

The City of

FAIRVIEW PARK, OHIO

a great place to grow



**Annual Comprehensive
Financial Report for the year
Ended December 31, 2021**

OHIO AUDITOR OF STATE
KEITH FABER



88 East Broad Street
Columbus, Ohio 43215
IPAResults@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, 2021 through December 31, 2021. 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 05, 2022

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Introductory Section

City of Fairview Park, Ohio

Annual Comprehensive Financial Report

For the Year Ended December 31, 2021

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
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2021**

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
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2021**

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 Eight Years.....	84
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Police and Fire Pension Fund – Last Eight Years	86
Schedule of the City Contributions – Pension-OPERS – Last Nine Years.....	88
Schedule of the City Contributions Pension– OP&F – Last Ten Years	90
Schedule of the City’s Proportionate Share of the Net OPEB Liability – Ohio Public Employees Retirement System – Last Five Years	92
Schedule of the City’s Proportionate Share of the Net OPEB Liability – Ohio Police and Fire Pension Fund – Last Five Years.....	93
Schedule of the City Contributions - OPEB- OPERS – Last Seven Years.....	94
Schedule of the City Contributions – OPEB- OP&F – Last Ten Years.....	96
Notes to the Required Supplementary Information	98
Combining and Individual Fund Statements and Schedules:	
Combining Statements – Nonmajor Funds:	
Fund Descriptions.....	101
Combining Balance Sheet – Nonmajor Governmental Funds.....	104
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	105
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	106
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	110
Combining Balance Sheet – Nonmajor Capital Projects Funds	114
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	115

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2021**

Combining Statement – Fiduciary Funds:

Fund Descriptions	116
Combining Statement of Fiduciary Net Position – Custodial Funds	117
Combining Statement of Changes in Fiduciary Net Position – Custodial Funds	118

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

Major Funds:

General Fund	121
Recreation Fund	124
Recreation Construction Fund	125
Capital Improvements Fund	126
Sewer Fund	127

Nonmajor Funds:

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

III. Statistical Section

Contents	S1
Net Position by Component – Last Ten Years	S2

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 ANNUAL COMPREHENSIVE FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2021**

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 2012.....	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 – 2021 and 2012	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 24, 2022

Honorable Mayor Patrick J. Cooney 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 Annual Comprehensive Financial Report 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 Annual Comprehensive Financial Report. 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 Annual Comprehensive Financial Report of the City for the year ended December 31, 2021, 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, 2021, 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 23rd Annual Comprehensive Financial Report 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 2020 Census, the City's population is 17,291. 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, Spectrum 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 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 fields, basketball court, playground area, parking facility, four tennis courts and six pickleball courts. Finally, a portion of the City lies within the Rocky River Reservation of the Cleveland Metropolitan Park District (Metroparks).

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 2021 essential projects were completed and further described below.

Development

In 2021, the City continued the support established by the twenty-six (26) small business forgivable loans issued in 2020 in response to the pandemic. The City worked with City Council and enacted new legislation that allowed temporary outdoor dining so that restaurants could maintain a consistent table-count while offering social distancing. Gunselman's Tavern, a bar and restaurant, secured permission for temporary outdoor dining expansion in order to offer outdoor dining space while maintaining safety.

Legislation was also enacted (Fairview Codified Ordinances Chapter 1358) which requires vacant dwellings to be registered and for foreclosure bonds to be posted by banks. This legislation protects housing stock from deterioration during a foreclosure proceeding. The ability to maintain housing stock is an important element of the City's economic health.

Despite the uncertainty of 2021 due to ongoing pandemic situations, the fluctuations in supply chain deliveries, and labor shortages, the economic growth in Fairview Park continued with the following new businesses opening in 2021: Bibibop (a national restaurant chain), Helpful Homestyle Solutions, LLC, Sparrow Woods Home (store), Totally Teased (hair salon) and Design Mojo (marketing / design office). There were many businesses/organizations that made improvements to their spaces (including a complete rehabilitation of two (2) commercial structures into new office spaces) which increased job opportunities and diversified the commercial tax-base. The stability in large market retail spaces at the Westgate Mall was confirmed with its purchase in 2021 by The R.H. Johnson Company and the company's ability to add to its stable and growing tenant list.

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 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 2022.

In response to the pandemic during 2021, building closures and face protection requirements and reduction of foot traffic concerns, the City had installed new doors at the Gemini Center and at City Hall. In 2021, the City continued to install safety related items in the public City Council Chambers with trauma kits and extra security measures. A new AED device was also installed in the public area of Chambers.

Additionally, the following capital improvements for the City were completed in 2021:

- Planning of a grant funded new restroom at Bain Park.
- Planning sewer improvements at the West 227 Pump Station.
- Planning the replacement of the West 227 Bridge.
- Planning and evaluation of Bain Park erosion issues were initiated and a report was submitted to the City.
- The City used funding from the Cleveland Division of Water to replace water lines on three (3) streets and leveraged funding to pave these roads (\$1,040,000).
- The City used Ohio Department of Transportation (ODOT) and Cuyahoga County funds to pave West 210 Street (\$949,787).
- Because the City was able to leverage other funding sources, the City also paved four (4) streets (with one street being paved by ODOT) which cost \$824,739.

- Over 100 trees were planted with Cuyahoga County Healthy Urban Tree Canopy (HUTC) funds and Ohio Division of Natural Resources funds at Bain Park, Tri-City Park and on four (4) city side streets.
- The City installed a connector trail at Bohlken Park with County Development Supplemental Grant funds.
- Sidewalks were installed using Community Development Block Grant (CDBG) funds to connect to a proposed Metroparks access trail – estimated to be completed in 2023.
- Various road repairs on County Routes were reimbursed from Cuyahoga County totaling \$24,066.
- The City was successful in securing funds from the State of Ohio’s Section 4510 program for a new Senior Center (wheelchair) van.
- The City was awarded a Congestion Mitigation and Air Quality grant for signals on Lorain Road to be bid in fiscal year 2024.
- The City conducted two (2) community shredding events which were funded by a Cuyahoga County Solid Waste District grant.

Building

Building, rebuilding and expansions to homes and upgrades to businesses continued in 2021 despite concerns about economic impacts due to the pandemic. There were 1,396 permits issued and over \$13,000,000 in investments made to properties. In terms of residential properties, the following improvements were made: two (2) new garages, two (2) new homes, five (5) additions and a new townhome all were finalized in 2021 at an estimated construction cost of \$1,091,532.

During 2021, the Building Department worked diligently with the developer that was rehabilitating two (2) former NASA office buildings into a 56-room boutique hotel and an apartment with over 80 residential spaces and potential retail / restaurant space available. Anticipated completion date is fall of 2022.

The Building Department kept the residential stock stable by making 526 property, apartment/rental dwelling inspections. Also, in 2021 the Building Department scheduled variance hearings for the Board of Zoning and Building Appeals. In addition, the Planning and Design Commission reviewed seventeen (17) exterior renovations, two (2) rezoning requests, twelve (12) new signs for businesses, five (5) lot splits and two (2) new sheds. These valuable investments in residential and commercial properties maintains the balanced residential housing stock and healthy economic climate for our small businesses and national franchises.

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 Annual Comprehensive Financial Report for the year ended December 31, 2020. 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 Annual Comprehensive Financial Report 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 Annual Comprehensive Financial Report 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 ACFR. I ask for their continued support of this project and of my efforts toward continuing the sound financial management of the City.

Sincerely,

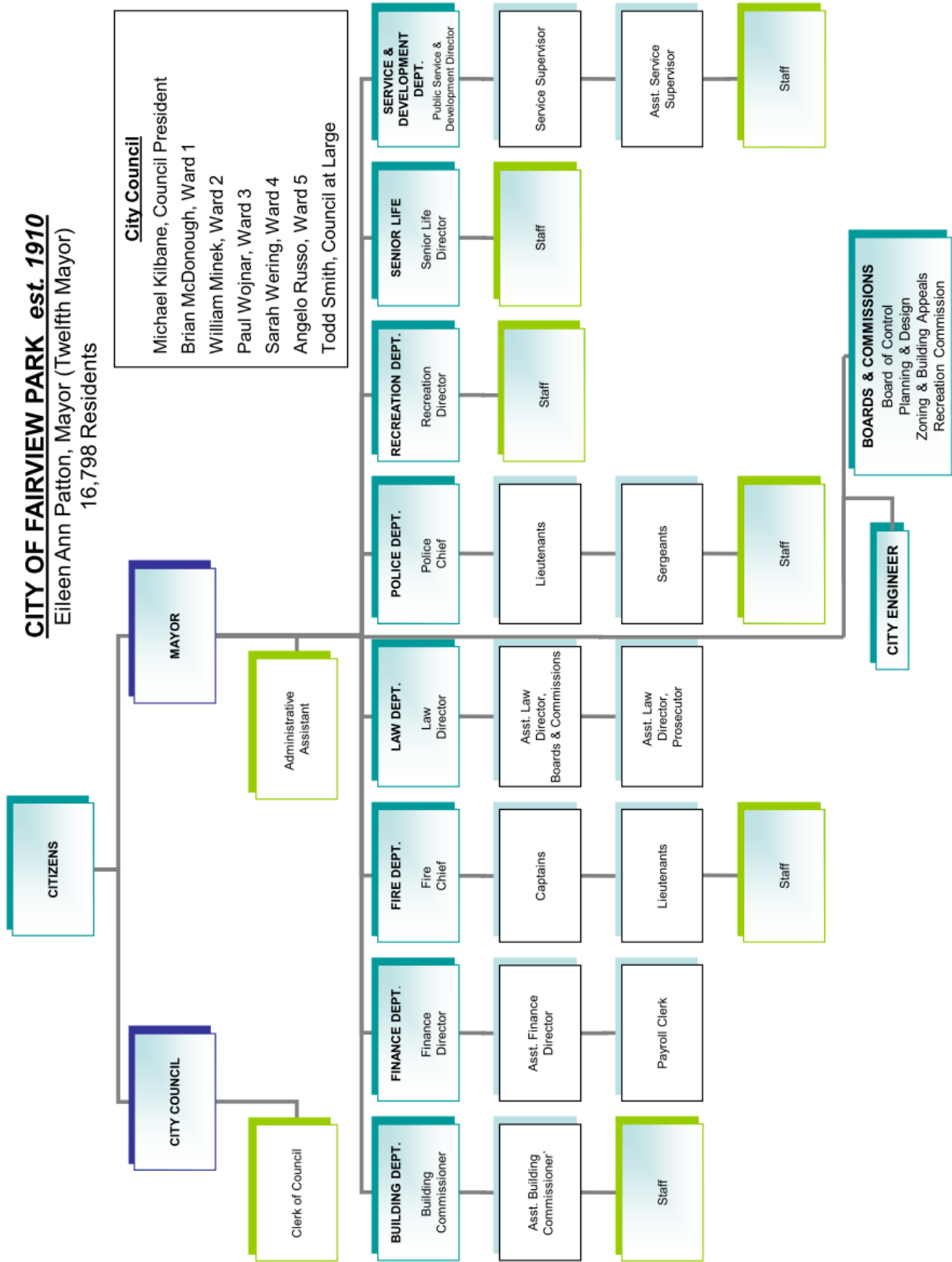
A handwritten signature in black ink, appearing to read "G. M. Cingle". The signature is written in a cursive style with a large initial "G" and "M".

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 Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morrill

Executive Director/CEO

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Financial Section

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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

Opinions

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, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the 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, 2021, 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.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

Emphasis of Matter

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

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

Supplementary Information

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

Other Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2022, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

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

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

June 24, 2022

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021
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, 2021. 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 2021 are as follows:

- The City's total assets and deferred outflows of resources exceeded its total liabilities and deferred inflows of resources by \$43,612,271 in 2021.
- The City's total net position increased \$4,517,227 or 11.55 percent in 2021. Net position of the governmental activities increased \$4,569,216 which represents a 23.07 percent from 2020. Net position of the business-type activities decreased \$51,989 or 0.27 percent from 2020.
- 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, 2021
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, 2021
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 2021?" 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, 2021
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 2021 compared to 2020:

NET POSITION

	Governmental Activities		Business-Type Activities		Total	
	2021	2020	2021	2020	2021	2020
ASSETS						
Current and Other Assets	\$ 30,174,271	\$ 26,147,520	\$ 7,076,852	\$ 7,019,100	\$ 37,251,123	\$ 33,166,620
Capital Assets, Net	41,477,890	41,966,615	16,166,328	16,567,985	57,644,218	58,534,600
Total Assets	71,652,161	68,114,135	23,243,180	23,587,085	94,895,341	91,701,220
DEFERRED OUTFLOWS OF RESOURCES						
Deferral on Refunding	245,372	1,106,971	-	-	245,372	1,106,971
Pension	2,302,525	2,568,396	38,048	53,587	2,340,573	2,621,983
OPEB	1,335,070	1,706,613	14,156	41,670	1,349,226	1,748,283
Total Deferred Outflows of Resources	3,882,967	5,381,980	52,204	95,257	3,935,171	5,477,237
LIABILITIES						
Current and Other Liabilities	2,781,474	1,390,768	102,554	29,387	2,884,028	1,420,155
Long-term Liabilities:						
Due Within One Year	2,206,971	2,315,097	174,847	126,161	2,381,818	2,441,258
Due in More than One Year:						
Net Pension Liability	16,024,898	17,904,519	247,810	385,469	16,272,708	18,289,988
Net OPEB Liability	1,988,045	5,306,209	-	261,978	1,988,045	5,568,187
Other Amounts	17,152,223	18,158,639	3,273,528	3,465,469	20,425,751	21,624,108
Total Liabilities	40,153,611	45,075,232	3,798,739	4,268,464	43,952,350	49,343,696
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	5,136,778	4,378,698	-	-	5,136,778	4,378,698
Pension	3,592,288	2,956,353	146,094	84,982	3,738,382	3,041,335
OPEB	2,277,717	1,280,314	113,014	39,370	2,390,731	1,319,684
Total Deferred Inflows of Resources	11,006,783	8,615,365	259,108	124,352	11,265,891	8,739,717
NET POSITION						
Net Investment in						
Capital Assets	23,021,394	24,154,558	13,005,345	13,005,345	36,026,739	37,159,903
Restricted	7,851,438	6,273,107	-	-	7,851,438	6,273,107
Unrestricted	(6,498,098)	(10,622,147)	6,232,192	6,284,181	(265,906)	(4,337,966)
Total Net Position	\$ 24,374,734	\$ 19,805,518	\$ 19,237,537	\$ 19,289,526	\$ 43,612,271	\$ 39,095,044

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021
UNAUDITED**

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2021 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, 2021
 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, 2021 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, 2021 (with GASB 68 and 75)	\$ 24,374,734	\$ 19,237,537
GASB 68/75 Calculations:		
Add:		
Deferred Inflows related to Pension	3,592,288	146,094
Deferred Inflows related to OPEB	2,277,717	113,014
Net Pension Liability	16,024,898	247,810
Net OPEB Liability	1,988,045	-
Less:		
Net OPEB Asset	(369,988)	(28,355)
Deferred Outflows related to Pension	(2,302,525)	(38,048)
Deferred Outflows related to OPEB	(1,335,070)	(14,156)
Total Net Position (without GASB 68 and 75)	<u>\$ 44,250,099</u>	<u>\$ 19,663,896</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021
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	
	2021	2020	2021	2020	2021	2020
REVENUES						
Program Revenues:						
Charges for Services	\$ 3,624,278	\$ 2,384,531	\$ 2,182,671	\$ 2,145,194	\$ 5,806,949	\$ 4,529,725
Operating Grants and Contributions	177,223	2,722,092	-	-	177,223	2,722,092
Capital Grants and Contributions	1,099,542	941,018	-	-	1,099,542	941,018
Total Program Revenues	4,901,043	6,047,641	2,182,671	2,145,194	7,083,714	8,192,835
General Revenues:						
Property Taxes	4,444,075	4,454,778	-	-	4,444,075	4,454,778
Municipal Income Taxes	10,874,426	10,706,033	-	-	10,874,426	10,706,033
Franchise Taxes	217,990	260,927	-	-	217,990	260,927
Grants and Entitlements	1,052,762	1,048,573	-	-	1,052,762	1,048,573
Investment Income	14,678	89,214	-	-	14,678	89,214
Gain on Sale of Capital Assets	3,456	-	-	-	3,456	-
All Other Revenues	882,909	1,299,208	-	118,253	882,909	1,417,461
Total General Revenues	17,490,296	17,858,733	-	118,253	17,490,296	17,976,986
Total Revenues	22,391,339	23,906,374	2,182,671	2,263,447	24,574,010	26,169,821
EXPENSES						
Program Expenses:						
Security of Persons and Property	7,428,129	8,533,483	-	-	7,428,129	8,533,483
Public Health Services	1,855	61,629	-	-	1,855	61,629
Leisure Time Activities	1,996,499	2,729,586	-	-	1,996,499	2,729,586
Community Environment	169,129	464,916	-	-	169,129	464,916
Basic Utility Services	1,798,811	1,299,067	-	-	1,798,811	1,299,067
Transportation	1,857,568	2,672,678	-	-	1,857,568	2,672,678
General Government	2,832,919	4,167,686	-	-	2,832,919	4,167,686
Interest and Fiscal Charges	1,737,213	692,592	-	-	1,737,213	692,592
Sanitary Sewer	-	-	2,234,660	2,611,396	2,234,660	2,611,396
Total Expenses	17,822,123	20,621,637	2,234,660	2,611,396	20,056,783	23,233,033
Change in Net Position	4,569,216	3,284,737	(51,989)	(347,949)	4,517,227	2,936,788
Net Position - Beginning of Year	19,805,518	16,520,781	19,289,526	19,637,475	39,095,044	36,158,256
Net Position - End of Year	\$ 24,374,734	\$ 19,805,518	\$ 19,237,537	\$ 19,289,526	\$ 43,612,271	\$ 39,095,044

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021
UNAUDITED**

Governmental Activities

Governmental activities increased the City's net position by \$4,569,216 during 2021.

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 2021, 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 2021 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 2021.

Charges for services increased due to the increased revenue at the recreation center, while operating grants and contributions decreased in 2021 due to the City receiving grants related to COVID-19 pandemic in 2020, and not spending American Rescue Plan Act money. Capital grants and contributions increased due to an increase in grants received in 2021 as compared to 2020. All other revenues decreased 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.

Governmental activities programs expenses totaled \$17,822,123 which is a \$2,799,514 decrease as compared to 2020. Security of persons and property, which primarily supports the operations of the police and fire departments accounted for \$7,428,129 of the total expenses of the City. The decrease as compared to 2020 is due to a 2021 reduction of expenditures in GASB 68 & GASB 75 calculation.

Business-Type Activities

The business-type activities of the City had a decrease in net position of \$51,989 in 2021, as operating expenses outpaced revenues. Charges for services revenue increased slightly in 2021.

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.

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2021
UNAUDITED**

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 \$17,582,547, which was an increase of \$1,644,178 from 2020. Of the total governmental fund balances, \$7,389,473 constitutes the general fund balance, a \$181,192 increase from 2020. 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 \$41,364,486 and expenditures and other financing uses of \$39,720,308, with revenues exceeding expenditures by \$1,644,178.

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 \$7,389,473, of which \$243,127 was nonspendable, \$341,991 was committed, \$183,677 was assigned, and \$6,620,678 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 60.68 percent of total General Fund expenditures, while total fund balance represents 67.72 percent of that same amount. The General fund balance increased \$181,192 due to the increase in income tax collections as a result of the economy opening back up from the COVID-19 pandemic.

Recreation Fund

The Recreation Fund is another major fund for the City. At the end of the current year, the total fund balance was \$2,831,539, 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 \$343,735 in 2021 as compared to 2020 due to an increase in income tax collections, which was a result of the economy opening back up from the pandemic.

Recreation Construction

Recreation Construction Fund is another major fund for the City. At the end of the current year, the total fund balance was \$337,544. The fund balance decreased by \$313,516 in 2021 as compared to 2020 due to the starting on the Gemini Center Repair Project.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 UNAUDITED**

Capital Improvements

Capital Improvements Fund is another major fund for the City. At the end of the current year, the total fund balance was \$2,479,340. The fund balance increased by \$970,008 in 2021 as compared to 2020, due to the City receiving intergovernmental grants to some of the improvement costs throughout the year.

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 2021, 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 \$11,191,960 and final budgeted revenues and other financing sources were \$11,657,997 and actual revenues and other financing sources were \$11,652,695. 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 were \$11,541,533 and the final budgeted expenditures and other financing uses were \$16,252,062. Actual General Fund expenditures and other financing uses were \$15,863,012, or \$389,050 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 2021.

Capital Assets and Debt Administration

Capital Assets

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

	Governmental Activities		Business-Type Activities	
	2021	2020	2021	2020
Land	\$ 1,050,943	\$ 1,050,943	\$ -	\$ -
Construction in progress	2,446,553	938,137	3,558,650	3,473,889
Buildings	15,881,527	16,354,071	119,975	123,452
Land improvements	1,515,137	1,587,129	37,729	40,015
Equipment and Furniture	819,018	919,388	139,770	146,997
Vehicles	972,850	1,159,372	140,296	173,957
Waste Water Treatment Plant Rights	-	-	2,463,871	2,519,238
Infrastructure	18,791,862	19,957,575	9,706,037	10,090,437
Total	\$ 41,477,890	\$ 41,966,615	\$ 16,166,328	\$ 16,567,985

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 UNAUDITED**

In 2021, 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.

Debt Administration

As of December 31, 2021, the City of Fairview Park had the following in bonds, notes, loans, and leases outstanding:

OUTSTANDING LONG-TERM DEBT AT DECEMBER 31

	Governmental Activities		Business-Type Activities	
	2021	2020	2021	2020
General Obligation Note	\$ 850,000	\$ 951,897	\$ -	\$ -
General Obligation Bonds	15,935,000	16,638,684	-	-
OPWC Loan	475,559	500,589	1,326,799	1,347,484
Intergovernmental Loan	-	-	2,092,007	2,215,156
Capital Leases	688,583	727,858	-	-
Total Outstanding Debt	\$ 17,949,142	\$ 18,819,028	\$ 3,418,806	\$ 3,562,640

The City’s overall legal debt margin was \$46,694,696 at December 31, 2021.

