	0	0
Total Assets	\$13,156,967	\$2,193,294	\$3,858,000	\$2,622,694	\$1,040,520	\$170,431
Liabilities						
Accounts Payable	\$224,765	\$9,577	\$0	\$0	\$0	\$43,359
Contracts Payable	212,097	0	0	126,268	367,384	0
Retainage Payable	0	0	0	15,723	125,378	0
Notes Payable	0	0	0	0	2,000,000	0
Accrued Wages	267,714	82,082	0	0	0	0
Interfund Payable	0	0	0	111,431	0	48,569
Accrued Interest Payable	0	0	0	469	3,300	204
Intergovernmental Payable	275,705	46,482	0	0	0	0
Total Liabilities	980,281	138,141	0	253,891	2,496,062	92,132
Deferred Inflows of Resources						
Property Taxes	1,751,852	1,696,952	0	0	0	0
Unavailable Revenue	1,918,492	233,665	3,576,769	0	0	0
Total Deferred Inflows of Resources	3,670,344	1,930,617	3,576,769	0	0	0
Fund Balances						
Nonspendable	589,306	70,288	0	0	0	0
Restricted	0	54,248	281,231	0	0	0
Committed	142,318	0	0	2,368,803	0	78,299
Assigned	2,704,811	0	0	0	0	0
Unassigned (Deficit)	5,069,907	0	0	0	(1,455,542)	0
Total Fund Balances (Deficit)	8,506,342	124,536	281,231	2,368,803	(1,455,542)	78,299
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$13,156,967	\$2,193,294	\$3,858,000	\$2,622,694	\$1,040,520	\$170,431

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2015*

Other Governmental Funds	Total Governmental Funds
\$3,609,185	\$12,581,080
2,000	79,172
34,488	375,418
20,632	70,973
0	160,000
0	7,173
370,477	1,950,834
2,361	108,535
0	4,258,310
696,147	4,396,442
0	3,576,769
0	194,318
<u>0</u>	<u>18,172</u>
<u>\$4,735,290</u>	<u>\$27,777,196</u>
\$49,250	\$326,951
540	706,289
0	141,101
6,360	2,006,360
21,668	371,464
0	160,000
0	3,973
13,444	335,631
<u>91,262</u>	<u>4,051,769</u>
648,835	4,097,639
306,706	6,035,632
<u>955,541</u>	<u>10,133,271</u>
36,849	696,443
1,811,538	2,147,017
1,126,747	3,716,167
713,353	3,418,164
0	3,614,365
<u>3,688,487</u>	<u>13,592,156</u>
<u>\$4,735,290</u>	<u>\$27,777,196</u>

Total Governmental Fund Balances	\$13,592,156
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	81,681,559
Other long-term assets are not available to pay for current-period expenditures and therefore are unavailable revenue in the funds:	
Property Taxes	298,803
Intergovernmental	533,814
Municipal Income Taxes	1,626,246
Special Assessments	<u>3,576,769</u>
Total	6,035,632
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.	1,227,455
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(20,268)
Vacation benefits payable are not expected to be paid with expendable available financial resources and therefore are not reported in the funds.	(365,312)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(5,660,919)
Special Assessment Bonds	(3,336,643)
OPWC Loans	(484,350)
Compensated Absences	<u>(888,693)</u>
Total	(10,370,605)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in the funds:	
Deferred Outflows - Pension	2,195,809
Deferred Inflows - Pension	(110,628)
Net Pension Liability	<u>(15,045,197)</u>
Total	(12,960,016)
Deferred charges on refunding related to the issuance of long-term refunding debt will be amortized over the life of the debt on the statement of net position.	<u>243,669</u>
<i>Net Position of Governmental Activities</i>	<u>\$79,064,270</u>

City of Brecksville, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2015

	General	Fire Department	Special Assessment Bond Retirement	General Municipal Improvement	Buildings and Improvements	Road Improvements
Revenues						
Property Taxes	\$1,744,960	\$1,689,972	\$0	\$0	\$0	\$0
Municipal Income Taxes	13,217,083	0	0	960,000	1,200,000	240,000
Charges for Services	133,948	0	0	0	0	0
Licenses and Permits	313,801	0	0	0	0	0
Fines and Forfeitures	233,218	0	0	0	0	0
Intergovernmental	621,948	226,023	0	2,443,765	13,500	0
Special Assessments	0	0	424,149	29,095	0	6,278
Interest	76,633	4,452	0	12,845	11,493	2,355
Donations	15,442	0	0	0	0	0
Rentals	77,862	0	0	0	0	0
Miscellaneous	231,280	9,199	0	77,659	1,120	0
<i>Total Revenues</i>	<u>16,666,175</u>	<u>1,929,646</u>	<u>424,149</u>	<u>3,523,364</u>	<u>1,226,113</u>	<u>248,633</u>
Expenditures						
Current:						
General Government:						
Legislative and Executive	5,936,782	0	0	0	0	0
Judicial System	115,618	0	0	0	0	0
Public Safety:						
Police	4,060,983	0	0	0	0	0
Fire	12,915	2,362,971	0	0	0	0
Public Health and Social Services	949,909	0	0	0	0	0
Street Construction, Maintenance, and Repair	1,785,251	0	0	0	0	0
Housing and Community Development	801,295	0	0	0	0	0
Basic Utility Services	1,907,087	0	0	0	0	0
Recreational Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	1,907,760	2,198,879	390,827
Debt Service:						
Principal Retirement	0	0	415,000	0	0	0
Interest and Fiscal Charges	0	0	139,332	6,015	12,355	2,620
Bond Issuance Costs	0	0	0	0	0	0
<i>Total Expenditures</i>	<u>15,569,840</u>	<u>2,362,971</u>	<u>554,332</u>	<u>1,913,775</u>	<u>2,211,234</u>	<u>393,447</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,096,335</u>	<u>(433,325)</u>	<u>(130,183)</u>	<u>1,609,589</u>	<u>(985,121)</u>	<u>(144,814)</u>
Other Financing Sources (Uses)						
Refunding Bonds Issued	0	0	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0	0	0
Transfers In	0	450,000	0	0	0	0
Transfers Out	(1,250,000)	0	0	(559,298)	(440,213)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(1,250,000)</u>	<u>450,000</u>	<u>0</u>	<u>(559,298)</u>	<u>(440,213)</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(153,665)</u>	<u>16,675</u>	<u>(130,183)</u>	<u>1,050,291</u>	<u>(1,425,334)</u>	<u>(144,814)</u>
<i>Fund Balances (Deficit) Beginning of Year - Restated (See Note 3)</i>	<u>8,660,007</u>	<u>107,861</u>	<u>411,414</u>	<u>1,318,512</u>	<u>(30,208)</u>	<u>223,113</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$8,506,342</u>	<u>\$124,536</u>	<u>\$281,231</u>	<u>\$2,368,803</u>	<u>(\$1,455,542)</u>	<u>\$78,299</u>

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2015*

Other Governmental Funds	Total Governmental Funds		
\$646,573	\$4,081,505	Net Change in Fund Balances - Total Governmental Funds	(\$520,994)
0	15,617,083	<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
1,145,272	1,279,220	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 as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	
127,422	441,223	Capital Asset Additions:	
20,511	253,729	Capital Outlays	6,221,574
800,796	4,106,032	Current Year Depreciation	<u>(3,987,166)</u>
0	459,522	Total	2,234,408
23,144	130,922	Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	(6,212,830)
5,040	20,482	Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
59,250	137,112	Property Taxes	(134,767)
37,880	357,138	Intergovernmental	(283,193)
<u>2,865,888</u>	<u>26,883,968</u>	Municipal Income Taxes	670,525
		Special Assessments	<u>(383,392)</u>
		Total	(130,827)
		Repayment of long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	3,697,451
		Some 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.	
149,246	4,210,229	Accrued Interest on Bonds	5,411
0	2,375,886	Amortization of Premium on Bonds	12,046
0	949,909	Amortization of Deferred Charge on Refunding	<u>(28,724)</u>
1,428,758	3,214,009	Total	(11,267)
10,745	812,040	Proceeds of debt, such as general obligation bonds issued, are other financing sources in the governmental funds, but increase liabilities in the governmental activities.	(2,640,000)
4,027	1,911,114	Some expenses require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
1,756,475	1,756,475	Compensated Absences	(17,641)
137,006	4,634,472	Vacation Payable	<u>6,500</u>
620,335	1,035,335	Total	(11,141)
126,254	286,576	Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows.	1,482,780
35,000	35,000	Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities.	(1,538,313)
<u>4,377,247</u>	<u>27,382,846</u>	The internal service fund used by management to charge the individual funds is reported in the district-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated.	(86,401)
(1,511,359)	(498,878)	<i>Change in Net Position of Governmental Activities</i>	<u><u>(\$3,737,134)</u></u>
2,640,000	2,640,000		
(2,662,116)	(2,662,116)		
1,822,467	2,272,467		
(22,956)	(2,272,467)		
<u>1,777,395</u>	<u>(22,116)</u>		
266,036	(520,994)		
<u>3,422,451</u>	<u>14,113,150</u>		
<u><u>\$3,688,487</u></u>	<u><u>\$13,592,156</u></u>		

City of Brecksville, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$1,688,649	\$1,744,873	\$1,744,960	\$87
Municipal Income Taxes	12,914,023	13,344,000	13,467,568	123,568
Charges for Services	126,392	130,600	136,188	5,588
Licenses and Permits	250,074	258,400	313,801	55,401
Fines and Forfeitures	210,976	218,000	220,315	2,315
Intergovernmental	621,756	642,458	639,527	(2,931)
Interest	62,388	64,465	70,502	6,037
Donations	11,284	11,660	15,442	3,782
Rentals	116,133	120,000	100,663	(19,337)
Miscellaneous	198,781	206,000	222,961	16,961
<i>Total Revenues</i>	<u>16,200,456</u>	<u>16,740,456</u>	<u>16,931,927</u>	<u>191,471</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	6,946,145	7,008,245	6,177,939	830,306
Judicial System	136,629	136,629	121,492	15,137
Public Safety:				
Police	4,932,794	4,832,794	4,259,840	572,954
Fire	29,545	33,545	12,915	20,630
Public Health and Social Services	1,053,450	1,053,450	957,605	95,845
Street Construction, Maintenance, and Repair	2,035,343	2,060,843	1,850,056	210,787
Housing and Community Development	934,253	934,253	839,094	95,159
Basic Utility Services	2,294,033	2,333,033	2,184,523	148,510
<i>Total Expenditures</i>	<u>18,362,192</u>	<u>18,392,792</u>	<u>16,403,464</u>	<u>1,989,328</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,161,736)</u>	<u>(1,652,336)</u>	<u>528,463</u>	<u>2,180,799</u>
Other Financing Sources (Uses)				
Advances In	500,000	500,000	500,000	0
Transfers Out	(1,250,000)	(1,250,000)	(1,250,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(750,000)</u>	<u>(750,000)</u>	<u>(750,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(2,911,736)	(2,402,336)	(221,537)	2,180,799
<i>Fund Balance Beginning of Year</i>	5,437,443	5,437,443	5,437,443	0
Prior Year Encumbrances Appropriated	708,964	708,964	708,964	0
<i>Fund Balance End of Year</i>	<u>\$3,234,671</u>	<u>\$3,744,071</u>	<u>\$5,924,870</u>	<u>\$2,180,799</u>

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Department Fund
For the Year Ended December 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$1,655,343	\$1,690,475	\$1,689,972	(\$503)
Intergovernmental	225,773	230,565	227,078	(3,487)
Interest	3,573	3,649	4,452	803
Miscellaneous	0	0	9,665	9,665
<i>Total Revenues</i>	1,884,689	1,924,689	1,931,167	6,478
Expenditures				
Current:				
Public Safety:				
Fire	2,473,442	2,473,442	2,452,665	20,777
<i>Excess of Revenues Over (Under) Expenditures</i>	(588,753)	(548,753)	(521,498)	27,255
Other Financing Sources (Uses)				
Transfers In	450,000	450,000	450,000	0
<i>Net Change in Fund Balance</i>	(138,753)	(98,753)	(71,498)	27,255
<i>Fund Balance Beginning of Year</i>	250,334	250,334	250,334	0
Prior Year Encumbrances Appropriated	5,022	5,022	5,022	0
<i>Fund Balance End of Year</i>	<u>\$116,603</u>	<u>\$156,603</u>	<u>\$183,858</u>	<u>\$27,255</u>

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Fund Net Position
Proprietary Fund
December 31, 2015

	<u>Internal Service Fund - Insurance</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$1,408,292
Liabilities	
Claims Payable	<u>180,837</u>
Net Position	
Unrestricted	<u><u>\$1,227,455</u></u>

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
*Statement of Revenues, Expenses
and Changes in Fund Net Position
Proprietary Fund
For the Year Ended December 31, 2015*

	Internal Service Fund - Insurance
Operating Revenues	
Charges for Services	\$1,877,377
Miscellaneous	119,312
<i>Total Operating Revenues</i>	1,996,689
Operating Expenses	
Purchased Services	4,528
Claims	2,092,543
<i>Total Operating Expenses</i>	2,097,071
<i>Operating Income (Loss)</i>	(100,382)
Non-Operating Revenues	
Interest	13,981
<i>Change in Net Position</i>	(86,401)
<i>Net Position Beginning of Year</i>	1,313,856
<i>Net Position End of Year</i>	\$1,227,455

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2015

	Internal Service Fund - Insurance
<i>Increase (Decrease) In Cash and Cash Equivalents</i>	
Cash Flows from Operating Activities	
Cash Received from Customers	\$1,877,377
Cash Received from Other Operating Sources	119,312
Cash Payments to Suppliers for Goods and Services	(4,778)
Cash Payments for Claims	(1,981,179)
<i>Net Cash Provided By Operating Activities</i>	10,732
Cash Flows from Investing Activities	
Interest	13,981
<i>Net Increase In Cash and Cash Equivalents</i>	24,713
<i>Cash and Cash Equivalents Beginning of Year</i>	1,383,579
<i>Cash and Cash Equivalents End of Year</i>	\$1,408,292
 Reconciliation of Operating Income (Loss) to Net Cash Provided By Operating Activities	
<i>Operating Income (Loss)</i>	(\$100,382)
Adjustments:	
Decrease in Accounts Payable	(250)
Increase in Claims Payable	111,364
<i>Net Cash Provided By Operating Activities</i>	\$10,732

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2015

	Private Purpose Trust	
	Cemetery	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$3,092	\$835,147
Liabilities		
Undistributed Monies	0	\$41,222
Deposits Held and Due to Others	0	793,925
<i>Total Liabilities</i>	0	\$835,147
Net Position		
Held in Trust for Cemetery	92	
Endowments	3,000	
<i>Total Net Position</i>	\$3,092	

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Year Ended December 31, 2015

	Private Purpose Trust
	Cemetery
Additions	
Interest	\$30
Deductions	0
<i>Change in Net Position</i>	30
<i>Net Position Beginning of Year</i>	3,062
<i>Net Position End of Year</i>	\$3,092

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 1 – Description of the City and Reporting Entity

The City of Brecksville (the "City") was incorporated under the laws of the State of Ohio in 1921, and adopted its first charter in 1956. The Charter provides for a Mayor-Council form of government. The Mayor is elected for a four-year term and the seven Council members are elected at large for staggered terms. Four Council members are elected at each regular municipal election in November of odd numbered years. Of the four elected, the three receiving the highest number of votes serve a term of four years and the fourth serves a term of two years.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Brecksville, this includes the agencies and departments that provide the following services: police and fire protection, emergency medical, parks and recreation, planning, zoning, human services, street maintenance and repair and general administrative services. The operation of each of these activities is directly controlled by Council through the budgetary process.

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

The City participates in one insurance purchasing pool, the Ohio Municipal League rating pool, two jointly governed organizations, the Southwest Council of Governments and the Northeast Ohio Public Energy Council, and one related organization, the Brecksville Community Improvement Corporation. A jointly governed organization is managed by representatives from each of the governments that create the organization, but there is neither ongoing financial interest nor responsibility on the part of the participating governments. These organizations are discussed in Notes 17, 18, and 19 to the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

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

Basis of Presentation

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

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Government-wide Financial Statements The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid “doubling up” revenues and expenses. These statements usually distinguish between those activities of the City that are governmental and those that are considered business-type. The City, however, has no business-type activities.

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

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

Fund Accounting

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

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

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

Fire Department Fund This fund is used to account for and report monies derived from a 3.4 mill charter levy restricted to providing equipment and personnel for the fire department.

Special Assessment Bond Retirement Fund This fund is used to account for and report the collection of special assessments levied against benefited properties restricted for the payment of special assessment related costs.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

General Municipal Improvement Fund This fund accounts for and reports the .5 percent increase in City income tax committed for the acquisition, construction, and improvement of various facilities within the City.

Buildings and Improvements Fund This fund accounts for and reports City income tax committed to the acquisition, construction, and improvement of major capital facilities.

Road Improvements Fund This fund accounts for and reports income tax monies committed to the improvements of various City roads.

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

Proprietary Fund Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The City's only proprietary fund is classified as an internal service fund.

Internal Service Fund Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's only internal service fund is a health fund that accounts for prescription drug and hospital/medical claims of the City employees.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City's only trust fund is a private purpose trust which accounts for the perpetual care and maintenance of an individual family's burial plots in the City's cemetery through an endowment. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds account for donations from citizens held for and used by senior citizens for home visitations, street opening fees, and deposits pledged by contractors.

Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the City are included on the Statement of Net Position. The Statement of Activities presents increases (e.g. revenues) and decreases (e.g. expenses) in total net position.

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

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

The private purpose trust fund is reported using a flow of economic resources measurement focus.

Basis of Accounting

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

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

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied. (See Note 6) Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income tax, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), grants, fees and rentals.

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources include a deferred charge on refunding and pension reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension are explained in Note 11.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized until that time. For the City, deferred inflows of resources include

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

property taxes, pension, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2015, but which were levied to finance 2016 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes municipal income taxes, delinquent property taxes, special assessments, and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension are reported on the government-wide statement of net position (See Note 11).

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

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

Budgetary Process

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

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

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

Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Individual fund integrity is maintained through the City's records. Interest in the pool is presented as "equity in pooled cash and cash equivalents".

The City has segregated bank accounts for monies held separate from the City's central bank account. These interest-bearing depository accounts are presented as "cash and cash equivalents in segregated accounts" since they are not required to be deposited into the City treasury.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

During 2015, investments were limited to municipal bonds and government securities. Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating repurchase agreements and certificates of deposit, which are reported at cost.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue is distributed to all funds. Interest revenue credited to the general fund during 2015 amounted to \$76,633, of which \$10,384 was assigned from other funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the City are presented on the financial statements as cash equivalents.

Inventory

Inventories are presented at cost on a first-in, first-out basis and are expensed/expensed when used. Inventory consists of expendable supplies.

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2015, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

Assets Held for Resale

Assets held for resale represent assets reported in the general fund that consist of property donated to the City which will be resold.

Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments or imposed by law through constitutional provisions or enabling legislation. Restricted assets in the general fund represent money set aside for unclaimed monies.

Capital Assets

The City's only capital assets are general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair values as of the date received. The City maintains a capitalization threshold of \$5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

Description	Estimated Lives
Land	N/A
Land Improvements	5 - 50 years
Buildings and Improvements	5 - 60 years
Machinery and Equipment	3 - 50 years
Furniture and Fixtures	5 - 40 years
Infrastructure	10 - 99 years

The City's infrastructure consists of roads, sidewalks, guardrails, traffic signals, storm sewers, sanitary sewers, and water lines and includes infrastructure acquired prior to December 31, 1980.

Interfund Balances

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables." Interfund balance amounts are eliminated in the statement of net position.

Pensions

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 pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

Compensated Absences

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

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims, compensated absences, and net pension liability that will be paid from governmental funds are

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and long-term loans are recognized as a liability on the governmental fund financial statements when due.

Fund Balance

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

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

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

Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party—such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

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

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by City Council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance or by State statute. State statute authorizes the Finance Director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. City Council assigned fund balance to cover a gap between estimated revenue and appropriations for 2016’s spending.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

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

Net Position

Net position represents the difference between all other elements in the statement of net position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes included resources which will be used for unclaimed monies and tree programs.

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

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the City, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

Internal Activity

Transfers between governmental activities are eliminated on the government wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

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

Bond Premium

On the government-wide financial statements, bond premiums are deferred and amortized for the term of the bonds using the straight-line method. Bond premiums are presented as an increase of the face amount of the bonds payable. On governmental fund statements, bond premiums are received in the year the bonds are issued.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Deferred Charge on Refunding

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on the refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources on the statement of net position.

Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. During 2015, the City turned over the majority of waterlines to the City of Cleveland as part of a maintenance agreement. The loss on the sale of these capital assets has been recorded as a special item.

Estimates

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

Note 3 – Change in Accounting Principle and Restatement of Fund Balance/Net Position

Change in Accounting Principle

For 2015, the City implemented the Governmental Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions” and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date—an amendment of GASB Statement No. 68.” GASB 68 established standards for measuring and recognizing pension liabilities, deferred outflows of resources, deferred inflows of resources and expense/expenditure. The implementation of this pronouncement had the following effect on net position as reported at December 31, 2014, as disclosed below.

Restatement of Prior Year Fund Balance

During 2015, it was determined that retainage payable of \$117,537 reported in 2014 in an other governmental fund should have been reported in the buildings and improvements fund. The correction decreased the fund balance of the buildings and improvements fund as reported at December 31, 2014, from \$87,329 to (\$30,208), increased the fund balance of other governmental funds as reported at December 31, 2014 from \$3,304,914 to \$3,422,451, and had no effect on total fund balance at December 31, 2014.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Restatement of Prior Year Net Position

The implementation of GASB Statements No. 68 and No. 71 had the following effect on net position as reported at December 31, 2014:

	<u>Governmental Activities</u>
Net position December 31, 2014	\$95,705,889
Adjustments:	
Net Pension Liability	(14,379,300)
Deferred Outflow - Payments Subsequent to Measurement Date	<u>1,474,817</u>
Restated Net Position December 31, 2014	<u><u>\$82,801,406</u></u>

Other than employer contributions subsequent to the measurement date, the City made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

Note 4 – Budgetary Basis of Accounting

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, presented for the general and fire department funds, is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as restricted, committed, or assigned fund balances (GAAP).
4. Investments reported at cost (budget) rather than fair value (GAAP).
5. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

Adjustments necessary to convert the results of operations at the end of the year on the GAAP basis to the Budget basis are as follows:

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Net Change in Fund Balance
 General and Fire Department Special Revenue Funds

	General	Fire Department
GAAP Basis	(\$153,665)	\$16,675
Net Adjustment for Revenue Accruals	267,894	1,521
Beginning Fair Value Adjustment for Investments	(13,426)	0
Ending Fair Value Adjustment for Investments	11,284	0
Advances In	500,000	0
Net Adjustment for Expenditure Accruals	(223,982)	(81,163)
Encumbrances	(609,642)	(8,531)
Budget Basis	(\$221,537)	(\$71,498)

Note 5 – Deposits and Investments

The City has chosen to follow State statutes and classify monies held by the City into three categories.

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

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

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

Interim monies held by the City can be deposited or invested in the following securities:

1. United States Treasury bills, bonds notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed 25 percent of the interim monies available for investment at any one time if training requirements have been met; and
8. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Deposits

Custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned to it. Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution. In accordance with Chapter 135 of the Ohio Revised Code, any public depository receiving deposits pursuant to an award of City funds shall be required to pledge security for repayment of all public moneys. The City has no investment policy dealing with deposit custodial risk beyond the requirement in State statute that requires securities purchased pursuant to this division shall be delivered into the custody of the Finance Director or an agent designated by the Finance Director.

At year-end, the carrying amount of the City's deposits was \$9,677,895 and the bank balance was \$10,025,639. Of the uninsured bank balance, \$1,000,000 was collateralized with securities held by the pledging institution's trust department, not in the City's name.

