

The City of

FAIRVIEW PARK, OHIO

a great place to grow



**Comprehensive Annual
Financial Report for the year
Ended December 31, 2020**

OHIO AUDITOR OF STATE
KEITH FABER



88 East Broad Street
Columbus, Ohio 43215
IPAReport@ohioauditor.gov
(800) 282-0370

Members of City Council
City of Fairview Park
20777 Lorain Road
Fairview Park, Ohio 44126

We have reviewed the *Independent Auditor's Report* of the City of Fairview Park, Cuyahoga County, prepared by James G. Zupka, CPA, Inc., for the audit period January 1, 2020 through December 31, 2020. 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 Fairview Park is responsible for compliance with these laws and regulations.

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

Keith Faber
Auditor of State
Columbus, Ohio

August 09, 2021

This page intentionally left blank.

Introductory Section

City of Fairview Park, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2020

Prepared by:

Gregory M. Cingle, CPA, Finance Director

and Department of Finance

CITY OF
FAIRVIEW PARK

A Great Place to Grow

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2020**

TABLE OF CONTENTS

I. Introductory Section	<u>PAGE</u>
Title Page.....	i
Table of Contents.....	iii
Letter of Transmittal	vii
Organizational Chart.....	xiii
City Officials	xiv
GFOA Certificate of Achievement	xv
 II. Financial Section	
Independent Auditor’s Report.....	1
Management Discussion and Analysis.....	5
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	17
Statement of Activities.....	18
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	20
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	21
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	23
Statement of Revenues, Expenditures, and Changes in Fund Balances – Budget (Non-GAAP Basis) and Actual:	
General Fund.....	24
Recreation Fund.....	25
Statement of Fund Net Position – Proprietary Funds	26
Statement of Revenues, Expenses, and Changes in Fund Net Position –Proprietary Funds	27
Statement of Cash Flows – Proprietary Funds	28
Statement of Fiduciary Net Position – Custodial Funds.....	29

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2020**

Statement of Changes in Fiduciary Net Position – Custodial Funds	30
Notes to the Basic Financial Statements	31
Required Supplementary Information:	
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Public Employees Retirement System – Last Seven Years	82
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Police and Fire Pension Fund – Last Seven Years	84
Schedule of the City Contributions – Pension-OPERS – Last Eight Years	86
Schedule of the City Contributions Pension– OP&F – Last Ten Years.....	88
Schedule of the City’s Proportionate Share of the Net OPEB Liability – Ohio Public Employees Retirement System – Last Four Years	90
Schedule of the City’s Proportionate Share of the Net OPEB Liability – Ohio Police and Fire Pension Fund – Last Four Years	91
Schedule of the City Contributions - OPEB- OPERS – Last Six Years	92
Schedule of the City Contributions – OPEB- OP&F – Last Ten Years.....	94
Notes to the Required Supplementary Information	99
Combining and Individual Fund Statements and Schedules:	
Combining Statements – Nonmajor Funds:	
Fund Descriptions.....	99
Combining Balance Sheet – Nonmajor Governmental Funds.....	102
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	103
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	104
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	108
Combining Balance Sheet – Nonmajor Capital Projects Funds	112
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds	113

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2020**

Combining Statement – Fiduciary Funds:

Fund Descriptions.....	114
Combining Statement of Fiduciary Net Position – Custodial Funds	115
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds	116

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

Major Funds:

General Fund	119
Recreation Fund	122
Sewer Fund.....	123

Nonmajor Funds:

Street Construction, Maintenance, and Repair Fund.....	124
State Highway Fund	125
Police and Fire Pension Fund	126
Street Lighting Fund.....	127
Solid Waste Fund	128
Fire Operating Levy Fund	129
Safe Routes to School Fund.....	130
Federal Grants Fund	131
Waterline Repair Fund.....	132
Bain Park Restoration Fund	133
Law Enforcement Trust Fund.....	134
D.U.I. Education Fund.....	135
Police on Patrol Arresting Speeders Fund	136
Retiree Accrued Benefits Fund.....	137
Cable TV Franchise Fee Fund	138
Juvenile Diversion Fund.....	139
Senior Life Donation Fund	140
Required Deposits Fund	141
Emergency Medical System Fund	142
Cleveland Waterline Projects Fund	143
Special Hold Account Fund.....	144
Coronavirus Relief Fund	145
General Obligation Bond Retirement Fund	146
Recreation Construction Fund	147
Permanent Improvement Fund.....	148
Lorain Road Revitalization Fund.....	149
Senior Center Construction Fund	150
Capital Improvements Fund	151
Health Insurance Reserve Fund	152

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2020**

III. Statistical Section

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 True Values of Taxable Property – Last Ten Years.....	S12
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years	S14
Property Tax Levies and Collections – Last Ten Years	S16
Principal Real Property Taxpayers – 2020 and 2011	S18
Income Tax Revenue Base and Collections – Last Ten Years	S19
Ratio of Outstanding Debt to Total Personal Income and Debt Per Capita – Last Ten Years	S20
Legal Debt Margin – Last Ten Years.....	S22
Computation of Direct and Overlapping Governmental Activities Debt.....	S24
Ratio of General Obligation Bonded Debt to Estimated Actual Value and Bonded Debt Per Capita – Last Ten Years.....	S25
Principal Employers – 2020 and 2011	S26
Demographic and Economic Statistics – Last Ten Years.....	S28
Capital Assets Statistics by Function/Program – Last Ten Years.....	S30
Full-Time Equivalent City Government Employees by Function/Program – Last Ten Years.....	S32
Operating Indicators by Function/Program – Last Ten Years	S34



CITY OF FAIRVIEW PARK

20777 Lorain Road
Fairview Park, Ohio 44126-2018

— *Established in 1910* —

June 21, 2021

Honorable Mayor Eileen Ann Patton and Members of City Council, and
Citizens of Fairview Park
20777 Lorain Road
Fairview Park, OH 44126

It gives me great pleasure to present the Comprehensive Annual Financial Report (CAFR) for the City of Fairview Park (City). This report enables the City to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a Generally Accepted Accounting Principles (GAAP) basis, and Ohio Revised Code Section 117.38, which requires the cities reporting on a GAAP basis to file an unaudited annual report with the Auditor of State within 150 days of year end. Although not required by law, management of the City has decided to prepare this CAFR. It is intended to provide pertinent and necessary information to the stakeholders of Fairview Park.

The information contained in this report will assist City officials in making management decisions and will provide the taxpayers of the City with comprehensive financial data in such a format as to enable them to gain a true understanding of the City's financial affairs. The general public, as well as investors, will be able to compare the financial position of the City and the results of its operations with other governmental entities.

The CAFR of the City for the year ended December 31, 2020, is submitted herewith. The City, and more specifically, the Department of Finance, assumes responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures contained within this report. The accuracy and completeness of the data is based upon a comprehensive framework of internal controls that it has established for this purpose. Since the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the City. We have included all disclosures necessary to enable the reader to gain an understanding of the City's financial activities.

State statutes require the City to be subjected to an annual examination either by the Auditor of State or an independent public accounting firm. The Auditor of State rendered an opinion on the City's financial statements as of December 31, 2020, and 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. MD&A complements this letter of transmittal and should be read in conjunction with it.

This is the 22nd CAFR issued by the City. The report is prepared in accordance with GAAP, as set forth by the Governmental Accounting Standards Board (GASB), other authoritative sources, and the guidelines set by the Government Finance Officers Association (GFOA).

REPORTING ENTITY

For financial purposes, the City includes all funds, agencies, boards and commissions, and its potential component units in accordance with the GASB Statement No. 14, *The Financial Reporting Entity*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*. The primary government comprises all activities and services, which are not legally separate for the City. The City provides various services, such as public safety (police and fire), highways and streets, parks and recreation, public improvements, community development (planning and zoning), sewers, sanitation, and general administrative and legislative services. The operation of each of these activities is directly controlled by Council through the budgetary process.

The Rocky River Wastewater Treatment Plant is a joint venture that is discussed in Note 18 of the notes to the basic financial statements. The City is associated with the West Shore Council of Governments, Tri-City Park, S.A.F.E. Council of Governments, and West Shore Area Rescue Association, which are identified as jointly governed organizations. These organizations are presented in Note 19 of the notes to the basic financial statements.

A complete discussion of the City's reporting entity is provided in Note 1 of the notes to the basic financial statements.

AN OVERVIEW OF THE CITY OF FAIRVIEW PARK

The City is located in Cuyahoga County, approximately 10 miles west of the downtown area of the City of Cleveland. It was incorporated as the Village of Fairview in 1910 and became the City of Fairview Park in 1951. According to the 2015 Census estimate, the City's population is 16,407. The City's area is approximately 4.77 square miles, broken down by land use as follows:

	<u>Area</u>	<u>Percent of Assessed Valuation of Real Property</u>
Residential	54.5%	81.1%
Commercial/Industrial	9.7%	17.6%
Public Utility	0.1%	1.3%
Governmental (including parks) and Other Tax Exempt	34.3%	(a)
Agricultural	0.0%	0.0%
Undeveloped	1.4%	(b)

(a) Not applicable. Exempt from property taxation.

(b) Included in above categories.

Source: Fairview Park Building Department and Cuyahoga County Fiscal Office.

The City is served by diversified transportation facilities, including three state and U.S. highways and Interstate 480. The City is adjacent to areas served by Conrail and Amtrak, and is served by passenger air services at Cleveland Hopkins International Airport, located within two and one-half miles of the City, and by Burke Lakefront Airport, located within thirteen miles of the City. Public mass transit for the area is provided by the Greater Cleveland Regional Transit Authority (RTA).

Banking and financial services are provided to the City by offices of local commercial banks, all of which have their principal offices elsewhere.

The City is served by one daily newspaper, the Cleveland Plain Dealer, and two weekly newspapers, West Life News and the Sun Post-Herald. The City is within the broadcast area of seven television stations and 30 AM and FM radio stations. Multi-channel cable television service, including educational, governmental, and public access channels, is provided by Cox Cable Communications, Inc., AT&T, and Wide Open West (WOW!).

Within commuting distance are several public and private two-year and four-year colleges and universities that provide numerous educational opportunities. These education institutions include Baldwin-Wallace University, Case Western Reserve University, Cleveland State University, Cuyahoga Community College, John Carroll University, Kent State University, Lorain County Community College, Ursuline College, Notre Dame College, Oberlin College, and The University of Akron.

City residents are served by four hospitals within a 10 mile radius of the City: Fairview General Hospital, MetroHealth Medical Center, Southwest General Hospital, and St. John West Shore Hospital. The City is also served by numerous other hospitals in Cuyahoga County, including The Cleveland Clinic Foundation Hospital and University Hospitals of Cleveland, two tertiary care facilities.

The City is served by a variety of recreational facilities, including the city-owned Gemini Center, a 93,000 square feet recreation and community center located in Fairview Park. The City operates a system of parks that features 54.2 acres of parkland, playgrounds, baseball diamonds and other athletic fields, playing courts, nature and jogging trails, the Bain Park Community Cabin, and picnic areas. The City's Recreation Department, in cooperation with the Fairview Park City School District, provides various recreational programs and activities for City residents in those parks. The City also operates, in conjunction with the City of Rocky River and City of Westlake, the 14-acre Tri-City Park, which offers a baseball diamond, soccer field, basketball court, playground area, parking facility, and four tennis courts. Finally, a portion of the City lies within the Rocky River Reservation of the Cleveland Metropolitan Park District.

THE CITY'S FORM OF GOVERNMENT

The City of Fairview Park operates under and is governed by its Charter, first adopted by the voters in 1958. The Charter has been and may be amended by the electorate and provides for a Council-Mayor form of government. Under the Ohio Constitution, the City may exercise all powers of local self-government and law enforcement to the extent they are not conflicting with applicable general laws.

Legislative authority is vested in a seven-member Council. Two members are elected at-large and the remaining five are elected from wards, each serving concurrent four-year terms. The presiding officer is the President of Council, who is one of the Council members elected at-large. City Council sets compensation for City officials and employees and enacts ordinances and resolutions relating to City services, appropriating and borrowing money, licensing and regulating businesses and trades, tax levies, and other municipal purposes. The City Charter establishes certain administrative departments. City Council may establish divisions of those departments and create additional departments.

The City's chief executive and administrative officer is the Mayor, who is elected directly by the voters to a four-year term. The Mayor appoints, subject to the approval of City Council, the directors of City departments. The Mayor also appoints members to a number of boards and commissions, and appoints and removes, in accordance with civil service requirements, all appointed officers and employees, except City Council officials and employees. The Mayor may veto any legislation passed by City Council. A veto may be overridden by a two-thirds vote of all members of City Council.

DEPARTMENT OF PUBLIC SERVICE & DEVELOPMENT

The Department of Public Service & Development continues to work diligently to bolster economic and community development in the City, improve and maintain public infrastructure and services, and generate revenue through the attainment of grant funding. In 2020 many essential projects were completed.

Development

In 2020, the City pivoted the Economic Development priorities to assisting small businesses secure Payroll Protection Payments or EIDL funding. Quickly, the City realized that there would be a period of time where business' stimulus funding was in queue but current needs during the March shutdown were not being met. The City contacted the Cuyahoga County and coordinated the conversion of the SBA forgivable loan program into a COVID-19, small business support program. The requirements of the grant included that PPP or EIDL fund applications were completed and filed. There were 26 grants issued that totaled \$58,500 issued to small businesses. Recipients included day-care providers, pet grooming businesses, restaurants and sole proprietor businesses. The City will continue to pursue efforts to support local business and attract new businesses to enjoy the amenities provided by the City, its proximity to excellent transportation and recreational opportunities.

Despite the uncertainty of 2020 due to the pandemic, many new businesses opened: Yvette Goldurs, LISW, LLC, Craftsman Custom Flooring, Free Market Publishing, Sage Spa, Rapko Appliance Parts & Repair, Sew Creative Cottage, Becky's Hair, Different Things Gallery, Jade Massotherapies, Bright Light Academy, Eden Academy (Child Care), Ashton Lili's Nails & Spa, and Messiah Lutheran (grade school) opened a new pre-school. Many of these businesses / organizations made improvements to their spaces that increased job opportunities and diversified the commercial tax-base.

The City additionally assisted the developer of the former NASA site (Ceres Inc.) by passing legislation necessary to secure \$15 million in Property Assessed Clean Energy (PACE) funds to advance the redevelopment of the historic, former engineering office buildings. It was a difficult time to secure financing for a boutique hotel and apartment conversion project, and the PACE funding kept the momentum of the development moving which is now able to target a completion date at the end of 2021. The (hotel) bed tax and potential restaurants located within the apartment redevelopment will also bolster the income and tax base for the City of Fairview Park.

Another improvement to infrastructure included the rehabilitation of the Police Department's locker room at City Hall and conversion of a defunct shooting range into an evidence room which was funded in part with Cuyahoga County and NOPEC grant funds.

Service

The City maintains a full-time Service Department to serve the residents and commerce of the City. The primary areas of service involve street maintenance, storm and sanitary sewer maintenance, park maintenance, building maintenance, and assistance to residents.

In 2020, the Service Department participated in capital improvement projects for a variety of City enhancements:

Also, in 2020, a water main replacement and road paving project was completed (in front of the High School / Middle School) at a cost of \$569,170. This project included new pavement from curb to curb and new driveway aprons where necessary.

In 2016, the City established a contractual relationship with the Cuyahoga County Public Works Department to provide sewer maintenance services. These services include sewer lining and rehabilitation, televising and cleaning, and other services deemed necessary to the City. The current contract is valued at \$200,000 and extends into 2021.

In 2020, the City pivoted priorities in response to the COVID-19 pandemic. Protocols and practices for employee safety were put into place and public buildings were closed temporarily. The Service Department used that time to reconfigure the Gemini (recreation) Center for proper social distancing and to complete updating, painting, floor restoration and maintenance projects.

Another response to COVID-19 was to create better circulation of residents at the Gemini, City Hall and Bain Park Cabin by making door improvements. The Gemini Center had a new door installed that would provide better circulation for the indoor leisure pool area where visitors could exit the pool without conflicts in the lobby and while locker rooms were closed. Another door was retro-fitted at Bain Cabin to allow patrons to prop doors open for the outdoor, covered patio to allow better social distancing. Additionally, the entrance door at City Hall was replaced (with an ADA compliant door) and was fitted with a communication system so that visitors could be advised to put a mask on or be directed to the Building or Police and cut down on foot traffic through the interior of City Hall where it could be avoided. Finally, new doors were installed at the exterior of City Hall for Building and Police so that automated the communication system and automatic opening of the doors could be offered to the public. Another door was installed inside the City Hall lobby to better direct Police foot traffic to the Police Department. This project cost was \$107,606.00.

Other responses to the pandemic were bottle filling stations to replacing the traditional water fountains at City Council Chambers, the Gemini Center first and second floors. In addition, the City Hall air duct system was cleaned by a commercial cleaning company and air filters were replaced with high performance filters. Additional PPE was secured for our employees and protocol put in place for social distancing, face covering and cleaning protocol for equipment and work areas.

Additionally, capital improvements for the City were completed:

- Planning of a grant funded new restroom at Bain Park;
- Planning the grant funding resurfacing of West 210 St (from Mastick to Lorain Road);
- Installation of a Source Capture Exhaust System at the Fire Station;
- One grant-funded community Shredding and hazardous household waste collection event at City Hall;
- Completion of the Sidewalk and Tree Lawn Tree Improvement Project (with Community Development Block Grant Funds);
- Completion of the Story Road – Thomas Lane Green Space project that connects neighborhoods through this Community Development Supplemental Grant funds.
- Completed the majority of the Police Locker Room / Evidence Room Rehabilitation Project;
- Completed the majority of the Center Ridge Complete Streets improvements (funded through NOACA’s Transportation for Livable Communities Initiative);⁹
- Completion of the 100% grant funded sidewalk connectivity project (with benches, landscape and waste receptacles) in the Story Road / Thomas Lane Greenspace project (\$50,000).

BUILDING

Building, rebuilding, and expansions to private homes and businesses continued at high volumes in 2019, with the building of eight (8) two (2) new homes in the Thomas Lane neighborhood, one (1) new townhomes in the Riversouth development, three (3) new homes in existing neighborhoods, eight (8) new garages, five (5) new decks, 17 pools, eleven (11) decks, and one-hundred and thirty-nine (139) major alterations, including High School and Middle School renovations and additions. Additionally, twenty-two (22) Certificate of Occupancies were granted to businesses. The Building Department issued 1,331 permits in 2020 for various items.

The City’s Property Maintenance program works to preserve maintenance standards in residential neighborhoods. A home is generally the most valuable investment an individual possesses, and the Building Department helps ensure that the City’s housing stock continues to remain strong for years to come. In this regard, there were over 1,600 inspections completed and 792 complaints, including property maintenance, rental dwelling, and apartment inspections, investigated and resolved during 2020.

LONG-TERM FINANCIAL PLANNING

In order to make sound fiscal decisions, City officials closely monitor all revenues for fluctuations in collections and thoroughly review each purchase request before processing. These policies assist in providing sound financial management. In addition, a multi-year financial forecast is completed to project future revenues, expenditures, and fund balances.

The unassigned fund balance in the general fund is 32.59 percent of the total general fund revenues. One-time revenues are to be used for financing one-time expenditures, i.e. major maintenance projects, capital improvements, debt service, and reserves for current year contingencies. Additionally, unassigned fund balances provide beginning of the year cash flow until current revenues are received.

RELEVANT FINANCIAL POLICIES

As mentioned earlier, the City operates under and is governed by its Charter. Therefore, the City Charter sets relevant financial policies that assist City officials in balancing the yearly budget while maintaining sufficient cash balances to achieve fiscal strength into the future. The City Charter is reviewed by a Mayor-appointed Charter Review Committee (Committee) every 10 years. The Committee has the authority to recommend changes to the City Charter that may be placed on the ballot for the electorate to consider.

AWARDS AND ACKNOWLEDGEMENTS

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the year ended December 31, 2019. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.


In order to be awarded a Certificate of Achievement, the City had to publish an easily readable and efficiently organized CAFR that satisfied both GAAP and applicable legal requirements. A Certificate of Achievement is valid for a period of one year. We believe our current report continues to meet the requirements for the Certificate of Achievement, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The publication of this CAFR represents a significant achievement in the ability of the City to provide significantly enhanced financial information and accountability to its citizens, elected officials, management, and investors. This report continues the aggressive program of the Finance Department to improve the City's overall financial accounting, management, and reporting capabilities.

I would like to acknowledge the efforts of the entire staff of the Finance Department for their contributions to this report. Special thanks are extended to Mayor Patrick J. Cooney and members of City Council for their enthusiastic support of this project, and for the guidance and assistance provided by James G. Zupka CPA, Inc.

I would also like to thank all of the department heads and staff for their assistance and cooperation in the preparation of this CAFR. I ask for their continued support of this project and of my efforts toward continuing the sound financial management of the City.

Sincerely,

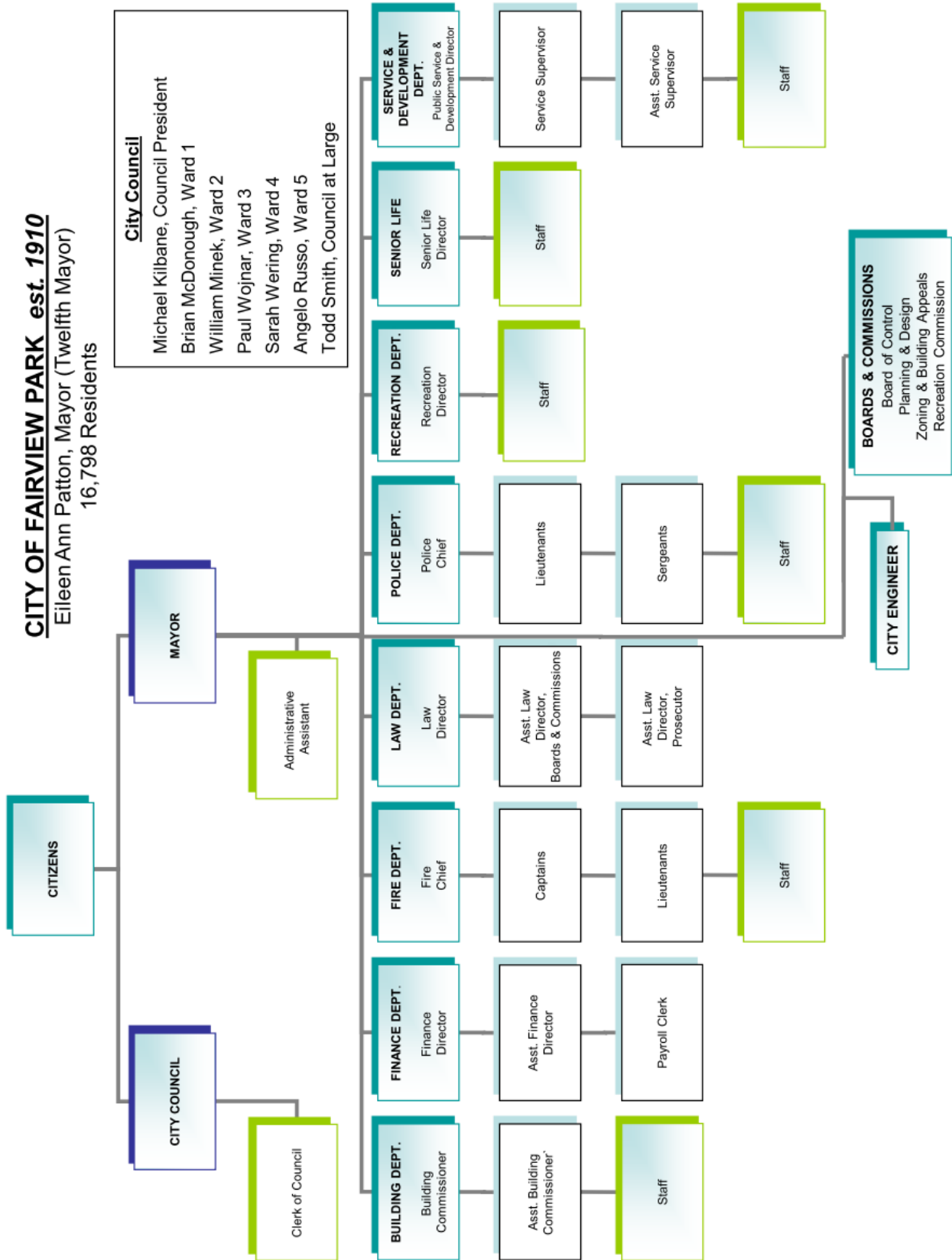
A handwritten signature in black ink, appearing to read 'G. M. Cingle', is written over a light blue horizontal line.

Gregory M. Cingle, CPA
Director of Finance

CITY OF FAIRVIEW PARK est. 1910

Eileen Ann Patton, Mayor (Twelfth Mayor)

16,798 Residents



CITY OF FAIRVIEW PARK, OHIO

City Officials

Elected Officials

Mayor
Patrick J. Cooney

Council Members

President of Council	Michael Kilbane
Council – Ward I	Bryan Simmerly
Council – Ward II	William F. Minek
Council – Ward III	Maureen Fallon Adler
Council – Ward IV	Sarah Wering
Council – Ward V	Bridget King
Council at Large	Gregory Burger

Appointed Officials

Director of Law	Timothy Riley
Finance Director	Gregory M. Cingle
Police Chief	Paul Shepard
Fire Chief	Anthony Raffin
Recreation Director	Kerry Kemp
Building Commissioner	Walter Maynard
Senior Life Director	Laura Brondos
Public Service/Development Director	Mary Kay Costello



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Fairview Park
Ohio**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morill

Executive Director/CEO

This page intentionally left blank.

Financial Section

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 Fairview Park
Fairview Park, Ohio

The Honorable Keith Faber
Auditor of State
State of Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2020, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park as of December 31, 2020, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparisons for the General Fund and the Recreation Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 24 to the basic financial statements, the financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and Schedules of Net Pension and Postemployment Benefit Liabilities and Pension and Postemployment Benefit 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'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 June 21, 2021, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



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

June 21, 2021

This page intentionally left blank.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

The discussion and analysis of the City of Fairview Park's (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2020. 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 and the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key Financial highlights for 2020 are as follows:

- The City's total assets and deferred outflows of resources exceeded its totals liabilities and deferred inflows of resources by \$39,095,044 in 2020.
- The City's total net position increased \$2,936,788 or 8.12 percent in 2020. Net position of the governmental activities increased \$3,284,737 which represents a 19.88 percent from 2019. Net position of the business-type activities decreased \$347,949 or 1.77 percent from 2019.
- The City continues to closely monitor its current financial condition and is aggressively looking for economic development opportunities in order to diversify and increase the City's income tax base. In addition, expenditures are carefully reviewed to ascertain that proposed expenditures have been budgeted prior to purchase.

Overview of the Financial Statements

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

Government-wide Financial Statements The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private sector businesses. 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 funds presented in total in one column.

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, security of persons and property, transportation, community environment, basic utility services, leisure time activities, and public health services. The business-type activities include the sewer fund.

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

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

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 this comparison between governmental funds and governmental activities.

Information is presented separately in the governmental funds balance sheet and in the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and the Recreation Fund, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements.

The City adopts an annual appropriated budget for each of its funds. A budgetary comparison statement (non-GAAP basis) has been provided for each governmental and proprietary fund to demonstrate budgetary compliance.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

Proprietary Funds The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its sewer operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains such a fund for its health related employee benefits. Because this predominately benefits governmental rather than business functions, it has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the sewer operations since it is considered a major fund.

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

Other Information In addition to the basic financial statements and accompanying notes, this report also presents certain other information that the City believes readers will find useful. After the notes to the basic financial statements, is the required supplementary information related to the net pension liability and net OPEB liability, the combining statements referred to earlier in connection with nonmajor governmental funds are presented, as well as individual detailed budgetary comparisons for all funds.

Government-Wide Financial Analysis

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 looks at all financial transactions and asks the question, "How did the City do financially during 2020?" 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, which is similar to the accounting used by the private sector. The basis for this 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 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, condition of City capital assets, et cetera (etc.) will also need to be evaluated.

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

- Assets and Deferred Outflows of Resources
- Liabilities and Deferred Inflows of Resources
- Net Position (Assets and Deferred Outflows of Resources minus Liabilities and Deferred Inflows of Resources)
- Program Expenses and Revenues
- General Revenues
- Net Position Beginning and End of Year

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

The City of Fairview Park as a Whole

As referenced earlier, the Statement of Net Position looks at the City as a whole. The following provides a summary of the City's net position for 2020 compared to 2019:

NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
ASSETS						
Current and Other Assets	\$ 26,147,520	\$ 21,332,743	\$ 7,019,100	\$ 7,068,248	\$ 33,166,620	\$ 28,400,991
Capital Assets, Net	41,966,615	43,190,314	16,567,985	16,875,938	58,534,600	60,066,252
Total Assets	68,114,135	64,523,057	23,587,085	23,944,186	91,701,220	88,467,243
DEFERRED OUTFLOWS OF RESOURCES						
Deferral on Refunding	1,106,971	1,229,968	-	-	1,106,971	1,229,968
Pension	2,568,396	6,201,116	53,587	202,097	2,621,983	6,403,213
OPEB	1,706,613	1,313,844	41,670	20,032	1,748,283	1,333,876
Total Deferred Outflows of Resources	5,381,980	8,744,928	95,257	222,129	5,477,237	8,967,057
LIABILITIES						
Current and Other Liabilities	1,390,768	1,434,800	29,387	38,127	1,420,155	1,472,927
Long-term Liabilities:						
Due Within One Year	2,315,097	2,174,034	126,161	119,912	2,441,258	2,293,946
Due in More than One Year:						
Net Pension Liability	17,904,519	23,051,005	385,469	539,830	18,289,988	23,590,835
Net OPEB Liability	5,306,209	5,040,507	261,978	249,433	5,568,187	5,289,940
Other Amounts	18,158,639	19,394,245	3,465,469	3,570,397	21,624,108	22,964,642
Total Liabilities	45,075,232	51,094,591	4,268,464	4,517,699	49,343,696	55,612,290
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	4,378,698	4,408,114	-	-	4,378,698	4,408,114
Pension	2,956,353	607,602	84,982	7,984	3,041,335	615,586
OPEB	1,280,314	636,897	39,370	3,157	1,319,684	640,054
Total Deferred Inflows of Resources	8,615,365	5,652,613	124,352	11,141	8,739,717	5,663,754
NET POSITION						
Net Investment in						
Capital Assets	24,154,558	24,225,683	13,005,345	13,210,184	37,159,903	37,435,867
Restricted	6,273,107	4,681,053	-	-	6,273,107	4,681,053
Unrestricted	(10,622,147)	(12,385,955)	6,284,181	6,427,291	(4,337,966)	(5,958,664)
Total Net Position	\$ 19,805,518	\$ 16,520,781	\$ 19,289,526	\$ 19,637,475	\$ 39,095,044	\$ 36,158,256

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2020 and is reported pursuant to GASB Statement 68, “Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27.” The City previously adopted GASB Statement 75, “Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions,” which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City’s actual financial condition by adding deferred inflows related to pension and OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

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

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

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

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 UNAUDITED**

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

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

Total assets increased from the prior year primarily due to an increase in cash and cash equivalents.

The primary reason for the changes in deferred inflows of resources, deferred outflows of resources, net pension liability, and net OPEB liability were due to GASB 68 and GASB 75. The net pension liability and Net OPEB liability represent the City’s proportionate share of the OPERS’ and OP&F unfunded benefits for pension and OPEB. Changes in pension and OPEB benefits, contribution rates, and return on investments affect the balance of the net pension liability and net OPEB liability.