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 2021, the City’s financial position increased due to revenues exceeding expenses and the receipt of the first half of the ARPA 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, 2021**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 17,430,993	\$ 3,635,551	\$ 21,066,544
Materials and Supplies Inventory	38,361	-	38,361
Accounts Receivable	350,692	-	350,692
Intergovernmental Receivable	1,535,568	374,344	1,909,912
Prepaid Items	255,648	2,343	257,991
Municipal Income Taxes Receivable	4,281,520	-	4,281,520
Property Taxes Receivable	5,282,979	-	5,282,979
Special Assessments Receivable	321,765	-	321,765
Assets Held for Resale	306,757	-	306,757
Investment in Joint Venture	-	3,036,259	3,036,259
Nondepreciable Capital Assets	3,497,496	3,558,650	7,056,146
Depreciable Capital Assets	37,980,394	12,607,678	50,588,072
Net OPEB Asset	369,988	28,355	398,343
Total Assets	<u>71,652,161</u>	<u>23,243,180</u>	<u>94,895,341</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferral on Refunding	245,372	-	245,372
Pension	2,302,525	38,048	2,340,573
OPEB	1,335,070	14,156	1,349,226
Total Deferred Outflows of Resources	<u>3,882,967</u>	<u>52,204</u>	<u>3,935,171</u>
LIABILITIES			
Accounts Payable	621,026	-	621,026
Contracts Payable	414,239	-	414,239
Accrued Wages and Benefits	289,984	6,500	296,484
Intergovernmental Payable	166,308	92,348	258,656
Vacation Benefits Payable	85,956	3,706	89,662
Accrued Interest Payable	35,796	-	35,796
Retainage Payable	73,015	-	73,015
Unearned Revenue	995,150	-	995,150
Notes Payable	100,000	-	100,000
Long-term Liabilities:			
Due Within One Year	2,206,971	174,847	2,381,818
Due in More than One Year:			
Net Pension Liability	16,024,898	247,810	16,272,708
Net OPEB Liability	1,988,045	-	1,988,045
Other Amounts Due in More than One Year	17,152,223	3,273,528	20,425,751
Total Liabilities	<u>40,153,611</u>	<u>3,798,739</u>	<u>43,952,350</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	5,136,778	-	5,136,778
Pension	3,592,288	146,094	3,738,382
OPEB	2,277,717	113,014	2,390,731
Total Deferred Inflows of Resources	<u>11,006,783</u>	<u>259,108</u>	<u>11,265,891</u>
NET POSITION			
Net Investment in Capital Assets	23,021,394	13,005,345	36,026,739
Restricted for:			
Capital Projects	5,188,907	-	5,188,907
Street Construction, Maintenance and Repair	1,353,970	-	1,353,970
State Highway	95,437	-	95,437
Street Lighting	519,127	-	519,127
Police Programs	90,522	-	90,522
Fire Operating	121,106	-	121,106
Waterline Repairs	476,774	-	476,774
Other Purposes	5,595	-	5,595
Unrestricted (Deficit)	(6,498,098)	6,232,192	(265,906)
Total Net Position	<u>\$ 24,374,734</u>	<u>\$ 19,237,537</u>	<u>\$ 43,612,271</u>

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, 2021**

	<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	\$ 7,428,129	\$ 685,644	\$ 36,785	\$ -
Public Health Services	1,855	-	-	-
Leisure Time Activities	1,996,499	913,116	77,116	69,726
Community Environment	169,129	163,577	9,065	813,994
Basic Utility Services	1,798,811	742,489	-	-
Transportation	1,857,568	1,057,029	22,831	210,822
General Government	2,832,919	62,423	31,426	5,000
Interest and Fiscal Charges	1,737,213	-	-	-
Total Governmental activities	<u>17,822,123</u>	<u>3,624,278</u>	<u>177,223</u>	<u>1,099,542</u>
Business-type activities:				
Sanitary Sewer	2,234,660	2,182,671	-	-
Total Business-type activities	<u>2,234,660</u>	<u>2,182,671</u>	<u>-</u>	<u>-</u>
Total Primary Government	<u>\$ 20,056,783</u>	<u>\$ 5,806,949</u>	<u>\$ 177,223</u>	<u>\$ 1,099,542</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
 Gain on Sale of Capital Assets
 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 Activities	Business-type Activities	Total
\$ (6,705,700)	\$ -	\$ (6,705,700)
(1,855)	-	(1,855)
(936,541)	-	(936,541)
817,507	-	817,507
(1,056,322)	-	(1,056,322)
(566,886)	-	(566,886)
(2,734,070)	-	(2,734,070)
(1,737,213)	-	(1,737,213)
<u>(12,921,080)</u>	<u>-</u>	<u>(12,921,080)</u>
-	(51,989)	(51,989)
-	(51,989)	(51,989)
<u>(12,921,080)</u>	<u>(51,989)</u>	<u>(12,973,069)</u>
3,214,977	-	3,214,977
335,770	-	335,770
383,917	-	383,917
231,597	-	231,597
277,814	-	277,814
6,803,819	-	6,803,819
1,356,869	-	1,356,869
2,713,738	-	2,713,738
217,990	-	217,990
1,052,762	-	1,052,762
14,678	-	14,678
3,456	-	3,456
882,909	-	882,909
<u>17,490,296</u>	<u>-</u>	<u>17,490,296</u>
4,569,216	(51,989)	4,517,227
<u>19,805,518</u>	<u>19,289,526</u>	<u>39,095,044</u>
<u>\$ 24,374,734</u>	<u>\$ 19,237,537</u>	<u>\$ 43,612,271</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2021**

	General Fund	Recreation Fund	Recreation Construction	Capital Improvements	Other Governmental Funds	Total Governmental Funds
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$ 2,088,896	\$ 2,378,553	\$ 4,910,017	\$ 2,151,532	\$ 5,695,599	\$ 17,224,597
Materials and Supplies Inventory	4,719	-	-	-	33,642	38,361
Accounts Receivable	-	8,301	-	-	342,391	350,692
Interfund Receivable	4,447,500	-	-	-	-	4,447,500
Intergovernmental Receivable	457,133	77,359	98,000	368,477	534,599	1,535,568
Prepaid Items	233,106	10,287	-	-	12,255	255,648
Municipal Income Taxes Receivable	2,675,950	1,070,380	-	535,190	-	4,281,520
Property Taxes Receivable	3,940,104	391,085	-	-	951,790	5,282,979
Special Assessments Receivable	-	-	-	-	321,765	321,765
Assets Held for Resale	-	-	-	-	306,757	306,757
Total Assets	<u>\$ 13,847,408</u>	<u>\$ 3,935,965</u>	<u>\$ 5,008,017</u>	<u>\$ 3,055,199</u>	<u>\$ 8,198,798</u>	<u>\$ 34,045,387</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 327,778	\$ 28,796	\$ 4,973	\$ 92,537	\$ 166,942	\$ 621,026
Accrued Wages and Benefits	229,110	28,603	-	-	32,271	289,984
Contracts Payable	-	-	-	-	414,239	414,239
Intergovernmental Payable	67,296	13,629	-	-	85,383	166,308
Retainage Payable	-	-	-	8,369	64,646	73,015
Interfund Payable	-	-	4,447,500	-	-	4,447,500
Unearned Revenue	-	-	120,000	-	875,150	995,150
Notes Payable	-	-	-	-	100,000	100,000
Total Liabilities	<u>624,184</u>	<u>71,028</u>	<u>4,572,473</u>	<u>100,906</u>	<u>1,738,631</u>	<u>7,107,222</u>
Deferred Inflows of Resources:						
Property Taxes	3,831,371	380,058	-	-	925,349	5,136,778
Unavailable Revenue - Delinquent Property Taxes	108,733	11,027	-	-	26,441	146,201
Unavailable Revenue - Income Taxes	1,537,383	614,954	-	307,476	-	2,459,813
Unavailable Revenue - Other	356,264	27,359	98,000	167,477	963,726	1,612,826
Total Deferred Inflows of Resources	<u>5,833,751</u>	<u>1,033,398</u>	<u>98,000</u>	<u>474,953</u>	<u>1,915,516</u>	<u>9,355,618</u>
Fund Balances:						
Nonspendable	243,127	10,287	-	-	45,897	299,311
Restricted	-	-	337,544	2,479,340	3,133,818	5,950,702
Committed	341,991	2,821,252	-	-	1,558,497	4,721,740
Assigned	183,677	-	-	-	-	183,677
Unassigned (Deficit)	6,620,678	-	-	-	(193,561)	6,427,117
Total Fund Balances	<u>7,389,473</u>	<u>2,831,539</u>	<u>337,544</u>	<u>2,479,340</u>	<u>4,544,651</u>	<u>17,582,547</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 13,847,408</u>	<u>\$ 3,935,965</u>	<u>\$ 5,008,017</u>	<u>\$ 3,055,199</u>	<u>\$ 8,198,798</u>	<u>\$ 34,045,387</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, 2021**

Total Governmental Fund Balances \$ 17,582,547

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 41,477,890

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

Delinquent property taxes	\$	146,201	
Municipal income taxes		2,459,813	
Special assessments		321,765	
Intergovernmental		1,023,792	
Charges for services		267,269	
Total			4,218,840

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. (85,956)

In the Statement of Activities, interest is accrued on outstanding bonds and loans, whereas in Governmental funds, an interest expenditure is reported when due. (35,796)

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. 206,396

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

Deferred Outflows - Pension		2,302,525	
Deferred Inflows - Pension		(3,592,288)	
Net Pension Liability		(16,024,898)	
Deferred Outflows - OPEB		1,335,070	
Deferred Inflows - OPEB		(2,277,717)	
Net OPEB Liability		(1,988,045)	
Net OPEB Asset		369,988	
Total			(19,875,365)

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		(16,785,000)	
OPWC Loan		(475,559)	
Deferral of loss on refunding		245,372	
Capital leases		(688,583)	
Compensated absences		(1,410,052)	
Total			(19,113,822)

Net Position of Governmental Activities \$ 24,374,734

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, 2021**

	General Fund	Recreation Fund	Recreation Construction	Capital Improvements	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes	\$ 3,201,149	\$ 384,283	\$ -	\$ -	\$ 843,701	\$ 4,429,133
Municipal Income Taxes	6,917,238	2,766,104	-	1,383,053	-	11,066,395
Franchise Taxes	-	-	-	-	217,990	217,990
Intergovernmental	1,055,663	133,476	-	963,175	1,283,884	3,436,198
Interest	13,066	-	-	-	1,612	14,678
Fees, Licenses, and Permits	323,891	-	-	-	10,807	334,698
Rentals	17,703	190,281	-	-	11,113	219,097
Charges for Services	9,291	601,602	60,000	-	973,011	1,643,904
Contributions and Donations	30,911	7,357	-	-	-	38,268
Special Assessments	-	-	-	-	303,255	303,255
All Other Revenues	175,181	12,835	-	43,048	643,944	875,008
Total Revenues	11,744,093	4,095,938	60,000	2,389,276	4,289,317	22,578,624
EXPENDITURES						
Current:						
Security of Persons and Property	5,783,632	-	-	-	1,933,400	7,717,032
Public Health Services	1,855	-	-	-	-	1,855
Leisure Time Activities	234,870	2,185,154	-	-	751	2,420,775
Community Environment	417,155	-	-	-	-	417,155
Basic Utility Services	498,479	-	-	-	1,300,332	1,798,811
Transportation	629,960	-	-	-	917,660	1,547,620
General Government	3,345,450	-	-	-	20,837	3,366,287
Capital Outlay	-	-	243,516	1,394,239	257,858	1,895,613
Debt Service:						
Principal Retirement	-	1,200,000	-	25,029	989,275	2,214,304
Interest and Fiscal Charges	-	367,049	-	-	47,939	414,988
Debt Issuance Costs	-	246,784	-	-	9,368	256,152
Total Expenditures	10,911,401	3,998,987	243,516	1,419,268	5,477,420	22,050,592
Excess of Revenues Over (Under) Expenditures	832,692	96,951	(183,516)	970,008	(1,188,103)	528,032
OTHER FINANCING SOURCES (USES)						
Sale of Capital Assets	-	-	-	-	15,155	15,155
General Obligation Bonds Issued	-	17,135,000	-	-	-	17,135,000
Bond Anticipation Notes	-	-	-	-	850,000	850,000
Premium on Debt Issuance	-	-	-	-	4,207	4,207
Payment to Refunded Bond Escrow Account	-	(16,888,216)	-	-	-	(16,888,216)
Transfers In	-	-	-	-	781,500	781,500
Transfers Out	(651,500)	-	(130,000)	-	-	(781,500)
Total Other Financing Sources (Uses)	(651,500)	246,784	(130,000)	-	1,650,862	1,116,146
Net Change in Fund Balances	181,192	343,735	(313,516)	970,008	462,759	1,644,178
Fund Balances - Beginning of Year	7,208,281	2,487,804	651,060	1,509,332	4,081,892	15,938,369
Fund Balances - End of Year	\$ 7,389,473	\$ 2,831,539	\$ 337,544	\$ 2,479,340	\$ 4,544,651	\$ 17,582,547

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, 2021**

Net Change in Fund Balances-Total Governmental Funds \$ 1,644,178

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	\$	1,942,491	
Depreciation		(2,419,517)	
Total			(477,026)

In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets. (11,699)

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

Delinquent property taxes		14,942	
Municipal income taxes		(191,969)	
Special assessments		(22,155)	
Intergovernmental		(50,330)	
Charges for services		54,564	
Total			(194,948)

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

Pension			1,492,493
OPEB			26,178

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			(514,678)
OPEB			2,293,028

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 bond. (17,985,000)

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. 18,364,305

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		244,656	
Vacation Benefits Payable		13,709	
Accrued interest on bonds		43,160	
Amortization of bond premiums		490,581	
Amortization of loss on refunding		(861,599)	
Total			(69,493)

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. 1,878

Change in Net Position of Governmental Activities \$ 4,569,216

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, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 3,087,658	\$ 3,201,149	\$ 3,201,149	\$ -
Municipal Income Taxes	6,607,474	6,850,340	6,850,340	-
Intergovernmental	1,001,070	1,037,866	1,037,866	-
Interest	12,603	13,066	13,066	-
Fines, Licenses and Permits	307,090	318,378	318,378	-
Rentals	14,182	14,703	14,703	-
Charges for Services	8,335	8,641	8,641	-
All Other Revenues	153,548	159,192	159,192	-
Total Revenues	11,191,960	11,603,335	11,603,335	-
Expenditures:				
Current:				
Security of Persons and Property	5,932,831	5,968,551	5,803,107	165,444
Public Health Services	2,220	2,220	2,220	-
Leisure Time Activities	254,085	255,585	224,791	30,794
Community Environment	432,144	432,604	416,195	16,409
Basic Utility Services	388,009	403,009	401,633	1,376
Transportation	650,926	711,926	699,311	12,615
General Government	3,881,318	3,175,667	3,066,755	108,912
Total Expenditures	11,541,533	10,949,562	10,614,012	335,550
Excess of Revenues Over (Under) Expenditures	(349,573)	653,773	989,323	335,550
Other Financing (Uses):				
Advances In	-	49,360	49,360	-
Advances Out	-	(4,462,500)	(4,447,500)	15,000
Transfers In	-	5,302	-	(5,302)
Transfers Out	-	(850,000)	(801,500)	48,500
Total Other Financing (Uses)	-	(5,257,838)	(5,199,640)	58,198
Net Change in Fund Balance	(349,573)	(4,604,065)	(4,210,317)	393,748
Fund Balance - Beginning of Year	5,543,984	5,543,984	5,543,984	-
Prior Year Encumbrances Appropriated	118,358	118,358	118,358	-
Fund Balance - End of Year	\$ 5,312,769	\$ 1,058,277	\$ 1,452,025	\$ 393,748

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, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 351,174	\$ 384,283	\$ 384,283	\$ -
Municipal Income Taxes	2,496,936	2,732,346	2,732,346	-
Intergovernmental	85,004	93,018	93,018	-
Rentals	173,887	190,281	190,281	-
Charges for Services	548,566	600,285	600,285	-
Contributions and Donations	6,723	7,357	7,357	-
All Other Revenues	11,729	12,835	12,835	-
Total Revenues	<u>3,674,019</u>	<u>4,020,405</u>	<u>4,020,405</u>	<u>-</u>
Expenditures:				
Current:				
Leisure Time Activities	2,679,200	2,656,104	2,170,682	485,422
Debt Service:				
Principal	1,500,891	1,518,578	1,200,000	318,578
Interest & Fiscal Charges	459,084	464,494	367,049	97,445
Total Debt Service	<u>1,959,975</u>	<u>1,983,072</u>	<u>1,567,049</u>	<u>416,023</u>
Total Expenditures	<u>4,639,175</u>	<u>4,639,176</u>	<u>3,737,731</u>	<u>901,445</u>
Net Change in Fund Balance	(965,156)	(618,771)	282,674	901,445
Fund Balance - Beginning of Year	1,993,402	1,993,402	1,993,402	-
Prior Year Encumbrances Appropriated	102,477	102,477	102,477	-
Fund Balance - End of Year	<u>\$ 1,130,723</u>	<u>\$ 1,477,108</u>	<u>\$ 2,378,553</u>	<u>\$ 901,445</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, 2021**

	Business-Type Activities	Governmental Activities
	Sewer Fund	Internal Service Fund
ASSETS		
Current Assets:		
Equity in Pooled Cash and Cash Equivalents	\$ 3,635,551	\$ 206,396
Intergovernmental Receivable	374,344	-
Prepaid Items	2,343	-
<i>Total Current Assets</i>	<u>4,012,238</u>	<u>206,396</u>
Noncurrent Assets:		
Investment in Joint Venture	3,036,259	-
Construction in Progress	3,558,650	-
Depreciable Capital Assets, Net of Depreciation	12,607,678	-
Net OPEB Asset	28,355	-
<i>Total Noncurrent Assets</i>	<u>19,230,942</u>	<u>-</u>
Total Assets	<u>23,243,180</u>	<u>206,396</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension	38,048	-
OPEB	14,156	-
Total Deferred Outflows of Resources	<u>52,204</u>	<u>-</u>
LIABILITIES		
Current Liabilities:		
Accrued Wages and Benefits	6,500	-
Intergovernmental Payable	92,348	-
Intergovernmental Loan	126,172	-
Compensated Absences Payable	3,699	-
Vacation Benefits Payable	3,706	-
OPWC Loans Payable	44,976	-
<i>Total Current Liabilities</i>	<u>277,401</u>	<u>-</u>
Noncurrent Liabilities:		
Compensated Absences Payable	25,870	-
Intergovernmental Loan	1,965,835	-
OPWC Loans Payable	1,281,823	-
Net Pension Liability	247,810	-
<i>Total Noncurrent Liabilities</i>	<u>3,521,338</u>	<u>-</u>
Total Liabilities	<u>3,798,739</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES		
Pension	146,094	-
OPEB	113,014	-
Total Deferred Inflows of Resources	<u>259,108</u>	<u>-</u>
NET POSITION		
Net Investment in Capital Assets	13,005,345	-
Unrestricted	6,232,192	206,396
Total Net Position	<u>\$ 19,237,537</u>	<u>\$ 206,396</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, 2021**

	Business-Type Activities	Governmental Activities
	Sewer Fund	Internal Service Fund
OPERATING REVENUES		
Charges for Services	\$ 2,182,671	\$ 1,381,897
Total Operating Revenues	2,182,671	1,381,897
OPERATING EXPENSES		
Salaries	244,409	-
Fringe Benefits	(151,484)	-
Materials and Supplies	75,548	-
Contractual Services	1,611,178	1,287,790
Depreciation	509,115	-
Claims	-	92,229
Total Operating Expense	2,288,766	1,380,019
Operating Income (Loss)	(106,095)	1,878
NONOPERATING REVENUES (EXPENSES)		
Interest and Fiscal Charges	(52,959)	-
Gain on Investment in Joint Venture	107,065	-
Total Nonoperating Revenues	54,106	-
Change in Net Position	(51,989)	1,878
Net Position - Beginning of Year	19,289,526	204,518
Net Position - End of Year	\$ 19,237,537	\$ 206,396

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, 2021**

	<u>Business-Type Activities</u> <u>Sanitary Sewer Fund</u>	<u>Governmental Activities</u> <u>Internal Service Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Charges for Services	\$ 2,214,557	\$ 1,381,897
Cash Payments to Employees for Services	(247,247)	-
Cash Payments for Employee Benefits	(97,670)	-
Cash Payments for Goods and Services	(1,563,817)	(1,287,790)
Cash Payments for Claims	-	(92,229)
Net Cash Provided by Operating Activities	<u>305,823</u>	<u>1,878</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Proceeds from Loans	1,803	-
Principal Paid on Debt	(145,637)	-
Interest Paid on Debt	(52,959)	-
Payments for Capital Acquisitions	(63,425)	-
Net Cash (Used in) Capital and Related Financing Activities	<u>(260,218)</u>	<u>-</u>
Net Increase in Cash and Cash Equivalents	45,605	1,878
Cash and Cash Equivalents - Beginning of Year	3,589,946	204,518
Cash and Cash Equivalents - End of Year	<u>\$ 3,635,551</u>	<u>\$ 206,396</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ (106,095)	\$ 1,878
Adjustments:		
Depreciation	509,115	-
(Increase) Decrease in Assets:		
Intergovernmental Receivable	121,306	-
Prepaid Items	1,967	-
Net OPEB Asset	(28,355)	-
Decrease in Deferred Outflows of Resources:		
Pension	15,539	-
OPEB	27,514	-
Increase (Decrease) in Liabilities:		
Accounts Payable	(55,333)	-
Accrued Wages	(1,993)	-
Intergovernmental Payable	87,884	-
Compensated Absences Payable	(845)	-
Net Pension Liability	(137,659)	-
Net OPEB Liability	(261,978)	-
Increase in Deferred Inflows of Resources:		
Pension	61,112	-
OPEB	73,644	-
Net Cash Provided by Operating Activities	<u>\$ 305,823</u>	<u>\$ 1,878</u>

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, 2021**

	Custodial Funds
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 10,954
Total Assets	10,954
 LIABILITIES	
Due to External Parties	6,055
Total Liabilities	6,055
 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, 2021**

	Custodial Funds
ADDITIONS	
Licenses, Permits, & Fees Distributions for Other Governments	\$ 2,045
Miscellaneous	4,860
Total Additions	6,905
 DEDUCTIONS	
Fines and Forefietures Distributions to Other Governments	2,045
Distributions to Individuals	4,860
Total Deductions	6,905
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, 2021**

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 on the following pages:

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(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, 2021
(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.

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

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.

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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.

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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.

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, 2021, but which were levied to finance fiscal year 2022 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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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

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

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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 2021, 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.

For 2021, 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 \$250 million, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2021 was \$13,066, which includes \$11,623 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, 2021 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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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.

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:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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.

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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.

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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.

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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 and Implementation Guides:

GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*. The objectives of this Statement are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. These changes were incorporated in the City's financial statements; however, there was no effect on the beginning net position/fund balance.

GASB Statement No. 98, *The Annual Comprehensive Financial Report*. The objective of this Statement is to establish the term *annual comprehensive financial report* and its acronym *ACFR*. These changes were incorporated in the City's financial statements; however, there was no effect on the beginning net position/fund balance.

GASB Implementation Guide 2019-1, *Update*. These changes were incorporated in the City's financial statements; however, there was no effect on the beginning net position/fund balance.

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) Advances in and out is operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).
- (4) Other funds are included in the General Fund (GAAP basis), but has a separate legally adopted budget (budget basis).