Investments

Investments are reported at fair value. As of December 31, 2015, the City had the following investments:

Investment Type	Fair Value	Investment Maturities (in Years)	
		1-3	3-5
Federal Home Loan Mortgage Corporation Notes	\$2,752,945	\$1,502,370	\$1,250,575
Federal Farm Credit Bank Bonds	1,994,115	0	1,994,115
Municipal Bonds	500,000	0	500,000
Total Investments	\$5,247,060	\$1,502,370	\$3,744,690

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Interest Rate Risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk by requiring that the City's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding that need to sell securities on the open market prior to maturity and by investing operating funds primarily in short-term investments. The City investment policy also limits security purchases to those that mature in five years unless specifically matched to a specific cash flow.

Credit Risk is addressed by the City's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that the portfolio be diversified both by types of investment and issuer. All investments of the City carry a rating AAA by Standard & Poor's.

Note 6 – Receivables

Receivables at December 31, 2015, consisted primarily of municipal income taxes, property taxes, accounts (billings for user charged services and court fines), special assessments, interfund, and intergovernmental receivables arising from grants, entitlements and shared revenues. No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables except for special assessments and delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Special assessments expected to be collected in more than one year amount to \$3,151,769 in the special assessments bond retirement fund. At December 31, 2015, the amount of delinquent special assessments was \$106,769.

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2015 for real and public utility property taxes represents collections of 2014 taxes.

2015 real property taxes were levied after October 1, 2015, on the assessed value as of January 1, 2015, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2015 real property taxes are collected in and intended to finance 2016.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2015 public utility property taxes which became a lien December 31, 2014, are levied after October 1, 2015, and are collected in 2016 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2015, was \$8.21 per \$1,000 of assessed value. The assessed values of real property and public utility tangible property upon which 2015 property tax receipts were based are as follows:

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Category	Assessed Value
Real Estate:	
Residential/Agricultural	\$472,551,960
Other Real Estate	100,539,620
Tangible Personal Property Public Utility	19,790,100
Total Assessed Values	\$592,881,680

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2015, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2015 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

Income Tax

The City levies a municipal income tax of two percent on substantially all income earned within the City. This tax also applies to the net income of businesses operating within the City. Residents of the City are granted 87.5 percent credit for taxes paid to other municipalities.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. By City ordinance, \$2,400,000 of total income tax proceeds are credited to the following capital projects funds: \$960,000 to the general municipal improvement fund, \$1,200,000 to the buildings and improvements fund, and \$240,000 to the road improvements fund.

Intergovernmental Receivables

A summary of the intergovernmental receivables follows:

Governmental Activities:	
Storm Sewer Grants	\$665,996
Cuyahoga County Reimbursements	600,930
Homestead and Rollback	265,425
Excise Tax	168,990
Local Government	76,533
Gasoline Tax	85,533
Auto Registration	54,135
Permissive Tax	17,391
Natureworks Grant	13,500
Ohio Peace Officer Training Academy Reimbursement	2,401
Total	\$1,950,834

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 7 – Risk Management

Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2015, the City contracted with Wichert Insurance Services and Curtis Insurance Services for various types of insurance as follows:

Company	Type of Coverage	Coverage Amount
Wichert Insurance Services	Blanket Building/Contents	\$53,631,495
	Boiler and Machinery	53,631,495
	Inland Marine	1,494,752
	Crime	1,000,000
	Public Officials Liability	1,000,000
	General Liability	2,000,000
	Garage Keepers Liability	120,000
	Auto	1,000,000
	Umbrella Liability	10,000,000
	Cyber Liability	500,000
Curtis Insurance Services	Law Enforcement	1,000,000

Settled claims have not exceeded commercial coverage in any of the last three years. There were no significant reductions in coverage from the prior year.

Workers' Compensation

The City participates in the Ohio Municipal League's (OML) group retrospective rating pool (See Note 17). The intent of the OML is to achieve the benefit of a reduced premium for the participants, foster safer working environments and foster cost-effective claims management by virtue of its grouping and representation with other participants. The workers' compensation experience rating of the participating cities is calculated as one experience and a common premium rate is applied to all cities in the group. Each participant pays its workers' compensation premium to the State based on the rate for the OML group rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings of the OML. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the OML. Participation in the OML is limited to cities that can meet the OML's selection criteria. The firm of Comp Management Incorporated provides administrative, cost control and actuarial services to the OML.

Employee Insurance Benefits

The City manages employee prescriptions and health benefits on a self-insured basis. The employee health benefit plan provides basic health coverage through Medical Mutual, the third-party administrator of the program, which reviews and pays the claims. A specific excess loss coverage insurance (stop-loss) policy with Medical Mutual covers claims in excess of \$100,000 per person per year.

The claims liability of \$180,837, reported in the self-insurance fund at December 31, 2015, is estimated by the third-party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claims adjustments expenses and does not include other allocated or unallocated claim adjustment expenses.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Changes in the fund's claims liability amount for the last two years follow:

	Balance at Beginning of Year	Current Year Claims	Claims Payment	Balance at End of Year
2014	\$75,214	\$1,446,580	\$1,452,321	\$69,473
2015	69,473	2,092,543	1,981,179	180,837

Note 8 – Assets Held for Resale

Assets held for resale represents property donated to the City through a land reutilization program. During 2014, the City received one property and as of December 31, 2015 the property had not been resold.

Note 9 – Interfund Transfers and Balances

Interfund Transfers

Interfund transfers for the year ended December 31, 2015, consisted of the following:

Transfers From	Transfers To		Totals
	Fire Department	Other Governmental Funds	
General	\$450,000	\$800,000	\$1,250,000
General Municipal Improvement	0	559,298	559,298
Buildings and Improvements	0	440,213	440,213
Other Governmental Funds	0	22,956	22,956
<i>Total All Funds</i>	\$450,000	\$1,822,467	\$2,272,467

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Transfers from the general fund to the community center and fire department funds of \$800,000 and \$450,000, respectively, were to fund their operations. To provide funds for loan payments, transfers totaling \$265,336 were made to the issue II fund from the general municipal improvement fund and the road maintenance fund. The general bond retirement fund is funded for loan payment obligations from the general municipal improvements and buildings and improvements funds. In 2015, this amount was \$757,131. These transfers were in compliance with the Ohio Revised Code.

Interfund Balances

The general municipal improvement and road improvements major capital projects funds has interfund payable balances of \$111,431 and \$48,569, respectively, and the general fund has an interfund receivable balance of \$160,000 due to the issuance of a manuscript bond. The manuscript bond represents a special assessment bond that was issued on August 13, 2008, at 5.05 percent. This bond is due on December 1, 2025, and was used for construction of an access road off Route 21. The manuscript bond was issued by the City and purchased by the general fund.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 10 – Capital Assets

A summary of changes in capital assets during 2015 follows:

Governmental Activities	Balance 12/31/2014	Additions	Deductions	Balance 12/31/2015
<i>Capital Assets not being Depreciated:</i>				
Land	\$7,390,576	\$70,000	\$0	\$7,460,576
Construction in Progress	4,258,082	4,560,987	(6,666,468)	2,152,601
<i>Total Capital Assets not being Depreciated</i>	<u>11,648,658</u>	<u>4,630,987</u>	<u>(6,666,468)</u>	<u>9,613,177</u>
<i>Capital Assets being Depreciated:</i>				
Land Improvements	4,876,547	8,056	0	4,884,603
Buildings and Improvements	29,591,240	4,891,203	0	34,482,443
Machinery and Equipment	13,018,748	864,212	(141,682)	13,741,278
Furniture and Fixtures	402,065	30,355	0	432,420
Infrastructure:				
Roads	45,141,145	863,977	(1,507,388)	44,497,734
Sidewalks	3,589,949	7,134	0	3,597,083
Guardrails	481,798	43,358	0	525,156
Traffic Signals	2,314,614	0	0	2,314,614
Storm Sewers	11,031,055	770,141	0	11,801,196
Sanitary Sewers	14,667,052	778,617	0	15,445,669
Water Lines	9,469,758	0	(9,243,298)	226,460
<i>Total Capital Assets being Depreciated</i>	<u>134,583,971</u>	<u>8,257,053</u>	<u>(10,892,368)</u>	<u>131,948,656</u>
<i>Less Accumulated Depreciation:</i>				
Land Improvements	(1,593,660)	(885,574)	0	(2,479,234)
Buildings and Improvements	(11,902,407)	(580,713)	0	(12,483,120)
Machinery and Equipment	(6,708,971)	(1,325,647)	128,418	(7,906,200)
Furniture and Fixtures	(222,387)	(4,492)	0	(226,879)
Infrastructure:				
Roads	(26,101,283)	(579,962)	1,507,389	(25,173,856)
Sidewalks	(3,210,394)	(14,430)	0	(3,224,824)
Guardrails	(385,106)	(4,541)	0	(389,647)
Traffic Signals	(1,235,734)	(107,331)	0	(1,343,065)
Storm Sewers	(2,493,021)	(111,426)	0	(2,604,447)
Sanitary Sewers	(3,755,213)	(167,763)	0	(3,922,976)
Water Lines	(2,964,470)	(205,287)	3,043,731	(126,026)
<i>Total Accumulated Depreciation</i>	<u>(60,572,646)</u>	<u>(3,987,166) *</u>	<u>4,679,538</u>	<u>(59,880,274)</u>
<i>Total Capital Assets being Depreciated, Net</i>	<u>74,011,325</u>	<u>4,269,887</u>	<u>(6,212,830)</u>	<u>72,068,382</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$85,659,983</u>	<u>\$8,900,874</u>	<u>(\$12,879,298)</u>	<u>\$81,681,559</u>

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

*Depreciation expense was charged to governmental activities as follows:

General Government:	
Legislative and Executive	\$403,361
Public Safety:	
Police	316,031
Fire	257,831
Public Health Services	331,415
Street Construction, Maintenance and Repair	931,052
Housing and Community Development	62,110
Basic Utility Services	1,057,432
Recreational Activities	627,934
Total Depreciation Expense	<u>\$3,987,166</u>

Note 11 – Defined Benefit Pension Plans

Net Pension Liability

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

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

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

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

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS 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, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

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

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

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

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

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

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

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

	State and Local
2015 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
 2015 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	2.0
Total Employer	14.0 %
 Employee	 10.0 %

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$760,181 for 2015. Of this amount, \$56,412 is reported as an intergovernmental payable.

Plan Description – Ohio Police & Fire Pension Fund (OPF)

Plan Description - City full-time police and firefighters participate in Ohio Police and Fire Pension Fund (OPF), a cost-sharing, multiple-employer defined benefit pension plan administered by OPF. OPF 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. OPF issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OPF fiduciary net position. The report that may be obtained by visiting the OPF website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

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

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

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

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

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

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

	Police	Firefighters
2015 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee:		
January 1, 2015 through July 1, 2015	11.50 %	11.50 %
July 2, 2015 through December 31, 2015	12.25 %	12.25 %
 2015 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50	0.50
Total Employer	19.50 %	24.00 %
Employee:		
January 1, 2015 through July 1, 2015	11.50 %	11.50 %
July 2, 2015 through December 31, 2015	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OPF was \$722,599 for 2015. Of this amount \$38,512 is reported as an intergovernmental payable.

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, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OPF's total pension liability was measured as of December 31, 2014, and was determined by rolling forward the total pension liability as of January 1, 2014, to December 31, 2014. The City's proportion of

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportionate Share of the Net Pension Liability	\$6,297,110	\$8,748,087	\$15,045,197
Proportion of the Net Pension Liability	0.0522100%	0.1688684%	
Pension Expense	\$684,978	\$853,335	\$1,538,313

At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments	\$335,995	\$377,034	\$713,029
City contributions subsequent to the measurement date	<u>760,181</u>	<u>722,599</u>	<u>1,482,780</u>
Total Deferred Outflows of Resources	<u><u>\$1,096,176</u></u>	<u><u>\$1,099,633</u></u>	<u><u>\$2,195,809</u></u>
Deferred Inflows of Resources			
Differences between expected and actual experience	<u><u>\$110,628</u></u>	<u><u>\$0</u></u>	<u><u>\$110,628</u></u>

\$1,482,780 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. 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&F</u>	<u>Total</u>
Year Ending December 31:			
2016	\$32,955	\$94,259	\$127,214
2017	32,955	94,259	127,214
2018	75,459	94,258	169,717
2019	<u>83,998</u>	<u>94,258</u>	<u>178,256</u>
Total	<u><u>\$225,367</u></u>	<u><u>\$377,034</u></u>	<u><u>\$602,401</u></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.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation	3.75 percent
Future Salary Increases, including inflation COLA or Ad Hoc COLA	4.25 to 10.05 percent including wage inflation 3 percent, simple
Investment Rate of Return	8 percent
Actuarial Cost Method	Individual Entry Age

Mortality rates were based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

The most recent experience study was completed for the five year period ended December 31, 2010.

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

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. 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 money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 6.95 percent for 2014.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2014 and the long-term expected real rates of return:

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed Income	23.00 %	2.31 %
Domestic Equities	19.90	5.84
Real Estate	10.00	4.25
Private Equity	10.00	9.25
International Equities	19.10	7.40
Other investments	18.00	4.59
Total	<u>100.00 %</u>	<u>5.28 %</u>

Discount Rate The discount rate used to measure the total pension liability was 8 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City’s Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net pension liability calculated using the current period discount rate assumption of 8 percent, 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 (7 percent) or one-percentage-point higher (9 percent) than the current rate:

	<u>1% Decrease (7.00%)</u>	<u>Current Discount Rate (8.00%)</u>	<u>1% Increase (9.00%)</u>
City's proportionate share of the net pension liability	\$11,584,877	\$6,297,110	\$1,843,535

Actuarial Assumptions – OPF

OPF’s total pension liability as of December 31, 2014 is based on the results of an actuarial valuation date of January 1, 2014, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF’s actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2014, are presented below:

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Valuation Date	January 1, 2014
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent

Rates of death are based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

The most recent experience study was completed January 1, 2012.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OPF's target asset allocation as of December 31, 2014 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long Term Expected Real Rate of Return</u>
Cash and Cash Equivalents	- %	(0.25) %
Domestic Equity	16.00	4.47
Non-US Equity	16.00	4.47
Core Fixed Income *	20.00	1.62
Global Inflation Protected *	20.00	1.33
High Yield	15.00	3.39
Real Estate	12.00	3.93
Private Markets	8.00	6.98
Timber	5.00	4.92
Master Limited Partnerships	8.00	7.03
Total	<u>120.00 %</u>	

* levered 2x

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

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Discount Rate The total pension liability was calculated using the discount rate of 8.25 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.25 percent. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.25 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.25 percent), or one percentage point higher (9.25 percent) than the current rate.

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$12,099,928	\$8,748,087	\$5,910,097

Note 12 – Postemployment Benefits

Ohio Public Employees Retirement System

Plan Description - The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional 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 two cost-sharing, multiple-employer defined benefit postemployment health care trusts, which fund multiple health care plans including medical coverage, prescription drug coverage, deposits to a health reimbursement arrangement and Medicare Part B premium reimbursements, to qualifying benefit recipients of both the traditional pension and combined plans. Members of the member-directed plan do not qualify for ancillary benefits, including OPERS sponsored health care coverage.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. See OPERS' CAFR referenced below for additional information.

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

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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. A portion of each employer's contribution to OPERS is set aside for the funding of postemployment health care.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2015, state and local employers contributed at a rate of 14.0 percent of earnable salary. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

OPERS maintains three health care trusts. The two cost-sharing, multiple employer trusts, the 401(h) Health Care Trust and the 115 Health Care Trust, work together to provide health care funding to eligible retirees of the Traditional Pension and Combined plans. The third trust is a Voluntary Employee's Beneficiary Association (VEBA) that provides funding for a Retiree Medical Account for Member-Directed Plan members. Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 2.0 percent during calendar year 2015. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2016 remained at 2.0 percent for both plans. The 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 to the VEBA for participants in the Member-Directed Plan for 2015 was 4.5 percent.

Substantially all of the City's contribution allocated to fund postemployment health care benefits relates to the cost-sharing, multiple employer trusts. The corresponding contribution for the years ended December 31, 2015, 2014, and 2013 was \$126,697, \$131,036, and \$51,668, respectively. For 2015, 93.64 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2014 and 2013.

Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the Ohio Police and Fire Pension Fund (OPF) sponsored healthcare program, a cost-sharing, multiple-employer defined post-employment healthcare plan administered by OPF. OPF provides health care benefits including coverage for medical, prescription drug, dental, vision, Medicare Part B Premium, and long-term care to retirees, qualifying benefit recipients and their eligible dependents.

OPF provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit, or is a spouse or eligible dependent child of such person. The health care coverage provided by OPF meets the definition of an Other Post Employment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 45.

The Ohio Revised Code allows, but does not mandate, OPF to provide OPEB benefits. Authority for the OPF 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.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

OPF 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 OPF website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

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

OPF maintains funds for health care in two separate accounts. One for health care benefits under an IRS Code Section 115 trust and one for Medicare Part B reimbursements administered as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OPF Board of Trustees.

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. The portion of employer contributions allocated to health care was 0.5 percent of covered payroll from January 1, 2015 through December 31, 2015. 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 Sections 115 and 401(h).

The OPF 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 contribution to OPF for the years ended December 31, 2015, 2014, and 2013 were \$740,072, \$723,848, and \$711,116, respectively, of which \$17,473, \$17,145, and \$122,060, respectively, was allocated to the healthcare plan. For 2015, 94.64 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2014 and 2013.

Note 13 – Other Employee Benefits

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Employees earn two to six weeks of vacation per year, depending upon length of service. Vacation accumulation is limited to one year. All accumulated unused vacation time is paid upon termination of employment.

Employees earn sick leave at the rate of 6.46 hours per pay for firefighters and 4.61 hours per pay for all other employees. Sick leave accumulation is limited to 120 days for police and unlimited for all others. Upon retirement or death, an employee can be paid thirty-three percent of accumulated, unused sick leave.

Dental Insurance

The City provides dental benefits to employees through Delta Dental. The family and single premiums for 2015 were \$86.91 and \$28.80, respectively.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 14 – Contingencies

Grants

The City received financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with the terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2015.

Litigation

The City is party to various legal proceedings. City management is of the opinion that ultimate settlement of such claims not covered by insurance will not result in a material adverse effect on the City's financial position.

Note 15 – Long-Term Obligations

The original issue date, interest rate, original issuance amount and maturity date for each of the City's long-term obligations follows:

	Original Issue Date	Interest Rate	Original Issue Amount	Date of Maturity
<i>General Obligation:</i>				
Tree Farm Property	2005	3.00% to 4.75%	\$4,205,000	December 1, 2025
Various Purpose Refunding - Tree Farm	2015	2.03	2,525,000	December 1, 2025
Human Services Facility Refunding	2012	1.25 to 2.25	3,580,000	December 1, 2023
<i>Special Assessment:</i>				
Route 21 Access Road	2005	3.10 to 4.75	165,000	December 1, 2025
Various Purpose Refunding - Route 21 Access Road	2015	2.03	115,000	December 1, 2025
Southpointe Parkway	1997	3.85 to 5.35	1,190,000	December 1, 2017
Service Road Sewer and Water	2001	4.00 to 4.90	935,000	December 1, 2021
Four Seasons Sewer and Water	2001	4.00 to 4.90	1,265,000	December 1, 2021
Route 21, Hilton, Whitewood Sewer and Storm	2005	3.00 to 5.00	1,075,000	December 1, 2025
Katherine Boulevard Improvements	2012	1.25 to 2.25	1,430,000	December 1, 2022
Riverview Road Sewer	2012	1.25 to 2.75	575,000	December 1, 2032
<i>OPWC Loans:</i>				
Elm Street Improvement	1996	0.00	234,638	January 1, 2016
Fairview, Pershing, Wallings Water Main	1999	0.00	224,480	January 1, 2019
Brecksville Center and Old Town Water Main	1999	0.00	224,475	July 1, 2019
Route 21, Hilton, Whitewood Sanitary Sewer	2005	0.00	231,143	July 1, 2025
Fitzwater, Riverview, Wiese, Carriage Hill Cleaning	2006	0.00	162,934	January 1, 2027
Wiese Road Retaining Wall Improvement	2013	0.00	229,030	January 1, 2033

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

A schedule of changes in bonds and other long-term obligations of the City during 2015 follows:

	Principal Outstanding 12/31/2014	Additions	Deletions	Principal Outstanding 12/31/2015	Amounts Due in One Year
Governmental Activities:					
<i>General Obligations Bonds:</i>					
Tree Farm Property Bonds - 2005	2,695,000	0	(2,695,000)	0	0
Premium on Bonds	41,801	0	(41,801)	0	0
Various Purpose Refunding Bonds - Tree Farm	0	2,525,000	0	2,525,000	225,000
Human Services Facility Refunding Bonds - 2012	3,425,000	0	(355,000)	3,070,000	360,000
Premium on Bonds	74,159	0	(8,240)	65,919	0
<i>Total General Obligation Bonds</i>	<u>6,235,960</u>	<u>2,525,000</u>	<u>(3,100,041)</u>	<u>5,660,919</u>	<u>585,000</u>
<i>Special Assessment Bonds:</i>					
Route 21 Access Road	120,000	0	(120,000)	0	0
Premium on Bonds	1,435	0	(1,435)	0	0
Various Purpose Refunding Bonds - Route 21					
Access Road	0	115,000	0	115,000	10,000
Southpointe Parkway	255,000	0	(80,000)	175,000	85,000
Service Road Sewer and Water	375,000	0	(45,000)	330,000	45,000
Four Seasons Sewer and Water	585,000	0	(70,000)	515,000	75,000
Route 21, Hilton, Whitewood Sewer and Storm	700,000	0	(50,000)	650,000	45,000
Katherine Boulevard Improvements	1,160,000	0	(135,000)	1,025,000	140,000
Premium on Bonds	30,449	0	(3,806)	26,643	0
Riverview Road Sewer					
Serial Bond	235,000	0	(25,000)	210,000	25,000
Term Bond	290,000	0	0	290,000	0
<i>Total Special Assessment Bonds</i>	<u>3,751,884</u>	<u>115,000</u>	<u>(530,241)</u>	<u>3,336,643</u>	<u>425,000</u>
<i>OPWC Loans:</i>					
Elm Street Improvement	17,597	0	(11,732)	5,865	5,865
Fairview, Pershing, Wallings Water Main	44,896	0	(11,225)	33,671	11,225
Brecksville Center and Old Town Water Main	50,505	0	(11,222)	39,283	11,224
Route 21, Hilton, Whitewood Sanitary Sewer	121,349	0	(11,558)	109,791	11,557
Fitzwater, Riverview Wiese, Carriage Hill Cleaning	97,760	0	(8,146)	89,614	8,146
Wiese Road Retaining Wall Improvement	217,578	0	(11,452)	206,126	11,451
<i>Total OPWC Loans</i>	<u>549,685</u>	<u>0</u>	<u>(65,335)</u>	<u>484,350</u>	<u>59,468</u>
<i>Net Pension Liability:</i>					
OPERS	6,154,879	142,231	0	6,297,110	0
OPF	8,224,421	523,666	0	8,748,087	0
<i>Total Net Pension Liability</i>	<u>14,379,300</u>	<u>665,897</u>	<u>0</u>	<u>15,045,197</u>	<u>0</u>
Compensated Absences	871,052	74,969	(57,328)	888,693	233,071
<i>Total Governmental Activities</i>	<u>\$25,787,881</u>	<u>\$3,380,866</u>	<u>(\$3,752,945)</u>	<u>\$25,415,802</u>	<u>\$1,302,539</u>

All bonds are secured by the full faith and credit of the City. General obligation bonds will be paid from taxes receipted in the debt service fund. The special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

The OPWC loans will be paid with monies from the Issue II capital projects fund. The OPWC administers Issue II loans. The City pays obligations related to employee compensation from the fund benefitting from their service. Compensated absences will be paid from the general fund and the fire department and community center special revenue funds.

On March 1, 2004, the City issued \$6,000,000 in general obligation bonds for construction of the Human Services Facility and Community Center expansion. The bonds were issued for a twenty year period with final maturity at December 1, 2023. On September 20, 2013, \$3,255,000 of these bonds were refunded and re-issued at a lower interest rate with final maturity at December 1, 2023.