The implementation of GASB Statement No. 68 and 75 requires the reader to perform additional calculations to determine the City’s Total Net Position at December 31, 2020 without the implementation of GASB Statement No. 68 and 75. This is an important exercise, as the State Pension Systems (OPERS & OP&F) collect, hold, invest, and distribute pensions to our employees, not the City of Fairview Park. These calculations are as follows:

	Governmental Activities	Business-Type Activities
Total Net Position at December 31, 2020 (with GASB 68 and 75)	\$ 19,805,518	\$ 19,289,526
GASB 68/75 Calculations:		
Add:		
Deferred Inflows related to Pension	2,956,353	84,982
Deferred Inflows related to OPEB	1,280,314	39,370
Net Pension Liability	17,904,519	385,469
Net OPEB Liability	5,306,209	261,978
Less:		
Deferred Outflows related to Pension	(2,568,396)	(53,587)
Deferred Outflows related to OPEB	(1,706,613)	(41,670)
Total Net Position (without GASB 68 and 75)	\$ 42,977,904	\$ 19,966,068

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

In order to further understand what makes up the changes in net position for the current year, the following table provides readers with further details regarding the results of activities for the current year:

CHANGES IN NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
REVENUES						
Program Revenues:						
Charges for Services	\$ 2,384,531	\$ 3,530,684	\$ 2,145,194	\$ 2,157,751	\$ 4,529,725	\$ 5,688,435
Operating Grants and Contributions	2,722,092	1,565,807	-	-	2,722,092	1,565,807
Capital Grants and Contributions	941,018	1,233,638	-	1,643,606	941,018	2,877,244
Total Program Revenues	6,047,641	6,330,129	2,145,194	3,801,357	8,192,835	10,131,486
General Revenues:						
Property Taxes	4,454,778	4,476,158	-	-	4,454,778	4,476,158
Municipal Income Taxes	10,706,033	10,410,022	-	-	10,706,033	10,410,022
Franchise Taxes	260,927	273,014	-	-	260,927	273,014
Grants and Entitlements	1,048,573	1,101,311	-	-	1,048,573	1,101,311
Investment Income	89,214	265,014	-	-	89,214	265,014
Gain on Sale of Capital Assets	-	13,056	-	-	-	13,056
All Other Revenues	1,299,208	720,838	118,253	23,186	1,417,461	744,024
Total General Revenues	17,858,733	17,259,413	118,253	23,186	17,976,986	17,282,599
Total Revenues	23,906,374	23,589,542	2,263,447	3,824,543	26,169,821	27,414,085
EXPENSES						
Program Expenses:						
Security of Persons and Property	8,533,483	44,215	-	-	8,533,483	44,215
Public Health Services	61,629	920	-	-	61,629	920
Leisure Time Activities	2,729,586	3,989,318	-	-	2,729,586	3,989,318
Community Environment	464,916	609,319	-	-	464,916	609,319
Basic Utility Services	1,299,067	1,439,018	-	-	1,299,067	1,439,018
Transportation	2,672,678	2,643,764	-	-	2,672,678	2,643,764
General Government	4,167,686	3,959,562	-	-	4,167,686	3,959,562
Interest and Fiscal Charges	692,592	749,136	-	-	692,592	749,136
Sanitary Sewer	-	-	2,611,396	2,657,129	2,611,396	2,657,129
Total Expenses	20,621,637	13,435,252	2,611,396	2,657,129	23,233,033	16,092,381
Change in Net Position	3,284,737	10,154,290	(347,949)	1,167,414	2,936,788	11,321,704
Net Position - Beginning of Year	16,520,781	6,366,491	19,637,475	18,470,061	36,158,256	24,836,552
Net Position - End of Year	\$ 19,805,518	\$ 16,520,781	\$ 19,289,526	\$ 19,637,475	\$ 39,095,044	\$ 36,158,256

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

Governmental Activities

Governmental activities increased the City's net position by \$3,284,737 during 2020.

Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 2 percent for 2020, the same as the prior year. Both residents of the City and non-residents who work inside the City are subject to the income tax. However, if residents work in a locality that has a municipal income tax, the City provides 75 percent credit up to 1.25 percent for those who pay income tax to another city. By ordinance, City Council could choose to reduce the income tax credit in order to generate additional revenues for the City.

Income tax revenue increased in 2020 as a result of increases in employee municipal income tax withholdings, individual income tax receipts and net profit tax collections. General revenue from property taxes is also a significant source of revenue and slightly decreased in 2020.

Charges for services decreased due to the decreased revenue at the recreation center, while operating grants and contributions increased in 2020 due to the City receiving grants related to COVID-19 pandemic. Capital grants and contributions decreased due to an increase in grants received in 2019 as compared to 2020. All other revenues increased due to the City receiving dividends from the Ohio Bureau of Workers' Compensation in 2020.

The tables on the prior page reflects how the City funds its programs, either through program or general revenues. As can be seen on the prior page, all programs have a heavy reliance on general revenues.

Security of persons and property program pays for basic police, fire and emergency medical services, pensions, and equipment. Total security of persons and property expenses increased in 2020. This increase is attributable to The Ohio Police and Fire Pension Fund (OP&F) making a change to its health care model. Beginning January 1, 2019 OP&F changed its retiree health care model and the current self-insured health care plan is no longer be offered. In its place is a stipend-based health care model. A stipend funded by OP&F is placed in individual Health Reimbursement Accounts that retirees will use to be reimbursed for health care expenses. This change increased the City's Security of persons and property expense by \$8,489,268 from 2019. Leisure Time Activities decreased by \$1,259,732 due to the decrease of expense in the recreation center because of COVID-19.

Business-Type Activities

The business-type activities of the City had a decrease in net position of \$347,949 in 2020, as operating expenses outpaced revenues. Charges for services revenue decreased slightly in 2020. Capital grants and contributions decreased due to a grant from Ohio Public Works Commission in 2019 for the Clifford Drive Storm and Sanitary replacement. Expenses decreased slightly in 2020.

Financial Analysis of the Government's Funds

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2020
UNAUDITED**

Governmental Funds

Funds are created and segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. An activity not required to be reported in a separate fund is included in the General Fund. Governmental funds are used to account for tax-supported activities.

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the year. Information about the City's governmental funds begins on page 20. These funds are accounted for by using the modified accrual basis of accounting. Fund balances are the differences between assets and deferred outflows of resources and liabilities and deferred inflows of resources reported in a governmental fund. The restricted fund balance is that portion of a governmental fund's fund balance that has constraints on the use of the resources.

Fund balances that are committed include amounts that can be used only for the specific purposes imposed by formal action of Council. Assigned fund balances are intended to be used for specific purposes and reflect a government's self-imposed limitation on the use or otherwise available expendable financial resources in governmental funds. Unassigned fund balances are amounts available for appropriation. As of the end of the current year, the City of Fairview Park's governmental funds reported combined ending fund balances of \$15,938,369, which was an increase of \$4,485,137 from 2019. Of the total governmental fund balances, \$7,208,281 constitutes the general fund balance, a \$2,138,861 increase from 2019. The increase is due to revenues and other financing sources outpacing expenditures and transfers out.

All governmental funds had total revenues and other financing sources of \$25,132,030 and expenditures and other financing uses of \$21,646,893, with revenues exceeding expenditures by \$4,485,137.

The City's Funds

General Fund

The General Fund is the main operating fund of the City. At the end of the current year, the total fund balance for the General Fund was \$7,208,281, of which \$267,466 was nonspendable, \$474,651 was committed, \$453,244 was assigned, and \$6,012,920 was unassigned for financial reporting purposes. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to annual fund expenditures. Unassigned general fund balance represents 63.63 percent of total General Fund expenditures, while total fund balance represents 76.28 percent of that same amount. The General fund balance increased \$2,138,861 due to revenues exceeding expenditures and a decrease of expenditures in 2020.

Recreation Fund

The Recreation Fund is another major fund for the City. At the end of the current year, the total fund balance was \$2,487,804, all of which was committed or nonspendable for financial reporting purposes. This was the eleventh full year of operations for the Gemini Recreation Center. Fund balance increased by \$464,897 in 2020 as compared to 2019 due to revenues exceeding expenditures. Revenues and expenditures both decreased in 2020 due to the COVID-19 pandemic.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 UNAUDITED**

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 2020, the City amended its General Fund budget two times. The City does allow small interdepartmental budget changes that modify line items within the accounting system which are within their appropriation category (department level). The General Fund supports many of our major activities, i.e. police department, fire department, and administration. The General Fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

For the General Fund, original budgeted revenues and other financing sources were \$11,638,888 and final budgeted revenues and other financing sources were \$12,354,922 and actual revenues and other financing sources were \$12,354,922. Final budgeted revenues increased from the original budgeted revenues mainly due to the increase in property taxes and municipal income taxes. General Fund original budgeted expenditures and other financing uses were \$11,640,317 and the final budgeted expenditures and other financing uses were \$11,640,317. Actual General Fund expenditures and other financing uses were \$10,120,283, or \$1,520,034 less than the final budget, with most of the decrease occurring in security of persons and property and general government. This represents the City’s proactive management and legislative action to control and reduce costs wherever practicable during 2020.

Capital Assets and Debt Administration

Capital Assets

**CAPITAL ASSETS AT DECEMBER 31
 (NET OF DEPRECIATION)
 TABLE 3**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>	
	2020	2019	2020	2019
Land	\$ 1,050,943	\$ 1,050,943	\$ -	\$ -
Construction in progress	938,137	3,394,415	3,473,889	3,326,301
Buildings	16,354,071	16,312,575	123,452	127,720
Land improvements	1,587,129	1,675,290	40,015	42,302
Equipment and Furniture	919,388	891,565	146,997	176,921
Vehicles	1,159,372	1,366,922	173,957	143,914
Waste Water Treatment				
Plant Rights	-	-	2,519,238	2,574,606
Infrastructure	19,957,575	18,498,604	10,090,437	10,484,174
Total	<u>\$ 41,966,615</u>	<u>\$ 43,190,314</u>	<u>\$ 16,567,985</u>	<u>\$ 16,875,938</u>

In 2020, the City’s governmental and business-type acquisitions of capital assets outpaced current year depreciation. These results were due to infrastructure improvements at the Gemini and Senior Centers.

The City is committed to a long-term goal of meeting the needs of its infrastructure and facilities. For additional information see Note 11 to the basic financial statements.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 UNAUDITED**

Debt Administration

As of December 31, 2020, the City of Fairview Park had the following in bonds, notes, loans, and leases outstanding:

**OUTSTANDING LONG-TERM DEBT AT DECEMBER 31
 TABLE 4**

	Governmental Activities		Business-Type Activities	
	2020	2019	2020	2019
General Obligation Note	\$ 951,897	\$ 1,052,035	\$ -	\$ -
General Obligation Bonds	16,638,684	17,663,759	-	-
OPWC Loan	500,589	513,104	1,347,484	1,330,400
Intergovernmental Loan	-	-	2,215,156	2,335,354
Capital Leases	727,858	765,701	-	-
Total Outstanding Debt	<u>\$ 18,819,028</u>	<u>\$ 19,994,599</u>	<u>\$ 3,562,640</u>	<u>\$ 3,665,754</u>

The City’s overall legal debt margin was \$46,694,694 at December 31, 2020.

Additional information concerning the City’s debt can be found in Notes 16 and 17 to the basic financial Statements.

Current Financial Related Activities

The City of Fairview Park continues to maintain the Aa2 rating from Moody’s Investors Service. During 2020, the City’s financial position increased due to revenues exceeding expenses and the receipt of CARES Act funding from the U.S. Treasury. Management and City Council continue to review options that will create additional revenue in order to increase cash balances to protect the long-term financial stability of the City. In addition, the City will continue its stringent budgeting and procurement standards to contain costs.

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 show the City’s accountability for all money it receives, spends, or invests. If you have any questions about this report or need additional information, please contact Gregory M. Cingle, Finance Director, at greg.cingle@fairviewpark.org.

Basic Financial Statements

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF NET POSITION
DECEMBER 31, 2020**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 14,588,633	\$ 3,589,946	\$ 18,178,579
Materials and Supplies Inventory	54,999	-	54,999
Accounts Receivable	320,119	-	320,119
Intergovernmental Receivable	1,366,895	495,650	1,862,545
Prepaid Items	300,287	4,310	304,597
Municipal Income Taxes Receivable	4,355,953	-	4,355,953
Property Taxes Receivable	4,509,957	-	4,509,957
Special Assessments Receivable	343,920	-	343,920
Assets Held for Resale	306,757	-	306,757
Investment in Joint Venture	-	2,929,194	2,929,194
Nondepreciable Capital Assets	1,989,080	3,473,889	5,462,969
Depreciable Capital Assets	39,977,535	13,094,096	53,071,631
Total Assets	68,114,135	23,587,085	91,701,220
DEFERRED OUTFLOWS OF RESOURCES			
Deferral on Refunding	1,106,971	-	1,106,971
Pension	2,568,396	53,587	2,621,983
OPEB	1,706,613	41,670	1,748,283
Total Deferred Outflows of Resources	5,381,980	95,257	5,477,237
LIABILITIES			
Accounts Payable	413,492	11,300	424,792
Contracts Payable	4,447	-	4,447
Accrued Wages and Benefits	271,639	8,493	280,132
Intergovernmental Payable	191,229	4,464	195,693
Vacation Benefits Payable	99,665	5,130	104,795
Accrued Interest Payable	78,956	-	78,956
Unearned Revenue	231,340	-	231,340
Notes Payable	100,000	-	100,000
Long-term Liabilities:			
Due Within One Year	2,315,097	126,161	2,441,258
Due in More than One Year:			
Net Pension Liability	17,904,519	385,469	18,289,988
Net OPEB Liability	5,306,209	261,978	5,568,187
Other Amounts Due in More than One Year	18,158,639	3,465,469	21,624,108
Total Liabilities	45,075,232	4,268,464	49,343,696
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	4,378,698	-	4,378,698
Pension	2,956,353	84,982	3,041,335
OPEB	1,280,314	39,370	1,319,684
Total Deferred Inflows of Resources	8,615,365	124,352	8,739,717
NET POSITION			
Net Investment in Capital Assets	24,154,558	13,005,345	37,159,903
Restricted for:			
Capital Projects	4,238,077	-	4,238,077
Street Construction, Maintenance and Repair	973,856	-	973,856
State Highway	95,251	-	95,251
Street Lighting	509,771	-	509,771
Police Programs	128,621	-	128,621
Fire Operating	171,793	-	171,793
Police and Fire Pensions	35,747	-	35,747
Waterline Repairs	119,991	-	119,991
Unrestricted (Deficit)	(10,622,147)	6,284,181	(4,337,966)
Total Net Position	\$ 19,805,518	\$ 19,289,526	\$ 39,095,044

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
Governmental activities:				
Security of Persons and Property	\$ 8,533,483	\$ 387,273	\$ 893,989	\$ -
Public Health Services	61,629	-	59,969	-
Leisure Time Activities	2,729,586	603,296	152,711	1,753
Community Environment	464,916	277,930	20,006	116,548
Basic Utility Services	1,299,067	743,311	360,845	-
Transportation	2,672,678	309,545	966,108	759,261
General Government	4,167,686	63,176	268,464	63,456
Interest and Fiscal Charges	692,592	-	-	-
Total Governmental activities	<u>20,621,637</u>	<u>2,384,531</u>	<u>2,722,092</u>	<u>941,018</u>
Business-type activities:				
Sanitary Sewer	2,611,396	2,145,194	-	-
Total Business-type activities	<u>2,611,396</u>	<u>2,145,194</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 23,233,033</u>	<u>\$ 4,529,725</u>	<u>\$ 2,722,092</u>	<u>\$ 941,018</u>

General Revenues:

Property Taxes levied for:
 General Purposes
 Permanent Improvements
 Recreation
 Police and Fire Pension
 Fire Operations
 Municipal Income Taxes levied for:
 General Purposes
 Capital Improvements
 Recreation
 Franchise Taxes
 Grants and Entitlements not Restricted to Specific Programs
 Investment Income
 All Other Revenues
 Total General Revenues
 Change in Net Position
 Net Position - Beginning of Year
Net Position - End of Year

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

Net (Expense) Revenue and Changes in Net Position		
Governmental	Business-type	
Activities	Activities	Total
\$ (7,252,221)	\$ -	\$ (7,252,221)
(1,660)	-	(1,660)
(1,971,826)	-	(1,971,826)
(50,432)	-	(50,432)
(194,911)	-	(194,911)
(637,764)	-	(637,764)
(3,772,590)	-	(3,772,590)
(692,592)	-	(692,592)
<u>(14,573,996)</u>	<u>-</u>	<u>(14,573,996)</u>
-	(466,202)	(466,202)
-	(466,202)	(466,202)
<u>(14,573,996)</u>	<u>(466,202)</u>	<u>(15,040,198)</u>
3,219,744	-	3,219,744
336,275	-	336,275
386,519	-	386,519
231,904	-	231,904
280,336	-	280,336
6,694,623	-	6,694,623
1,337,137	-	1,337,137
2,674,273	-	2,674,273
260,927	-	260,927
1,048,573	-	1,048,573
89,214	-	89,214
<u>1,299,208</u>	<u>118,253</u>	<u>1,417,461</u>
<u>17,858,733</u>	<u>118,253</u>	<u>17,976,986</u>
3,284,737	(347,949)	2,936,788
<u>16,520,781</u>	<u>19,637,475</u>	<u>36,158,256</u>
<u>\$ 19,805,518</u>	<u>\$ 19,289,526</u>	<u>\$ 39,095,044</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	<u>General Fund</u>	<u>Recreation Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 6,183,738	\$ 2,095,879	\$ 6,104,498	\$ 14,384,115
Materials and Supplies Inventory	4,799	-	50,200	54,999
Accounts Receivable	13,816	6,984	299,319	320,119
Interfund Receivable	49,360	-	-	49,360
Intergovernmental Receivable	436,991	71,485	858,419	1,366,895
Prepaid Items	257,235	23,510	19,542	300,287
Municipal Income Taxes Receivable	2,722,471	1,088,988	544,494	4,355,953
Property Taxes Receivable	3,258,890	391,224	859,843	4,509,957
Special Assessments Receivable	1,400	-	342,520	343,920
Assets Held for Resale	-	-	306,757	306,757
Total Assets	<u>\$ 12,928,700</u>	<u>\$ 3,678,070</u>	<u>\$ 9,385,592</u>	<u>\$ 25,992,362</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 166,919	\$ 28,897	\$ 217,676	\$ 413,492
Accrued Wages and Benefits	212,248	26,290	33,101	271,639
Contracts Payable	-	-	4,447	4,447
Intergovernmental Payable	71,608	14,592	105,029	191,229
Interfund Payable	-	-	49,360	49,360
Unearned Revenue	-	-	231,340	231,340
Notes Payable	-	-	100,000	100,000
Total Liabilities	<u>450,775</u>	<u>69,779</u>	<u>740,953</u>	<u>1,261,507</u>
Deferred Inflows of Resources:				
Property Taxes	3,163,985	379,831	834,882	4,378,698
Unavailable Revenue - Delinquent Property Taxes	94,905	11,393	24,961	131,259
Unavailable Revenue - Income Taxes	1,650,802	667,320	333,660	2,651,782
Unavailable Revenue - Other	359,952	61,943	1,208,852	1,630,747
Total Deferred Inflows of Resources	<u>5,269,644</u>	<u>1,120,487</u>	<u>2,402,355</u>	<u>8,792,486</u>
Fund Balances:				
Nonspendable	267,466	23,510	69,742	360,718
Restricted	-	-	4,956,162	4,956,162
Committed	474,651	2,464,294	1,350,677	4,289,622
Assigned	453,244	-	-	453,244
Unassigned (Deficit)	6,012,920	-	(134,297)	5,878,623
Total Fund Balances	<u>7,208,281</u>	<u>2,487,804</u>	<u>6,242,284</u>	<u>15,938,369</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 12,928,700</u>	<u>\$ 3,678,070</u>	<u>\$ 9,385,592</u>	<u>\$ 25,992,362</u>

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
 NET POSITION OF GOVERNMENTAL ACTIVITIES
 DECEMBER 31, 2020**

Total Governmental Fund Balances \$ 15,938,369

Amounts reported for Governmental Activities in the Statement of Net Position are different because:

Capital Assets used in Governmental Activities are not financial resources and, therefore, are not reported in the funds 41,966,615

Other long-term assets are not available to pay for current-period expenditures and, therefore, are unavailable revenue in the funds:

Delinquent property taxes	\$	131,259	
Municipal income taxes		2,651,782	
Special assessments		343,920	
Intergovernmental		1,074,122	
Charges for services		212,705	
Total			4,413,788

Vacation benefits payable is a contractually required benefit not expected to be paid with expendable available financial resources and therefore not reported in the funds. (99,665)

In the Statement of Activities, interest is accrued on outstanding bonds and loans, whereas in Governmental funds, an interest expenditure is reported when due. (78,956)

An Internal Service fund is used by management to charge the costs of certain activities, such as insurance to individual funds. The assets and liabilities of the Internal Service fund is included in Governmental Activities in the Statement of Net Position. 204,518

The net pension liability and net OPEB liability are not due and payable in the current period; therefore the liability, and related deferred inflows/outflows are not reported in the governmental funds:

Deferred Outflows - Pension		2,568,396	
Deferred Inflows - Pension		(2,956,353)	
Net Pension Liability		(17,904,519)	
Deferred Outflows - OPEB		1,706,613	
Deferred Inflows - OPEB		(1,280,314)	
Net OPEB Liability		(5,306,209)	
Total			(23,172,386)

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:

General obligation bonds and notes		(17,100,000)	
Unamortized bond premium		(490,581)	
OPWC Loan		(500,589)	
Deferral of loss on refunding		1,106,971	
Capital leases		(727,858)	
Compensated absences		(1,654,708)	
Total			(19,366,765)

Net Position of Governmental Activities **\$ 19,805,518**

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	<u>General Fund</u>	<u>Recreation Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES				
Property Taxes	\$ 3,210,105	\$ 385,362	\$ 845,967	\$ 4,441,434
Municipal Income Taxes	6,551,034	2,609,839	1,304,920	10,465,793
Franchise Taxes	-	-	260,927	260,927
Intergovernmental	989,496	64,486	2,980,467	4,034,449
Interest	82,693	-	6,521	89,214
Fees, Licenses, and Permits	433,441	-	24,751	458,192
Rentals	10,953	132,322	3,750	147,025
Charges for Services	9,574	377,261	1,034,875	1,421,710
Contributions and Donations	57,263	9,450	-	66,713
Special Assessments	-	-	302,745	302,745
All Other Revenues	985,567	162,522	153,357	1,301,446
Total Revenues	<u>12,330,126</u>	<u>3,741,242</u>	<u>6,918,280</u>	<u>22,989,648</u>
EXPENDITURES				
Current:				
Security of Persons and Property	4,983,809	-	2,522,362	7,506,171
Public Health Services	1,660	-	59,969	61,629
Leisure Time Activities	183,753	1,731,283	48,139	1,963,175
Community Environment	371,595	-	-	371,595
Basic Utility Services	340,200	-	958,867	1,299,067
Transportation	556,580	-	653,780	1,210,360
General Government	3,012,668	-	287,153	3,299,821
Capital Outlay	-	-	1,035,576	1,035,576
Debt Service:				
Principal Retirement	-	975,000	1,100,358	2,075,358
Interest and Fiscal Charges	-	570,062	63,208	633,270
Debt Issuance Costs	-	-	9,871	9,871
Total Expenditures	<u>9,450,265</u>	<u>3,276,345</u>	<u>6,739,283</u>	<u>19,465,893</u>
Excess of Revenues Over (Under) Expenditures	<u>2,879,861</u>	<u>464,897</u>	<u>178,997</u>	<u>3,523,755</u>
OTHER FINANCING SOURCES (USES)				
Bond Anticipation Notes	-	-	950,000	950,000
Premium on Debt Issuance	-	-	11,382	11,382
Transfers In	-	-	1,181,000	1,181,000
Transfers Out	(741,000)	-	(440,000)	(1,181,000)
Total Other Financing Sources (Uses)	<u>(741,000)</u>	<u>-</u>	<u>1,702,382</u>	<u>961,382</u>
Net Change in Fund Balances	2,138,861	464,897	1,881,379	4,485,137
Fund Balances - Beginning of Year	5,069,420	2,022,907	4,360,905	11,453,232
Fund Balances - End of Year	<u>\$ 7,208,281</u>	<u>\$ 2,487,804</u>	<u>\$ 6,242,284</u>	<u>\$ 15,938,369</u>

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, 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, 2020**

Net Change in Fund Balances-Total Governmental Funds \$ 4,485,137

Amounts reported for Governmental Activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay and contributions in the current period.

Capital Outlay	\$	751,597	
Capital Contributions		510,397	
Depreciation		<u>(2,485,693)</u>	
Total			(1,223,699)

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

Delinquent property taxes	13,344		
Municipal income taxes	240,240		
Special assessments	2,856		
Intergovernmental	94,059		
Charges for services	<u>55,830</u>		
Total			406,329

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

Pension			1,408,346
OPEB			25,544

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

Pension			(2,243,331)
OPEB			(541,894)

Other financing sources in the Governmental funds increase long-term liabilities in the Statement of Net Position. These sources were attributed to issuance of a note and the related premium.

(961,382)

Repayment of principal on bonds, notes, loans and capital leases are expenditures in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.

2,075,358

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.

Compensated absences	(81,028)		
Vacation Benefits Payable	(17,826)		
Accrued interest on bonds	11,951		
Amortization of bond premiums	61,595		
Amortization of loss on refunding	<u>(122,997)</u>		
Total			(148,305)

An Internal Service fund is used by management to charge costs to certain activities, such as insurance to individual funds. The net revenue (expense) of an Internal Service fund is reported in the Governmental Activities.

2,634

Change in Net Position of Governmental Activities

\$ 3,284,737

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 3,024,062	\$ 3,210,105	\$ 3,210,105	\$ -
Municipal Income Taxes	6,247,163	6,631,494	6,631,494	-
Intergovernmental	921,283	977,961	977,961	-
Interest	78,605	83,441	83,441	-
Fines, Licenses and Permits	402,534	427,298	427,298	-
Rentals	8,199	8,703	8,703	-
Charges for Services	8,737	9,274	9,274	-
Contributions and Donations	1,413	1,500	1,500	-
All Other Revenues	946,892	1,005,146	1,005,146	-
Total Revenues	<u>11,638,888</u>	<u>12,354,922</u>	<u>12,354,922</u>	<u>-</u>
Expenditures:				
Current:				
Security of Persons and Property	5,701,689	5,692,289	4,866,191	826,098
Public Health Services	2,180	2,180	2,180	-
Leisure Time Activities	316,826	316,826	186,190	130,636
Community Environment	409,552	410,002	366,129	43,873
Basic Utility Services	420,000	400,000	342,609	57,391
Transportation	717,413	712,413	584,303	128,110
General Government	2,832,657	3,106,607	2,781,681	324,926
Total Expenditures	<u>10,400,317</u>	<u>10,640,317</u>	<u>9,129,283</u>	<u>1,511,034</u>
Excess of Revenues Over (Under) Expenditures	1,238,571	1,714,605	3,225,639	1,511,034
Other Financing (Uses):				
Transfers Out	(1,240,000)	(1,000,000)	(991,000)	9,000
Total Other Financing (Uses)	<u>(1,240,000)</u>	<u>(1,000,000)</u>	<u>(991,000)</u>	<u>9,000</u>
Net Change in Fund Balance	(1,429)	714,605	2,234,639	1,520,034
Fund Balance - Beginning of Year	3,255,246	3,255,246	3,255,246	-
Prior Year Encumbrances Appropriated	54,099	54,099	54,099	-
Fund Balance - End of Year	<u>\$ 3,307,916</u>	<u>\$ 4,023,950</u>	<u>\$ 5,543,984</u>	<u>\$ 1,520,034</u>

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 RECREATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 443,440	\$ 385,362	\$ 385,362	\$ -
Municipal Income Taxes	3,047,050	2,647,975	2,647,975	-
Intergovernmental	70,566	61,324	61,324	-
Rentals	152,264	132,322	132,322	-
Charges for Services	451,045	391,971	391,971	-
Contributions and Donations	10,874	9,450	9,450	-
All Other Revenues	187,016	162,522	162,522	-
Total Revenues	<u>4,362,255</u>	<u>3,790,926</u>	<u>3,790,926</u>	<u>-</u>
Expenditures:				
Current:				
Leisure Time Activities	2,574,319	2,360,320	1,831,893	528,427
Debt Service:				
Principal	1,281,688	975,000	975,000	-
Interest & Fiscal Charges	749,376	570,062	570,062	-
Total Debt Service	<u>2,031,064</u>	<u>1,545,062</u>	<u>1,545,062</u>	<u>-</u>
Total Expenditures	<u>4,605,383</u>	<u>3,905,382</u>	<u>3,376,955</u>	<u>528,427</u>
Net Change in Fund Balance	(243,128)	(114,456)	413,971	528,427
Fund Balance - Beginning of Year	1,498,846	1,498,846	1,498,846	-
Prior Year Encumbrances Appropriated	80,585	80,585	80,585	-
Fund Balance - End of Year	<u>\$ 1,336,303</u>	<u>\$ 1,464,975</u>	<u>\$ 1,993,402</u>	<u>\$ 528,427</u>

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2020**

	Business-Type Activities	Governmental Activities
	Sewer Fund	Internal Service Fund
ASSETS		
Current Assets:		
Equity in Pooled Cash and Cash Equivalents	\$ 3,589,946	\$ 204,518
Intergovernmental Receivable	495,650	-
Prepaid Items	4,310	-
<i>Total Current Assets</i>	<u>4,089,906</u>	<u>204,518</u>
Noncurrent Assets:		
Investment in Joint Venture	2,929,194	-
Construction in Progress	3,473,889	-
Depreciable Capital Assets, Net of Depreciation	13,094,096	-
<i>Total Noncurrent Assets</i>	<u>19,497,179</u>	<u>-</u>
Total Assets	<u>23,587,085</u>	<u>204,518</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension	53,587	-
OPEB	41,670	-
Total Deferred Outflows of Resources	<u>95,257</u>	<u>-</u>
LIABILITIES		
Current Liabilities:		
Accounts Payable	11,300	-
Accrued Wages and Benefits	8,493	-
Intergovernmental Payable	4,464	-
Intergovernmental Loan	123,149	-
Compensated Absences Payable	3,012	-
Vacation Benefits Payable	5,130	-
<i>Total Current Liabilities</i>	<u>155,548</u>	<u>-</u>
Noncurrent Liabilities:		
Compensated Absences Payable	25,978	-
Intergovernmental Loan	2,092,007	-
OPWC Loans Payable	1,347,484	-
Net Pension Liability	385,469	-
Net OPEB Liability	261,978	-
<i>Total Noncurrent Liabilities</i>	<u>4,112,916</u>	<u>-</u>
Total Liabilities	<u>4,268,464</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES		
Pension	84,982	-
OPEB	39,370	-
Total Deferred Inflows of Resources	<u>124,352</u>	<u>-</u>
NET POSITION		
Net Investment in Capital Assets	13,005,345	-
Unrestricted	6,284,181	204,518
Total Net Position	<u>\$ 19,289,526</u>	<u>\$ 204,518</u>

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities	Governmental Activities
	Sewer Fund	Internal Service Fund
OPERATING REVENUES		
Charges for Services	\$ 2,145,194	\$ 1,463,928
Other Services	118,253	-
Total Operating Revenues	2,263,447	1,463,928
OPERATING EXPENSES		
Salaries	210,022	-
Fringe Benefits	195,004	-
Materials and Supplies	10,867	-
Contractual Services	1,515,883	1,370,698
Depreciation	515,497	-
Claims	-	90,596
Total Operating Expense	2,447,273	1,461,294
Operating Income (Loss)	(183,826)	2,634
NONOPERATING EXPENSES		
Interest and Fiscal Charges	(55,910)	-
Loss on Investment in Joint Venture	(108,213)	-
Total Nonoperating Expenses	(164,123)	-
Change in Net Position	(347,949)	2,634
Net Position - Beginning of Year	19,637,475	201,884
Net Position - End of Year	\$ 19,289,526	\$ 204,518

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Business-Type Activities Sanitary Sewer Fund	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Charges for Services	\$ 2,204,537	\$ 1,463,928
Cash Payments to Employees for Services	(203,690)	-
Cash Payments for Employee Benefits	(95,726)	-
Cash Payments for Goods and Services	(1,548,422)	(1,373,068)
Cash Payments for Claims	-	(96,417)
Net Cash Provided by (Used in) Operating Activities	356,699	(5,557)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from Loans	17,084	-
Principal Paid on Debt	(120,198)	-
Interest Paid on Debt	(55,910)	-
Payments for Capital Acquisitions	(197,544)	-
Net Cash (Used in) Capital and Related Financing Activities	(356,568)	-
Net Increase (Decrease) in Cash and Cash Equivalents	131	(5,557)
Cash and Cash Equivalents - Beginning of Year	3,589,815	210,075
Cash and Cash Equivalents - End of Year	\$ 3,589,946	\$ 204,518
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (183,826)	\$ 2,634
Adjustments:		
Depreciation	515,497	-
(Increase) Decrease in Assets:		
Accounts Receivable	8,423	-
Intergovernmental Receivable	(67,333)	-
Prepaid Items	(24)	-
(Increase) in Deferred Outflows of Resources:		
Pension	148,510	-
OPEB	(21,638)	-
Increase (Decrease) in Liabilities:		
Accounts Payable	959	(8,191)
Accrued Wages	2,277	-
Intergovernmental Payable	(21,596)	-
Compensated Absences Payable	4,055	-
Net Pension Liability	(154,361)	-
Net OPEB Liability	12,545	-
Increase (Decrease) in Deferred Inflows of Resources:		
Pension	76,998	-
OPEB	36,213	-
Net Cash Provided by (Used in) Operating Activities	\$ 356,699	\$ (5,557)

NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES

Net impact of accruals in the Sanitary Sewer fund related to capital assets in the amount of \$(10,000).