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

- (5) 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.

	<u>General</u>	<u>Recreation</u>
GAAP Basis	\$ 181,192	\$ 343,735
Net Adjustment for Revenue Accruals	(78,946)	(75,533)
Net Adjustment for Expenditure Accruals	201,052	14,472
Advance In	49,360	-
Advance Out	(4,447,500)	-
Funds Budgeted Elsewhere	126,224	-
Encumbrances	(241,699)	-
Budget Basis	<u>\$ (4,210,317)</u>	<u>\$ 282,674</u>

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.

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;

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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.

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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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, 2021.

At year end, \$3,129,731 of the City's bank balance of \$3,379,731 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, 2021. As previously discussed, 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, 2021, the City had the following investments:

<u>Investment Type</u>	<u>Measurement Value</u>
STAR Ohio	\$ 17,966,571
Total Investments	<u>\$ 17,966,571</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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, 2021, 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 2021, the General Fund transferred \$651,500 to the Police and Fire Pension Fund to provide additional resources for current operations. The Recreation Construction Fund transferred \$130,000 to the General Bond Retirement for debt payments.

Interfund Receivables and Payables

Interfund balances for the year ended December 31, 2021, consisted of the following:

Receivable Fund	Payable Fund	Amount
General Fund	Recreation Construction Fund	4,447,500
		4,447,500

The primary purpose of the interfund balances is to cover costs in specific funds where anticipated revenues were not received. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

NOTE 7: **RECEIVABLES**

Receivables at December 31, 2021, 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.

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenues received in 2021 for real and public utility property represent the collection of 2020 taxes.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

2021 real property taxes are levied after October 1, 2021 on the assessed value as of January 1, 2021, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2021 real property taxes are collected in and intended to finance 2022.

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. 2021 public utility property taxes which became a lien December 31, 2020, are levied after October 1, 2021, and are collected in 2022 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2021, was \$11.80 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2021 property tax receipts were based are as follows:

Real Property	\$ 362,743,540
Other Real Estate	75,006,840
Public Utility Personal Property	<u>6,896,640</u>
Total	<u>\$ 444,647,020</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, 2021, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2021 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. 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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

	Governmental Activities	Business-Type Activities
Homestead and Rollback	\$ 313,869	\$ -
City of Cleveland	-	374,344
Motor Vehicle Registration	45,876	-
Local Government	182,478	-
Gasoline Tax	407,043	-
Permissive License Tax	8,934	-
Ohio Department of Natural Resources	112,145	-
Northeast Ohio Areawide Coordinating Agency	51,000	-
Cuyahoga County	402,206	-
Other	12,017	-
Total Intergovernmental Receivables	<u>\$ 1,535,568</u>	<u>\$ 374,344</u>

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, 2021 is \$995,150, 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, 2021, 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, 2021
(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 \$143,580 in 2021 (tax year 2020), 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.

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**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

NOTE 11: CAPITAL ASSETS

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
Governmental Activities				
<i>Capital Assets Not Being Depreciated</i>				
Land	\$ 1,050,943	\$ -	\$ -	\$ 1,050,943
Construction in Progress	938,137	1,866,276	(357,860)	2,446,553
<i>Total Capital Assets Not Being Depreciated</i>	<u>1,989,080</u>	<u>1,866,276</u>	<u>(357,860)</u>	<u>3,497,496</u>
<i>Capital Assets Being Depreciated</i>				
Buildings	23,267,571	23,953	-	23,291,524
Land Improvements	3,266,644	-	-	3,266,644
Equipment & Furniture	2,981,601	52,262	(41,163)	2,992,700
Vehicles	5,055,540	-	-	5,055,540
Infrastructure:				
Roads, Sidewalks & Bridges	53,990,871	357,860	-	54,348,731
Fire Hydrants	1,543,167	-	-	1,543,167
Traffic Signals	3,365,405	-	-	3,365,405
<i>Total Capital Assets Being Depreciated</i>	<u>93,470,799</u>	<u>434,075</u>	<u>(41,163)</u>	<u>93,863,711</u>
<i>Total Capital Assets at Cost</i>	<u>95,459,879</u>	<u>2,300,351</u>	<u>(399,023)</u>	<u>97,361,207</u>
Less Accumulated Depreciation:				
Buildings	(6,913,500)	(496,497)	-	(7,409,997)
Land Improvements	(1,679,515)	(71,992)	-	(1,751,507)
Equipment & Furniture	(2,062,213)	(140,933)	29,464	(2,173,682)
Vehicles	(3,896,168)	(186,522)	-	(4,082,690)
Infrastructure:				
Roads, Sidewalks & Bridges	(34,971,422)	(1,378,579)	-	(36,350,001)
Fire Hydrants	(1,050,778)	(23,347)	-	(1,074,125)
Traffic Signals	(2,919,668)	(121,647)	-	(3,041,315)
<i>Total Accumulated Depreciation</i>	<u>(53,493,264)</u>	<u>(2,419,517) *</u>	<u>29,464</u>	<u>(55,883,317)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>39,977,535</u>	<u>(1,985,442)</u>	<u>(11,699)</u>	<u>37,980,394</u>
Total Governmental Activities				
Capital Asset, Net	<u>\$ 41,966,615</u>	<u>\$ (119,166)</u>	<u>\$ (369,559)</u>	<u>\$ 41,477,890</u>

*Depreciation expense was charged to governmental functions as follows:

General Government	\$ 595,340
Security of Persons and Property	202,881
Transportation	1,019,649
Community Environment	30,724
Leisure Time Activities	570,923
Total Depreciation Expense	<u>\$ 2,419,517</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021
Business-Type Activities				
<i>Capital Assets Not Being Depreciated</i>				
Construction in Progress	\$ 3,473,889	\$ 84,761	\$ -	\$ 3,558,650
<i>Total Capital Assets Not Being Depreciated</i>	<u>3,473,889</u>	<u>84,761</u>	<u>-</u>	<u>3,558,650</u>
<i>Capital Assets Being Depreciated</i>				
Buildings	252,877	-	-	252,877
Land Improvements	52,473	-	-	52,473
Equipment & Furniture	492,366	22,697	-	515,063
Vehicles	269,285	-	-	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>28,427,690</u>	<u>22,697</u>	<u>-</u>	<u>28,450,387</u>
<i>Total Capital Assets at Cost</i>	<u>31,901,579</u>	<u>107,458</u>	<u>-</u>	<u>32,009,037</u>
Less Accumulated Depreciation:				
Buildings	(129,425)	(3,477)	-	(132,902)
Land Improvements	(12,458)	(2,286)	-	(14,744)
Equipment & Furniture	(345,369)	(29,924)	-	(375,293)
Vehicles	(95,328)	(33,661)	-	(128,989)
Waste Water Treatment Plant Rights	(249,156)	(55,367)	-	(304,523)
Infrastructure:				
Sanitary Sewer	(8,826,861)	(251,355)	-	(9,078,216)
Storm Sewer	(5,674,997)	(133,045)	-	(5,808,042)
Total Accumulated Depreciation	<u>(15,333,594)</u>	<u>(509,115)</u>	<u>-</u>	<u>(15,842,709)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>13,094,096</u>	<u>(486,418)</u>	<u>-</u>	<u>12,607,678</u>
Total Business-Type Activities				
Capital Asset, Net	<u>\$ 16,567,985</u>	<u>\$ (401,657)</u>	<u>\$ -</u>	<u>\$ 16,166,328</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, 2021
(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, 2021
 (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' Annual Comprehensive 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, 2021
(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. The date of implementation will be determined when finalized changes are approved.

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.

Beginning in 2022, the combined plan will be consolidated under the traditional pension plan (defined benefit plan) and the combined plan will no longer be available for new hires beginning in 2022.

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, 2021
 (CONTINUED)**

	State and Local
2021 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee *	10.0 %
 2021 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.

The portion of employer contributions used to fund pension benefits is net of postemployment health care benefits. The portion of the employer’s contribution allocated to health care was 0% for 2021 for the Traditional and Combined plans. The portion of the employer’s contribution allocated to health care was 4% for the Member-Directed plan for 2021. Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$534,514 for 2021. Of this amount, \$40,056 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, 2021
 (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
2021 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 2021 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 \$996,027 for 2021. Of this amount \$72,927 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, 2020, 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, 2020, and was determined by rolling forward the total pension liability as of January 1, 2020, to December 31, 2020. 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, 2021
(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	0.027397%	0.0886946%	0.1024242%	
Proportion of the Net Pension Liability/Asset Current Measurement Date	0.023510%	0.0861715%	0.1014656%	
Change in Proportionate Share	<u>-0.003887%</u>	<u>-0.0025231%</u>	<u>-0.0009586%</u>	
Proportionate Share of the Net Pension Liability	\$ 3,481,319	\$ 5,874,388	\$ 6,917,001	\$ 16,272,708
Pension Expense	\$ (322,544)	\$ 367,372	\$ 446,890	\$ 491,718

At December 31, 2021, 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	\$ -	\$ 245,568	\$ 289,153	\$ 534,721
Changes of assumptions	-	98,515	116,003	214,518
Changes in proportion and differences between City contributions and proportionate share of contributions	-	56,083	4,710	60,793
City contributions subsequent to the measurement date	<u>534,514</u>	<u>431,379</u>	<u>564,648</u>	<u>1,530,541</u>
Total Deferred Outflows of Resources	<u>\$ 534,514</u>	<u>\$ 831,545</u>	<u>\$ 974,514</u>	<u>\$ 2,340,573</u>
Deferred Inflows of Resources				
Net difference between projected and actual earnings on pension plan investments	\$ 1,356,917	\$ 284,948	\$ 335,524	\$ 1,977,389
Differences between expected and actual experience	145,626	228,850	269,463	643,939
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>549,834</u>	<u>309,935</u>	<u>257,285</u>	<u>1,117,054</u>
Total Deferred Inflows of Resources	<u>\$ 2,052,377</u>	<u>\$ 823,733</u>	<u>\$ 862,272</u>	<u>\$ 3,738,382</u>

\$1,530,541 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, 2022.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (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
2022	\$ (942,237)	\$ (105,567)	\$ (118,751)	\$ (1,166,555)
2023	(371,951)	65,365	70,437	(236,149)
2024	(553,124)	(307,237)	(354,430)	(1,214,791)
2025	(185,065)	(69,588)	(44,892)	(299,545)
2026	-	(6,540)	(4,770)	(11,310)
Total	<u>\$ (2,052,377)</u>	<u>\$ (423,567)</u>	<u>\$ (452,406)</u>	<u>\$ (2,928,350)</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, 2020, 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; 0.50 percent, simple through 2021, 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, 2021
 (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 11.7 percent for 2020.

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 2020 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 %	1.32 %
Domestic Equities	21.00	5.64
Real Estate	10.00	5.39
Private Equity	12.00	10.42
International Equities	23.00	7.36
Other investments	<u>9.00</u>	4.75
Total	<u>100.00 %</u>	5.43 %

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, 2021
 (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	\$ 6,640,635	\$ 3,481,319	\$ 854,353

Changes Between Measurement Date and Report Date

Cost-of living adjustments for OPERS members in 2022 will be 3 percent for all those eligible to receive the annual benefit increase.

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2020 is based on the results of an actuarial valuation date of January 1, 2020, 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, 2020, are presented below:

Valuation Date	January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020
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

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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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

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

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

The most recent experience study was completed December 31, 2016

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2020 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return **</u>
Domestic Equity	21.00 %	5.40 %
International Equity	14.00	5.80
Core Fixed Income *	23.00	2.70
U.S. Inflation Linked Bonds *	17.00	2.50
High Yield Fixed Income	7.00	4.70
Private Real Estate	12.00	6.40
Private Markets	8.00	8.00
Midstream Energy Infrastructure	5.00	6.60
Private Credit	5.00	5.50
Real Assets	8.00	7.40
Gold	<u>5.00</u>	1.90
Total	<u>125.00 %</u>	

Note: Assumptions are geometric
 * levered 2x

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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	\$ 17,807,253	\$ 12,791,390	\$ 8,593,619

NOTE 14: DEFINED BENEFIT OPEB PLANS

Net OPEB Liability/Asset

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

The net OPEB liability/asset 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/asset 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/asset 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 that any 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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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 and funded benefits are presented as a long-term *net OPEB liability or net OPEB asset* 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.

Beginning in 2022, the combined plan will be consolidated under the traditional pension plan (defined benefit plan) and the combined plan will no longer be available for new hires beginning in 2022.

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' Annual Comprehensive 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.

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2021, 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 2021 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 \$3,028 for 2021.

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

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) a cost-sharing, multiple-employer defined post-employment healthcare plan that provides various levels of health care to retired, disabled and beneficiaries, as well as their dependents. On January 1, 2019, OP&F changed the way it supports retiree health care. A stipend-based health care model has replaced the self-insured group health care plan that had been in place. A stipend funded by OP&F is available to these members through a Health Reimbursement Arrangement and can be used to reimburse retirees for qualified health care expenses. As a result of this change, it is expected that the solvency of the Health Care Stabilization Fund (HCSF) will be extended allowing OP&F to provide stipends to eligible participants.

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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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 2021, 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 \$23,366 for 2021. Of this amount, \$1,712 is reported as an intergovernmental payable.

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

The net OPEB asset and total OPEB asset for OPERS were determined by an actuarial valuation as of December 31, 2019, rolled forward to the measurement date of December 31, 2020, 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, 2020, and was determined by rolling forward the total OPEB liability as of January 1, 2020, to December 31, 2020. The City's proportion of the net OPEB liability/asset was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net OPEB Liability			
Prior Measurement Date	0.026645%	0.1911188%	
Proportion of the Net OPEB Liability/Asset			
Current Measurement Date	<u>0.022359%</u>	<u>0.1876370%</u>	
Change in Proportionate Share	<u>-0.004286%</u>	<u>-0.0034818%</u>	
Proportionate Share of the Net OPEB			
Liability/Asset	\$ (398,343)	\$ 1,988,045	\$ 1,589,702
OPEB Expense	\$ (2,654,560)	\$ 172,573	\$ (2,481,987)

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

At December 31, 2021, 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			
Changes of assumptions	\$ 195,830	\$ 1,098,287	\$ 1,294,117
Changes in proportion and differences between City contributions and proportionate share of contributions	-	28,715	28,715
City contributions subsequent to the measurement date	<u>3,028</u>	<u>23,366</u>	<u>26,394</u>
Total Deferred Outflows of Resources	<u>\$ 198,858</u>	<u>\$ 1,150,368</u>	<u>\$ 1,349,226</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ 359,503	\$ 327,922	\$ 687,425
Changes of assumptions	645,435	316,931	962,366
Net difference between projected and actual earnings on OPEB plan investments	212,163	73,881	286,044
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>370,573</u>	<u>84,323</u>	<u>454,896</u>
Total Deferred Inflows of Resources	<u>\$ 1,587,674</u>	<u>\$ 803,057</u>	<u>\$ 2,390,731</u>

The \$26,394 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 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Year Ending December 31:			
2022	\$ (762,812)	\$ 67,706	\$ (695,106)
2023	(511,833)	85,199	(426,634)
2024	(92,198)	57,620	(34,578)
2025	(25,001)	66,674	41,673
2026	-	24,185	24,185
Thereafter	<u>-</u>	<u>22,561</u>	<u>22,561</u>
Total	<u>\$ (1,391,844)</u>	<u>\$ 323,945</u>	<u>\$ (1,067,899)</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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, 2019, rolled forward to the measurement date of December 31, 2020. 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	6.00 percent
Prior Measurement date	3.16 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate:	
Current measurement date	2.00 percent
Prior Measurement date	2.75 percent
Health Care Cost Trend Rate:	
Current measurement date	8.5 percent, initial 3.50 percent, ultimate in 2035
Prior Measurement date	10.5 percent, initial 3.50 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. 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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

During 2020, 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 10.50 percent for 2020.

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 2020 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	34.00 %	1.07 %
Domestic Equities	25.00	5.64
Real Estate Investment Trust	7.00	6.48
International Equities	25.00	7.36
Other investments	9.00	4.02
Total	<u>100.00 %</u>	4.43 %

Discount Rate A single discount rate of 6.00 percent was used to measure the OPEB asset on the measurement date of December 31, 2020. A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. 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 2.00 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 2120. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2120, and the municipal bond rate was applied to all health care costs after that date.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

Sensitivity of the City's Proportionate Share of the Net OPEB Asset 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 6.00 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 (5.00 percent) or one-percentage-point higher (7.00 percent) than the current rate:

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
City's proportionate share of the net OPEB asset	\$ (99,050)	\$ (398,343)	\$ (644,386)

Sensitivity of the City's Proportionate Share of the Net OPEB Asset to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB asset 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 2021 is 8.50 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 asset	\$ (408,052)	\$ (398,343)	\$ (387,481)

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

Actuarial Assumptions – OP&F

OP&F’s total OPEB liability as of December 31, 2020, is based on the results of an actuarial valuation date of January 1, 2020, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F’s actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

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

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

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

Valuation Date	January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020
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	2.96 percent
Prior measurement date	3.56 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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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. 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, 2020, are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return **</u>
Domestic Equity	21.00 %	5.40 %
Non-US Equity	14.00	5.80
Core Fixed Income *	23.00	2.70
U.S. Inflation Linked Bonds *	17.00	2.50
High Yield Fixed Income	7.00	4.70
Private Real Estate	12.00	6.40
Private Markets	8.00	8.00
Midstream Energy Infrastructure	5.00	6.60
Private Credit	5.00	5.50
Real Assets	8.00	7.40
Gold	<u>5.00</u>	1.90
Total	<u>125.00 %</u>	

Note: Assumptions are geometric
 * levered 2x

OP&F's Board of Trustees has incorporated the risk parity concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on 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 in core fixed income and U.S. inflation linked bonds and the implementation approach for gold.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

Discount Rate The total OPEB liability was calculated using the discount rate of 2.96 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 2.12 percent at December 31, 2020 and 2.75 percent at December 31, 2019, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 2.96 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 2037. The long-term expected rate of return on health care investments was applied to projected costs through 2037, 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 2.96 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 (1.96 percent), or one percentage point higher (3.96 percent) than the current rate.

	1% Decrease (1.96%)	Current Discount Rate (2.96%)	1% Increase (3.96%)
City's proportionate share of the net OPEB liability	\$ 2,478,978	\$ 1,988,045	\$ 1,583,082

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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	\$ 35,464,204	\$ 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

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	
	Traditional	Health Savings	Traditional	Health Savings	Traditional	Health 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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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:

	<u>Balance 12/31/2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/2021</u>	<u>Amounts Due in One Year</u>
Governmental Activities:					
<u>General Obligation Note</u>					
Building Improvement Notes	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
<i>Total General Obligation Note</i>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>	<u>\$ 100,000</u>

In 2021, the City issued Building Improvement Notes, Series 2021 in the amount of \$950,000. This note was dated February 17, 2021 and will mature on February 17, 2022. \$850,000 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.

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	2021	2022	2.25 %	\$ 950,000
General Obligation Bonds				
Various Purpose Refunding Bonds	2012	2030	2.75 -4.1	20,589,999
Various Purpose Refunding Bonds	2021	2035	0.097-2.401	17,135,000
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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

Changes in long-term obligations during the year ended December 31, 2021, consisted of the following:

	Balance 12/31/2020	Additions	Deletions	Balance 12/31/2021	Amounts Due in One Year
Governmental Activities:					
General Obligation Note					
Building Improvement Notes	\$ 950,000	\$ 850,000	\$ 950,000	\$ 850,000	\$ 850,000
Unamortized Premium	1,897	-	1,897	-	-
<i>Total General Obligation Notes</i>	<u>951,897</u>	<u>850,000</u>	<u>951,897</u>	<u>850,000</u>	<u>850,000</u>
General Obligation Bonds					
Various Purpose Refunding Bonds	16,150,000	-	16,150,000	-	-
Unamortized Premium	488,684	-	488,684	-	-
2021 Various Purpose Refunding Bonds	-	17,135,000	1,200,000	15,935,000	1,060,000
<i>Total General Obligation Bonds</i>	<u>16,638,684</u>	<u>17,135,000</u>	<u>17,838,684</u>	<u>15,935,000</u>	<u>1,060,000</u>
Other Long-Term Obligations					
OPWC Loan - Direct Borrowing	500,589	-	25,030	475,559	25,030
Capital Leases	727,858	-	39,275	688,583	124,393
Compensated Absences Payable	1,654,708	-	244,656	1,410,052	147,548
<i>Total Other Long-Term Obligations</i>	<u>2,883,155</u>	<u>-</u>	<u>308,961</u>	<u>2,574,194</u>	<u>296,971</u>
Net Pension Liability					
OPERS	5,029,734	-	1,796,225	3,233,509	-
OP&F	12,874,785	-	83,396	12,791,389	-
<i>Total Net Pension Liability</i>	<u>17,904,519</u>	<u>-</u>	<u>1,879,621</u>	<u>16,024,898</u>	<u>-</u>
Net OPEB Liability					
OPERS	3,418,389	-	3,418,389	-	-
OP&F	1,887,820	100,225	-	1,988,045	-
<i>Total Net Pension Liability</i>	<u>5,306,209</u>	<u>100,225</u>	<u>3,418,389</u>	<u>1,988,045</u>	<u>-</u>
Total Governmental Activities Long-Term Obligations	<u>\$ 43,684,464</u>	<u>\$ 18,085,225</u>	<u>\$ 24,397,552</u>	<u>\$ 37,372,137</u>	<u>\$ 2,206,971</u>
Business-Type Activities:					
Intergovernmental Loan	\$ 2,215,156	\$ -	\$ 123,149	\$ 2,092,007	\$ 126,172
OPWC Loan - Direct Borrowing	1,347,484	1,803	22,488	1,326,799	44,976
Compensated Absences Payable	28,990	3,591	3,012	29,569	3,699
Net Pension Liability - OPERS	385,469	-	137,659	247,810	-
Net OPEB Liability - OPERS	261,978	-	261,978	-	-
Total Business-Type Activities Long-Term Obligations	<u>\$ 4,239,077</u>	<u>\$ 5,394</u>	<u>\$ 548,286</u>	<u>\$ 3,696,185</u>	<u>\$ 174,847</u>

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

In 2021, the City issued Building Improvement Notes, Series 2021 in the amount of \$950,000. This note was dated February 17, 2021 and will mature on February 17, 2022. 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 \$850,000 is considered long-term. \$850,000 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.