On October 27, 2005, the City issued \$4,205,000 in general obligation bonds for the purchase of the Cleveland Tree Farm property. The bonds were issued for a twenty year period with final maturity at December 1, 2025. These bonds were refunded in 2015.

During 2015, the City issued \$2,525,000 of various purpose refunding bonds for the purpose of retiring the 2005 tree farm property bonds and \$115,000 of various purpose refunding bonds for the purpose of retiring the 2005 Route 21 Access Road special assessment bonds. The new bonds were issued for a period of 10 years at an interest rate of 2.03 percent. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. On December 31, 2015, \$2,605,000 of the defeased bonds are still outstanding.

The City decreased its total debt service payments by \$406,916 as a result of the refunding. The City also realized an economic gain (difference between the present values of the old and new debt service payments) of \$314,225, but also incurred an accounting loss of (\$13,880) (difference between amount paid to bond escrow agent and the refunding amount). An analysis of the refunding follows:

	Tree Farm Property Bonds	Route 21 Access Road Bonds	Total Refunding
Outstanding at December 31, 2014	\$2,695,000	\$120,000	\$2,815,000
Amount Refunded	(2,495,000)	(110,000)	(2,605,000)
Principal Payment	(200,000)	(10,000)	(210,000)
Outstanding Principal at December 31, 2015	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

On September 20, 2012, the City issued \$3,580,000 in general obligation bonds for the purpose of refunding a portion of the 2004 Human Services Facility Bonds. These bonds were issued for a twelve year period with a final maturity of December 1, 2023. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. On December 31, 2015, \$2,950,000 of the defeased bonds are still outstanding.

On October 19, 2005, the City issued \$165,000 in special assessment bonds for construction of an access road off Route 21. The bonds were issued for a twenty year period with final maturity at December 1, 2025.

On October 9, 1997, the City issued \$1,190,000 in special assessment bonds for improvements to Southpointe Parkway including storm sewers, sanitary sewers, water mains and road construction. The bonds were issued for a twenty year period with final maturity at December 1, 2017.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

On September 1, 2001, the City issued \$935,000 in special assessment bonds for sanitary sewer and water main construction on Service Road. The bonds were issued for a twenty year period with final maturity at December 1, 2021.

On September 1, 2001, the City issued \$1,265,000 in special assessment bonds for sanitary sewer and water main construction in the Four Seasons of Brecksville subdivision. The bonds were issued for a twenty year period with final maturity at December 1, 2021.

On September 8, 2005, the City issued \$1,075,000 in special assessment bonds for sanitary sewer construction on Route 21 and on Hilton and Whitewood Roads. The bonds were issued for a twenty year period with final maturity at December 1, 2025. These bonds were refunded in 2015.

On September 20, 2012 the City issued \$1,430,000 in special assessment bonds for infrastructure improvements on Katherine Boulevard. The bonds were issued for a ten year period with final maturity on December 1, 2022.

On September 20, 2012 the City issued \$575,000 in special assessment bonds for sanitary sewer construction on Riverview Road. The bonds were issued for a twenty year period with final maturity on December 1, 2032.

The Riverview Road bonds are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

Year	Principal Amount to be Redeemed
2024	\$30,000
2025	30,000
2026	30,000
2027	30,000
2028	30,000
2029	35,000
2030	35,000
2031	35,000
Total	<u>\$255,000</u>

The remaining principal amount of the bonds (\$35,000) will mature at stated maturity on December 1, 2032.

The bonds maturing on or after December 1, 2022, will be subject to prior redemption, on or after December 1, 2021, by and at the option of the City, either in whole or in part on any date, and in integral multiples of \$5,000, at par, plus accrued interest to the redemption date.

The City's overall legal debt margin was \$54,819,666 at December 31, 2015. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2015, are as follows:

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

	General Obligation Bonds		OPWC Loans
	Principal	Interest	Principal
2016	\$585,000	\$118,582	\$59,468
2017	600,000	102,065	53,603
2018	620,000	91,819	53,604
2019	625,000	79,346	36,767
2020	640,000	66,772	31,156
2021-2025	2,525,000	135,628	150,002
2026-2030	0	0	65,401
2031-2033	0	0	34,349
Total	\$5,595,000	\$594,212	\$484,350

	Special Assessment Bonds			
	Serial Portion		Term Portion	
	Principal	Interest	Principal	Interest
2016	\$425,000	\$109,803	\$0	\$7,975
2017	450,000	94,273	0	7,975
2018	375,000	77,662	0	7,975
2019	385,000	64,446	0	7,975
2020	405,000	50,735	0	7,975
2021-2025	980,000	84,597	60,000	39,050
2026-2030	0	0	160,000	23,238
2031-2032	0	0	70,000	2,887
Total	\$3,020,000	\$481,516	\$290,000	\$105,050

Note 16 – Short Term Obligation

On June 16, 2015, the City issued bond anticipation notes in the amount of \$2,000,000 to retire the 2014 notes issued for the Stadium Drive Service Garage project. The 2015 notes were issued at an interest rate of .30 percent and mature on June 15, 2016. The notes were issued with a premium of \$13,900, a portion of which has been amortized during 2015, leaving an outstanding note balance of \$2,006,360 as of December 31, 2015. The 2014 notes of \$2,000,000 had an interest rate of .20 percent and were retired on June 17, 2015.

Note 17 – Insurance Purchasing Pool

The Ohio Municipal League has created a group insurance pool for purpose of creating a group rating plan for workers' compensation. The governing body is comprised of the members who have been appointed by the respective governing body of each member.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

The intent of the pool is to achieve a reduced rate for the City and the other group members. The injury claim history of all participating members is used to calculate a common rate for the group. An annual fee is paid to Comp Management Incorporated to administer the group and to manage any injury claims. Premium savings created by the group are prorated to each member entity annually based on claims experience of each member as compared to the total claims experience of the group.

Note 18 – Jointly Governed Organizations

Southwest Council of Governments

The Southwest Council of Governments (the Council) helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The Board is comprised of one member from each of the sixteen participating entities. The Board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. In 2015, the City contributed \$15,000, which represents 5.55 percent of total contributions.

The Council has established two subsidiary organizations, the Hazardous Material Response Team ("HAZ MAT") which provides hazardous material protections and assistance and the Southwest Enforcement Bureau which provides extra assistance to cities in the form of a Swat Team. The Council's financial statements may be obtained by contacting the Southwest Council of Governments, 11 Berea Commons, Berea, Ohio 44017.

Northeast Ohio Public Energy Council

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of 134 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. In 2015, the City made no contributions. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. Financial information can be obtained by contacting Ronald McVoy, the Board Chairman, at 31360 Solon Road, Suite 33, Solon, Ohio, 44139 or at the website www.nopecinfo.org.

Note 19 – Related Organization

The Brecksville Community Improvement Corporation (CIC) was formed to promote and assist in economic development with the City. City Council created the CIC during 2014 and appointed the initial CIC Board members. The CIC does not represent a potential financial benefit for or burden on the City.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 20 – Fund Balances

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

Fund Balances	General	Fire Department	Special Assessments Bond Retirement	General Municipal Improvement	Buildings and Improvements	Road Improvements	Other Governmental Funds	Total
<u>Nonspendable:</u>								
Inventory	\$270,892	\$70,038	\$0	\$0	\$0	\$0	\$34,488	\$375,418
Prepays	105,924	250	0	0	0	0	2,361	108,535
Assets Held for Resale	194,318	0	0	0	0	0	0	194,318
Unclaimed Funds	18,172	0	0	0	0	0	0	18,172
<i>Total Nonspendable</i>	<u>589,306</u>	<u>70,288</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>36,849</u>	<u>696,443</u>
<u>Restricted for:</u>								
Police Department	0	0	0	0	0	0	498,238	498,238
Fire Department	0	54,248	0	0	0	0	0	54,248
Debt Service Retirement	0	0	281,231	0	0	0	162,090	443,321
Street Maintenance	0	0	0	0	0	0	628,944	628,944
Public Utility Improvement	0	0	0	0	0	0	213,823	213,823
Court Computerization	0	0	0	0	0	0	150,372	150,372
Recycling Demo	0	0	0	0	0	0	6,334	6,334
Tree Planting	0	0	0	0	0	0	150,787	150,787
Recreation	0	0	0	0	0	0	950	950
<i>Total Restricted</i>	<u>0</u>	<u>54,248</u>	<u>281,231</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,811,538</u>	<u>2,147,017</u>
<u>Committed to:</u>								
Building and Improvements	0	0	0	2,368,803	0	0	6,358	2,375,161
Road Improvements	0	0	0	0	0	78,299	0	78,299
Police Department	0	0	0	0	0	0	9,610	9,610
Community Center	0	0	0	0	0	0	116,478	116,478
Professional Services	83,257	0	0	0	0	0	0	83,257
Refuse/Leaf Collection	59,061	0	0	0	0	0	0	59,061
Public Utility Improvement	0	0	0	0	0	0	177,920	177,920
Fire Ambulance Capital	0	0	0	0	0	0	813,435	813,435
Cemetery Memorials	0	0	0	0	0	0	2,946	2,946
<i>Total Committed</i>	<u>142,318</u>	<u>0</u>	<u>0</u>	<u>2,368,803</u>	<u>0</u>	<u>78,299</u>	<u>1,126,747</u>	<u>3,716,167</u>
<u>Assigned to:</u>								
Capital Improvements	0	0	0	0	0	0	713,353	713,353
Purchases on Order	30,462	0	0	0	0	0	0	30,462
2016 Appropriations	2,674,349	0	0	0	0	0	0	2,674,349
<i>Total Assigned</i>	<u>2,704,811</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>713,353</u>	<u>3,418,164</u>
Unassigned (Deficit)	<u>5,069,907</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,455,542)</u>	<u>0</u>	<u>0</u>	<u>3,614,365</u>
Total Fund Balances (Deficit)	<u>\$8,506,342</u>	<u>\$124,536</u>	<u>\$281,231</u>	<u>\$2,368,803</u>	<u>(\$1,455,542)</u>	<u>\$78,299</u>	<u>\$3,688,487</u>	<u>\$13,592,156</u>

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 21 – Significant Commitments

Contractual Commitments

At December 31, 2015, the City’s significant contractual commitments consisted of:

Project	Contract Amount	Amount Paid	Remaining on Contract
Professional Services	\$223,233	\$83,145	\$140,088
IT Equipment	4,549	0	4,549
Economic Development	82,530	0	82,530
Service Equipment	264,325	0	264,325
Fire Equipment	14,995	13,327	1,668
Recreation Equipment	4,045	0	4,045
Building Improvements	608,014	15,447	592,567
Storm Sewers	1,176,898	296,499	880,399
Sanitary Sewers	508,499	246,937	261,562
New Buildings	971,844	342,650	629,194
Totals	<u>\$3,858,932</u>	<u>\$998,005</u>	<u>\$2,860,927</u>

The amounts remaining on these contracts were encumbered at year end.

Encumbrances

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

General	\$609,642
Fire Department	8,531
General Municipal Improvement	1,141,961
Buildings and Improvements	735,968
Other Governmental Funds	553,255
Total	<u>\$3,049,357</u>

Note 22 – Donor Restricted Endowments

The City’s private purpose trust fund includes donor restricted endowments. Endowments, in the amount of \$3,000, represent the principal portion. The amount of interest on donor restricted investments that is available for expenditures by the City is \$92 and is included as held in trust for cemetery. State law permits the City to appropriate, for purposes consistent with the endowment’s intent, net appreciation, realized and unrealized, unless the endowment terms specify otherwise. The endowments indicate that the interest should be used for the decoration of specifically named graves.

City of Brecksville, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 23 – Accountability

As of December 31, 2015, the buildings and improvements fund had a deficit fund balance of \$1,455,542. The deficit is the result of the issuance of short-term bond anticipation notes which are used to finance a project until bonds are issued. Once the notes are retired or bonds are issued, this deficit will be eliminated.

Note 24 – Subsequent Event

On March 16, 2016, the City sold property donated to the City through a land reutilization program in 2014. The City received \$259,396 as proceeds of the sale of this asset held for resale.

City of Brecksville, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Ohio Public Employees Retirement System - Traditional Plan
Last Two Years (1)

	2014	2013
City's Proportion of the Net Pension Liability	0.052210%	0.052210%
City's Proportionate Share of the Net Pension Liability	\$6,297,110	\$6,154,879
City's Covered-Employee Payroll	\$6,400,950	\$6,342,796
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	98.38%	97.04%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.45%	86.36%

(1) Information prior to 2013 is not available.

Amounts presented as of the City's measurement date which is the prior year end.

City of Brecksville, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Ohio Police and Fire Pension Fund
Last Two Years (1)

	2014	2013
City's Proportion of the Net Pension Liability	0.16886840%	0.16886840%
City's Proportionate Share of the Net Pension Liability	\$8,748,087	\$8,224,421
City's Covered-Employee Payroll	\$3,429,025	\$3,374,994
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	255.12%	243.69%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.20%	73.00%

(1) Information prior to 2013 is not available.

Amounts presented as of the City's measurement date which is the prior year end.

City of Brecksville, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Public Employees Retirement System - Traditional Plan
Last Three Years (1)

	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contribution	\$760,181	\$768,114	\$824,563
Contributions in Relation to the Contractually Required Contribution	<u>(760,181)</u>	<u>(768,114)</u>	<u>(824,563)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered-Employee Payroll	\$6,334,843	\$6,400,950	\$6,342,796
Contributions as a Percentage of Covered-Employee Payroll	12.00%	12.00%	13.00%

(1) Information prior to 2013 is not available.

City of Brecksville, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Police and Fire Pension Fund
Last Ten Years

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually Required Contribution	\$722,599	\$706,703	\$589,056	\$485,500
Contributions in Relation to the Contractually Required Contribution	<u>(722,599)</u>	<u>(706,703)</u>	<u>(589,056)</u>	<u>(485,500)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered-Employee Payroll	\$3,494,644	\$3,429,025	\$3,374,994	\$3,380,216
Contributions as a Percentage of Covered-Employee Payroll	20.68%	20.61%	17.45%	14.36%

<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
\$463,725	\$488,638	\$492,677	\$496,059	\$479,077	\$426,025
<u>(463,725)</u>	<u>(488,638)</u>	<u>(492,677)</u>	<u>(496,059)</u>	<u>(479,077)</u>	<u>(426,025)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$3,217,478	\$3,414,468	\$3,445,306	\$3,463,189	\$3,346,649	\$3,198,463
14.41%	14.31%	14.30%	14.32%	14.32%	13.32%



K-9 Officer Peto with his handler



Brecksville Color Guard - Memorial Day 2012



Above: Police Caravan in route to the store for Shop with a Cop

Left: Brecksville Police Chief, Clerk of Courts, and DARE Officer with Santa and children from the Shop with a Cop program



Beards in Blue, raising money for the Shop with a Cop Program

This page intentionally left blank.

Combining and Individual Fund Statements and Schedules

Combining Statements - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

To account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects.

Motor Vehicle License Tax Fund - This fund accounts for and reports the City's share of additional motor vehicle registration fees. Expenditures are restricted by State law for the maintenance and repair of streets and bridges within the City.

Street Repair and Maintenance Fund - This fund accounts for and reports 92.5 percent of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of streets within the City.

State Highway Fund - This fund accounts for and reports 7.5 percent of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of State highways within the City.

Community Center Fund - This fund accounts for and reports membership fees, program fees, and general fund subsidies committed to the operations of the Community Center.

Road Maintenance Fund - This fund accounts for and reports revenues received from the 1 mill Charter Levy. These monies are restricted for the maintenance, repair, reconstruction and improvement of roads within the City.

Federal Equitable Sharing Fund - This fund accounts and reports federal forfeiture monies returned to the City restricted for certain law enforcement purposes.

Indigent Drivers Fund - This fund accounts for and reports \$25 of any fine imposed for a violation of a municipal ordinance relating to operating a vehicle while under the influence of alcohol and/or drugs. These monies are restricted for the rehabilitation and treatment of indigent individuals.

Indigent Drivers Interlock Fund - This fund accounts for and reports funds distributed by the State Department of Public Safety pursuant to ORC 4511.19(G). These monies are restricted for the purchase of immobilizing or disabling devices to be used by an offender who is ordered to use the device and is determined not to have the means to pay for the use of such device.

Enforcement and Education Fund - This fund accounts for and reports fines restricted to educating the public about the dangers of and enforcing the laws against operating a motor vehicle while under the influence of alcohol and to reinforce the "Say No to Drugs" message.

Court Computerization Fund - This fund accounts for and reports court fees and fines restricted for the purchase and maintenance of computers for the Mayor's court.

Natureworks Grants Fund - This fund accounts for and reports grant monies and investment interest restricted for the purpose of adding a recreational facility to the Blossom Complex.

Recycling Demo Fund - This fund accounts for and reports grant monies received from the Ohio Department of Natural Resources plus City matching funds. Expenditures are restricted by the rules set by the Ohio Department of Natural Resources Litter Prevention and Recycling Grant agreement.

(continued)

Combining Statements - Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Tree Planting Grants Fund - This fund accounts for and reports monies received from residents, plus City matching funds which are restricted to the planting of trees within the City.

Law Enforcement Fund - This fund accounts for and reports restricted monies received from the sale or disposition of seized contraband.

Law Enforcement Mandatory Drug Fund - This fund accounts for and reports monies received from drug fines and forfeited bonds restricted for drug investigations.

Vehicle Immobilization Fund - This fund accounts for and reports restricted revenues and expenditures pursuant to changes in Ohio Law relative to operating a motor vehicle while intoxicated or driving under suspension of license. The Bureau of Motor Vehicles pays the City \$100 for immobilization costs incurred.

Police Pension Fund - This fund accounts for and reports amounts paid for police department employees, which are restricted to the State administered disability and pension fund.

Memorial Fund - This fund accounts for and reports donations committed to memorials for deceased community members.

Peace Officer Training Fund - This fund accounts for and reports the collection and disbursement of certain grant funds received from the State of Ohio restricted to certain law enforcement trainings.

Nonmajor Debt Service Fund

Debt service funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest.

General Obligation Bond Retirement Fund - This fund accounts for and reports transfers in and tax levies that are restricted for the repayment of general obligation debt.

Nonmajor Capital Projects Funds

Capital projects funds are used to account and report financial resources that are restricted, committed or assigned to expenditure for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary funds or for assets that will be held in trust.

Issue II Fund - This fund accounts for and reports grant monies received from the Ohio Public Works Commission plus City matching funds. Expenditures are restricted to specific projects within the City.

Recreation Expansion Fund - This fund accounts for and reports 25 percent of building permit revenues assigned for the purchase of equipment and for capital improvements for recreation.

(continued)

Combining Statements - Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds (continued)

Police Station Building Fund - This fund accounts for and reports monies assigned for the financing, construction, and related costs of improvements to the police station building.

Public Utility Improvement Fund - This fund accounts for and reports sanitary sewer tap-in-fees and fees for converting from septic tank to sanitary sewer assigned to costs to repair, construct, and reline any public utility line within the City.

Fire Ambulance Capital Fund - This fund accounts for and reports portions of charges for services for ambulance operations provided by the fire department. Expenditures from this fund are committed to the acquisition of fire department equipment.

City of Brecksville, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,532,740	\$168,450	\$1,907,995	\$3,609,185
Cash and Cash Equivalents In Segregated Accounts	2,000	0	0	2,000
Materials and Supplies Inventory	34,488	0	0	34,488
Accounts Receivable	956	0	19,676	20,632
Intergovernmental Receivable	370,477	0	0	370,477
Prepaid Items	2,361	0	0	2,361
Property Taxes Receivable	696,147	0	0	696,147
<i>Total Assets</i>	<u>\$2,639,169</u>	<u>\$168,450</u>	<u>\$1,927,671</u>	<u>\$4,735,290</u>
Liabilities				
Accounts Payable	\$46,468	\$0	\$2,782	\$49,250
Contracts Payable	540	0	0	540
Notes Payable	0	6,360	0	6,360
Accrued Wages	21,668	0	0	21,668
Intergovernmental Payable	13,444	0	0	13,444
<i>Total Liabilities</i>	<u>82,120</u>	<u>6,360</u>	<u>2,782</u>	<u>91,262</u>
Deferred Inflows of Resources				
Property Taxes	648,835	0	0	648,835
Unavailable Revenue	306,706	0	0	306,706
<i>Total Deferred Inflows of Resources</i>	<u>955,541</u>	<u>0</u>	<u>0</u>	<u>955,541</u>
Fund Balances				
Nonspendable	36,849	0	0	36,849
Restricted	1,435,625	162,090	213,823	1,811,538
Committed	129,034	0	997,713	1,126,747
Assigned	0	0	713,353	713,353
<i>Total Fund Balances</i>	<u>1,601,508</u>	<u>162,090</u>	<u>1,924,889</u>	<u>3,688,487</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$2,639,169</u>	<u>\$168,450</u>	<u>\$1,927,671</u>	<u>\$4,735,290</u>

City of Brecksville, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$646,264	\$309	\$0	\$646,573
Charges for Services	861,813	0	283,459	1,145,272
Licenses and Permits	16,225	0	111,197	127,422
Fines and Forfeitures	20,511	0	0	20,511
Intergovernmental	800,796	0	0	800,796
Interest	13,862	0	9,282	23,144
Donations	5,040	0	0	5,040
Rentals	59,250	0	0	59,250
Miscellaneous	37,880	0	0	37,880
<i>Total Revenues</i>	<u>2,461,641</u>	<u>309</u>	<u>403,938</u>	<u>2,865,888</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	4,238	0	0	4,238
Judicial System	105,163	0	0	105,163
Public Safety:				
Police	149,246	0	0	149,246
Street Construction, Maintenance, and Repair	1,428,758	0	0	1,428,758
Housing and Community Development	10,745	0	0	10,745
Basic Utility Services	4,027	0	0	4,027
Recreational Activities	1,756,475	0	0	1,756,475
Capital Outlay	0	0	137,006	137,006
Debt Service:				
Principal Retirement	0	555,000	65,335	620,335
Interest and Fiscal Charges	0	126,254	0	126,254
Bond Issuance Costs	0	35,000	0	35,000
<i>Total Expenditures</i>	<u>3,458,652</u>	<u>716,254</u>	<u>202,341</u>	<u>4,377,247</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(997,011)</u>	<u>(715,945)</u>	<u>201,597</u>	<u>(1,511,359)</u>
Other Financing Sources (Uses)				
Refunding Bonds Issued	0	2,640,000	0	2,640,000
Payment to Refunded Bond Escrow Agent	0	(2,662,116)	0	(2,662,116)
Transfers In	800,000	757,131	265,336	1,822,467
Transfers Out	(22,956)	0	0	(22,956)
<i>Total Other Financing Sources (Uses)</i>	<u>777,044</u>	<u>735,015</u>	<u>265,336</u>	<u>1,777,395</u>
<i>Net Change in Fund Balances</i>	<u>(219,967)</u>	<u>19,070</u>	<u>466,933</u>	<u>266,036</u>
<i>Fund Balances Beginning of Year</i>	<u>1,821,475</u>	<u>143,020</u>	<u>1,457,956</u>	<u>3,422,451</u>
<i>Fund Balances End of Year</i>	<u><u>\$1,601,508</u></u>	<u><u>\$162,090</u></u>	<u><u>\$1,924,889</u></u>	<u><u>\$3,688,487</u></u>