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 DECEMBER 31, 2020**

	Custodial Funds
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 9,245
Total Assets	9,245
 LIABILITIES	
Due to External Parties	4,346
Total Liabilities	4,346
 NET POSITION	
Restricted For:	
Individuals, Organizations, and Other Governments	4,899
Total Net Position	\$ 4,899

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Custodial Funds
ADDITIONS	
Licenses, Permits, & Fees Distributions for Other Governments	5,598
Miscellaneous	6,350
Total Additions	11,948
 DEDUCTIONS	
Fines and Forefietures Distributions to Other Governments	5,598
Distributions to Individuals	6,350
Total Deductions	11,948
Net Increase in Fiduciary Net Position	-
 Net Position - Beginning of Year	 4,899
Net Position - End of Year	\$ 4,899

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1: REPORTING ENTITY

The City of Fairview Park (the City) is a home rule municipal corporation established under the laws of the state of Ohio which operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted on November 4, 1958.

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. This definition of reporting entity is found in GASB Statement No. 14, *The Financial Report Entity* and GASB Statement No. 61, *The Financial Reporting Entity Omnibus – an Amendment of GASB Statement No. 14 and No. 34*.

The City's primary government consists of all funds, departments, boards and commissions that are not legally separate from the City. They include public safety (police and fire), highway and streets, parks and recreation, public improvements, community development (planning and zoning), sewers, sanitation, and general administrative and legislative services.

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; or (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations which are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes, and there is the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The reporting entity of the City does not include any component units.

The Rocky River Wastewater Treatment Plant is a joint venture, owned and operated by the cities of Fairview Park, Westlake, Rocky River, and Bay Village. The mayors of each city serve during their term in office as members of the Management Committee of the Rocky River Wastewater Treatment Plant. Each City is responsible for a percentage of the operating expenses of the plant based on volume of flow into the plant (See Note 19).

The City is associated with four jointly governed organizations: the West Shore Council of Governments, Tri-City Park, S.A.F.E. Council of Governments, and West Shore Area Rescue Association. These organizations are presented in Note 19 to the basic financial statements.

The City's management believes these financial statements present all activities for which the City is financially accountable.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Fairview Park 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 reporting principles. The more significant of the City's accounting policies are described as follows:

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Basis of Presentation

The City's basic financial statements consist of government-wide statements, including a Statement of Net Position and a Statement of Activities, and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the City that are governmental and those that are considered business-type.

The Statement of Net Position presents the financial condition of the governmental and business-type activities of the City at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program or 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 program or business activity is self-financing or draws from the general revenues of the City.

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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 Fairview Park and/or the general laws of Ohio.

Recreation Fund The Recreation Fund accounts for and reports the portion of income tax collections of the City committed for recreation and community center, revenues from recreation programs, recreation millage, and recreation expenditures.

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 Funds Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds are classified as either enterprise or internal service.

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

Sewer Fund The Sewer Fund accounts for the provision of sanitary and storm sewer service to the residents and commercial users located within the City.

Internal Service Funds Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's only internal service fund is a self-insurance fund that accounts for dental and vision claims of 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 (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The City's fiduciary funds are custodial funds. The City's custodial funds account for collection of fees that are remitted to the State for commercial and industrial building and monies from employees for their medical expenses.

Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and deferred outflows of resources and 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 (i.e., revenues) and decreases (i.e., expenses) in total net position.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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 reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for the governmental funds.

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the Statement of Fund Net Position. The Statement of Revenues, Expenses, and Changes in Fund Net Position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The Statement of Cash Flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

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, the recording of deferred outflows/inflows of resources and in the presentation of expenses versus expenditures.

Revenues – Exchange and Nonexchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the 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 60 days of year-end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 7). Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

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 represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide Statement of Net Position for a deferred charge on refunding, for pension and OPEB. 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 and OPEB plans are explained in Notes 13 and 14.

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 property taxes, pension, OPEB and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2020, but which were levied to finance fiscal year 2021 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 delinquent property taxes, municipal income taxes, special assessments, intergovernmental grants, and charges for services. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 21. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide Statement of Net Position (See Notes 13 and 14).

Expenditures/Expenses 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 costs, such as depreciation and amortization, are not recognized in governmental funds.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services and other operating revenue for the Sewer Fund. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability, deferred outflows of resources and deferred inflows of resources related to pensions/OPEB, and pension/OPEB expense, information about the fiduciary net position of the pension/OPEB plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension/OPEB plan.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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

Budgetary Data

All funds, except custodial 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 resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and set annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the department level in the General Fund and at the object level for all other funds. Budgetary modifications may only be made by resolution 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 amount on the amended certificate of estimated resources in effect at the time the original and final appropriations were enacted by Council. Prior to December 31, Council requested and received an amended certificate in which estimated revenue closely reflects actual revenue for the fiscal year.

The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as 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 that year.

Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds are maintained in this pool. 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 also 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.

During 2020, the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, *Certain External Investment Pools and Pool Participants*. The City measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

For 2020, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$100 million. STAR Ohio reserves the right to limit the transaction to \$100 million, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2020 was \$82,693, which includes \$47,574 assigned from other City funds.

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2020 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported the year in which services are consumed.

Inventory

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

Assets Held for Resale

Assets held for resale represents land purchased by the City which will be sold for development purposes.

Capital Assets

General capital assets are those 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. Capital assets utilized by the enterprise funds are reported both in the business-type activities column of the government-wide Statement of Net Position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by 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 acquisition values as of the date received. The City maintains a capitalization threshold of five thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

All 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 a straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings	10-50 years	50 years
Land Improvements	20-50 years	20 years
Equipment and Furniture	5-20 years	10-15 years
Vehicles	8-20 years	8 years
Infrastructure	10-75 years	50-75 years
Waste Water Treatment Plant Rights	n/a	50 years

The City’s infrastructure consists of roads and sidewalks, sanitary and storm sewers, fire hydrants, traffic signals, and pedestrian bridges.

Interfund Balances

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “interfund receivables/payables.” Interfund loans which do not represent available expendable resources are classified as nonspendable fund balances. Interfund balance amounts are eliminated in the Statement of Net Position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation time when earned for all full-time employees with more than one year of service. Since the City’s policy limits the accrual of vacation time to one year from the employee’s anniversary date, the outstanding liability is recorded as “vacation benefits payable” on the Statement of Net Position rather than as a long-term liability.

Sick leave benefits are accrued as a liability using the vesting method. An accrual for earned sick leave is made to the extent that 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. The amount is based on accumulated sick leave and employees’ wage rates at year-end, taking into consideration any limits specified in the City’s vesting policy. The City records a liability for accumulated unused sick leave for employees after ten years of current service with the City.

The entire compensated absence liability is reported on the government-wide financial statements.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Accrued Liabilities and Long-term Obligations

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

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

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 formal action (ordinance or resolution, as both are equally legally 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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. 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.

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 fund 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 a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental activities are eliminated on the governmental-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 and after non-operating revenues/expenses in proprietary funds.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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 over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are received in the year the bonds are issued. Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

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 straight-line method and is presented as deferred outflows of resources on the Statement of Net Position.

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 PRINCIPLES

During the year, the City implemented the following Governmental Accounting Standards Board (GASB) Statements:

GASB Statement No. 83, *Certain Asset Retirement Obligations*. This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). The implementation of this Statement did not have an effect on the financial statements of the City.

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. The objective of this Statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. These changes were incorporated into the City's financial statements, however, there was no effect on the beginning fund balance/net position.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

NOTE 4: BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations, and changes in fund balances 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 Statements of revenues, expenditures, and changes in fund balance – budget (non-GAAP basis) and actual presented for the General Fund and the Recreation Major Special Revenue Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP basis).
- (2) Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP basis).
- (3) Other funds are included in the General Fund (GAAP basis), but has a separate legally adopted budget (budget basis).
- (4) Encumbrances are treated as expenditures (budget) rather than restricted, committed or assigned fund balance (GAAP basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budget basis statements for the General Fund and the Recreation Special Revenue Fund.

	General	Recreation
GAAP Basis	\$ 2,138,681	\$ 464,897
Net Adjustment for Revenue Accruals	107,420	49,684
Net Adjustment for Expenditure Accruals	107,519	1,867
Funds Budgeted Elsewhere	(623)	-
Encumbrances	(118,358)	(102,477)
Budget Basis	\$ 2,234,639	\$ 413,971

NOTE 5: DEPOSITS AND INVESTMENTS

The City is a charter City and has adopted an investment policy through City Ordinance. The City has elected to follow the provisions of State statute. State statutes classify monies held by the City into three categories.

Active deposits are public deposits 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 withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that the Council has identified as not required for use within the current five year period of designation of depositories.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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, and Government National Mortgage 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;
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, and with certain limitations bonds and other obligations of political subdivisions 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 40 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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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 finance director or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this state, as to which there is no default of principal, interest, or coupons; and
3. Obligations of the City.

Deposits

Custodial Credit Risk: Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. Protection of the City's cash and deposits is provided by the Federal Deposit Insurance Corporation (FDIC), as well as qualified securities pledged by the institution holding the assets. Ohio law requires that deposits either be insured or protected by:

Eligible securities pledged to the City and deposited with a qualified trustee by the financial institution as security for repayment whose market value at all times shall be at least 105 percent of the deposits being secured; or

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. The City's financial institution had enrolled in OPCS as of December 31, 2020.

At year end, \$3,866,259 of the City's bank balance of \$4,116,259 was uninsured and collateralized. Although the securities were held by the pledging institution's trust department and all statutory requirements for the deposit of the money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

Investments

STAR Ohio is measured at net asset value per share while all other investments are measured at fair value. Fair value is determined by quoted market prices and acceptable other pricing methodologies. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The following identify the City's recurring fair value measurement as of December 31, 2020. As previously discussed,

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Star Ohio is reported at its net asset value. All other investments of the City are valued using quoted market prices (Level 1 inputs).

At December 31, 2020, the City had the following investments:

<u>Investment Type</u>	<u>Measurement Value</u>
STAR Ohio	\$ 14,422,801
Total Investments	\$ 14,422,801

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the City’s investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and 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. At December 31, 2020, the average days to maturity for STAR Ohio was 52.6 days.

Credit Risk STAR Ohio carries a credit rating of AAAM by Standard & Poor’s. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The Money Market Mutual Fund is unrated. The City has no investment policy that addresses credit risk.

NOTE 6: INTERFUND TRANSACTIONS

Interfund Transfers

During 2020, the General Fund transferred \$741,000 to the Police and Fire Pension Fund to provide additional resources for current operations. The Recreation Construction Fund transferred \$240,000 to the General Bond Retirement for debt payments. A GAAP transfer from the General Bond Retirement Fund to the Permanent Improvement Fund in the amount of \$200,000 was required to reflect the pay down of the Bond Anticipation Notes principal balance.

Interfund Receivables and Payables

Interfund receivables and payables are due to the timing of the receipt of grant monies by the major and nonmajor funds and short-term advances from the General Fund.

NOTE 7: RECEIVABLES

Receivables at December 31, 2020, consisted primarily of municipal income taxes, property taxes, accounts (billings for user charged services, franchise fees, and miscellaneous), intergovernmental receivables arising from grants, entitlements and shared revenues, and special assessments. No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes. All receivables except for 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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenues received in 2020 for real and public utility property represent the collection of 2019 taxes.

2020 real property taxes are levied after October 1, 2020 on the assessed value as of January 1, 2020, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2020 real property taxes are collected in and intended to finance 2021.

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. 2020 public utility property taxes which became a lien December 31, 2019, are levied after October 1, 2020, and are collected in 2021 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2020, was \$11.80 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2020 property tax receipts were based are as follows:

Real Property	\$ 363,598,860
Other Real Estate	75,445,780
Public Utility Personal Property	<u>6,566,930</u>
 Total	 <u><u>\$ 445,611,570</u></u>

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, 2020, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2020 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 Taxes

The City levies an income tax of 2 percent on all income earned within the City as well as income of residents earned outside the City. In the latter case, the City allows a credit of 75 percent of the tax on the income earned outside the City and paid to another municipality to a maximum of the total amount assessed with a limit to the credit of 1.25 percent.

Employers within the City are required to withhold income tax on employee earnings and remit the tax to the Regional Income tax Agency (RITA) at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Taxes collected by RITA in one month are remitted to the City on the first and tenth business days of the following month. One and one-quarter percent is levied for general purposes, one half percent is committed to recreation programs, and one-quarter percent is restricted for capital improvements.

Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

	Governmental Activities	Business-Type Activities
Homestead and Rollback	\$ 315,152	\$ -
City of Cleveland	-	405,167
City of North Olmsted	-	89,592
Motor Vehicle Registration	42,484	-
Local Government	182,478	-
Gasoline Tax	388,147	-
Permissive License Tax	8,391	-
Ohio Department of Natural Resources	98,000	-
NOPEC	63,456	-
Northeast Ohio Areawide Coordinating Agency	120,584	-
Cuyahoga County	137,205	-
Other	10,998	891
Total Intergovernmental Receivables	\$ 1,366,895	\$ 495,650

Unearned Revenue

In 2011, the City entered an agreement with the Fairview Park City School District to purchase property located at 20770 Lorain Road. In exchange for payment of the property, the City will forego the annual rental of the recreation center charged to the School District of \$60,000 for 12 years for a total of \$720,000. The balance of unearned revenue at December 31, 2020 is \$231,340, of which \$200,000 is from this agreement. The City sold this property for \$715,128 in 2013. The remainder of the balance of unearned revenue at year end in the amount of \$31,340 is for deposits held for outstanding projects. These deposits are made by citizens, contractors, or vendors to ensure compliance with City ordinances.

NOTE 8: TAX ABATEMENTS

As of December 31, 2020, the City provides tax abatements through two programs: The Community Reinvestment Area (CRA) Tax Abatements and an Economic Incentive Grant.

Community Reinvestment Area (CRA)

Pursuant to Ohio Revised Code Chapter 5709, the City established five Community Reinvestment Areas to provide property tax abatements to encourage the construction of new structures. Abatements are obtained through application by the property owner, including proof that new construction has been made, and equal 100 percent of the additional property tax resulting from the increase in assessed value for seven years as a result of the improvement. The CRA is available to commercial and residential properties regarding new construction (and would apply to the valuation of the new addition or to the entire newly constructed building).

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Economic Incentive Grant

Pursuant to Article XVIII, Section 3 of the Ohio Constitution and Article II of the Fairview Park Charter, the City established an Economic Incentive Grant to provide income tax abatements to encourage job creation in the City. The abatement is obtained through application by the employer, including proof that the minimum total annual payroll thresholds are met, and equal up to 30 percent of the income tax based on actual annual payroll that is reported. The amount of the abatement is rebated to the employer. There are recapture provisions if there is failure to maintain the structure or property.

The amount of the abatement for both programs was \$144,961 in 2020 (tax year 2019), which is deducted from the recipient's tax bill.

NOTE 9: **CLEVELAND WATERLINE PROJECTS**

During 2013, the City transferred ownership and replacement responsibilities of its waterlines to the City of Cleveland. The City also entered into an agreement with the Cleveland Division of Water under which the City of Fairview Park would manage and design the projects of which the Cleveland Division of Water would pay for. The expenditures for waterline improvements will not be capitalized. An agency fund has been created to account for funds received by the Cleveland Division of Water to be expensed for the design and construction of such projects.

NOTE 10: **COMPENSATED ABSENCES**

Vacation leave is earned at rates which vary depending upon length of service and standard work week. An employee becomes eligible for vacation leave on his/her anniversary date and vacation leave is required to be taken by the employee within 12 months thereafter. City employees are paid for earned, unused vacation leave at the time of termination of employment.

Sick leave is earned at the rate of four-and-sixth-tenths hours for every 80 hours worked. Each employee with ten or more years of service with the City is paid for one-half of the employee's earned but unused sick leave upon retirement from the City. The maximum number of hours to be paid shall not exceed 1,307 sick hours.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

NOTE 11: CAPITAL ASSETS

	Balance 12/31/2019	Additions	Deletions	Balance 12/30/2020
Governmental Activities				
<i>Capital Assets Not Being Depreciated</i>				
Land	\$ 1,050,943	\$ -	\$ -	\$ 1,050,943
Construction in Progress	3,394,415	1,154,751	(3,611,029)	938,137
<i>Total Capital Assets Not Being Depreciated</i>	<u>4,445,358</u>	<u>1,154,751</u>	<u>(3,611,029)</u>	<u>1,989,080</u>
<i>Capital Assets Being Depreciated</i>				
Buildings	22,743,096	524,475	-	23,267,571
Land Improvements	3,266,644	-	-	3,266,644
Equipment & Furniture	2,805,777	175,824	-	2,981,601
Vehicles	5,055,540	-	-	5,055,540
Infrastructure:				
Roads, Sidewalks & Bridges	50,972,898	3,017,973	-	53,990,871
Fire Hydrants	1,543,167	-	-	1,543,167
Traffic Signals	3,365,405	-	-	3,365,405
<i>Total Capital Assets Being Depreciated</i>	<u>89,752,527</u>	<u>3,718,272</u>	<u>-</u>	<u>93,470,799</u>
<i>Total Capital Assets at Cost</i>	<u>94,197,885</u>	<u>4,873,023</u>	<u>(3,611,029)</u>	<u>95,459,879</u>
Less Accumulated Depreciation:				
Buildings	(6,430,521)	(482,979)	-	(6,913,500)
Land Improvements	(1,591,354)	(88,161)	-	(1,679,515)
Equipment & Furniture	(1,914,212)	(148,001)	-	(2,062,213)
Vehicles	(3,688,618)	(207,550)	-	(3,896,168)
Infrastructure:				
Roads, Sidewalks & Bridges	(33,559,568)	(1,411,854)	-	(34,971,422)
Fire Hydrants	(1,026,717)	(24,061)	-	(1,050,778)
Traffic Signals	(2,796,581)	(123,087)	-	(2,919,668)
Total Accumulated Depreciation	<u>(51,007,571)</u>	<u>(2,485,693) *</u>	<u>-</u>	<u>(53,493,264)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>38,744,956</u>	<u>1,232,579</u>	<u>-</u>	<u>39,977,535</u>
Total Governmental Activities Capital Asset, Net	<u>\$ 43,190,314</u>	<u>\$ 2,387,330</u>	<u>\$ (3,611,029)</u>	<u>\$ 41,966,615</u>

*Depreciation expense was charged to governmental functions as follows:

General Government	\$ 629,583
Security of Persons and Property	208,580
Transportation	1,047,478
Community Environment	30,724
Leisure Time Activities	569,328
Total Depreciation Expense	<u>\$ 2,485,693</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

	Balance 12/31/2019	Additions	Deletions	Balance 12/30/2020
Business-Type Activities				
<i>Capital Assets Not Being Depreciated</i>				
Construction in Progress	\$ 3,326,301	\$ 147,588	\$ -	\$ 3,473,889
<i>Total Capital Assets Not Being Depreciated</i>	<u>3,326,301</u>	<u>147,588</u>	<u>-</u>	<u>3,473,889</u>
<i>Capital Assets Being Depreciated</i>				
Buildings	252,877	-	-	252,877
Land Improvements	52,473	-	-	52,473
Equipment & Furniture	492,366	-	-	492,366
Vehicles	209,329	59,956	-	269,285
Waste Water Treatment Plant Rights	2,768,394	-	-	2,768,394
Infrastructure:				
Sanitary Sewer	15,842,349	-	-	15,842,349
Storm Sewer	8,749,946	-	-	8,749,946
<i>Total Capital Assets Being Depreciated</i>	<u>28,367,734</u>	<u>59,956</u>	<u>-</u>	<u>28,427,690</u>
<i>Total Capital Assets at Cost</i>	<u>31,694,035</u>	<u>207,544</u>	<u>-</u>	<u>31,901,579</u>
Less Accumulated Depreciation:				
Buildings	(125,157)	(4,268)	-	(129,425)
Land Improvements	(10,171)	(2,287)	-	(12,458)
Equipment & Furniture	(315,445)	(29,924)	-	(345,369)
Vehicles	(65,415)	(29,913)	-	(95,328)
Waste Water Treatment Plant Rights	(193,788)	(55,368)	-	(249,156)
Infrastructure:				
Sanitary Sewer	(8,569,981)	(256,880)	-	(8,826,861)
Storm Sewer	(5,538,140)	(136,857)	-	(5,674,997)
<i>Total Accumulated Depreciation</i>	<u>(14,818,097)</u>	<u>(515,497)</u>	<u>-</u>	<u>(15,333,594)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>13,549,637</u>	<u>(455,541)</u>	<u>-</u>	<u>13,094,096</u>
Total Business-Type Activities				
Capital Asset, Net	<u>\$ 16,875,938</u>	<u>\$ (307,953)</u>	<u>\$ -</u>	<u>\$ 16,567,985</u>

NOTE 12: ASSETS HELD FOR RESALE

Assets held for resale represent 1.4 acres of land for acquisition and improvements of properties located at 20520 Lorain Road purchased by the City which will be sold for development purposes.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

NOTE 13: DEFINED BENEFIT PENSION PLANS

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.

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 basis of accounting.

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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

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' Comprehensive Annual Financial Report 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 62 with 60 months of service credit or Age 57 with 25 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. The base amount of a member's pension benefit is locked in upon receipt of the initial benefit payment for calculation of the annual cost-of-living adjustment.

When a traditional plan 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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

A death benefit of \$500 - \$2,500, determined by the number of years of service credit of the retiree, is paid to the beneficiary of a deceased retiree or disability benefit recipient under the Tradition pension plan and the Combined Plan.

The OPERS Board of Trustees approved a proposal at its October 2019 meeting to create a new tier of membership in the OPERS traditional pension plan. OPERS currently splits its non-retired membership into Group A, B or C depending on age and service criteria. Retirement Group D would consist of OPERS contributing members hired in 2022 and beyond. Group D will have its own eligibility standards, benefit structure and unique member features designed to meet the changing needs of Ohio public workers. It also will help OPERS address expected investment market volatility and adjust to the lack of available funding for health care.

Defined contribution plan benefits are established in the plan documents, which may be amended by the Board. Member-directed plan and combined plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the combined plan consists of the members' contributions plus or minus the investment gains or losses resulting from the members' investment selections. Combined plan members wishing to receive benefits must meet the requirements for both the defined benefit and defined contribution plans. Member-directed participants must have attained the age of 55, have money on deposit in the defined contribution plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the member-directed plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections. Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20 percent each year. At retirement, members may select one of several distribution options for payment of the vested balance in their individual OPERS accounts. Options include the purchase of a monthly defined benefit annuity from OPERS (which includes joint and survivor options), partial lump-sum payments (subject to limitations), a rollover of the vested account balance to another financial institution, receipt of entire account balance, net of taxes withheld, or a combination of these options.

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

	State and Local
2020 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee *	10.0 %
 2020 Actual Contribution Rates	
Employer:	
Pension **	14.0 %
Post-Employment Health Care Benefits **	0.0
Total Employer	14.0 %
 Employee	 10.0 %

- * Member contributions within combined plan are not used to fund the defined benefit retirement allowance
- ** These pension and employer health care rates are for the traditional and combined plans. The employer contributions rate for the member-directed plan is allocated 4 percent for health care with remainder going to pension.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$463,571 for 2020. Of this amount, \$65,050 is reported as an intergovernmental payable.

Ohio Police & Fire Pension Fund (OP&F)

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

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

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

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will receive a COLA equal to a percentage of the members' base pension benefit where the percentage is the lesser of three percent or the percentage increase in the consumer price index, if any, over the 12 month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

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

	Police	Firefighters
2020 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 2020 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	 12.25 %	 12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$977,773 for 2020. Of this amount \$122,344 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, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2019, and was determined by rolling forward the total pension liability as of January 1, 2019, to December 31, 2019. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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

	OPERS Traditional Pension Plan	OP&F Police	OP&F Fire	Total
Proportion of the Net Pension Liability/Asset Prior Measurement Date	0.027690%	0.0903570%	0.1057450%	
Proportion of the Net Pension Liability/Asset Current Measurement Date	0.027397%	0.0886946%	0.1024242%	
Change in Proportionate Share	<u>-0.000293%</u>	<u>-0.0016624%</u>	<u>-0.0033208%</u>	
Proportionate Share of the Net Pension Liability	\$ 5,415,203	\$ 5,974,944	\$ 6,899,841	\$ 18,289,988
Pension Expense	\$ 830,720	\$ 712,145	\$ 804,611	\$ 2,347,476

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS	OP&F Police	OP&F Fire	Total
Deferred Outflows of Resources				
Differences between expected and actual experience	\$ -	\$ 226,170	\$ 261,182	\$ 487,352
Changes of assumptions	289,235	146,670	169,372	605,277
Changes in proportion and differences between City contributions and proportionate share of contributions	-	81,120	6,890	88,010
City contributions subsequent to the measurement date	<u>463,571</u>	<u>436,273</u>	<u>541,500</u>	<u>1,441,344</u>
Total Deferred Outflows of Resources	<u>\$ 752,806</u>	<u>\$ 890,233</u>	<u>\$ 978,944</u>	<u>\$ 2,621,983</u>
Deferred Inflows of Resources				
Net difference between projected and actual earnings on pension plan investments	\$ 1,080,213	\$ 288,638	\$ 333,319	\$ 1,702,170
Differences between expected and actual experience	68,468	308,152	355,853	732,473
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>45,162</u>	<u>249,081</u>	<u>312,449</u>	<u>606,692</u>
Total Deferred Inflows of Resources	<u>\$ 1,193,843</u>	<u>\$ 845,871</u>	<u>\$ 1,001,621</u>	<u>\$ 3,041,335</u>

\$1,441,344 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, 2021.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

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

Year Ending December 31:	OPERS	OP&F Police	OP&F Fire	Total
2021	\$ (157,550)	\$ (114,179)	\$ (149,627)	\$ (421,356)
2022	(362,875)	(69,780)	(106,945)	(539,600)
2023	44,732	104,891	83,666	233,289
2024	(428,915)	(278,587)	(345,344)	(1,052,846)
2025	-	(34,256)	(45,927)	(80,183)
Total	<u>\$ (904,608)</u>	<u>\$ (391,911)</u>	<u>\$ (564,177)</u>	<u>\$ (1,860,696)</u>

Actuarial Assumptions – OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all prior periods included in the measurement in accordance with the requirements of GASB 67. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation COLA or Ad Hoc COLA	3.25 to 10.75 percent including wage inflation Pre 1/7/2013 retirees; 3 percent, simple Post 1/7/2013 retirees; 1.40 percent, simple through 2020, then 2.15 percent simple
Investment Rate of Return	7.2 percent
Actuarial Cost Method	Individual Entry Age

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

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

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

OPERS manages investments in three investment portfolios: the Defined Benefits portfolio, the Health Care 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. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money weighted rate of return expressing investment performance, net of investments expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was at a gain of 17.23 percent for 2019.

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 2019 and the long-term expected real rates of return:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)</u>
Fixed Income	25.00 %	1.83 %
Domestic Equities	19.00	5.75
Real Estate	10.00	5.20
Private Equity	12.00	10.70
International Equities	21.00	7.66
Other investments	13.00	4.98
Total	<u>100.00 %</u>	5.61 %

Discount Rate The discount rate used to measure the total pension liability was 7.2 percent, post-experience study results. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future 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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.2 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 (6.2 percent) or one-percentage-point higher (8.2 percent) than the current rate:

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
City's proportionate share of the net pension liability	\$ 8,931,422	\$ 5,415,203	\$ 2,254,225

Changes Between Measurement Date and Report Date

Subsequent to December 31, 2019, the global economy was impacted by the COVID-19 pandemic and market volatility increased significantly. It is likely that 2020 investment market conditions and other economic factors will be negatively impacted; however, the overall impact on the OPERS investment portfolio and funding position is unknown at this time.

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2019 is based on the results of an actuarial valuation date of January 1, 2019, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future. Assumptions considered were: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2019, are presented below:

Valuation Date	January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.00 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	3.00 percent simple, 2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

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

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

Mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Conduent Modified 2016 Improvement Scale. Mortality rates for active members were based on the RP2014 Total employee and Healthy Annuitant Mortality Tables rolled back to 2006, and projected with the Conduent Modified 2016 Improvement Scale.

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

The most recent experience study was completed December 31, 2016

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2019 are summarized below:

Asset Class	Target Allocation	10 year Expected Real Rate of Return **	30 year Expected Real Rate of Return **
Cash and Cash Equivalents	0.00 %	0.10 %	1.00 %
Domestic Equity	16.00	3.90	5.40
International Equity	16.00	4.70	5.80
Core Fixed Income *	23.00	1.10	2.70
U.S. Inflation Linked Bonds *	17.00	0.40	2.50
High Yield Fixed Income	7.00	2.50	4.70
Private Real Estate	12.00	5.40	6.40
Private Markets	8.00	6.10	8.00
Midstream Energy Infrastructure	8.00	5.80	6.60
Private Credit	5.00	4.80	5.50
Real Assets	8.00	6.90	7.40
Total	120.00 %		

Note: Assumptions are geometric

* levered 2x

** numbers are net of expected inflation

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

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

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

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

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$ 17,844,005	\$ 12,874,785	\$ 8,718,526

Changes Between Measurement Date and Report Date

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the ensuing emergency measures may impact subsequent periods of OP&F, including the fair value of OP&F’s investment portfolio. However, because the values of individual investments fluctuate with market conditions, and due to market volatility, the amount of losses that may be recognized in subsequent periods cannot be determined with half of the fiscal year remaining. In addition, the impact on the OP&F’s future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated.

NOTE 14: DEFINED BENEFIT OPEB PLANS

Net OPEB Liability

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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

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

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

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

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

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

In order to qualify for postemployment health care coverage, age and service retirees under the Traditional Pension and Combined Plans must have twenty or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' Comprehensive Annual Financial Report 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 FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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

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

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2020, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. As recommended by OPERS' actuary, beginning January 1, 2018, OPERS no longer allocated a portion of its employer contributions to health care for the traditional plan and the combined plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2020 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$2,737 for 2020.

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

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) . In 2020, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. As recommended by OPERS' actuary, beginning January 1, 2018, OPERS no longer allocated a portion of its employer contributions to health care for the traditional plan and the combined plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2020 was 4.0 percent.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

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

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

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2020, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The City's contractually required contribution to OP&F was \$23,002 for 2020. Of this amount, \$2,890 is reported as an intergovernmental payable.