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 and were paid in full in 2019. The bonds were issued with original interest rates varying from 2 percent to 4 percent.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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, 2021 is \$2,092,007. 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, 2021, the project is not complete and \$1,349,286 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 \$46,594,696 at December 31, 2021.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2021, are as follows:

Year	Governmental Activities			Business Type - Activities	
	General Obligation			Intergovernmental Loan	
	Serial Bonds		OPWC Loan	Principal	Interest
	Principal	Interest	Principal		
2022	\$ 1,060,000	\$ 242,478	25,030	\$ 126,172	\$ 49,936
2023	1,065,000	240,390	25,030	129,269	46,839
2024	1,065,000	236,694	25,030	132,443	43,665
2025	1,075,000	230,560	25,030	135,694	40,414
2026	1,080,000	221,090	25,030	139,025	37,083
2027-2031	5,655,000	868,538	125,150	748,026	132,514
2032-2035	4,935,000	286,840	125,150	681,378	37,152
2036-2040	-	-	100,109	-	-
	<u>\$ 15,935,000</u>	<u>\$ 2,326,590</u>	<u>\$ 475,559</u>	<u>\$ 2,092,007</u>	<u>\$ 387,603</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, 2021.

	Governmental Activities
Assets being Depreciated	
Vehicles	\$ 1,038,531
Less Accumulated Depreciation	
Vehicles	<u>(487,657)</u>
Current Book Value	<u>\$ 550,874</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, 2021:

Year Ending December 31:	Governmental Activities
2022	\$ 155,902
2023	63,655
2024	63,655
2025	63,655
2026	63,655
2027-2031	318,275
2032-2036	<u>127,312</u>
Total	856,109
Less: Amount Representing Interest	<u>(167,526)</u>
Present Value of Net Minimum Lease Payments	<u>\$ 688,583</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(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 \$3,036,259 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 2021, the City contributed \$40,706 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 \$28,200 to Tri-City Park in 2021. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

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.

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 2021.

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 2021.

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	\$ 183,677
Recreation	123,952
Recreation Construction	157,620
Capital Improvements	1,346,713
Other Governmental Funds	641,475
Proprietary Fund:	
Sewer Fund	609,182
Total Encumbrances	<u>\$ 3,062,619</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2021
 (CONTINUED)**

Contractual Commitments

At December 31, 2021, the City's significant commitments consisted of:

	<u>Contract Amount</u>	<u>Amount Paid</u>	<u>Remaining on Contract</u>
Police Locker Room Project	\$ 283,848	\$ 263,878	\$ 19,970
IT Phase I Upgrades	44,220	39,132	5,088
Gemini Natatorium Repair Project	380,453	220,110	160,343
Mastick Road Resurfacing	250,000	193,106	56,894
City Hall Door Project	121,421	85,475	35,946
West 210th Street Resurfacing	1,195,710	941,609	254,101
2021 Street Repair	969,740	92,007	877,733
	<u>\$ 3,245,392</u>	<u>\$ 1,835,317</u>	<u>\$ 1,410,075</u>

Remaining commitments were encumbered at year-end

NOTE 21: ACCOUNTABILITY

As of December 31, 2021, the Police and Fire Pension, Solid Waste, and the General Obligation Bond Retirement had deficits of \$74,206, \$26,114 and \$93,241 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.

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**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

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	Recreation Construction	Capital Improvements	Other Governmental Funds	Total Governmental Funds
<i>Nonspendable</i>						
Prepaid Items	\$ 233,106	\$ 10,287	\$ -	\$ -	\$ 12,255	\$ 255,648
Inventories	4,719	-	-	-	33,642	38,361
Unclaimed Funds	5,302	-	-	-	-	5,302
<i>Total Nonspendable</i>	<u>243,127</u>	<u>10,287</u>	<u>-</u>	<u>-</u>	<u>45,897</u>	<u>299,311</u>
<i>Restricted for</i>						
Road Improvements	-	-	-	-	952,296	952,296
Law Enforcement	-	-	-	-	90,522	90,522
Construction and Improvement of City Facilities	-	-	-	-	1,533,062	1,533,062
Fire Operations	-	-	-	-	170,120	170,120
Street Lighting	-	-	-	-	229,071	229,071
Waterline repairs	-	-	-	-	157,660	157,660
Senior Center Construction	-	-	-	-	1,087	1,087
Recreation Construction	-	-	337,544	-	-	337,544
Capital Improvements	-	-	-	2,479,340	-	2,479,340
<i>Total Restricted</i>	<u>-</u>	<u>-</u>	<u>337,544</u>	<u>2,479,340</u>	<u>3,133,818</u>	<u>5,950,702</u>
<i>Committed to</i>						
Retiree Accrued Benefits	52,312	-	-	-	-	52,312
Building Deposits	289,679	-	-	-	-	289,679
Recreation Programs	-	2,821,252	-	-	-	2,821,252
Cable Televeison Services	-	-	-	-	1,237,190	1,237,190
Emergency Medical Services	-	-	-	-	129,443	129,443
Bain Park Restoration	-	-	-	-	117,104	117,104
Senior Center Van Replacement	-	-	-	-	69,836	69,836
Sidewalk Improvements	-	-	-	-	4,924	4,924
<i>Total Committed</i>	<u>341,991</u>	<u>2,821,252</u>	<u>-</u>	<u>-</u>	<u>1,558,497</u>	<u>4,721,740</u>
<i>Assigned to</i>						
Purchases on Order:						
City Administration	1,845	-	-	-	-	1,845
Police and Fire Department	34,452	-	-	-	-	34,452
Public Health	365	-	-	-	-	365
Road Improvements	67,880	-	-	-	-	67,880
Building Department	75,060	-	-	-	-	75,060
Recycling and Solid Waste Disposal	4,075	-	-	-	-	4,075
<i>Total Assigned</i>	<u>183,677</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>183,677</u>
<i>Unassigned (Deficit)</i>	<u>6,620,678</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(193,561)</u>	<u>6,427,117</u>
Total Fund Balances	<u>\$ 7,389,473</u>	<u>\$ 2,831,539</u>	<u>\$ 337,544</u>	<u>\$ 2,479,340</u>	<u>\$ 4,544,651</u>	<u>\$ 17,582,547</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2021
(CONTINUED)**

NOTE 24: **COVID-19**

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June, 2021 while the national state of emergency continues. During 2021, the City received COVID-19 funding. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. The impact on the City's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

NOTE 25: **SUBSEQUENT EVENTS**

On February 17, 2022, the City issued building improvement notes in the amount of \$850,000 with an interest rate of 0.25%, maturing on February 17, 2022. The notes are issued to help fund the Gemini Roof Replacement project.

Required Supplementary Information

**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 EIGHT YEARS (1)**

Traditional Plan	2021	2020	2019	2018
City's Proportion of the Net Pension Liability	0.023510%	0.027397%	0.027690%	0.027785%
City's Proportionate Share of the Net Pension Liability	\$ 3,481,319	\$ 5,415,203	\$ 7,583,730	\$ 4,358,928
City's Covered Payroll	\$ 3,311,221	\$ 3,855,993	\$ 3,730,336	\$ 3,672,431
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	105.14%	140.44%	203.30%	118.69%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.88%	82.17%	74.70%	84.66%

(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

2017	2016	2015	2014
0.028237%	0.028058%	0.028490%	0.028490%
\$ 6,412,143	\$ 4,859,999	\$ 3,436,213	\$ 3,358,600
\$ 3,650,158	\$ 3,492,108	\$ 3,492,908	\$ 3,413,354
175.67%	139.17%	98.38%	98.40%
77.25%	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 EIGHT YEARS (1)**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
City's Proportion of the Net Pension Liability	0.187637%	0.191119%	0.196102%	0.197303%
City's Proportionate Share of the Net Pension Liability	\$ 12,791,389	\$ 12,874,785	\$ 16,007,105	\$ 12,109,368
City's Covered Payroll	\$ 4,600,429	\$ 4,940,142	\$ 4,803,984	\$ 4,696,479
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	278.05%	260.62%	333.20%	257.84%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.65%	69.89%	63.07%	70.91%

(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

2017	2016	2015	2014
0.196067%	0.206141%	0.207288%	0.207288%
\$ 12,418,658	\$ 13,261,195	\$ 10,738,398	\$ 10,095,590
\$ 4,647,832	\$ 4,565,721	\$ 3,829,805	\$ 3,992,829
267.19%	290.45%	280.39%	252.84%
68.36%	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 NINE YEARS (1)**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually Required Contributions	\$ 534,514	\$ 463,571	\$ 539,839	\$ 522,247
Contributions in Relation to the Contractually Required Contribution	<u>(534,514)</u>	<u>(463,571)</u>	<u>(539,839)</u>	<u>(522,247)</u>
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 3,817,957	\$ 3,311,221	\$ 3,855,993	\$ 3,730,336
Pension Contributions as a Percentage of Covered Payroll	14.00%	14.00%	14.00%	14.00%

(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>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 477,416	\$ 438,019	\$ 419,053	\$ 419,149	\$ 443,736
<u>(477,416)</u>	<u>(438,019)</u>	<u>(419,053)</u>	<u>(419,149)</u>	<u>(443,736)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,672,431	\$ 3,650,158	\$ 3,492,108	\$ 3,492,908	\$ 3,413,354
13.00%	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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually Required Contributions	\$ 996,027	\$ 977,773	\$ 938,627	\$ 912,757
Contributions in Relation to the Contractually Required Contribution	<u>(996,027)</u>	<u>(977,773)</u>	<u>(938,627)</u>	<u>(912,757)</u>
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll	\$ 4,673,173	\$ 4,600,429	\$ 4,940,142	\$ 4,803,984
Contributions as a Percentage of Covered-Employee Payroll	21.31%	21.25%	19.00%	19.00%

See accompanying notes to the required supplementary information

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ 892,331	\$ 883,088	\$ 867,487	\$ 727,663	\$ 628,072	\$ 610,940
<u>(892,331)</u>	<u>(883,088)</u>	<u>(867,487)</u>	<u>(727,663)</u>	<u>(628,072)</u>	<u>(610,940)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,696,479	\$ 4,647,832	\$ 4,565,721	\$ 3,829,805	\$ 3,992,829	\$ 4,791,686
19.00%	19.00%	19.00%	19.00%	15.73%	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 FIVE YEARS (1)**

	2021	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability/Asset	0.022359%	0.026645%	0.026877%	0.027160%	0.027570%
City's Proportionate Share of the Net OPEB Liability/(Asset)	\$ (398,343)	\$ 3,680,367	\$ 3,504,126	\$ 2,949,376	\$ 2,784,664
City's Covered Payroll	\$ 3,381,111	\$ 4,026,760	\$ 3,897,579	\$ 3,847,733	\$ 3,810,666
City's Proportionate Share of the Net OPEB Liability/Asset as a Percentage of its Covered Payroll	-11.78%	91.40%	89.91%	76.65%	73.08%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability/Asset	115.57%	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 FIVE YEARS (1)**

	2021	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.1876370%	0.1911188%	0.1961025%	0.1973029%	0.1960670%
City's Proportionate Share of the Net OPEB Liability	\$ 1,988,045	\$ 1,887,820	\$ 1,785,814	\$ 11,178,904	\$ 9,307,002
City's Covered Payroll	\$ 4,600,429	\$ 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	43.21%	38.21%	37.17%	238.03%	200.24%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	45.42%	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 SEVEN YEARS (1)**

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually Required Contribution	\$ 3,028	\$ 2,737	\$ 6,598	\$ 6,422
Contributions in Relation to the Contractually Required Contribution	<u>(3,028)</u>	<u>(2,737)</u>	<u>(6,598)</u>	<u>(6,422)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 3,893,657	\$ 3,381,111	\$ 4,026,760	\$ 3,897,579
Contributions as a Percentage of Covered Payroll	0.08%	0.08%	0.16%	0.16%

(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

<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 43,563	\$ 79,192	\$ 71,970
<u>(43,563)</u>	<u>(79,192)</u>	<u>(71,970)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 3,847,733	\$ 3,810,666	\$ 3,789,838
1.13%	2.08%	1.90%

**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>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Contractually Required Contribution	\$ 23,366	\$ 23,002	\$ 22,670	\$ 22,114
Contributions in Relation to the Contractually Required Contribution	<u>(23,366)</u>	<u>(23,002)</u>	<u>(22,670)</u>	<u>(22,114)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ -	\$ 4,600,429	\$ 4,940,142	\$ 4,803,984
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%

See accompanying notes to the required supplementary information

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$ 21,552	\$ 21,018	\$ 20,828	\$ 20,419	\$ 141,652	\$ 283,885
<u>(21,552)</u>	<u>(21,018)</u>	<u>(20,828)</u>	<u>(20,419)</u>	<u>(141,652)</u>	<u>(283,885)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 4,696,479	\$ 4,647,832	\$ 4,565,721	\$ 3,829,805	\$ 3,992,829	\$ 4,791,686
0.50%	0.50%	0.50%	0.50%	3.62%	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 2014-2021.

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. For 2021, 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 1.40% simple through 2020 to 0.50% simple through 2021, then 2.15% simple.

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018-2021.

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%. For 2021, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 3.16% to 6.00% (b) the municipal bond rate changed from 2.75% to 2.00% (c) the health care cost trend rate changed from 10.50% initial and 3.50% ultimate in 2030 to 8.50% initial and 3.50% ultimate in 2035.

**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 2014-2021.

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 2019-2021, 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 and 2020-2021. For 2019, 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. For 2021, the single discount rate changed from 3.56 to 2.96.

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. This fund did not have any activity and was not budgeted for during 2021.

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. This fund did not have any activity and was not budgeted for during 2021.

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 2021, 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. This fund did not have any activity and was not budgeted for during 2021.

American Rescue Plan Fund- This fund accounts for grant proceeds provided to the local governments to assist in the recovery from the COVID-19 pandemic. The American Rescue Plan Act (ARPA) funding may only be used for specified purposes outlined by the U.S. Treasury.

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.

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.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2021**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 4,353,720	\$ 6,759	\$ 1,335,120	\$ 5,695,599
Materials and Supplies Inventory	33,642	-	-	33,642
Accounts Receivable	342,391	-	-	342,391
Intergovernmental Receivable	496,651	-	37,948	534,599
Prepaid Items	12,255	-	-	12,255
Property Taxes Receivable	540,277	-	411,513	951,790
Special Assessments Receivable	321,765	-	-	321,765
Assets Held for Resale	-	-	306,757	306,757
Total Assets	\$ 6,100,701	\$ 6,759	\$ 2,091,338	\$ 8,198,798
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 129,050	\$ -	\$ 37,892	\$ 166,942
Accrued Wages and Benefits	32,271	-	-	32,271
Contracts Payable	414,239	-	-	414,239
Intergovernmental Payable	85,383	-	-	85,383
Retainage Payable	64,646	-	-	64,646
Unearned Revenue	875,150	-	-	875,150
Notes Payable	-	100,000	-	100,000
Total Liabilities	1,600,739	100,000	37,892	1,738,631
Deferred Inflows of Resources:				
Property Taxes	525,192	-	400,157	925,349
Unavailable Revenue - Delinquent Property Taxes	15,085	-	11,356	26,441
Unavailable Revenue - Other	925,778	-	37,948	963,726
Total Deferred Inflows of Resources	1,466,055	-	449,461	1,915,516
Fund Balances:				
Reserved for:				
Nonspendable	45,897	-	-	45,897
Restricted	1,599,669	-	1,534,149	3,133,818
Committed	1,488,661	-	69,836	1,558,497
Unassigned (Deficit)	(100,320)	(93,241)	-	(193,561)
Total Fund Balances	3,033,907	(93,241)	1,603,985	4,544,651
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 6,100,701	\$ 6,759	\$ 2,091,338	\$ 8,198,798

**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, 2021**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Property Taxes	\$ 509,376	\$ -	\$ 334,325	\$ 843,701
Franchise Taxes	217,990	-	-	217,990
Intergovernmental	1,127,823	-	156,061	1,283,884
Interest	1,612	-	-	1,612
Fees, Licenses, and Permits	10,807	-	-	10,807
Rentals	11,113	-	-	11,113
Charges for Services	967,430	-	5,581	973,011
Special Assessments	303,255	-	-	303,255
All Other Revenues	631,444	-	12,500	643,944
Total Revenues	3,780,850	-	508,467	4,289,317
EXPENDITURES				
Current:				
Security of Persons and Property	1,930,250	-	3,150	1,933,400
Leisure Time Activities	751	-	-	751
Basic Utility Services	1,300,332	-	-	1,300,332
Transportation	917,660	-	-	917,660
General Government	20,837	-	-	20,837
Capital Outlay	-	-	257,858	257,858
Debt Service:				
Principal Retirement	-	950,000	39,275	989,275
Interest and Fiscal Charges	-	23,559	24,380	47,939
Bond Issuance Costs	-	9,368	-	9,368
Total Expenditures	4,169,830	982,927	324,663	5,477,420
Excess of Revenues Over (Under) Expenditures	(388,980)	(982,927)	183,804	(1,188,103)
OTHER FINANCING SOURCES				
Sale of Capital Assets	-	-	15,155	15,155
Bond Anticipation Notes Issued	-	850,000	-	850,000
Premium on Debt Issuance	-	4,207	-	4,207
Transfers In	651,500	130,000	-	781,500
Total Other Financing Sources	651,500	984,207	15,155	1,650,862
Net Change in Fund Balances	262,520	1,280	198,959	462,759
Fund Balances - Beginning of Year	2,771,387	(94,521)	1,405,026	4,081,892
Fund Balances - End of Year	\$ 3,033,907	\$ (93,241)	\$ 1,603,985	\$ 4,544,651

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2021**

	Street Construction, Maintenance and Repair	State Highway	Police and Fire Pension
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 963,323	\$ 27,156	\$ 433
Materials and Supplies Inventory	-	33,642	-
Accounts Receivable	-	-	-
Intergovernmental Receivable	427,214	34,639	16,418
Prepaid Items	6,151	-	-
Property Taxes Receivable	-	-	283,798
Special Assessments Receivable	-	-	-
Total Assets	\$ 1,396,688	\$ 95,437	\$ 300,649
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Accrued Wages and Benefits	14,654	-	-
Contracts Payable	162,256	-	-
Intergovernmental Payable	6,516	-	74,639
Retainage Payable	14,664	-	-
Unearned Revenue	-	-	-
Total Liabilities	198,090	-	74,639
Deferred Inflows of Resources:			
Property Taxes	-	-	275,966
Unavailable Revenue - Delinquent Property Taxes	-	-	7,832
Unavailable Revenue - Other	279,300	22,646	16,418
Total Deferred Inflows of Resources	279,300	22,646	300,216
Fund Balances:			
Nonspendable	6,151	33,642	-
Restricted	913,147	39,149	-
Committed	-	-	-
Unassigned (Deficits)	-	-	(74,206)
Total Fund Balances (Deficits)	919,298	72,791	(74,206)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 1,396,688	\$ 95,437	\$ 300,649

Street Lighting	Solid Waste	Fire Operating Levy	Waterline Repair	Fairview Park Sidewalk	Bain Park Restoration	Law Enforcement Trust
\$ 252,503	\$ 65,797	\$ 185,665	\$ 11,867	\$ 4,924	\$ 117,104	\$ 25,002
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	18,380	-	-	-	-
-	-	3,708	-	-	-	-
-	-	256,479	-	-	-	-
290,056	31,709	-	-	-	-	-
<u>\$ 542,559</u>	<u>\$ 97,506</u>	<u>\$ 464,232</u>	<u>\$ 11,867</u>	<u>\$ 4,924</u>	<u>\$ 117,104</u>	<u>\$ 25,002</u>
\$ 23,432	\$ 91,911	\$ 1,824	\$ -	\$ -	\$ -	\$ 9,398
-	-	11,065	-	-	-	-
-	-	-	-	-	-	-
-	-	2,656	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>23,432</u>	<u>91,911</u>	<u>15,545</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,398</u>
-	-	249,226	-	-	-	-
-	-	7,253	-	-	-	-
290,056	31,709	18,380	-	-	-	-
<u>290,056</u>	<u>31,709</u>	<u>274,859</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	3,708	-	-	-	-
229,071	-	170,120	11,867	-	-	15,604
-	-	-	-	4,924	117,104	-
-	(26,114)	-	-	-	-	-
<u>229,071</u>	<u>(26,114)</u>	<u>173,828</u>	<u>11,867</u>	<u>4,924</u>	<u>117,104</u>	<u>15,604</u>
<u>\$ 542,559</u>	<u>\$ 97,506</u>	<u>\$ 464,232</u>	<u>\$ 11,867</u>	<u>\$ 4,924</u>	<u>\$ 117,104</u>	<u>\$ 25,002</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2021
 (CONTINUED)**

	<u>D.U.I. Education</u>	<u>Police on Patrol Arresting Speeders</u>	<u>Cable TV Franchise Fee</u>	<u>Juvenile Diversion</u>
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 5,341	\$ 56,110	\$ 1,196,051	\$ 13,467
Materials and Supplies Inventory	-	-	-	-
Accounts Receivable	-	-	41,139	-
Intergovernmental Receivable	-	-	-	-
Prepaid Items	-	-	-	-
Property Taxes Receivable	-	-	-	-
Special Assessments Receivable	-	-	-	-
Total Assets	<u>\$ 5,341</u>	<u>\$ 56,110</u>	<u>\$ 1,237,190</u>	<u>\$ 13,467</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-
Contracts Payable	-	-	-	-
Intergovernmental Payable	-	-	-	-
Retainage 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	5,341	56,110	-	13,467
Committed	-	-	1,237,190	-
Unassigned (Deficits)	-	-	-	-
Total Fund Balances (Deficits)	<u>5,341</u>	<u>56,110</u>	<u>1,237,190</u>	<u>13,467</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 5,341</u>	<u>\$ 56,110</u>	<u>\$ 1,237,190</u>	<u>\$ 13,467</u>

Required Deposits	Emergency Medical System	Cleveland Waterline Project	American Rescue Plan	Total Nonmajor Special Revenue Funds
\$ 28,709	\$ 103,584	\$ 450,243	\$ 846,441	\$ 4,353,720
-	-	-	-	33,642
-	301,252	-	-	342,391
-	-	-	-	496,651
-	2,396	-	-	12,255
-	-	-	-	540,277
-	-	-	-	321,765
<u>\$ 28,709</u>	<u>\$ 407,232</u>	<u>\$ 450,243</u>	<u>\$ 846,441</u>	<u>\$ 6,100,701</u>

-	\$ -	2,485	-	\$ 129,050
-	6,552	-	-	32,271
-	-	251,983	-	414,239
-	1,572	-	-	85,383
-	-	49,982	-	64,646
28,709	-	-	846,441	875,150
<u>28,709</u>	<u>8,124</u>	<u>304,450</u>	<u>846,441</u>	<u>1,600,739</u>

-	-	-	-	525,192
-	-	-	-	15,085
-	267,269	-	-	925,778
-	<u>267,269</u>	-	-	<u>1,466,055</u>

-	2,396	-	-	45,897
-	-	145,793	-	1,599,669
-	129,443	-	-	1,488,661
-	-	-	-	(100,320)
-	<u>131,839</u>	<u>145,793</u>	-	<u>3,033,907</u>

<u>\$ 28,709</u>	<u>\$ 407,232</u>	<u>\$ 450,243</u>	<u>\$ 846,441</u>	<u>\$ 6,100,701</u>
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**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, 2021**