City of Brecksville, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2015

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center	Road Maintenance	Federal Equitable Sharing
Assets						
Equity in Pooled Cash and Cash Equivalents	\$46,645	\$279,492	\$44,648	\$194,997	\$150,016	\$17,734
Cash and Cash Equivalents						
In Segregated Accounts	0	0	0	2,000	0	0
Materials and Supplies Inventory	0	34,488	0	0	0	0
Accounts Receivable	0	0	0	956	0	0
Intergovernmental Receivable	17,391	285,507	23,151	0	32,330	0
Prepaid Items	0	0	0	2,361	0	0
Property Taxes Receivable	0	0	0	0	535,498	0
<i>Total Assets</i>	<u>\$64,036</u>	<u>\$599,487</u>	<u>\$67,799</u>	<u>\$200,314</u>	<u>\$717,844</u>	<u>\$17,734</u>
Liabilities						
Accounts Payable	\$0	\$0	\$0	\$46,424	\$0	\$0
Contracts Payable	0	0	0	0	540	0
Accrued Wages	0	0	0	21,628	0	0
Intergovernmental Payable	0	0	0	13,423	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>81,475</u>	<u>540</u>	<u>0</u>
Deferred Inflows of Resources						
Property Taxes	0	0	0	0	499,103	0
Unavailable Revenue	11,594	190,338	15,434	0	68,725	0
<i>Total Deferred Inflows of Resources</i>	<u>11,594</u>	<u>190,338</u>	<u>15,434</u>	<u>0</u>	<u>567,828</u>	<u>0</u>
Fund Balances						
Nonspendable	0	34,488	0	2,361	0	0
Restricted	52,442	374,661	52,365	0	149,476	17,734
Committed	0	0	0	116,478	0	0
<i>Total Fund Balances</i>	<u>52,442</u>	<u>409,149</u>	<u>52,365</u>	<u>118,839</u>	<u>149,476</u>	<u>17,734</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$64,036</u>	<u>\$599,487</u>	<u>\$67,799</u>	<u>\$200,314</u>	<u>\$717,844</u>	<u>\$17,734</u>

(continued)

City of Brecksville, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2015

	Indigent Drivers	Indigent Drivers Interlock	Enforcement and Education	Court Computerization	Natureworks Grants	Recycling Demo
Assets						
Equity in Pooled Cash and Cash Equivalents	\$22,506	\$5,580	\$33,781	\$150,372	\$950	\$6,334
Cash and Cash Equivalents						
In Segregated Accounts	0	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0	0
Accounts Receivable	0	0	0	0	0	0
Intergovernmental Receivable	0	0	0	0	0	0
Prepaid Items	0	0	0	0	0	0
Property Taxes Receivable	0	0	0	0	0	0
<i>Total Assets</i>	<u>\$22,506</u>	<u>\$5,580</u>	<u>\$33,781</u>	<u>\$150,372</u>	<u>\$950</u>	<u>\$6,334</u>
Liabilities						
Accounts Payable	\$0	\$0	\$44	\$0	\$0	\$0
Contracts Payable	0	0	0	0	0	0
Accrued Wages	0	0	40	0	0	0
Intergovernmental Payable	0	0	21	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>105</u>	<u>0</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources						
Property Taxes	0	0	0	0	0	0
Unavailable Revenue	0	0	0	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances						
Nonspendable	0	0	0	0	0	0
Restricted	22,506	5,580	24,066	150,372	950	6,334
Committed	0	0	9,610	0	0	0
<i>Total Fund Balances</i>	<u>22,506</u>	<u>5,580</u>	<u>33,676</u>	<u>150,372</u>	<u>950</u>	<u>6,334</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$22,506</u>	<u>\$5,580</u>	<u>\$33,781</u>	<u>\$150,372</u>	<u>\$950</u>	<u>\$6,334</u>

Tree Planting Grants	Law Enforcement	Law Enforcement Mandatory Drug	Vehicle Immobilization	Police Pension	Memorial	Peace Officer Training	Total Nonmajor Special Revenue Funds
\$150,787	\$105,526	\$40,646	\$60,016	\$217,364	\$2,946	\$2,400	\$1,532,740
0	0	0	0	0	0	0	2,000
0	0	0	0	0	0	0	34,488
0	0	0	0	0	0	0	956
0	0	0	0	9,698	0	2,400	370,477
0	0	0	0	0	0	0	2,361
0	0	0	0	160,649	0	0	696,147
<u>\$150,787</u>	<u>\$105,526</u>	<u>\$40,646</u>	<u>\$60,016</u>	<u>\$387,711</u>	<u>\$2,946</u>	<u>\$4,800</u>	<u>\$2,639,169</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$46,468
0	0	0	0	0	0	0	540
0	0	0	0	0	0	0	21,668
0	0	0	0	0	0	0	13,444
0	0	0	0	0	0	0	82,120
0	0	0	0	149,732	0	0	648,835
0	0	0	0	20,615	0	0	306,706
0	0	0	0	170,347	0	0	955,541
0	0	0	0	0	0	0	36,849
150,787	105,526	40,646	60,016	217,364	0	4,800	1,435,625
0	0	0	0	0	2,946	0	129,034
<u>150,787</u>	<u>105,526</u>	<u>40,646</u>	<u>60,016</u>	<u>217,364</u>	<u>2,946</u>	<u>4,800</u>	<u>1,601,508</u>
<u>\$150,787</u>	<u>\$105,526</u>	<u>\$40,646</u>	<u>\$60,016</u>	<u>\$387,711</u>	<u>\$2,946</u>	<u>\$4,800</u>	<u>\$2,639,169</u>

City of Brecksville, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	861,813
Licenses and Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Intergovernmental	36,758	612,387	49,654	0
Interest	691	2,260	311	3,025
Donations	0	0	0	4,940
Rentals	0	0	0	59,250
Miscellaneous	0	34,733	0	3,147
<i>Total Revenues</i>	<u>37,449</u>	<u>649,380</u>	<u>49,965</u>	<u>932,175</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	0	0	0	0
Judicial System	0	0	0	0
Public Safety:				
Police	0	0	0	0
Street Construction, Maintenance, and Repair	70,000	728,434	71,843	0
Housing and Community Development	0	0	0	0
Basic Utility Services	0	0	0	0
Recreational Activities	0	0	0	1,756,475
<i>Total Expenditures</i>	<u>70,000</u>	<u>728,434</u>	<u>71,843</u>	<u>1,756,475</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(32,551)</u>	<u>(79,054)</u>	<u>(21,878)</u>	<u>(824,300)</u>
Other Financing Sources (Uses)				
Transfers In	0	0	0	800,000
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>800,000</u>
<i>Net Change in Fund Balances</i>	<u>(32,551)</u>	<u>(79,054)</u>	<u>(21,878)</u>	<u>(24,300)</u>
<i>Fund Balances Beginning of Year</i>	<u>84,993</u>	<u>488,203</u>	<u>74,243</u>	<u>143,139</u>
<i>Fund Balances End of Year</i>	<u><u>\$52,442</u></u>	<u><u>\$409,149</u></u>	<u><u>\$52,365</u></u>	<u><u>\$118,839</u></u>

Road Maintenance	Federal Equitable Sharing	Indigent Drivers	Indigent Drivers Interlock	Enforcement and Education	Court Computerization
\$497,136	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	475	0	833	11,418
69,943	0	0	0	2,400	0
2,686	171	215	54	330	2,074
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>569,765</u>	<u>171</u>	<u>690</u>	<u>54</u>	<u>3,563</u>	<u>13,492</u>
0	0	0	0	0	0
0	0	0	0	0	105,163
0	0	17	0	5,765	0
558,481	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>558,481</u>	<u>0</u>	<u>17</u>	<u>0</u>	<u>5,765</u>	<u>105,163</u>
<u>11,284</u>	<u>171</u>	<u>673</u>	<u>54</u>	<u>(2,202)</u>	<u>(91,671)</u>
0	0	0	0	0	0
<u>(22,956)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(22,956)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(11,672)	171	673	54	(2,202)	(91,671)
<u>161,148</u>	<u>17,563</u>	<u>21,833</u>	<u>5,526</u>	<u>35,878</u>	<u>242,043</u>
<u>\$149,476</u>	<u>\$17,734</u>	<u>\$22,506</u>	<u>\$5,580</u>	<u>\$33,676</u>	<u>\$150,372</u>

(continued)

City of Brecksville, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2015

	Natureworks Grants	Recycling Demo	Tree Planting Grants	Law Enforcement
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0
Licenses and Permits	0	0	16,225	0
Fines and Forfeitures	0	0	0	6,595
Intergovernmental	0	3,871	0	0
Interest	0	55	0	1,023
Donations	0	0	0	0
Rentals	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>0</u>	<u>3,926</u>	<u>16,225</u>	<u>7,618</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	0	0	0	0
Judicial System	0	0	0	0
Public Safety:				
Police	0	0	0	3,342
Street Construction, Maintenance, and Repair	0	0	0	0
Housing and Community Development	0	0	10,745	0
Basic Utility Services	0	4,027	0	0
Recreational Activities	0	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>4,027</u>	<u>10,745</u>	<u>3,342</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>(101)</u>	<u>5,480</u>	<u>4,276</u>
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	0	(101)	5,480	4,276
<i>Fund Balances Beginning of Year</i>	<u>950</u>	<u>6,435</u>	<u>145,307</u>	<u>101,250</u>
<i>Fund Balances End of Year</i>	<u>\$950</u>	<u>\$6,334</u>	<u>\$150,787</u>	<u>\$105,526</u>

Law Enforcement Mandatory Drug	Vehicle Immobilization	Police Pension	Memorial	Peace Officer Training	Total Nonmajor Special Revenue Funds
\$0	\$0	\$149,128	\$0	\$0	\$646,264
0	0	0	0	0	861,813
0	0	0	0	0	16,225
0	1,190	0	0	0	20,511
0	0	20,983	0	4,800	800,796
392	575	0	0	0	13,862
0	0	0	100	0	5,040
0	0	0	0	0	59,250
0	0	0	0	0	37,880
<u>392</u>	<u>1,765</u>	<u>170,111</u>	<u>100</u>	<u>4,800</u>	<u>2,461,641</u>
0	0	0	4,238	0	4,238
0	0	0	0	0	105,163
0	0	140,122	0	0	149,246
0	0	0	0	0	1,428,758
0	0	0	0	0	10,745
0	0	0	0	0	4,027
0	0	0	0	0	1,756,475
<u>0</u>	<u>0</u>	<u>140,122</u>	<u>4,238</u>	<u>0</u>	<u>3,458,652</u>
<u>392</u>	<u>1,765</u>	<u>29,989</u>	<u>(4,138)</u>	<u>4,800</u>	<u>(997,011)</u>
0	0	0	0	0	800,000
0	0	0	0	0	(22,956)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>777,044</u>
392	1,765	29,989	(4,138)	4,800	(219,967)
<u>40,254</u>	<u>58,251</u>	<u>187,375</u>	<u>7,084</u>	<u>0</u>	<u>1,821,475</u>
<u>\$40,646</u>	<u>\$60,016</u>	<u>\$217,364</u>	<u>\$2,946</u>	<u>\$4,800</u>	<u>\$1,601,508</u>

City of Brecksville, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2015

	Issue II	Recreation Expansion	Police Station Building
Assets			
Equity in Pooled Cash and Cash Equivalents	\$213,823	\$74,165	\$511,858
Accounts Receivable	0	0	0
<i>Total Assets</i>	<u>\$213,823</u>	<u>\$74,165</u>	<u>\$511,858</u>
Liabilities			
Accounts Payable	\$0	\$0	\$0
Fund Balances			
Restricted	213,823	0	0
Committed	0	6,358	0
Assigned	0	67,807	511,858
<i>Total Fund Balances</i>	<u>213,823</u>	<u>74,165</u>	<u>511,858</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$213,823</u>	<u>\$74,165</u>	<u>\$511,858</u>

<u>Public Utility Improvement</u>	<u>Fire Ambulance Capital</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$311,608	\$796,541	\$1,907,995
0	19,676	19,676
<u>\$311,608</u>	<u>\$816,217</u>	<u>\$1,927,671</u>
\$0	\$2,782	\$2,782
0	0	213,823
177,920	813,435	997,713
133,688	0	713,353
<u>311,608</u>	<u>813,435</u>	<u>1,924,889</u>
<u>\$311,608</u>	<u>\$816,217</u>	<u>\$1,927,671</u>

City of Brecksville, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2015

	Issue II	Recreation Expansion	Police Station Building
Revenues			
Charges for Services	\$0	\$0	\$0
Licenses and Permits	0	74,017	0
Interest	1,105	662	0
<i>Total Revenues</i>	<u>1,105</u>	<u>74,679</u>	<u>0</u>
Expenditures			
Capital Outlay	0	48,722	0
Debt Service:			
Principal Retirement	65,335	0	0
<i>Total Expenditures</i>	<u>65,335</u>	<u>48,722</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(64,230)	25,957	0
Other Financing Sources (Uses)			
Transfers In	265,336	0	0
<i>Net Change in Fund Balances</i>	201,106	25,957	0
<i>Fund Balances Beginning of Year</i>	<u>12,717</u>	<u>48,208</u>	<u>511,858</u>
<i>Fund Balances End of Year</i>	<u><u>\$213,823</u></u>	<u><u>\$74,165</u></u>	<u><u>\$511,858</u></u>

Public Utility Improvement	Fire Ambulance Capital	Total Nonmajor Capital Projects Funds
\$0	\$283,459	\$283,459
37,180	0	111,197
673	6,842	9,282
37,853	290,301	403,938
20,521	67,763	137,006
0	0	65,335
20,521	67,763	202,341
17,332	222,538	201,597
0	0	265,336
17,332	222,538	466,933
294,276	590,897	1,457,956
\$311,608	\$813,435	\$1,924,889

Combining Statements - Fiduciary Funds

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City's only trust fund is the cemetery private purpose trust. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

Private Purpose Trust Fund

Cemetery Endowment Fund - This fund received a \$3,000 endowment with the interest to be used for the perpetual care and maintenance of certain burial plots.

Agency Funds

Senior Citizens' Programs Fund - This fund accounts for donations to the City's senior citizens. The senior citizens use the money for home visitations. The City's role is limited to that of custodian of funds.

Street Openings Fund - This fund accounts for deposits held by the City for construction of new street openings. These monies are returned when the work is completed.

Deposits and Fees Fund - This fund accounts for deposits from various contractors, developers or individuals to insure compliance with City Ordinances. These monies are returned when the work is completed.

Contractors Deposit Fund - This fund accounts for deposits from various contractors, developers or individuals to insure compliance with City Ordinances. These monies are returned when the work is completed.

City of Brecksville, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2015

	Beginning Balance 12/31/14	Additions	Deductions	Ending Balance 12/31/15
Senior Citizens' Programs				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$44,097	\$14,197	\$17,072	\$41,222
Liabilities				
Undistributed Monies	\$44,097	\$14,197	\$17,072	\$41,222
Street Openings				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$258,200	\$46,400	\$9,869	\$294,731
Liabilities				
Deposits Held and Due to Others	\$258,200	\$46,400	\$9,869	\$294,731
Deposits and Fees				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$532,517	\$385,241	\$428,564	\$489,194
Liabilities				
Deposits Held and Due to Others	\$532,517	\$385,241	\$428,564	\$489,194
Contractors Deposit				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$822,780	\$0	\$812,780	\$10,000
Liabilities				
Deposits Held and Due to Others	\$822,780	\$0	\$812,780	\$10,000
Total - All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,657,594	\$445,838	\$1,268,285	\$835,147
Liabilities				
Undistributed Monies	\$44,097	\$14,197	\$17,072	\$41,222
Deposits Held and Due to Others	1,613,497	431,641	1,251,213	793,925
<i>Total Liabilities</i>	\$1,657,594	\$445,838	\$1,268,285	\$835,147

**Individual Fund Schedules of Revenues, Expenditures/Expenses
and Changes in Fund Balance/Fund Equity - Budget (Non-GAAP Basis) and Actual**

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$1,688,649	\$1,744,873	\$1,744,960	\$87
Municipal Income Taxes	12,914,023	13,344,000	13,467,568	123,568
Charges for Services	126,392	130,600	136,188	5,588
Licenses and Permits	250,074	258,400	313,801	55,401
Fines and Forfeitures	210,976	218,000	220,315	2,315
Intergovernmental	621,756	642,458	639,527	(2,931)
Interest	62,388	64,465	70,502	6,037
Donations	11,284	11,660	15,442	3,782
Rentals	116,133	120,000	100,663	(19,337)
Miscellaneous	198,781	206,000	222,961	16,961
<i>Total Revenues</i>	<u>16,200,456</u>	<u>16,740,456</u>	<u>16,931,927</u>	<u>191,471</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive:				
Mayor:				
Salaries and Wages	183,424	180,397	179,389	1,008
Fringe Benefits	64,426	67,453	67,453	0
Materials and Supplies	3,937	3,937	582	3,355
Purchased Services	4,000	4,000	1,236	2,764
Total Mayor	<u>255,787</u>	<u>255,787</u>	<u>248,660</u>	<u>7,127</u>
Finance Director:				
Salaries and Wages	291,195	294,026	293,216	810
Fringe Benefits	90,744	91,713	91,713	0
Materials and Supplies	5,000	5,000	3,247	1,753
Purchased Services	5,320	5,320	4,672	648
Total Finance Director	<u>392,259</u>	<u>396,059</u>	<u>392,848</u>	<u>3,211</u>
Purchasing Department:				
Salaries and Wages	145,860	143,092	143,047	45
Fringe Benefits	45,857	48,625	48,625	0
Materials and Supplies	3,380	3,445	3,445	0
Purchased Services	750	685	175	510
Total Purchasing Department	<u>195,847</u>	<u>195,847</u>	<u>195,292</u>	<u>555</u>
Legal Department:				
Salaries and Wages	53,026	53,026	51,088	1,938
Fringe Benefits	18,845	18,845	17,572	1,273
Contractual Services	200,000	200,000	183,807	16,193
Total Legal Department	<u>271,871</u>	<u>271,871</u>	<u>252,467</u>	<u>19,404</u>
Legislative:				
Salaries and Wages	194,373	194,273	194,197	76
Fringe Benefits	51,216	54,316	54,316	0
Contractual Services	9,100	9,100	6,678	2,422
Materials and Supplies	2,085	2,085	2,055	30
Purchased Services	800	800	728	72
Total Legislative	<u>\$257,574</u>	<u>\$260,574</u>	<u>\$257,974</u>	<u>\$2,600</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Civil Service:				
Salaries and Wages	\$750	\$3,437	\$2,778	\$659
Fringe Benefits	116	429	429	0
Contractual Services	22,500	30,176	29,133	1,043
Materials and Supplies	0	324	324	0
Total Civil Service	23,366	34,366	32,664	1,702
Information Technology:				
Salaries and Wages	191,306	195,222	195,222	0
Fringe Benefits	66,120	66,004	65,546	458
Contractual Services	55,899	55,899	30,673	25,226
Materials and Supplies	39,742	39,742	30,664	9,078
Purchased Services	37,200	37,200	36,036	1,164
Capital Outlay	129,999	129,999	34,999	95,000
Total Information Technology	520,266	524,066	393,140	130,926
County Fiscal Officer and Treasurer:				
Contractual Services	86,900	86,900	58,704	28,196
Income Tax Administration:				
Salaries and Wages	22,724	22,724	18,565	4,159
Fringe Benefits	3,510	3,510	2,983	527
Contractual Services	467,500	500,500	491,532	8,968
Purchased Services	200	200	129	71
Total Income Tax Administration	493,934	526,934	513,209	13,725
Administrative Support:				
Salaries and Wages	92,304	95,251	87,074	8,177
Fringe Benefits	273,954	279,507	244,534	34,973
Contractual Services	1,251,540	1,251,540	1,023,765	227,775
Materials and Supplies	413,191	413,191	237,868	175,323
Purchased Services	110,247	110,247	81,624	28,623
Capital Outlay	100,000	100,000	97,487	2,513
Total Administrative Support	2,241,236	2,249,736	1,772,352	477,384
Land and Building:				
Salaries and Wages	888,267	870,317	870,317	0
Fringe Benefits	332,268	310,318	308,632	1,686
Contractual Services	59,865	76,153	76,153	0
Materials and Supplies	144,647	137,312	100,336	36,976
Purchased Services	632,050	657,997	570,427	87,570
Total Land and Building	2,057,097	2,052,097	1,925,865	126,232
Engineer:				
Salaries and Wages	30,000	25,954	25,146	808
Fringe Benefits	5,408	13,454	13,454	0
Contractual Services	114,600	114,600	96,164	18,436
Total Engineer	150,008	154,008	134,764	19,244
Total Legislative and Executive	\$6,946,145	\$7,008,245	\$6,177,939	\$830,306

(continued)

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Judicial System:				
Mayor's Court:				
Salaries and Wages	\$96,763	\$96,763	\$94,179	\$2,584
Fringe Benefits	33,946	33,946	25,709	8,237
Contractual Services	0	42	42	0
Materials and Supplies	4,420	4,378	787	3,591
Purchased Services	1,500	1,500	775	725
Total Judicial System	136,629	136,629	121,492	15,137
Total General Government	7,082,774	7,144,874	6,299,431	845,443
Public Safety:				
Police:				
Law Enforcement:				
Salaries and Wages	2,973,739	2,897,037	2,648,206	248,831
Fringe Benefits	903,600	880,302	872,976	7,326
Contractual Services	61,500	61,500	37,658	23,842
Materials and Supplies	150,034	150,034	65,349	84,685
Purchased Services	88,000	88,000	56,557	31,443
Capital Outlay	194,286	194,286	75,065	119,221
Total Law Enforcement	4,371,159	4,271,159	3,755,811	515,348
Prisoner Support:				
Salaries and Wages	208,127	208,127	194,081	14,046
Fringe Benefits	71,761	71,761	65,651	6,110
Contractual Services	8,000	8,000	0	8,000
Materials and Supplies	22,900	22,900	14,105	8,795
Purchased Services	1,500	1,500	35	1,465
Total Prisoner Support	312,288	312,288	273,872	38,416
Traffic Control				
Materials and Supplies	17,401	15,954	10,625	5,329
Purchased Services	32,000	33,447	33,447	0
Total Traffic Control	49,401	49,401	44,072	5,329
Street Lighting:				
Purchased Services	120,000	120,000	109,286	10,714
Animal Control:				
Salaries and Wages	52,509	51,641	51,541	100
Fringe Benefits	20,587	21,455	21,455	0
Contractual Services	3,600	3,600	2,365	1,235
Materials and Supplies	2,000	2,000	904	1,096
Purchased Services	1,250	1,250	534	716
Total Animal Control	79,946	79,946	76,799	3,147
Total Police	\$4,932,794	\$4,832,794	\$4,259,840	\$572,954

(continued)

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Fire:				
Hydrants:				
Salaries and Wages	\$10,398	\$13,917	\$10,543	\$3,374
Fringe Benefits	1,147	1,628	1,628	0
Contractual Services	12,000	12,000	0	12,000
Materials and Supplies	5,000	5,000	744	4,256
Purchased Services	1,000	1,000	0	1,000
Total Fire	<u>29,545</u>	<u>33,545</u>	<u>12,915</u>	<u>20,630</u>
Total Public Safety	<u>4,962,339</u>	<u>4,866,339</u>	<u>4,272,755</u>	<u>593,584</u>
Public Health and Social Services:				
Board of Health:				
Contractual Services	53,532	53,532	53,532	0
Cemetery:				
Salaries and Wages	84,883	84,883	75,512	9,371
Fringe Benefits	19,214	19,214	18,964	250
Contractual Services	1,000	1,000	1,000	0
Materials and Supplies	9,000	9,000	3,837	5,163
Total Cemetery	<u>114,097</u>	<u>114,097</u>	<u>99,313</u>	<u>14,784</u>
Human Services Department:				
Salaries and Wages	373,488	373,488	353,006	20,482
Fringe Benefits	109,025	109,025	104,794	4,231
Contractual Services	48,271	48,271	38,757	9,514
Materials and Supplies	65,267	65,267	56,608	8,659
Purchased Services	289,770	289,770	251,595	38,175
Total Human Services Department	<u>885,821</u>	<u>885,821</u>	<u>804,760</u>	<u>81,061</u>
Total Public Health and Social Services	<u>1,053,450</u>	<u>1,053,450</u>	<u>957,605</u>	<u>95,845</u>
Street Construction, Maintenance, and Repair:				
Street Repairs and Maintenance:				
Salaries and Wages	760,054	741,054	680,062	60,992
Fringe Benefits	332,369	351,369	351,369	0
Contractual Services	2,000	2,000	0	2,000
Materials and Supplies	20,736	20,736	17,033	3,703
Purchased Services	4,000	4,000	0	4,000
Total Street Repairs and Maintenance	<u>1,119,159</u>	<u>1,119,159</u>	<u>1,048,464</u>	<u>70,695</u>
Vehicle Maintenance:				
Salaries and Wages	342,557	346,053	341,957	4,096
Fringe Benefits	120,205	122,209	122,209	0
Materials and Supplies	56,700	56,700	36,604	20,096
Purchased Services	119,965	119,965	110,081	9,884
Total Vehicle Maintenance	<u>\$639,427</u>	<u>\$644,927</u>	<u>\$610,851</u>	<u>\$34,076</u>