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

The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2018, rolled forward to the measurement date of December 31, 2019, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2019, and was determined by rolling forward the total OPEB liability as of January 1, 2019, to December 31, 2019. The City's proportion of the net OPEB liability was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net OPEB Liability			
Prior Measurement Date	0.026877%	0.1961020%	
Proportion of the Net OPEB Liability			
Current Measurement Date	<u>0.026645%</u>	<u>0.1911188%</u>	
Change in Proportionate Share	<u>-0.000232%</u>	<u>-0.0049832%</u>	
Proportionate Share of the Net OPEB			
Liability	\$ 3,680,367	\$ 1,887,820	\$ 5,568,187
OPEB Expense	\$ 383,706	\$ 185,503	\$ 569,209

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$ 98	\$ -	\$ 98
Changes of assumptions	582,563	1,103,691	1,686,254
Changes in proportion and differences between City contributions and proportionate share of contributions	-	36,192	36,192
City contributions subsequent to the measurement date	<u>2,737</u>	<u>23,002</u>	<u>25,739</u>
Total Deferred Outflows of Resources	<u>\$ 585,398</u>	<u>\$ 1,162,885</u>	<u>\$ 1,748,283</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ 336,587	\$ 203,016	\$ 539,603
Changes of assumptions	-	402,324	402,324
Net difference between projected and actual earnings on OPEB plan investments	187,402	86,869	274,271
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>29,103</u>	<u>74,383</u>	<u>103,486</u>
Total Deferred Inflows of Resources	<u>\$ 553,092</u>	<u>\$ 766,592</u>	<u>\$ 1,319,684</u>

The \$25,739 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows on the next page:

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Year Ending December 31:	OPERS	OP&F	Total
2021	\$ 72,725	\$ 66,791	\$ 139,516
2022	36,774	66,793	103,567
2023	151	84,613	84,764
2024	(80,081)	56,518	(23,563)
2025	-	65,764	65,764
Thereafter	-	32,812	32,812
Total	<u>\$ 29,569</u>	<u>\$ 373,291</u>	<u>\$ 402,860</u>

Actuarial Assumptions - OPERS

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

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

Wage Inflation	3.25 percent
Projected Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation
Single Discount Rate:	
Current measurement date	3.16 percent
Prior Measurement date	3.96 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate	2.75 percent
Health Care Cost Trend Rate	10.5 percent, initial 3.25 percent, ultimate in 2030
Actuarial Cost Method	Individual Entry Age

Pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

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

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

During 2019, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio is 19.59 percent for 2019.

The allocation of investment assets with the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans. Health care is a discretionary benefit. The table below displays the Board-approved asset allocation policy for 2019 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	36.00 %	1.53 %
Domestic Equities	21.00	5.75
Real Estate Investment Trust	6.00	5.69
International Equities	23.00	7.66
Other investments	14.00	4.90
Total	<u>100.00 %</u>	<u>4.55 %</u>

Discount Rate A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. A single discount rate of 3.96 percent was used to measure the OPEB liability on the measurement date of December 31, 2018.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 2.75 percent. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2034. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2034, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net OPEB liability calculated using the single discount rate of 3.16 percent, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (2.16 percent) or one-percentage-point higher (4.16 percent) than the current rate:

	1% Decrease (2.16%)	Current Discount Rate (3.16%)	1% Increase (4.16%)
City's proportionate share of the net OPEB liability	\$ 4,816,350	\$ 3,680,367	\$ 2,770,814

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

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2020 is 10.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB liability	\$ 3,571,762	\$ 3,680,367	\$ 3,787,587

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Changes between Measurement Date and Report Date

Subsequent to December 31, 2019, the global economy was impacted by the COVID-19 pandemic and market volatility increased significantly. It is likely that 2020 investment market conditions and other economic factors will be negatively impacted; however, the overall impact on the OPERS investment portfolio and funding position is unknown at this time.

On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and pre-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for pre-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are not reflected in the current year financial statements but are expected to decrease the associated OPEB liability.

Actuarial Assumptions – OP&F

OP&F's total OPEB liability as of December 31, 2019, is based on the results of an actuarial valuation date of January 1, 2019, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F's actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

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

Valuation Date	January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Single discount rate:	
Current measurement date	3.56 percent
Prior measurement date	4.66 percent
Cost of Living Adjustments	3.00 percent simple; 2.2 percent simple for increased based on the lesser of the increase in CPI and 3 percent

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

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

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

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

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2019, are summarized below:

Asset Class	Target Allocation	10 year Expected Real Rate of Return **	30 year Expected Real Rate of Return **
Cash and Cash Equivalents	0.00 %	0.10 %	1.00 %
Domestic Equity	16.00	3.90	5.40
Non-US Equity	16.00	4.70	5.80
Core Fixed Income *	23.00	1.10	2.70
U.S. Inflation Linked Bonds *	17.00	0.40	2.50
High Yield Fixed Income	7.00	2.50	4.70
Real Estate	12.00	6.90	7.40
Private Markets	8.00	6.10	8.00
Master Limited Partnerships	8.00	5.80	6.60
Private Credit	5.00	4.80	5.50
Real Assets	8.00	6.90	7.40
Total	<u>120.00 %</u>		

Note: Assumptions are geometric

* levered 2x

** numbers are net of expected inflation

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

Discount Rate The total OPEB liability was calculated using the discount rate of 3.56 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by state statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return 8 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.75 percent at December 31, 2019 and 4.13 percent at December 31, 2018, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 3.56 percent. The municipal bond rate was determined using the S&P Municipal Bond 20 Year High Grade Rate Index. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2031. The long-term expected rate of return on health care investments was applied to projected costs through 2031, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net OPEB liability calculated using the discount rate of 3.56 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.56 percent), or one percentage point higher (4.56 percent) than the current rate.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

	1% Decrease (2.56%)	Current Discount Rate (3.56%)	1% Increase (4.56%)
City's proportionate share of the net OPEB liability	\$ 2,340,775	\$ 1,887,820	\$ 1,511,446

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

Changes between Measurement Date and Report Date

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the ensuing emergency measures may impact subsequent periods of OP&F, including the fair value of OP&F's investment portfolio. However, because the values of individual investments fluctuate with market conditions, and due to market volatility, the amount of losses that may be recognized in subsequent periods cannot be determined with half of the fiscal year remaining. In addition, the impact on the OP&F's future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated.

NOTE 15: RISK MANAGEMENT

Property and Liability

The City is exposed to various risks of loss related to torts; theft, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year the City contracted with McGowan Insurance Company for all their commercial insurance. The types of coverage and deductibles are as follows:

Type of Coverage	Coverage	Deductible
Blanket Property and Contents, Replacement	\$ 35,214,204	\$ 1,000
General Liability	1,000,000/3,000,000	0
Automobile Liability	1,000,000	0
Public Officials Liability	1,000,000/3,000,000	5,000
Police Professional Liability	1,000,000/3,000,000	5,000
Employment Practice Liability	1,000,000/3,000,000	5,000
Excess Liability	5,000,000	0
Accounts Receivable	250,000	500
Building Ordinance	1,000,000	10,000
Communication Equipment	100,000	500
Detached Signs	Included in Blanket Limit	1,000
Extra Expense and Business Income	500,000	1,000
Fine Arts	100,000	500
Property in Transit	25,000	1,000
Personal Effect and Property of Others	25,000	1,000
Valuable Papers	250,000	500
Miscellaneous Equipment	511,956	500
Hired, Leased, Borrowed Equipment	50,000	500
Public Employee Dishonesty	1,000,000	1,000
Money and Securities	25,000	500

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Settled claims have not exceeded this commercial coverage in any of the past three years, and there was no significant reduction in coverage from the prior year.

Employee Health Benefits

The City has elected to provide employee dental and vision insurance benefits through Guardian. Employee vision benefits are provided by Guardian. Medical and prescription benefits are provided through Medical Mutual. The City offers both a health savings account or a traditional plan.

The employee contribution of the monthly premium is through a payroll deduction. The monthly premiums for the various employees and the City are as follows:

Type of Coverage	City		Police and Fire		Administration and Service	
	Health		Health		Health	
	Traditional	Savings	Traditional	Savings	Traditional	Savings
Single	\$ 531.96	\$ 450.52	\$ 85.29	\$ 73.08	\$ 79.97	\$ 68.57
Family	\$ 1,595.88	\$ 1,351.59	\$ 250.38	\$ 213.74	\$ 234.42	\$ 200.22

NOTE 16: SHORT-TERM OBLIGATIONS

The original issue date, interest rate, original issuance amount and maturity date for the City's short-term obligations follow:

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020	Amounts Due in One Year
Governmental Activities:					
<u>General Obligation Note</u>					
Building Improvement Notes	\$ 200,000	\$ 100,000	\$ 200,000	\$ 100,000	\$ 100,000
<i>Total General Obligation Note</i>	<u>\$ 200,000</u>	<u>\$ 100,000</u>	<u>\$ 200,000</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>

In 2020, the City issued Building Improvement Notes, Series 2020 in the amount of \$1,050,000. This note was dated February 19, 2020 and will mature on February 18, 2021 and bears a 2.25 percent rate of interest. \$950,000 of the notes are being reported as long-term obligations as they are being refinanced after the balance sheet date but prior to the issuance of the financial statements.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

NOTE 17: LONG-TERM OBLIGATIONS

The original issue date, maturity date, interest rate and original issuance amount for each of the City's bonds, loans, and notes follows:

	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
Governmental Activities:				
General Obligation Note Long-Term				
Building Improvement Note	2020	2021	2.25 %	\$ 1,050,000
General Obligation Bonds				
Various Purpose Refunding Bonds	2012	2030	2.75 -4.0	20,590,000
Loans				
OPWC Loan	2009	2040	N/A	750,887
Business-Type Activities:				
Intergovernmental Loan	2016	2035	5.82	2,768,394
OPWC Loan *	2019	2050	N/A	1,796,130

* New OPWC loan the City has entered into, however this loan is not complete and an amortization schedule has not been provided to the City.

This space intentionally left blank.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Changes in long-term obligations during the year ended December 31, 2020, consisted of the following:

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020	Amounts Due in One Year
Governmental Activities:					
<u>General Obligation Note</u>					
Building Improvement Notes	\$ 1,050,000	\$ 950,000	\$ 1,050,000	\$ 950,000	\$ 950,000
Unamortized Premium	2,035	11,382	11,520	1,897	-
<i>Total General Obligation Notes</i>	<u>1,052,035</u>	<u>961,382</u>	<u>1,061,520</u>	<u>951,897</u>	<u>950,000</u>
<u>General Obligation Bonds</u>					
Various Purpose Refunding Bonds	17,125,000	-	975,000	16,150,000	1,075,000
Unamortized Premium	538,759	-	50,075	488,684	-
<i>Total General Obligation Bonds</i>	<u>17,663,759</u>	<u>-</u>	<u>1,025,075</u>	<u>16,638,684</u>	<u>1,075,000</u>
<u>Other Long-Term Obligations</u>					
OPWC Loan - Direct Borrowing	513,104	-	12,515	500,589	25,030
Capital Leases	765,701	-	37,843	727,858	93,641
Compensated Absences Payable	1,573,680	140,678	59,650	1,654,708	171,426
<i>Total Other Long-Term Obligations</i>	<u>2,852,485</u>	<u>140,678</u>	<u>110,008</u>	<u>2,883,155</u>	<u>290,097</u>
<u>Net Pension Liability</u>					
OPERS	\$ 7,043,900	\$ -	\$ 2,014,166	\$ 5,029,734	\$ -
OP&F	16,007,105	-	3,132,320	12,874,785	-
<i>Total Net Pension Liability</i>	<u>23,051,005</u>	<u>-</u>	<u>5,146,486</u>	<u>17,904,519</u>	<u>-</u>
<u>Net OPEB Liability</u>					
OPERS	3,254,693	163,696	-	3,418,389	-
OP&F	1,785,814	102,006	-	1,887,820	-
<i>Total Net Pension Liability</i>	<u>5,040,507</u>	<u>265,702</u>	<u>-</u>	<u>5,306,209</u>	<u>-</u>
Total Governmental Activities Long-Term Obligations	<u>\$ 49,659,791</u>	<u>\$ 1,367,762</u>	<u>\$ 7,343,089</u>	<u>\$ 43,684,464</u>	<u>\$ 2,315,097</u>
Business-Type Activities:					
Intergovernmental Loan	\$ 2,335,354	\$ -	\$ 120,198	\$ 2,215,156	\$ 123,149
OPWC Loan - Direct Borrowing	1,330,400	17,084	-	1,347,484	-
Compensated Absences Payable	27,170	4,149	2,329	28,990	3,012
Net Pension Liability - OPERS	539,830	-	154,361	385,469	-
Net OPEB Liability - OPERS	249,433	12,545	-	261,978	-
Total Business-Type Activities Long-Term Obligations	<u>\$ 4,482,187</u>	<u>\$ 33,778</u>	<u>\$ 276,888</u>	<u>\$ 4,239,077</u>	<u>\$ 126,161</u>

The general obligation bonds and capital leases were paid from the Recreation, Permanent Improvement, and Capital Improvements funds, respectively.

In 2020, the City issued Building Improvement Notes, Series 2020 in the amount of \$1,050,000. This note was dated February 19, 2020 and will mature on February 18, 2021 and bear a 2.25 percent rate of interest. The proceeds from the will be used to assist in funding the Gemini roof replacement project. \$100,000 of these notes is considered short-term and the remaining \$950,000 is considered long-term. \$950,000 of the notes are being reported as long-term obligations as they are being refinanced after the balance sheet date but prior to the issuance of the financial statements.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

In 2012, the City issued general obligation bonds, in the amount of \$20,590,000, to partially refund bonds previously issued in 2005 for various purposes in the amount of \$18,300,000. The remaining \$2,290,000 will be used to pay the remaining interest and fiscal charges of the unrefunded bonds. The bonds were issued with original interest rates varying from 2 percent to 4 percent.

The bonds were issued for a 19 year period with final maturity during fiscal year 2030. The bonds will be retired through the recreation special revenue fund.

On December 29, 2009, the City issued a loan with the Ohio Public Works Commission (OPWC) for sewer and various street projects around the City. The OPWC loan is paid from the Capital Improvements Capital Projects Fund.

The City's total direct borrowings from OPWC contain a provision that in an event of default the amount of such default shall bear interest thereafter at the rate of 8 percent per annum until the date of payment, and outstanding amounts become immediately due. Also, OPWC may direct the county treasurer to pay the outstanding amount from the portion of the local government fund that would otherwise be remitted to the City.

During 2016, the City entered into a contractual agreement with the City of North Olmsted for the construction and future maintenance of a wastewater treatment plant that is in North Olmsted and that Fairview Park residents will be able to tap into. All proceeds were received by the City of North Olmsted and the City of North Olmsted is responsible for the debt retirement and maintenance. The plant is a capital asset of the City of North Olmsted. The total amount owed to the City of North Olmsted as of December 31, 2020 is \$2,215,156. This amount has been recorded on the City of Fairview Park's books as a long-term liability in the Sewer Enterprise Fund.

The annual interest rate of the obligation is 5.82 percent with a final maturity of July 1, 2035. A corresponding amount was recorded as an intangible asset in the Sewer Enterprise Fund. The amount will be amortized over the life of the WWTP.

During 2019, the City entered into a loan agreement with Ohio Public Works Commission (OPWC) for the Clifford Drive Storm and Sanitary replacement in the amount of \$1,796,130. As of December 31, 2020, the project is not complete and \$1,347,484 has been disbursed.

Other Long-Term Obligations Compensated absences will be paid from the General Fund, Recreation Fund, and Street Maintenance and Repair Special Revenue Fund, and the Sewer Enterprise Fund. Capital leases will be paid from the Permanent Improvement Fund. There is no repayment schedule for the net pension liability and net OPEB liability. However, employer pension contributions are made from the same fund as compensated absences. For additional information related to the net pension liability and net OPEB liability see Notes 13 and 14.

The City's overall legal debt margin was \$46,694,694 at December 31, 2020.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2020, are as follows:

Year	Governmental Activities			Business Type - Activities	
	General Obligation			Intergovernmental Loan	
	Serial Bonds		OPWC Loan	Principal	Interest
	Principal	Interest	Principal		
2021	\$ 1,075,000	\$ 531,062	25,030	\$ 123,149	\$ 52,959
2022	1,300,000	488,063	25,030	126,172	49,936
2023	1,395,000	436,062	25,030	129,269	46,839
2024	1,490,000	380,263	25,030	132,443	43,665
2025	1,585,000	320,663	25,030	135,694	40,414
2026-2030	9,305,000	863,425	125,150	730,103	150,437
2031-2035	-	-	125,150	838,326	56,312
2036-2040	-	-	125,139	-	-
	<u>\$ 16,150,000</u>	<u>\$ 3,019,538</u>	<u>\$ 500,589</u>	<u>\$ 2,215,156</u>	<u>\$ 440,562</u>

NOTE 18: CAPITAL LEASES

In 2018, the City entered into a lease agreement for the purchase of a fire truck. In prior years, the City entered into lease agreements for an ambulance and a fire engine pumper. Capital lease payments have been reclassified and are reflected as debt service expenditures in the basic financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis. Amortization of capital leases are included in depreciation expense. The leases are secured by the related property. Capital assets acquired by lease have been capitalized and depreciated as follows as of December 31, 2020.

	Governmental Activities
Assets being Depreciated	
Vehicles	\$ 1,038,531
Less Accumulated Depreciation	
Vehicles	(439,755)
Current Book Value	<u>\$ 598,776</u>

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2020:

Year Ending December 31:	Governmental Activities
2021	\$ 125,153
2022	94,404
2023	63,655
2024	63,655
2025	63,655
2026-2030	318,276
2031-2034	190,966
Total	919,764
Less: Amount Representing Interest	(191,906)
Present Value of Net Minimum Lease Payments	<u>\$ 727,858</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

NOTE 19: JOINT VENTURE AND JOINTLY GOVERNED ORGANIZATIONS

The Rocky River Wastewater Treatment Plant (the “Plant”) is a joint venture among the cities of Fairview Park, Bay Village, Rocky River, and Westlake. The plant is governed by a Management Committee consisting of the elected mayors of the four member cities and a fifth person nominated and elected by the mayors. The Management Committee has authority over all aspects of the Plant’s operation; however, all employees are employees of the City of Rocky River. The Plant supplies all participating residents of the member cities with sewer services. Each city owns the sewage lines located in its city and bills its residents for usage. Continued existence of the Plant is dependent on the City’s continued participation, and the City as an equity interest in the Plant. The City’s equity interest is \$2,929,194 which represents 18.79 percent of the total equity in the Plant. The Plant is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

West Shore Council of Governments

The West Shore Council of Governments (Council) is a jointly governed organization that 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 six 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 2020, the City contributed \$39,144 to this organization. Complete financial information statements can be obtained from the City of Rocky River, P.O. Box 16088, Rocky River, Ohio 44116-0088.

The Council has established two subsidiary organizations, the West Shore Hazardous Materials Committee (HAZMAT) which provides hazardous material protection and assistance, and the West Shore Enforcement Bureau which provides extra assistance to cities in the form of a SWAT Team.

Tri-City Park

The Tri-City Park is a jointly governed organization that provides a recreational park to the cities of Fairview Park, Westlake, and Rocky River. The park is governed by a board consisting of the elected mayors of the three cities. The Board exercises total control over the operation of the park 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. The City of Fairview Park contributed \$18,000 to Tri-City Park in 2020. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

S.A.F.E. Council of Governments

The S.A.F.E. Council of Governments (S.A.F.E.) is a jointly governed organization that was formed by the cities of Fairview Park, Bay Village, Rocky River, and Westlake by a Board consisting of the elected mayors, which exercises total control over the operation of the COG’s including budgeting, appropriating, contracting, and designating management.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. The City of Fairview Park did not make any contributions to S.A.F.E. in 2020.

West Shore Area Rescue Association

The West Shore Area Rescue Association (WESHARE) is a jointly governed organization that helps foster cooperation between municipalities and hospitals to provide optimum emergency medical services. The Board is comprised of one member from each of the nine participating entities. The Board exercises total control over the operation of WESHARE, 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. The City of Fairview Park did not make any contributions to WESHARE in 2020.

NOTE 20: SIGNIFICANT COMMITMENTS

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:

Governmental Funds:	
General	\$ 103,772
Recreation	102,477
Other Governmental Funds	498,021
Proprietary Fund:	
Sewer Fund	440,888
Total Encumbrances	\$ 1,145,158

Contractual Commitments

At December 31, 2020, the City's significant commitments consisted of:

	Contract Amount	Amount Paid	Remaining on Contract
Police Locker Room Project	\$ 273,213	\$ 255,746	\$ 17,467
IT Phase I Upgrades	44,220	38,187	6,033
Thomas Lane Park	57,910	40,910	17,000
Mastick Road Resurfacing	250,000	193,106	56,894
City Hall Door Project	121,421	6,673	114,748
W. 213th Street Replacement	281,346	238,463	42,883
2020 Sidewalk Improvement	103,459	96,287	7,172
	\$ 1,131,569	\$ 869,372	\$ 262,197

Remaining commitments were encumbered at year-end.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

NOTE 21: ACCOUNTABILITY

As of December 31, 2020, the General Obligation Bond Retirement and Solid Waste funds had deficits of \$94,521 and \$39,776, respectively. This was due to the recording of accruals. The General Fund is liable for any deficits in these funds and provides transfers when cash is required, rather than when accruals occur.

NOTE 23: 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 as follows:

Fund Balances	General	Recreation	Other Governmental Funds	Total Governmental Funds
<i>Nonspendable</i>				
Prepaid Items	\$ 257,235	\$ 23,510	\$ 19,542	\$ 300,287
Inventories	4,799	-	50,200	54,999
Unclaimed Funds	5,432	-	-	5,432
<i>Total Nonspendable</i>	<u>267,466</u>	<u>23,510</u>	<u>69,742</u>	<u>360,718</u>
<i>Restricted for</i>				
Road Improvements	-	-	789,892	789,892
Law Enforcement	-	-	141,049	141,049
Construction and Improvement of City Facilities	-	-	2,879,743	2,879,743
Fire Operations	-	-	209,146	209,146
Street Lighting	-	-	198,071	198,071
Waterline repairs	-	-	119,991	119,991
Lorain Road Revitalization	-	-	617,183	617,183
Senior Center Construction	-	-	1,087	1,087
<i>Total Restricted</i>	<u>-</u>	<u>-</u>	<u>4,956,162</u>	<u>4,956,162</u>
<i>Committed to</i>				
Retiree Accrued Benefits	204,766	-	-	204,766
Building Deposits	269,885	-	-	269,885
Recreation Programs	-	2,464,294	-	2,464,294
Cable Television Services	-	-	1,019,200	1,019,200
Emergency Medical Services	-	-	152,406	152,406
Bain Park Restoration	-	-	106,742	106,742
Senior Center Van Replacement	-	-	67,405	67,405
Sidewalk Improvements	-	-	4,924	4,924
<i>Total Committed</i>	<u>474,651</u>	<u>2,464,294</u>	<u>1,350,677</u>	<u>4,289,622</u>
<i>Assigned to</i>				
Subsequent year Appropriations	349,472	-	-	349,472
Purchases on Order:				
City Administration	47,143	-	-	47,143
Police and Fire Department	18,871	-	-	18,871
Public Health	520	-	-	520
Road Improvements	29,429	-	-	29,429
Building Department	682	-	-	682
Recycling and Solid Waste Disposal	2,409	-	-	2,409
Senior Life	4,718	-	-	4,718
<i>Total Assigned</i>	<u>453,244</u>	<u>-</u>	<u>-</u>	<u>453,244</u>
<i>Unassigned (Deficit)</i>	<u>6,012,920</u>	<u>-</u>	<u>(134,297)</u>	<u>5,878,623</u>
Total Fund Balances	<u>\$ 7,208,281</u>	<u>\$ 2,487,804</u>	<u>\$ 6,242,284</u>	<u>\$ 15,938,369</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2020
(CONTINUED)**

NOTE 24: **COVID-19**

The federal CARES Act, signed into law in March 2020, created a \$150 billion Coronavirus Relief Fund to assist state and local governments with costs related to the COVID-19 pandemic. Under federal guidelines, the State was to distribute \$1.2 billion of these funds to cities, counties and other local governments for spending on eligible costs by December 31, 2021. The City received approximately \$1.2 million of federal and state CARES Funds that were used for various approved purposes (per the Department of Treasury and Ohio Office of Budget and Management) including police and fire wages and Medicare and pension expenditures. Additionally, the financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City.

NOTE 25: **SUBSEQUENT EVENTS**

On February 17, 2021, the City issued building improvement notes in the amount of \$950,000 with an interest rate of 0.25%, maturing on February 17, 2022. The notes are issued to help fund the Gemini Roof Replacement project.

In March 2021, the federal American Rescue Plan (ARP) Act was enacted, which provided among other funding, \$350 billion for state and local governments. The City anticipates receiving approximately \$1.6 million of ARP funds in Fiscal year 2021 and approximately \$1.6 million in Fiscal Year 2022.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM – TRADITIONAL PLAN
 LAST SEVEN YEARS (1)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net Pension Liability	0.027397%	0.027690%	0.027785%	0.028237%
City's Proportionate Share of the Net Pension Liability	\$ 5,415,203	\$ 7,583,730	\$ 4,358,928	\$ 6,412,143
City's Covered Payroll	\$ 3,855,993	\$ 3,730,336	\$ 3,672,431	\$ 3,650,158
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	140.44%	203.30%	118.69%	175.67%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.17%	74.70%	84.66%	77.25%

(1) Information prior to 2014 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

2016	2015	2014
0.028058%	0.028490%	0.028490%
\$4,859,999	\$3,436,213	\$3,358,600
\$3,492,108	\$3,492,908	\$3,413,354
139.17%	98.38%	98.40%
81.08%	86.45%	86.36%

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 OHIO POLICE AND FIRE PENSION FUND
 LAST SEVEN YEARS (1)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net Pension Liability	0.191119%	0.196102%	0.197303%	0.196067%
City's Proportionate Share of the Net Pension Liability	\$ 12,874,785	\$ 16,007,105	\$ 12,109,368	\$ 12,418,658
City's Covered Payroll	\$ 4,940,142	\$ 4,803,984	\$ 4,696,479	\$ 4,647,832
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	260.62%	333.20%	257.84%	267.19%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.89%	63.07%	70.91%	68.36%

(1) Information prior to 2014 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

<u>2016</u>	<u>2015</u>	<u>2014</u>
0.206141%	0.207288%	0.207288%
\$ 13,261,195	\$ 10,738,398	\$ 10,095,590
\$ 4,565,721	\$ 3,829,805	\$ 3,992,829
290.45%	280.39%	252.84%
66.77%	71.71%	73.00%

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY CONTRIBUTIONS - PENSION
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM – TRADITIONAL PLAN
 LAST EIGHT YEARS (1)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually Required Contributions	\$ 463,571	\$ 539,839	\$ 522,247	\$ 477,416
Contributions in Relation to the Contractually Required Contribution	<u>(463,571)</u>	<u>(539,839)</u>	<u>(522,247)</u>	<u>(477,416)</u>
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 3,311,221	\$ 3,855,993	\$ 3,730,336	\$ 3,672,431
Pension Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	13.00%

(1) Information prior to 2013 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

See accompanying notes to the required supplementary information

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 438,019	\$ 419,053	\$ 419,149	\$ 443,736
<u>(438,019)</u>	<u>(419,053)</u>	<u>(419,149)</u>	<u>(443,736)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,650,158	\$ 3,492,108	\$ 3,492,908	\$ 3,413,354
12.00%	12.00%	12.00%	13.00%

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY CONTRIBUTIONS – PENSION
 OHIO POLICE AND FIRE PENSION FUND
 LAST TEN YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually Required Contributions	\$ 977,773	\$ 938,627	\$ 912,757	\$ 892,331
Contributions in Relation to the Contractually Required Contribution	<u>(977,773)</u>	<u>(938,627)</u>	<u>(912,757)</u>	<u>(892,331)</u>
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City’s Covered Payroll	\$ 4,600,429	\$ 4,940,142	\$ 4,803,984	\$ 4,696,479
Contributions as a Percentage of Covered-Employee Payroll	21.25%	19.00%	19.00%	19.00%

See accompanying notes to the required supplementary information

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 883,088	\$ 867,487	\$ 727,663	\$ 628,072	\$ 610,940	\$ 661,196
<u>(883,088)</u>	<u>(867,487)</u>	<u>(727,663)</u>	<u>(628,072)</u>	<u>(610,940)</u>	<u>(661,196)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,647,832	\$ 4,565,721	\$ 3,829,805	\$ 3,992,829	\$ 4,791,686	\$ 5,185,851
19.00%	19.00%	19.00%	15.73%	12.75%	12.75%

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST FOUR YEARS (1)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
City's Proportion of the Net OPEB Liability	0.026645%	0.026877%	0.027160%	0.027570%
City's Proportionate Share of the Net OPEB Liability	\$ 3,680,367	\$ 3,504,126	\$ 2,949,376	\$ 2,784,664
City's Covered Payroll	\$ 4,026,760	\$ 3,897,579	\$ 3,847,733	\$ 3,810,666
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	91.40%	89.91%	76.65%	73.08%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.80%	46.33%	54.14%	54.04%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET OPEB LIABILITY
 OHIO POLICE AND FIRE PENSION FUND
 LAST FOUR YEARS (1)**

	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.1911188%	0.1961025%	0.1973029%	0.1960670%
City's Proportionate Share of the Net OPEB Liability	\$ 1,887,820	\$ 1,785,814	\$ 11,178,904	\$ 9,307,002
City's Covered Payroll	\$ 4,940,142	\$ 4,803,984	\$ 4,696,479	\$ 4,647,832
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	38.21%	37.17%	238.03%	200.24%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.08%	46.57%	14.13%	15.96%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY CONTRIBUTIONS - OPEB
 OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM
 LAST SIX YEARS (1)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 2,737	\$ 6,598	\$ 6,422	\$ 43,563	\$ 79,192	\$ 71,970
Contributions in Relation to the Contractually Required Contribution	<u>(2,737)</u>	<u>(6,598)</u>	<u>(6,422)</u>	<u>(43,563)</u>	<u>(79,192)</u>	<u>(71,970)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 3,381,111	\$ 4,026,760	\$ 3,897,579	\$ 3,847,733	\$ 3,810,666	\$ 3,789,838
Contributions as a Percentage of Covered Payroll	0.08%	0.16%	0.16%	1.13%	2.08%	1.90%

(1) Information prior to 2015 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

See accompanying notes to the required supplementary information

This page intentionally left blank.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE CITY CONTRIBUTIONS – OPEB
 OHIO POLICE AND FIRE PENSION FUND
 LAST TEN YEARS**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Contractually Required Contribution	\$ 23,002	\$ 22,670	\$ 22,114	\$ 21,552
Contributions in Relation to the Contractually Required Contribution	<u>(23,002)</u>	<u>(22,670)</u>	<u>(22,114)</u>	<u>(21,552)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 4,600,429	\$ 4,940,142	\$ 4,803,984	\$ 4,696,479
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%

See accompanying notes to the required supplementary information

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 21,018	\$ 20,828	\$ 20,419	\$ 141,652	\$ 283,885	\$ 274,390
<u>(21,018)</u>	<u>(20,828)</u>	<u>(20,419)</u>	<u>(141,652)</u>	<u>(283,885)</u>	<u>(274,390)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,647,832	\$ 4,565,721	\$ 3,829,805	\$ 3,992,829	\$ 4,791,686	\$ 5,185,851
0.50%	0.50%	0.50%	3.62%	6.75%	6.75%

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Net Pension Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2020.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2016 and 2018. For 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected investment return was reduced from 8.00% to 7.50%, (b) the expected long-term average wage inflation rate was reduced from 3.75% to 3.25%, (c) the expected long-term average price inflation rate was reduced from 3.00% to 2.50%, (d) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality rates were updated to the RP-2014 Health Annuitant Mortality Table, adjusted for mortality improvement back to the observant period base year of 2006 and then established the base year as 2015 (f) mortality rates used in evaluating disability allowances were updated to the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and a base year of 2015 for males and 2010 for females (g) Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables. For 2019, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected investment return was reduced from 7.50% to 7.20%. For 2020, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the cost-of-living adjustments for post-1/7/2013 retirees were reduced from 3.00% simple through 2018 to 1.40% simple through 2020, then 2.15% simple.

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018-2020.