	Street Construction, Maintenance and Repair	State Highway	Police and Fire Pension
REVENUES			
Property Taxes	\$ -	\$ -	\$ 230,601
Franchise Taxes	-	-	-
Intergovernmental	978,653	79,348	32,835
Interest	1,591	21	-
Fees, Licenses, and Permits	-	-	-
Rentals	-	-	-
Charges for Services	-	-	-
Special Assessments	-	-	-
All Other Revenues	367	-	-
Total Revenues	980,611	79,369	263,436
EXPENDITURES			
Current:			
Security of Persons and Property	-	-	1,001,570
Leisure Time Activities	-	-	-
Basic Utility Services	-	-	-
Transportation	837,394	80,266	-
General Government	-	-	-
Total Expenditures	837,394	80,266	1,001,570
Excess of Revenues Over (Under) Expenditures	143,217	(897)	(738,134)
OTHER FINANCING SOURCES			
Transfer In	-	-	651,500
Total Other Financing Sources	-	-	651,500
Net Change in Fund Balances	143,217	(897)	(86,634)
Fund Balances (Deficits) - Beginning of Year	776,081	73,688	12,428
Fund Balances (Deficits)- End of Year	\$ 919,298	\$ 72,791	\$ (74,206)

<u>Street Lighting</u>	<u>Solid Waste</u>	<u>Fire Operating Levy</u>	<u>Waterline Repair</u>	<u>Fairview Park Sidewalk</u>	<u>Bain Park Restoration</u>	<u>Law Enforcement Trust</u>
\$ -	\$ -	\$ 278,775	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	36,987	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	11,113	-
-	741,600	-	-	-	-	-
303,255	-	-	-	-	-	-
-	-	-	15,085	-	-	-
<u>303,255</u>	<u>741,600</u>	<u>315,762</u>	<u>15,085</u>	<u>-</u>	<u>11,113</u>	<u>-</u>
272,255	-	356,085	-	-	-	31,642
-	-	-	-	-	751	-
-	720,601	-	-	-	-	-
-	-	-	-	-	-	-
-	7,337	-	13,500	-	-	-
<u>272,255</u>	<u>727,938</u>	<u>356,085</u>	<u>13,500</u>	<u>-</u>	<u>751</u>	<u>31,642</u>
<u>31,000</u>	<u>13,662</u>	<u>(40,323)</u>	<u>1,585</u>	<u>-</u>	<u>10,362</u>	<u>(31,642)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>31,000</u>	<u>13,662</u>	<u>(40,323)</u>	<u>1,585</u>	<u>-</u>	<u>10,362</u>	<u>(31,642)</u>
198,071	(39,776)	214,151	10,282	4,924	106,742	47,246
<u>\$ 229,071</u>	<u>\$ (26,114)</u>	<u>\$ 173,828</u>	<u>\$ 11,867</u>	<u>\$ 4,924</u>	<u>\$ 117,104</u>	<u>\$ 15,604</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, 2021
 (CONTINUED)**

	D.U.I. Education	Police on Patrol Arresting Speeders	Cable TV Franchise Fee	Juvenile Diversion
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Franchise Taxes	-	-	217,990	-
Intergovernmental	-	-	-	-
Interest	-	-	-	-
Fees, Licenses, and Permits	2,444	8,363	-	-
Rentals	-	-	-	-
Charges for Services	-	-	-	-
Special Assessments	-	-	-	-
All Other Revenues	-	-	-	-
Total Revenues	2,444	8,363	217,990	-
EXPENDITURES				
Current:				
Security of Persons and Property	6,023	11,241	-	-
Leisure Time Activities	-	-	-	-
Basic Utility Services	-	-	-	-
Transportation	-	-	-	-
General Government	-	-	-	-
Total Expenditures	6,023	11,241	-	-
Excess of Revenues Over (Under) Expenditures	(3,579)	(2,878)	217,990	-
OTHER FINANCING SOURCES				
Transfer In	-	-	-	-
Total Other Financing Sources	-	-	-	-
Net Change in Fund Balances	(3,579)	(2,878)	217,990	-
Fund Balances (Deficits) - Beginning of Year	8,920	58,988	1,019,200	13,467
Fund Balances (Deficits)- End of Year	\$ 5,341	\$ 56,110	\$ 1,237,190	\$ 13,467

<u>Required Deposits</u>	<u>Emergency Medical System</u>	<u>Cleveland Waterline Project</u>	<u>American Rescue Plan</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ 509,376
-	-	-	-	217,990
-	-	-	-	1,127,823
-	-	-	-	1,612
-	-	-	-	10,807
-	-	-	-	11,113
-	225,830	-	-	967,430
-	-	-	-	303,255
-	177	615,815	-	631,444
-	226,007	615,815	-	3,780,850
-	251,434	-	-	1,930,250
-	-	-	-	751
-	-	579,731	-	1,300,332
-	-	-	-	917,660
-	-	-	-	20,837
-	251,434	579,731	-	4,169,830
-	(25,427)	36,084	-	(388,980)
-	-	-	-	651,500
-	-	-	-	651,500
-	(25,427)	36,084	-	262,520
-	157,266	109,709	-	2,771,387
\$ -	\$ 131,839	\$ 145,793	\$ -	\$ 3,033,907

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2021**

	<u>Permanent Improvement</u>	<u>Lorain Road Revitalization</u>	<u>Senior Center Construction</u>	<u>Total Nonmajor Capital Projects Funds</u>
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 976,200	\$ 357,833	\$ 1,087	\$ 1,335,120
Intergovernmental Receivable	37,948	-	-	37,948
Property Taxes Receivable	411,513	-	-	411,513
Assets Held for Resale	-	306,757	-	306,757
Total Assets	<u>\$ 1,425,661</u>	<u>\$ 664,590</u>	<u>\$ 1,087</u>	<u>\$ 2,091,338</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 37,892	\$ -	\$ -	\$ 37,892
Total Liabilities	<u>37,892</u>	<u>-</u>	<u>-</u>	<u>37,892</u>
Deferred Inflows of Resources:				
Property Taxes	400,157	-	-	400,157
Unavailable Revenue - Delinquent Property Taxes	11,356	-	-	11,356
Unavailable Revenue - Other	37,948	-	-	37,948
Total Deferred Inflows of Resources	<u>449,461</u>	<u>-</u>	<u>-</u>	<u>449,461</u>
Fund Balances:				
Restricted	868,472	664,590	1,087	1,534,149
Committed	69,836	-	-	69,836
Total Fund Balances	<u>938,308</u>	<u>664,590</u>	<u>1,087</u>	<u>1,603,985</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,425,661</u>	<u>\$ 664,590</u>	<u>\$ 1,087</u>	<u>\$ 2,091,338</u>

**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, 2021**

	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Total Nonmajor Capital Projects Funds
REVENUES				
Property Taxes	\$ 334,325	\$ -	\$ -	\$ 334,325
Intergovernmental	116,061	40,000	-	156,061
Charges for Services	5,581	-	-	5,581
All Other Revenues	-	12,500	-	12,500
Total Revenues	455,967	52,500	-	508,467
EXPENDITURES				
Current:				
Security of Persons and Property	3,150	-	-	3,150
Capital Outlay	252,765	5,093	-	257,858
Debt Service:				
Principal Retirement	39,275	-	-	39,275
Interest and Fiscal Charges	24,380	-	-	24,380
Total Expenditures	319,570	5,093	-	324,663
Excess of Revenues (Under) Expenditures	136,397	47,407	-	183,804
OTHER FINANCING SOURCES (USES)				
Total Other Financing Sources (Uses)	15,155	-	-	15,155
Net Change in Fund Balances	151,552	47,407	-	198,959
Fund Balances - Beginning of Year	786,756	617,183	1,087	1,405,026
Fund Balances - End of Year	\$ 938,308	\$ 664,590	\$ 1,087	\$ 1,603,985

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, 2021**

	<u>Building Assessment Fees</u>	<u>Employee Section M 125</u>	<u>Survey/Sanitary and Storm Sewer</u>	<u>Total</u>
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 1,914	\$ 4,141	\$ 4,899	\$ 10,954
Total Assets	<u>1,914</u>	<u>4,141</u>	<u>4,899</u>	<u>10,954</u>
LIABILITIES				
Due to External Parties	1,914	4,141	-	6,055
Total Liabilities	<u>1,914</u>	<u>4,141</u>	<u>-</u>	<u>6,055</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, 2021**

	Building Assessment Fees	Employee Section M 125	Survey/Sanitary and Storm Sewer	Total
ADDITIONS				
Licenses, Permits, & Fees Distributions for Other Governments	\$ 2,045	\$ -	\$ -	\$ 2,045
Miscellaneous	-	4,860	-	4,860
Total Additions	<u>2,045</u>	<u>4,860</u>	<u>-</u>	<u>6,905</u>
DEDUCTIONS				
Fines and Forefietures Distributions to Other Governments	2,045	-	-	2,045
Distributions to Individuals	-	4,860	-	4,860
Total Deductions	<u>2,045</u>	<u>4,860</u>	<u>-</u>	<u>6,905</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***

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**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, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 3,087,658	\$ 3,201,149	\$ 3,201,149	\$ -
Municipal Income Taxes	6,607,474	6,850,340	6,850,340	-
Intergovernmental	1,001,070	1,037,866	1,037,866	-
Interest	12,603	13,066	13,066	-
Fines, Licenses and Permits	307,090	318,378	318,378	-
Rentals	14,182	14,703	14,703	-
Charges for Services	8,335	8,641	8,641	-
Contributions and Donations	-	-	-	-
All Other Revenues	153,548	159,192	159,192	-
Total Revenues	<u>11,191,960</u>	<u>11,603,335</u>	<u>11,603,335</u>	<u>-</u>
Expenditures:				
Current:				
Security of Persons and Property				
Police				
Personal Services	2,924,269	2,928,989	2,897,342	31,647
Other	317,529	348,529	339,286	9,243
Total Police	<u>3,241,798</u>	<u>3,277,518</u>	<u>3,236,628</u>	<u>40,890</u>
Fire				
Personal Services	2,314,339	2,314,339	2,265,790	48,549
Other	52,637	52,637	41,842	10,795
Total Fire	<u>2,366,976</u>	<u>2,366,976</u>	<u>2,307,632</u>	<u>59,344</u>
Corrections				
Other	324,057	324,057	258,847	65,210
Total Corrections	<u>324,057</u>	<u>324,057</u>	<u>258,847</u>	<u>65,210</u>
Total Security of Persons and Property	<u>5,932,831</u>	<u>5,968,551</u>	<u>5,803,107</u>	<u>165,444</u>
Public Health				
Health				
Other	2,220	2,220	2,220	-
Total Public Health	<u>2,220</u>	<u>2,220</u>	<u>2,220</u>	<u>-</u>
Home Day Celebration				
Personal Services	197,787	197,787	181,317	16,470
Other Expenses	37,240	37,240	24,834	12,406
Total Home Day Celebration	<u>235,027</u>	<u>235,027</u>	<u>206,151</u>	<u>28,876</u>
Leisure Time Activities				
Other	19,058	20,558	18,640	1,918
Total Leisure Time Activities	<u>19,058</u>	<u>20,558</u>	<u>18,640</u>	<u>1,918</u>
Total Leisure Time Activities	<u>254,085</u>	<u>255,585</u>	<u>224,791</u>	<u>30,794</u>

(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, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Community Environment				
Planning and Design Commission				
Other	2,898	3,358	3,243	115
Total Planning Commission	2,898	3,358	3,243	115
Building Standards				
Personal Services	416,618	416,618	403,036	13,582
Other	12,628	12,628	9,916	2,712
Total Building Standards	429,246	429,246	412,952	16,294
Total Community Environment	432,144	432,604	416,195	16,409
Basic Utility Services				
Recycling and Solid Waste Disposal				
Other Expenses	388,009	403,009	401,633	1,376
Total Recycling and Solid Waste Disposal	388,009	403,009	401,633	1,376
Total Basic Utility Services	388,009	403,009	401,633	1,376
Transportation				
Motor Vehicle Maintenance				
Personal Services	178,999	182,199	180,462	1,737
Other Expenses	233,551	269,351	268,591	760
Total Street Cleaning	412,550	451,550	449,053	2,497
Traffic Control				
Personal Services	188,263	190,263	189,599	664
Other Expenses	50,113	70,113	60,659	9,454
Total Traffic Control	238,376	260,376	250,258	10,118
Total Transportation	650,926	711,926	699,311	12,615
General Government				
Board of Appeals				
Other	1,412	1,412	1,101	311
Total Board of Appeals	1,412	1,412	1,101	311
Mayor's Office				
Personal Services	188,308	188,308	187,925	383
Other Expenses	11,499	11,499	8,375	3,124
Total Mayor's Office	199,807	199,807	196,300	3,507
Service Director				
Personal Services	514,320	519,320	518,896	424
Other Expenses	32,960	32,960	28,640	4,320
Total Service Director	547,280	552,280	547,536	4,744
Finance Department				
Personal Services	249,709	253,109	253,038	71
Other	30,832	33,532	33,151	381
Total Finance Department	280,541	286,641	286,189	452

(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, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Legal Department				
Personal Services	141,278	141,278	134,390	6,888
Other	5,386	5,386	241	5,145
Total Legal Department	<u>146,664</u>	<u>146,664</u>	<u>134,631</u>	<u>12,033</u>
Engineering				
Other	41,650	41,650	41,650	-
Total Engineering	<u>41,650</u>	<u>41,650</u>	<u>41,650</u>	<u>-</u>
Municipal Lands and Building				
Personal Services	360,636	360,636	352,157	8,479
Other	243,131	337,181	329,161	8,020
Total Municipal Lands and Building	<u>603,767</u>	<u>697,817</u>	<u>681,318</u>	<u>16,499</u>
Civil Service				
Personal Services	1,820	1,920	1,646	274
Other	3,913	3,813	2,663	1,150
Total Civil Service	<u>5,733</u>	<u>5,733</u>	<u>4,309</u>	<u>1,424</u>
County and State Fees				
Personal Services	126,193	126,193	93,122	33,071
Other	385,942	415,942	392,047	23,895
Total County and State Fees	<u>512,135</u>	<u>542,135</u>	<u>485,169</u>	<u>56,966</u>
Legislative				
Personal Services	201,413	201,913	201,113	800
Other	15,230	15,230	6,527	8,703
Total Legislative	<u>216,643</u>	<u>217,143</u>	<u>207,640</u>	<u>9,503</u>
Other Administrative				
Other Expenses	1,325,686	484,385	480,912	3,473
Total Other General Government	<u>1,325,686</u>	<u>484,385</u>	<u>480,912</u>	<u>3,473</u>
Total General Government	<u>3,881,318</u>	<u>3,175,667</u>	<u>3,066,755</u>	<u>108,912</u>
Total Expenditures	<u>11,541,533</u>	<u>10,949,562</u>	<u>10,614,012</u>	<u>335,550</u>
Excess of Revenues Over (Under) Expenditures	(349,573)	653,773	989,323	335,550
Other Financing Sources (Uses)				
Advances In	-	49,360	49,360	-
Advances Out	-	(4,462,500)	(4,447,500)	15,000
Transfers In	-	5,302	-	(5,302)
Transfers Out	-	(850,000)	(801,500)	48,500
Total Other Financing Sources (Uses)	<u>-</u>	<u>(5,257,838)</u>	<u>(5,199,640)</u>	<u>58,198</u>
Net Change in Fund Balance	(349,573)	(4,604,065)	(4,210,317)	393,748
Fund Balance - Beginning of Year	5,543,984	5,543,984	5,543,984	-
Prior Year Encumbrances Appropriated	118,358	118,358	118,358	-
Fund Balance - End of Year	<u>\$ 5,312,769</u>	<u>\$ 1,058,277</u>	<u>\$ 1,452,025</u>	<u>\$ 393,748</u>

**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, 2021**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 351,174	\$ 384,283	\$ 384,283	\$ -
Municipal Income Taxes	2,496,936	2,732,346	2,732,346	-
Intergovernmental	85,004	93,018	93,018	-
Rentals	173,887	190,281	190,281	-
Charges for Services	548,566	600,285	600,285	-
Contributions and Donations	6,723	7,357	7,357	-
All Other Revenues	11,729	12,835	12,835	-
Total Revenues	<u>3,674,019</u>	<u>4,020,405</u>	<u>4,020,405</u>	<u>-</u>
Expenditures:				
Current:				
Leisure Time Activities				
Personal Services	1,567,268	1,531,068	1,281,664	249,404
Other	1,111,932	1,125,036	889,018	236,018
Total Leisure Time Activities	<u>2,679,200</u>	<u>2,656,104</u>	<u>2,170,682</u>	<u>485,422</u>
Debt Service:				
Principal	1,500,891	1,518,578	1,200,000	318,578
Interest & Fiscal Charges	459,084	464,494	367,049	97,445
Total Debt Service	<u>1,959,975</u>	<u>1,983,072</u>	<u>1,567,049</u>	<u>416,023</u>
Total Expenditures	<u>4,639,175</u>	<u>4,639,176</u>	<u>3,737,731</u>	<u>901,445</u>
Net Change in Fund Balance	(965,156)	(618,771)	282,674	901,445
Fund Balance - Beginning of Year	1,993,402	1,993,402	1,993,402	-
Prior Year Encumbrances Appropriated	102,477	102,477	102,477	-
Fund Balance - End of Year	<u>\$ 1,130,723</u>	<u>\$ 1,477,108</u>	<u>\$ 2,378,553</u>	<u>\$ 901,445</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Expenditures:			
Current:			
Capital Outlay:			
Other	4,660,303	401,136	4,259,167
Total Expenditures	<u>4,660,303</u>	<u>401,136</u>	<u>4,259,167</u>
Excess of Revenues Over (Under) Expenditures	(4,660,303)	(401,136)	4,259,167
Other Financing Sources (Uses)			
Advances In	4,447,500	4,447,500	-
Transfers Out	(130,000)	(130,000)	-
Total Other Financing Sources (Uses)	<u>4,317,500</u>	<u>4,317,500</u>	<u>-</u>
Net Change in Fund Balance	(342,803)	3,916,364	4,259,167
Fund Balance - Beginning of Year	831,060	831,060	-
Fund Balance - End of Year	<u>\$ 488,257</u>	<u>\$ 4,747,424</u>	<u>\$ 4,259,167</u>

**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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Income Taxes	\$ 1,366,173	\$ 1,366,173	\$ -
Intergovernmental	1,212,136	813,994	(398,142)
All Other Revenues	43,048	43,048	-
Total Revenues	<u>2,621,357</u>	<u>2,223,215</u>	<u>(398,142)</u>
Expenditures:			
Capital Outlay			
Other	3,832,404	1,398,137	2,434,267
Total Capital Outlay	<u>3,832,404</u>	<u>1,398,137</u>	<u>2,434,267</u>
Debt Service:			
Principal	25,029	25,029	-
Total Debt Service	<u>25,029</u>	<u>25,029</u>	<u>-</u>
Total Expenditures	<u>3,857,433</u>	<u>1,423,166</u>	<u>2,434,267</u>
Net Change in Fund Balance	(1,236,076)	800,049	2,036,125
Fund Balance - Beginning of Year	1,158,231	1,158,231	-
Prior Year Encumbrances Appropriated	193,252	193,252	-
Fund Balance - End of Year	<u>\$ 115,407</u>	<u>\$ 2,151,532</u>	<u>\$ 2,036,125</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 2,213,494	\$ 2,213,494	\$ -
Other Services	1,063	1,063	-
Total Revenues	<u>2,214,557</u>	<u>2,214,557</u>	<u>-</u>
Expenses			
Current:			
Personal Services	351,301	344,917	6,384
Contractual Services	2,116,930	1,886,621	230,309
Materials and Supplies	111,348	98,619	12,729
Capital Outlay	423,524	337,958	85,566
Debt Service:			
Principal Retirement	145,639	145,637	2
Interest and Fiscal Charges	52,959	52,959	-
Total Expenses	<u>3,201,701</u>	<u>2,866,711</u>	<u>334,990</u>
Excess of Revenues Over (Under) Expenses	(987,144)	(652,154)	334,990
Other Financing Sources			
OPWC Loans Issued	18,886	1,803	(17,083)
Total Other Financing Sources	<u>18,886</u>	<u>1,803</u>	<u>(17,083)</u>
Net Change in Fund Equity	(968,258)	(650,351)	317,907
Fund Equity - Beginning of Year	3,139,058	3,139,058	-
Prior Year Encumbrances Appropriated	450,888	450,888	-
Fund Equity - End of Year	<u>\$ 2,621,688</u>	<u>\$ 2,939,595</u>	<u>\$ 317,907</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive – Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 970,861	\$ 970,861	\$ -
Interest	1,591	1,591	-
All Other Revenues	367	367	-
Total Revenues	<u>972,819</u>	<u>972,819</u>	<u>-</u>
Expenditures:			
Current:			
Transportation			
Personal Services	637,430	620,423	17,007
Other	597,495	42,210	555,285
Total Expenditures	<u>1,234,925</u>	<u>662,633</u>	<u>572,292</u>
Net Change in Fund Balance	(262,106)	310,186	572,292
Fund Balance - Beginning of Year	653,137	653,137	-
Fund Balance - End of Year	<u>\$ 391,031</u>	<u>\$ 963,323</u>	<u>\$ 572,292</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, 2021**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 78,718	\$ 78,718	\$ -
Interest	21	21	-
Total Revenues	<u>78,739</u>	<u>78,739</u>	<u>-</u>
Expenditures:			
Current:			
Transportation			
Other	80,000	68,641	11,359
Total Expenditures	<u>80,000</u>	<u>68,641</u>	<u>11,359</u>
Net Change in Fund Balance	(1,261)	10,098	11,359
Fund Balance - Beginning of Year	17,058	17,058	-
Fund Balance - End of Year	<u>\$ 15,797</u>	<u>\$ 27,156</u>	<u>\$ 11,359</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Property Taxes	\$ 230,601	\$ 230,601	\$ -
Intergovernmental	32,835	32,835	-
Total Revenues	<u>263,436</u>	<u>263,436</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	1,036,448	1,016,323	20,125
Other	3,800	3,261	539
Total Expenditures	<u>1,040,248</u>	<u>1,019,584</u>	<u>20,664</u>
Excess of Revenues Over (Under) Expenditures	(776,812)	(756,148)	20,664
Other Financing Sources			
Transfers In	700,000	651,500	(48,500)
Total Other Financing Sources	<u>700,000</u>	<u>651,500</u>	<u>(48,500)</u>
Net Change in Fund Balance	(76,812)	(104,648)	(27,836)
Fund Balance - Beginning of Year	105,081	105,081	-
Fund Balance - End of Year	<u>\$ 28,269</u>	<u>\$ 433</u>	<u>\$ (27,836)</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, 2021**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Special Assessments	\$ 303,255	\$ 303,255	\$ -
Total Revenues	<u>303,255</u>	<u>303,255</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	270,600	270,230	370
Total Expenditures	<u>270,600</u>	<u>270,230</u>	<u>370</u>
Net Change in Fund Balance	32,655	33,025	370
Fund Balance - Beginning of Year	219,478	219,478	-
Fund Balance - End of Year	<u>\$ 252,133</u>	<u>\$ 252,503</u>	<u>\$ 370</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 741,600	\$ 741,600	\$ -
Total Revenues	<u>741,600</u>	<u>741,600</u>	<u>-</u>
Expenditures:			
Current:			
General Government			
Other	7,400	7,337	63
Total General Government	<u>7,400</u>	<u>7,337</u>	<u>63</u>
Basic Utility Services			
Other	712,000	710,736	1,264
Total Basic Utility Services	<u>712,000</u>	<u>710,736</u>	<u>1,264</u>
Total Expenditures	<u>719,400</u>	<u>718,073</u>	<u>1,327</u>
Net Change in Fund Balance	22,200	23,527	1,327
Fund Balance - Beginning of Year	42,270	42,270	-
Fund Balance - End of Year	<u>\$ 64,470</u>	<u>\$ 65,797</u>	<u>\$ 1,327</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 278,775	\$ 278,775	\$ -
Intergovernmental	36,759	36,759	-
Total Revenues	<u>315,534</u>	<u>315,534</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	311,375	309,815	1,560
Other	48,618	40,418	8,200
Total Expenditures	<u>359,993</u>	<u>350,233</u>	<u>9,760</u>
Net Change in Fund Balance	(44,459)	(34,699)	9,760
Fund Balance - Beginning of Year	219,246	219,246	-
Prior Year Encumbrances Appropriated	1,118	1,118	-
Fund Balance - End of Year	<u>\$ 175,905</u>	<u>\$ 185,665</u>	<u>\$ 9,760</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, 2021**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 15,085	\$ 15,085	\$ -
Total Revenues	<u>15,085</u>	<u>15,085</u>	<u>-</u>
Expenditures:			
Current:			
General Government			
Other	41,900	28,400	13,500
Total Expenditures	<u>41,900</u>	<u>28,400</u>	<u>13,500</u>
Excess of Revenues Over (Under) Expenditures	<u>(26,815)</u>	<u>(13,315)</u>	<u>13,500</u>
Other Financing Sources			
Advances In	15,000	-	(15,000)
Total Other Financings Sources	<u>15,000</u>	<u>-</u>	<u>(15,000)</u>
Net Change in Fund Balance	(11,815)	(13,315)	(1,500)
Fund Balance - Beginning of Year	1,432	1,432	-
Prior Year Encumbrances Appropriated	13,500	13,500	-
Fund Balance (Deficit) - End of Year	<u>\$ 3,117</u>	<u>\$ 1,617</u>	<u>\$ (1,500)</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Rentals	\$ 11,113	\$ 11,113	\$ -
Total Revenues	<u>11,113</u>	<u>11,113</u>	<u>-</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	7,725	751	6,974
Total Expenditures	<u>7,725</u>	<u>751</u>	<u>6,974</u>
Net Change in Fund Balance	3,388	10,362	6,974
Fund Balance - Beginning of Year	106,742	106,742	-
Fund Balance - End of Year	<u>\$ 110,130</u>	<u>\$ 117,104</u>	<u>\$ 6,974</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, 2021**