(continued)

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Snow and Ice Removal:				
Salaries and Wages	\$190,200	\$207,750	\$146,278	\$61,472
Fringe Benefits	26,557	29,007	22,565	6,442
Contractual Services	35,000	35,000	15,455	19,545
Materials and Supplies	25,000	25,000	6,443	18,557
Total Snow and Ice Removal	<u>276,757</u>	<u>296,757</u>	<u>190,741</u>	<u>106,016</u>
Total Street Construction, Maintenance and Repair	<u>2,035,343</u>	<u>2,060,843</u>	<u>1,850,056</u>	<u>210,787</u>
Housing and Community Development:				
Housing and Building Inspection:				
Salaries and Wages	400,373	382,583	361,884	20,699
Fringe Benefits	116,503	134,293	134,293	0
Contractual Services	24,500	24,500	13,988	10,512
Materials and Supplies	7,500	7,500	1,739	5,761
Purchased Services	7,625	7,625	6,365	1,260
Capital Outlay	25,000	25,000	0	25,000
Total Housing and Building Inspection	<u>581,501</u>	<u>581,501</u>	<u>518,269</u>	<u>63,232</u>
Board of Zoning Appeals:				
Contractual Services	3,500	3,500	2,042	1,458
Planning Commission:				
Salaries and Wages	2,000	2,000	1,724	276
Fringe Benefits	309	309	266	43
Contractual Services	3,500	3,500	1,945	1,555
Total Planning Commission	<u>5,809</u>	<u>5,809</u>	<u>3,935</u>	<u>1,874</u>
Urban Forestry:				
Salaries and Wages	217,751	213,270	213,252	18
Fringe Benefits	74,192	78,673	78,673	0
Contractual Services	29,000	29,000	14,273	14,727
Materials and Supplies	12,000	12,000	5,677	6,323
Purchased Services	10,500	10,500	2,973	7,527
Total Urban Forestry	<u>343,443</u>	<u>343,443</u>	<u>314,848</u>	<u>28,595</u>
Total Housing and Community Development	<u>934,253</u>	<u>934,253</u>	<u>839,094</u>	<u>95,159</u>
Basic Utility Services:				
Service Department:				
Salaries and Wages	283,862	284,722	261,212	23,510
Fringe Benefits	112,134	112,474	104,085	8,389
Contractual Services	1,200	1,200	645	555
Materials and Supplies	17,374	16,636	14,478	2,158
Purchased Services	11,249	10,787	5,940	4,847
Capital Outlay	817,216	817,216	810,650	6,566
Total Service Department	<u>\$1,243,035</u>	<u>\$1,243,035</u>	<u>\$1,197,010</u>	<u>\$46,025</u>

(continued)

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Solid Waste and Recycling:				
Salaries and Wages	\$455,988	\$449,626	\$422,577	\$27,049
Fringe Benefits	121,153	127,515	127,515	0
Contractual Services	352,392	382,582	337,533	45,049
Materials and Supplies	5,902	6,500	3,704	2,796
Purchased Services	31,338	36,550	36,550	0
Total Solid Waste and Recycling	<u>966,773</u>	<u>1,002,773</u>	<u>927,879</u>	<u>74,894</u>
Storm Sewers and Drains:				
Salaries and Wages	50,000	50,000	46,738	3,262
Fringe Benefits	4,725	7,725	7,211	514
Contractual Services	10,000	10,000	0	10,000
Materials and Supplies	7,500	7,500	3,126	4,374
Purchased Services	12,000	12,000	2,559	9,441
Total Storm Sewers and Drains	<u>84,225</u>	<u>87,225</u>	<u>59,634</u>	<u>27,591</u>
Total Basic Utility Services	<u>2,294,033</u>	<u>2,333,033</u>	<u>2,184,523</u>	<u>148,510</u>
Total Expenditures	<u>18,362,192</u>	<u>18,392,792</u>	<u>16,403,464</u>	<u>1,989,328</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,161,736)</u>	<u>(1,652,336)</u>	<u>528,463</u>	<u>2,180,799</u>
Other Financing Sources (Uses)				
Advance In	500,000	500,000	500,000	0
Transfers Out	(1,250,000)	(1,250,000)	(1,250,000)	0
Total Other Financing Sources (Uses)	<u>(750,000)</u>	<u>(750,000)</u>	<u>(750,000)</u>	<u>0</u>
Net Change in Fund Balance	<u>(2,911,736)</u>	<u>(2,402,336)</u>	<u>(221,537)</u>	<u>2,180,799</u>
Fund Balance Beginning of Year	5,437,443	5,437,443	5,437,443	0
Prior Year Encumbrances Appropriated	<u>708,964</u>	<u>708,964</u>	<u>708,964</u>	<u>0</u>
Fund Balance End of Year	<u>\$3,234,671</u>	<u>\$3,744,071</u>	<u>\$5,924,870</u>	<u>\$2,180,799</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Department Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$1,655,343	\$1,690,475	\$1,689,972	(\$503)
Intergovernmental	225,773	230,565	227,078	(3,487)
Interest	3,573	3,649	4,452	803
Miscellaneous	0	0	9,665	9,665
<i>Total Revenues</i>	<u>1,884,689</u>	<u>1,924,689</u>	<u>1,931,167</u>	<u>6,478</u>
Expenditures				
Current:				
Public Safety:				
Fire:				
Salaries and Wages	1,681,589	1,679,323	1,678,714	609
Fringe Benefits	601,631	603,897	603,897	0
Contractual Services	11,500	16,164	16,164	0
Materials and Supplies	53,885	49,221	39,460	9,761
Purchased Services	112,763	112,763	102,356	10,407
Capital Outlay	12,074	12,074	12,074	0
<i>Total Expenditures</i>	<u>2,473,442</u>	<u>2,473,442</u>	<u>2,452,665</u>	<u>20,777</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(588,753)	(548,753)	(521,498)	27,255
Other Financing Sources (Uses)				
Transfers In	450,000	450,000	450,000	0
<i>Net Change in Fund Balance</i>	(138,753)	(98,753)	(71,498)	27,255
<i>Fund Balance Beginning of Year</i>	250,334	250,334	250,334	0
Prior Year Encumbrances Appropriated	5,022	5,022	5,022	0
<i>Fund Balance End of Year</i>	<u>\$116,603</u>	<u>\$156,603</u>	<u>\$183,858</u>	<u>\$27,255</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Special Assessments	\$500,000	\$420,000	\$444,835	\$24,835
Expenditures				
Debt Service:				
Principal Retirement	427,000	427,000	427,000	0
Interest and Fiscal Charges	157,674	157,674	148,018	9,656
<i>Total Expenditures</i>	<u>584,674</u>	<u>584,674</u>	<u>575,018</u>	<u>9,656</u>
<i>Net Change in Fund Balance</i>	(84,674)	(164,674)	(130,183)	34,491
<i>Fund Balance Beginning of Year</i>	<u>411,414</u>	<u>411,414</u>	<u>411,414</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$326,740</u></u>	<u><u>\$246,740</u></u>	<u><u>\$281,231</u></u>	<u><u>\$34,491</u></u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Municipal Improvement Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$960,000	\$960,000	\$960,000	\$0
Intergovernmental	4,344,378	1,414,378	1,176,839	(237,539)
Special Assessments	14,000	14,000	14,687	687
Interest	8,030	8,030	12,845	4,815
Miscellaneous	1,500	1,500	77,659	76,159
<i>Total Revenues</i>	<u>5,327,908</u>	<u>2,397,908</u>	<u>2,242,030</u>	<u>(155,878)</u>
Expenditures				
Capital Outlay:				
Capital Outlay	5,266,495	3,166,495	2,969,541	196,954
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>61,413</u>	<u>(768,587)</u>	<u>(727,511)</u>	<u>41,076</u>
Other Financing Sources (Uses)				
Advances Out	(1,000,000)	(1,000,000)	(1,000,000)	0
Transfers Out	(959,298)	(559,298)	(559,298)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(1,959,298)</u>	<u>(1,559,298)</u>	<u>(1,559,298)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(1,897,885)</u>	<u>(2,327,885)</u>	<u>(2,286,809)</u>	<u>41,076</u>
<i>Fund Balance Beginning of Year</i>	1,287,621	1,287,621	1,287,621	0
Prior Year Encumbrances Appropriated	1,052,995	1,052,995	1,052,995	0
<i>Fund Balance End of Year</i>	<u>\$442,731</u>	<u>\$12,731</u>	<u>\$53,807</u>	<u>\$41,076</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Buildings and Improvements Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$1,200,000	\$1,200,000	\$1,200,000	\$0
Intergovernmental	13,500	13,500	0	(13,500)
Interest	6,000	6,000	11,493	5,493
Miscellaneous	0	0	1,120	1,120
<i>Total Revenues</i>	<u>1,219,500</u>	<u>1,219,500</u>	<u>1,212,613</u>	<u>(6,887)</u>
Expenditures				
Capital Outlay:				
Capital Outlay	2,922,027	2,922,027	2,868,931	53,096
Debt Service:				
Principal Retirement	2,000,000	2,000,000	2,000,000	0
Interest and Fiscal Charges	20,000	20,000	19,944	56
Total Debt Service	<u>2,020,000</u>	<u>2,020,000</u>	<u>2,019,944</u>	<u>56</u>
<i>Total Expenditures</i>	<u>4,942,027</u>	<u>4,942,027</u>	<u>4,888,875</u>	<u>53,152</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(3,722,527)</u>	<u>(3,722,527)</u>	<u>(3,676,262)</u>	<u>46,265</u>
Other Financing Sources (Uses)				
General Obligation Bonds Issued	2,000,000	2,000,000	0	(2,000,000)
General Obligation Notes Issued	0	170,000	2,000,000	1,830,000
Advances In	500,000	500,000	500,000	0
Transfers Out	(440,213)	(440,213)	(440,213)	0
<i>Total Other Financing Sources (Uses)</i>	<u>2,059,787</u>	<u>2,229,787</u>	<u>2,059,787</u>	<u>(170,000)</u>
<i>Net Change in Fund Balance</i>	(1,662,740)	(1,492,740)	(1,616,475)	(123,735)
<i>Fund Balance Beginning of Year</i>	70,185	70,185	70,185	0
Prior Year Encumbrances Appropriated	1,637,342	1,637,342	1,637,342	0
<i>Fund Balance End of Year</i>	<u>\$44,787</u>	<u>\$214,787</u>	<u>\$91,052</u>	<u>(\$123,735)</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Road Improvements Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$240,000	\$240,000	\$240,000	\$0
Interest	1,425	1,425	2,355	930
<i>Total Revenues</i>	<u>241,425</u>	<u>241,425</u>	<u>242,355</u>	<u>930</u>
Expenditures				
Capital Outlay:				
Road Repaving:				
Contractual Services	0	5,901	5,901	0
Materials and Supplies	38,750	74,369	74,369	0
Purchased Services	278,044	326,524	321,139	5,385
<i>Total Expenditures</i>	<u>316,794</u>	<u>406,794</u>	<u>401,409</u>	<u>5,385</u>
<i>Net Change in Fund Balance</i>	(75,369)	(165,369)	(159,054)	6,315
<i>Fund Balance Beginning of Year</i>	235,691	235,691	235,691	0
Prior Year Encumbrances Appropriated	6,794	6,794	6,794	0
<i>Fund Balance End of Year</i>	<u>\$167,116</u>	<u>\$77,116</u>	<u>\$83,431</u>	<u>\$6,315</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Motor Vehicle License Tax Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$35,000	\$35,000	\$36,688	\$1,688
Interest	500	500	691	191
<i>Total Revenues</i>	35,500	35,500	37,379	1,879
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Street Repair and Maintenance:				
Capital Outlay	60,000	70,000	70,000	0
<i>Net Change in Fund Balance</i>	(24,500)	(34,500)	(32,621)	1,879
<i>Fund Balance Beginning of Year</i>	79,266	79,266	79,266	0
<i>Fund Balance End of Year</i>	<u>\$54,766</u>	<u>\$44,766</u>	<u>\$46,645</u>	<u>\$1,879</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Repair and Maintenance Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$516,738	\$570,000	\$616,010	\$46,010
Interest	2,720	3,000	2,260	(740)
Other	33,542	37,000	34,733	(2,267)
<i>Total Revenues</i>	<u>553,000</u>	<u>610,000</u>	<u>653,003</u>	<u>43,003</u>
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Snow and Ice Removal:				
Purchased Services	370,000	370,000	369,787	213
Capital Outlay	230,000	380,000	347,870	32,130
<i>Total Expenditures</i>	<u>600,000</u>	<u>750,000</u>	<u>717,657</u>	<u>32,343</u>
<i>Net Change in Fund Balance</i>	(47,000)	(140,000)	(64,654)	75,346
<i>Fund Balance Beginning of Year</i>	<u>341,146</u>	<u>341,146</u>	<u>341,146</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$294,146</u>	<u>\$201,146</u>	<u>\$276,492</u>	<u>\$75,346</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
State Highway Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$42,700	\$42,700	\$49,947	\$7,247
Interest	890	890	311	(579)
<i>Total Revenues</i>	<u>43,590</u>	<u>43,590</u>	<u>50,258</u>	<u>6,668</u>
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Route 21 Center Strip:				
Salaries and Wages	8,000	8,000	1,596	6,404
Fringe Benefits	1,200	1,200	247	953
Purchased Services	30,000	40,000	0	40,000
Total Route 21 Center Strip	39,200	49,200	1,843	47,357
Snow and Ice Removal:				
Purchased Services	30,000	30,000	70,000	(40,000)
<i>Total Expenditures</i>	<u>69,200</u>	<u>79,200</u>	<u>71,843</u>	<u>7,357</u>
<i>Net Change in Fund Balance</i>	(25,610)	(35,610)	(21,585)	14,025
<i>Fund Balance Beginning of Year</i>	<u>66,233</u>	<u>66,233</u>	<u>66,233</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$40,623</u>	<u>\$30,623</u>	<u>\$44,648</u>	<u>\$14,025</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Center Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$897,250	\$897,250	\$861,813	(\$35,437)
Interest	2,000	2,000	3,025	1,025
Donations	3,750	3,750	4,940	1,190
Rentals	56,450	56,450	59,250	2,800
Miscellaneous	0	0	4,457	4,457
<i>Total Revenues</i>	<u>959,450</u>	<u>959,450</u>	<u>933,485</u>	<u>(25,965)</u>
Expenditures				
Current:				
Recreational Activities:				
Community Center:				
Salaries and Wages	969,009	957,755	884,374	73,381
Fringe Benefits	314,669	314,923	314,923	0
Contractual Services	209,904	218,910	209,121	9,789
Materials and Supplies	118,669	123,479	88,973	34,506
Purchased Services	300,673	313,357	282,053	31,304
Capital Outlay	44,783	35,283	31,961	3,322
<i>Total Expenditures</i>	<u>1,957,707</u>	<u>1,963,707</u>	<u>1,811,405</u>	<u>152,302</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(998,257)	(1,004,257)	(877,920)	126,337
Other Financing Sources (Uses)				
Transfers In	800,000	800,000	800,000	0
<i>Net Change in Fund Balance</i>	(198,257)	(204,257)	(77,920)	126,337
<i>Fund Balance Beginning of Year</i>	238,481	238,481	238,481	0
Prior Year Encumbrances Appropriated	12,919	12,919	12,919	0
<i>Fund Balance End of Year</i>	<u>\$53,143</u>	<u>\$47,143</u>	<u>\$173,480</u>	<u>\$126,337</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Road Maintenance Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$483,444	\$497,433	\$497,136	(\$297)
Intergovernmental	68,222	70,196	69,943	(253)
Interest	1,263	1,300	2,686	1,386
<i>Total Revenues</i>	<u>552,929</u>	<u>568,929</u>	<u>569,765</u>	<u>836</u>
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Street Repair and Maintenance:				
Contractual Services	0	500	406	94
Capital Outlay	600,000	620,000	557,535	62,465
<i>Total Expenditures</i>	<u>600,000</u>	<u>620,500</u>	<u>557,941</u>	<u>62,559</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(47,071)	(51,571)	11,824	63,395
Other Financing Sources (Uses)				
Transfers Out	(22,956)	(22,956)	(22,956)	0
<i>Net Change in Fund Balance</i>	(70,027)	(74,527)	(11,132)	63,395
<i>Fund Balance Beginning of Year</i>	<u>161,148</u>	<u>161,148</u>	<u>161,148</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$91,121</u>	<u>\$86,621</u>	<u>\$150,016</u>	<u>\$63,395</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Equitable Sharing Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$2,000	\$2,000	\$0	(\$2,000)
Interest	150	150	171	21
<i>Total Revenues</i>	2,150	2,150	171	(1,979)
Expenditures				
Current:				
General Government:				
Legislative and Executive:				
Federal Equitable Sharing				
Materials and Supplies	15,000	15,000	0	15,000
<i>Net Change in Fund Balance</i>	(12,850)	(12,850)	171	13,021
<i>Fund Balance Beginning of Year</i>	17,563	17,563	17,563	0
<i>Fund Balance End of Year</i>	<u>\$4,713</u>	<u>\$4,713</u>	<u>\$17,734</u>	<u>\$13,021</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Drivers Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$600	\$600	\$475	(\$125)
Interest	200	200	215	15
<i>Total Revenues</i>	<u>800</u>	<u>800</u>	<u>690</u>	<u>(110)</u>
Expenditures				
Current:				
Public Safety:				
Police:				
Contractual Services	1,000	1,000	17	983
Materials and Supplies	15,000	15,000	0	15,000
<i>Total Expenditures</i>	<u>16,000</u>	<u>16,000</u>	<u>17</u>	<u>15,983</u>
<i>Net Change in Fund Balance</i>	(15,200)	(15,200)	673	15,873
<i>Fund Balance Beginning of Year</i>	<u>21,833</u>	<u>21,833</u>	<u>21,833</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$6,633</u></u>	<u><u>\$6,633</u></u>	<u><u>\$22,506</u></u>	<u><u>\$15,873</u></u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Indigent Drivers Interlock Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$15	\$15	\$54	\$39
Expenditures				
Current:				
Public Safety:				
Police:				
Materials and Supplies	5,500	5,500	0	5,500
<i>Net Change in Fund Balance</i>	(5,485)	(5,485)	54	5,539
<i>Fund Balance Beginning of Year</i>	5,526	5,526	5,526	0
<i>Fund Balance End of Year</i>	<u>\$41</u>	<u>\$41</u>	<u>\$5,580</u>	<u>\$5,539</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Enforcement and Education Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Fines and Forfeitures	\$1,300	\$1,300	\$833	(\$467)
Intergovernmental	2,400	2,400	2,400	0
Interest	219	219	330	111
<i>Total Revenues</i>	3,919	3,919	3,563	(356)
Expenditures				
Current:				
Public Safety:				
Police:				
Salaries and Wages	1,600	1,600	1,019	581
Fringe Benefits	360	360	213	147
Materials and Supplies	16,500	16,500	349	16,151
Purchased Services	6,244	6,244	4,127	2,117
<i>Total Expenditures</i>	24,704	24,704	5,708	18,996
<i>Net Change in Fund Balance</i>	(20,785)	(20,785)	(2,145)	18,640
<i>Fund Balance Beginning of Year</i>	35,834	35,834	35,834	0
Prior Year Encumbrances Appropriated	44	44	44	0
<i>Fund Balance End of Year</i>	\$15,093	\$15,093	\$33,733	\$18,640

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Court Computerization Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$15,000	\$15,000	\$11,418	(\$3,582)
Interest	2,000	2,000	2,074	74
<i>Total Revenues</i>	<u>17,000</u>	<u>17,000</u>	<u>13,492</u>	<u>(3,508)</u>
Expenditures				
Current:				
General Government:				
Judicial:				
Court Computerization:				
Materials and Supplies	85,000	65,000	4,133	60,867
Capital Outlay	7,800	109,295	101,030	8,265
<i>Total Expenditures</i>	<u>92,800</u>	<u>174,295</u>	<u>105,163</u>	<u>69,132</u>
<i>Net Change in Fund Balance</i>	(75,800)	(157,295)	(91,671)	65,624
<i>Fund Balance Beginning of Year</i>	234,243	234,243	234,243	0
Prior Year Encumbrances Appropriated	<u>7,800</u>	<u>7,800</u>	<u>7,800</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$166,243</u>	<u>\$84,748</u>	<u>\$150,372</u>	<u>\$65,624</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Natureworks Grant Fund
For the Year Ended December 31, 2015*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Recreation:				
Natureworks Grant:				
Capital Outlay	900	900	0	900
<i>Net Change in Fund Balance</i>	(900)	(900)	0	900
<i>Fund Balance Beginning of Year</i>	950	950	950	0
<i>Fund Balance End of Year</i>	\$50	\$50	\$950	\$900

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recycling Demo Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$5,000	\$5,000	\$3,871	(\$1,129)
Interest	15	15	55	40
<i>Total Revenues</i>	5,015	5,015	3,926	(1,089)
Expenditures				
Current:				
Basic Utility Services:				
Rubbish Recycling:				
Materials and Supplies	6,000	6,000	4,027	1,973
<i>Net Change in Fund Balance</i>	(985)	(985)	(101)	884
<i>Fund Balance Beginning of Year</i>	6,435	6,435	6,435	0
<i>Fund Balance End of Year</i>	<u>\$5,450</u>	<u>\$5,450</u>	<u>\$6,334</u>	<u>\$884</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Tree Planting Grants Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Licenses and Permits	\$2,500	\$15,500	\$16,225	\$725
Expenditures				
Current:				
Housing and Community Development:				
Tree Planning:				
Salaries and Wages	32,000	32,000	0	32,000
Fringe Benefits	4,590	4,590	0	4,590
Contractual Services	25,000	25,000	12,465	12,535
Materials and Supplies	15,000	15,000	0	15,000
Other	20,500	20,500	0	20,500
<i>Total Expenditures</i>	<u>97,090</u>	<u>97,090</u>	<u>12,465</u>	<u>84,625</u>
<i>Net Change in Fund Balance</i>	(94,590)	(81,590)	3,760	85,350
<i>Fund Balance Beginning of Year</i>	<u>145,307</u>	<u>145,307</u>	<u>145,307</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$50,717</u></u>	<u><u>\$63,717</u></u>	<u><u>\$149,067</u></u>	<u><u>\$85,350</u></u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$1,200	\$1,200	\$6,595	\$5,395
Interest	1,100	1,100	1,023	(77)
<i>Total Revenues</i>	2,300	2,300	7,618	5,318
Expenditures				
Current:				
Public Safety:				
Police:				
Materials and Supplies	50,000	50,000	3,342	46,658
<i>Net Change in Fund Balance</i>	(47,700)	(47,700)	4,276	51,976
<i>Fund Balance Beginning of Year</i>	101,250	101,250	101,250	0
<i>Fund Balance End of Year</i>	<u>\$53,550</u>	<u>\$53,550</u>	<u>\$105,526</u>	<u>\$51,976</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Mandatory Drug Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$1,000	\$1,000	\$0	(\$1,000)
Interest	400	400	392	(8)
<i>Total Revenues</i>	1,400	1,400	392	(1,008)
Expenditures				
Current:				
Public Safety:				
Police:				
Materials and Supplies	25,000	25,000	0	25,000
<i>Net Change in Fund Balance</i>	(23,600)	(23,600)	392	23,992
<i>Fund Balance Beginning of Year</i>	40,254	40,254	40,254	0
<i>Fund Balance End of Year</i>	<u>\$16,654</u>	<u>\$16,654</u>	<u>\$40,646</u>	<u>\$23,992</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Vehicle Immobilization Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$1,500	\$1,500	\$1,190	(\$310)
Interest	450	450	575	125
<i>Total Revenues</i>	<u>1,950</u>	<u>1,950</u>	<u>1,765</u>	<u>(185)</u>
Expenditures				
Current:				
Public Safety:				
Police:				
Materials and Supplies	20,000	20,000	0	20,000
Purchased Services	5,000	5,000	0	5,000
<i>Total Expenditures</i>	<u>25,000</u>	<u>25,000</u>	<u>0</u>	<u>25,000</u>
<i>Net Change in Fund Balance</i>	(23,050)	(23,050)	1,765	24,815
<i>Fund Balance Beginning of Year</i>	<u>58,251</u>	<u>58,251</u>	<u>58,251</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$35,201</u></u>	<u><u>\$35,201</u></u>	<u><u>\$60,016</u></u>	<u><u>\$24,815</u></u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Pension Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$145,630	\$145,630	\$149,128	\$3,498
Intergovernmental	19,859	19,859	20,983	1,124
<i>Total Revenues</i>	<u>165,489</u>	<u>165,489</u>	<u>170,111</u>	<u>4,622</u>
Expenditures				
Current:				
Public Safety:				
Police:				
Fringe Benefits	140,000	140,000	140,000	0
Contractual Services	200	200	122	78
<i>Total Expenditures</i>	<u>140,200</u>	<u>140,200</u>	<u>140,122</u>	<u>78</u>
<i>Net Change in Fund Balance</i>	25,289	25,289	29,989	4,700
<i>Fund Balance Beginning of Year</i>	<u>187,375</u>	<u>187,375</u>	<u>187,375</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$212,664</u></u>	<u><u>\$212,664</u></u>	<u><u>\$217,364</u></u>	<u><u>\$4,700</u></u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Memorial Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Donations	\$0	\$0	\$100	\$100
Expenditures				
Current:				
General Government:				
Legislative and Executive:				
Memorials:				
Materials and Supplies	500	500	238	262
Capital Outlay	4,000	4,000	4,000	0
<i>Total Expenditures</i>	4,500	4,500	4,238	262
<i>Net Change in Fund Balance</i>	(4,500)	(4,500)	(4,138)	362
<i>Fund Balance Beginning of Year</i>	3,084	3,084	3,084	0
Prior Year Encumbrances Appropriated	4,000	4,000	4,000	0
<i>Fund Balance End of Year</i>	<u>\$2,584</u>	<u>\$2,584</u>	<u>\$2,946</u>	<u>\$362</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Peace Officer Training Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$2,400	\$2,400	\$2,400	\$0
Expenditures				
Current:				
Public Safety:				
Police:				
Purchased Services	2,400	2,400	0	2,400
<i>Net Change in Fund Balance</i>	0	0	2,400	2,400
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$2,400</u>	<u>\$2,400</u>