Changes in assumptions: For 2018, the single discount rate changed from 4.23% to 3.85%. For 2019, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the expected investment return was reduced from 6.50% to 6.00% (b) In January 2019, the Board adopted changes to health care coverage for Medicare and pre-Medicare retirees. It will include discontinuing the PPO plan for pre-Medicare retirees and replacing it with a monthly allowance to help participants pay for a health care plan of their choosing. The base allowance for Medicare eligible retirees will be reduced. The specific effect of these changes on the net OPEB liability and OPEB expense are unknown at this time (c) the single discount rate changed from 3.85% to 3.96%. For 2020, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 3.96% to 3.16%.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Net Pension Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2020.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2017.

For 2018, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the investment rate of return was reduced from 8.25 percent to 8.00 percent (b) the projected salary increases was reduced from 4.25% to 3.75% (c) the payroll increases was reduced from 3.75% to 3.25% (d) the inflation assumptions was reduced from 3.25% to 2.75% (e) the cost of living adjustments was reduced from 2.60% to 2.20% (f) rates of withdrawal, disability and service retirement were updated to reflect recent experience (g) mortality rates were updated to the RP-2014 Total Employee and Health Annuitant Mortality Table, adjusted for mortality improvement back to the observant period base year of 2006 and then established the base year as 2016 (h) mortality rates used in evaluating disability allowances were updated to the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and a base year of 2016. For 2019-2020, there have been no OP&F pension plan amendments adopted or changes in assumptions between the measurement date and the report date that would have impacted the actuarial valuation of the pension plan as of the measurement date.

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018. For 2020, see below regarding changes to stipend-based model.

Changes in assumptions: For 2018, the single discount rate changed from 3.79 percent to 3.24 percent. For 2019, the changes of assumptions were: (a) beginning January 1, 2019 OP&F changed its retiree health care model and the current self-insured health care plan is no longer offered. In its place will be a stipend-based health care model. OP&F has contracted with a vendor who will assist eligible retirees in choosing health care plans from their marketplace (both Medicare-eligible and pre-Medicare populations). A stipend funded by OP&F will be placed in individual Health Reimbursement Accounts that retirees will use to be reimbursed for health care expenses. As a result of changing from the current health care model to the stipend-based health care model, management expects that it will be able to provide stipends to eligible participants for the next 15 years (b) beginning in 2020 the Board approved a change to the Deferred Retirement Option Plan. The minimum interest rate accruing will be 2.5% (c) the single discount rate changed from 3.24 percent to 4.66 percent. For 2020, the single discount rate changed from 4.66 to 3.56.

Combining Statements and Individual Fund Schedules

Fund Descriptions - Nonmajor Governmental and Enterprise Funds

Nonmajor Special Revenue Funds

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

Street Construction, Maintenance and Repair Fund - To account for and report that portion of the State gasoline tax and motor vehicle registration fees restricted for street maintenance and repair.

State Highway Fund - To account for and report that portion of the State gasoline tax and motor vehicle registration fees restricted for maintenance of State highways within the City.

Police and Fire Pension Fund - To account for and report restricted property taxes levied for the payment of current employer contributions for police and fire disability and pension benefits and the accrued liability.

Street Lighting Fund - To account for and report the revenues of restricted special assessment monies levied for the providing of street lighting of City roads.

Solid Waste Fund - To account for and report the revenues of restricted special assessment monies levied for waste management.

Fire Operating Levy Fund - To account for and report the property taxes collected restricted to pay salaries and fringe benefits of the fire department.

Safe Routes to School Fund - To account for and report revenues restricted for the improvement of sidewalk and vehicular traffic conditions around the City's school sites in order to promote walking and biking for students living in proximity to the schools.

Federal Grants Fund - To account for and report restricted revenues and expenditures of grant funds received from the various Federal Sources in accordance with the covenants and restrictions of the grant agreements.

Waterline Repair Fund - To account for and report costs and subsequent reimbursements restricted for street repairs made by the City as a result of waterline repairs made by the City of Cleveland.

Fairview Park Sidewalk Fund - To account for and report the transfer of general fund monies committed to be used in the improvement of City sidewalks. This fund did not have any budgetary activity in 2020, therefore, budgetary information is not provided.

Bain Park Restoration Fund - To account for and report rental income and donations committed to be used in Bain Cabin.

Law Enforcement Trust Fund - To account for and report funds seized in the commitment of a felony and awarded to the City of Fairview Park restricted for purchases of capital equipment for use in the Police Department.

(continued)

Fund Descriptions - Nonmajor Governmental and Enterprise Funds (continued)

Nonmajor Special Revenue Funds (continued)

D.U.I. Education Fund - To account for and report grants received from Federal Government, State of Ohio, or Cuyahoga County, and restricted for Driving Under Influence (D.U.I.) education and equipment used in D.U.I. enforcement.

Police on Patrol Arresting Speeders Fund - To account for and report monies received from traffic violations issued by Auxiliary Police and impound fees from motor vehicles. These funds are restricted for the purchases of police equipment and other police related expenditures.

Retiree Accrued Benefits Fund - This fund accounts for the revenue set-aside by City Council used for the payment of accumulated sick and vacation leave balances upon the termination of employment by employees of the City. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Cable TV Franchise Fee Fund - To account for and report franchise fees received from the cable franchises restricted for expenditures allowed by City Council, and debt proceeds for expenditures for principal and interest.

Juvenile Diversion Fund - To account for and report monies received and expenditures restricted for a community-based program to sanction and assist certain juvenile misdemeanor and unruly offenders.

D.A.R.E. Fund - To account for and report donations and Federal Grants received and expenditures restricted for drug education. This fund did not have any activity in 2020, therefore, budgetary information is not provided.

Senior Life Donations Fund - This fund accounts for donations to Senior Life Program from residents who utilize the senior center. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Required Deposits Fund - This fund accounts for deposits made by citizens, contractors or vendors held by the City to ensure compliance with various City ordinances.

Emergency Medical System Fund - To account for and report ambulance service fees committed for Fire Department equipment.

Cleveland Waterline Projects Fund - This fund accounts for monies from the City of Cleveland to be used for the design and construction of waterlines within the City.

Special Hold Account Fund - This fund accounts for monies from Senior Life center, building department that is held by the City for specific purpose and to ensure compliance with City ordinances. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

(continued)

Fund Descriptions - Nonmajor Governmental and Enterprise Funds (continued)

Nonmajor Special Revenue Funds (continued)

Coronavirus Relief Fund- This fund accounts for grant proceeds provided to the local governments who have been financially impacted by the outbreak of COVID-19. The Coronavirus Aid, Relief and Economic Security Act (CARES Act) funding may only be used to cover costs that are necessary expenditures incurred in response to the COVID-19 outbreak.

Nonmajor Debt Service Fund

Debt Service fund is 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 - To account for and report property taxes restricted for the payment of principal and interest and fiscal charges on general obligation debt.

Nonmajor Capital Projects Funds

Capital project funds are used to account for 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.

Recreation Construction Fund - To account for and report revenues from recreation programs restricted for constructing and furnishing the new recreation center and facility.

Permanent Improvement Fund - To account for and report the receipt of property taxes and borrowing restricted for capital equipment.

Lorain Road Revitalization Fund - To account for and report loan proceeds restricted for the purchase of property in the revitalization project.

Senior Center Construction Fund - To account for bond proceeds restricted for the construction of a new senior center.

Capital Improvements Fund - To account for and report a portion of the income tax collection, restricted for street construction projects within the City and repayment on related bonded debt.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 2,814,647	\$ 5,479	\$ 3,284,372	\$ 6,104,498
Materials and Supplies Inventory	50,200	-	-	50,200
Accounts Receivable	299,319	-	-	299,319
Intergovernmental Receivable	475,406	-	383,013	858,419
Prepaid Items	19,542	-	-	19,542
Municipal Income Taxes Receivable	-	-	544,494	544,494
Property Taxes Receivable	519,510	-	340,333	859,843
Special Assessments Receivable	342,520	-	-	342,520
Assets Held for Resale	-	-	306,757	306,757
Total Assets	<u>\$ 4,521,144</u>	<u>\$ 5,479</u>	<u>\$ 4,858,969</u>	<u>\$ 9,385,592</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 113,759	\$ -	\$ 103,917	\$ 217,676
Accrued Wages and Benefits	33,101	-	-	33,101
Contracts Payable	-	-	4,447	4,447
Intergovernmental Payable	105,029	-	-	105,029
Interfund Payable	49,360	-	-	49,360
Unearned Revenue	51,340	-	180,000	231,340
Notes Payable	-	100,000	-	100,000
Total Liabilities	<u>352,589</u>	<u>100,000</u>	<u>288,364</u>	<u>740,953</u>
Deferred Inflows of Resources:				
Property Taxes	504,460	-	330,422	834,882
Unavailable Revenue - Delinquent Property Taxes	15,050	-	9,911	24,961
Unavailable Revenue - Income Taxes	-	-	333,660	333,660
Unavailable Revenue - Other	877,658	-	331,194	1,208,852
Total Deferred Inflows of Resources	<u>1,397,168</u>	<u>-</u>	<u>1,005,187</u>	<u>2,402,355</u>
Fund Balances:				
Nonspendable	69,742	-	-	69,742
Restricted	1,458,149	-	3,498,013	4,956,162
Committed	1,283,272	-	67,405	1,350,677
Unassigned (Deficit)	(39,776)	(94,521)	-	(134,297)
Total Fund Balances	<u>2,771,387</u>	<u>(94,521)</u>	<u>3,565,418</u>	<u>6,242,284</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 4,521,144</u>	<u>\$ 5,479</u>	<u>\$ 4,858,969</u>	<u>\$ 9,385,592</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Property Taxes	\$ 510,698	\$ -	\$ 335,269	\$ 845,967
Municipal Income Taxes	-	-	1,304,920	1,304,920
Franchise Taxes	260,927	-	-	260,927
Intergovernmental	2,663,088	-	317,379	2,980,467
Interest	6,521	-	-	6,521
Fees, Licenses, and Permits	24,751	-	-	24,751
Rentals	3,750	-	-	3,750
Charges for Services	971,048	-	63,827	1,034,875
Special Assessments	302,745	-	-	302,745
All Other Revenues	149,857	-	3,500	153,357
Total Revenues	4,893,385	-	2,024,895	6,918,280
EXPENDITURES				
Current:				
Security of Persons and Property	2,522,362	-	-	2,522,362
Public Health Services	59,969	-	-	59,969
Leisure Time Activities	48,139	-	-	48,139
Basic Utility Services	958,867	-	-	958,867
Transportation	653,780	-	-	653,780
General Government	287,153	-	-	287,153
Capital Outlay	-	-	1,035,576	1,035,576
Debt Service:				
Principal Retirement	-	1,050,000	50,358	1,100,358
Interest and Fiscal Charges	-	37,396	25,812	63,208
Bond Issuance Costs	-	9,871	-	9,871
Total Expenditures	4,530,270	1,097,267	1,111,746	6,739,283
Excess of Revenues Over (Under) Expenditures	363,115	(1,097,267)	913,149	178,997
OTHER FINANCING SOURCES (USES)				
Bond Anticipation Notes Issued	-	950,000	-	950,000
Premium on Debt Issuance	-	11,382	-	11,382
Transfers In	741,000	240,000	200,000	1,181,000
Transfers Out	-	(200,000)	(240,000)	(440,000)
Total Other Financing Sources (Uses)	741,000	1,001,382	(40,000)	1,702,382
Net Change in Fund Balances	1,104,115	(95,885)	873,149	1,881,379
Fund Balances - Beginning of Year	1,667,272	1,364	2,692,269	4,360,905
Fund Balances - End of Year	\$ 2,771,387	\$ (94,521)	\$ 3,565,418	\$ 6,242,284

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2020**

	<u>Street Construction, Maintenance and Repair</u>	<u>State Highway</u>	<u>Police and Fire Pension</u>
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 653,137	\$ 17,058	\$ 105,081
Materials and Supplies Inventory	-	50,200	-
Accounts Receivable	-	-	-
Intergovernmental Receivable	406,096	32,926	16,483
Prepaid Items	9,677	-	-
Property Taxes Receivable	-	-	234,736
Special Assessments Receivable	-	-	-
Total Assets	<u>\$ 1,068,910</u>	<u>\$ 100,184</u>	<u>\$ 356,300</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ -	\$ 4,933	\$ -
Accrued Wages and Benefits	18,293	-	-
Intergovernmental Payable	8,594	-	92,653
Interfund Payable	-	-	-
Unearned Revenue	-	-	-
Total Liabilities	<u>26,887</u>	<u>4,933</u>	<u>92,653</u>
Deferred Inflows of Resources:			
Property Taxes	-	-	227,900
Unavailable Revenue - Delinquent Property Taxes	-	-	6,836
Unavailable Revenue - Other	265,942	21,563	16,483
Total Deferred Inflows of Resources	<u>265,942</u>	<u>21,563</u>	<u>251,219</u>
Fund Balances:			
Nonspendable	9,677	50,200	-
Restricted	766,404	23,488	12,428
Committed	-	-	-
Unassigned (Deficits)	-	-	-
Total Fund Balances (Deficits)	<u>776,081</u>	<u>73,688</u>	<u>12,428</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,068,910</u>	<u>\$ 100,184</u>	<u>\$ 356,300</u>

Street Lighting	Solid Waste	Fire Operating Levy	Safe Routes to School	Federal Grants	Waterline Repair	Fairview Park Sidewalk
\$ 219,478	\$ 42,270	\$ 220,364	\$ -	\$ -	\$ 14,932	\$ 4,924
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	18,445	-	-	-	-
-	-	5,005	-	-	-	-
-	-	284,774	-	-	-	-
311,700	30,820	-	-	-	-	-
<u>\$ 531,178</u>	<u>\$ 73,090</u>	<u>\$ 528,588</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,932</u>	<u>\$ 4,924</u>
\$ 21,407	\$ 82,046	\$ 723	\$ -	\$ -	\$ 4,650	\$ -
-	-	8,280	-	-	-	-
-	-	2,215	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>21,407</u>	<u>82,046</u>	<u>11,218</u>	<u>-</u>	<u>-</u>	<u>4,650</u>	<u>-</u>
-	-	276,560	-	-	-	-
-	-	8,214	-	-	-	-
311,700	30,820	18,445	-	-	-	-
<u>311,700</u>	<u>30,820</u>	<u>303,219</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	5,005	-	-	-	-
198,071	-	209,146	-	-	10,282	-
-	-	-	-	-	-	4,924
-	(39,776)	-	-	-	-	-
<u>198,071</u>	<u>(39,776)</u>	<u>214,151</u>	<u>-</u>	<u>-</u>	<u>10,282</u>	<u>4,924</u>
\$ 531,178	\$ 73,090	\$ 528,588	\$ -	\$ -	\$ 14,932	\$ 4,924

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2020
 (CONTINUED)**

	<u>Bain Park Restoration</u>	<u>Law Enforcement Trust</u>	<u>D.U.I. Education</u>	<u>Police on Patrol Arresting Speeders</u>
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 106,742	\$ 47,246	\$ 8,766	\$ 58,863
Materials and Supplies Inventory	-	-	-	-
Accounts Receivable	-	-	154	125
Intergovernmental Receivable	-	-	-	-
Prepaid Items	-	-	-	-
Property Taxes Receivable	-	-	-	-
Special Assessments Receivable	-	-	-	-
Total Assets	<u>\$ 106,742</u>	<u>\$ 47,246</u>	<u>\$ 8,920</u>	<u>\$ 58,988</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-
Intergovernmental Payable	-	-	-	-
Interfund Payable	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources:				
Property Taxes	-	-	-	-
Unavailable Revenue - Delinquent Property Taxes	-	-	-	-
Unavailable Revenue - Other	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	47,246	8,920	58,988
Committed	106,742	-	-	-
Unassigned (Deficits)	-	-	-	-
Total Fund Balances (Deficits)	<u>106,742</u>	<u>47,246</u>	<u>8,920</u>	<u>58,988</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 106,742</u>	<u>\$ 47,246</u>	<u>\$ 8,920</u>	<u>\$ 58,988</u>

Cable TV Franchise Fee	Juvenile Diversion	Required Deposits	Emergency Medical System	Cleveland Waterline Project	Coronavirus Relief	Total Nonmajor Special Revenue Funds
\$ 955,478	\$ 13,467	\$ 51,340	\$ 136,432	\$ 159,069	\$ -	\$ 2,814,647
-	-	-	-	-	-	50,200
63,722	-	-	235,318	-	-	299,319
-	-	-	1,456	-	-	475,406
-	-	-	4,860	-	-	19,542
-	-	-	-	-	-	519,510
-	-	-	-	-	-	342,520
<u>\$ 1,019,200</u>	<u>\$ 13,467</u>	<u>\$ 51,340</u>	<u>\$ 378,066</u>	<u>\$ 159,069</u>	<u>\$ -</u>	<u>\$ 4,521,144</u>
\$ -	\$ -	-	\$ -	-	-	\$ 113,759
-	-	-	6,528	-	-	33,101
-	-	-	1,567	-	-	105,029
-	-	-	-	49,360	-	49,360
-	-	51,340	-	-	-	51,340
<u>-</u>	<u>-</u>	<u>51,340</u>	<u>8,095</u>	<u>49,360</u>	<u>-</u>	<u>352,589</u>
-	-	-	-	-	-	504,460
-	-	-	-	-	-	15,050
-	-	-	212,705	-	-	877,658
<u>-</u>	<u>-</u>	<u>-</u>	<u>212,705</u>	<u>-</u>	<u>-</u>	<u>1,397,168</u>
-	-	-	4,860	-	-	69,742
-	13,467	-	-	109,709	-	1,458,149
1,019,200	-	-	152,406	-	-	1,283,272
-	-	-	-	-	-	(39,776)
<u>1,019,200</u>	<u>13,467</u>	<u>-</u>	<u>157,266</u>	<u>109,709</u>	<u>-</u>	<u>2,771,387</u>
<u>\$ 1,019,200</u>	<u>\$ 13,467</u>	<u>\$ 51,340</u>	<u>\$ 378,066</u>	<u>\$ 159,069</u>	<u>\$ -</u>	<u>\$ 4,521,144</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Street Construction, Maintenance and Repair	State Highway	Police and Fire Pension
REVENUES			
Property Taxes	\$ -	\$ -	\$ 231,210
Franchise Taxes	-	-	-
Intergovernmental	913,008	74,029	32,966
Interest	6,393	128	-
Fees, Licenses, and Permits	-	-	-
Rentals	-	-	-
Charges for Services	-	-	-
Special Assessments	-	-	-
All Other Revenues	64,122	-	-
Total Revenues	<u>983,523</u>	<u>74,157</u>	<u>264,176</u>
EXPENDITURES			
Current:			
Security of Persons and Property	-	-	922,463
Public Health Services	-	-	-
Leisure Time Activities	-	-	-
Basic Utility Services	-	-	-
Transportation	565,173	88,607	-
General Government	-	-	-
Total Expenditures	<u>565,173</u>	<u>88,607</u>	<u>922,463</u>
Excess of Revenues Over (Under) Expenditures	<u>418,350</u>	<u>(14,450)</u>	<u>(658,287)</u>
OTHER FINANCING SOURCES			
Transfer In	-	-	741,000
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>741,000</u>
Net Change in Fund Balances	418,350	(14,450)	82,713
Fund Balances (Deficits) - Beginning of Year	357,731	88,138	(70,285)
Fund Balances (Deficits)- End of Year	<u>\$ 776,081</u>	<u>\$ 73,688</u>	<u>\$ 12,428</u>

<u>Street Lighting</u>	<u>Solid Waste</u>	<u>Fire Operating Levy</u>	<u>Safe Routes to School</u>	<u>Federal Grants</u>	<u>Waterline Repair</u>	<u>Fairview Park Sidewalk</u>
\$ -	\$ -	\$ 279,488	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	36,660	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	740,628	-	-	-	-	-
302,745	-	-	-	-	-	-
-	-	35,133	-	-	18,532	-
<u>302,745</u>	<u>740,628</u>	<u>351,281</u>	<u>-</u>	<u>-</u>	<u>18,532</u>	<u>-</u>
241,523	-	261,543	1	1	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	710,704	-	-	-	-	-
-	-	-	-	-	-	-
-	7,338	-	-	-	16,295	-
<u>241,523</u>	<u>718,042</u>	<u>261,543</u>	<u>1</u>	<u>1</u>	<u>16,295</u>	<u>-</u>
<u>61,222</u>	<u>22,586</u>	<u>89,738</u>	<u>(1)</u>	<u>(1)</u>	<u>2,237</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>61,222</u>	<u>22,586</u>	<u>89,738</u>	<u>(1)</u>	<u>(1)</u>	<u>2,237</u>	<u>-</u>
136,849	(62,362)	124,413	1	1	8,045	4,924
<u>\$ 198,071</u>	<u>\$ (39,776)</u>	<u>\$ 214,151</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,282</u>	<u>\$ 4,924</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020
 (CONTINUED)**

	Bain Park Restoration	Law Enforcement Trust	D.U.I. Education	Police on Patrol Arresting Speeders
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Franchise Taxes	-	-	-	-
Intergovernmental	-	-	5,157	-
Interest	-	-	-	-
Fees, Licenses, and Permits	-	-	2,361	22,390
Rentals	3,750	-	-	-
Charges for Services	-	-	-	-
Special Assessments	-	-	-	-
All Other Revenues	-	-	-	-
Total Revenues	<u>3,750</u>	<u>-</u>	<u>7,518</u>	<u>22,390</u>
EXPENDITURES				
Current:				
Security of Persons and Property	-	1,589	7,366	11,979
Public Health Services	-	-	-	-
Leisure Time Activities	2,100	-	-	-
Basic Utility Services	-	-	-	-
Transportation	-	-	-	-
General Government	-	-	-	-
Total Expenditures	<u>2,100</u>	<u>1,589</u>	<u>7,366</u>	<u>11,979</u>
Excess of Revenues Over (Under) Expenditures	<u>1,650</u>	<u>(1,589)</u>	<u>152</u>	<u>10,411</u>
OTHER FINANCING SOURCES				
Transfer In	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,650	(1,589)	152	10,411
Fund Balances (Deficits) - Beginning of Year	105,092	48,835	8,768	48,577
Fund Balances (Deficits)- End of Year	<u>\$ 106,742</u>	<u>\$ 47,246</u>	<u>\$ 8,920</u>	<u>\$ 58,988</u>

Cable TV Franchise Fee	Juvenile Diversion	Required Deposits	Emergency Medical System	Cleveland Waterline Project	Coronavirus Relief	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 510,698
260,927	-	-	-	-	-	260,927
-	-	-	11,327	360,845	1,229,096	2,663,088
-	-	-	-	-	-	6,521
-	-	-	-	-	-	24,751
-	-	-	-	-	-	3,750
-	-	-	230,420	-	-	971,048
-	-	-	-	-	-	302,745
-	-	-	32,070	-	-	149,857
<u>260,927</u>	<u>-</u>	<u>-</u>	<u>273,817</u>	<u>360,845</u>	<u>1,229,096</u>	<u>4,893,385</u>
-	5	-	216,324	-	859,568	2,522,362
-	-	-	-	-	59,969	59,969
-	-	-	-	-	46,039	48,139
-	-	-	-	248,163	-	958,867
-	-	-	-	-	-	653,780
-	-	-	-	-	263,520	287,153
<u>-</u>	<u>5</u>	<u>-</u>	<u>216,324</u>	<u>248,163</u>	<u>1,229,096</u>	<u>4,530,270</u>
<u>260,927</u>	<u>(5)</u>	<u>-</u>	<u>57,493</u>	<u>112,682</u>	<u>-</u>	<u>363,115</u>
-	-	-	-	-	-	741,000
-	-	-	-	-	-	741,000
<u>260,927</u>	<u>(5)</u>	<u>-</u>	<u>57,493</u>	<u>112,682</u>	<u>-</u>	<u>1,104,115</u>
<u>758,273</u>	<u>13,472</u>	<u>-</u>	<u>99,773</u>	<u>(2,973)</u>	<u>-</u>	<u>1,667,272</u>
<u>\$ 1,019,200</u>	<u>\$ 13,467</u>	<u>\$ -</u>	<u>\$ 157,266</u>	<u>\$ 109,709</u>	<u>\$ -</u>	<u>\$ 2,771,387</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
DECEMBER 31, 2020**

	Recreation Construction	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$ 831,060	\$ 786,756	\$ 313,986	\$ 1,087	\$ 1,351,483	\$ 3,284,372
Intergovernmental Receivable	98,000	87,358	-	-	197,655	383,013
Municipal Income Taxes Receivable	-	-	-	-	544,494	544,494
Property Taxes Receivable	-	340,333	-	-	-	340,333
Assets Held for Resale	-	-	306,757	-	-	306,757
Total Assets	\$ 929,060	\$ 1,214,447	\$ 620,743	\$ 1,087	\$ 2,093,632	\$ 4,858,969
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ -	\$ -	\$ 3,560	\$ -	\$ 100,357	\$ 103,917
Contracts Payable	-	-	-	-	4,447	4,447
Unearned Revenue	180,000	-	-	-	-	180,000
Total Liabilities	180,000	-	3,560	-	104,804	288,364
Deferred Inflows of Resources:						
Property Taxes	-	330,422	-	-	-	330,422
Unavailable Revenue - Delinquent Property Taxes	-	9,911	-	-	-	9,911
Unavailable Revenue - Income Taxes	-	-	-	-	333,660	333,660
Unavailable Revenue - Other	98,000	87,358	-	-	145,836	331,194
Total Deferred Inflows of Resources	98,000	427,691	-	-	479,496	1,005,187
Fund Balances:						
Restricted	651,060	719,351	617,183	1,087	1,509,332	3,498,013
Committed	-	67,405	-	-	-	67,405
Total Fund Balances	651,060	786,756	617,183	1,087	1,509,332	3,565,418
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 929,060	\$ 1,214,447	\$ 620,743	\$ 1,087	\$ 2,093,632	\$ 4,858,969

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Recreation Construction	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
REVENUES						
Property Taxes	\$ -	\$ 335,269	\$ -	\$ -	\$ -	\$ 335,269
Income Taxes	-	-	-	-	1,304,920	1,304,920
Intergovernmental	-	109,012	40,000	-	168,367	317,379
Charges for Services	60,000	3,827	-	-	-	63,827
All Other Revenues	-	-	3,500	-	-	3,500
Total Revenues	60,000	448,108	43,500	-	1,473,287	2,024,895
EXPENDITURES						
Current:						
Capital Outlay	-	169,096	64,560	995	800,925	1,035,576
Debt Service:						
Principal Retirement	-	37,843	-	-	12,515	50,358
Interest and Fiscal Charges	-	25,812	-	-	-	25,812
Total Expenditures	-	232,751	64,560	995	813,440	1,111,746
Excess of Revenues (Under) Expenditures	60,000	215,357	(21,060)	(995)	659,847	913,149
OTHER FINANCING SOURCES (USES)						
Transfer In	200,000	-	-	-	-	200,000
Transfer Out	(240,000)	-	-	-	-	(240,000)
Total Other Financing Sources (Uses)	(40,000)	-	-	-	-	(40,000)
Net Change in Fund Balances	20,000	215,357	(21,060)	(995)	659,847	873,149
Fund Balances - Beginning of Year	631,060	571,399	638,243	2,082	849,485	2,692,269
Fund Balances - End of Year	\$ 651,060	\$ 786,756	\$ 617,183	\$ 1,087	\$ 1,509,332	\$ 3,565,418

Fund Descriptions - 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 (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The City's fiduciary funds are custodial funds.

Custodial Funds

Building Assessment Fees Fund - This fund was established in accordance with Senate Bill 359 that states that all political subdivisions that collect fees for acceptance and approval of plans for commercial and industrial building must collect and remit monthly 3 percent of building permit fees collected each month to the State on behalf of the Ohio Board of Building Standards.

Employee Section M 125 Fund - This fund reflects resources that belong to the City employees to be used for medical expenses.