	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	39,246	32,848	6,398
Total Expenditures	<u>39,246</u>	<u>32,848</u>	<u>6,398</u>
Net Change in Fund Balance	(39,246)	(32,848)	6,398
Fund Balance - Beginning of Year	36,816	41,623	4,807
Prior Year Encumbrances Appropriated	5,623	5,623	-
Fund Balance - End of Year	<u>\$ 3,193</u>	<u>\$ 14,398</u>	<u>\$ 11,205</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive – (Negative)
	Final	Actual	
Revenues:			
Licenses and Permits	\$ 2,598	\$ 2,598	\$ -
Total Revenues	<u>2,598</u>	<u>2,598</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	7,000	6,323	677
Total Expenditures	<u>7,000</u>	<u>6,323</u>	<u>677</u>
Net Change in Fund Balance	(4,402)	(3,725)	677
Fund Balance - Beginning of Year	8,766	8,766	-
Prior Year Encumbrances Appropriated	500	500	-
Fund Balance - End of Year	<u>\$ 4,864</u>	<u>\$ 5,541</u>	<u>\$ 677</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines	\$ 8,488	\$ 8,488	\$ -
Total Revenues	<u>8,488</u>	<u>8,488</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	9,095	672	8,423
Other	55,274	52,863	2,411
Total Expenditures	<u>64,369</u>	<u>53,535</u>	<u>10,834</u>
Net Change in Fund Balance	(55,881)	(45,047)	10,834
Fund Balance - Beginning of Year	58,388	58,388	-
Prior Year Encumbrances Appropriated	475	475	-
Fund Balance - End of Year	<u>\$ 2,982</u>	<u>\$ 13,816</u>	<u>\$ 10,834</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
Expenditures:			
Current:			
General Government			
Personal Services	\$ 308,115	\$ 302,454	\$ 5,661
Total Expenditures	<u>308,115</u>	<u>302,454</u>	<u>5,661</u>
Excess of Revenues Over (Under) Expenditures	(308,115)	(302,454)	5,661
Other Financing Sources			
Transfers In	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Total Other Financing Sources	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Net Change in Fund Balance	(158,115)	(152,454)	5,661
Fund Balance - Beginning of Year	<u>204,766</u>	<u>204,766</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ 46,651</u>	<u>\$ 52,312</u>	<u>\$ 5,661</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, 2021**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget – Positive (Negative)
Revenues:			
Franchise Taxes	\$ 240,573	\$ 240,573	\$ -
Total Revenues	<u>240,573</u>	<u>240,573</u>	<u>-</u>
Net Change in Fund Balance	240,573	240,573	-
Fund Balance - Beginning of Year	955,478	955,478	-
Fund Balance - End of Year	<u>\$ 1,196,051</u>	<u>\$ 1,196,051</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
 JUVENILE DIVERSION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Fund Balance - Beginning of Year	13,467	13,467	-
Fund Balance - End of Year	<u>\$ 13,467</u>	<u>\$ 13,467</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
 SENIOR LIFE DONATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Contributions and Donations	\$ 10,158	\$ 10,158	\$ -
All Other Revenues	1,864	1,864	-
Total Revenues	<u>12,022</u>	<u>12,022</u>	<u>-</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	5,500	5,455	45
Total Expenditures	<u>5,500</u>	<u>5,455</u>	<u>45</u>
Net Change in Fund Balance	6,522	6,567	45
Fund Balance - Beginning of Year	41,316	41,316	-
Fund Balance - End of Year	<u>\$ 47,838</u>	<u>\$ 47,883</u>	<u>\$ 45</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, 2021**

	Budgeted Amounts <u>Final</u>	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Licenses and Permits	\$ 6,734	\$ 5,825	\$ (909)
Total Revenues	<u>6,734</u>	<u>5,825</u>	<u>(909)</u>
Expenditures:			
Current:			
Community Environment			
Other	58,074	28,456	29,618
Total Expenditures	<u>58,074</u>	<u>28,456</u>	<u>29,618</u>
Net Change in Fund Balance	(51,340)	(22,631)	28,709
Fund Balance - Beginning of Year	51,340	51,340	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 28,709</u>	<u>\$ 28,709</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 214,460	\$ 214,460	\$ -
All Other Revenues	1,633	1,633	-
Total Revenues	<u>216,093</u>	<u>216,093</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	240,396	233,958	6,438
Other	27,700	26,650	1,050
Total Expenditures	<u>268,096</u>	<u>260,608</u>	<u>7,488</u>
Net Change in Fund Balance	(52,003)	(44,515)	7,488
Fund Balance - Beginning of Year	133,732	133,732	-
Prior Year Encumbrances Appropriated	2,700	2,700	-
Fund Balance - End of Year	<u>\$ 84,429</u>	<u>\$ 91,917</u>	<u>\$ 7,488</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
All Other Revenues	617,098	615,815	(1,283)
Total Revenues	<u>617,098</u>	<u>615,815</u>	<u>(1,283)</u>
Expenditures:			
Current:			
Basic Utilities			
Other	726,807	725,524	1,283
Total Expenditures	<u>726,807</u>	<u>725,524</u>	<u>1,283</u>
Excess of Revenues Over (Under) Expenditures	(109,709)	(109,709)	-
Other Financing (Uses)			
Advances Out	(49,360)	(49,360)	-
Total Other Financing (Uses)	<u>(49,360)</u>	<u>(49,360)</u>	<u>-</u>
Net Change in Fund Balance	(159,069)	(159,069)	-
Fund Balance - Beginning of Year	45,097	45,097	-
Prior Year Encumbrances Appropriated	113,972	113,972	-
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
 SPECIAL HOLD ACCOUNT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Fines, Licenses and Permits	\$ 5,570	\$ 5,570	\$ -
Rentals	3,000	3,000	-
Charges for Services	650	650	-
Contributions and Donations	20,753	20,753	-
All Other Revenues	19,817	19,817	-
Revenues	<u>49,790</u>	<u>49,790</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	1,603	999	604
Leisure Time Activities			
Other	2,696	1,680	1,016
Community Development			
Other	5,576	3,475	2,101
General Government			
Other	38,256	26,992	11,264
Total Expenditures	<u>48,131</u>	<u>33,146</u>	<u>14,985</u>
Net Change in Fund Balance	1,659	16,644	14,985
Fund Balance - Beginning of Year	267,664	267,664	-
Prior Year Encumbrances Appropriated	2,221	2,221	-
Fund Balance - End of Year	<u>\$ 271,544</u>	<u>\$ 286,529</u>	<u>\$ 14,985</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 AMERICAN RESCUE PLAN FUND
 FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 846,441	\$ 846,441	\$ -
Total Revenues	<u>846,441</u>	<u>846,441</u>	<u>-</u>
Net Change in Fund Balance	846,441	846,441	-
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u><u>\$ 846,441</u></u>	<u><u>\$ 846,441</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, 2021**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Expenditures:			
Current:			
Debt Service:			
Principal	\$ 1,050,000	\$ 1,050,000	\$ -
Interest & Fiscal Charges	23,559	23,559	-
Bond Issuance Costs	9,368	9,368	-
Total Expenditures	<u>1,082,927</u>	<u>1,082,927</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	(1,082,927)	(1,082,927)	-
Other Financing Sources			
Bond Anticipation Notes Issued	950,000	950,000	-
Premium on Note Issuance	4,207	4,207	-
Transfers In	130,000	130,000	-
Total Other Financing Sources	<u>1,084,207</u>	<u>1,084,207</u>	<u>-</u>
Net Change in Fund Balance	1,280	1,280	-
Fund Balance - Beginning of Year	5,479	5,479	-
Fund Balance - End of Year	<u>\$ 6,759</u>	<u>\$ 6,759</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
 PERMANENT IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 334,325	\$ 334,325	\$ -
Intergovernmental	116,061	116,061	-
Total Revenues	450,386	450,386	-
Expenditures:			
Current:			
Capital Outlay			
Other	875,865	281,678	594,187
Total Expenditures	875,865	281,678	594,187
Excess of Revenues Over (Under) Expenditures	(425,479)	168,708	594,187
Other Financing Sources			
Sale of Capital Assets	15,155	15,155	-
Total Other Financing Sources	15,155	15,155	-
Net Change in Fund Balance	(410,324)	183,863	594,187
Fund Balance - Beginning of Year, Restated	538,655	538,655	-
Prior Year Encumbrances Appropriated	180,696	180,696	-
Fund Balance - End of Year	\$ 309,027	\$ 903,214	\$ 594,187

**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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive – (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 40,000	\$ 40,000	\$ -
All Other Revenues	12,500	12,500	-
Total Revenues	<u>52,500</u>	<u>52,500</u>	<u>-</u>
Expenditures:			
Capital Outlay			
Other	59,588	8,653	50,935
Total Expenditures	<u>59,588</u>	<u>8,653</u>	<u>50,935</u>
Net Change in Fund Balance	(7,088)	43,847	50,935
Fund Balance - Beginning of Year	304,398	304,398	-
Prior Year Encumbrances Appropriated	9,588	9,588	-
Fund Balance - End of Year	<u>\$ 306,898</u>	<u>\$ 357,833</u>	<u>\$ 50,935</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Fund Balance - Beginning of Year	1,087	1,087	-
Fund Balance - End of Year	<u>\$ 1,087</u>	<u>\$ 1,087</u>	<u>\$ -</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, 2021**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 1,381,897	\$ 1,381,897	\$ -
Total Revenues	<u>1,381,897</u>	<u>1,381,897</u>	<u>-</u>
Expenses:			
Current:			
Contractual Services	1,310,680	1,287,790	22,890
Claims	99,495	92,229	7,266
Total Expenses	<u>1,410,175</u>	<u>1,380,019</u>	<u>30,156</u>
Net Change in Fund Equity	(28,278)	1,878	30,156
Fund Equity - Beginning of Year	204,518	204,518	-
Fund Equity - End of Year	<u>\$ 176,240</u>	<u>\$ 206,396</u>	<u>\$ 30,156</u>

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Statistical Section

Statistical Section

This part of the City of Fairview Park, Ohio’s Annual Comprehensive 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 Annual Comprehensive Financial Reports for the relevant year.

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

	2021	2020	2019	2018
Governmental Activities				
Net Investment in Capital Assets	\$23,021,394	\$24,154,558	\$24,225,683	\$23,022,489
Restricted:				
Capital Projects	5,188,907	4,238,077	3,338,127	2,638,496
Debt Service	-	-	-	-
Street Construction, Maintenance and Repair	1,353,970	973,856	571,866	305,080
State Highway	95,437	95,251	111,386	77,719
Street Lighting	519,127	509,771	446,794	392,000
Recreation	-	-	-	2,277,207
Police Programs	90,522	128,621	119,652	116,663
Fire Operating	121,106	171,793	83,817	190,903
Police and Fire Pensions	-	35,747	-	-
Solid Waste	-	-	-	-
Waterline Repairs	476,774	119,991	8,045	53,637
Cable TV	-	-	-	1,185,259
Other Purposes	5,595	-	1,366	94,684
Unrestricted	(6,498,098)	(10,622,147)	(12,385,955)	(23,987,646)
<i>Total Governmental Activities Net Position</i>	<u>\$24,374,734</u>	<u>\$19,805,518</u>	<u>\$16,520,781</u>	<u>\$6,366,491</u>
Business Type - Activities				
Net Investment in Capital Assets	\$13,005,345	\$13,005,345	\$13,210,184	\$11,768,180
Unrestricted	6,232,192	6,284,181	6,427,291	6,701,881
<i>Total Business-Type Activities Net Position</i>	<u>\$19,237,537</u>	<u>\$19,289,526</u>	<u>\$19,637,475</u>	<u>\$18,470,061</u>
Primary Government				
Net Investment in Capital Assets	\$36,026,739	\$37,159,903	\$37,435,867	\$34,790,669
Restricted	7,851,438	6,273,107	4,681,053	7,331,648
Unrestricted	(265,906)	(4,337,966)	(5,958,664)	(17,285,765)
<i>Total Primary Government Net Position</i>	<u>\$43,612,271</u>	<u>\$39,095,044</u>	<u>\$36,158,256</u>	<u>\$24,836,552</u>

(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

2017 (2)	2016	2015 (1)	2014	2013	2012
\$22,531,465	\$22,031,755	\$22,367,626	\$21,750,920	\$22,115,990	\$22,797,010
2,199,938	2,269,234	1,588,795	1,740,765	1,743,868	1,644,615
-	-	-	176	176	176
263,331	351,529	339,189	326,805	334,592	347,530
69,242	78,700	94,344	75,007	60,905	116,483
355,673	265,018	167,062	207,685	227,856	230,719
2,156,296	-	-	-	-	-
113,597	133,991	101,378	54,526	125,684	74,861
192,681	214,416	194,347	154,998	-	-
-	48,107	37,289	98,489	-	-
-	-	409,335	495,834	-	-
32,685	25,807	21,144	47,776	-	-
1,131,777	828,481	691,095	599,080	-	-
82,694	2,689	2,707	2,707	752,825	107,061
(22,799,232)	(7,976,275)	(6,750,355)	(5,378,255)	7,820,356	5,847,938
<u>\$6,330,147</u>	<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>
\$11,852,986	\$11,587,605	\$12,040,360	\$12,262,495	\$11,937,085	\$12,142,014
6,819,334	6,536,098	5,567,833	5,097,438	5,324,288	4,672,529
<u>\$18,672,320</u>	<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>
\$34,384,451	\$33,619,360	\$34,407,986	\$34,013,415	\$34,053,075	\$34,939,024
6,597,914	4,217,972	3,646,685	3,803,848	3,245,906	2,521,445
(15,979,898)	(1,440,177)	(1,182,522)	(280,817)	13,144,644	10,520,467
<u>\$25,002,467</u>	<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>

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

	2021	2020	2019	2018
Program Revenues				
Governmental Activities:				
Charges for Services and Operating Assessments:				
General Government	\$62,423	\$63,176	\$70,793	\$75,893
Security of Persons and Property	685,644	387,273	650,390	569,566
Transportation	1,057,029	309,545	311,509	310,956
Community Environment	163,577	277,930	342,002	212,414
Basic Utility Services	742,489	743,311	738,631	738,416
Leisure Time Activities	913,116	603,296	1,417,359	1,375,531
Public Health Services	-	-	-	-
Subtotal - Charges for Services	<u>3,624,278</u>	<u>2,384,531</u>	<u>3,530,684</u>	<u>3,282,776</u>
Operating Grants and Contributions:				
General Government	31,426	268,464	4,783	8,443
Security of Persons and Property	36,785	893,989	13,089	5,005
Transportation	22,831	966,108	960,623	795,121
Community Environment	9,065	20,006	45,658	353,541
Basic Utility Services	-	360,845	373,367	-
Leisure Time Activities	77,116	152,711	168,287	362,643
Public Health Services	-	59,969	-	-
Subtotal - Operating Grants and Contributions	<u>177,223</u>	<u>2,722,092</u>	<u>1,565,807</u>	<u>1,524,753</u>
Capital Grants and Contributions:				
General Government	5,000	63,456	-	-
Security of Persons and Property	-	-	118,456	133,164
Transportation	210,822	759,261	849,387	146,769
Community Environment	813,994	116,548	-	-
Basic Utility Services	-	-	48,909	-
Leisure Time Activities	69,726	1,753	216,886	-
Subtotal - Capital Grants and Contributions	<u>1,099,542</u>	<u>941,018</u>	<u>1,233,638</u>	<u>279,933</u>
<i>Total Governmental Activities Program Revenues</i>	<u>4,901,043</u>	<u>6,047,641</u>	<u>6,330,129</u>	<u>5,087,462</u>
Business-Type Activities:				
Charges for Services	2,182,671	2,145,194	2,157,751	2,211,646
Capital Grants and Contributions	-	-	1,643,606	152,524
<i>Total Business-Type Activities Program Revenues</i>	<u>2,182,671</u>	<u>2,145,194</u>	<u>3,801,357</u>	<u>2,364,170</u>
<i>Total Primary Government Program Revenues</i>	<u>\$7,083,714</u>	<u>\$8,192,835</u>	<u>\$10,131,486</u>	<u>\$7,451,632</u>

2017	2016	2015	2014	2013	2012
\$82,673	\$130,240	\$132,931	\$5,149	\$268,836	\$307,861
810,241	1,087,814	945,815	685,210	1,402,208	1,571,539
311,199	232,214	15,454	561	56,280	58,115
213,853	15,509	16,653	672	47,918	46,643
736,254	343,113	737,038	1,171,695	155,829	178,946
1,351,732	1,279,145	1,335,012	1,319,874	1,483,370	1,344,253
-	61	30	-	172	236
<u>3,505,952</u>	<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>
2,297	-	-	-	34,989	-
10,972	312,404	122,908	76,452	108,687	74,568
764,177	537,852	747,294	737,346	751,994	743,516
538	-	-	-	-	-
-	-	-	-	-	-
125,968	244,951	74,590	185,083	65,451	50,550
-	-	-	-	-	-
<u>903,952</u>	<u>1,095,207</u>	<u>944,792</u>	<u>998,881</u>	<u>961,121</u>	<u>868,634</u>
-	44,991	42,572	68,083	122,826	56,837
-	-	-	-	-	-
372,500	252,611	397,032	-	-	-
50,000	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>422,500</u>	<u>297,602</u>	<u>439,604</u>	<u>68,083</u>	<u>122,826</u>	<u>56,837</u>
<u>4,832,404</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>
2,592,552	2,260,448	2,145,416	2,189,245	2,198,234	2,258,224
314,731	-	4,189	-	-	-
<u>2,907,283</u>	<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>\$7,739,687</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>

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

	2021	2020	2019	2018
Expenses				
Governmental Activities:				
General Government	\$2,832,919	\$4,167,686	\$3,959,562	\$3,472,851
Security of Persons and Property:	7,428,129	8,533,483	44,215	8,853,807
Transportation	1,857,568	2,672,678	2,643,764	2,568,015
Community Environment	169,129	464,916	609,319	434,806
Basic Utility Services	1,798,811	1,299,067	1,439,018	952,905
Leisure Time Activities	1,996,499	2,729,586	3,989,318	3,836,177
Public Health Services	1,855	61,629	920	1,450
Interest and Fiscal Charges	1,737,213	692,592	749,135	736,725
<i>Total Governmental Activities Expenses</i>	<u>17,822,123</u>	<u>20,621,637</u>	<u>13,435,251</u>	<u>20,856,736</u>
Business-Type Activities				
Sewer	2,234,660	2,611,396	2,657,129	2,569,191
Gilles-Sweet	-	-	-	-
<i>Total Business-Type Activities Expenses</i>	<u>2,234,660</u>	<u>2,611,396</u>	<u>2,657,129</u>	<u>2,569,191</u>
<i>Total Primary Government Program Expenses</i>	<u>20,056,783</u>	<u>23,233,033</u>	<u>16,092,380</u>	<u>23,425,927</u>
Net (Expense)/Revenue				
Governmental Activities	(12,921,080)	(14,573,996)	(7,105,122)	(15,769,274)
Business-Type Activities	(51,989)	(466,202)	1,144,228	(205,021)
<i>Total Primary Government Net Expense</i>	<u>(\$12,973,069)</u>	<u>(\$15,040,198)</u>	<u>(\$5,960,894)</u>	<u>(\$15,974,295)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	\$3,214,977	\$3,219,744	\$3,242,353	\$2,858,395
Permanent Improvements	335,770	336,275	336,063	298,533
Recreation	383,917	386,519	386,291	343,148
Police and Fire Pension	231,597	231,904	231,760	205,870
Fire Operations	277,814	280,336	279,691	278,069
Municipal Income Taxes Levied For:				
General Purposes	6,803,819	6,694,623	6,515,715	6,285,267
Capital Improvements	1,356,869	1,337,137	1,297,890	1,254,182
Recreation	2,713,738	2,674,273	2,596,417	2,507,736
Franchise Taxes	217,990	260,927	273,014	288,482
Grants and Entitlements not Restricted to Specific Programs	1,052,762	1,048,573	1,101,311	960,404
Unrestricted Contribution and Donations	-	-	-	-
Investment Income	14,678	89,214	265,014	163,163
Gain (Loss) on Sale of Capital Assets	3,456	-	30,779	7,028
Other	882,909	1,299,208	703,114	355,341
Transfers	-	-	-	-
<i>Total Governmental Activities</i>	<u>17,490,296</u>	<u>17,858,733</u>	<u>17,259,412</u>	<u>15,805,618</u>
Business-Type Activities				
Gain on Investment in Joint Venture	-	-	-	-
Miscellaneous	-	118,253	23,186	2,762
Transfers	-	-	-	-
<i>Total Business-Type Activities Expenses</i>	<u>-</u>	<u>118,253</u>	<u>23,186</u>	<u>2,762</u>
<i>Total Primary Government General Revenues and Other Changes in Net Position</i>	<u>17,490,296</u>	<u>17,976,986</u>	<u>17,282,598</u>	<u>15,808,380</u>
Change in Net Assets				
Governmental Activities	4,569,216	3,284,737	10,154,290	36,344
Business-Type Activities	(51,989)	(347,949)	1,167,414	(202,259)
<i>Total Primary Government Change in Net Position</i>	<u>\$4,517,227</u>	<u>\$2,936,788</u>	<u>\$11,321,704</u>	<u>(\$165,915)</u>