City of Brecksville, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Obligation Bond Retirement Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$0	\$0	\$309	\$309
Expenditures				
Current:				
Debt Service:				
Principal Retirement	555,000	555,000	555,000	0
Interest and Fiscal Charges	207,131	227,131	226,580	551
<i>Total Expenditures</i>	<u>762,131</u>	<u>782,131</u>	<u>781,580</u>	<u>551</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(762,131)</u>	<u>(782,131)</u>	<u>(781,271)</u>	<u>860</u>
Other Financing Sources (Uses)				
Refunding Bonds Issued	0	33,500	33,500	0
Premium on Issuance of Notes	0	9,000	8,699	(301)
Transfers In	757,131	757,131	757,131	0
<i>Total Other Financing Sources (Uses)</i>	<u>757,131</u>	<u>799,631</u>	<u>799,330</u>	<u>(301)</u>
<i>Net Change in Fund Balance</i>	(5,000)	17,500	18,059	559
<i>Fund Balance Beginning of Year</i>	<u>150,391</u>	<u>150,391</u>	<u>150,391</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$145,391</u>	<u>\$167,891</u>	<u>\$168,450</u>	<u>\$559</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue II Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Interest	\$480	\$480	\$1,105	\$625
Expenditures				
Capital Outlay:				
Contractual Services	5,000	5,000	0	5,000
Capital Outlay	600,000	200,000	0	200,000
Total Capital Outlay	605,000	205,000	0	205,000
Debt Service:				
Principal Retirement	65,336	65,336	65,335	1
<i>Total Expenditures</i>	670,336	270,336	65,335	205,001
<i>Excess of Revenues Over (Under) Expenditures</i>	(669,856)	(269,856)	(64,230)	205,626
Other Financing Sources (Uses)				
Transfers In	665,336	265,336	265,336	0
<i>Net Change in Fund Balance</i>	(4,520)	(4,520)	201,106	205,626
<i>Fund Balance Beginning of Year</i>	12,717	12,717	12,717	0
<i>Fund Balance End of Year</i>	\$8,197	\$8,197	\$213,823	\$205,626

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Expansion Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Licenses and Permits	\$48,000	\$60,000	\$74,017	\$14,017
Interest	600	600	662	62
<i>Total Revenues</i>	48,600	60,600	74,679	14,079
Expenditures				
Capital Outlay:				
Materials and Supplies	10,000	35,000	32,872	2,128
Capital Outlay	70,991	45,991	30,174	15,817
Other	1,500	1,500	35	1,465
<i>Total Expenditures</i>	82,491	82,491	63,081	19,410
<i>Net Change in Fund Balance</i>	(33,891)	(21,891)	11,598	33,489
<i>Fund Balance Beginning of Year</i>	46,708	46,708	46,708	0
Prior Year Encumbrances Appropriated	9,491	9,491	9,491	0
<i>Fund Balance End of Year</i>	\$22,308	\$34,308	\$67,797	\$33,489

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Station Building Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
Capital Outlay	<u>7,469,026</u>	<u>479,026</u>	<u>469,915</u>	<u>9,111</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(7,469,026)	(479,026)	(469,915)	9,111
Other Financing Sources (Uses)				
General Obligation Bonds Issued	<u>7,000,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(469,026)	(479,026)	(469,915)	9,111
<i>Fund Balance Beginning of Year</i>	43,721	43,721	43,721	0
Prior Year Encumbrances Appropriated	<u>469,026</u>	<u>469,026</u>	<u>469,026</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$43,721</u>	<u>\$33,721</u>	<u>\$42,832</u>	<u>\$9,111</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Public Utility Improvement Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Licenses and Permits	\$10,250	\$34,250	\$37,180	\$2,930
Interest	500	500	673	173
<i>Total Revenues</i>	10,750	34,750	37,853	3,103
Expenditures				
Capital Outlay:				
Contractual Services	31,275	31,275	20,521	10,754
<i>Net Change in Fund Balance</i>	(20,525)	3,475	17,332	13,857
<i>Fund Balance Beginning of Year</i>	287,501	287,501	287,501	0
Prior Year Encumbrances Appropriated	6,775	6,775	6,775	0
<i>Fund Balance End of Year</i>	<u>\$273,751</u>	<u>\$297,751</u>	<u>\$311,608</u>	<u>\$13,857</u>

City of Brecksville, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Ambulance Capital Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$240,865	\$277,000	\$284,759	\$7,759
Interest	5,763	6,628	6,842	214
<i>Total Revenues</i>	246,628	283,628	291,601	7,973
Expenditures				
Capital Outlay:				
Contractual Services	22,000	27,000	21,018	5,982
Capital Outlay	404,269	404,269	47,224	357,045
<i>Total Expenditures</i>	426,269	431,269	68,242	363,027
<i>Net Change in Fund Balance</i>	(179,641)	(147,641)	223,359	371,000
<i>Fund Balance Beginning of Year</i>	564,244	564,244	564,244	0
Prior Year Encumbrances Appropriated	7,269	7,269	7,269	0
<i>Fund Balance End of Year</i>	\$391,872	\$423,872	\$794,872	\$371,000

City of Brecksville, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Self Insurance Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$7,000	\$7,000	\$13,981	\$6,981
Miscellaneous	112,000	112,000	119,312	7,312
<i>Total Revenues</i>	119,000	119,000	133,293	14,293
Expenses				
Purchased Services	7,000	7,000	4,778	2,222
Claims	333,000	333,000	103,802	229,198
<i>Total Expenses</i>	340,000	340,000	108,580	231,420
<i>Net Change in Fund Equity</i>	(221,000)	(221,000)	24,713	245,713
<i>Fund Equity Beginning of Year</i>	1,383,579	1,383,579	1,383,579	0
<i>Fund Equity End of Year</i>	\$1,162,579	\$1,162,579	\$1,408,292	\$245,713

City of Brecksville, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Cemetery Endowment Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Interest	\$15	\$15	\$30	\$15
Expenses				
Materials and Supplies	50	50	0	50
<i>Net Change in Fund Equity</i>	(35)	(35)	30	65
<i>Fund Equity Beginning of Year</i>	3,062	3,062	3,062	0
<i>Fund Equity End of Year</i>	\$3,027	\$3,027	\$3,092	\$65



On February 17 at the Mayor's State of the City Address. Don and Shirley Grispino were presented the Brecksville Chamber of Commerce Citizen of the Year Award. Last summer, the Grispinos organized a blue ribbon project and with the help of many volunteers 350 blue ribbons were placed on the telephone poles in our City to honor our policemen.



Above Center: Volunteers making bows to be hung on telephone poles

Left: A banner was hung in the center of town in support of our local law enforcement.

This page intentionally left blank.

Statistical Section

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

Contents	Pages(s)
<i>Financial Trends</i>	<i>S2 – S11</i>
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	<i>S12 – S19</i>
These schedules contain information to help the reader assess the City's most significant local revenue, the property tax and the municipal income tax.	
<i>Debt Capacity</i>	<i>S20 – S23</i>
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
<i>Economic and Demographic Information</i>	<i>S24 – S25</i>
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	
<i>Operating Information</i>	<i>S26 – S31</i>
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

City of Brecksville, Ohio
Net Position By Component
Last Ten Years
(Accrual Basis of Accounting)

	2015	2014	2013	2012
Governmental Activities				
Net Investment in Capital Assets	\$69,946,323	\$74,133,853	\$72,417,114	\$70,119,261
Restricted:				
Capital Projects	900,027	1,420,845	329,701	232,792
Debt Service	3,973,179	4,415,231	4,805,954	4,901,981
Community Center	N/A	N/A	146,894	N/A
Court Computerization	150,372	242,043	235,719	N/A
Fire Department	148,663	177,816	238,486	99,629
Police Department	524,703	480,237	410,660	N/A
Road Maintenance	218,201	245,463	215,326	345,691
Street Construction, Maintenance, and Repair	731,322	872,497	1,015,590	853,116
Other Purposes	176,243	159,198	37,646	860,505
Unrestricted (1)	2,295,237	654,223	16,694,528	15,190,625
<i>Total Governmental Activities Net Position</i>	<u>\$79,064,270</u>	<u>\$82,801,406</u>	<u>\$96,547,618</u>	<u>\$92,603,600</u>

(1) The City reported the impact of GASB Statement No. 68 beginning in 2014.

2011	2010	2009	2008	2007	2006
\$66,408,438	\$65,615,699	\$63,486,515	\$60,276,377	\$58,749,092	\$56,037,345
3,045,641	801,922	1,937,585	5,036,864	5,991,605	4,400,084
5,840,447	5,713,451	6,445,832	4,407,165	4,811,900	5,162,626
N/A	N/A	361,444	538,139	282,524	218,840
N/A	N/A	N/A	N/A	N/A	N/A
311,661	424,696	706,135	514,548	375,265	279,010
N/A	N/A	N/A	N/A	N/A	N/A
137,076	402,803	570,816	589,223	N/A	N/A
725,291	825,033	1,170,024	927,115	876,258	1,110,622
1,309,947	788,783	716,987	734,022	1,296,150	697,202
9,915,091	10,215,534	6,771,495	8,367,960	8,379,624	9,390,837
<u>\$87,693,592</u>	<u>\$84,787,921</u>	<u>\$82,166,833</u>	<u>\$81,391,413</u>	<u>\$80,762,418</u>	<u>\$77,296,566</u>

City of Brecksville, Ohio
Changes in Net Position
Last Ten Years
(Accrual Basis of Accounting)

	2015	2014	2013	2012
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government:				
Legislative and Executive	\$359,173	\$354,858	\$840,125	\$2,299,783
Judicial System	17,080	18,808	20,172	20,671
Public Safety:				
Police	206,834	333,532	211,069	226,459
Fire	284,088	234,018	250,218	279,871
Public Health and Social Services	46,217	44,774	39,658	43,699
Street Construction, Maintenance, and Repair	93,240	95,899	94,951	91,811
Housing and Community Development	55,154	43,901	37,370	46,690
Basic Utility Services	130,548	117,458	106,846	237,193
Recreational Activities	995,080	994,881	945,844	1,111,284
Subtotal - Charges for Services	<u>2,187,414</u>	<u>2,238,129</u>	<u>2,546,253</u>	<u>4,357,461</u>
Operating Grants and Contributions:				
General Government:				
Legislative and Executive	5,988	200,435	10,319	1,536
Judicial System	115	1,737	1,327	1,911
Public Safety:				
Police	32,454	29,374	32,227	24,616
Fire	228,841	244,241	231,789	248,914
Public Health and Social Services	941	727	1,604	239
Street Construction, Maintenance, and Repair	763,645	805,157	1,067,022	735,099
Housing and Community Development	791	25,154	8,917	6,474
Basic Utility Services	5,771	6,571	8,198	4,521
Recreational Activities	4,940	14,615	6,557	6,782
Subtotal - Operating Grants and Contributions	<u>1,043,486</u>	<u>1,328,011</u>	<u>1,367,960</u>	<u>1,030,092</u>
Capital Grants and Contributions:				
General Government				
Legislative and Executive	0	4,740	0	0
Street Construction, Maintenance, and Repair	0	0	0	0
Housing and Community Development	0	0	0	0
Basic Utility Services	2,194,237	1,682,114	735,758	1,302,454
Recreational Activities	13,500	0	0	0
Subtotal - Capital Grants and Contributions	<u>2,207,737</u>	<u>1,686,854</u>	<u>735,758</u>	<u>1,302,454</u>
<i>Total Governmental Program Revenues</i>	<u>\$5,438,637</u>	<u>\$5,252,994</u>	<u>\$4,649,971</u>	<u>\$6,690,007</u>

2011	2010	2009	2008	2007	2006
\$279,495	\$286,925	\$403,381	\$769,088	\$513,336	\$350,725
20,697	25,697	22,352	25,311	201,864	316,831
203,272	217,057	185,652	277,326	9,085	42,463
242,973	240,339	794	1,340	3,255	50
28,694	56,109	6,327	7,328	7,906	37,060
95,030	91,510	73,991	117,325	105,053	0
42,223	54,910	45,320	54,992	55,745	186,792
98,226	125,501	107,303	124,950	116,823	31,480
990,728	979,197	884,283	1,012,924	910,748	862,767
2,001,338	2,077,245	1,729,403	2,390,584	1,923,815	1,828,168
840	1,675	21,673	5,378	5,010	2,590
20	54	35	112	131	0
27,905	36,852	39,224	10,071	29,040	25,883
275,546	394,314	387,424	14,629	175	6,816
91	345	33	117	114	325
750,313	792,508	794,864	697,756	668,446	639,195
18,878	253	189	727	583	0
678	3,939	4,002	5,226	3,376	0
3,985	3,615	4,017	3,197	2,788	9,086
1,078,256	1,233,555	1,251,461	737,213	709,663	683,895
0	0	0	0	0	0
0	0	0	0	0	48,859
0	0	0	0	0	4,236
279,119	1,081,781	300,000	0	0	0
0	295,000	0	0	0	0
279,119	1,376,781	300,000	0	0	53,095
\$3,358,713	\$4,687,581	\$3,280,864	\$3,127,797	\$2,633,478	\$2,565,158

(continued)

City of Brecksville, Ohio
Changes in Net Position (continued)
Last Ten Years
(Accrual Basis of Accounting)

	2015	2014	2013	2012
Expenses				
Governmental Activities:				
General Government:				
Legislative and Executive	\$6,025,851	\$5,586,065	\$5,483,124	\$5,786,026
Judicial System	222,456	129,098	97,176	108,293
Public Safety:				
Police	4,511,969	4,372,780	4,630,560	4,537,860
Fire	2,646,098	2,557,376	2,305,771	2,318,180
Public Health and Social Services	1,608,683	992,430	1,088,378	1,092,369
Street Construction, Maintenance, and Repair	3,642,128	4,323,479	4,652,589	3,654,599
Housing and Community Development	796,624	848,261	795,200	962,912
Basic Utility Services	2,242,264	2,402,003	2,044,860	2,133,946
Recreational Activities	2,430,087	2,137,156	2,129,059	2,074,033
Interest and Fiscal Charges	297,843	419,654	400,314	493,021
<i>Total Governmental Activities Expenses</i>	<u>24,424,003</u>	<u>23,768,302</u>	<u>23,627,031</u>	<u>23,161,239</u>
Net (Expense)/Revenue				
Governmental Activities	<u>(18,985,366)</u>	<u>(18,515,308)</u>	<u>(18,977,060)</u>	<u>(16,471,232)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	1,687,653	1,811,854	1,806,589	1,827,272
Fire Department	1,634,162	1,755,072	1,749,910	1,770,008
Streets	480,721	516,198	514,678	520,591
Police Department	144,202	154,859	154,253	156,178
Debt Service	0	0	0	0
Municipal Income Taxes levied for:				
General Purposes	13,887,608	12,129,661	13,729,250	12,853,245
Capital Outlay	2,400,000	2,600,000	2,400,000	2,410,000
Grants and Entitlements not Restricted to				
Specific Programs	592,098	462,912	1,364,858	1,217,585
Investment Earnings	144,903	74,550	81,848	130,456
Gain on Sale of Capital Assets	0	0	58,756	27,112
Miscellaneous	476,450	418,473	1,060,936	468,793
<i>Total Governmental Activities General Revenues</i>	<u>21,447,797</u>	<u>19,923,579</u>	<u>22,921,078</u>	<u>21,381,240</u>
Special Item	<u>(6,199,567)</u>	<u>(2,250,000)</u>	<u>0</u>	<u>0</u>
Change in Net Position				
Governmental Activities	<u>(\$3,737,136)</u>	<u>(\$841,729)</u>	<u>\$3,944,018</u>	<u>\$4,910,008</u>

2011	2010	2009	2008	2007	2006
\$5,499,027	\$5,647,128	\$6,097,065	\$6,102,755	\$5,592,721	\$5,443,397
198,239	210,129	161,505	123,977	179,656	171,607
3,992,061	4,240,615	4,560,315	4,276,131	4,148,827	3,996,184
2,314,537	2,413,597	2,096,299	2,241,102	2,294,629	2,248,157
1,048,646	1,144,253	1,195,863	126,790	154,672	153,476
4,059,126	4,007,522	3,994,538	4,499,947	4,220,016	3,913,477
852,056	833,662	855,329	1,177,227	1,092,407	956,383
1,726,275	1,366,953	1,704,663	2,081,050	2,128,748	2,048,065
2,078,502	2,001,190	1,976,407	2,498,487	1,940,978	1,843,775
557,354	602,512	693,039	773,876	768,970	808,230
22,325,823	22,467,561	23,335,023	23,901,342	22,521,624	21,582,751
(18,967,110)	(17,779,980)	(20,054,159)	(20,773,545)	(19,888,146)	(19,017,593)
1,814,714	1,817,177	1,919,648	1,803,685	2,028,243	1,838,138
1,757,630	1,779,370	1,859,488	1,746,733	1,964,679	1,780,532
517,013	523,345	546,908	513,746	577,846	523,686
155,104	157,003	164,072	154,125	173,354	157,106
211	17	153,754	200,360	225,361	200,877
13,246,409	11,932,814	11,743,625	11,564,512	12,386,754	12,732,659
2,280,000	2,280,000	2,090,000	2,264,852	2,574,193	2,481,438
1,130,958	1,074,764	1,355,899	1,856,007	1,659,652	1,545,865
306,830	320,959	505,734	913,806	1,047,479	636,011
14,939	13,730	0	70,777	10,011	4,087
648,973	501,889	490,451	313,937	706,426	270,020
21,872,781	20,401,068	20,829,579	21,402,540	23,353,998	22,170,419
0	0	0	0	0	0
\$2,905,671	\$2,621,088	\$775,420	\$628,995	\$3,465,852	\$3,152,826

City of Brecksville, Ohio
Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	2015	2014	2013	2012
General Fund				
Nonspendable	\$589,306	\$308,324	\$258,918	\$307,263
Committed	142,318	793,372	145,272	114,187
Assigned	2,704,811	2,067,087	559,154	544,608
Unassigned	5,069,907	5,491,224	8,722,841	8,383,941
Reserved	N/A	N/A	N/A	N/A
Unreserved	N/A	N/A	N/A	N/A
Total General Fund	<u>8,506,342</u>	<u>8,660,007</u>	<u>9,686,185</u>	<u>9,349,999</u>
All Other Governmental Funds				
Nonspendable	107,137	133,664	129,133	136,440
Restricted	2,147,017	2,201,974	2,618,061	2,202,655
Committed	3,573,849	2,561,420	2,877,955	2,070,730
Assigned	713,353	556,085	729,938	742,995
Unassigned (Deficit)	(1,455,542)	0	0	0
Reserved	N/A	N/A	N/A	N/A
Unreserved, Undesignated, Reported in:				
Special Revenue funds	N/A	N/A	N/A	N/A
Debt Service funds	N/A	N/A	N/A	N/A
Capital Projects funds	N/A	N/A	N/A	N/A
Total All Other Governmental Funds	<u>5,085,814</u>	<u>5,453,143</u>	<u>6,355,087</u>	<u>5,152,820</u>
Total Governmental Funds	<u><u>\$13,592,156</u></u>	<u><u>\$14,113,150</u></u>	<u><u>\$16,041,272</u></u>	<u><u>\$14,502,819</u></u>

Note: During 2010, the City implemented GASB 54.