Survey/Sanitary and Storm Sewer Fund - This fund accounts for construction deposits associated with sanitary and storm sewer.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 DECEMBER 31, 2020**

	Building Assessment Fees	Employee Section M 125	Survey/Sanitary and Storm Sewer	Total
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 1,923	\$ 2,423	\$ 4,899	\$ 9,245
Total Assets	<u>1,923</u>	<u>2,423</u>	<u>4,899</u>	<u>9,245</u>
LIABILITIES				
Due to External Parties	1,923	2,423	-	4,346
Total Liabilities	<u>1,923</u>	<u>2,423</u>	<u>-</u>	<u>4,346</u>
NET POSITION				
Restricted For:				
Individuals, Organizations, and Other Governments	-	-	4,899	4,899
Total Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,899</u>	<u>\$ 4,899</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Building Assessment Fees	Employee Section M 125	Survey/Sanitary and Storm Sewer	Total
ADDITIONS				
Licenses, Permits, & Fees Distributions for Other Governments	\$ 5,598	\$ -	\$ -	\$ 5,598
Miscellaneous	-	6,350	-	6,350
Total Additions	<u>5,598</u>	<u>6,350</u>	<u>-</u>	<u>11,948</u>
DEDUCTIONS				
Fines and Forefietures Distributions to Other Governments	5,598	-	-	5,598
Distributions to Individuals	-	6,350	-	6,350
Total Deductions	<u>5,598</u>	<u>6,350</u>	<u>-</u>	<u>11,948</u>
Net Increase (Decrease) in Fiduciary Net Position	-	-	-	-
Net Position - Beginning of Year	-	-	4,899	4,899
Net Position - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,899</u>	<u>\$ 4,899</u>

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

This page intentionally left blank.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 3,024,062	\$ 3,210,105	\$ 3,210,105	\$ -
Municipal Income Taxes	6,247,163	6,631,494	6,631,494	-
Intergovernmental	921,283	977,961	977,961	-
Interest	78,605	83,441	83,441	-
Fines, Licenses and Permits	402,534	427,298	427,298	-
Rentals	8,199	8,703	8,703	-
Charges for Services	8,737	9,274	9,274	-
Contributions and Donations	1,413	1,500	1,500	-
All Other Revenues	946,892	1,005,146	1,005,146	-
Total Revenues	11,638,888	12,354,922	12,354,922	-
Expenditures:				
Current:				
Security of Persons and Property				
Police				
Personal Services	3,104,057	3,104,057	2,575,990	528,067
Other	204,426	204,426	180,747	23,679
Total Police	3,308,483	3,308,483	2,756,737	551,746
Fire				
Personal Services	2,136,799	2,136,799	1,898,104	238,695
Other	116,407	116,407	80,765	35,642
Total Fire	2,253,206	2,253,206	1,978,869	274,337
Corrections				
Other	140,000	130,600	130,585	15
Total Corrections	140,000	130,600	130,585	15
Total Security of Persons and Property	5,701,689	5,692,289	4,866,191	826,098
Public Health				
Health				
Other	2,180	2,180	2,180	-
Total Public Health	2,180	2,180	2,180	-
Home Day Celebration				
Personal Services	256,285	256,285	146,669	109,616
Other Expenses	36,876	36,876	23,998	12,878
Total Home Day Celebration	293,161	293,161	170,667	122,494
Leisure Time Activities				
Other	23,665	23,665	15,523	8,142
Total Leisure Time Activities	23,665	23,665	15,523	8,142
Total Leisure Time Activities	316,826	316,826	186,190	130,636

(continued)

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Community Environment				
Planning and Design Commission				
Other	2,600	3,050	2,799	251
Total Planning Commission	2,600	3,050	2,799	251
Building Standards				
Personal Services	395,737	395,737	353,189	42,548
Other	11,215	11,215	10,141	1,074
Total Building Standards	406,952	406,952	363,330	43,622
Total Community Environment	409,552	410,002	366,129	43,873
Basic Utility Services				
Recycling and Solid Waste Disposal				
Other Expenses	420,000	400,000	342,609	57,391
Total Recycling and Solid Waste Disposal	420,000	400,000	342,609	57,391
Total Basic Utility Services	420,000	400,000	342,609	57,391
Transportation				
Motor Vehicle Maintenance				
Personal Services	176,429	176,429	158,657	17,772
Other Expenses	305,267	300,267	226,169	74,098
Total Street Cleaning	481,696	476,696	384,826	91,870
Traffic Control				
Personal Services	187,185	187,185	166,597	20,588
Other Expenses	48,532	48,532	32,880	15,652
Total Traffic Control	235,717	235,717	199,477	36,240
Total Transportation	717,413	712,413	584,303	128,110
General Government				
Board of Appeals				
Other	1,250	1,600	1,368	232
Total Board of Appeals	1,250	1,600	1,368	232
Mayor's Office				
Personal Services	189,618	189,618	167,969	21,649
Other Expenses	11,314	11,314	9,488	1,826
Total Mayor's Office	200,932	200,932	177,457	23,475
Service Director				
Personal Services	503,125	497,225	444,103	53,122
Other Expenses	49,569	55,469	46,199	9,270
Total Service Director	552,694	552,694	490,302	62,392
Finance Department				
Personal Services	254,336	254,336	217,046	37,290
Other	29,638	29,638	28,075	1,563
Total Finance Department	283,974	283,974	245,121	38,853

(continued)

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Legal Department				
Personal Services	136,400	136,400	134,401	1,999
Other	10,080	10,080	86	9,994
Total Legal Department	146,480	146,480	134,487	11,993
Engineering				
Other	40,634	40,634	40,634	-
Total Engineering	40,634	40,634	40,634	-
Municipal Lands and Building				
Personal Services	355,976	343,613	286,562	57,051
Other	264,828	292,815	223,431	69,384
Total Municipal Lands and Building	620,804	636,428	509,993	126,435
Civil Service				
Personal Services	1,856	2,106	1,901	205
Other	14,460	18,495	14,880	3,615
Total Civil Service	16,316	20,601	16,781	3,820
County and State Fees				
Personal Services	132,780	132,780	129,453	3,327
Other	360,592	436,849	418,330	18,519
Total County and State Fees	493,372	569,629	547,783	21,846
Legislative				
Personal Services	197,045	197,045	194,118	2,927
Other	13,421	12,001	2,250	9,751
Total Legislative	210,466	209,046	196,368	12,678
Other Administrative				
Other Expenses	265,735	444,589	421,387	23,202
Total Other General Government	265,735	444,589	421,387	23,202
Total General Government	2,832,657	3,106,607	2,781,681	324,926
Total Expenditures	10,400,317	10,640,317	9,129,283	1,511,034
Excess of Revenues Over (Under) Expenditures	1,238,571	1,714,605	3,225,639	1,511,034
Other Financing (Uses)				
Transfers Out	(1,240,000)	(1,000,000)	(991,000)	9,000
Total Other Financing (Uses)	(1,240,000)	(1,000,000)	(991,000)	9,000
Net Change in Fund Balance	(1,429)	714,605	2,234,639	1,520,034
Fund Balance - Beginning of Year	3,255,246	3,255,246	3,255,246	-
Prior Year Encumbrances Appropriated	54,099	54,099	54,099	-
Fund Balance - End of Year	\$ 3,307,916	\$ 4,023,950	\$ 5,543,984	\$ 1,520,034

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 RECREATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 443,440	\$ 385,362	\$ 385,362	\$ -
Municipal Income Taxes	3,047,050	2,647,975	2,647,975	-
Intergovernmental	70,566	61,324	61,324	-
Rentals	152,264	132,322	132,322	-
Charges for Services	451,045	391,971	391,971	-
Contributions and Donations	10,874	9,450	9,450	-
All Other Revenues	187,016	162,522	162,522	-
Total Revenues	<u>4,362,255</u>	<u>3,790,926</u>	<u>3,790,926</u>	<u>-</u>
Expenditures:				
Current:				
Leisure Time Activities				
Personal Services	1,581,322	1,181,322	975,928	205,394
Other	992,997	1,178,998	855,965	323,033
Total Leisure Time Activities	<u>2,574,319</u>	<u>2,360,320</u>	<u>1,831,893</u>	<u>528,427</u>
Debt Service:				
Principal	1,281,688	975,000	975,000	-
Interest & Fiscal Charges	749,376	570,062	570,062	-
Total Debt Service	<u>2,031,064</u>	<u>1,545,062</u>	<u>1,545,062</u>	<u>-</u>
Total Expenditures	<u>4,605,383</u>	<u>3,905,382</u>	<u>3,376,955</u>	<u>528,427</u>
Net Change in Fund Balance	(243,128)	(114,456)	413,971	528,427
Fund Balance - Beginning of Year	1,498,846	1,498,846	1,498,846	-
Prior Year Encumbrances Appropriated	80,585	80,585	80,585	-
Fund Balance - End of Year	<u>\$ 1,336,303</u>	<u>\$ 1,464,975</u>	<u>\$ 1,993,402</u>	<u>\$ 528,427</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SEWER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Charges for Services	\$ 2,168,344	\$ 2,168,344	\$ -
Other Services	36,193	36,193	-
Total Revenues	<u>2,204,537</u>	<u>2,204,537</u>	<u>-</u>
Expenses			
Current:			
Personal Services	333,768	299,416	34,352
Contractual Services	2,378,389	2,151,085	227,304
Materials and Supplies	51,957	28,685	23,272
Debt Service:			
Principal Retirement	120,198	120,198	-
Interest and Fiscal Charges	55,910	55,910	-
Total Expenses	<u>2,940,222</u>	<u>2,655,294</u>	<u>284,928</u>
Net Change in Fund Equity	(735,685)	(450,757)	284,928
Fund Equity - Beginning of Year	2,789,065	2,789,065	-
Prior Year Encumbrances Appropriated	800,750	800,750	-
Fund Equity - End of Year	<u>\$ 2,854,130</u>	<u>\$ 3,139,058</u>	<u>\$ 284,928</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 STREET CONSTRUCTION, MAINTENANCE, AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive – Negative
	Final	Actual	
Revenues:			
Intergovernmental	\$ 925,585	\$ 925,585	\$ -
Interest	6,442	6,442	-
All Other Revenues	64,122	64,122	-
Total Revenues	<u>996,149</u>	<u>996,149</u>	<u>-</u>
Expenditures:			
Current:			
Transportation			
Personal Services	637,413	553,600	83,813
Other	186,961	3,146	183,815
Total Expenditures	<u>824,374</u>	<u>556,746</u>	<u>267,628</u>
Net Change in Fund Balance	171,775	439,403	267,628
Fund Balance - Beginning of Year	209,668	209,668	-
Prior Year Encumbrances Appropriated	4,066	4,066	-
Fund Balance - End of Year	<u>\$ 385,509</u>	<u>\$ 653,137</u>	<u>\$ 267,628</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, 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, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive – (Negative)
Revenues:			
Intergovernmental	\$ 75,047	\$ 75,047	\$ -
Interest	128	128	-
Total Revenues	<u>75,175</u>	<u>75,175</u>	<u>-</u>
Expenditures:			
Current:			
Transportation			
Other	75,000	75,000	-
Total Expenditures	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Net Change in Fund Balance	175	175	-
Fund Balance - Beginning of Year	16,883	16,883	-
Fund Balance - End of Year	<u>\$ 17,058</u>	<u>\$ 17,058</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 POLICE AND FIRE PENSION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 231,210	\$ 231,210	\$ -
Intergovernmental	32,966	32,966	-
Total Revenues	<u>264,176</u>	<u>264,176</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	1,004,018	899,104	104,914
Other	4,210	4,210	-
Total Expenditures	<u>1,008,228</u>	<u>903,314</u>	<u>104,914</u>
Excess of Revenues Over (Under) Expenditures	(744,052)	(639,138)	104,914
Other Financing Sources			
Transfers In	750,000	741,000	(9,000)
Total Other Financing Sources	<u>750,000</u>	<u>741,000</u>	<u>(9,000)</u>
Net Change in Fund Balance	5,948	101,862	95,914
Fund Balance - Beginning of Year	3,219	3,219	-
Fund Balance - End of Year	<u>\$ 9,167</u>	<u>\$ 105,081</u>	<u>\$ 95,914</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 STREET LIGHTING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Special Assessments	\$ 302,745	\$ 302,745	\$ -
Total Revenues	<u>302,745</u>	<u>302,745</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	272,375	239,574	32,801
Total Expenditures	<u>272,375</u>	<u>239,574</u>	<u>32,801</u>
Net Change in Fund Balance	30,370	63,171	32,801
Fund Balance - Beginning of Year	156,307	156,307	-
Fund Balance - End of Year	<u>\$ 186,677</u>	<u>\$ 219,478</u>	<u>\$ 32,801</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SOLID WASTE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive – Negative
	Final	Actual	
Revenues:			
Special Assessments	\$ 740,628	\$ 740,628	\$ -
Total Revenues	<u>740,628</u>	<u>740,628</u>	<u>-</u>
Expenditures:			
Current:			
General Government			
Other	7,350	7,338	12
Total General Government	<u>7,350</u>	<u>7,338</u>	<u>12</u>
Basic Utility Services			
Other	712,000	712,000	-
Total Basic Utility Services	<u>712,000</u>	<u>712,000</u>	<u>-</u>
Total Expenditures	<u>719,350</u>	<u>719,338</u>	<u>12</u>
Net Change in Fund Balance	21,278	21,290	12
Fund Balance - Beginning of Year	20,980	20,980	-
Fund Balance - End of Year	<u>\$ 42,258</u>	<u>\$ 42,270</u>	<u>\$ 12</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 FIRE OPERATING LEVY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$ 279,488	\$ 279,488	\$ -
Intergovernmental	36,888	36,888	-
All Other Revenues	35,133	35,133	-
Total Revenues	<u>351,509</u>	<u>351,509</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	306,720	231,184	75,536
Other	40,150	29,425	10,725
Total Expenditures	<u>346,870</u>	<u>260,609</u>	<u>86,261</u>
Net Change in Fund Balance	4,639	90,900	86,261
Fund Balance - Beginning of Year	125,552	125,552	-
Prior Year Encumbrances Appropriated	2,794	2,794	-
Fund Balance - End of Year	<u>\$ 132,985</u>	<u>\$ 219,246</u>	<u>\$ 86,261</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SAFE ROUTES TO SCHOOL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others:			
Other	1	1	-
Total Expenditures	<u>1</u>	<u>1</u>	<u>-</u>
Net Change in Fund Balance	(1)	(1)	-
Fund Balance - Beginning of Year	\$ 1	\$ 1	\$ -
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 FEDERAL GRANTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	1	1	-
Total Expenditures	<u>1</u>	<u>1</u>	<u>-</u>
Net Change in Fund Balance	(1)	(1)	-
Fund Balance - Beginning of Year	\$ 1	\$ 1	\$ -
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 WATERLINE REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
All Other Revenues	\$ 18,532	\$ 18,532	\$ -
Total Revenues	<u>18,532</u>	<u>18,532</u>	<u>-</u>
Expenditures:			
Current:			
General Government			
Other	25,237	25,145	92
Total Expenditures	<u>25,237</u>	<u>25,145</u>	<u>92</u>
Net Change in Fund Balance	(6,705)	(6,613)	92
Fund Balance - Beginning of Year	8,045	8,045	-
Fund Balance - End of Year	<u>\$ 1,340</u>	<u>\$ 1,432</u>	<u>\$ 92</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 BAIN PARK RESTORATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Rentals	\$ 3,750	\$ 3,750	\$ -
Total Revenues	<u>3,750</u>	<u>3,750</u>	<u>-</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	6,500	2,100	4,400
Total Expenditures	<u>6,500</u>	<u>2,100</u>	<u>4,400</u>
Net Change in Fund Balance	(2,750)	1,650	4,400
Fund Balance - Beginning of Year	105,092	105,092	-
Fund Balance - End of Year	<u>\$ 102,342</u>	<u>\$ 106,742</u>	<u>\$ 4,400</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 LAW ENFORCEMENT TRUST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Licenses and Permits	\$ 12,019	\$ 12,019	\$ -
Total Revenues	<u>12,019</u>	<u>12,019</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	13,500	7,212	6,288
Total Expenditures	<u>13,500</u>	<u>7,212</u>	<u>6,288</u>
Net Change in Fund Balance	(1,481)	4,807	6,288
Fund Balance - Beginning of Year	36,816	36,816	-
Fund Balance - End of Year	<u>\$ 35,335</u>	<u>\$ 41,623</u>	<u>\$ 6,288</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 D.U.I. EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 5,157	\$ 5,157	\$ -
Licenses and Permits	2,207	2,207	-
Total Revenues	<u>7,364</u>	<u>7,364</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	9,500	7,366	2,134
Total Expenditures	<u>9,500</u>	<u>7,366</u>	<u>2,134</u>
Net Change in Fund Balance	(2,136)	(2)	2,134
Fund Balance - Beginning of Year	8,268	8,268	-
Prior Year Encumbrances Appropriated	500	500	-
Fund Balance - End of Year	<u>\$ 6,632</u>	<u>\$ 8,766</u>	<u>\$ 2,134</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 POLICE ON PATROL ARRESTING SPEEDERS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Fines	\$ 25,992	\$ 25,992	\$ -
Total Revenues	<u>25,992</u>	<u>25,992</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	52,570	4,828	47,742
Other	8,700	7,626	1,074
Total Expenditures	<u>61,270</u>	<u>12,454</u>	<u>48,816</u>
Net Change in Fund Balance	(35,278)	13,538	48,816
Fund Balance - Beginning of Year	44,850	44,850	-
Fund Balance - End of Year	<u>\$ 9,572</u>	<u>\$ 58,388</u>	<u>\$ 48,816</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 RETIREE ACCRUED BENEFITS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Expenditures:			
Current:			
General Government			
Personal Services	\$ 322,201	\$ 312,360	\$ 9,841
Total Expenditures	<u>322,201</u>	<u>312,360</u>	<u>9,841</u>
Excess of Revenues Over (Under) Expenditures	(322,201)	(312,360)	9,841
Other Financing Sources			
Transfers In	250,000	250,000	-
Total Other Financing Sources	<u>250,000</u>	<u>250,000</u>	<u>-</u>
Net Change in Fund Balance	(72,201)	(62,360)	9,841
Fund Balance - Beginning of Year	267,126	267,126	-
Fund Balance - End of Year	<u>\$ 194,925</u>	<u>\$ 204,766</u>	<u>\$ 9,841</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 CABLE TV FRANCHISE FEE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Franchise Taxes	\$ -	\$ 264,904	\$ 264,904
Total Revenues	<u>-</u>	<u>264,904</u>	<u>264,904</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	-	264,904	264,904
Fund Balance - Beginning of Year	690,574	690,574	-
Fund Balance - End of Year	<u>\$ 690,574</u>	<u>\$ 955,478</u>	<u>\$ 264,904</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 JUVENILE DIVERSION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget – Positive (Negative)
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	\$ 577	\$ 5	\$ 572
Other	50	-	50
Total Expenditures	<u>627</u>	<u>5</u>	<u>622</u>
Net Change in Fund Balance	(627)	(5)	622
Fund Balance - Beginning of Year	13,472	13,472	-
Fund Balance - End of Year	<u>\$ 12,845</u>	<u>\$ 13,467</u>	<u>\$ 622</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SENIOR LIFE DONATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive – (Negative)
	Final	Actual	
Revenues:			
Contributions and Donations	\$ 32,134	\$ 32,134	\$ -
Total Revenues	<u>32,134</u>	<u>32,134</u>	<u>-</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	8,300	1,600	6,700
Total Expenditures	<u>8,300</u>	<u>1,600</u>	<u>6,700</u>
Net Change in Fund Balance	23,834	30,534	6,700
Fund Balance - Beginning of Year	10,482	10,482	-
Prior Year Encumbrances Appropriated	300	300	-
Fund Balance - End of Year	<u>\$ 34,616</u>	<u>\$ 41,316</u>	<u>\$ 6,700</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 REQUIRED DEPOSITS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Licenses and Permits	\$ 27,957	\$ 27,957	\$ -
Total Revenues	<u>27,957</u>	<u>27,957</u>	<u>-</u>
Expenditures:			
Current:			
Community Environment			
Other	6,613	3,738	2,875
Total Expenditures	<u>6,613</u>	<u>3,738</u>	<u>2,875</u>
Net Change in Fund Balance	21,344	24,219	2,875
Fund Balance - Beginning of Year	27,121	27,121	-
Fund Balance - End of Year	<u>\$ 48,465</u>	<u>\$ 51,340</u>	<u>\$ 2,875</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 EMERGENCY MEDICAL SYSTEM FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 9,871	\$ 9,871	\$ -
Charges for Services	261,561	261,561	-
All Other Revenues	32,070	32,070	-
Total Revenues	<u>303,502</u>	<u>303,502</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	259,252	189,228	70,024
Other	40,900	31,478	9,422
Total Expenditures	<u>300,152</u>	<u>220,706</u>	<u>79,446</u>
Net Change in Fund Balance	3,350	82,796	79,446
Fund Balance - Beginning of Year	45,491	45,491	-
Prior Year Encumbrances Appropriated	5,445	5,445	-
Fund Balance - End of Year	<u>\$ 54,286</u>	<u>\$ 133,732</u>	<u>\$ 79,446</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 CLEVELAND WATERLINE PROJECTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Intergovernmental	\$ 409,754	\$ 409,754	\$ -
Total Revenues	<u>409,754</u>	<u>409,754</u>	<u>-</u>
Expenditures:			
Current:			
Basic Utilities			
Other	457,448	436,640	20,808
Total Expenditures	<u>457,448</u>	<u>436,640</u>	<u>20,808</u>
Net Change in Fund Balance	(47,694)	(26,886)	20,808
Fund Balance - Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	71,983	71,983	-
Fund Balance - End of Year	<u>\$ 24,289</u>	<u>\$ 45,097</u>	<u>\$ 20,808</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SPECIAL HOLD ACCOUNT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Fines, Licenses and Permits	\$ 6,080	\$ 6,080	\$ -
Rentals	2,250	2,250	-
Charges for Services	300	300	-
Contributions and Donations	26,423	26,423	-
All Other Revenues	14,032	14,032	-
Revenues	<u>49,085</u>	<u>49,085</u>	<u>-</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	8,251	3,509	4,742
Community Development			
Other	6,892	2,931	3,961
General Government			
Other	30,209	15,068	15,141
Total Expenditures	<u>45,352</u>	<u>21,508</u>	<u>23,844</u>
Net Change in Fund Balance	3,733	27,577	23,844
Fund Balance - Beginning of Year	232,433	232,433	-
Prior Year Encumbrances Appropriated	7,654	7,654	-
Fund Balance - End of Year	<u>\$ 243,820</u>	<u>\$ 267,664</u>	<u>\$ 23,844</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 CORONAVIRUS RELIEF ACCOUNT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 1,229,096	\$ 1,229,096	\$ -
Total Revenues	<u>1,229,096</u>	<u>1,229,096</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	859,568	859,568	-
Public Health and Welfare			
Other	59,969	59,969	-
Leisure Time Activities			
Personal Services	46,039	46,039	-
General Government			
Personal Services	251,442	251,442	-
Other	12,078	12,078	-
Total General Government	<u>263,520</u>	<u>263,520</u>	<u>-</u>
Total Expenditures	<u>1,229,096</u>	<u>1,229,096</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, 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, 2020**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Expenditures:			
Current:			
Debt Service:			
Principal	\$ 1,250,000	\$ 1,250,000	\$ -
Interest & Fiscal Charges	37,396	37,396	-
Bond Issuance Costs	9,871	9,871	-
Total Expenditures	<u>1,297,267</u>	<u>1,297,267</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(1,297,267)	(1,297,267)	-
Other Financing Sources			
Bond Anticipation Notes Issued	1,050,000	1,050,000	-
Premium on Note Issuance	11,382	11,382	-
Transfers In	240,000	240,000	-
Total Other Financing Sources	<u>1,301,382</u>	<u>1,301,382</u>	<u>-</u>
Net Change in Fund Balance	4,115	4,115	-
Fund Balance - Beginning of Year	1,364	1,364	-
Fund Balance - End of Year	<u>\$ 5,479</u>	<u>\$ 5,479</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 RECREATION CONSTRUCTION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:	\$ -	\$ -	\$ -
Expenditures:	-	-	-
Other Financing Uses			
Transfers Out	(240,000)	(240,000)	-
Total Other Financing Uses	(240,000)	(240,000)	-
Net Change in Fund Balance	(240,000)	(240,000)	-
Fund Balance - Beginning of Year	1,071,060	1,071,060	-
Fund Balance - End of Year	\$ 831,060	\$ 831,060	\$ -

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 PERMANENT IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 335,269	\$ 335,269	\$ -
Intergovernmental	114,670	114,670	-
Total Revenues	<u>449,939</u>	<u>449,939</u>	<u>-</u>
Expenditures:			
Current:			
Capital Outlay			
Other	833,962	510,014	323,948
Total Expenditures	<u>833,962</u>	<u>510,014</u>	<u>323,948</u>
Net Change in Fund Balance	(384,023)	(60,075)	323,948
Fund Balance - Beginning of Year, Restated	362,332	362,332	-
Prior Year Encumbrances Appropriated	236,398	236,398	-
Fund Balance - End of Year	<u>\$ 214,707</u>	<u>\$ 538,655</u>	<u>\$ 323,948</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 LORAIN ROAD REVITALIZATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive – (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 40,000	\$ 40,000	\$ -
All Other Revenues	3,500	3,500	-
Total Revenues	<u>43,500</u>	<u>43,500</u>	<u>-</u>
Expenditures:			
Capital Outlay			
Other	110,000	70,588	39,412
Total Expenditures	<u>110,000</u>	<u>70,588</u>	<u>39,412</u>
Net Change in Fund Balance	(66,500)	(27,088)	39,412
Fund Balance - Beginning of Year	331,486	331,486	-
Fund Balance - End of Year	<u>\$ 264,986</u>	<u>\$ 304,398</u>	<u>\$ 39,412</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SENIOR CENTER CONSTRUCTION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Expenditures:			
Current:			
Capital Outlay:			
Community Development	\$ 995	\$ 995	\$ -
Total Expenditures	<u>995</u>	<u>995</u>	<u>-</u>
Net Change in Fund Balance	(995)	(995)	-
Fund Balance - Beginning of Year	2,082	2,082	-
Fund Balance - End of Year	<u><u>\$ 1,087</u></u>	<u><u>\$ 1,087</u></u>	<u><u>\$ -</u></u>

See accompanying notes to the basic financial statements.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 CAPITAL IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Income Taxes	\$ 1,323,988	\$ 1,323,988	\$ -
Intergovernmental	116,548	116,548	-
Total Revenues	<u>1,440,536</u>	<u>1,440,536</u>	<u>-</u>
Expenditures:			
Capital Outlay			
Other	1,672,652	894,358	778,294
Total Capital Outlay	<u>1,672,652</u>	<u>894,358</u>	<u>778,294</u>
Debt Service:			
Principal	25,029	12,515	12,514
Total Debt Service	<u>25,029</u>	<u>12,515</u>	<u>12,514</u>
Total Expenditures	<u>1,697,681</u>	<u>906,873</u>	<u>790,808</u>
Net Change in Fund Balance	(257,145)	533,663	790,808
Fund Balance - Beginning of Year	130,936	130,936	-
Prior Year Encumbrances Appropriated	493,632	493,632	-
Fund Balance - End of Year	<u>\$ 367,423</u>	<u>\$ 1,158,231</u>	<u>\$ 790,808</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 HEALTH INSURANCE RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2020**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 1,463,928	\$ 1,463,928	\$ -
Total Revenues	<u>1,463,928</u>	<u>1,463,928</u>	<u>-</u>
Expenses:			
Current:			
Contractual Services	1,378,000	1,373,068	4,932
Claims	102,500	96,417	6,083
Total Expenses	<u>1,480,500</u>	<u>1,469,485</u>	<u>11,015</u>
Net Change in Fund Equity	(16,572)	(5,557)	11,015
Fund Equity - Beginning of Year	210,075	210,075	-
Fund Equity - End of Year	<u>\$ 193,503</u>	<u>\$ 204,518</u>	<u>\$ 11,015</u>

Statistical Section

Statistical Section

This part of the City of Fairview Park, 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>	S2 – S11
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>	S12 – S19
These schedules contain information to help the reader assess the City’s most significant local revenues, the property tax and the municipal income tax.	
<i>Debt Capacity</i>	S20 - S25
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>	S26 – S29
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>	S30 - S37
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 FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NET POSITION BY COMPONENT
 LAST TEN YEARS
 (Accrual Basis of Accounting)**

	2020	2019	2018	2017 (2)
Governmental Activities				
Net Investment in Capital Assets	\$24,154,558	\$24,225,683	\$23,022,489	\$22,531,465
Restricted:				
Capital Projects	4,238,077	3,338,127	2,638,496	2,199,938
Debt Service	-	-	-	-
Street Construction, Maintenance and Repair	973,856	571,866	305,080	263,331
State Highway	95,251	111,386	77,719	69,242
Street Lighting	509,771	446,794	392,000	355,673
Recreation	-	-	2,277,207	2,156,296
Police Programs	128,621	119,652	116,663	113,597
Fire Operating	171,793	83,817	190,903	192,681
Police and Fire Pensions	35,747	-	-	-
Solid Waste	-	-	-	-
Waterline Repairs	119,991	8,045	53,637	32,685
Cable TV	-	-	1,185,259	1,131,777
Unclaimed Monies	-	-	-	-
Other Purposes	-	1,366	94,684	82,694
Unrestricted	(10,622,147)	(12,385,955)	(23,987,646)	(22,799,232)
Total Governmental Activities Net Position	\$19,805,518	\$16,520,781	\$6,366,491	\$6,330,147
Business Type - Activities				
Net Investment in Capital Assets	\$13,005,345	\$13,210,184	\$11,768,180	\$11,852,986
Unrestricted	6,284,181	6,427,291	6,701,881	6,819,334
Total Business-Type Activities Net Position	\$19,289,526	\$19,637,475	\$18,470,061	\$18,672,320
Primary Government				
Net Investment in Capital Assets	\$37,159,903	\$37,435,867	\$34,790,669	\$34,384,451
Restricted	6,273,107	4,681,053	7,331,648	6,597,914
Unrestricted	(4,337,966)	(5,958,664)	(17,285,765)	(15,979,898)
Total Primary Government Net Position	\$39,095,044	\$36,158,256	\$24,836,552	\$25,002,467

(1) The City reported the impact of GASB Statement No.68 beginning in 2015

(2) The City reported the impact of GASB Statement No.75 beginning in 2017

2016	2015 (1)	2014	2013	2012	2011
\$22,031,755	\$22,367,626	\$21,750,920	\$22,115,990	\$22,797,010	\$24,708,718
2,269,234	1,588,795	1,740,765	1,743,868	1,644,615	1,600,172
-	-	176	176	176	-
351,529	339,189	326,805	334,592	347,530	334,582
78,700	94,344	75,007	60,905	116,483	117,282
265,018	167,062	207,685	227,856	230,719	70,350
-	-	-	-	-	-
133,991	101,378	54,526	125,684	74,861	76,332
214,416	194,347	154,998	-	-	-
48,107	37,289	98,489	-	-	-
-	409,335	495,834	-	-	-
25,807	21,144	47,776	-	-	-
828,481	691,095	599,080	-	-	-
-	-	-	-	-	-
2,689	2,707	2,707	752,825	107,061	503,529
(7,976,275)	(6,750,355)	(5,378,255)	7,820,356	5,847,938	3,630,657
<u>\$18,273,452</u>	<u>\$19,263,956</u>	<u>\$20,176,513</u>	<u>\$33,182,252</u>	<u>\$31,166,393</u>	<u>\$31,041,622</u>
\$11,587,605	\$12,040,360	\$12,262,495	\$11,937,085	\$12,142,014	\$12,167,063
6,536,098	5,567,833	5,097,438	5,324,288	4,672,529	4,521,136
<u>\$18,123,703</u>	<u>\$17,608,193</u>	<u>\$17,359,933</u>	<u>\$17,261,373</u>	<u>\$16,814,543</u>	<u>\$16,688,199</u>
\$33,619,360	\$34,407,986	\$34,013,415	\$34,053,075	\$34,939,024	\$36,875,781
4,217,972	3,646,685	3,803,848	3,245,906	2,521,445	2,702,247
(1,440,177)	(1,182,522)	(280,817)	13,144,644	10,520,467	8,151,793
<u>\$36,397,155</u>	<u>\$36,872,149</u>	<u>\$37,536,446</u>	<u>\$50,443,625</u>	<u>\$47,980,936</u>	<u>\$47,729,821</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
CHANGES IN NET POSITION
LAST TEN YEARS
(Accrual Basis of Accounting)**

	2020	2019	2018	2017
Program Revenues				
Governmental Activities:				
Charges for Services and Operating Assessments:				
General Government	\$63,176	\$70,793	\$75,893	\$82,673
Security of Persons and Property	387,273	650,390	569,566	810,241
Transportation	309,545	311,509	310,956	311,199
Community Environment	277,930	342,002	212,414	213,853
Basic Utility Services	743,311	738,631	738,416	736,254
Leisure Time Activities	603,296	1,417,359	1,375,531	1,351,732
Public Health Services	-	-	-	-
Subtotal - Charges for Services	<u>2,384,531</u>	<u>3,530,684</u>	<u>3,282,776</u>	<u>3,505,952</u>
Operating Grants and Contributions:				
General Government	268,464	4,783	8,443	2,297
Security of Persons and Property	893,989	13,089	5,005	10,972
Transportation	966,108	960,623	795,121	764,177
Community Environment	20,006	45,658	353,541	538
Basic Utility Services	360,845	373,367	-	-
Leisure Time Activities	152,711	168,287	362,643	125,968
Public Health Services	59,969	-	-	-
Subtotal - Operating Grants and Contributions	<u>2,722,092</u>	<u>1,565,807</u>	<u>1,524,753</u>	<u>903,952</u>
Capital Grants and Contributions:				
General Government	63,456	-	-	-
Security of Persons and Property	-	118,456	133,164	-
Transportation	759,261	849,387	146,769	372,500
Community Environment	116,548	-	-	50,000
Basic Utility Services	-	48,909	-	-
Leisure Time Activities	1,753	216,886	-	-
Subtotal - Capital Grants and Contributions	<u>941,018</u>	<u>1,233,638</u>	<u>279,933</u>	<u>422,500</u>
<i>Total Governmental Activities Program Revenues</i>	<u>6,047,641</u>	<u>6,330,129</u>	<u>5,087,462</u>	<u>4,832,404</u>
Business-Type Activities:				
Charges for Services	2,145,194	2,157,751	2,211,646	2,592,552
Capital Grants and Contributions	-	1,643,606	152,524	314,731
<i>Total Business-Type Activities Program Revenues</i>	<u>2,145,194</u>	<u>3,801,357</u>	<u>2,364,170</u>	<u>2,907,283</u>
<i>Total Primary Government Program Revenues</i>	<u>\$8,192,835</u>	<u>\$10,131,486</u>	<u>\$7,451,632</u>	<u>\$7,739,687</u>

2016	2015	2014	2013	2012	2011
\$130,240	\$132,931	\$5,149	\$268,836	\$307,861	\$606,539
1,087,814	945,815	685,210	1,402,208	1,571,539	904,038
232,214	15,454	561	56,280	58,115	39,215
15,509	16,653	672	47,918	46,643	34,313
343,113	737,038	1,171,695	155,829	178,946	126,646
1,279,145	1,335,012	1,319,874	1,483,370	1,344,253	1,305,112
61	30	-	172	236	149
<u>3,088,096</u>	<u>3,182,933</u>	<u>3,183,161</u>	<u>3,414,613</u>	<u>3,507,593</u>	<u>3,016,012</u>
-	-	-	34,989	-	-
312,404	122,908	76,452	108,687	74,568	-
537,852	747,294	737,346	751,994	743,516	709,728
-	-	-	-	-	-
-	-	-	-	-	-
244,951	74,590	185,083	65,451	50,550	-
-	-	-	-	-	-
<u>1,095,207</u>	<u>944,792</u>	<u>998,881</u>	<u>961,121</u>	<u>868,634</u>	<u>709,728</u>
44,991	42,572	68,083	122,826	56,837	-
-	-	-	-	-	-
252,611	397,032	-	-	-	53,081
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>297,602</u>	<u>439,604</u>	<u>68,083</u>	<u>122,826</u>	<u>56,837</u>	<u>53,081</u>
<u>4,480,905</u>	<u>4,567,329</u>	<u>4,250,125</u>	<u>4,498,560</u>	<u>4,433,064</u>	<u>3,778,821</u>
2,260,448	2,145,416	2,189,245	2,198,234	2,258,224	1,998,193
-	4,189	-	-	-	-
<u>2,260,448</u>	<u>2,149,605</u>	<u>2,189,245</u>	<u>2,198,234</u>	<u>2,258,224</u>	<u>1,998,193</u>
<u>\$6,741,353</u>	<u>\$6,716,934</u>	<u>\$6,439,370</u>	<u>\$6,696,794</u>	<u>\$6,691,288</u>	<u>\$5,777,014</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
CHANGES IN NET POSITION
LAST TEN YEARS
(Accrual Basis of Accounting)
(CONTINUED)**