2017	2016	2015	2014	2013	2012
\$3,422,805	\$3,744,943	\$3,770,801	\$3,614,569	\$2,682,977	\$2,692,957
7,901,743	8,228,263	7,360,859	6,723,713	7,078,086	6,658,780
2,743,853	2,339,841	2,259,606	2,239,324	2,458,167	2,376,608
415,725	320,418	423,279	409,230	382,877	331,394
860,716	833,601	842,067	882,300	1,203,374	1,137,831
3,683,442	3,492,833	3,303,474	3,422,491	3,626,538	3,660,823
1,145	1,393	667	695	1,256	1,501
767,358	789,502	832,401	862,807	890,625	1,263,516
19,796,787	19,750,794	18,793,154	18,155,129	18,323,900	18,123,410
2,058,420	1,892,378	1,901,616	1,809,393	1,840,375	2,109,903
356	-	-	-	-	-
2,058,776	1,892,378	1,901,616	1,809,393	1,840,375	2,109,903
21,855,563	21,643,172	20,694,770	19,964,522	20,164,275	20,233,313
(14,964,383)	(15,269,889)	(14,225,825)	(13,905,004)	(13,825,340)	(13,690,346)
848,507	368,070	247,989	379,852	357,859	148,321
(\$14,115,876)	(\$14,901,819)	(\$13,977,836)	(\$13,525,152)	(\$13,467,481)	(\$13,542,025)
\$2,845,586	\$2,860,341	\$2,622,747	\$2,566,235	\$2,647,422	\$2,569,710
297,204	293,252	273,929	268,047	276,545	268,385
341,604	337,058	314,863	308,132	317,815	308,489
204,959	202,250	188,899	186,019	190,877	187,029
277,015	272,925	264,401	257,474	265,334	249,763
5,719,790	5,544,081	5,239,613	5,078,058	5,122,164	5,198,639
1,143,650	1,113,099	1,034,957	1,002,859	1,009,760	1,024,375
2,287,300	2,226,200	2,069,914	2,005,717	2,019,519	2,045,643
303,296	322,287	324,113	300,312	275,387	273,415
1,009,971	722,560	851,661	863,390	3,459,471	1,242,284
-	150	1,366	300	-	-
77,605	37,289	11,751	10,715	5,627	4,588
8,549	64,515	-	-	-	-
335,981	283,378	115,054	81,436	335,990	419,278
-	-	-	20,546	(84,712)	23,519
14,852,510	14,279,385	13,313,268	12,949,240	15,841,199	13,815,117
-	147,318	-	-	-	-
15,608	122	271	-	4,259	1,542
-	-	-	(20,546)	84,712	(23,519)
15,608	147,440	271	(20,546)	88,971	(21,977)
14,868,118	14,426,825	13,313,539	12,928,694	15,930,170	13,793,140
(111,873)	(990,504)	(912,557)	(955,764)	2,015,859	124,771
864,115	515,510	248,260	359,306	446,830	126,344
\$752,242	(\$474,994)	(\$664,297)	(\$596,458)	\$2,462,689	\$251,115

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

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
General Fund				
Nonspendable	\$243,127	\$267,466	\$250,126	\$268,522
Committed	341,991	474,651	-	-
Assigned	183,677	453,244	908,974	78,659
Unassigned	<u>6,620,678</u>	<u>6,012,920</u>	<u>3,910,320</u>	<u>3,227,698</u>
Total General Fund	<u>7,389,473</u>	<u>7,208,281</u>	<u>5,069,420</u>	<u>3,574,879</u>
All Other Governmental Funds				
Nonspendable	56,184	93,252	102,219	75,224
Restricted	5,950,702	4,956,162	3,391,901	3,914,906
Committed	4,379,749	3,814,971	3,025,312	1,876,339
Unassigned (Deficit)	<u>(193,561)</u>	<u>(134,297)</u>	<u>(135,620)</u>	<u>(109,286)</u>
Total All Other Governmental Funds	<u>10,193,074</u>	<u>8,730,088</u>	<u>6,383,812</u>	<u>5,757,183</u>
Total Governmental Funds	<u><u>\$17,582,547</u></u>	<u><u>\$15,938,369</u></u>	<u><u>\$11,453,232</u></u>	<u><u>\$9,332,062</u></u>

2017	2016	2015	2014	2013	2012
\$124,643	\$113,445	\$109,256	\$105,959	\$92,569	\$87,363
-	-	-	-	-	-
888,967	604,441	996,202	1,628,782	1,930,351	1,338,411
<u>2,106,769</u>	<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>3,120,379</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>
17,354	23,616	21,856	29,810	24,120	81,600
3,450,905	3,309,173	2,590,361	2,685,043	2,532,620	1,895,191
1,914,179	1,692,731	1,612,438	1,980,961	1,892,731	2,181,285
<u>(103,500)</u>	<u>(128,277)</u>	<u>(26,602)</u>	<u>-</u>	<u>-</u>	<u>(218,493)</u>
<u>5,278,938</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>\$8,399,317</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>

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

	2021	2020	2019	2018
Revenues				
Municipal Income Taxes	\$11,066,395	\$10,465,793	\$10,397,732	\$9,725,442
Property Taxes	4,429,133	4,441,434	4,461,749	3,994,709
Franchise Taxes	217,990	260,927	273,014	288,482
Charges for Services	1,643,904	1,421,710	1,486,645	1,497,286
Fees, Licenses and Permits	334,698	458,192	579,545	499,025
Intergovernmental	3,436,198	4,034,449	3,643,592	2,589,683
Special Assessments	303,255	302,745	1,041,938	1,041,918
Contributions and Donations	38,268	66,713	181,293	22,500
Interest	14,678	89,214	265,014	163,163
Rentals	219,097	147,025	262,563	225,274
Other	875,008	1,301,446	720,838	359,508
<i>Total Revenues</i>	<u>22,578,624</u>	<u>22,989,648</u>	<u>23,313,923</u>	<u>20,406,990</u>
Expenditures				
Current:				
General Government	3,366,287	3,299,821	2,940,060	2,640,902
Security of Persons and Property	7,717,032	7,506,171	7,429,663	7,359,464
Transportation	1,547,620	1,210,360	1,329,206	1,314,927
Community Environment	417,155	371,595	487,812	364,318
Basic Utility Services	1,798,811	1,299,067	1,439,018	952,905
Leisure Time Activities	2,420,775	1,963,175	2,932,793	3,244,086
Public Health Services	1,855	61,629	920	1,450
Capital Outlay	1,895,613	1,035,576	3,821,591	2,548,083
Debt Service:				
Principal Retirement	2,214,304	2,075,358	1,226,726	1,117,243
Interest and Fiscal Charges	414,988	633,270	648,708	657,767
Bond Issuance Costs	256,152	9,871	11,525	-
<i>Total Expenditures</i>	<u>22,050,592</u>	<u>19,465,893</u>	<u>22,268,022</u>	<u>20,201,145</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>528,032</u>	<u>3,523,755</u>	<u>1,045,901</u>	<u>205,845</u>
Other Financing Sources (Uses)				
Bond Premium	4,207	11,382	12,213	-
Bond Anticipation Notes	850,000	950,000	1,050,000	-
Refunding Bonds Issued	17,135,000	-	-	-
Payment to Refunded Bond Escrow Account	(16,888,216)	-	-	-
Economic Development Notes Issued	-	-	-	-
Sale of Capital Assets	15,155	-	13,056	8,369
Inception of Capital Lease	-	-	-	718,531
Transfers In	781,500	1,181,000	1,375,000	1,083,600
Transfers Out	(781,500)	(1,181,000)	(1,375,000)	(1,083,600)
<i>Total Other Financing Sources (Uses)</i>	<u>1,116,146</u>	<u>961,382</u>	<u>1,075,269</u>	<u>726,900</u>
<i>Net Change in Fund Balances</i>	<u>\$1,644,178</u>	<u>\$4,485,137</u>	<u>\$2,121,170</u>	<u>\$932,745</u>
Debt Service as a Percentage of Noncapital Expenditures	13.1%	17.3%	10.1%	10.1%

2017	2016	2015	2014	2013	2012
\$9,258,903	\$9,001,268	\$8,510,935	\$8,174,821	\$7,752,690	\$8,034,255
3,955,908	3,962,829	3,667,099	3,668,973	3,628,771	3,699,627
303,296	322,287	324,113	300,312	275,387	273,415
1,525,160	1,465,025	1,639,630	1,719,720	2,629,470	2,232,900
499,770	710,363	477,451	505,856	514,246	500,445
2,244,299	1,891,193	2,204,114	1,985,134	4,499,697	2,292,518
1,039,884	945,312	955,352	988,155	229,521	238,489
70,550	17,047	20,014	18,085	-	-
77,605	37,289	11,751	10,715	5,627	4,588
245,610	213,166	109,974	-	-	-
331,814	283,378	120,389	81,436	335,990	419,278
<u>19,552,799</u>	<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>
2,418,319	2,972,991	3,030,710	2,988,236	2,028,783	1,957,320
7,461,073	7,417,988	7,080,468	6,851,769	6,817,934	6,507,611
1,311,334	1,099,971	1,092,672	1,059,139	1,215,153	1,098,467
325,194	293,534	408,325	381,000	318,989	297,151
884,584	836,054	839,660	906,108	1,105,803	1,136,269
3,011,658	3,033,921	3,382,046	3,084,895	3,133,752	3,216,922
1,145	1,393	655	715	1,225	1,505
1,456,983	805,889	1,473,722	946,854	1,122,449	1,135,437
1,034,794	1,207,562	1,134,971	1,131,604	1,593,238	992,973
697,733	721,521	757,691	795,085	823,842	686,719
-	-	-	-	-	277,464
<u>18,602,817</u>	<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>949,982</u>	<u>458,333</u>	<u>(1,160,098)</u>	<u>(692,198)</u>	<u>1,710,231</u>	<u>387,677</u>
-	-	-	-	-	901,349
-	-	-	-	-	-
-	-	-	-	-	20,590,000
-	-	-	-	-	(21,209,265)
-	-	-	-	550,000	-
78,344	64,515	-	-	-	-
-	-	-	-	133,444	140,090
603,000	683,880	628,100	814,112	900,000	722,797
(603,000)	(683,880)	(628,100)	(793,566)	(970,876)	(662,500)
<u>78,344</u>	<u>64,515</u>	<u>-</u>	<u>20,546</u>	<u>612,568</u>	<u>482,471</u>
<u>\$1,028,326</u>	<u>\$522,848</u>	<u>(\$1,160,098)</u>	<u>(\$671,652)</u>	<u>\$2,322,799</u>	<u>\$870,148</u>
10.3%	11.2%	11.0%	11.3%	14.1%	10.2%

**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
2021	\$362,743,540	\$75,006,840	\$1,250,715,371	\$6,896,640	\$7,837,091
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

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.

Assessed Value	Total Estimated Actual Value	Ratio	Direct Tax Rate
\$444,647,020	\$1,258,552,462	35 %	\$11.80
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

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

	2021	2020	2019	2018
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	\$59.6803	\$51.7515	\$52.3514	\$57.0090
Commercial/Industrial and Public Utility Real	70.2891	61.8702	62.4503	66.2745
General Business and Public Utility Personal	106.0200	98.1200	98.7200	98.7200
Rocky River City School District				
Residential/Agricultural Real	41.9205	41.9428	42.1700	47.2883
Commercial/Industrial and Public Utility Real	65.3214	65.5433	65.9288	68.4795
General Business and Public Utility Personal	91.2700	91.3700	91.5700	90.4700
Berea City School District				
Residential/Agricultural Real	44.4869	44.6639	44.7861	48.6823
Commercial/Industrial and Public Utility Real	54.3227	54.5484	54.7450	56.0458
General Business and Public Utility Personal	81.9000	82.1000	82.2000	82.2000
Cuyahoga County Commissioners				
Residential/Agricultural Real	14.0063	12.8011	12.7973	13.9140
Commercial/Industrial and Public Utility Real	14.3037	13.2303	13.0770	14.0060
General Business and Public Utility Personal	14.8500	14.0500	14.0500	14.0500
Special Taxing Districts (1)				
Residential/Agricultural Real	17.0050	15.9954	15.5849	17.5312
Commercial/Industrial and Public Utility Real	18.9048	17.8620	17.3592	18.4654
General Business and Public Utility Personal	20.4700	19.4700	19.0700	19.0700

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.

2017	2016	2015	2014	2013	2012
\$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
\$56.9658	\$54.4973	\$57.0919	\$57.0551	\$58.2264	\$56.8256
66.0402	63.5433	62.0500	61.1419	62.5649	61.5257
98.6200	96.1700	96.4700	96.4700	97.7000	97.6000
46.3521	46.2970	49.5457	49.5067	49.3321	44.1296
67.0791	67.2385	64.8023	64.6202	64.4748	58.5507
89.5500	89.5500	89.5500	89.5500	89.4500	84.3500
48.6417	44.4553	44.7135	44.7727	44.8302	38.7028
56.8991	52.7196	51.8216	51.5507	51.4777	45.3316
82.2000	78.0000	78.8000	78.8000	78.9000	75.0000
13.8802	13.8698	14.0500	14.0500	13.2200	13.1182
14.0124	14.0500	14.0195	13.9495	12.9968	12.7845
14.0500	14.0500	14.0500	14.0500	13.2200	13.2200
16.8478	11.5328	19.5385	15.8801	14.9634	14.7429
17.9194	11.6375	19.6933	15.9433	15.0066	14.7148
18.5200	11.7800	20.6300	16.9800	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)
2021	\$5,108,556	\$4,961,581	97.12 %	\$95,285	\$5,056,866
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

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 rather than by collection year. However, the county is unable to provide delinquent 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
98.99 %	\$121,289	2.37 %
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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 PRINCIPAL REAL PROPERTY TAXPAYERS
 2020 AND 2012**

<i>2020</i>		
Taxpayer	Real Property Assessed Valuation (2)	Percentage of Real Assessed Valuation
Westgate Mall, LLC	\$20,113,360	4.52 %
Z and Sons Limited Partnership	6,560,510	1.48
Cleveland Electric Illuminating Company	4,300,550	0.97
Target Corporation	3,804,050	0.86
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	10.72 %
Total Assessed Valuation	\$444,647,020	

<i>2012</i>		
Taxpayer	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Westgate Mall, LLC	\$9,695,640	2.58 %
Z and Sons Limited Partnership	5,930,960	1.58
Fairview Shopping Center Corporation	3,580,990	0.95
Cleveland Electric Illuminating Company	3,087,620	0.82
Lawn Village Incorporated	2,404,290	0.64
200 West Apartments	1,765,680	0.47
West Valley Medical	1,764,950	0.47
Target Corporation	1,605,940	0.43
Stallard-Schrier Family Limited Partnership	917,560	0.24
McGowan Real Estate	906,570	0.24
Total	\$31,660,200	8.44 %
Total Assessed Valuation	\$375,741,030	

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

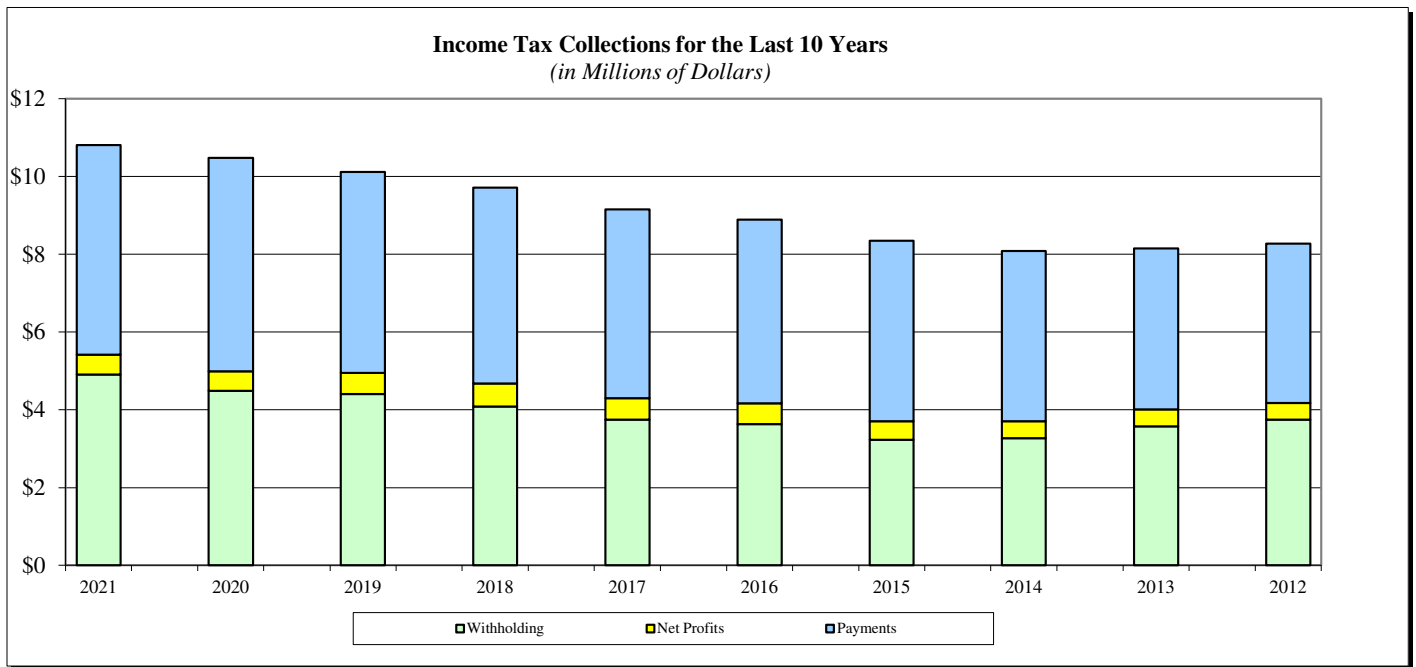
- (1) The amounts presented represent the assessed values upon which 2012 collections were based.
- (2) This was the most recent information available

**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
2021	2.00 %	\$ 10,806,755	\$ 4,905,157	45.39 %	\$ 516,162	4.78 %	\$ 5,385,436	49.83 %
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

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
2021	\$ 16,785,000	\$ -	\$ 475,559	\$ -	\$ -	\$ -	\$ 688,583
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

Note: Population and Personal Income data are presented on page S28.