2011	2010	2009	2008	2007	2006
\$297,402	\$263,507	\$237,981	N/A	N/A	N/A
776,399	776,399	0	N/A	N/A	N/A
312,269	312,269	495,999	N/A	N/A	N/A
7,210,298	5,768,584	5,545,608	N/A	N/A	N/A
N/A	N/A	N/A	\$286,045	\$446,930	\$521,033
N/A	N/A	N/A	7,849,898	6,213,938	7,472,841
8,596,368	7,120,759	6,279,588	8,135,943	6,660,868	7,993,874
125,942	129,154	135,439	N/A	N/A	N/A
2,402,674	3,294,029	3,440,021	N/A	N/A	N/A
2,188,145	1,719,966	1,312,186	N/A	N/A	N/A
769,587	764,875	758,237	N/A	N/A	N/A
(836,211)	(828,692)	(921,057)	N/A	N/A	N/A
N/A	N/A	N/A	863,642	4,134,754	1,583,769
N/A	N/A	N/A	2,868,361	1,958,225	1,784,046
N/A	N/A	N/A	575,497	809,373	781,115
N/A	N/A	N/A	1,131,583	1,793,269	2,588,372
4,650,137	5,079,332	4,724,826	5,439,083	8,695,621	6,737,302
\$13,246,505	\$12,200,091	\$11,004,414	\$13,575,026	\$15,356,489	\$14,731,176

City of Brecksville, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Years
(Modified Accrual Basis of Accounting)

	2015	2014	2013	2012
Revenues				
Taxes (1)	\$19,698,588	\$20,648,817	\$19,389,630	\$19,442,490
Charges for Services	1,279,220	1,272,274	1,278,936	1,317,669
Licenses and Permits	441,223	342,268	309,326	564,218
Fines and Forfeitures	253,729	368,109	299,141	266,067
Intergovernmental	4,106,032	3,138,374	4,035,155	3,183,232
Special Assessments	459,522	510,313	949,306	488,399
Interest	130,922	64,798	75,100	120,244
Donations	20,482	208,943	6,759	7,895
Rentals	137,112	190,031	67,596	66,677
Miscellaneous	357,138	321,424	958,110	450,563
<i>Total Revenues</i>	<u>26,883,968</u>	<u>27,065,351</u>	<u>27,369,059</u>	<u>25,907,454</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	5,941,020	5,658,375	5,704,562	5,646,837
Judicial System	220,781	123,991	93,327	109,800
Public Safety:				
Police	4,210,229	4,285,136	4,638,749	4,570,485
Fire	2,375,886	2,379,842	2,195,067	2,267,257
Public Health and Social Services	949,909	857,569	886,624	880,908
Street Construction, Maintenance, and Repair	3,214,009	3,225,278	3,670,149	2,872,254
Housing and Community Development	812,040	808,555	795,612	863,860
Basic Utility Services	1,911,114	1,809,942	1,759,741	1,949,493
Recreational Activities	1,756,475	1,869,032	1,848,435	1,803,188
Capital Outlay	4,634,472	4,297,901	3,124,437	3,981,464
Debt Service:				
Principal Retirement	1,035,335	1,005,335	963,884	1,278,884
Interest and Fiscal Charges	286,576	422,517	394,976	463,528
Bond Issuance Costs	35,000	0	0	118,151
<i>Total Expenditures</i>	<u>27,382,846</u>	<u>26,743,473</u>	<u>26,075,563</u>	<u>26,806,109</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>(498,878)</u>	<u>321,878</u>	<u>1,293,496</u>	<u>(898,655)</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	0	0	18,236	30,406
Refunding Bonds Issued	2,640,000	0	0	3,580,000
Special Assessment Bonds Issued	0	0	0	2,005,000
Premium on Issuance of Debt	0	0	0	136,940
OPWC Loan Issued	0	0	226,721	2,308
Payment to Refunded Bond Escrow Agent	(2,662,116)	0	0	(3,599,685)
Transfers In	2,272,467	2,232,116	3,189,271	2,277,477
Transfers Out	(2,272,467)	(2,232,116)	(3,189,271)	(2,277,477)
<i>Total Other Financing Sources (Uses)</i>	<u>(22,116)</u>	<u>0</u>	<u>244,957</u>	<u>2,154,969</u>
Special Item	0	(2,250,000)	0	0
<i>Net Change in Fund Balances</i>	<u>(\$520,994)</u>	<u>(\$1,928,122)</u>	<u>\$1,538,453</u>	<u>\$1,256,314</u>
Debt Service as a Percentage of Noncapital Expenditures	6.2%	6.7%	6.4%	7.9%

(1) Includes All Taxes

2011	2010	2009	2008	2007	2006
\$19,254,109	\$18,730,301	\$17,441,398	\$20,355,101	\$19,556,957	\$18,082,865
1,210,862	1,177,776	905,024	1,006,940	928,599	795,817
430,730	525,806	362,044	387,068	370,401	370,661
254,848	308,416	279,459	338,338	281,554	318,741
2,516,919	3,179,603	2,946,251	2,612,165	2,394,732	2,201,360
324,876	324,741	428,519	620,735	624,415	612,128
295,858	307,103	485,075	894,042	1,028,720	624,763
6,218	8,138	7,477	16,756	14,475	21,267
84,040	44,935	46,261	218,333	119,234	99,195
632,139	485,427	469,189	313,740	705,695	270,020
25,010,599	25,092,246	23,370,697	26,763,218	26,024,782	23,396,817
5,515,740	5,541,484	5,819,602	5,941,778	5,464,710	5,220,680
203,415	208,078	165,677	122,934	188,321	169,613
4,046,058	4,299,205	4,467,546	4,217,591	4,063,261	3,848,371
2,244,514	2,390,618	2,107,045	2,106,263	2,139,383	2,046,088
861,325	842,538	910,160	129,648	137,731	150,617
3,125,788	3,460,310	2,966,943	3,439,482	3,166,873	2,765,761
887,874	813,415	900,852	846,644	836,660	807,590
1,593,784	1,432,297	2,256,844	1,925,652	1,913,731	1,777,645
1,772,171	1,846,298	1,862,876	1,598,784	1,677,602	1,553,328
2,007,069	1,332,610	2,535,718	5,577,837	3,742,989	3,155,119
1,178,884	1,138,884	1,270,884	1,933,884	1,338,884	1,271,233
560,548	604,565	694,576	779,233	764,362	777,817
0	0	0	0	0	0
23,997,170	23,910,302	25,958,723	28,619,730	25,434,507	23,543,862
1,013,429	1,181,944	(2,588,026)	(1,856,512)	590,275	(147,045)
32,985	13,733	17,414	75,049	35,038	11,487
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	162,934
0	0	0	0	0	0
2,042,634	2,447,956	2,231,175	3,798,793	5,601,367	4,641,971
(2,042,634)	(2,447,956)	(2,231,175)	(3,798,793)	(5,601,367)	(4,641,971)
32,985	13,733	17,414	75,049	35,038	174,421
0	0	0	0	0	0
\$1,046,414	\$1,195,677	(\$2,570,612)	(\$1,781,463)	\$625,313	\$27,376
8.4%	8.5%	9.0%	11.9%	9.9%	10.2%

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

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2015	\$472,551,960	\$100,539,620	\$1,637,404,514	\$19,790,100	\$22,488,750
2014	453,626,110	124,402,550	1,651,510,457	19,695,230	22,380,943
2013	453,604,210	123,043,670	1,647,565,371	18,850,720	21,421,273
2012	469,788,160	110,239,930	1,657,223,114	17,092,360	19,423,136
2011	470,033,220	107,690,260	1,650,638,514	16,066,350	18,257,216
2010	468,585,650	107,226,880	1,645,178,657	15,680,600	17,818,864
2009	487,768,500	104,494,650	1,692,180,429	15,167,690	17,236,011
2008	486,131,280	106,177,280	1,692,310,171	14,924,650	16,959,830
2007	481,735,920	115,062,150	1,705,137,343	19,525,150	22,187,670
2006	441,195,080	107,170,670	1,566,759,286	19,629,130	22,305,830

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

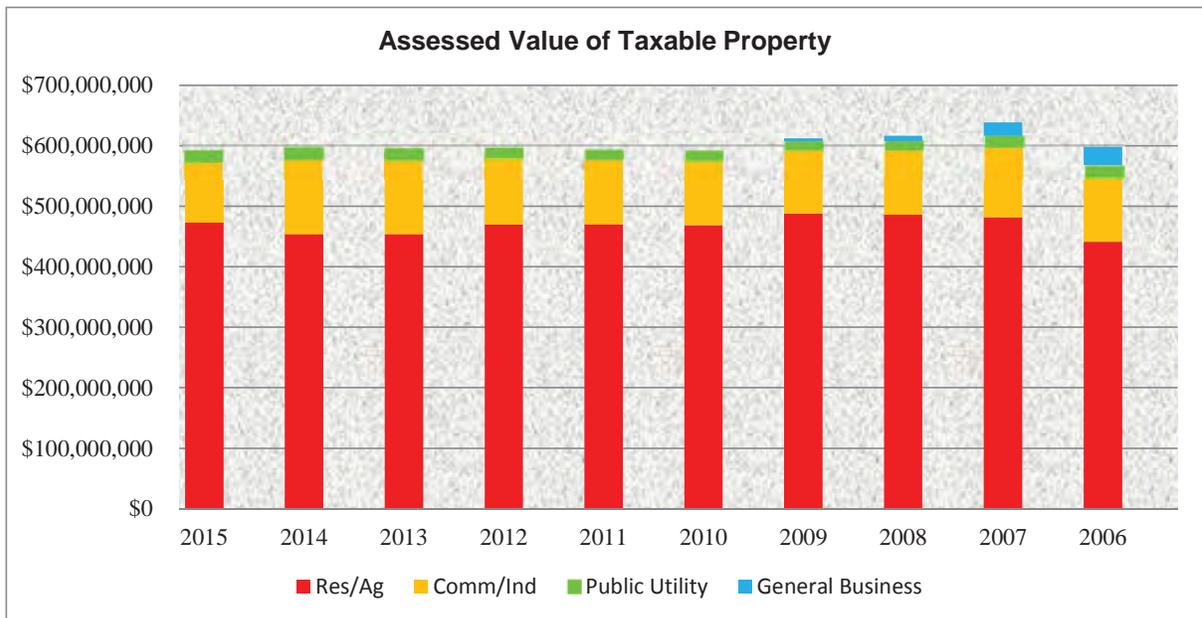
The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006.

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

Source: Cuyahoga County, Ohio; County Fiscal Officer

Tangible Personal Property

General Business		Total		Ratio	Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$0	\$0	\$592,881,680	\$1,659,893,264	35.72%	\$8.21
0	0	597,723,890	1,673,891,400	35.71	8.21
0	0	595,498,600	1,668,986,644	35.68	8.21
0	0	597,120,450	1,676,646,251	35.61	8.21
0	0	593,789,830	1,668,895,730	35.58	8.21
0	0	591,493,130	1,662,997,521	35.57	8.21
4,678,850	74,861,600	612,109,690	1,784,278,040	34.31	8.50
8,871,057	141,936,912	616,104,267	1,851,206,913	33.28	8.60
22,088,288	176,706,304	638,411,508	1,904,031,317	33.53	8.60
30,089,242	160,475,957	598,084,122	1,749,541,073	34.19	8.70



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

	2015	2014	2013	2012
Unvoted Millage				
Operating	\$3.5100	\$3.5100	\$3.5100	\$3.5100
Police Pension	0.3000	0.3000	0.3000	0.3000
<i>Total Unvoted Millage</i>	<u>3.8100</u>	<u>3.8100</u>	<u>3.8100</u>	<u>3.8100</u>
Charter Millage				
1982 Charter/Fire	3.4000	3.4000	3.4000	3.4000
1987 Charter/Road Improvement	1.0000	1.0000	1.0000	1.0000
<i>Total Charter Millage</i>	<u>4.4000</u>	<u>4.4000</u>	<u>4.4000</u>	<u>4.4000</u>
Voted Millage				
Library	0.0000	0.0000	0.0000	0.0000
Total Millage	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>

Overlapping Rates by Taxing District

Brecksville-Broadview Heights City School District				
Residential/Agricultural Real	\$38.9563	\$39.9725	\$40.1206	\$40.0657
Commerical/Industrial and Public Utility Real	46.9105	43.8622	43.2930	43.4617
General Business and Public Utility Personal	77.0000	77.0000	77.2000	77.2000
Cuyahoga Valley Career Center				
Residential/Agricultural Real	2.0000	2.0000	2.0000	2.0000
Commerical/Industrial and Public Utility Real	2.0000	2.0000	2.0000	2.0000
General Business and Public Utility Personal	2.0000	2.0000	2.0000	2.0000
Cuyahoga County Commissioner				
Residential/Agricultural Real	14.0500	14.0500	14.0500	13.2200
Commerical/Industrial and Public Utility Real	13.8698	14.0195	13.9495	12.9968
General Business and Public Utility Personal	14.0500	14.0500	14.0500	13.2200
Special Taxing Districts (1)				
Residential/Agricultural Real	9.2368	9.3643	8.4639	7.5635
Commerical/Industrial and Public Utility Real	9.3676	9.3401	8.3843	7.4621
General Business and Public Utility Personal	9.3800	9.3800	8.4800	7.5800

Source: Cuyahoga County Fiscal Officer

Note: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Charter millage is consistently applied to all types of property as opposed to the voted levies of the overlapping taxing districts.

Overlapping rates are those of local and county governments that apply to property owners within the City.

(1) Metro Parks, Port Authority, County Library, Community College

2011	2010	2009	2008	2007	2006
\$3.5100	\$3.5100	\$3.5100	\$3.5100	\$3.5100	\$3.5100
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
3.8100	3.8100	3.8100	3.8100	3.8100	3.8100
3.4000	3.4000	3.4000	3.4000	3.4000	3.4000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.4000	4.4000	4.4000	4.4000	4.4000	4.4000
0.0000	0.0000	0.2900	0.3900	0.3900	0.4900
\$8.2100	\$8.2100	\$8.5000	\$8.6000	\$8.6000	\$8.7000

\$39.1912	\$39.1175	\$37.2338	\$37.1756	\$39.9809	\$39.9810
42.8357	42.8641	43.4071	43.1759	46.3679	46.3680
77.2000	77.2000	77.1000	77.1000	77.4000	77.4000

2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000

13.1182	13.1866	12.6607	11.8688	11.7227	11.7227
12.7845	12.8413	12.8153	12.4535	12.5880	12.5762
13.2200	13.3200	13.3200	13.4200	13.5200	13.5200

7.5041	7.3870	6.6597	5.9676	6.2900	6.2900
7.3648	7.3450	6.8911	6.2519	6.5596	6.5552
7.5800	7.5800	7.2800	6.7800	6.7800	6.7800

City of Brecksville, Ohio
Principal Real Property Taxpayers
 2015 and 2006

Taxpayer	2015	
	Real Property Assessed Valuation	Percentage of Real Property Assessed Valuation
Cleveland Electric Illuminating Company	\$16,407,490	2.86 %
Grand Bay of Brecksville	6,148,640	1.07
PDM Group, Incorporated	4,917,500	0.86
Gateway Association	4,303,860	0.75
Ohio Bell Telephone Company	4,126,510	0.72
Creekview Commons, LLC	3,513,200	0.61
Treeline Incorporated	3,458,240	0.60
MS Brecksville L.P.	2,712,430	0.47
Curtis-Wright Flow Control	2,611,570	0.46
DP LXI, LLC	2,520,810	0.44
Total	\$50,720,250	8.85 %
Total Real Property Assessed Valuation	\$573,091,580	
Taxpayer	2006	
	Real Property Assessed Valuation	Percentage of Real Property Assessed Valuation
Cleveland Electric Illuminating Company	\$13,510,740	2.46 %
Ohio Bell Telephone Company	8,906,460	1.62
South Cont. Cuyahoga Co.	8,543,990	1.56
PDM Group, Incorporated	7,334,740	1.34
Grand Bay of Brecksville	6,824,860	1.24
Cleveland Cuyahoga	6,413,230	1.17
Gateway Association	4,838,770	0.88
Creekview Commons, LLC	3,961,620	0.72
Treeline Incorporated	3,860,000	0.70
CEI	3,144,050	0.57
Total	\$67,338,460	12.28 %
Total Real Property Assessed Valuation	\$548,365,750	

Source: Cuyahoga County Fiscal Officer

City of Brecksville, Ohio
Property Tax Levies And Collections
Last Ten Years

Year	Total Tax Levy	Current Tax Collections	Percent of		Delinquent Tax Collections	Total Tax Collections (1)	Percent of Total Tax Collections To Tax Levy		Accumulated Outstanding Delinquent Taxes		Percentage of Delinquent Taxes to Total Tax Levy
			Current Tax Collections To Tax Levy	Delinquent Tax Collections			Tax Collections To Tax Levy	Tax Collections To Tax Levy	Outstanding Delinquent Taxes		
2015	\$5,165,687	\$4,523,952	87.58%	\$87,656	\$4,611,608	89.27%	\$298,803	5.78%			
2014	5,219,426	4,532,551	86.84	91,162	4,623,713	88.59	433,570	8.31			
2013	4,910,392	4,547,214	92.60	119,432	4,666,646	95.04	301,993	6.15			
2012	4,905,724	4,736,054	96.54	122,347	4,858,401	99.04	212,193	4.33			
2011	4,884,659	4,714,666	96.52	143,718	4,858,384	99.46	205,553	4.21			
2010	4,864,431	4,702,865	96.68	146,148	4,849,013	99.68	229,099	4.71			
2009	5,179,840	5,013,860	96.80	113,222	5,127,082	98.98	263,979	5.10			
2008	5,343,912	5,052,543	94.55	123,527	5,176,070	96.86	225,651	4.22			
2007	5,471,368	5,218,601	95.38	122,322	5,340,923	97.62	246,600	4.51			
2006	5,080,922	4,893,297	96.31	101,802	4,995,099	98.31	182,408	3.59			

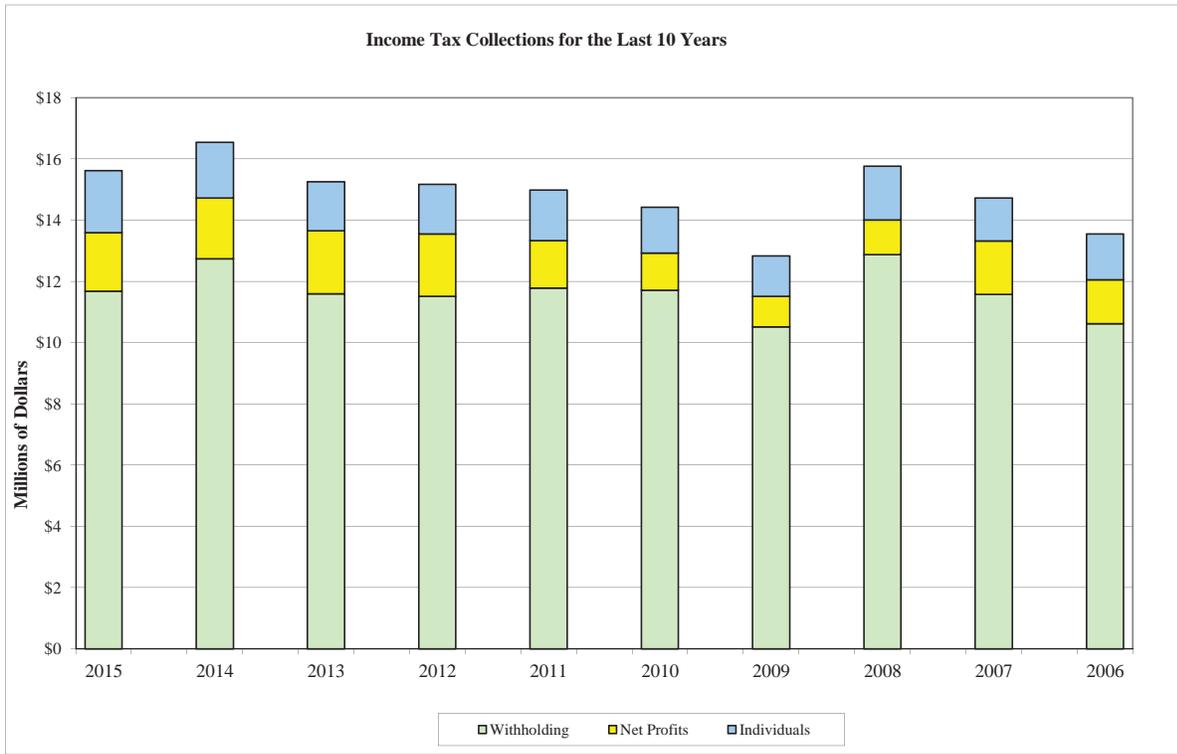
Source: Cuyahoga County, Ohio; County Fiscal Officer

(1) State reimbursement of rollback and homestead exemptions are included.

Note: We are aware of the requirement to report delinquent tax collections by levy year rather than by collection year. However, the County is unable to provide delinquent collections by levy year. We are looking at options to improve this presentation.

City of Brecksville, Ohio
Income Tax Revenue Base and Collections
(Modified Accrual Basis)
Last Ten Years

Tax Year	Tax Rate	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2015	2.00%	\$15,617,083	\$11,683,140	74.81%	\$1,909,969	12.23%	\$2,023,974	12.96%
2014	2.00	16,542,412	12,737,657	77.00	1,985,089	12.00	1,819,665	11.00
2013	2.00	15,253,849	11,591,400	75.99	2,059,270	13.50	1,603,179	10.51
2012	2.00	15,175,081	11,514,851	75.88	2,030,426	13.38	1,629,804	10.74
2011	2.00	14,978,641	11,779,203	78.64	1,554,783	10.38	1,644,655	10.98
2010	2.00	14,425,759	11,705,203	81.14	1,220,691	8.46	1,499,864	10.40
2009	2.00	12,835,856	10,516,417	81.93	990,928	7.72	1,328,511	10.35
2008	2.00	15,763,909	12,869,655	81.64	1,141,307	7.24	1,752,947	11.12
2007	2.00	14,724,747	11,570,706	78.58	1,753,717	11.91	1,400,323	9.51
2006	2.00	13,551,132	10,615,957	78.34	1,435,065	10.59	1,500,110	11.07



City of Brecksville, Ohio
Income Tax Filers by Income Level
Tax Years 2014 and 2006

Tax Year 2014 (1)(2)				
Income Range	Number of Filers	Percent of Filers	Taxable Income (2)	Percent of Taxable Income
Over \$100,000	1,963	35.75 %	\$458,843,381	78.53 %
75,001-100,000	532	9.69	46,242,166	7.91
50,001-75,000	580	10.56	35,810,154	6.13
25,001-50,000	775	14.11	28,487,626	4.88
Under 25,000	1,641	29.89	14,937,331	2.56
Total	5,491	100.00 %	\$584,320,658	100.00 %

Tax Year 2006 (2)				
Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
Over \$100,000	1,702	31.61 %	\$373,041,556	73.71 %
75,001-100,000	568	10.55	49,633,914	9.81
50,001-75,000	637	11.83	39,529,668	7.81
25,001-50,000	777	14.43	29,151,581	5.76
Under 25,000	1,700	31.58	14,739,824	2.91
Total	5,384	100.01 %	\$506,096,543	100.00 %

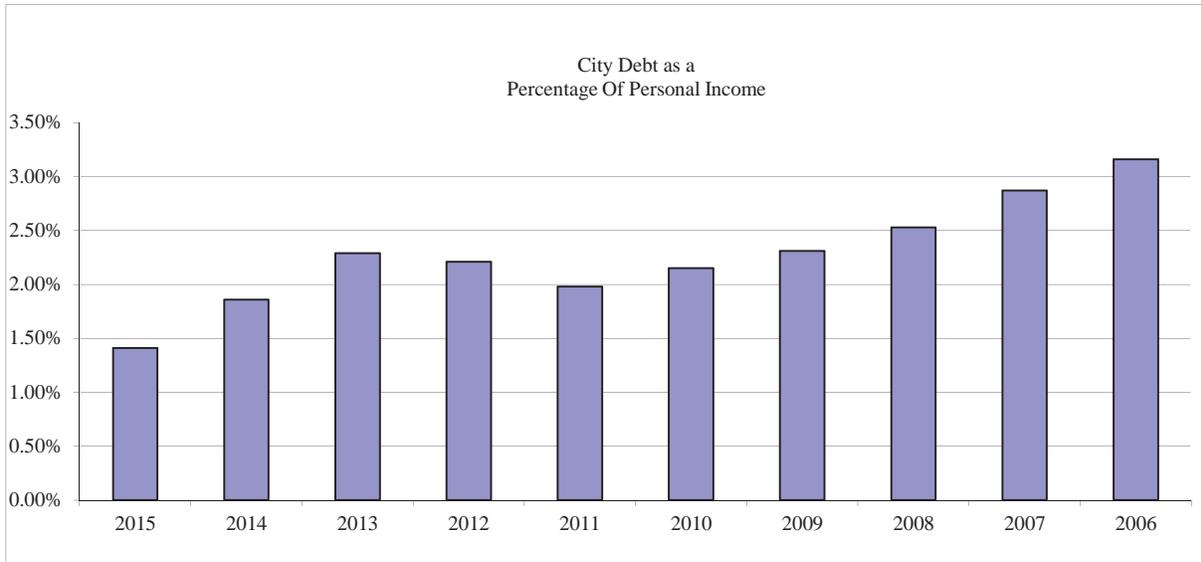
Source: Regional Income Tax Agency Data

(1) Information for 2015 was not available

(2) Taxable income of residents of the City

City of Brecksville, Ohio
*Ratios of Outstanding Debt to
 Total Personal Income and Debt Per Capita
 Last Ten Years*

Year	General Obligation Bonds	Special Assessment Bonds	OPWC Loans	Total	Total Personal Income (1)	Percentage Of Personal Income	Population (2)	Total Debt Per Capita
2015	\$5,660,919	\$3,336,643	\$484,350	\$9,481,912	\$670,513,930	1.41 %	13,543	\$700
2014	6,235,960	3,751,884	549,685	10,537,529	566,818,000	1.86	13,568	777
2013	6,788,673	4,160,821	615,020	11,564,514	504,512,000	2.29	13,554	853
2012	7,321,387	4,559,758	442,183	12,323,328	557,914,651	2.21	13,656	902
2011	7,856,490	2,851,828	493,759	11,202,077	565,836,360	1.98	13,656	820
2010	8,672,310	3,166,959	547,643	12,386,912	576,706,536	2.15	13,656	907
2009	9,465,056	3,467,090	601,527	13,533,673	585,948,239	2.31	13,875	975
2008	10,402,802	3,754,221	655,411	14,812,434	585,948,239	2.53	13,806	1,073
2007	11,875,548	4,169,352	709,295	16,754,195	583,783,744	2.87	13,806	1,214
2006	12,761,477	4,569,483	763,179	18,094,139	572,461,107	3.16	13,755	1,315



(1) Brecksville Finance Department estimates 2006-2015;
 U.S. Census Bureau
 (2) Estimates 2006-2015; U.S. Census Bureau

City of Brecksville, Ohio
*Ratio of General Obligation Bonded Debt to Estimated True
Value of Taxable Property and Bonded Debt Per Capita
Last Ten Years*

Year	General Obligation Bonds (1)	Estimated True Value of Taxable Property	Ratio of Bonded Debt to Estimated True Value of Taxable Property	Bonded Debt per Capita
2015	\$5,660,919	\$1,659,893,264	0.34%	418
2014	6,235,960	1,673,891,400	0.37	460
2013	6,788,673	1,668,986,644	0.41	497
2012	7,321,387	1,676,646,251	0.44	536
2011	7,856,490	1,668,895,730	0.47	575
2010	8,672,310	1,662,997,521	0.52	635
2009	9,465,056	1,784,278,040	0.53	682
2008	10,402,802	1,851,206,913	0.56	753
2007	11,875,548	1,904,031,317	0.62	860
2006	12,761,477	1,749,541,073	0.73	928

(1) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

City of Brecksville
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2015*

	Debt Attributable to Governmental Activities	Percentage Applicable to City (1)	Amount of Direct and Overlapping Debt
Direct Debt:			
City of Brecksville			
General Obligation Bonds	\$5,660,919	100.00%	\$5,660,919
Special Assessment Bonds	3,336,643	100.00	3,336,643
OPWC Loans	484,350	100.00	484,350
	<u>9,481,912</u>		<u>9,481,912</u>
Total Direct Debt			
Overlapping Debt:			
Payable from Property Taxes:			
Cuyahoga County Bonds	317,572,118	2.15	6,827,801
Regional Transit Authority Bonds	134,463,217	2.15	2,890,959
Brecksville-Broadview Heights City			
School District Bonds	11,507,386	59.18	6,810,071
Payable from Other Sources:			
Cuyahoga County Revenue Bonds	402,184,477	2.15	8,646,966
Cuyahoga County Loans	4,859,876	2.15	104,487
Cuyahoga County Notes	2,000,000	2.15	43,000
Cuyahoga County Capital Leases	350,196,997	2.15	7,529,235
Regional Transit Authority Capital Lease	13,430,918	2.15	288,765
Brecksville-Broadview Heights City			
School District Notes	4,042,169	59.18	2,392,156
Brecksville-Broadview Heights City			
School District Capital Leases	44,094	59.18	26,095
	<u>1,240,301,252</u>		<u>35,559,535</u>
Total Overlapping Debt			
Total Direct and Overlapping Debt			
	<u>\$1,249,783,164</u>		<u>\$45,041,447</u>

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the City by the total assessed valuation of the government. The valuations used were for the 2015 collection year.