	2020	2019	2018	2017
Expenses				
Governmental Activities:				
General Government	\$4,167,686	\$3,959,562	\$3,472,851	\$3,422,805
Security of Persons and Property:	8,533,483	44,215	8,853,807	7,901,743
Transportation	2,672,678	2,643,764	2,568,015	2,743,853
Community Environment	464,916	609,319	434,806	415,725
Basic Utility Services	1,299,067	1,439,018	952,905	860,716
Leisure Time Activities	2,729,586	3,989,318	3,836,177	3,683,442
Public Health Services	61,629	920	1,450	1,145
Interest and Fiscal Charges	692,592	749,135	736,725	767,358
<i>Total Governmental Activities Expenses</i>	<u>20,621,637</u>	<u>13,435,251</u>	<u>20,856,736</u>	<u>19,796,787</u>
Business-Type Activities				
Sewer	2,611,396	2,657,129	2,569,191	2,058,420
Gilles-Sweet	-	-	-	356
<i>Total Business-Type Activities Expenses</i>	<u>2,611,396</u>	<u>2,657,129</u>	<u>2,569,191</u>	<u>2,058,776</u>
<i>Total Primary Government Program Expenses</i>	<u>23,233,033</u>	<u>16,092,380</u>	<u>23,425,927</u>	<u>21,855,563</u>
Net (Expense)/Revenue				
Governmental Activities	(14,573,996)	(7,105,122)	(15,769,274)	(14,964,383)
Business-Type Activities	(466,202)	1,144,228	(205,021)	848,507
<i>Total Primary Government Net Expense</i>	<u>(\$15,040,198)</u>	<u>(\$5,960,894)</u>	<u>(\$15,974,295)</u>	<u>(\$14,115,876)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	\$3,219,744	\$3,242,353	\$2,858,395	\$2,845,586
Permanent Improvements	336,275	336,063	298,533	297,204
Recreation	386,519	386,291	343,148	341,604
Police and Fire Pension	231,904	231,760	205,870	204,959
Fire Operations	280,336	279,691	278,069	277,015
Municipal Income Taxes Levied For:				
General Purposes	6,694,623	6,515,715	6,285,267	5,719,790
Capital Improvements	1,337,137	1,297,890	1,254,182	1,143,650
Recreation	2,674,273	2,596,417	2,507,736	2,287,300
Franchise Taxes	260,927	273,014	288,482	303,296
Grants and Entitlements not Restricted to Specific Programs	1,048,573	1,101,311	960,404	1,009,971
Unrestricted Contribution and Donations	-	-	-	-
Investment Income	89,214	265,014	163,163	77,605
Gain (Loss) on Sale of Capital Assets	-	30,779	7,028	8,549
Other	1,299,208	703,114	355,341	335,981
Transfers	-	-	-	-
<i>Total Governmental Activities</i>	<u>17,858,733</u>	<u>17,259,412</u>	<u>15,805,618</u>	<u>14,852,510</u>
Business-Type Activities				
Gain on Investment in Joint Venture	-	-	-	-
Miscellaneous	118,253	23,186	2,762	15,608
Transfers	-	-	-	-
<i>Total Business-Type Activities Expenses</i>	<u>118,253</u>	<u>23,186</u>	<u>2,762</u>	<u>15,608</u>
<i>Total Primary Government General Revenues and Other Changes in Net Position</i>	<u>17,976,986</u>	<u>17,282,598</u>	<u>15,808,380</u>	<u>14,868,118</u>
Change in Net Assets				
Governmental Activities	3,284,737	10,154,290	36,344	(111,873)
Business-Type Activities	(347,949)	1,167,414	(202,259)	864,115
<i>Total Primary Government Change in Net Position</i>	<u>\$2,936,788</u>	<u>\$11,321,704</u>	<u>(\$165,915)</u>	<u>\$752,242</u>

2016	2015	2014	2013	2012	2011
\$3,744,943	\$3,770,801	\$3,614,569	\$2,682,977	\$2,692,957	\$2,776,358
8,228,263	7,360,859	6,723,713	7,078,086	6,658,780	7,267,524
2,339,841	2,259,606	2,239,324	2,458,167	2,376,608	2,586,528
320,418	423,279	409,230	382,877	331,394	359,121
833,601	842,067	882,300	1,203,374	1,137,831	1,129,614
3,492,833	3,303,474	3,422,491	3,626,538	3,660,823	3,555,596
1,393	667	695	1,256	1,501	1,335
789,502	832,401	862,807	890,625	1,263,516	1,070,312
19,750,794	18,793,154	18,155,129	18,323,900	18,123,410	18,746,388
1,892,378	1,901,616	1,809,393	1,840,375	2,109,903	2,115,212
-	-	-	-	-	-
1,892,378	1,901,616	1,809,393	1,840,375	2,109,903	2,115,212
21,643,172	20,694,770	19,964,522	20,164,275	20,233,313	20,861,600
(15,269,889)	(14,225,825)	(13,905,004)	(13,825,340)	(13,690,346)	(14,967,567)
368,070	247,989	379,852	357,859	148,321	(117,019)
(\$14,901,819)	(\$13,977,836)	(\$13,525,152)	(\$13,467,481)	(\$13,542,025)	(\$15,084,586)
\$2,860,341	\$2,622,747	\$2,566,235	\$2,647,422	\$2,569,710	\$2,587,238
293,252	273,929	268,047	276,545	268,385	273,454
337,058	314,863	308,132	317,815	308,489	314,313
202,250	188,899	186,019	190,877	187,029	204,675
272,925	264,401	257,474	265,334	249,763	255,230
5,544,081	5,239,613	5,078,058	5,122,164	5,198,639	4,905,042
1,113,099	1,034,957	1,002,859	1,009,760	1,024,375	972,520
2,226,200	2,069,914	2,005,717	2,019,519	2,045,643	1,945,166
322,287	324,113	300,312	275,387	273,415	289,816
722,560	851,661	863,390	3,459,471	1,242,284	1,878,667
150	1,366	300	-	-	-
37,289	11,751	10,715	5,627	4,588	2,640
64,515	-	-	-	-	21,857
283,378	115,054	81,436	335,990	419,278	217,178
-	-	20,546	(84,712)	23,519	(56,823)
14,279,385	13,313,268	12,949,240	15,841,199	13,815,117	13,810,973
147,318	-	-	-	-	-
122	271	-	4,259	1,542	-
-	-	(20,546)	84,712	(23,519)	56,823
147,440	271	(20,546)	88,971	(21,977)	56,823
14,426,825	13,313,539	12,928,694	15,930,170	13,793,140	13,867,796
(990,504)	(912,557)	(955,764)	2,015,859	124,771	(1,156,594)
515,510	248,260	359,306	446,830	126,344	(60,196)
(\$474,994)	(\$664,297)	(\$596,458)	\$2,462,689	\$251,115	(\$1,216,790)

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN YEARS
 (Modified Accrual Basis of Accounting)**

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
General Fund				
Nonspendable	\$267,466	\$250,126	\$268,522	\$124,643
Committed	\$474,651			
Assigned	453,244	908,974	78,659	888,967
Unassigned	<u>6,012,920</u>	<u>3,910,320</u>	<u>3,227,698</u>	<u>2,106,769</u>
Total General Fund	<u>7,208,281</u>	<u>5,069,420</u>	<u>3,574,879</u>	<u>3,120,379</u>
All Other Governmental Funds				
Nonspendable	93,252	102,219	75,224	17,354
Restricted	4,956,162	3,391,901	3,914,906	3,450,905
Committed	3,814,971	3,025,312	1,876,339	1,914,179
Unassigned (Deficit)	<u>(134,297)</u>	<u>(135,620)</u>	<u>(109,286)</u>	<u>(103,500)</u>
Total All Other Governmental Funds	<u>8,730,088</u>	<u>6,383,812</u>	<u>5,757,183</u>	<u>5,278,938</u>
Total Governmental Funds	<u><u>\$15,938,369</u></u>	<u><u>\$11,453,232</u></u>	<u><u>\$9,332,062</u></u>	<u><u>\$8,399,317</u></u>

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$113,445	\$109,256	\$105,959	\$92,569	\$87,363	\$80,070
604,441	996,202	1,628,782	1,930,351	1,338,411	24,301
<u>1,755,862</u>	<u>1,544,632</u>	<u>1,577,686</u>	<u>2,207,502</u>	<u>991,737</u>	<u>2,053,365</u>
<u>2,473,748</u>	<u>2,650,090</u>	<u>3,312,427</u>	<u>4,230,422</u>	<u>2,417,511</u>	<u>2,157,736</u>
23,616	21,856	29,810	24,120	81,600	40,260
3,309,173	2,590,361	2,685,043	2,532,620	1,895,191	1,841,812
1,692,731	1,612,438	1,980,961	1,892,731	2,181,285	1,682,955
<u>(128,277)</u>	<u>(26,602)</u>	<u>-</u>	<u>-</u>	<u>(218,493)</u>	<u>(235,817)</u>
<u>4,897,243</u>	<u>4,198,053</u>	<u>4,695,814</u>	<u>4,449,471</u>	<u>3,939,583</u>	<u>3,329,210</u>
<u>\$7,370,991</u>	<u>\$6,848,143</u>	<u>\$8,008,241</u>	<u>\$8,679,893</u>	<u>\$6,357,094</u>	<u>\$5,486,946</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN YEARS
(Modified Accrual Basis of Accounting)**

	2020	2019	2018	2017
Revenues				
Municipal Income Taxes	\$10,465,793	\$10,397,732	\$9,725,442	\$9,258,903
Property Taxes	4,441,434	4,461,749	3,994,709	3,955,908
Franchise Taxes	260,927	273,014	288,482	303,296
Charges for Services	1,421,710	1,486,645	1,497,286	1,525,160
Fees, Licenses and Permits	458,192	579,545	499,025	499,770
Intergovernmental	4,034,449	3,643,592	2,589,683	2,244,299
Special Assessments	302,745	1,041,938	1,041,918	1,039,884
Contributions and Donations	66,713	181,293	22,500	70,550
Interest	89,214	265,014	163,163	77,605
Rentals	147,025	262,563	225,274	245,610
Other	1,301,446	720,838	359,508	331,814
<i>Total Revenues</i>	<u>22,989,648</u>	<u>23,313,923</u>	<u>20,406,990</u>	<u>19,552,799</u>
Expenditures				
Current:				
General Government	3,299,821	2,940,060	2,640,902	2,418,319
Security of Persons and Property	7,506,171	7,429,663	7,359,464	7,461,073
Transportation	1,210,360	1,329,206	1,314,927	1,311,334
Community Environment	371,595	487,812	364,318	325,194
Basic Utility Services	1,299,067	1,439,018	952,905	884,584
Leisure Time Activities	1,963,175	2,932,793	3,244,086	3,011,658
Public Health Services	61,629	920	1,450	1,145
Capital Outlay	1,035,576	3,821,591	2,548,083	1,456,983
Debt Service:				
Principal Retirement	2,075,358	1,226,726	1,117,243	1,034,794
Interest and Fiscal Charges	633,270	648,708	657,767	697,733
Bond Issuance Costs	9,871	11,525	-	-
<i>Total Expenditures</i>	<u>19,465,893</u>	<u>22,268,022</u>	<u>20,201,145</u>	<u>18,602,817</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,523,755</u>	<u>1,045,901</u>	<u>205,845</u>	<u>949,982</u>
Other Financing Sources (Uses)				
Bond Premium	11,382	12,213	-	-
Bond Anticipation Notes	950,000	1,050,000	-	-
Refunding Bonds Issued	-	-	-	-
Payment to Refunded Bond Escrow Account	-	-	-	-
Economic Development Notes Issued	-	-	-	-
Current Refunding	-	-	-	-
Sale of Capital Assets	-	13,056	8,369	78,344
Inception of Capital Lease	-	-	718,531	-
Transfers In	1,181,000	1,375,000	1,083,600	603,000
Transfers Out	(1,181,000)	(1,375,000)	(1,083,600)	(603,000)
<i>Total Other Financing Sources (Uses)</i>	<u>961,382</u>	<u>1,075,269</u>	<u>726,900</u>	<u>78,344</u>
<i>Net Change in Fund Balances</i>	<u>\$4,485,137</u>	<u>\$2,121,170</u>	<u>\$932,745</u>	<u>\$1,028,326</u>
Debt Service as a Percentage of Noncapital Expenditures	17.3%	10.1%	10.1%	10.3%

2016	2015	2014	2013	2012	2011
\$9,001,268	\$8,510,935	\$8,174,821	\$7,752,690	\$8,034,255	\$7,696,575
3,962,829	3,667,099	3,668,973	3,628,771	3,699,627	3,699,559
322,287	324,113	300,312	275,387	273,415	289,816
1,465,025	1,639,630	1,719,720	2,629,470	2,232,900	2,291,794
710,363	477,451	505,856	514,246	500,445	490,901
1,891,193	2,204,114	1,985,134	4,499,697	2,292,518	2,656,203
945,312	955,352	988,155	229,521	238,489	233,317
17,047	20,014	18,085	-	-	-
37,289	11,751	10,715	5,627	4,588	2,640
213,166	109,974	-	-	-	-
283,378	120,389	81,436	335,990	419,278	217,178
<u>18,849,157</u>	<u>18,040,822</u>	<u>17,453,207</u>	<u>19,871,399</u>	<u>17,695,515</u>	<u>17,577,983</u>
2,972,991	3,030,710	2,988,236	2,028,783	1,957,320	1,926,354
7,417,988	7,080,468	6,851,769	6,817,934	6,507,611	7,364,669
1,099,971	1,092,672	1,059,139	1,215,153	1,098,467	1,308,777
293,534	408,325	381,000	318,989	297,151	297,860
836,054	839,660	906,108	1,105,803	1,136,269	1,144,672
3,033,921	3,382,046	3,084,895	3,133,752	3,216,922	3,114,531
1,393	655	715	1,225	1,505	1,355
805,889	1,473,722	946,854	1,122,449	1,135,437	1,085,895
1,207,562	1,134,971	1,131,604	1,593,238	992,973	552,713
721,521	757,691	795,085	823,842	686,719	1,096,822
-	-	-	-	277,464	-
<u>18,390,824</u>	<u>19,200,920</u>	<u>18,145,405</u>	<u>18,161,168</u>	<u>17,307,838</u>	<u>17,893,648</u>
<u>458,333</u>	<u>(1,160,098)</u>	<u>(692,198)</u>	<u>1,710,231</u>	<u>387,677</u>	<u>(315,665)</u>
-	-	-	-	901,349	-
-	-	-	-	-	-
-	-	-	-	20,590,000	-
-	-	-	-	(21,209,265)	-
-	-	-	550,000	-	750,000
-	-	-	-	-	(1,100,000)
64,515	-	-	-	-	21,857
-	-	-	133,444	140,090	82,501
683,880	628,100	814,112	900,000	722,797	1,043,240
<u>(683,880)</u>	<u>(628,100)</u>	<u>(793,566)</u>	<u>(970,876)</u>	<u>(662,500)</u>	<u>(1,100,063)</u>
<u>64,515</u>	<u>-</u>	<u>20,546</u>	<u>612,568</u>	<u>482,471</u>	<u>(302,465)</u>
<u>\$522,848</u>	<u>(\$1,160,098)</u>	<u>(\$671,652)</u>	<u>\$2,322,799</u>	<u>\$870,148</u>	<u>(\$618,130)</u>
11.2%	11.0%	11.3%	14.1%	10.2%	9.6%

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
ASSESSED VALUATION AND ESTIMATED TRUE 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
2020	\$363,598,860	\$75,445,780	\$1,254,413,257	\$6,566,930	\$7,462,420
2019	363,984,340	74,314,170	1,252,281,457	6,119,490	6,953,966
2018	319,447,210	68,419,740	1,108,191,286	5,805,310	6,596,943
2017	318,782,070	68,533,530	1,106,616,000	5,424,840	6,164,591
2016	317,677,550	69,005,770	1,104,809,486	5,119,790	5,817,943
2015	298,898,670	60,914,970	1,028,038,971	5,003,170	5,685,420
2014	299,039,400	63,502,020	1,035,832,629	4,779,910	5,431,716
2013	299,182,420	58,992,630	1,023,357,286	4,364,670	4,959,852
2012	311,446,240	60,258,740	1,062,014,229	4,036,050	4,586,420
2011	312,052,360	64,654,730	1,076,305,971	3,895,260	4,426,432

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. 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%, 2 1/2 percent rollback and homestead exemptions before being billed.

Total			
Assessed Value	Estimated Actual Value	Ratio	Direct Tax Rate
\$445,611,570	\$1,261,875,678	35 %	\$11.80
444,418,000	1,259,235,423	35	11.80
393,672,260	1,114,788,229	35	11.80
392,740,440	1,112,780,591	35	11.80
391,803,110	1,110,627,429	35	11.80
364,816,810	1,033,724,392	35	11.80
367,321,330	1,041,264,344	35	11.80
362,539,720	1,028,317,138	35	11.80
375,741,030	1,066,600,649	35	11.80
380,602,350	1,080,732,403	35	11.80

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
PROPERTY TAX RATES – DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUATION)
LAST TEN YEARS**

	2020	2019	2018	2017
Inside Millage				
Operating	\$3.3300	\$3.3300	\$3.3300	\$3.3300
Fire Pension	0.3000	0.3000	0.3000	0.3000
Police Pension	0.3000	0.3000	0.3000	0.3000
<i>Total Inside Millage</i>	<u>3.9300</u>	<u>3.9300</u>	<u>3.9300</u>	<u>3.9300</u>
Charter Millage				
1976 Charter/Current Expense	5.0000	5.0000	5.0000	5.0000
1994 Charter/Permanent Improvement	0.8700	0.8700	0.8700	0.8700
1996 Charter/Fire	1.0000	1.0000	1.0000	1.0000
1996 Charter/Recreational	1.0000	1.0000	1.0000	1.0000
<i>Total Charter Millage</i>	<u>7.8700</u>	<u>7.8700</u>	<u>7.8700</u>	<u>7.8700</u>
Total Charter Millage	<u>\$11.8000</u>	<u>\$11.8000</u>	<u>\$11.8000</u>	<u>\$11.8000</u>
Overlapping Rates by Taxing District				
Fairview Park City School District				
Residential/Agricultural Real	\$51.7515	\$52.3514	\$57.0090	\$56.9658
Commercial/Industrial and Public Utility Real	61.8702	62.4503	66.2745	66.0402
General Business and Public Utility Personal	98.1200	98.7200	98.7200	98.6200
Rocky River City School District				
Residential/Agricultural Real	41.9428	42.1700	47.2883	46.3521
Commercial/Industrial and Public Utility Real	65.5433	65.9288	68.4795	67.0791
General Business and Public Utility Personal	91.3700	91.5700	90.4700	89.5500
Berea City School District				
Residential/Agricultural Real	44.6639	44.7861	48.6823	48.6417
Commercial/Industrial and Public Utility Real	54.5484	54.7450	56.0458	56.8991
General Business and Public Utility Personal	82.1000	82.2000	82.2000	82.2000
Cuyahoga County Commissioners				
Residential/Agricultural Real	12.8011	12.7973	13.9140	13.8802
Commercial/Industrial and Public Utility Real	13.2303	13.0770	14.0060	14.0124
General Business and Public Utility Personal	14.0500	14.0500	14.0500	14.0500
Special Taxing Districts (1)				
Residential/Agricultural Real	15.9954	15.5849	17.5312	16.8478
Commercial/Industrial and Public Utility Real	17.8620	17.3592	18.4654	17.9194
General Business and Public Utility Personal	19.4700	19.0700	19.0700	18.5200

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 Assed 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.

Overlapping rates are those of local and county governments that apply to property owners within the City. Real property tax rates are reduced so that inflationary increases in value do not generate additional revenue.

The City has 13 mills (including inside millage) of charter millage authorized; through 2011 only 11.8 mills has been levied. The 11.8 mills includes 3.93 mills of inside millage.

(1) Includes the Metro Parks, Cuyahoga County Library, Rocky River Library, and Polaris Joint Vocational School District, Port Authority, and Cuyahoga Community College.

2016	2015	2014	2013	2012	2011
\$3.3300	\$3.3300	\$3.3300	\$3.3300	\$3.3300	\$3.3300
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
3.9300	3.9300	3.9300	3.9300	3.9300	3.9300
5.0000	5.0000	5.0000	5.0000	5.0000	5.0000
0.8700	0.8700	0.8700	0.8700	0.8700	0.8700
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
7.8700	7.8700	7.8700	7.8700	7.8700	7.8700
\$11.8000	\$11.8000	\$11.8000	\$11.8000	\$11.8000	\$11.8000

\$54.4973	\$57.0919	\$57.0551	\$58.2264	\$56.8256	\$56.7442
63.5433	62.0500	61.1419	62.5649	61.5257	61.2140
96.1700	96.4700	96.4700	97.7000	97.6000	97.6000

46.2970	49.5457	49.5067	49.3321	44.1296	43.9489
67.2385	64.8023	64.6202	64.4748	58.5507	57.4008
89.5500	89.5500	89.5500	89.4500	84.3500	84.3000

44.4553	44.7135	44.7727	44.8302	38.7028	38.5574
52.7196	51.8216	51.5507	51.4777	45.3316	44.9615
78.0000	78.8000	78.8000	78.9000	75.0000	74.9000

13.8698	14.0500	14.0500	13.2200	13.1182	13.1866
14.0500	14.0195	13.9495	12.9968	12.7845	12.8413
14.0500	14.0500	14.0500	13.2200	13.2200	13.3200

11.5328	19.5385	15.8801	14.9634	14.7429	14.7006
11.6375	19.6933	15.9433	15.0066	14.7148	14.5296
11.7800	20.6300	16.9800	16.0800	16.0800	16.0800

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 PROPERTY TAX LEVIES AND COLLECTIONS (1)
 LAST TEN YEARS**

Tax/ Collection Year	Current Tax Levy (2)	Current Tax Collections (2)	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections (1)
2020	\$5,100,580	\$4,987,095	97.78 %	\$84,640	\$5,071,735
2019	5,086,142	4,995,768	98.22	114,670	5,110,438
2018	4,567,007	4,489,953	98.31	82,331	4,572,284
2017	4,552,301	4,456,449	97.89	80,729	4,537,178
2016	4,510,435	4,421,973	98.04	74,487	4,496,460
2015	4,247,194	4,151,873	97.76	81,402	4,233,275
2014	4,243,283	4,135,110	97.45	94,700	4,229,810
2013	4,280,430	4,112,114	96.07	80,784	4,192,898
2012	4,329,671	4,193,808	96.86	125,216	4,319,024
2011	4,417,972	4,191,060	94.86	103,228	4,294,288

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

- (1) Information for Real and Personal Property only.
- (2) State reimbursement of rollback and homestead exemptions are included.
- (3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

Note: We are aware of the requirement to report delinquent tax collections by levy year

Percent of Total Tax Collections to Tax Levy	Accumulated Outstanding Delinquent Taxes (3)	Percentage of Delinquent Taxes to Current Tax Levy
99.43 %	\$131,259	2.57 %
100.48	117,915	2.32
100.12	103,506	2.27
99.67	114,200	2.51
99.69	103,740	2.30
99.67	100,743	2.37
99.68	103,003	2.43
97.96	186,068	4.35
99.75	116,847	2.70
97.20	233,098	5.28

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 PRINCIPAL REAL PROPERTY TAXPAYERS
 2020 AND 2011**

2020

Taxpayer	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Westgate Mall, LLC	\$20,113,360	4.51 %
Z and Sons Limited Partnership	6,560,510	1.47
Cleveland Electric Illuminating Company	4,300,550	0.97
Target Corporation	3,804,050	0.85
Fairview Shopping Center Corporation	3,565,590	0.80
Lawn Village Incorporated	2,966,220	0.67
200 West Apartments	1,973,580	0.44
West Valley Medical	1,717,560	0.39
American Transmission System	1,391,280	0.31
Fairview Office Land Holdings, LLC	1,266,170	0.28
Total	\$47,658,870	10.68 %
Total Assessed Valuation	\$445,611,570	

2011

Taxpayer	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Westgate Mall, LLC	\$8,395,660	2.21 %
Z and Sons Limited Partnership	5,950,000	1.56
Fairview Shopping Center Corporation	3,588,940	0.94
Cleveland Electric Illuminating Company	2,818,880	0.74
Lawn Village Incorporated	2,439,220	0.64
200 West Apartments	1,855,000	0.49
West Valley Medical	1,751,550	0.46
Target Corporation	1,605,940	0.42
McGowan Real Estate	1,136,250	0.30
Center Ridge Equities	932,030	0.24
Total	\$30,473,470	8.02 %
Total Assessed Valuation	\$380,602,350	

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

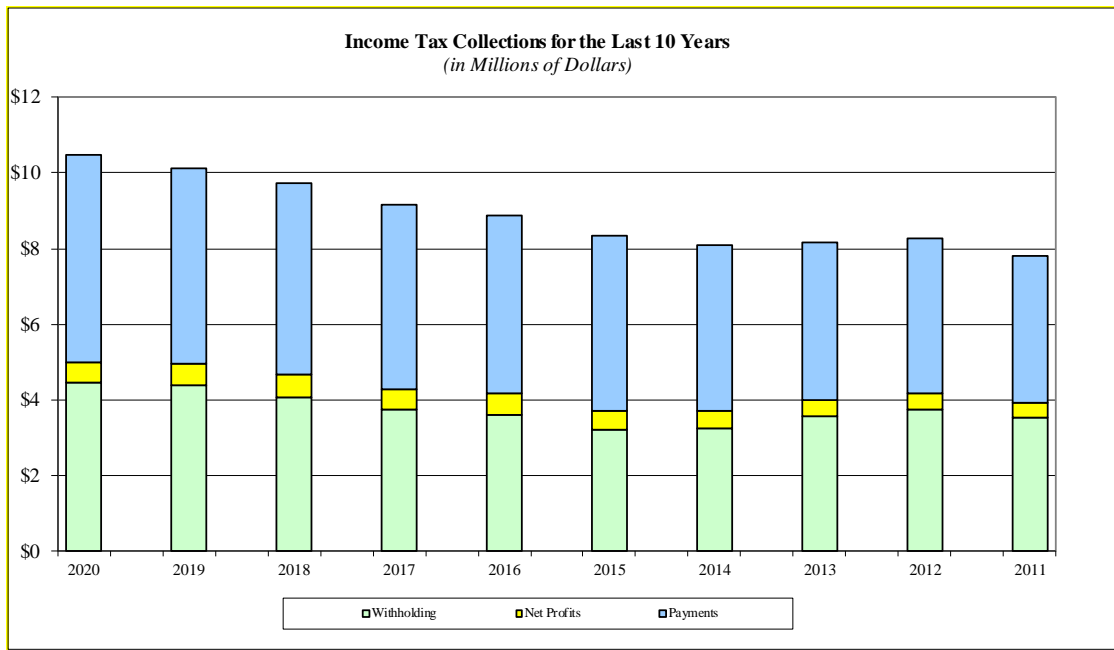
(1) The amounts presented represent the assessed values upon which 2020 and 2011 collections were based.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
INCOME TAX REVENUE BASE AND COLLECTIONS
LAST TEN YEARS**

Tax Year(1)	Tax Rate	Total Tax Collected(1)	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes (1) From Individuals Payments	Percentage of Taxes from Individuals
2020	2.00 %	\$ 10,477,080	\$ 4,481,024	42.77 %	\$ 506,442	4.83 %	\$ 5,489,614	52.40 %
2019	2.00	10,119,082	4,404,652	43.53	544,124	5.38	5,170,306	51.09
2018	2.00	9,712,865	4,083,269	42.04	594,917	6.13	5,034,679	51.84
2017	2.00	9,150,740	3,749,528	40.98	546,372	5.97	4,854,840	53.05
2016	2.00	8,883,380	3,625,307	40.81	536,556	6.04	4,721,516	53.15
2015	2.00	8,344,484	3,228,481	38.69	479,808	5.75	4,636,195	55.56
2014	2.00	8,086,634	3,268,240	40.43	442,531	5.47	4,375,863	54.11
2013	2.00	8,151,443	3,574,069	43.85	430,565	5.27	4,146,809	50.87
2012	2.00	8,268,657	3,744,967	45.29	426,256	5.15	4,097,434	49.55
2011	2.00	7,822,728	3,555,014	45.44	379,285	4.85	3,888,429	49.71

Source: Regional Income Tax Agency (RITA)

(1) - On a Cash Basis



**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 RATIO OF OUTSTANDING DEBT TO TOTAL PERSONAL INCOME AND DEBT PER CAPITA
 LAST TEN YEARS**

Governmental Activities							
Year	General Obligation Bonds	Lorain Road Revitalization Loan	OPWC Loans	Intergovernmental Loan	Commercial Redevelopment Loans	Economic Development Note	Capital Leases
2020	\$ 16,638,684	\$ -	\$ 500,589	\$ -	\$ -	\$ -	\$ 727,858
2019	17,663,759	-	513,104	-	-	-	765,701
2018	18,853,834	-	538,134	-	-	-	827,397
2017	19,943,909	-	563,164	-	-	-	161,079
2016	20,938,984	-	588,194	-	14,536	-	211,307
2015	21,829,059	-	613,222	52,941	43,605	183,334	288,497
2014	22,611,391	42,665	638,252	103,326	72,677	366,667	362,983
2013	23,388,495	82,654	663,282	160,135	101,749	550,000	435,354
2012	24,060,599	120,134	688,312	216,944	130,821	750,000	376,757
2011	22,289,346	155,263	713,342	277,241	219,893	750,000	310,112

Business-Type Activities

<u>OPWC Loan</u>	<u>Capital Leases</u>	<u>Contractual Debt</u>	<u>Total Debt</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
\$ 1,347,484	\$ -	\$ 2,215,156	\$21,429,771	3.57 %	\$1,274
1,330,400	-	2,335,354	22,608,318	3.77	1,344
-	-	2,452,672	22,672,037	4.08	1,347
-	-	2,654,393	23,322,545	4.31	1,386
-	-	2,768,394	24,521,415	4.59	1,457
-	-	-	23,010,658	4.43	1,368
9,458	-	-	24,207,419	4.72	1,439
45,492	-	-	25,427,161	4.70	1,511
81,726	-	-	26,425,293	4.93	1,571
117,860	-	-	24,833,057	4.75	1,476

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
LEGAL DEBT MARGIN
LAST TEN YEARS**