Business-Type Activities

<u>OPWC Loan</u>	<u>Contractual Debt</u>	<u>Total Debt</u>	<u>Percentage of Personal Income</u>	<u>Per Capita</u>
\$ 1,326,799	\$ 2,092,007	\$ 21,367,948	3.56 %	\$1,236
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	-
81,726	-	26,425,293	4.93	1,571

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

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total Assessed Property Value	<u>\$444,647,020</u>	<u>\$445,611,570</u>	<u>\$444,418,000</u>	<u>\$393,672,260</u>
General Bonded Debt Outstanding:				
General Obligation Bonds	\$15,935,000	\$16,150,000	\$17,125,000	\$18,265,000
Lorain Road Revitalization Loan	-	-	-	-
OPWC Loans	1,802,358	1,848,073	1,843,504	538,134
Intergovernmental Loan	-	-	-	-
Commercial Redevelopment Loans	-	-	-	-
Economic Development Note	-	-	-	-
Contractual Debt	<u>2,092,007</u>	<u>2,215,156</u>	<u>2,335,354</u>	<u>2,452,672</u>
Total Gross Indebtedness	19,829,365	20,213,229	21,303,858	21,255,806
Less:				
2021 Various Purpose Refunding Bonds	(15,935,000)	(16,150,000)	(17,125,000)	(17,995,000)
Lorain Road Revitalization Loan	-	-	-	-
OPWC Loans	(1,802,358)	(1,848,073)	(1,843,504)	(538,134)
Intergovernmental Loan	-	-	-	-
Commercial Redevelopment Loans	-	-	-	-
Economic Development Note	-	-	-	-
Contractual Debt	(2,092,007)	(2,215,156)	(2,335,354)	(2,452,672)
General Obligation Bond Retirement Fund Balance	<u>93,241</u>	<u>94,521</u>	<u>(1,364)</u>	<u>(176)</u>
Total Net Debt Applicable to Debt Limit	93,241	94,521	(1,364)	269,824
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>46,687,937</u>	<u>46,789,215</u>	<u>46,663,890</u>	<u>41,335,587</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$46,594,696</u>	<u>\$46,694,694</u>	<u>\$46,665,254</u>	<u>\$41,065,763</u>
Legal Debt Margin as a Percentage of the Debt Limit	99.80%	99.80%	100.00%	99.35%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$24,455,586</u>	<u>\$24,508,636</u>	<u>\$24,442,990</u>	<u>\$21,651,974</u>
Total Gross Indebtedness	19,829,365	20,213,229	21,303,858	21,255,806
Less:				
2021 Various Purpose Refunding Bonds	(15,935,000)	(16,150,000)	(17,125,000)	(17,995,000)
Economic Development Loan	-	-	-	-
Lorain Road Revitalization Loan	-	-	-	-
Commercial Redevelopment Loans	-	-	-	-
Intergovernmental Loan	-	-	-	-
General Obligation Bond Retirement Fund Balance	<u>93,241</u>	<u>94,521</u>	<u>(1,364)</u>	<u>(176)</u>
Net Debt Within 5 ½ % Limitations	<u>3,987,606</u>	<u>4,157,750</u>	<u>4,177,494</u>	<u>3,260,630</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$20,467,980</u>	<u>\$20,350,886</u>	<u>\$20,265,496</u>	<u>\$18,391,344</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	83.69%	83.04%	82.91%	84.94%

Source: City Financial Records

2017	2016	2015	2014	2013	2012
<u>\$392,740,440</u>	<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>
\$19,305,000	\$20,250,000	\$21,090,000	\$21,820,000	\$22,545,000	\$23,165,000
-	-	-	42,665	82,654	120,134
563,164	588,194	613,222	638,252	663,282	688,312
-	-	52,941	103,326	160,135	216,944
-	14,536	43,605	72,677	101,749	130,821
-	-	183,334	366,667	550,000	750,000
<u>2,654,393</u>	<u>2,768,394</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
22,522,557	23,621,124	21,983,102	23,043,587	24,102,820	25,071,211
(18,770,000)	(19,455,000)	(20,040,000)	(20,540,000)	(21,040,000)	(21,440,000)
-	-	-	(42,665)	(82,654)	(120,134)
(563,164)	(588,194)	(613,222)	(638,252)	(663,282)	(688,312)
-	-	(52,941)	(103,326)	(160,135)	(216,944)
-	(14,536)	(43,605)	(72,677)	(101,749)	(130,821)
-	-	(183,334)	(366,667)	(550,000)	(750,000)
<u>(2,654,393)</u>	<u>(2,768,394)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(176)	(176)	(176)	(176)	(176)	(176)
534,824	794,824	1,049,824	1,279,824	1,504,824	1,724,824
<u>41,237,746</u>	<u>41,139,327</u>	<u>38,305,765</u>	<u>38,568,740</u>	<u>38,066,671</u>	<u>39,452,808</u>
<u>\$40,702,922</u>	<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>
98.70%	98.07%	97.26%	96.68%	96.05%	95.63%
<u>\$21,600,724</u>	<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>
22,522,557	23,621,124	21,983,102	23,043,587	24,102,820	25,071,211
(18,770,000)	(19,455,000)	(20,040,000)	(20,540,000)	(21,040,000)	(21,440,000)
-	-	(183,334)	(366,667)	(550,000)	(750,000)
-	-	-	(42,665)	(82,654)	(120,134)
-	(14,536)	(43,605)	(72,677)	(101,749)	(130,821)
-	-	(52,941)	(103,326)	(160,135)	(216,944)
<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>
<u>3,752,381</u>	<u>4,151,412</u>	<u>1,663,046</u>	<u>1,918,076</u>	<u>2,168,106</u>	<u>2,413,136</u>
<u>\$17,848,343</u>	<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>
82.63%	80.78%	92.28%	90.51%	89.13%	88.32%

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 DECEMBER 31, 2021**

<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	\$16,785,000	100.00%	\$16,785,000
OPWC Loan	475,559	100.00%	475,559
Capital Leases	<u>688,583</u>	100.00%	<u>688,583</u>
<i>Total Direct Debt</i>	<u>17,949,142</u>		<u>17,949,142</u>
Overlapping			
Fairview Park City School District	24,424,825	100.00%	24,424,825
Rocky River City School District	50,112,806	3.61%	1,810,798
Berea City School District	107,751,500	0.03%	27,664
Cuyahoga County	254,150,000	1.52%	3,869,548
Cuyahoga County Community College	<u>195,825,000</u>	1.52%	<u>2,981,524</u>
<i>Total Overlapping Debt</i>	<u>632,264,131</u>		<u>33,114,359</u>
<i>Total Direct and Overlapping Debt</i>	<u><u>\$650,213,273</u></u>		<u><u>\$51,063,501</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
2021	18,291	(a)	\$1,258,552,462	\$16,785,000	1.33 %	\$917.66
2020	16,826	(b)	1,261,875,678	16,638,684	1.32	988.87
2019	16,826	(b)	1,259,235,423	17,663,759	1.40	1,049.79
2018	16,826	(b)	1,114,788,229	18,853,834	1.69	1,120.52
2017	16,826	(b)	1,112,780,591	19,943,909	1.79	1,185.30
2016	16,826	(b)	1,110,627,429	20,938,984	1.89	1,244.44
2015	16,826	(b)	1,033,724,392	21,829,059	2.11	1,297.34
2014	16,826	(b)	1,041,264,344	22,611,391	2.17	1,343.84
2013	16,826	(b)	1,028,317,138	23,388,495	2.27	1,390.02
2012	16,826	(b)	1,066,600,649	24,060,599	2.26	1,429.97

Sources:

(1) U. S. Bureau of Census, Census of Population.

(a) - 2020 Census

(b) - 2010 Census

(2) Cuyahoga County Fiscal Officer

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
PRINCIPAL EMPLOYERS
2021 AND 2012**

2021

Employer	Employees	Percentage of Total City Employment
Target Corporation	416	5.67%
Fairview Park City School District	333	4.54%
Cleveland Metroparks	270	3.68%
O'Neill Management, LLC	183	2.49%
City of Fairview Park	170	2.32%
McGowan & Company Inc.	154	2.10%
Riser Foods	136	1.85%
Western Reserve Care Solutions	126	1.72%
Educational Service Center of NE Ohio	124	1.69%
Cornerstone Innovations, Inc.	93	1.27%
Total	2,005	27.31%
Total Employment within the City	7,341	

2012

Employer	Employees
Fairview Park City School District	407
Cleveland Metroparks	236
Cuyahoga County	184
ASRC Aerospace Corporation	139
Riser Foods	139
McGowan and Company	95
Cuyahoga County Board of Education	82
Cleveland Clinic Foundation	71
West Side Cardiology	61
Reserves Network	46
Total	1,460
Total Employment within the City	6,401

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

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**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>
2021	17,291	a	\$644,055,168	\$37,248	\$63,744	40.5
2020	16,826	b	599,745,944	35,644	57,752	39.7
2019	16,826	b	599,745,944	35,644	57,752	39.7
2018	16,826	b	556,183,430	33,055	54,534	42.6
2017	16,826	b	541,309,246	32,171	54,431	42.6
2016	16,826	b	534,023,588	31,738	54,134	42.6
2015	16,826	b	519,973,878	30,903	53,425	42.4
2014	16,826	b	513,243,478	30,503	52,844	42.1
2013	16,826	b	540,854,944	32,144	53,693	42.1
2012	16,826	b	536,547,488	31,888	54,011	42.3

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

(a) - 2020 Census

(b) - 2010 Census

(2) **Source:** Fairview Park City School District Annual Comprehensive Financial Report

(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	4.9%	\$237,500	\$444,647,020
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

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

Function/Program	2021	2020	2019	2018
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	6	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	4.00

Source: City of Fairview Park Departments

2017	2016	2015	2014	2013	2012
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
864	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
3	2	2	2	2	2
1	1	1	1	1	1
12	12	13	13	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
1,265	1,262	1,262	1,262	1,262	1,262
25	29	29	29	29	29
53.05	52.90	52.90	52.90	52.90	52.90
53.05	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	2021	2020	2019	2018
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	26.00	25.00	27.00	26.00
Police - Auxiliary/Guards	14.50	14.50	14.50	14.00
Police - Dispatchers/Office/Other	2.00	2.00	2.00	2.00
Animal Wardens	0.50	0.50	0.50	0.50
Fire	23.00	25.00	25.00	25.00
Fire Secretary	1.00	1.00	1.00	1.00
Leisure Time Activities				
Recreation	7.00	7.00	8.00	9.00
Senior Life	4.50	3.50	6.00	6.50
Community Environment				
Building	4.00	4.00	4.00	3.50
Economic Development	2.00	2.00	2.00	2.00
Transportation				
Service	<u>24.00</u>	<u>25.00</u>	<u>25.00</u>	<u>23.00</u>
Totals:	<u>121.00</u>	<u>122.00</u>	<u>127.50</u>	<u>125.00</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>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
4.50	4.50	4.50	4.50	4.50	8.00
2.50	3.00	2.50	3.00	3.00	3.50
3.00	3.00	3.50	5.00	3.50	4.00
1.00	1.00	1.00	1.00	1.00	1.00
1.50	1.50	1.50	1.50	1.50	1.00
27.00	27.00	26.00	27.00	26.00	25.00
14.50	15.00	14.00	14.00	14.00	14.00
1.00	2.00	2.00	2.00	1.50	1.50
0.50	0.50	0.00	0.50	0.50	1.00
25.00	25.00	25.00	25.00	25.00	25.00
1.00	1.00	1.00	1.00	1.00	1.00
9.00	9.00	9.00	10.00	10.00	10.00
6.50	6.00	7.00	5.50	6.00	2.00
3.50	3.00	2.00	4.00	4.00	4.00
2.00	2.00	2.00	2.00	2.00	3.00
<u>22.00</u>	<u>23.00</u>	<u>25.00</u>	<u>23.00</u>	<u>24.00</u>	<u>23.00</u>
<u><u>124.50</u></u>	<u><u>126.50</u></u>	<u><u>126.00</u></u>	<u><u>129.00</u></u>	<u><u>127.50</u></u>	<u><u>127.00</u></u>

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

Function/Program	2021	2020	2019	2018
General Government				
<i>Council and Clerk</i>				
Number of Ordinances Passed	81	60	49	61
Number of Resolutions Passed	10	19	23	19
Number of Planning Commission docket items	37	26	26	26
Zoning Board of Appeals docket items	20	20	26	26
<i>Finance Department</i>				
Number of payroll checks issued	630	884	959	923
Number of checks/vouchers issued	1,746	1,781	2,417	2,453
Amount of checks written	\$8,595,148	\$9,887,212	\$14,047,438	\$13,298,310
Interest earnings for fiscal year (cash basis)	\$14,679	\$90,011	\$264,087	\$163,164
Number of Receipts issued	1,571	1,206	1,714	1,740
Number of Budget Adjustments issued	2	1	2	3
Agency Ratings - Moody's Financial Services	Aa2	Aa2	Aa2	Aa2
Health Insurance Costs vs. General Fund Expenditures %	8.83%	14.69%	13.58%	13.01%
General Fund Receipts (cash basis)	\$11,652,694	\$12,354,922	\$11,492,252	\$10,626,761
General Fund Expenditures	\$15,621,313	\$10,001,925	\$10,583,520	\$10,379,171
General Fund Cash Balances	\$1,693,720	\$5,662,339	\$3,309,342	\$2,400,610
<i>Engineer Contacted Services</i>				
Dollar Amount of Construction overseen by engineer	\$1,704,685	\$596,947	\$4,084,698	\$1,263,657
<i>Civil Service</i>				
Number of police entry tests administered	0	1	1	0
Number of fire entry tests administered	1	0	0	0
Number of police promotional tests administered	0	3	0	0
Number of fire promotional tests administered	0	1	0	0
Number of Police Officers hired	3	0	4	0
Number of Fire/Medics hired	1	2	0	1
<i>Building Department Indicators</i>				
New Construction Permits Issued	24	11	20	11
Estimate Value of Construction	\$13,660,152	\$603,400	\$14,763,949	\$42,940,526
Number of electrical/plumbing/remodeling permits issued	1,396	1,331	1,352	1,349
Amount of Revenue generated from permits	\$142,286	\$290,291	\$162,288	\$234,299
Number of contract registrations issued	555	577	575	554
Number of rental inspections performed	34	159	44	48
Annual Apartment/Rooming House License Fees	21,662	38,672	39,892	20,568
Security of Persons & Property				
<i>Police</i>				
Total Calls for Services	9,853	9,382	10,848	11,638
Number of traffic citations issued	1,489	1,220	2,545	3,905
Number of parking citations issued	873	685	919	1,212
Number of criminal arrests	278	238	427	466
Number of accident reports completed	204	169	269	259
Part 1 Offenses (major offenses)	159	177	248	257
Animal Warden service calls responded to per annual report	1,129	577	329	369
Police Dep. Auxiliary hours worked	1,418	1,373	2,678	1,525
DUI arrests	71	42	48	50
Prisoners	278	326	508	590
Prisoner meal cost	660	951	4,132	4,788
Motor Vehicle Accidents	400	261	460	443
Fatalities from Motor Vehicle Accidents	0	0	0	0
Gasoline costs of fleet	74,274	41,338	38,542	43,108
Community Diversion Program Youths (1)	0	0	9	11
Community Diversion Program - community service hours	0.0	0.0	138.5	175
<i>Fire</i>				
EMS Calls	2,154	1,882	1,995	1,957
Ambulance Billing Collections (net)	\$214,460	\$261,561	\$330,743	\$362,761
Fire Calls	112	334	151	164
Fires with Loss	5	4	3	7
Fires with Losses exceeding \$10,000	3	3	3	3
Fire Losses \$	\$98,000	\$222,000	\$155,000	\$216,500
Fire Safety Inspections	647	792	757	703
Number of times Mutual Aid given to Fire and EMS	183	143	170	165
Number of times Mutual Aid received for Fire and EMS	47	39	54	53

2017	2016	2015	2014	2013	2012
59	48	53	61	55	51
13	31	34	24	30	23
32	20	28	48	20	16
15	16	10	13	19	11
1,068	1,135	1,483	1,756	1,592	1,667
2,262	2,305	2,560	2,469	2,465	2,421
\$12,438,000	\$13,316,379	\$11,739,562	\$12,105,865	\$9,339,571	\$8,685,570
\$78,118	\$36,776	\$11,750	\$10,715	\$4,873	\$4,695
1,751	1,710	1,761	1,840	1,875	1,857
2	2	3	3	3	2
Aa2	Aa2	A-	A-	A-	A-
14.01%	13.43%	12.32%	12.70%	15.54%	12.74%
\$10,255,537	\$9,752,874	\$9,247,696	\$9,250,630	\$12,481,613	\$10,363,066
\$9,654,229	\$10,004,317	\$10,318,215	\$10,421,991	\$10,488,377	\$9,982,702
\$2,153,020	\$1,551,712	\$1,801,527	\$2,741,896	\$3,895,005	\$1,854,319
\$1,629,762	\$4,897,167	\$426,414	\$1,189,512	\$410,996	\$1,068,732
0	0	1	0	1	0
1	0	0	1	0	0
0	0	1	0	3	0
0	0	0	3	0	0
1	2	4	2	3	1
1	2	1	1	0	1
15	330	350	339	358	296
\$20,459,741	\$10,454,168	\$13,223,287	\$12,782,725	\$20,467,573	\$6,520,419
1,397	1,439	1,376	1,410	1,462	1,490
\$192,534	\$176,038	\$168,386	\$173,998	\$189,539	\$101,551
554	520	518	568	516	473
83	62	99	98	102	139
19,702	\$14,762	\$16,924	\$20,106	\$20,536	\$20,536
13,152	13,479	12,859	13,652	12,239	11,893
3,106	3,841	3,262	3,152	3,690	4,859
1,359	1,378	1,412	1,963	1,263	1,621
356	295	173	174	191	172
267	249	249	236	224	244
328	123	91	79	42	73
383	385	363	353	381	376
2,801	2,857	2,933	2,433	2,718	3,486
59	68	50	71	45	55
759	739	635	638	684	517
4,890	7,397	4,981	7,995	7,099	4,369
479	464	523	497	392	339
0	0	0	1	0	0
39,442	39,779	36,792	56,740	50,973	55,086
8	0	4	0	0	0
120	0	24	0	0	0
2,023	2,044	1,911	1,668	1,590	1,458
\$409,665	\$372,209	\$384,419	\$361,475	\$359,309	\$325,256
137	176	171	152	126	334
9	5	4	3	6	9
6	2	2	3	4	5
\$433,500	\$265,300	\$131,800	\$79,000	\$263,010	\$242,800
630	599	565	484	509	697
198	206	179	145	144	121
54	126	145	174	52	54

Function/Program	2021	2020	2019	2018
Leisure Time Activities				
<i>Recreation</i>				
Recreation Swimming pool receipts	\$51,341	\$26,936	\$88,054	\$120,884
Recreation Mens & Womens Leagues receipts	3,307	5,010	15,695	12,250
Recreation programs	151,130	50,371	199,988	204,680
Youth Soccer League	23,285	5,030	19,025	20,935
Youth Basketball League	14,270	7,220	17,770	18,508
Facilities rentals	37,281	25,884	86,559	80,172
Recreation center memberships	297,660	202,837	463,121	451,238
Miscellaneous	24,900	28,165	85,139	121,699
Total Recreation Department receipts	<u>\$ 603,174</u>	<u>\$ 351,453</u>	<u>\$ 975,351</u>	<u>\$ 1,030,366</u>
Community Development				
Grant amounts received due to Economic Development Dept.	\$ 421,167	\$ -	\$ 150,000	\$ 150,000
Basic Utility Services				
Refuse disposal per year (in tons) January through December	6,976	7,757	5,927	4,661
Refuse disposal costs per year January through December	\$ 1,108,454	\$ 1,042,339	\$ 1,000,304	\$ 950,187
Percentage of waste recycled	33.50%	23.00%	25.47%	25.47%
Annual recycle tonnage (excluding leaf and compost items)	597	1,646	1,490	1,573
Transportation				
Street Repair (Concrete, asphalt, crack sealing) (hours)	1,200	1,200	1,200	1,460
Mowing (hours)	1,950	1,950	1,950	1,950
Street Sweeper (hours)	320	320	320	320
Cold Patch (hours)	450	450	450	350
Snow & Ice Removal regular hours	1,350	1,350	1,350	1,500
Sewer and Sanitary calls for service	275	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)	40	200	200	50
Burial Services (hours)	0	0	8	8
Equipment repair/body shop (hours)	4,000	4,000	4,000	4,160
Sign department (hours)	1,040	1,200	1,200	1,040
Paint striping (hours)	800	800	800	480
Building maintenance (hours)	5,000	11,000	11,000	9,500
Landscaping (hours)	2,000	2,000	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)	2,080	0	0	1,040
Summerfest	500	0	0	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)	6.64	5.90	5.90	5.90
Average daily flow (Millions of gallons per day)	20.73	16.14	16.14	16.14
Tons of dry sludge removed	2,962.60	1,691.72	1,691.72	1,691.72

Source: City of Fairview Departments

2017	2016	2015	2014	2013	2012
\$116,683	\$119,210	\$131,860	\$104,668	\$120,279	\$102,639
14,625	16,750	16,800	18,340	20,430	23,025
201,461	204,022	217,962	202,302	200,264	175,496
19,775	19,025	19,394	20,085	18,196	17,407
25,010	28,419	17,233	18,550	22,466	20,805
82,536	83,757	97,748	99,814	90,382	99,608
453,953	449,675	459,350	480,599	507,057	500,632
149,544	140,838	146,966	122,223	112,469	98,234
<u>\$ 1,063,587</u>	<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>
\$ 350,000	\$ 450,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
4,853	6,092	5,250	5,192	5,191	6,229
\$ 888,996	\$ 841,568	\$ 823,930	\$ 182,770	\$ 830,581	\$ 564,567
25.57%	26.88%	45.09%	45.87%	30.00%	28.00%
1,667	1,637	1,597	1,742	1,500	1,121
1,450	1,400	1,400	1,160	1,160	1,160
1,950	1,950	1,950	1,950	1,950	1,950
320	320	320	320	320	320
700	600	600	400	400	400
1,600	1,200	1,200	1,600	1,600	1,600
4,000	4,000	4,000	4,000	4,000	4,000
100	10	10	10	10	10
2,000	2,000	2,000	2,000	2,000	2,000
2,500	2,500	2,500	2,500	2,500	2,500
50	50	50	50	50	50
0	16	16	16	16	0
4,160	5,000	5,000	5,000	5,000	5,000
1,040	250	250	250	250	200
480	700	700	700	700	710
9,500	9,011	9,011	9,011	9,011	9,011
2,080	2,280	2,280	2,280	2,280	2,280
2,080	2,240	2,240	2,240	2,240	2,240
1,500	1,500	1,500	1,500	1,500	1,210
2,000	2,000	2,000	2,000	2,000	2,000
0	0	0	0	4,160	4,160
1,040	2,080	2,080	2,080	2,080	1,080
272	272	272	272	272	256
\$39.00	\$39.00	\$39.00	\$39.00	\$39.00	\$39.00
5.90	5.88	5.88	5.88	5.88	5.10
16.14	16.13	16.13	16.13	16.13	13.97
1,691.72	1,686.05	1,686.05	1,686.05	1,686.05	1,659.12

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, 2021**

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
SINGLE AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 2021**

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
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	3-4
Independent Auditor's 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 Audit Findings and Recommendations	9

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

Federal Grantor/ Pass-Through Grantor/ Program Title	Assistance Listing Number	Pass-Through Entity Number	Total Federal Expenditures
<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	PID 112477	\$ 837,384
Highway Planning and Construction	20.205	PID 88032	51,819
Total Highway Planning and Construction Cluster			<u>889,203</u>
Total U.S. Department of Transportation			<u>889,203</u>
<u>U.S. Department of Housing and Urban Development</u>			
<i>Passed through Cuyahoga County</i>			
CDBG-Entitlement Grants Cluster:			
Community Development Block Grants/Entitlement Grants	14.218	N/A	134,041
Total CDBG-Entitlement Grants Cluster			<u>134,041</u>
Total U.S. Department of Housing and Urban Development			<u>134,041</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	N/A	13,162
Total U.S. Department of the Interior			<u>13,162</u>
TOTAL EXPENDITURES OF FEDERAL AWARDS			<u>\$ 1,036,406</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, 2021**

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, 2021. 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
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**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the Members of City Council
City of 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, 2021, 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 24, 2022, wherein we noted the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) 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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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 24, 2022

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

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**INDEPENDENT AUDITOR'S 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**

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

Opinion on 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 identified as subject to audit 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, 2021. 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.

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, 2021.

Basis for Opinion on Each Major Federal Program

We conducted an audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Fairview Park, and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City of Fairview Park's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements to the City of Fairview Park's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of Fairview Park's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of Fairview Park's compliance with the requirements of each major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City of Fairview Park's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the City of Fairview Park's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of Fairview Park's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on 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 Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have 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, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated June 24, 2022, which contained unmodified opinions on those financial statements, wherein we noted the financial impact of COVID-19 and the continuing emergency measures may 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.



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

June 24, 2022

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

1. SUMMARY OF AUDITOR'S RESULTS

2021(i)	Type of Financial Statement Opinion	Unmodified
2021(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
2021(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
2021(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
2021(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
2021(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
2021(v)	Type of Major Programs' Compliance Opinions	Unmodified
2021(vi)	Are there any reportable findings under 2 CFR 200.516(a)?	No
2021(vii)	Major Programs (list): Highway Planning and Construction Cluster: Highway Planning and Construction - ALN #20.205	
2021(viii)	Dollar Threshold: A/B Program	Type A: \$750,000 Type B: All Others
2021(ix)	Low Risk Auditee?	Yes

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 AUDIT FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2021**

The prior issued audit report, as of December 31, 2020, included no citations or management letter recommendations.

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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 8/18/2022

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