City of Brecksville, Ohio
Legal Debt Margin Information
Last Ten Years
(amounts expressed in thousands)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	
Overall Debt Limitation (10.5% of Assessed Valuation)	\$62,253	\$62,761	\$62,527	\$62,698	\$62,348	\$62,107	\$64,272	\$64,691	\$67,033	\$62,799	
Net Debt Within 10.5% Limitations	7,433	7,977	6,537	7,050	7,637	8,438	9,384	10,536	11,553	12,202	
Overall Legal Debt Margin Within 10.5% Limitations	\$54,820	\$54,784	\$55,990	\$55,648	\$54,711	\$53,669	\$54,888	\$54,155	\$55,480	\$50,597	
Total net debt applicable to the limit as a percentage of debt limit	11.94%	12.71%	10.45%	11.24%	12.25%	13.59%	14.60%	16.29%	17.23%	19.43%	
Unvoted Debt Limitation (5.5% of Assessed Valuation)	\$32,609	\$32,875	\$32,752	\$32,842	\$32,658	\$32,532	\$33,666	\$33,886	\$35,113	\$32,895	
Net Debt Within 5.5% Limitations	7,433	7,977	6,537	7,050	7,637	8,438	9,384	10,536	11,553	12,202	
Unvoted Legal Debt Margin Within 5.5% Limitations	\$25,176	\$24,898	\$26,215	\$25,792	\$25,021	\$24,094	\$24,282	\$23,350	\$23,560	\$20,693	
Total net debt applicable to the limit as a percentage of debt limit	22.79%	24.26%	19.96%	21.47%	23.38%	25.94%	27.87%	31.09%	32.90%	37.09%	
Legal Debt Margin Calculation for 2015											
Assessed property value											
Overall Debt Limitation (percentage of assessed valuation)						Overall Margin Within 10.5%					
						\$592,881,680					
Gross Indebtedness						\$62,252,576					
Less: Special Assessment Bonds						11,389,350					
OPWC Loans						(3,310,000)					
General Obligation Bond Retirement Fund Balance						(484,350)					
Net Debt Within Limitations						(162,090)					
Legal Debt Margin Within Limitations						\$7,432,910					
						\$54,819,666					

Note: Under State of Ohio finance law, the City of Brecksville's outstanding general obligation debt should not exceed 10.5 percent of total assessed property value. In addition, the outstanding general obligation debt net of voted debt should not exceed 5.5 percent of total assessed property value. By law, the general obligation debt subject to the limitation is offset by amounts set aside for repaying general obligation bonds.

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

Year	Population (1)	Total Personal Income (2)	Median Family Income (1)	Per Capita Income (1)	Unemployment Rate (3)		City Square Miles (4)
					Cuyahoga County	State of Ohio	
2015	13,543	\$670,513,930	\$93,409	\$49,510	4.0%	4.8%	19.57
2014	13,568	566,818,000	95,470	41,776	5.3	4.7	19.57
2013	13,554	504,512,000	111,667	37,222	7.5	7.4	19.57
2012	13,656	557,914,651	91,432	40,855	6.6	6.8	19.57
2011	13,656	565,836,360	92,088	41,435	7.1	8.6	19.57
2010	13,656	576,706,536	96,038	42,231	8.6	10.1	19.54
2009	13,875	585,948,239	97,415	42,231	9.0	10.2	19.54
2008	13,806	585,948,239	97,415	42,442	7.1	6.5	19.54
2007	13,806	583,783,744	97,055	42,285	6.1	5.6	19.54
2006	13,755	572,461,107	95,526	41,619	5.5	5.6	19.54

(1) Estimates 2006-2015; U.S. Census Bureau

(2) Brecksville Finance Department estimates 2006-2015;
U.S. Census Bureau.

(3) Ohio Bureau of Employment Services; U.S. Department of Labor, Bureau of
Labor Statistics; Unemployment rate for the City is unavailable.

(4) City Records

City of Brecksville, Ohio
Principal Employers
Current Year and Ten Years Ago

2015			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
PNC Bank	Banking Services	1,300	8.92 %
Lubrizol Corporation	Chemical Technology	962	6.60
AT&T/ Ohio Bell/SBC Global	Communication Services	808	5.54
House of LaRose	Beverage Distributor	469	3.22
Brecksville-Broadview Heights City School District	Public Education	371	2.55
NVR/Ryan Homes Incorporated	Construction	360	2.47
Curtiss-Wright Flow Control	Manufacturing	319	2.19
Cross Country Mortgage	Financial Services	314	2.15
First Energy/Illuminating Company	Electric Utility	216	1.48
Cuyahoga Valley Joint Vocational School District	Vocational Education	125	0.86
Total		<u>5,244</u>	<u>35.98 %</u>
Total Employment within the City		<u>14,576</u>	

2006			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
Department of Veteran Affairs	Medical Center	1,366	9.88 %
AT&T/ Ohio Bell	Telephone Services	932	6.74
National City Corporation	Banking Services	792	5.73
B.F. Goodrich/Noveon/Lubrizol Inc	Chemical Technology	718	5.19
Brecksville-Broadview Heights City School District	Public Education	507	3.67
AT&T/SBC Global	Communication Services	499	3.61
House of LaRose	Beverage Distribution	285	2.06
Curtiss-Wright Flow Control	Manufacturing	208	1.50
First Energy/Illuminating Company	Electric Utility	187	1.35
City of Brecksville	Municipal Government	144	1.04
Cuyahoga Valley Joint Vocational School District	Vocational Education	134	0.98
Total		<u>5,772</u>	<u>41.75 %</u>
Total Employment within the City		<u>13,825</u>	

Source: Regional Income Tax Agency and a survey conducted by the City.

City of Brecksville, Ohio
Full-Time Equivalent City Government Employees by Function/Program
Last Ten Years

Function/Program	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Government										
Council	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5	4.5	8.0
Mayor	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Finance	4.0	4.0	3.5	3.5	3.5	3.5	3.5	4.0	4.0	4.0
Income Tax	N/A	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Purchasing	2.0	2.0	2.0	2.0	2.0	2.0	2.5	3.0	3.0	3.0
Legal	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	1.5	0.0
Mayor's Court	1.5	1.5	1.5	1.5	1.5	2.0	2.0	2.0	2.0	2.0
Technology	3.0	3.0	3.0	3.0	3.5	3.5	3.5	3.5	3.0	3.0
Engineering	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0
Administrative Support	2.0	1.5	1.5	1.5	1.5	1.5	1.0	1.0	1.0	1.0
Public Safety										
Police	41.5	42.5	41.5	44.5	43.5	41.0	43.0	44.5	43.5	43.0
Fire	28.5	27.0	28.0	27.5	25.5	27.0	26.5	27.0	28.0	26.0
Recreational Activities										
Community Center	34.5	36.5	37.5	42.5	44.0	45.0	47.0	47.0	48.5	49.0
Senior/Community Services	5.0	5.5	5.0	5.5	5.5	5.5	5.5	5.5	6.0	5.5
Street Construction, Maintenance and Repair										
Service	46.0	44.0	46.0	46.0	48.0	43.5	47.0	48.0	48.0	59.5
Housing and Community Development										
Building Inspection	7.0	6.5	6.0	6.0	5.5	6.5	6.0	7.0	8.5	8.0
Basic Utility Services										
Housekeeping	11.0	11.5	11.5	12.0	12.0	11.5	12.0	13.5	13.5	11.0
Totals:	195.0	195.0	196.5	205.0	205.5	202.0	209.0	216.5	219.5	227.5

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee as of December 31.

Source: Finance Department

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

Function/Program	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Government										
Building Department Vehicles	5	5	4	5	5	5	6	6	6	6
Other Department Vehicles	4	4	5	4	3	4	5	5	5	5
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Square Footage of Building	6,577	6,577	6,577	6,577	6,577	6,577	6,577	6,577	6,577	6,577
Vehicles	22	22	22	22	22	23	23	22	22	22
Fire										
Stations	1	1	1	1	1	1	1	1	1	1
Square Footage of Building	17,674	17,674	17,674	17,674	17,674	17,674	17,674	17,674	17,674	17,674
Vehicles	15	14	14	14	15	14	13	12	12	12
Street Construction, Maintenance and Repair										
Streets (lane miles)	189	189	189	189	189	189	189	189	189	189
Urban Forestry Vehicles	3	3	3	3	3	3	3	3	3	3
Other Public Services Vehicles	62	58	59	57	54	54	53	54	54	54
Recreational Activities										
Recreation Center	1	1	1	1	1	1	1	1	1	1
Recreation Center Square Footage	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000
Number of Parks	3	3	3	3	3	3	3	3	3	3
Number of Baseball Diamonds	10	10	10	10	10	10	10	10	10	10
Number of Playgrounds	8	8	8	8	8	8	8	8	8	8
Number of Tennis Courts	3	3	3	3	3	3	3	3	3	3
Number of Full Sized Soccer Fields	3	3	3	3	3	3	2	2	2	2
Vehicles	4	4	4	4	4	3	3	3	3	3
Housing and Community Development										
Human Services Center Square Footage	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000
Vehicles	5	5	5	6	6	5	5	6	6	6

Source: Finance Department

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

Function/Program	2015	2014	2013	2012
Police:				
Police Expenditures (in thousands)	\$4,030	\$4,065	\$3,916	\$3,956
Total Arrests	2,382	2,534	3,308	3,009
Part One Offenses	72	78	74	96
OVI Arrests	36	36	50	47
Prisoners	541	593	857	931
Motor Vehicle Accidents	191	188	152	206
Calls for Service	12,643	12,646	14,349	13,708
Incidents per Citizen	0.9260	0.9260	1.0510	1.0040
Cost per Citizen	\$295.11	\$297.67	\$286.76	\$289.69
Fire:				
Fire Expenditures (in thousands)	\$2,453	\$2,385	\$2,355	\$2,244
Emergency Responses	1,471	1,398	1,246	1,318
Fire Safety Inspections	484	381	337	308
Fire Protection Systems Inspected	44	46	78	42
Building Fire Protection Plans Reviewed	9	6	3	5
Percentage of Business Inspected	44%	37%	33%	31%
Number of Community Programs	184	188	172	140
Emergency Responses per Citizen	0.1077	0.1024	0.0912	0.0965
Cost per Citizen	\$179.63	\$174.65	\$172.42	\$164.31
Street Lights Expenditures (in thousands)	\$109	\$108	\$129	\$116
Cost per Acre of Streetlights	\$8.72	\$8.64	\$10.28	\$9.26
Public Health Services:				
Health Department (in thousands)	\$54	\$54	\$52	\$52
Health Cost per Citizen	\$3.95	\$3.95	\$3.84	\$3.84
Recreational Activities:				
Blossom Hill (in thousands)	\$285	\$261	\$279	\$223
Community Center (in thousands)	1,811	1,931	2,054	1,808
Total Leisure Service Cost (in thousands)	\$2,096	\$2,192	\$2,333	\$2,031
Cost per Citizen	\$153.49	\$160.52	\$170.89	\$148.75
Community Center Square Feet	65,000	65,000	65,000	65,000
Square Feet per Citizen	4.76	4.76	4.76	4.76
Total Recreational Revenue (in thousands)	\$933	\$1,032	\$977	\$1,157
Community Center Members	5,814	5,979	6,200	6,242
Total Participations	171,917	173,042	173,308	192,970
Participations of Members Over Age 60	N/A	N/A	N/A	N/A
Fitness Class Participations	18,602	16,534	22,603	23,521
Participations per Citizen	12.59	12.67	12.69	14.13
Cost per Participation	\$10.53	\$11.16	\$11.85	\$9.37
Revenue per Participation	\$5.43	\$5.96	\$5.64	\$5.99
Housing and Community Development:				
Human Services (in thousands)	\$805	\$863	\$838	\$707
Cost per Citizen	\$59.00	\$63.00	\$61.00	\$52.00
Human Services Square Feet	29,000	29,000	29,000	29,000
Square Feet per Citizen	27.08	19.89	23.37	15.65
Total Human Services Revenue (in thousands)	\$87	\$93	\$88	\$89
Human Services Members	1,071	1,458	1,241	1,853
Total Participations	42,202	51,168	50,961	42,942
Participations per Citizen	3.09	3.75	3.73	3.14
Cost per Participation	\$751.63	\$591.91	\$675.33	\$381.33

2011	2010	2009	2008	2007	2006
\$3,645	\$3,716	\$3,516	\$3,350	\$3,428	\$3,321
3,036	3,658	3,181	3,542	3,526	4,499
85	80	85	83	67	71
56	47	39	64	55	44
901	908	1,258	1,235	1,086	1,033
204	215	256	293	303	326
15,174	14,701	14,302	16,603	15,669	15,433
1.1110	1.0770	1.0308	1.2030	1.1349	1.1220
\$266.92	\$272.08	\$253.41	\$242.67	\$248.32	\$241.41
\$2,304	\$2,438	\$2,159	\$2,067	\$2,194	\$2,220
1,395	1,351	1,346	1,399	1,313	1,387
284	404	249	410	276	268
59	35	49	58	47	34
3	2	3	9	7	14
30%	36%	25%	39%	44%	28%
143	197	181	245	15	15
0.1022	0.0989	0.0975	0.1013	0.0951	0.1008
\$168.72	\$178.53	\$155.60	\$149.72	\$158.91	\$161.40
\$101	\$108	\$98	\$86	\$85	\$85
\$8.08	\$8.61	\$7.60	\$6.88	\$6.81	\$6.80
\$50	\$50	\$50	\$48	\$48	\$45
\$3.62	\$3.62	\$3.57	\$3.49	\$3.49	\$3.27
\$254	\$253	\$305	\$271	\$280	\$254
1,762	1,843	1,791	1,610	1,609	1,527
\$2,016	\$2,096	\$2,096	\$1,881	\$1,889	\$1,781
\$147.61	\$153.48	\$151.03	\$136.26	\$136.85	\$129.48
65,000	65,000	65,000	65,000	65,000	65,000
4.76	4.76	4.68	4.71	4.71	4.73
\$1,008	\$972	\$894	\$1,039	\$928	\$791
6,693	6,479	6,606	6,798	7,440	6,637
171,646	169,171	199,102	218,209	171,266	165,066
N/A	N/A	N/A	N/A	N/A	N/A
20,754	21,584	21,624	24,107	21,779	15,531
12.57	12.39	14.35	15.81	12.40	12.00
\$10.27	\$10.89	\$10.53	\$7.38	\$9.40	\$9.25
\$5.87	\$5.74	\$4.49	\$4.76	\$5.42	\$4.79
\$696	\$676	\$720	\$701	\$659	\$504
\$51.00	\$50.00	\$51.89	\$51.00	\$48.00	\$37.00
29,000	29,000	29,000	29,000	29,000	29,000
24.21	25.55	26.34	31.80	31.80	44.89
\$81	\$81	\$81	\$76	\$52	\$51
1,198	1,135	1,101	714	912	646
38,553	37,663	46,272	36,946	32,542	33,299
2.82	2.76	3.33	2.68	2.36	2.42
\$580.88	\$595.59	\$653.95	\$982.18	\$722.15	\$780.19

City of Brecksville, Ohio
Operating Indicators by Function/Program (continued)
Last Ten Years

Function/Program	2015	2014	2013	2012
Housing and Community Development:				
Planning and Zoning (in thousands)	\$4	\$7	\$6	\$5
Housing and Building Inspection (in thousands)	\$518	\$471	\$462	\$454
Cost per Citizen	\$38.00	\$35.00	\$34.00	\$34.00
Building Permits - Residential	761	742	826	853
Dollar Value of Permits (in thousands)	\$17,387	\$12,356	\$4,307	\$9,648
Building Permits - Commercial	183	167	213	208
Dollar Value of Permits (in thousands)	\$7,826	\$12,140	\$12,250	\$10,818
Engineering (in thousands)	\$135	\$138	\$187	\$339
Engineering Reviews				
New Topo Reviews	31	8	6	7
Revised Topo Reviews	36	14	13	9
Retaining Wall Reviews	3	2	12	7
Plat Reviews	3	2	6	4
Other Reviews	73	56	43	51
Builder Grades	25	12	9	6
Landscaping Grades	8	6	5	3
Total All Reviews	179	100	94	87
Number of Trees Planted	211	134	163	92
Number of Trees Removed	124	757	98	157
Cemetery Internments	31	45	64	54
Grave Purchases/Interment Payments (in thousands)	\$16	\$19	\$38	\$43
Street Construction, Maintenance and Repair:				
Street Maintenance (in thousands)	\$1,048	\$923	\$1,182	\$1,070
Snow and Ice Removal (in thousands)	\$191	\$240	\$169	\$97
Road Maintenance (man hours)	65,460	66,311	65,248	63,944
Streets (lane miles)	189	189	189	189
Cost per mile of street	\$6.56	\$6.15	\$7.15	\$6.18
Feet of street per capita	73.08	73.08	73.08	73.08
Asphalt Usage (in tons)	8,062	12,481	9,926	5,576
Asphalt Cost per ton	\$55.00	\$55.00	\$60.75	\$60.75
Salt Usage (in tons)	10,950	11,745	10,270	4,920
Concrete Used (in cubic yards)	6,888	10,934	6,151	5,239
Brush/Grass/Yard Waste Collected (in cubic yard)	1,403	2,657	1,478	1,743
Leaves Collected (in cubic yards)	8,221	8,440	7,222	7,710
General Government:				
Law (in thousands)	\$252	\$251	\$231	\$304
Cost per budget dollar	\$0.0079	\$0.0083	\$0.0072	\$0.0077
Finance (in thousands)	\$393	\$352	\$339	\$319
Cost per budget dollar	\$0.0123	\$0.0112	\$0.0105	\$0.0080
Purchasing (in thousands)	\$195	\$177	\$175	\$168
Cost per employee	\$835.12	\$758.03	\$747.46	\$720.77
Lands and Buildings (in thousands)	\$1,090	\$818	\$742	\$651
Cost per citizen	\$79.82	\$59.90	\$54.35	\$47.65
Mayor's Office (in thousands)	\$249	\$237	\$235	\$234
Council (in thousands)	\$258	\$249	\$249	\$250

Source: Finance Department

2011	2010	2009	2008	2007	2006
\$5	\$5	\$4	\$13	\$8	\$9
\$479	\$505	\$521	\$471	\$492	\$473
\$35.00	\$37.00	\$37.84	\$35.00	\$36.00	\$35.00
845	895	882	742	1,077	981
\$3,236	\$3,654	\$5,596	\$7,450	\$7,609	\$12,371
244	207	137	205	126	124
\$4,081	\$21,592	\$3,954	\$7,075	\$23,762	\$4,212
\$339	\$241	\$256	\$178	\$152	\$129
5	5	11	11	15	29
8	8	13	23	28	46
5	39	15	9	32	12
3	6	16	9	3	0
55	13	43	41	38	41
5	9	15	17	66	31
2	4	11	7	20	11
83	84	124	117	202	170
175	168	146	110	168	278
196	190	197	135	103	102
48	43	41	46	60	68
\$33	\$27	\$30	\$24	\$40	\$37
\$1,185	\$892	\$1,033	\$1,155	\$1,112	\$1,115
\$157	\$220	\$175	\$208	\$175	\$70
66,200	65,600	70,776	70,776	66,405	63,460
189	189	189	189	189	189
\$7.10	\$5.88	\$7.21	\$7.21	\$6.81	\$6.27
73.08	73.08	72.28	72.28	72.28	72.55
7,650	5,415	7,237	2,307	2,119	4,526
\$68.30	\$68.50	\$56.81	\$55.74	\$60.68	\$52.02
7,650	6,863	8,625	9,090	9,875	4,255
44,438	3,945	1,941	1,941	1,172	1,600
3,094	2,354	2,409	2,729	2,120	2,717
6,333	6,411	7,722	5,926	6,953	6,145
\$248	\$247	\$219	\$222	\$241	\$208
\$0.0071	\$0.0069	\$0.0054	\$0.0052	\$0.0058	\$0.0060
\$308	\$325	\$342	\$299	\$292	\$285
\$0.0088	\$0.0090	\$0.0085	\$0.0071	\$0.0070	\$0.0083
\$165	\$169	\$227	\$201	\$198	\$191
\$706.21	\$724.63	\$1,027.15	\$861.07	\$847.97	\$817.99
\$563	\$602	\$785	\$767	\$769	\$777
\$41.23	\$44.06	\$56.58	\$55.57	\$55.70	\$56.49
\$233	\$218	\$217	\$231	\$206	\$210
\$248	\$238	\$234	\$229	\$230	\$212





Dave Yost • Auditor of State

CITY OF BRECKSVILLE

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
JULY 7, 2016