	2020	2019	2018	2017
Total Assessed Property Value	\$445,611,570	\$444,418,000	\$393,672,260	\$392,740,440
General Bonded Debt Outstanding:				
General Obligation Bonds	\$16,150,000	\$17,125,000	\$18,265,000	\$19,305,000
Lorain Road Revitalization Loan	-	-	-	-
OPWC Loans	1,848,073	1,843,504	538,134	563,164
Intergovernmental Loan	-	-	-	-
Commercial Redevelopment Loans	-	-	-	-
Economic Development Note	-	-	-	-
Contractual Debt	2,215,156	2,335,354	2,452,672	2,654,393
Total Gross Indebtedness	20,213,229	21,303,858	21,255,806	22,522,557
Less:				
2005 Various Purpose Bonds	(16,150,000)	(17,125,000)	(17,995,000)	(18,770,000)
Lorain Road Revitalization Loan	-	-	-	-
OPWC Loans	(1,848,073)	(1,843,504)	(538,134)	(563,164)
Intergovernmental Loan	-	-	-	-
Commercial Redevelopment Loans	-	-	-	-
Economic Development Note	-	-	-	-
Contractual Debt	(2,215,156)	(2,335,354)	(2,452,672)	(2,654,393)
General Obligation Bond Retirement Fund Balance	94,521	(1,364)	(176)	(176)
Total Net Debt Applicable to Debt Limit	94,521	(1,364)	269,824	534,824
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	46,789,215	46,663,890	41,335,587	41,237,746
Legal Debt Margin Within 10 ½ % Limitations	\$46,694,694	\$46,665,254	\$41,065,763	\$40,702,922
Legal Debt Margin as a Percentage of the Debt Limit	99.80%	100.00%	99.35%	98.70%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	\$24,508,636	\$24,442,990	\$21,651,974	\$21,600,724
Total Gross Indebtedness	20,213,229	21,303,858	21,255,806	22,522,557
Less:				
2005 Various Purpose Bonds	(16,150,000)	(17,125,000)	(17,995,000)	(18,770,000)
Economic Development Loan	-	-	-	-
Lorain Road Revitalization Loan	-	-	-	-
Commercial Redevelopment Loans	-	-	-	-
Intergovernmental Loan	-	-	-	-
General Obligation Bond Retirement Fund Balance	94,521	(1,364)	(176)	(176)
Net Debt Within 5 ½ % Limitations	4,157,750	4,177,494	3,260,630	3,752,381
Unvoted Legal Debt Margin Within 5 ½ % Limitations	\$20,350,886	\$20,265,496	\$18,391,344	\$17,848,343
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	83.04%	82.91%	84.94%	82.63%

Source: City Financial Records

2016	2015	2014	2013	2012	2011
<u>\$391,803,110</u>	<u>\$364,816,810</u>	<u>\$367,321,330</u>	<u>\$362,539,720</u>	<u>\$375,741,030</u>	<u>\$380,602,350</u>
\$20,250,000	\$21,090,000	\$21,820,000	\$22,545,000	\$23,165,000	\$21,585,000
-	-	42,665	82,654	120,134	155,263
588,194	613,222	638,252	663,282	688,312	831,202
-	52,941	103,326	160,135	216,944	277,241
14,536	43,605	72,677	101,749	130,821	219,893
-	183,334	366,667	550,000	750,000	750,000
<u>2,768,394</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
23,621,124	21,983,102	23,043,587	24,102,820	25,071,211	23,818,599
(19,455,000)	(20,040,000)	(20,540,000)	(21,040,000)	(21,440,000)	(19,650,000)
-	-	(42,665)	(82,654)	(120,134)	(155,263)
(588,194)	(613,222)	(638,252)	(663,282)	(688,312)	(831,202)
-	(52,941)	(103,326)	(160,135)	(216,944)	(277,241)
(14,536)	(43,605)	(72,677)	(101,749)	(130,821)	(219,893)
-	(183,334)	(366,667)	(550,000)	(750,000)	(750,000)
<u>(2,768,394)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(176)	(176)	(176)	(176)	(176)	(176)
794,824	1,049,824	1,279,824	1,504,824	1,724,824	1,934,824
41,139,327	38,305,765	38,568,740	38,066,671	39,452,808	39,963,247
<u>\$40,344,503</u>	<u>\$37,255,941</u>	<u>\$37,288,916</u>	<u>\$36,561,847</u>	<u>\$37,727,984</u>	<u>\$38,028,423</u>
98.07%	97.26%	96.68%	96.05%	95.63%	95.16%
<u>\$21,600,724</u>	<u>\$21,549,171</u>	<u>\$20,202,673</u>	<u>\$19,939,685</u>	<u>\$20,665,757</u>	<u>\$20,933,129</u>
23,621,124	21,983,102	23,043,587	24,102,820	25,071,211	23,818,599
(19,455,000)	(20,040,000)	(20,540,000)	(21,040,000)	(21,440,000)	(19,650,000)
-	(183,334)	(366,667)	(550,000)	(750,000)	(750,000)
-	-	(42,665)	(82,654)	(120,134)	(155,263)
(14,536)	(43,605)	(72,677)	(101,749)	(130,821)	(219,893)
-	(52,941)	(103,326)	(160,135)	(216,944)	(277,241)
<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>
4,151,412	1,663,046	1,918,076	2,168,106	2,413,136	2,766,026
<u>\$17,449,312</u>	<u>\$19,886,125</u>	<u>\$18,284,597</u>	<u>\$17,771,579</u>	<u>\$18,252,621</u>	<u>\$18,167,103</u>
80.78%	92.28%	90.51%	89.13%	88.32%	86.79%

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 DECEMBER 31, 2020**

<u>Jurisdiction</u>	<u>Governmental Activities Debt Outstanding</u>	<u>Percentage Applicable to City (1)</u>	<u>Amount Applicable to City</u>
Direct Debt			
City of Fairview Park			
General Obligation Bonds	\$16,638,684	100.00%	\$16,638,684
OPWC Loan	500,589	100.00%	500,589
Capital Leases	727,858	100.00%	727,858
<i>Total Direct Debt</i>	<u>17,867,131</u>		<u>17,867,131</u>
Overlapping			
Fairview Park City School District	25,482,828	100.00%	25,482,828
Rocky River City School District	35,895,000	4.16%	1,493,929
Berea City School District	109,553,000	0.03%	33,130
Cuyahoga County	266,975,000	4.87%	13,003,056
Cuyahoga County Community College	201,500,000	5.45%	10,981,408
<i>Total Overlapping Debt</i>	<u>639,405,828</u>		<u>50,994,351</u>
<i>Total Direct and Overlapping Debt</i>	<u><u>\$657,272,959</u></u>		<u><u>\$68,861,482</u></u>

Source: Cuyahoga County, Ohio; County Fiscal Officer

(1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 RATIO OF GENERAL OBLIGATION BONDED DEBT TO
 ESTIMATED ACTUAL VALUE AND BONDED DEBT PER CAPITA
 LAST TEN YEARS**

Year	Population (1)	Estimated Actual Values of Taxable Property (2)	Bonded Debt	Ratio of Net General Bonded Debt to Estimated Actual Value of Taxable Property	Bonded Debt Per Capita
2020	16,826	\$1,261,875,678	\$16,638,684	1.32 %	\$988.87
2019	16,826	1,259,235,423	17,663,759	1.40	1,049.79
2018	16,826	1,114,788,229	18,853,834	1.69	1,120.52
2017	16,826	1,112,780,591	19,943,909	1.79	1,185.30
2016	16,826	1,110,627,429	20,938,984	1.89	1,244.44
2015	16,826	1,033,724,392	21,829,059	2.11	1,297.34
2014	16,826	1,041,264,344	22,611,391	2.17	1,343.84
2013	16,826	1,028,317,138	23,388,495	2.27	1,390.02
2012	16,826	1,066,600,649	24,060,599	2.26	1,429.97
2011	16,826	1,080,732,403	22,289,346	2.06	1,324.70

Sources:

- (1) U. S. Bureau of Census, Census of Population.
- (2) Cuyahoga County Fiscal Officer

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 PRINCIPAL EMPLOYERS
 2020 AND 2011**

2020

Employer	Employees	Percentage of Total City Employment
Target Corporation	424	4.42%
Fairview Park City School District	350	3.65%
Cleveland Metroparks	262	2.73%
City of Fairview Park	240	2.50%
Cuyahoga County Auditor	162	1.69%
McGowan & Company Inc.	150	1.56%
Western Reserve Care Solutions	142	1.48%
O'Neill Management, LLC	132	1.38%
Cornerstone Innovations, Inc.	130	1.36%
Cleveland Clinic Foundation	80	0.83%
Total	2,072	21.61%
 Total Employment within the City	 9,588	

2011

Employer	Employees
Fairview Park City School District	426
Target Corporation	334
Cleveland Metroparks	241
Kohl's	218
Cuyahoga County	188
Analex Corporation	149
Riser Foods	139
Cuyahoga County BOE	95
McGowan & Company, Incorporated	87
West Side Cardiology	54
Total	1,931
 Total Employment within the City	 6,401

Source: Number of employees obtained from the W2's from RITA

This page intentionally left blank.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN YEARS**

<u>Year</u>	<u>Population (1)</u>	<u>Total Personal Income (5)</u>	<u>Personal Income Per Capita (1)</u>	<u>Median Household Income (1)</u>	<u>Median Age (1)</u>
2020	16,826	\$599,745,944	\$35,644	\$57,752	39.7
2019	16,826	599,745,944	35,644	57,752	39.7
2018	16,826	556,183,430	33,055	54,534	42.6
2017	16,826	541,309,246	32,171	54,431	42.6
2016	16,826	534,023,588	31,738	54,134	42.6
2015	16,826	519,973,878	30,903	53,425	42.4
2014	16,826	513,243,478	30,503	52,844	42.1
2013	16,826	540,854,944	32,144	53,693	42.1
2012	16,826	536,547,488	31,888	54,011	42.3
2011	16,826	522,666,038	31,063	52,982	41.5

(1) **Source:** U. S. Census

(2) **Source:** Fairview Park City School District CAFR

(3) **Source:** U.S. Department of Labor/Bureau of Labor Statistics.

(4) **Source:** Cuyahoga County Fiscal Officer

(5) Total Personal Income is computed by multiplying Personal Income per Capita
by Population

(6) Cuyahoga County Jobs and Family Services

<u>School Enrollment (2)</u>	<u>Cuyahoga County Unemployment Rate (6)</u>	<u>Average Sales Price of Residential Property (3)</u>	<u>Total Assessed Property Value (4)</u>
1,625	6.8%	\$198,400	\$445,611,570
1,653	5.1	184,600	444,418,000
1,731	5.0	176,000	393,672,260
1,807	5.9	172,737	392,740,440
1,845	5.4	152,000	391,803,110
1,782	4.0	142,800	364,816,810
1,795	5.0	144,600	367,321,330
1,800	7.2	148,000	362,539,720
1,736	8.3	139,972	375,741,030
1,760	8.0	153,200	380,602,350

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2020	2019	2018	2017
General Government				
City Hall and Police Station (square footage occupied)	40,489	40,489	40,489	40,489
Senior Center(square feet)	9,600	9,600	9,600	9,600
City Service Garage - Front (square feet)	4,000	4,000	4,000	4,000
City Service Garage - Rear (square feet)	4,000	4,000	4,000	4,000
Nelson Russ Center (square feet)	864	864	864	864
Bain Cabin	3,880	3,880	3,880	3,880
Administrative Vehicles	4	4	4	4
Inspection Vehicles	3	3	3	3
Police				
Stations	1	1	1	1
Vehicles	12	12	12	12
Fire				
Stations	1	1	1	1
Number of fire hydrants	866	866	866	866
Vehicles	7	7	7	7
Recreation				
Number of Parks	6	5	5	5
Number of Pools	2	2	2	2
Number of Tennis Courts	6	6	6	6
Number of Baseball Diamonds	7	7	7	7
Number of Soccer Fields	4	4	4	4
Number of Stadiums	1	1	1	1
Square Footage of Recreation Center	93,000	93,000	93,000	93,000
Other Public Works				
Streets (Miles)	52.90	52.90	52.90	52.90
Number of Streetlights (per light bill)	1,265	1,265	1,265	1,265
Service Department Large Vehicles/Trucks	25	25	25	25
Wastewater				
Sanitary Sewers (miles)	53.05	53.05	53.05	53.05
Storm Sewers (Miles)	53.05	53.05	53.05	53.05
Vehicles	4.00	4.00	4.00	1.00

Source: City of Fairview Park Departments

n/a: Information not available

2016	2015	2014	2013	2012	2011
40,489	40,489	40,489	40,489	40,489	40,489
9,600	9,600	9,600	9,600	9,600	9,600
4,000	4,000	4,000	4,000	4,000	4,000
4,000	4,000	4,000	4,000	4,000	4,000
2,400	2,400	2,400	2,400	2,400	2,400
3,880	3,880	3,880	3,880	3,880	3,880
4	4	4	4	4	4
2	2	2	2	2	2
1	1	1	1	1	1
12	13	13	16	16	16
1	1	1	1	1	1
866	866	866	866	866	866
7	7	7	7	7	7
5	5	5	5	5	5
2	2	2	2	2	2
6	6	6	6	6	6
7	7	7	7	7	7
4	4	4	4	4	4
1	1	1	1	1	1
93,000	93,000	93,000	93,000	93,000	93,000
52.90	52.90	52.90	52.90	52.90	52.90
1,262	1,262	1,262	1,262	1,262	1,262
29	29	29	29	29	30
52.90	52.90	52.90	52.90	52.90	52.90
52.90	52.90	52.90	52.90	52.90	52.90
1.00	1.00	1.00	1.00	1.00	1.00

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN YEARS**

Function/Program	2020	2019	2018	2017
General Government				
Council	4.50	4.50	4.50	4.50
Finance	2.50	2.50	2.50	2.50
Administration	3.00	3.00	3.00	3.00
Planning Design	1.00	1.00	1.00	1.00
Payroll/Civil Service	1.50	1.50	1.50	1.50
Security of Persons and Property				
Police	25.00	27.00	26.00	27.00
Police - Auxiliary/Guards	14.50	14.50	14.00	14.50
Police - Dispatchers/Office/Other	2.00	2.00	2.00	1.00
Animal Wardens	0.50	0.50	0.50	0.50
Fire	25.00	25.00	25.00	25.00
Fire Secretary	1.00	1.00	1.00	1.00
Leisure Time Activities				
Recreation	7.00	8.00	9.00	9.00
Senior Life	3.50	6.00	6.50	6.50
Community Environment				
Building	4.00	4.00	3.50	3.50
Economic Development	2.00	2.00	2.00	2.00
Transportation				
Service	<u>25.00</u>	<u>25.00</u>	<u>23.00</u>	<u>22.00</u>
Totals:	<u><u>122.00</u></u>	<u><u>127.50</u></u>	<u><u>125.00</u></u>	<u><u>124.50</u></u>

Source: City of Fairview Park, Department of Finance

Method: Using 1.0 for each full-time employees and 0.50 for each part-time employee at December 31. Seasonal employees are not included.

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
4.50	4.50	4.50	4.50	8.00	8.00
3.00	2.50	3.00	3.00	3.50	3.50
3.00	3.50	5.00	3.50	4.00	4.00
1.00	1.00	1.00	1.00	1.00	1.00
1.50	1.50	1.50	1.50	1.00	1.00
27.00	26.00	27.00	26.00	25.00	24.00
15.00	14.00	14.00	14.00	14.00	14.00
2.00	2.00	2.00	1.50	1.50	1.50
0.50	0.00	0.50	0.50	1.00	1.00
25.00	25.00	25.00	25.00	25.00	24.00
1.00	1.00	1.00	1.00	1.00	1.00
9.00	9.00	10.00	10.00	10.00	9.00
6.00	7.00	5.50	6.00	2.00	2.00
3.00	2.00	4.00	4.00	4.00	4.00
2.00	2.00	2.00	2.00	3.00	2.00
<u>23.00</u>	<u>25.00</u>	<u>23.00</u>	<u>24.00</u>	<u>23.00</u>	<u>24.00</u>
<u>126.50</u>	<u>126.00</u>	<u>129.00</u>	<u>127.50</u>	<u>127.00</u>	<u>124.00</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Function/Program	2020	2019	2018	2017
General Government				
<i>Council and Clerk</i>				
Number of Ordinances Passed	60	49	61	59
Number of Resolutions Passed	19	23	19	13
Number of Planning Commission docket items	26	26	26	32
Zoning Board of Appeals docket items	20	26	26	15
<i>Finance Department</i>				
Number of payroll checks issued	884	959	923	1,068
Number of checks/vouchers issued	1,781	2,417	2,453	2,262
Amount of checks written	\$9,887,212	\$14,047,438	\$13,298,310	\$12,438,000
Interest earnings for fiscal year (cash basis)	\$90,011	\$264,087	\$163,164	\$78,118
Number of Receipts issued	1,206	1,714	1,740	1,751
Number of Budget Adjustments issued	1	2	3	2
Agency Ratings - Moody's Financial Services	Aa2	Aa2	Aa2	Aa2
Health Insurance Costs vs. General Fund Expenditures %	14.69%	13.58%	13.01%	14.01%
General Fund Receipts (cash basis)	\$12,354,922	\$11,492,252	\$10,626,761	\$10,255,537
General Fund Expenditures	\$10,001,925	\$10,583,520	\$10,379,171	\$9,654,229
General Fund Cash Balances	\$5,662,339	\$3,309,342	\$2,400,610	\$2,153,020
<i>Engineer Contacted Services</i>				
Dollar Amount of Construction overseen by engineer	\$596,947	\$4,084,698	\$1,263,657	\$1,629,762
<i>Civil Service</i>				
Number of police entry tests administered	1	1	0	0
Number of fire entry tests administered	0	0	0	1
Number of police promotional tests administered	3	0	0	0
Number of fire promotional tests administered	1	0	0	0
Number of Police Officers hired	0	4	0	1
Number of Fire/Medics hired	2	0	1	1
<i>Building Department Indicators</i>				
New Construction Permits Issued	11	20	11	15
Estimate Value of Construction	\$603,400	\$14,763,949	\$42,940,526	\$20,459,741
Number of electrical/plumbing/remodeling permits issued	1,331	1,352	1,349	1,397
Amount of Revenue generated from permits	\$290,291	\$162,288	\$234,299	\$192,534
Number of contract registrations issued	577	575	554	554
Number of rental inspections performed	159	44	48	83
Annual Apartment/Rooming House License Fees	38,672	39,892	20,568	19,702
Security of Persons & Property				
<i>Police</i>				
Total Calls for Services	9,382	10,848	11,638	13,152
Number of traffic citations issued	1,220	2,545	3,905	3,106
Number of parking citations issued	685	919	1,212	1,359
Number of criminal arrests	238	427	466	356
Number of accident reports completed	169	269	259	267
Part I Offenses (major offenses)	177	248	257	328
Animal Warden service calls responded to per annual report	577	329	369	383
Police Dep. Auxiliary hours worked	1,373	2,678	1,525	2,801
DUI arrests	42	48	50	59
Prisoners	326	508	590	759
Prisoner meal cost	951	4,132	4,788	4,890
Motor Vehicle Accidents	261	460	443	479
Fatalities from Motor Vehicle Accidents	0	0	0	0
Gasoline costs of fleet	41,338	38,542	43,108	39,442
Community Diversion Program Youths (1)	0	9	11	8
Community Diversion Program - community service hours	0.0	138.5	175	120
<i>Fire</i>				
EMS Calls	1,882	1,995	1,957	2,023
Ambulance Billing Collections (net)	\$261,561	\$330,743	\$362,761	\$409,665
Fire Calls	334	151	164	137
Fires with Loss	4	3	7	9
Fires with Losses exceeding \$10,000	3	3	3	6
Fire Losses \$	\$222,000	\$155,000	\$216,500	\$433,500
Fire Safety Inspections	792	757	703	630
Number of times Mutual Aid given to Fire and EMS	143	170	165	198
Number of times Mutual Aid received for Fire and EMS	39	54	53	54

2016	2015	2014	2013	2012	2011
48	53	61	55	51	68
31	34	24	30	23	27
20	28	48	20	16	18
16	10	13	19	11	2
1,135	1,483	1,756	1,592	1,667	1,817
2,305	2,560	2,469	2,465	2,421	2,349
\$13,316,379	\$11,739,562	\$12,105,865	\$9,339,571	\$8,685,570	\$8,648,137
\$36,776	\$11,750	\$10,715	\$4,873	\$4,695	\$2,597
1,710	1,761	1,840	1,875	1,857	1,920
2	3	3	3	2	1
Aa2	A-	A-	A-	A-	A-
13.43%	12.32%	12.70%	15.54%	12.74%	12.65%
\$9,752,874	\$9,247,696	\$9,250,630	\$12,481,613	\$10,363,066	\$10,297,802
\$10,004,317	\$10,318,215	\$10,421,991	\$10,488,377	\$9,982,702	\$10,637,753
\$1,551,712	\$1,801,527	\$2,741,896	\$3,895,005	\$1,854,319	\$1,453,491
\$4,897,167	\$426,414	\$1,189,512	\$410,996	\$1,068,732	\$776,992
0	1	0	1	0	1
0	0	1	0	0	0
0	1	0	3	0	0
0	0	3	0	0	2
2	4	2	3	1	0
2	1	1	0	1	2
330	350	339	358	296	310
\$10,454,168	\$13,223,287	\$12,782,725	\$20,467,573	\$6,520,419	\$5,679,573
1,439	1,376	1,410	1,462	1,490	1,403
\$176,038	\$168,386	\$173,998	\$189,539	\$101,551	\$97,189
520	518	568	516	473	523
62	99	98	102	139	112
\$14,762	\$16,924	\$20,106	\$20,536	\$20,536	\$20,396
13,479	12,859	13,652	12,239	11,893	12,149
3,841	3,262	3,152	3,690	4,859	5,716
1,378	1,412	1,963	1,263	1,621	1,460
295	173	174	191	172	136
249	249	236	224	244	222
123	91	79	42	73	51
385	363	353	381	376	392
2,857	2,933	2,433	2,718	3,486	1,672
68	50	71	45	55	48
739	635	638	684	517	498
7,397	4,981	7,995	7,099	4,369	3,770
464	523	497	392	339	418
0	0	1	0	0	0
39,779	36,792	56,740	50,973	55,086	42,098
0	4	0	0	0	0
0	24	0	0	0	0
2,044	1,911	1,668	1,590	1,458	1,469
\$372,209	\$384,419	\$361,475	\$359,309	\$325,256	\$345,936
176	171	152	126	334	207
5	4	3	6	9	6
2	2	3	4	5	2
\$265,300	\$131,800	\$79,000	\$263,010	\$242,800	\$221,050
599	565	484	509	697	362
206	179	145	144	121	76
126	145	174	52	54	31

Function/Program	2020	2019	2018	2017
Leisure Time Activities				
Recreation				
Recreation Swimming pool receipts	\$26,936	\$88,054	\$120,884	\$116,683
Recreation Mens & Womens Leagues receipts	5,010	15,695	12,250	14,625
Recreation programs	50,371	199,988	204,680	201,461
Youth Soccer League	5,030	19,025	20,935	19,775
Youth Basketball League	7,220	17,770	18,508	25,010
Facilities rentals	25,884	86,559	80,172	82,536
Recreation center memberships	202,837	463,121	451,238	453,953
Miscellaneous	28,165	85,139	121,699	149,544
Total Recreation Department receipts	<u>\$ 351,453</u>	<u>\$ 975,351</u>	<u>\$ 1,030,366</u>	<u>\$ 1,063,587</u>
Community Development				
Grant amounts received due to Economic Development Dept.	\$ -	\$ 150,000	\$ 150,000	\$ 350,000
Basic Utility Services				
Refuse disposal per year (in tons) January through December	7,757	5,927	4,661	4,853
Refuse disposal costs per year January through December	\$ 1,042,339	\$ 1,000,304	\$ 950,187	\$ 888,996
Percentage of waste recycled	23.00%	25.47%	25.47%	25.57%
Annual recycle tonnage (excluding leaf and compost items)	1,646	1,490	1,573	1,667
Transportation				
Street Repair (Concrete, asphalt, crack sealing) (hours)	1,200	1,200	1,460	1,450
Mowing (hours)	1,950	1,950	1,950	1,950
Street Sweeper (hours)	320	320	320	320
Cold Patch (hours)	450	450	350	700
Snow & Ice Removal regular hours	1,350	1,350	1,500	1,600
Sewer and Sanitary calls for service	4,000	4,000	4,000	4,000
Fire hydrants (hours)	100	100	100	100
Catch basin (hours)	2,000	2,000	2,000	2,000
Leaf collection (hours)	2,500	2,500	2,500	2,500
Holiday lights setup (hours)	200	200	50	50
Burial Services (hours)	0	8	8	0
Equipment repair/body shop (hours)	4,000	4,000	4,160	4,160
Sign department (hours)	1,200	1,200	1,040	1,040
Paint striping (hours)	800	800	480	480
Building maintenance (hours)	11,000	11,000	9,500	9,500
Landscaping (hours)	2,000	2,080	2,080	2,080
Other (hours)	2,080	2,080	2,080	2,080
Tree Pruning and Care	1,500	1,500	1,500	1,500
Parks and main street garbage	2,000	2,000	2,000	2,000
Recycling crews	0	0	0	0
Traffic Department (hours)	0	0	1,040	1,040
Summerfest	0	0	272	272
Wastewater Department				
Waste Rates per 1st 1000 Cu ft of water used	\$39.00	\$39.00	\$39.00	\$39.00
Total flow of wastewater treatment plants (Billions of Gallons)	5.90	5.90	5.90	5.90
Average daily flow (Millions of gallons per day)	16.14	16.14	16.14	16.14
Tons of dry sludge removed	1,691.72	1,691.72	1,691.72	1,691.72

Source: City of Fairview Departments

(1) In 2009, this program was discontinued due to budget cuts

	2016	2015	2014	2013	2012	2011
	\$119,210	\$131,860	\$104,668	\$120,279	\$102,639	\$94,102
	16,750	16,800	18,340	20,430	23,025	28,835
	204,022	217,962	202,302	200,264	175,496	192,058
	19,025	19,394	20,085	18,196	17,407	19,200
	28,419	17,233	18,550	22,466	20,805	19,410
	83,757	97,748	99,814	90,382	99,608	82,648
	449,675	459,350	480,599	507,057	500,632	537,598
	140,838	146,966	122,223	112,469	98,234	131,490
	<u>\$ 1,061,696</u>	<u>\$ 1,107,313</u>	<u>\$ 1,066,581</u>	<u>\$ 1,091,543</u>	<u>\$ 1,037,846</u>	<u>\$ 1,105,341</u>
\$	450,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$0
	6,092	5,250	5,192	5,191	6,229	8,440
\$	841,568	\$ 823,930	\$ 182,770	\$ 830,581	\$ 564,567	\$ 538,631
	26.88%	45.09%	45.87%	30.00%	28.00%	26.00%
	1,637	1,597	1,742	1,500	1,121	826
	1,400	1,400	1,160	1,160	1,160	1,150
	1,950	1,950	1,950	1,950	1,950	1,944
	320	320	320	320	320	320
	600	600	400	400	400	400
	1,200	1,200	1,600	1,600	1,600	1,500
	4,000	4,000	4,000	4,000	4,000	4,000
	10	10	10	10	10	15
	2,000	2,000	2,000	2,000	2,000	2,000
	2,500	2,500	2,500	2,500	2,500	2,000
	50	50	50	50	50	50
	16	16	16	16	0	0
	5,000	5,000	5,000	5,000	5,000	4,160
	250	250	250	250	200	200
	700	700	700	700	710	710
	9,011	9,011	9,011	9,011	9,011	9,011
	2,280	2,280	2,280	2,280	2,280	2,280
	2,240	2,240	2,240	2,240	2,240	2,240
	1,500	1,500	1,500	1,500	1,210	1,200
	2,000	2,000	2,000	2,000	2,000	2,000
	0	0	0	4,160	4,160	4,160
	2,080	2,080	2,080	2,080	1,080	1,080
	272	272	272	272	256	256
	\$39.00	\$39.00	\$39.00	\$39.00	\$39.00	\$36.00
	5.88	5.88	5.88	5.88	5.10	6.59
	16.13	16.13	16.13	16.13	13.97	18.07
	1,686.05	1,686.05	1,686.05	1,686.05	1,659.12	1,983.08

CITY OF
FAIRVIEW PARK

A Great Place to Grow

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO**

SINGLE AUDIT REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2020**

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
SINGLE AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 2020**

TABLE OF CONTENTS

	<u>PAGE</u>
Independent Auditor's Report	Under Separate Cover
Annual Comprehensive Financial Report	Under Separate Cover
Schedule of Expenditures of Federal Awards	1
Notes to the Schedule of Expenditures of Federal Awards	2
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	3-4
Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	5-7
Schedule of Findings and Questioned Costs	8
Status of Prior Findings and Recommendations	9

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

Federal Grantor/ Pass-Through Grantor/ Program Title	Federal CFDA Number	Total Federal Expenditures
<u>U.S. Department of the Treasury</u>		
<i>Passed through Ohio Office of Budget and Management</i>		
Coronavirus Relief Fund	21.019	\$ 1,238,967
Total U.S. Department of the Treasury		<u>1,238,967</u>
<u>U.S. Department of Transportation</u>		
<i>Passed through Ohio Department of Transportation</i>		
Highway Planning and Construction Cluster		
Highway Planning and Construction	20.205	116,548
Total Highway Planning and Construction Cluster		<u>116,548</u>
Total U.S. Department of Transportation		<u>116,548</u>
<u>U.S. Department of Justice</u>		
<i>Direct Program</i>		
Bulletproof Vest Partnership Program	16.607	1,193
<i>Passed through Ohio Department of Public Safety</i>		
Coronavirus Emergency Supplemental Funding Program	16.034	12,468
<i>Passed through Ohio Office of Criminal Justice Services</i>		
Edward Byrne Memorial Justice Assistance Grant Program	16.738	5,157
Total U.S. Department of Justice		<u>18,818</u>
<u>U.S. Department of Homeland Security</u>		
<i>Direct Program</i>		
Assistance to Firefighters Grant	97.044	55,761
Total U.S. Department of Homeland Security		<u>55,761</u>
<u>U.S. Department of the Interior</u>		
<i>Passed through Ohio Department of Natural Resources</i>		
Outdoor Recreation Acquisition, Development and Planning	15.916	6,380
Total U.S. Department of the Interior		<u>6,380</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS		<u>\$ 1,436,474</u>

See Notes to the Schedule of Expenditures of Federal Awards.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE 1: BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of Fairview Park, Ohio (the City), under programs of the federal government for the year ended December 31, 2020. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3: INDIRECT COST RATE

The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

NOTE 4: MATCHING REQUIREMENTS

Certain federal programs require the City to contribute non-federal funds (matching funds) to support federally funded programs. The City has met its matching requirements. The Schedule does not include the expenditure of non-federal matching funds.

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 REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

To the Members of City Council
City of Fairview Park
Fairview Park, Ohio

The Honorable Keith Faber
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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 21, 2021, wherein we noted the financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City'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'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 *Government 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's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "James G. Zupka, CPA, Inc." The signature is written in a cursive, flowing style.

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

June 21, 2021

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 COMPLIANCE FOR EACH MAJOR PROGRAM; REPORT
ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON
THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
REQUIRED BY THE UNIFORM GUIDANCE**

To the Members of City Council
City of Fairview Park
Fairview Park, Ohio

The Honorable Keith Faber
Auditor of State
State of Ohio

Report on Compliance for Each Major Federal Program

We have audited the City of Fairview Park, Cuyahoga County, Ohio's (the City) compliance with the types of compliance requirements described in the OMB Compliance Supplement that could have a direct and material effect on the City's major federal program for the year ended December 31, 2020. The City's major federal program is identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the City's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City of Fairview Park complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2020.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for the major federal program and to test and report on internal control over compliance in accordance with Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 21, 2021, which contained unmodified opinions on those financial statements, wherein we noted the financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for the purpose of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



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

June 21, 2021

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED DECEMBER 31, 2020**

1. SUMMARY OF AUDITOR'S RESULTS

2020(i)	Type of Financial Statement Opinion	Unmodified
2020(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2020(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
2020(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2020(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2020(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2020(v)	Type of Major Programs' Compliance Opinions	Unmodified
2020(vi)	Are there any reportable findings under 2 CFR 200.516(a)?	No
2020(vii)	Major Programs (list): Coronavirus Relief Fund - CFDA #21.019	
2020(viii)	Dollar Threshold: A/B Program	Type A: \$750,000 Type B: All Others
2020(ix)	Low Risk Auditee?	No

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
SCHEDULE OF PRIOR FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2020**

The prior issued audit report, as of December 31, 2019, included no citations or instances of noncompliance. Management letter recommendations have been corrected, repeated, or procedures instituted to prevent occurrences in this audit period.

OHIO AUDITOR OF STATE KEITH FABER



CITY OF FAIRVIEW PARK

CUYAHOGA COUNTY

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 8/19/2021

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov