



**Mary Taylor, CPA**  
Auditor of State



CITY OF FAIRVIEW PARK  
CUYAHOGA COUNTY

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# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

City of Fairview Park  
Cuyahoga County  
20777 Lorain Road  
Fairview Park, Ohio 44126

To the Members of City Council:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated August 27, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the City's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the City's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the City's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the City's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

We noted certain matters that we reported to the City's management in a separate letter dated August 27, 2009.

#### **Compliance and Other Matters**

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed instances of noncompliance or other matters that we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2008-001 and 2008-002.

We also noted certain noncompliance or other matters not requiring inclusion in this report that we reported to the City's management in a separate letter dated August 27, 2009.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings. We did not audit the City's responses and, accordingly, we express no opinion on them.

We intend this report solely for the information and use of management and City Council. We intend it for no one other than these specified parties.



**Mary Taylor, CPA**  
Auditor of State

August 27, 2009

CITY OF FAIRVIEW PARK  
CUYAHOGA COUNTY

SCHEDULE OF FINDINGS  
DECEMBER 31, 2008

FINDINGS RELATED TO THE FINANCIAL STATEMENTS  
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

FINDING NUMBER 2008-001

**Material Noncompliance – Reduced Amended Certificates**

Ohio Rev. Code Section 5705.36(A)(2) allows all subdivisions to request increased amended certificates of estimated resources and reduced certificates upon determination by the fiscal officer that revenue to be collected will be greater or less than the amount in the official certificate of estimated resources. Ohio Rev. Code Section 5705.36(A)(4) requires obtaining a reduced amended certificate if the amount of the deficiency will reduce available resources below the current level of appropriations.

At December 31, 2008, we noted appropriations exceeded actual available resources in the following funds:

Fund	Unencumbered Balance	Actual Revenues	Appropriations	Variance
Recreation Construction	\$517,972	\$1,816,002	\$4,808,505	(\$2,474,531)
Sanitary and Storm Sewer Capital Improvement	139,622	448,130	976,771	(389,019)

This condition could cause appropriations to exceed estimated resources or result in deficit fund balances if the expenditures equaled the appropriations for the fund.

The City should compare actual available revenues at the end of the fiscal year with the final appropriations measure to ensure compliance with this requirement. If variances as noted are found, the City should report the deficiencies to the County Budget Commission in order to obtain an amended official certificate and reduce the appropriations, if necessary.

*Official's Response:*

The City will monitor its budget more closely in the future.

FINDING NUMBER 2008-002

**Material Noncompliance – Appropriations in Excess of Estimated Resources**

Ohio Rev. Code Section 5705.39 requires that appropriations from each fund shall not exceed the total estimated resources for that fund.

We noted appropriations exceeded estimated resources at December 31, 2008 in the following fund:

Fund	Estimated Resources	Appropriations	Variance
Recreation Construction	\$2,317,972	\$4,808,505	(\$2,490,533)

**CITY OF FAIRVIEW PARK  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
DECEMBER 31, 2008**

**FINDINGS RELATED TO THE FINANCIAL STATEMENTS  
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

**FINDING NUMBER 2008-002 (Continued)**

**Material Noncompliance – Appropriations in Excess of Estimated Resources (Continued)**

Should expenditures equal appropriations, this condition could result in a deficit fund balance.

We recommend the City review and monitor its appropriations to ensure that the estimated resources for each fund are not exceeded, or additional amended certificates are obtained to compensate for this issue.

*Official's Response:*

The City will monitor its budget more closely in the future.

**CITY OF FAIRVIEW PARK  
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
DECEMBER 31, 2008**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i><b>Explain</b></i>
2007-01	Ohio Rev. Code Section 5705.41(B) – Expenditures plus encumbrances in excess of appropriations.	Yes	
2007-02	Ohio Rev. Code Section 5705.41(D) – Failure to make proper certification of funds.	Yes	
2007-03	Lack of adequate bank reconciliations.	Yes	
2007-04	Ohio Rev. Code Section 5705.39 – Appropriations in excess of estimated resources.	No	Finding repeated as 2008-002.
2007-05	Allocation of income tax receipts among various funds.	Yes	
2007-06	The City failed to update their capital asset listing throughout the year on a consistent basis.	Yes	
2007-07	Ohio Rev. Code Section 5705.10 – Deficit fund balances in various funds throughout the year.	Yes	



**City of Fairview Park, Ohio**

*Comprehensive Annual Financial Report*

For The Year Ended December 31, 2008

Prepared by:

Lisa M. Rocco, Finance Director  
and Department of Finance



**City of Fairview Park, Ohio**  
*Comprehensive Annual Financial Report*  
*For the Year Ended December 31, 2008*  
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# City of Fairview Park

– Established in 1910 –

Department of Finance

20777 Lorain Road • Fairview Park, Ohio 44126-2018 • [www.fairviewpark.org](http://www.fairviewpark.org)

440-356-4401 Fax 440-356-9077 City Hall 440-333-2200

**Eileen Ann Patton**

Mayor

**Lisa M. Rocco**

Finance Director

## Opinion Letter Date

Members of City Council and  
Citizens of Fairview Park  
20777 Lorain Road  
Fairview Park, OH 44 126

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

The Comprehensive Annual Financial Report of the City of Fairview Park, Ohio, for the year ended December 31, 2008 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 control that it has established for this purpose. Because the cost of internal control 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 by the Auditor of State. The Auditor of State's office rendered an opinion on the City's financial statements as of December 31, 2008, and the Independent Accountants' 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 eleventh Comprehensive Annual Financial Report issued by the City. The report is prepared in accordance with Generally Accepted Accounting Principles, as set forth by the Governmental Accounting Standards Board and 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 making up the City of Fairview Park and its potential component units in accordance with the Governmental Accounting Standards Board (GASB) Statement No. 14 "The Financial Reporting Entity". The primary government comprises all activities and services, which are not legally separate for the City. The City provides various services including 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 16 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 17 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 basic financial statements.

**THE CITY AND THE FORM OF GOVERNMENT**

The City is located in Cuyahoga County in northeastern Ohio, approximately 10 miles west of the downtown area of the City of Cleveland. It was incorporated as a village in 1910 and became a City in 1951. In 1967, the Village of Parkview was merged into the City.

The City's 2000 population was 17,572. 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%	83.18%
Commercial/Industrial	9.7	15.96
Public Utility	0.1	.86
Governmental (including parks) and Other Tax Exempt	34.3	(a)
Agricultural	0.0	0
Undeveloped	1.4	(b)

(a) Not applicable. Exempt from property taxation.

(b) Included in above categories.

Sources: City Building Department and County Auditor.

The City is served by diversified transportation facilities, including three State and U.S. highways and interstate highway I-480. It 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.

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

One daily newspaper and two weekly newspapers serve the City. The City is within the broadcast area of seven television stations and 30 AM and FM radio stations. Multi-channel cable TV service, including educational, governmental and public access channels, is provided by Cox Cable Communications, Inc. and Wide Open West (WOW).

Within commuting distance are several public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. These include Baldwin Wallace College, 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 five hospitals within a ten-mile radius of the City: Fairview General Hospital, Lakewood Hospital, Metrohealth Medical Center, Southwest General Hospital and St. John West Shore Hospital and 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 varied recreational facilities, including a brand new 93,000 square feet recreation center. The City operates a system of parks with a total of 54.2 acres which offer playgrounds, ball 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 and indoor swimming, tennis and skating facilities. The City also participated (with the cities of Rocky River and Westlake) in the operation of the 14-acre Tri-City Park which offers a baseball diamond, soccer field, basketball court, playground area, parking facility and four tennis courts. A portion of the City lies within the Rocky River Reservation of the Cleveland Metropolitan Park District.

### City Government

The City operates under and is governed by its Charter, first adopted by the voters in 1958 and which has been and may be amended by the voters from time to time. The City is also subject to some general laws applicable to all cities. Under the Ohio Constitution, the City may exercise all powers of local self-government, and police powers to the extent not in conflict with applicable general laws. The Charter provides for a Council-Mayor form of government.

Legislative authority is vested in a seven-member Council, of whom two are elected at-large and five are elected from wards, for two-year terms. The presiding officer is the President of Council, who is one of the Council members elected at-large, but has no vote except if necessary to break a tie. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to the City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades, and other municipal purposes. The Charter establishes certain administrative departments; the Council may establish divisions of those departments, and additional departments.

The City's chief executive and administrative officer is the Mayor, who is elected by the voters specifically to that office for a four-year term.

The Mayor appoints, subject to the approval of Council, the directors of the 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 Council officers and employees.

The Mayor may veto any legislation passed by the Council. A veto may be overridden by a two-thirds vote of all members of the Council.

## **ECONOMIC CONDITION AND OUTLOOK**

Known today for its exceptional master-planned and progressive business development, new infrastructure projects, and outstanding adjacent park system, the City of Fairview Park has become one of the area's most dynamic communities. Committed to ensuring high quality development/standards, the City of Fairview Park has distinguished itself as a place where residents desire to live, work and play. Through its unique innovations and progressive planning, the Economic Development Department has helped to create the quality of life that has made Fairview Park the community it is today.

During the year, thirty-eight occupancy permits were issued and include Peter Alfred Salon, Lakewood Massotherapy, Brilliant Imaging Service and the new colonial style Fifth Third Bank.

The \$32 million reconstruction of the "New Westgate" was completed in 2008 and held its grand opening November 1, 2008. Some of the additional stores that opened in this facility include Dolce Wraps, B-W 3, The Avenue, The Little Gym, Melting Pot, Face Logic, Carter Children Wear and Books-a-Million. Sally's Beauty Supply will be the next grand opening as they will be relocating to our City shortly. At year's end, the occupancy rate for the center was over 91 percent and traffic in and out of the facility was up 32 percent over the previous year.

Another important target area of our City that is increasing our tax base is located at the southern end at West 227<sup>th</sup> Street and Brookpark Road. The five new office buildings previously constructed at the Fairview Office Park will soon be fully occupied. Steel Valley Mobile X-ray Services has leased space while the O.R. Colan building recently leased their remaining 4,000 square feet to Davita Health Systems, a kidney dialysis provider. In addition, Zarembo Management just leased the balance of its 15,000 square feet of space to Strayer Business College. Allied Waste, a refuse company, also moved into these facilities during the year, as did the Cleveland Eye Surgery Center.

In the meantime, serious discussions are taking place with several clients for the sixth and final building. This entire site was, at one time, owned by the State, generating zero tax dollars; it was sold and then rezoned for office use. It is exciting to report that when completed, this entire new office park will encompass more than 106,000 square feet and provide more than \$8 million in new payroll or more than \$160,000 in City income tax.

With respect to the NASA north campus in Fairview Park, plans established in 2006 called for the two buildings to be closed by the end of 2007. Through the City's efforts and those of other regional entities, this action was postponed until at least the end of 2009, thus preserving this significant revenue for the City which amounts to more than \$600,000 in income tax annually. We will continue to work with NASA as they continue to work on a plan for the future.

Last year, we reported on the completion of a comprehensive planning study of the Western Lorain Road business corridor from West 223<sup>rd</sup> Street to the North Olmsted border, which calls for major public and private improvements in the area to upgrade its appearance and make it more of a destination point for consumers. The estimated cost of the public improvements alone is over \$3 million. The study has been approved by Northeast Ohio Areawide Coordinating Agency, which makes it eligible for funding by that agency in the future. We have recently applied for federal stimulus dollars to fund these improvements.

Fairview Park continues to be deeply involved in the First Ring Consortium, an organization comprised of 17 mature cities that surround Cleveland whose objective is to foster community and economic development through the identification of common problems and the implementation of common solutions. Through this membership, we were able to establish a special Storefront Renovation Program that resulted in more than \$100,000 in improvements to Fairview Park businesses.

## **SERVICE**

In order for this department to continue to service our residents, major purchases for this department include: a new sewer vac truck, mower, liquid calcium salt pre-wetting system, aerial traffic vehicle, and a new automated computer-driven traffic sign machine. Phase 2 of the City hall roof replacement program was completed with the installation of a new flat roof over the east and west sides of the building. 2008 also saw the installation of new generator equipment, with the help of Cuyahoga County grant that now provides back up power to both City hall and the senior center.

Our annual street program completed its 19<sup>th</sup> year with nine streets, along with Bain Park and Grannis Park basketball courts being repaired at a cost of \$675,066. This work also included extensive road repair on South Sagamore which was required in the aftermath of the major sewer project completed in 2007. Also, to further enhance the appearance of Lorain Road, our main business corridor, decorative bases were installed on the remaining traffic poles at a cost of \$13,000.

As part of our continuing efforts to reduce flooding, we completed the Ward 2 rehabilitation project at a cost of \$933,280. Concluding this work marks the completion of three specific comprehensive sewer projects as we continue to address basement flooding issues throughout the City. As part of these efforts, we also continued to install permanent restrictors on all storm water catch basins to slow water flow into the sewers, and we purchased new equipment for the West 227<sup>th</sup> Street pumping station.

## **BUILDING**

Building, rebuilding and expansions to private homes and businesses were at an excellent pace this past year with 1837 permits being issued for various items.

Our Summer Maintenance Program is continuing this year to preserve maintenance standards in residential neighborhoods. A home is generally the most valuable investment an individual has and this department helps us ensure our housing stock remains strong for years to come.

## **LONG-TERM FINANCIAL PLANNING**

In order to make sound fiscal decisions now and in the future, the City has set Principles for Budget and Financial Management. These principles provide guidance for budget development, financial and debt management, and reserves. The City utilizes multi-year financial forecast to project revenues, expenditures and fund balances.

The unreserved, undesignated fund balance in the general fund is 21.0 percent of the total general fund revenues. One-time revenues, such as unencumbered and undesignated cash balances that are not supported by continuing revenues are to be used for financing one-time expenditures such as major maintenance projects, capital improvements, debt service and reserves for current year contingencies. In addition, unreserved, undesignated fund balances provide beginning of the year cash flow until current revenues are received.

## **AWARDS AND ACKNOWLEDGEMENTS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Fairview Park for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2007. 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 government had to publish an easily readable and efficiently organized comprehensive annual financial report that satisfied both generally accepted accounting principles (GAAP) and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to GFOA to determine its eligibility for another certificate.

The publication of this CAFR displays the City's ability to provide significantly enhanced financial information and accountability to the citizens of the City of Fairview Park, its elected officials, City management, and investors.

The publication of this CAFR represents an important achievement in the ability of the City of Fairview Park to provide significantly enhanced financial information and accountability to the citizens of the City, its elected officials, City 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 Eileen A. Patton and Members of City Council for their enthusiastic support of this project, and for the guidance and assistance provided by the Local Government Services section of the Mary Taylor, Auditor of State's Office. The State Auditor's office provided valuable assistance in a most professional manner.

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

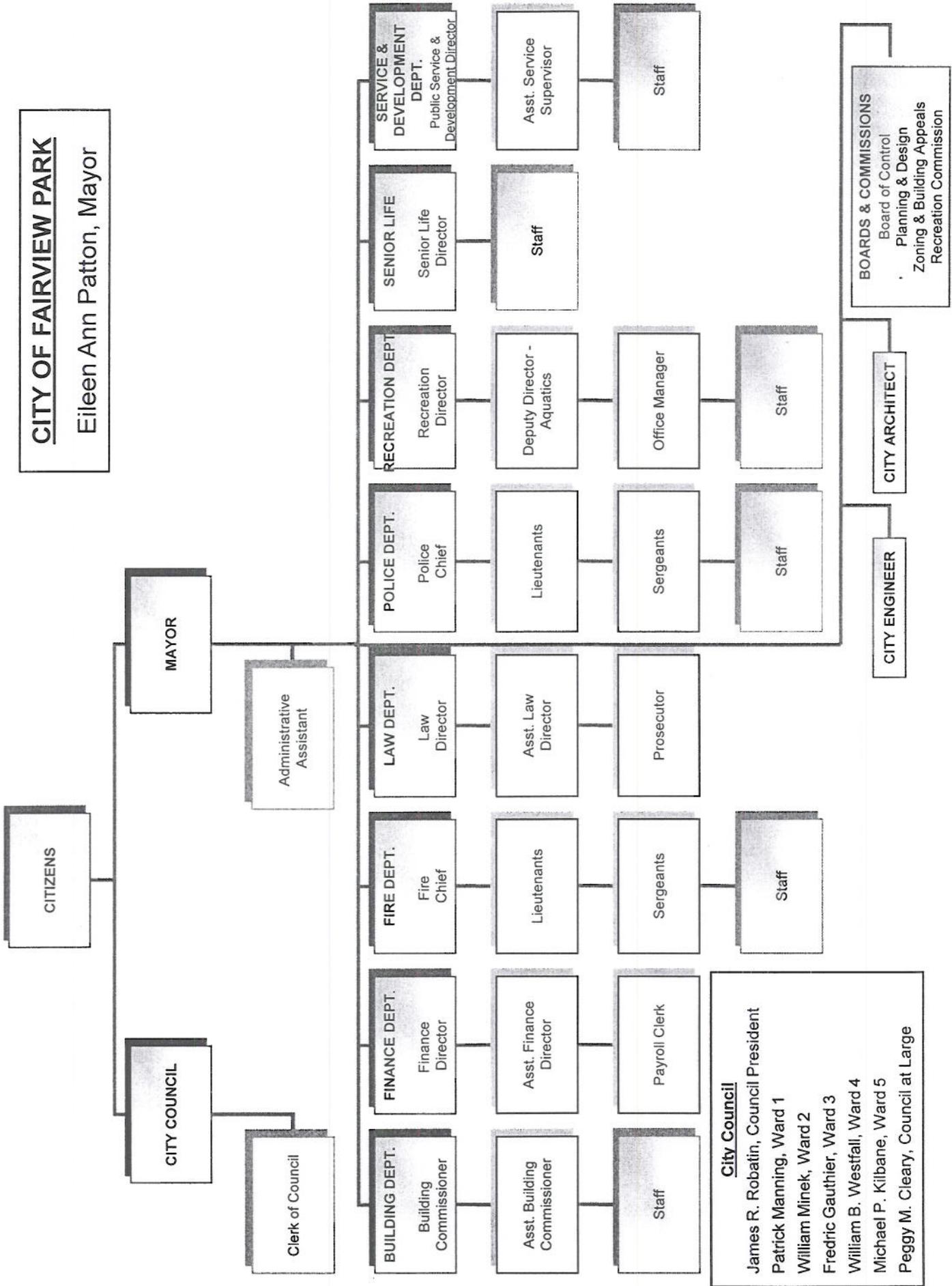
Sincerely,

Lisa M. Rocco, Finance Director

Eileen Ann Patton, Mayor

**CITY OF FAIRVIEW PARK**

Eileen Ann Patton, Mayor



**City Council**  
 James R. Robatin, Council President  
 Patrick Manning, Ward 1  
 William Minek, Ward 2  
 Fredric Gauthier, Ward 3  
 William B. Westfall, Ward 4  
 Michael P. Kilbane, Ward 5  
 Peggy M. Cleary, Council at Large

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CITY OF FAIRVIEW PARK, OHIO

*City Officials*

Elected Officials

*Mayor*

Eileen Ann Patton

*Council Members*

James R. Robatin, President  
Patrick G. Manning  
William F. Minek  
Frederic R. Gauthier

William B. Westfall  
Michael P. Kilbane  
Peggy M. Cleary

Appointed Officials

Director of Law  
Director of Finance  
Police Chief  
Fire Chief  
Director of Public Service  
Recreation Director  
Building Commissioner  
Senior Life Director

Sara Fagnilli  
Lisa M. Rocco  
Patrick Nelson  
David Simon  
James M. Kennedy  
Timothy J. Pinchek  
Selwyn Kulcsar  
Regina Sillasen

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Fairview Park  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2007

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President

Executive Director



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

City of Fairview Park  
Cuyahoga County  
20777 Lorain Road  
Fairview Park, Ohio 44126

To the Members of City Council:

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, 2008, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Cuyahoga County, Ohio, as of December 31, 2008, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General and Recreational Community Center special revenue funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated August 27, 2009, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

A handwritten signature in black ink that reads "Mary Taylor". The signature is written in a cursive, flowing style.

**Mary Taylor, CPA**  
Auditor of State

August 27, 2009

**City of Fairview Park, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2008*  
*Unaudited*

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The discussion and analysis of the City of Fairview Park's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2008. 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 2008 are as follows:

- Total assets decreased by \$6,316,800, a 6.86 percent decrease from 2007.
- Total net assets decreased by \$5,927,125, a 10.32 percent decrease from 2007.
- Total capital assets decreased \$1,334,449, a 1.97 percent decrease from 2007.
- Total outstanding long term liabilities decreased \$345,916, a decrease of 1.27 percent from 2007.
- The governmental fund balances for the City decreased by \$3,183,890, from \$10,363,253 to \$7,179,363.

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

This discussion and analysis is intended to serve as an introduction to the City of Fairview Park's basic financial statements. The City of Fairview Park'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 of Fairview Park's finances, in a manner similar to private-sector businesses. The *statement of net assets* 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 looks at the City's most significant funds with all other funds presented in total in one column.

The *statement of net assets* presents information on all of the City of Fairview Park's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Fairview Park is improving or deteriorating.

The *statement of activities* presents information showing how the City's net assets changed during the recent fiscal year. All changes in net assets 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).

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Both of the government-wide financial statements distinguish functions of the City of Fairview Park 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 of Fairview Park include general government, security of persons and property, public health services, transportation, community environment, basic utility services and leisure time activities. The business-type activities include sewer and Gilles-Sweet sewer funds.

The government-wide financial statements can be found starting on page 14 of this report.

**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 of Fairview Park 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*, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near term financing requirements.

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, recreation community center fund and recreation construction fund, all of which are considered to be major funds. Data from the other 24 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 elsewhere in this report.

The City of Fairview Park 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.

**Proprietary Funds** The City of Fairview Park 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 self-insurance of 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.

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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 as it is considered a major fund, while the Gilles-Sweet sewer enterprise fund is a nonmajor 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, 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 we do financially during 2008?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting 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 assets and the changes in those assets. The change in net assets is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of City capital assets will also need to be evaluated.

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

- Assets
- Liabilities
- Net Assets (Assets minus Liabilities)
- Program Expenses and Revenues
- General Revenues
- Net Assets Beginning and End of Year

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**The City of Fairview Park as a Whole**

Recall that the Statement of Net Assets looks at the City as a whole. The following provides a summary of the City's net assets for 2008 compared to 2007.

**NET ASSETS**

TABLE 1

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Current and Other Assets	\$15,030,950	\$19,560,701	\$4,270,300	\$4,722,900	\$19,301,250	\$24,283,601
Capital Assets, Net	53,953,757	55,594,393	12,476,350	12,170,163	66,430,107	67,764,556
<i>Total Assets</i>	<u>68,984,707</u>	<u>75,155,094</u>	<u>16,746,650</u>	<u>16,893,063</u>	<u>85,731,357</u>	<u>92,048,157</u>
Current and Other Liabilities	5,652,901	5,768,599	163,419	257,896	5,816,320	6,026,495
Long-Term Liabilities:						
Due within One Year	2,032,245	1,387,209	84,279	57,732	2,116,524	1,444,941
Due in More than One Year	25,887,503	26,888,310	393,899	244,175	26,281,402	27,132,485
<i>Total Liabilities</i>	<u>33,572,649</u>	<u>34,044,118</u>	<u>641,597</u>	<u>559,803</u>	<u>34,214,246</u>	<u>34,603,921</u>
Invested in Capital Assets, Net of Related Debt	28,353,807	29,713,297	12,044,939	12,412,227	40,398,746	42,125,524
Restricted for:						
Capital Projects	2,141,453	5,290,585	205,149	0	2,346,602	5,290,585
Unclaimed Monies	250,000	0	0	0	250,000	0
Street Construction, Maintenance and Repair	478,966	0	0	0	478,966	0
State Highway	163,117	0	0	0	163,117	0
Street Lighting	382,171	0	0	0	382,171	0
Police Programs	324,093	0	0	0	324,093	0
Recreation and Community Center Programs	1,875,408	0	0	0	1,875,408	0
Other Purposes	32,104	3,970,546	0	0	32,104	3,970,546
Unrestricted	1,410,939	2,136,548	3,854,965	3,921,033	5,265,904	6,057,581
<i>Total Net Assets</i>	<u>\$35,412,058</u>	<u>\$41,110,976</u>	<u>\$16,105,053</u>	<u>\$16,333,260</u>	<u>\$51,517,111</u>	<u>\$57,444,236</u>

Total assets decreased by \$6,316,800 from \$92,048,157 to \$85,731,357 at the end of 2008 year. The main reason for the decrease was expenses exceeded revenues by \$5,927,125 which reduced cash by \$4,896,785.

Total liabilities decreased from \$34,603,921 to \$34,214,246 or by \$389,675. The reason for the reduction was the repayment of general obligation bonds.

Total net assets decreased from \$57,444,236 to \$51,517,111 or by \$5,927,125 in 2008. In 2008, governmental expenses increased \$5,723,121 due to wages, benefits, supplies and contractual services for the new Geimini Recreation Center and increased pension costs and overtime for the police department.

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At the end of the current year, the City of Fairview Park is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

In order to further understand what makes up the changes in net assets for the current year, the following table gives readers further details regarding the results of activities for the current year.

**CHANGES IN NET ASSETS**

TABLE 2

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
<b>Revenues</b>						
Program Revenues:						
Charges for Services	\$1,715,201	\$1,614,168	\$1,735,435	\$1,702,798	\$3,450,636	\$3,316,966
Operating Grants and Contributions	1,005,830	837,173	0	0	1,005,830	837,173
Capital Grants and Contributions	516,189	0	0	0	516,189	0
<b>Total Program Revenues</b>	<b>3,237,220</b>	<b>2,451,341</b>	<b>1,735,435</b>	<b>1,702,798</b>	<b>4,972,655</b>	<b>4,154,139</b>
General Revenues:						
Property Taxes	3,613,333	5,492,919	0	0	3,613,333	5,492,919
Income Taxes	7,467,534	8,575,681	0	0	7,467,534	8,575,681
Franchise Taxes	162,682	0	0	0	0	0
Grants and Entitlements	2,115,947	1,117,705	0	0	2,115,947	1,117,705
Investment Income	242,022	887,307	0	0	242,022	887,307
Other	174,594	57,968	15,729	3,120	190,323	61,088
<b>Total General Revenues</b>	<b>13,776,112</b>	<b>16,131,580</b>	<b>15,729</b>	<b>3,120</b>	<b>13,629,159</b>	<b>16,134,700</b>
<b>Total Revenues</b>	<b>\$17,013,332.00</b>	<b>\$18,582,921.00</b>	<b>\$1,751,164.00</b>	<b>\$1,705,918.00</b>	<b>\$18,601,814</b>	<b>\$20,288,839</b>

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**CHANGES IN NET ASSETS**

TABLE 2 (Continued)

	Governmental Activities		Business - Type Activities		Total	
	2008	2007	2008	2007	2008	2007
<b>Program Expenses</b>						
General Government	\$2,953,774	\$2,537,880	\$0	\$0	\$2,953,774	\$2,537,880
Security of Persons and Property	7,562,285	6,291,888	0	0	7,562,285	6,291,888
Transportation	2,780,185	3,454,757	0	0	2,780,185	3,454,757
Community Environment	432,720	139,717	0	0	432,720	139,717
Basic Utility Services	1,383,619	1,247,756	0	0	1,383,619	1,247,756
Leisure Time Activities	6,515,743	2,024,268	0	0	6,515,743	2,024,268
Public Health Services	2,785	4,395	0	0	2,785	4,395
Interest and Fiscal Charges	1,156,874	1,364,203	0	0	1,156,874	1,364,203
Sewer	0	0	1,903,636	1,508,864	1,903,636	1,508,864
<i>Total Program Expenses</i>	<u>22,787,985</u>	<u>17,064,864</u>	<u>1,903,636</u>	<u>1,508,864</u>	<u>24,691,621</u>	<u>18,573,728</u>
<i>Increase (Decrease) in Net Assets Before Transfers</i>	(5,774,653)	1,518,052	(152,472)	197,054	(5,927,125)	1,715,106
Transfers	75,735	(314,866)	(75,735)	314,866	0	0
<i>Change in Net Assets</i>	<u>(5,698,918)</u>	<u>1,203,186</u>	<u>(228,207)</u>	<u>511,920</u>	<u>(5,927,125)</u>	<u>1,715,106</u>
<i>Net Assets Beginning of Year</i>	<u>41,110,976</u>	<u>39,907,790</u>	<u>16,333,260</u>	<u>15,821,340</u>	<u>57,444,236</u>	<u>55,729,130</u>
<i>Net Assets End of Year</i>	<u>\$35,412,058</u>	<u>\$41,110,976</u>	<u>\$16,105,053</u>	<u>\$16,333,260</u>	<u>\$51,517,111</u>	<u>\$57,444,236</u>

***Governmental Activities***

Governmental activities decreased the City's net assets by \$5,698,918 during 2008. Total revenues decreased by \$1,569,589, and program expenses increased, by \$5,723,121.

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 2008, 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. City Council could by ordinance, choose to vary that income tax credit and create additional revenues for the City.

The income tax revenue for 2008 was \$7,467,534, a decrease of \$1,108,147 or 12.92 percent from 2007. The decrease was mainly due to the steep decline in the withholding taxes and net profit taxes recorded during the year. In addition, the City lost its third largest income taxpayer, Quadax, Inc resulting in a decline in the amount of taxes paid to the City in 2008.

General revenues from property taxes and local government funds are also significant revenue generators. Property tax revenue generated in 2008 decreased by \$1,879,586 or 34.22 percent. This reduction matched results impacting most Cuyahoga County municipalities as the downturn in the economy and foreclosures expanded during 2008.

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Operating grants and contributions increased \$168,657 during 2008, which primarily resulted from the grants awarded in the prior year.

Investment earnings decreased by \$645,285 during 2008, mainly due to the decrease of the City's investments that were not available in 2008, as a result of their use to fund Gemini Recreation Center Project completion.

General revenues from grants and entitlements, such as local government funds, are also revenue generators. With the combination of property tax, income tax and intergovernmental funding, all expenses in the governmental activities are funded. The City monitors its source of revenues very closely for fluctuations.

The tables above reflect how the City funds its programs, either through program or general revenues. As can be seen above, all programs have a heavy reliance on general revenues, with over 81.97 percent of total 2008 revenues coming from general revenues.

The largest program function for the City for 2008 is security of persons and property, with program expenses of \$7,562,285 as compared to \$6,291,888 in 2007, an increase of 20.19 percent. Security of persons and property expenditures accounted for 33.19 percent of total program expenses. The program pays for basic police, fire and emergency medical services, pensions, and equipment. Pension contributions increased in 2008 due to wage increases and traditional levels of overtime required to address manpower shortages. Additional subsidies were required from the general fund to support total 2008 expenses with respect to pension contributions for safety personnel.

The second largest program is leisure time activities expense which increased significantly during 2008, by \$4,491,475, primarily due to increased labor costs and additional operating costs relating to the Gemini Recreation Center project.

Next is general government which accounts for the basic operations of the City including council, mayor, finance, law, civil service, engineering, building maintenance, among other services. The increase in general government expenses from 2007 to 2008 was \$415,894, or 16.39 percent, which mostly is due to hiring personnel for operation and maintenance of Gemini Recreation Center and also increased administrative costs.

Basic utility services increased from 2007 to 2008 (\$135,863, or 10.89 percent) due to increase in fuel and natural gas costs.

### ***Business-Type Activities***

The Business-Type activities of the City, which include the City's sewer operations and Gilles – Sweet, decreased the City's net assets by \$228,207 during 2008.

Program expenses exceeded program revenues in the amount of \$56,432 for the sewer operations for 2008. This is due to increased contributions required to the City's share of operating expenses of the Rocky River Wastewater Treatment Plant, improved maintenance program for sewers through the public service department, as well as additional sewer depreciation for recently-replaced sewer lines. Investment loss of \$96,040 was recognized during 2008.

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## **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. In particular, unreserved fund balances 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 16. These funds are accounted for by using the modified accrual basis of accounting.

Fund balances are the differences between assets and liabilities reported in a governmental fund. The reserved fund balance is that portion of a governmental fund's fund balance that is not available for appropriation. Unreserved fund balances are amounts available for appropriation. Designated unreserved fund balance reflects a government's self-imposed limitations on the use or otherwise available expendable financial resources in governmental funds.

As of the end of the current fiscal year, the City of Fairview Park's governmental funds reported combined ending fund balances of \$7,179,363, which was a decrease of \$3,183,890 from 2007. Of the total governmental fund balances and \$2,199,327 constitutes undesignated General fund balance. Other undesignated fund balances include amounts that are in special revenue funds \$2,758,074, and capital projects funds \$1,811,124.

All governmental funds had total revenues of \$17,950,075 and expenditures of \$21,529,700, with expenditures exceeding revenues by \$3,579,625. Although both revenues and expenditures decreased in total from 2007 levels, increases in safety overtime, pensions and wages and Gemini Recreation Center expenditures exceeded the revenues.

### **The City's Funds**

#### ***General Fund***

The general fund is the main operating fund of the City. At the end of the current year, total fund balance for the general fund was \$2,458,803 of which \$9,476 was reserved for encumbrances, \$250,000 was reserved for unclaimed monies, and \$2,199,327 was undesignated for financial reporting purposes. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to annual fund expenditures. Undesignated general fund balance represents 22.70 percent of total general fund expenditures, while total fund balance represents 25.38 percent of that same amount.

During the current year, the fund balance of the City's general fund increased by \$179,396, resulting from a change in income tax distribution.

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***Recreation Community Center Fund***

This fund is another major fund for the City. At the end of the current year, total fund balance was \$1,430,240 of which, \$12,392 was reserved for encumbrances, and \$1,417,848 was unreserved for financial reporting purposes. Recreation community center fund had \$3,039,291 in expenditures, and its fund balance decreased by \$105,995, from \$1,536,235 in 2007 to \$1,430,240 in 2008.

***Recreation Construction Fund***

This is the third major governmental fund for the City. Its revenues were \$16,003 and expenditures were \$3,371,278 at the end of 2008. Recreation construction fund balance decreased by \$3,355,275, from \$4,049,936 to \$694,661 in 2008. This decrease was due to capital outlay expenditures for Gemini Recreation Center construction which was completed in 2008.

***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 2008 the City amended its general fund budget on various occasions. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for ordinance enactment on the change. The 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 such as our police department and fire department as well as most legislative and executive activities. The general fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

For the general fund, original budgeted revenues were \$10,052,488. The final budgeted revenues were \$10,209,246. Original general fund budgeted expenditures were \$9,948,411 and the final budgeted expenditures were \$10,342,411. Actual general fund expenditures were \$9,932,874 or \$409,537 less than final budget due to some actual operating expenditures being less than originally estimated.

**Capital Assets and Debt Administration**

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

TABLE 3

	Governmental Activities		Business-Type Activities	
	2008	2007	2008	2007
Land	\$988,780	\$988,780	\$0	\$0
Construction in Progress	0	17,448,550	0	717,717
Buildings	18,919,100	1,712,073	183,353	188,411
Land Improvements	573,409	621,592	0	0
Equipment and Furniture	778,281	697,775	275,529	24,420
Vehicles	964,863	808,967	0	0
Infrastructure	31,729,324	33,316,656	12,017,468	11,239,615
Total	<u>\$53,953,757</u>	<u>\$55,594,393</u>	<u>\$12,476,350</u>	<u>\$12,170,163</u>

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Total capital assets net of depreciation for governmental activities of the City of Fairview Park for the year 2008 were \$53,953,757, as compared to \$55,594,393 in 2007. In 2008, construction in progress was completed as the Gemini Recreation Center Project was finished; therefore, a decrease by \$17,448,550 in construction in progress and the same increase in buildings was noted during the year. Total capital assets for business-type activities increased from \$12,170,163 in 2007 to \$12,476,350 in 2008, due to current year current year acquisitions outpacing depreciation.

The City is committed to a long-term goal of meeting the needs of its infrastructure and facilities. For additional information see Note 10 to the basic financial statements.

***Debt***

As of December 31, 2008, the City of Fairview Park had \$26,381,846 in bonds, notes loans, pension liability and leases outstanding.

**OUTSTANDING DEBT AT DECEMBER 31**

TABLE 4

	Governmental Activities		Business-Type Activities	
	2008	2007	2008	2007
General Obligation Bonds	\$23,805,757	\$24,370,511	\$0	\$0
Long-term Notes	1,200,000	1,200,000	0	0
Lorain Road Revitalization Loan	247,972	275,038	0	0
OPWC Loan	0	0	226,262	262,396
Police and Fire Pension Liability	75,000	80,000	0	0
Capital Leases	605,480	466,767	205,149	0
Intergovernmental Loan	447,637	504,461	0	0
<b>Total</b>	<b>\$26,381,846</b>	<b>\$26,896,777</b>	<b>\$431,411</b>	<b>\$262,396</b>

The City's overall legal debt margin was \$39,744,242 at December 31, 2008.

Additional information concerning the City's debt can be found in Note 14 to the basic financial statements.

**Current Financial Related Activities**

The City of City of Fairview Park maintained throughout 2008 a Moody's Investors Service (A1) and Standard and Poor's A- rating.

The Administration and City Council developed a major project for the construction of Gemini Recreation Center, along with upgrading of City facilities. As a result, we have seen a remarkable increase in our capital assets over the past three years and the expansion of several City services. The year 2008 is no different as the City completed the Gemini project, street improvements, sewer lines, and other infrastructure improvements.

**City of Fairview Park, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2008*  
*Unaudited*

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**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 contact Director of Finance Lisa M. Rocco, City of Fairview Park, 20777 Lorain Road, Fairview Park, Ohio 44126-2018, telephone 440-356-4400, or email [Lisa.Rocco@fairviewpark.org](mailto:Lisa.Rocco@fairviewpark.org).

**City of Fairview Park, Ohio**

*Statement of Net Assets*

*December 31, 2008*

	Primary Government		Total
	Governmental Activities	Business-Type Activities	
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$5,924,618	\$77,217	\$6,001,835
Materials and Supplies Inventory	38,816	0	38,816
Accounts Receivable	64,095	154,317	218,412
Intergovernmental Receivable	1,525,273	0	1,525,273
Prepaid Items	87,829	0	87,829
Municipal Income Taxes Receivable	2,876,469	0	2,876,469
Property Taxes Receivable	4,247,811	0	4,247,811
Special Assessment Receivable	6,780	0	6,780
Deferred Charges	259,259	0	259,259
Investment in Joint Venture	0	4,038,766	4,038,766
Nondepreciable Capital Assets	988,780	0	988,780
Depreciable Capital Assets, Net	52,964,977	12,476,350	65,441,327
<i>Total Assets</i>	<u>68,984,707</u>	<u>16,746,650</u>	<u>85,731,357</u>
<b>Liabilities</b>			
Accounts Payable	275,533	0	275,533
Accrued Wages	106,345	4,370	110,715
Retainage Payable	0	36,088	36,088
Contracts Payable	178,196	96,554	274,750
Intergovernmental Payable	673,583	20,195	693,778
Vacation Benefits Payable	73,873	6,212	80,085
Deferred Revenue	4,227,039	0	4,227,039
Accrued Interest Payable	11,647	0	11,647
Claims Payable	106,685	0	106,685
Long-Term Liabilities:			
Due Within One Year	2,032,245	84,279	2,116,524
Due In More Than One Year	25,887,503	393,899	26,281,402
<i>Total Liabilities</i>	<u>33,572,649</u>	<u>641,597</u>	<u>34,214,246</u>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Related Debt	28,353,807	12,044,939	40,398,746
Restricted for:			
Capital Projects	2,141,453	205,149	2,346,602
Unclaimed Monies	250,000	0	250,000
Street Construction, Maintenance and Repair	478,966	0	478,966
State Highway	163,117	0	163,117
Street Lighting	382,171	0	382,171
Police Programs	324,093	0	324,093
Recreation and Community Center Programs	1,875,408	0	1,875,408
Other Purposes	32,104	0	32,104
Unrestricted	1,410,939	3,854,965	5,265,904
<i>Total Net Assets</i>	<u>\$35,412,058</u>	<u>\$16,105,053</u>	<u>\$51,517,111</u>

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Activities*  
For the Year Ended December 31, 2008

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Governmental Activities</b>							
General Government	\$2,953,774	\$6,574	\$3,000	\$0	(\$2,944,200)	\$0	(\$2,944,200)
Security of Persons and Property	7,562,285	318,802	219,431	0	(7,024,052)	0	(7,024,052)
Transportation	2,780,185	0	746,222	516,189	(1,517,774)	0	(1,517,774)
Community Environment	432,720	252,958	0	0	(179,762)	0	(179,762)
Basic Utility Services	1,383,619	0	0	0	(1,383,619)	0	(1,383,619)
Leisure Time Activities	6,515,743	1,136,867	37,177	0	(5,341,699)	0	(5,341,699)
Public Health Services	2,785	0	0	0	(2,785)	0	(2,785)
Interest and Fiscal Charges	1,156,874	0	0	0	(1,156,874)	0	(1,156,874)
<i>Total Governmental Activities</i>	<u>22,787,985</u>	<u>1,715,201</u>	<u>1,005,830</u>	<u>516,189</u>	<u>(19,550,765)</u>	<u>0</u>	<u>(19,550,765)</u>
<b>Business-Type Activities</b>							
Sewer	1,903,636	1,735,435	0	0	0	(168,201)	(168,201)
<i>Total</i>	<u>\$24,691,621</u>	<u>\$3,450,636</u>	<u>\$1,005,830</u>	<u>\$516,189</u>	<u>(19,550,765)</u>	<u>(168,201)</u>	<u>(19,718,966)</u>
<b>General Revenues</b>							
Property Taxes Levied for:							
				2,651,543	0	2,651,543	
				277,652	0	277,652	
				270,515	0	270,515	
				174,434	0	174,434	
				239,189	0	239,189	
Municipal Income Taxes Levied for:							
				4,454,650	0	4,454,650	
				1,304,098	0	1,304,098	
				1,708,786	0	1,708,786	
				162,682	0	162,682	
Grants and Entitlements not Restricted to Specific Programs							
				2,115,947	0	2,115,947	
				242,022	0	242,022	
				174,594	15,729	190,323	
<i>Total General Revenues</i>				<u>13,776,112</u>	<u>15,729</u>	<u>13,791,841</u>	
Transfers				75,735	(75,735)	0	
<i>Total General Revenues and Transfers</i>				<u>13,851,847</u>	<u>(60,006)</u>	<u>13,791,841</u>	
<i>Change in Net Assets</i>				<u>(5,698,918)</u>	<u>(228,207)</u>	<u>(5,927,125)</u>	
<i>Net Assets Beginning of Year - - Restated (See Note 3)</i>				<u>41,110,976</u>	<u>16,333,260</u>	<u>57,444,236</u>	
<i>Net Assets End of Year</i>				<u>\$35,412,058</u>	<u>\$16,105,053</u>	<u>\$51,517,111</u>	

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**

*Balance Sheet*

*Governmental Funds*

*December 31, 2008*

	General	Recreation Community Center	Recreation Construction	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$1,060,149	\$1,065,140	\$879,009	\$2,451,316	\$5,455,614
Materials and Supplies Inventory	6,090	0	0	32,726	38,816
Accounts Receivable	3,138	434	0	60,523	64,095
Interfund Receivable	7,559	0	0	0	7,559
Intergovernmental Receivable	1,026,974	0	0	498,299	1,525,273
Prepaid Items	87,829	0	0	0	87,829
Municipal Income Taxes Receivable	1,708,623	698,982	0	468,864	2,876,469
Property Taxes Receivable	3,065,110	0	0	1,182,701	4,247,811
Special Assessment Receivable	0	0	0	6,780	6,780
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	250,000	0	0	0	250,000
<b>Total Assets</b>	<b>\$7,215,472</b>	<b>\$1,764,556</b>	<b>\$879,009</b>	<b>\$4,701,209</b>	<b>\$14,560,246</b>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$140,613	\$51,306	\$6,152	\$77,462	\$275,533
Accrued Wages	77,197	9,941	0	19,207	106,345
Contracts Payable	0	0	178,196	0	178,196
Intergovernmental Payable	324,089	52,719	0	296,775	673,583
Interfund Payable	0	0	0	7,559	7,559
Deferred Revenue	4,214,770	220,350	0	1,704,547	6,139,667
<b>Total Liabilities</b>	<b>4,756,669</b>	<b>334,316</b>	<b>184,348</b>	<b>2,105,550</b>	<b>7,380,883</b>
<b>Fund Balances</b>					
Reserved for Encumbrances	9,476	12,392	113,967	25,003	160,838
Reserved for Unclaimed Monies	250,000	0	0	0	250,000
Unreserved, Undesignated, Reported in:					
General Fund	2,199,327	0	0	0	2,199,327
Special Revenue Funds	0	1,417,848	0	1,340,226	2,758,074
Capital Projects Funds	0	0	580,694	1,230,430	1,811,124
<b>Total Fund Balances</b>	<b>2,458,803</b>	<b>1,430,240</b>	<b>694,661</b>	<b>2,595,659</b>	<b>7,179,363</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$7,215,472</b>	<b>\$1,764,556</b>	<b>\$879,009</b>	<b>\$4,701,209</b>	<b>\$14,560,246</b>

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 December 31, 2008*

<b>Total Governmental Fund Balances</b>	\$7,179,363
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	53,953,757
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Property Taxes	196,741
Municipal Income Taxes	748,692
Intergovernmental	960,415
Special Assessment	<u>6,780</u>
Total	1,912,628
In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditure is reported when bonds are issued.	259,259
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.	(73,873)
In the statement of activities, interest is accrued on outstanding liabilities, whereas in governmental funds, an interest expenditure is reported when due.	(11,647)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
Compensated Absences Payable	(1,537,902)
Capital Lease Obligation Payable	(605,480)
General Obligation Bonds	(22,965,000)
Bond Premium	(840,757)
Intergovernmental Loan	(447,637)
Lorain Road Revitalization Loan	(247,972)
Police and Fire Pension Liability	(75,000)
Long-Term Notes	<u>(1,200,000)</u>
Total	(27,919,748)
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	<u>112,319</u>
<i>Net Assets of Governmental Activities</i>	<u><u>\$35,412,058</u></u>

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Year Ended December 31, 2008*

	General	Recreation Community Center	Recreation Construction	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Municipal Income Taxes	\$5,101,346	\$1,918,165	\$0	\$1,226,156	\$8,245,667
Property Taxes	2,679,951	0	0	945,330	3,625,281
Franchise Taxes	0	0	0	162,682	162,682
Charges for Services	8,879	1,006,594	0	340,895	1,356,368
Fines, Licenses and Permits	316,638	0	0	121,803	438,441
Intergovernmental	2,027,120	0	0	1,396,543	3,423,663
Special Assessments	0	0	0	268,887	268,887
Interest	187,795	0	0	54,227	242,022
Rentals	12,470	0	0	0	12,470
Other	132,767	8,537	16,003	17,287	174,594
<i>Total Revenues</i>	<u>10,466,966</u>	<u>2,933,296</u>	<u>16,003</u>	<u>4,533,810</u>	<u>17,950,075</u>
<b>Expenditures</b>					
Current:					
General Government	1,601,797	0	0	365,485	1,967,282
Security of Persons and Property	4,990,635	0	0	2,251,164	7,241,799
Transportation	688,294	0	0	907,880	1,596,174
Community Environment	292,079	0	0	74,477	366,556
Basic Utility Services	1,104,354	0	0	280,482	1,384,836
Leisure Time Activities	979,615	1,764,166	3,050,028	493,094	6,286,903
Public Health Services	2,785	0	0	0	2,785
Capital Outlay	0	0	168,223	456,378	624,601
Debt Service:					
Principal Retirement	28,635	300,000	60,778	405,764	795,177
Interest and Fiscal Charges	1,176	975,125	92,249	195,037	1,263,587
<i>Total Expenditures</i>	<u>9,689,370</u>	<u>3,039,291</u>	<u>3,371,278</u>	<u>5,429,761</u>	<u>21,529,700</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>777,596</u>	<u>(105,995)</u>	<u>(3,355,275)</u>	<u>(895,951)</u>	<u>(3,579,625)</u>
<b>Other Financing Sources (Uses)</b>					
Inception of Capital Lease	0	0	0	320,000	320,000
Transfers In	0	0	0	1,140,658	1,140,658
Transfers Out	(598,200)	0	0	(466,723)	(1,064,923)
<i>Total Other Financing Sources (Uses)</i>	<u>(598,200)</u>	<u>0</u>	<u>0</u>	<u>993,935</u>	<u>395,735</u>
<i>Net Change in Fund Balances</i>	179,396	(105,995)	(3,355,275)	97,984	(3,183,890)
<i>Fund Balances Beginning of Year</i>	<u>2,279,407</u>	<u>1,536,235</u>	<u>4,049,936</u>	<u>2,497,675</u>	<u>10,363,253</u>
<i>Fund Balances End of Year</i>	<u>\$2,458,803</u>	<u>\$1,430,240</u>	<u>\$694,661</u>	<u>\$2,595,659</u>	<u>\$7,179,363</u>

See accompanying notes to the basic financial statements

**City of Fairview Park, 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, 2008*

**Net Change in Fund Balances - Total Governmental Funds** (\$3,183,890)

***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 in the current period.

Capital Asset Additions	624,601	
Current Year Depreciation	(2,265,237)	
Total		(1,640,636)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues.

Delinquent Property Taxes	(11,948)	
Municipal Income Taxes	(778,133)	
Intergovernmental	214,303	
Charges for Services	(92,078)	
Special Assessments	(268,887)	
Total		(936,743)

Repayment of long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

General Obligation Bonds	525,000	
Lorain Road Revitalization Loan	27,066	
Intergovernmental Loan	56,824	
Police and Fire Pension Liability	5,000	
Capital Lease Principal	181,287	
Total		795,177

In the statement of activities, interest accrued on outstanding bonds, bond premium and bond issuance costs are amortized over the terms of the bonds, whereas in the governmental funds, the expenditures are reported when due.

Accrued Interest on Bonds	80,761	
Amortization of Deferred Charges	(13,802)	
Amortization of Bond Premium	39,754	
Total		106,713

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	(159,160)	
Vacation Benefits Payable	(73,873)	
Total		(233,033)

Other financing source, such as inception of capital leases, in the governmental funds that increase long-term liabilities in the statement of net assets are not reported as revenues in the statement of activities. (320,000)

The internal service funds used by management to charge the costs of insurance to individual funds are not reported on the statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The change for governmental funds is reported for the year. (286,506)

*Change in Net Assets of Governmental Activities* (\$5,698,918)

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Taxes	\$4,234,000	\$4,380,758	\$4,678,799	\$298,041
Property Taxes	3,280,458	3,280,458	2,924,444	(356,014)
Charges for Services	9,350	9,350	8,879	(471)
Fines, Licenses and Permits	380,010	380,010	312,913	(67,097)
Intergovernmental	1,556,770	1,566,770	1,769,058	202,288
Interest	510,000	510,000	187,795	(322,205)
Rent	11,400	11,400	12,470	1,070
Other	70,500	70,500	121,830	51,330
<i>Total Revenues</i>	10,052,488	10,209,246	10,016,188	(193,058)
<b>Expenditures</b>				
Current:				
General Government	1,835,684	1,968,484	1,843,646	124,838
Security of Persons and Property	4,997,796	5,124,796	4,966,878	157,918
Transportation	701,297	727,297	704,210	23,087
Community Environment	294,225	302,025	293,847	8,178
Basic Utility Services	1,119,115	1,189,115	1,113,652	75,463
Leisure Time Activities	965,983	996,383	976,335	20,048
Public Health Services	4,500	4,500	4,495	5
Debt Service:				
Principal Retirement	28,635	28,635	28,635	0
Interest and Fiscal Charges	1,176	1,176	1,176	0
<i>Total Expenditures</i>	9,948,411	10,342,411	9,932,874	409,537
<i>Excess of Revenues Over (Under) Expenditures</i>	104,077	(133,165)	83,314	216,479
<b>Other Financing Uses</b>				
Transfers Out	(666,000)	(666,000)	(598,200)	67,800
<i>Net Change in Fund Balance</i>	(561,923)	(799,165)	(514,886)	284,279
<i>Fund Balance Beginning of Year</i>	1,792,900	1,792,900	1,792,900	0
Prior Year Encumbrances Appropriated	23,628	23,628	23,628	0
<i>Fund Balance End of Year</i>	\$1,254,605	\$1,017,363	\$1,301,642	\$284,279

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Recreation Community Center Fund*  
*For the Year Ended December 31, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Municipal Income Taxes	\$2,200,000	\$2,200,000	\$1,921,597	(\$278,403)
Charges for Services	647,500	647,500	1,006,160	358,660
Other	300,500	152,500	8,537	(143,963)
<i>Total Revenues</i>	<u>3,148,000</u>	<u>3,000,000</u>	<u>2,936,294</u>	<u>(63,706)</u>
<b>Expenditures</b>				
Current:				
Leisure Time Activities	1,875,775	1,878,294	1,718,919	159,375
Debt Service:				
Principal Retirement	300,000	300,000	300,000	0
Interest and Fiscal Charges	975,125	975,125	975,125	0
<i>Total Expenditures</i>	<u>3,150,900</u>	<u>3,153,419</u>	<u>2,994,044</u>	<u>159,375</u>
<i>Net Change in Fund Balance</i>	(2,900)	(153,419)	(57,750)	95,669
<i>Fund Balance Beginning of Year</i>	1,093,791	1,093,791	1,093,791	0
Prior Year Encumbrances Appropriated	15,659	15,659	15,659	0
<i>Fund Balance End of Year</i>	<u>\$1,106,550</u>	<u>\$956,031</u>	<u>\$1,051,700</u>	<u>\$95,669</u>

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Fund Net Assets*  
*Proprietary Funds*  
*December 31, 2008*

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Enterprise Fund	Total	Internal Service Fund
<b>Assets</b>				
<i>Current Assets</i>				
Equity in Pooled Cash and Cash Equivalents	\$76,808	\$409	\$77,217	\$219,004
Accounts Receivable	154,317	0	154,317	0
<i>Total Current Assets</i>	<u>231,125</u>	<u>409</u>	<u>231,534</u>	<u>219,004</u>
<i>Non-Current Assets:</i>				
Investment in Joint Venture	4,038,766	0	4,038,766	0
Depreciable Capital Assets, Net	12,476,350	0	12,476,350	0
<i>Total Non-Current Assets</i>	<u>16,515,116</u>	<u>0</u>	<u>16,515,116</u>	<u>0</u>
<i>Total Assets</i>	<u>16,746,241</u>	<u>409</u>	<u>16,746,650</u>	<u>219,004</u>
<b>Liabilities</b>				
<i>Current Liabilities:</i>				
Accrued Wages	4,370	0	4,370	0
Contracts Payable	96,554	0	96,554	0
Intergovernmental Payable	20,195	0	20,195	0
Vacation Payable	6,212	0	6,212	0
Retainage Payable	36,088	0	36,088	0
OPWC Loan Payable	36,134	0	36,134	0
Capital Lease Payable	48,145	0	48,145	0
Claims Payable	0	0	0	106,685
<i>Total Current Liabilities</i>	<u>247,698</u>	<u>0</u>	<u>247,698</u>	<u>106,685</u>
<i>Long-Term Liabilities (Net of Current Portion):</i>				
Compensated Absences Payable	46,767	0	46,767	0
OPWC Loan Payable	190,128	0	190,128	0
Capital Lease Payable	157,004	0	157,004	0
<i>Total Long-Term Liabilities</i>	<u>393,899</u>	<u>0</u>	<u>393,899</u>	<u>0</u>
<i>Total Liabilities</i>	<u>641,597</u>	<u>0</u>	<u>641,597</u>	<u>106,685</u>
<b>Net Assets</b>				
Invested in Capital Assets, Net of Related Debt	13,230,983	0	13,230,983	0
Unrestricted	2,873,661	409	2,874,070	112,319
<i>Total Net Assets</i>	<u>\$16,104,644</u>	<u>\$409</u>	<u>\$16,105,053</u>	<u>\$112,319</u>

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Revenues,  
Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Fiscal Year Ended December 31, 2008*

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Enterprise Fund	Total	Internal Service Fund
<b>Operating Revenues</b>				
Charges for Services	\$1,735,435	\$0	\$1,735,435	\$992,009
Miscellaneous	15,729	0	15,729	0
<i>Total Operating Revenues</i>	<u>1,751,164</u>	<u>0</u>	<u>1,751,164</u>	<u>992,009</u>
<b>Operating Expenses</b>				
Personal Services	482,016	0	482,016	0
Materials and Supplies	193,303	0	193,303	0
Contractual Services	734,857	0	734,857	85,515
Claims	0	0	0	1,193,000
Depreciation	390,770	0	390,770	0
Other Operating Expense	6,650	0	6,650	0
<i>Total Operating Expenses</i>	<u>1,807,596</u>	<u>0</u>	<u>1,807,596</u>	<u>1,278,515</u>
<i>Operating Income (Loss)</i>	(56,432)	0	(56,432)	(286,506)
<b>Non-Operating Expense</b>				
Loss on Investment in Joint Venture	(96,040)	0	(96,040)	0
<i>Loss before Transfers</i>	(152,472)	0	(152,472)	(286,506)
Transfers Out	(75,735)	0	(75,735)	0
<i>Change in Net Assets</i>	(228,207)	0	(228,207)	(286,506)
<i>Net Assets Beginning of Year - Restated (See Note 3)</i>	<u>16,332,851</u>	<u>409</u>	<u>16,333,260</u>	<u>398,825</u>
<i>Net Assets End of Year</i>	<u>\$16,104,644</u>	<u>\$409</u>	<u>\$16,105,053</u>	<u>\$112,319</u>

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Cash Flows*  
*Proprietary Funds*  
For the Fiscal Year Ended December 31, 2008

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Enterprise Fund	Total	Internal Service Fund
<b><i>Increase (Decrease) in Cash and Cash Equivalents</i></b>				
<b><i>Cash Flows from Operating Activities</i></b>				
Cash Received from Customers	\$1,663,080	\$0	\$1,663,080	\$992,009
Cash Payments for Goods and Services	(1,004,858)	0	(1,004,858)	(88,515)
Cash Payments for Employee Services and Benefits	(491,492)	0	(491,492)	0
Cash Payments for Claims	0	0	0	(1,151,904)
Other Operating Revenues	15,729	0	15,729	0
Other Operating Expenses	(6,650)	0	(6,650)	0
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>175,809</u>	<u>0</u>	<u>175,809</u>	<u>(248,410)</u>
<b><i>Cash Flows from Noncapital Financing Activities</i></b>				
Transfers Out	(75,735)	0	(75,735)	0
<b><i>Cash Flows from Capital and Related Financing Activities</i></b>				
Acquisition of Capital Assets	(434,985)	0	(434,985)	0
Principal Paid on Capital Lease	(56,823)	0	(56,823)	0
Principal Paid on OPWC Loan	(36,134)	0	(36,134)	0
<i>Net Cash Used for Capital and Related Financing Activities</i>	<u>(527,942)</u>	<u>0</u>	<u>(527,942)</u>	<u>0</u>
<b><i>Cash Flows from Investing Activities</i></b>				
Capital Contributions to Joint Venture	(100,170)	0	(100,170)	0
<i>Net Decrease in Cash and Cash Equivalents</i>	<u>(528,038)</u>	<u>0</u>	<u>(528,038)</u>	<u>(248,410)</u>
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>604,846</u>	<u>409</u>	<u>605,255</u>	<u>467,414</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$76,808</u>	<u>\$409</u>	<u>\$77,217</u>	<u>\$219,004</u>
<b><i>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</i></b>				
<i>Operating Income (Loss)</i>	(\$56,432)	\$0	(\$56,432)	(\$286,506)
<b><i>Adjustment:</i></b>				
Depreciation	390,770	0	390,770	0
<i>Decrease (Increase) in Assets:</i>				
Accounts Receivable	(72,355)	0	(72,355)	0
Materials and Supplies Inventory	1,046	0	1,046	0
<i>Increase (Decrease) in Liabilities:</i>				
Accounts Payable	(206,542)	0	(206,542)	(3,000)
Accrued Wages	(263)	0	(263)	0
Contracts Payable	96,554	0	96,554	0
Retainage Payable	36,088	0	36,088	0
Accrued Vacation Payable	3,216	0	3,216	0
Intergovernmental Payable	(26,526)	0	(26,526)	0
Compensated Absences Payable	10,253	0	10,253	0
Claims Payable	0	0	0	41,096
<i>Total Adjustments</i>	<u>232,241</u>	<u>0</u>	<u>232,241</u>	<u>38,096</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>\$175,809</u>	<u>\$0</u>	<u>\$175,809</u>	<u>(\$248,410)</u>

**Noncash Transaction**

During 2008, the sewer enterprise fund entered into a capital lease for a sewer vector truck in the amount of \$261,972.

See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Statement of Fiduciary Assets and Liabilities*  
*Agency Funds*  
*December 31, 2008*

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**Assets**

Equity in Pooled Cash and Cash Equivalents	<u><u>\$256,332</u></u>
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**Liabilities**

Intergovernmental Payable	\$2
Accounts Payable	25,572
Deposits Held and Due to Others	<u>230,758</u>

<i>Total Liabilities</i>	<u><u>\$256,332</u></u>
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See accompanying notes to the basic financial statements

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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**Note 1 – Reporting Entity**

The City of Fairview Park 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”.

The City of Fairview Park’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; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations which are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes. 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 16).

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 17 to the basic financial statements.

**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 City also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds unless those pronouncements conflict with or contradict GASB pronouncements. The City has elected not to apply FASB statements after November 30, 1989 to its business-type activities and its enterprise funds. The more significant of the City’s accounting policies are described below.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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***A. Basis of Presentation***

The City's basic financial statements consist of government-wide statements, including a statement of net assets 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 assets 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 assets 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.

***B. 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 liabilities is reported as fund balance. The following are the City's major governmental funds:

***General Fund*** The general fund accounts for all financial resources except those required to be accounted for 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.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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***Recreation Community Center Fund*** The recreation community center fund accounts for the portion of income tax collections of the City to be used for the operation and maintenance of the recreation and community center.

***Recreation Construction Fund*** The recreation construction fund accounts for the use of bond proceeds in constructing and furnishing the new recreation center and facility.

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

***Proprietary Funds*** Proprietary fund reporting focuses on the determination of operating income, changes in net assets, 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 prescription drug claims of City employees.

***Fiduciary Funds*** Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own program. The City has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds account for performance bonds which are deposits made by citizens, contractors or vendors to ensure compliance with City ordinances, donations to the Senior Life Program from residents to be used in whatever way the seniors determine, collection of fees that are remitted to the State for commercial and industrial building, and monies from employees for their medical expenses.

### ***C. Measurement Focus***

***Government-wide Financial Statements*** The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and liabilities associated with the operation of the City are included on the Statement of Net Assets. The Statement of Activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net assets.

***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 current liabilities 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

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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financial statements therefore include reconciliation 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 all liabilities associated with the operation of these funds are included on the statement of fund net assets. The statement of revenues, expenses and changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

***D. 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 revenue 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 sixty 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, entitlement 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 8). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

***Deferred Revenue*** Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of December 31, 2008, but which were levied to finance year 2009 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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

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

***E. Budgetary Data***

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations 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 fund 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.

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.

***F. 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".

During 2008, investments were limited to repurchase agreements, non-negotiable certificates of deposit, and STAROhio. Non-negotiable certificates of deposit are reported at cost. Investments are reported at fair value, which is based on quoted market price or current share.

STAROhio is an investment pool, managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on December 31, 2008.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2008 was \$187,795 which includes \$137,128 assigned from other City funds.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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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 cash equivalents.

***G. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31, 2008 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.

***H. 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.

***I. Restricted Assets***

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

***J. 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 assets 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 assets 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 fair market values as of the date received. The City maintains a capitalization threshold of one 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.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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Depreciation is computed using a straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings	50 years	50 years
Land Improvements	20 years	20 years
Equipment and Furniture	5-20 years	15 years
Vehicles	8 years	8 years
Infrastructure	10-75 years	50 years

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

***K. 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 offset by a fund balance reserve account. Interfund balance amounts are eliminated in the statement of net assets, except for any residual amounts due between governmental and business-type activities, which are presented as internal balances.

***L. 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 assets 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 fiscal 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.

***M. 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 contractually required pension contributions 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 and long-term notes are recognized as a liability on the governmental fund financial statements when due.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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***N. Fund Balance Reserves***

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriations in future periods. Fund equity reserves have been established for encumbrances and unclaimed monies. The reserve for unclaimed monies represents cash that, under Ohio law, must remain unclaimed for five years before it becomes available for appropriation.

***O. Net Assets***

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through constitutional provisions on enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include recreational activities and fire programs.

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

***P. 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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

***Q. Bond Issuance Costs***

On the government-wide financial statements, bond issuance costs are deferred and amortized over the term of the applicable bonds using the straight-line method since the results are not significantly different from the effective interest method. Within the governmental fund statements, bond issuance costs are expended when incurred. Bond issuance costs are generally paid from bond proceeds.

***R. 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 receipted in the year the bonds are issued.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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**S. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence.

**T. 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 – Changes in Accounting Principles, and Restatement of Net Assets**

**A. Change in Accounting Principles**

For 2008, the City has implemented Governmental Accounting Standards Board (GASB) Statement No. 49, “Accounting and Financial Reporting for Pollution Remediation Obligations”. GASB Statement No. 49 establishes accounting and financial reporting requirements for pollution remediation obligations by requiring more timely and complete reporting of the obligations and by requiring all governments to account for pollution remediation obligations in the same manner. The implementation of this statement did not result in any changes to the financial statements.

**B. Restatement of Net Assets**

In the prior fiscal year, the City incorrectly recorded accrued interest, bond issuance costs, premium on general obligation bonds, police and fire pension liability, capital leases, and compensated absences for governmental activities and intergovernmental loan and OPWC loan for business-type activities.

The restatement had the following effect on net assets of the major and nonmajor funds of the City as they were previously reported.

	Governmental Activities
<b>Net Assets at January 1, 2008</b>	<b>\$41,735,497</b>
Compensated Absences	229,280
Bond Issuance Costs	41,978
Premium on Bonds Issued	(120,302)
Accrued Interest Payable	17,880
Police and Fire Pension Liability	(80,000)
Capital Leases	(205,776)
Fund Reclassification	(3,120)
Intergovernmental Loan	(504,461)
<b>Restated Net Assets at January 1, 2008</b>	<b>\$41,110,976</b>

**City of Fairview Park, Ohio**  
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	Sewer	Gilles-Sweet	Business-Type Activities	Internal Service Fund
<b>Net Assets at January 1, 2008</b>	\$15,846,456	\$409	\$15,846,865	\$401,945
OPWC Loan Payable	(18,066)	0	(18,066)	0
Intergovernmental Loan	504,461	0	504,461	0
Fund Reclassification	0	0	0	(3,120)
<b>Restated Net Assets at January 1, 2008</b>	<b>\$16,332,851</b>	<b>\$409</b>	<b>\$16,333,260</b>	<b>\$398,825</b>

**Note 4 – Fund Deficit and Legal Compliance**

**A. Fund Deficit**

The police and fire pension special revenue fund had deficit fund balance of \$247,705 at December 31, 2008. The deficit is the result of adjustments for accrued liabilities. The general fund is liable for any deficit in this fund and provides transfers when cash is required, rather than when accruals occur.

**B. Legal Compliance**

The following funds had final appropriations in excess of estimated resources plus carryover balances contrary to Section 5705.39, Revised Code:

Fund	Final Appropriations	Estimated Revenues plus Carryover Balance	Difference
Recreation Construction Capital Projects	\$8,977,418	\$6,486,885	\$2,490,533
Sewer Enterprise	2,692,375	2,604,851	87,524

**Note 5 – 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 that:

- (a) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP basis).
- (b) Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP basis).

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
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(c) Encumbrances are treated as expenditures (budget) rather than as a reservation of 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.

	<b>Net Change in Fund Balances</b>	
	General	Recreation Community Center
GAAP Basis	\$179,396	(\$105,995)
Net Adjustment for Revenue Accruals	(450,778)	2,998
Net Adjustment for Expenditure Accruals	(229,845)	58,687
Encumbrances	(13,659)	(13,440)
Budget Basis	(\$514,886)	(\$57,750)

**Note 6 – Deposits and Investments**

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 payment of principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

**City of Fairview Park, Ohio**  
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3. Written repurchase agreements in securities listed above provided that 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 that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) repurchase agreements secured by such obligations, provided that investments in securities described in the division are made only through eligible institutions; and
7. The State Treasurer's investment pool (STAROhio).
8. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time.

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.

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.

### ***Deposits***

***Custodial Credit Risk*** Custodial credit risk 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 possession of an outside party. At fiscal year-end, \$561,886 of the City's bank balance of \$811,886 was uninsured and uncollateralized. 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.

**City of Fairview Park, Ohio**  
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The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the City or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

**Investments**

As of December 31, 2008, the City had the following investments:

	Fair Value	Maturity
Repurchase Agreement	\$251,446	Daily
STAROhio	5,529,116	Average 54.7 Days
Total Portofolio	\$5,780,562	

**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. The stated intent of the policy is to avoid the need to sell securities prior to maturity. Repurchase agreements are limited to 30 days and the market value of the securities must exceed the principal value of the agreement by at least 2 percent and be marked to market daily.

**Custodial Credit Risk** For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The underlying securities of the repurchase agreements are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent but not in the City's name. The City has no investment policy dealing with investment custodial credit risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

**Credit Risk** STAROhio carries a rating of AAA by Standard and Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The City has no investment policy that addresses credit risk.

**Concentration of Credit Risk** The City places no limit on the amount it may invest in any one issuer. The following is the City's allocation as of December 31, 2008:

Investment	Percentage of Investments
Repurchase Agreement	4.35%
STAROhio	95.65

**City of Fairview Park, Ohio**  
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**Note 7 – Interfund Transfers and Balances**

***A. Interfund Transfers***

The general fund transfer of \$598,200 to the nonmajor governmental funds was made to provide additional resources for current operations. The transfers from the other governmental funds of \$466,723 to the bond retirement fund were to provide additional resources to cover debt principal payments. The City also transferred \$75,735 from Fairview Park sewer fund to bond retirement fund to finance bond principal and interest payments.

***B. Interfund Balances***

Interfund balances at December 31, 2008, consisted of a general fund advance of \$7,559 to the bond retirement fund amount which was a result of the excess amounts that were transferred to bond retirement fund for the debt payment in fiscal year 2001. The interfund balances of \$7,559 are expected to be repaid within one year.

**Note 8 – Receivables**

Receivables at December 31, 2008, consisted primarily of municipal income taxes, property taxes, accounts (billings for user charged services and court fines), and intergovernmental receivables arising from grants, entitlements and shared revenues. No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables 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.

***A. Property Taxes***

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received in 2008 represent the collection of 2007 taxes. Property tax payments received during 2008 for tangible personal property (other than public utility property) are for 2008 taxes.

2008 real property taxes are levied after October 1, 2008 on the assessed values as of January 1, 2008 the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2008 real property taxes are collected in and intended to finance 2009.

Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate 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. 2008 public utility property taxes which became a lien December 31, 2007, are levied after October 1, 2008, and are collected in 2009 with real property.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
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2008 tangible personal property taxes are levied after October 1, 2007, on the value as of December 31, 2007. Collections are made in 2008. Tangible personal property assessments are being phased out – the assessment percentage for all property including inventory for 2008 is 6.25 percent. This will be reduced to zero for 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, the payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

The full tax rate for all City operations for the year ended December 31, 2008 was \$11.80 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2008 property tax receipts were based are as follows:

Real Property	
Residential/Agriculture	\$342,011,590
Commercial Industrial/Public Utility	66,153,650
Tangible Personal Property	
Public Utility	3,565,490
General Business	2,643,000
Total Valuation	<u>\$414,373,730</u>

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Fairview Park. The County Auditor periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes and public utility taxes which are measurable as of December 31, 2008, and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been deferred revenue since the current taxes were not levied to finance 2008 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On the full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while the remainder of the receivable is deferred.

***B. 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.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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**C. Intergovernmental Receivables**

A summary of the principal items of intergovernmental receivables follows:

	Amount
<b>Governmental Activities</b>	
Local Government	\$376,600
Estate Tax	359,219
Homestead and Rollback	315,598
Gasoline Excise Tax	175,440
Gasoline Tax	83,912
Upgrades to City Hall Grant	50,946
Motor Vehicle Registration	47,130
Permissive License Tax	44,618
Personal Property Loss Reimbursement	25,803
Utility Excise Tax	12,388
City of Rocky River	11,999
Public Utility Reimbursement	8,645
Liquor Permits	4,996
State of Ohio/Police Training Reimbursement	3,120
Fairview Park City School District	2,372
NOACA Grant	1,946
Bullet Proof Vest Grant	541
	541
Total	\$1,525,273

**Note 9 – 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 should be taken by the employee within twelve 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 eighty hours worked. A maximum of 1,307 hours may be accumulated by each employee. Each employee with ten or more years of service with the City is paid for one-half of the employee's earned unused sick leave upon termination with the City, transfer to another governmental agency, or retirement.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

**Note 10 – Capital Assets**

A summary of changes in capital assets during 2008 follows:

	Balance 12/31/2007	Additions	Deletions	Balance 12/31/2008
<b>Governmental Activities</b>				
<i>Nondepreciable Capital Assets</i>				
Land	\$988,780	\$0	\$0	\$988,780
Construction in Progress	17,448,550	199,878	(17,648,428)	0
<i>Total Nondepreciable Capital Assets</i>	<u>18,437,330</u>	<u>199,878</u>	<u>(17,648,428)</u>	<u>988,780</u>
<i>Depreciable Capital Assets</i>				
Buildings	3,289,702	17,448,550	0	20,738,252
Land Improvements	1,417,198	0	0	1,417,198
Equipment and Furniture	1,801,611	199,878	0	2,001,489
Vehicles	3,690,637	320,000	0	4,010,637
Infrastructure:				
Roads and Sidewalks	45,764,175	0	0	45,764,175
Fire Hydrants	1,543,167	0	0	1,543,167
Traffic Signals	2,999,953	104,723	0	3,104,676
Bridges	12,253	0	0	12,253
<i>Total Depreciable Capital Assets</i>	<u>60,518,696</u>	<u>18,073,151</u>	<u>0</u>	<u>78,591,847</u>
<i>Less Accumulated Depreciation:</i>				
Buildings	(1,577,629)	(241,523)	0	(1,819,152)
Land Improvements	(784,805)	(58,984)	0	(843,789)
Equipment and Furniture	(1,103,836)	(119,372)	0	(1,223,208)
Vehicles	(2,881,670)	(164,104)	0	(3,045,774)
Infrastructure:				
Roads and Sidewalks	(14,943,782)	(1,537,627)	0	(16,481,409)
Fire Hydrants	(717,288)	(27,181)	0	(744,469)
Traffic Signals	(1,340,435)	(116,364)	0	(1,456,799)
Bridges	(12,188)	(82)	0	(12,270)
<i>Total Accumulated Depreciation</i>	<u>(23,361,633)</u>	<u>(2,265,237) *</u>	<u>0</u>	<u>(25,626,870)</u>
<i>Total Depreciable Capital Assets, Net</i>	<u>37,157,063</u>	<u>15,807,914</u>	<u>0</u>	<u>52,964,977</u>
<i>Total Governmental Activities Capital Assets, Net</i>	<u>\$55,594,393</u>	<u>\$16,007,792</u>	<u>(\$17,648,428)</u>	<u>\$53,953,757</u>

**City of Fairview Park, Ohio**  
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	Balance 12/31/07	Additions	Deletions	Balance 12/31/08
<b>Business-Type Activities</b>				
<i>Nondepreciable Capital Assets</i>				
Construction in Progress	\$717,717	\$310,000	(\$1,027,717)	\$0
<i>Depreciable Capital Assets</i>				
Buildings	252,877	0	0	252,877
Land Improvements	10,296	0	0	10,296
Equipment and Furniture	78,686	261,972	0	340,658
Infrastructure:				
Sanitary Sewer	12,395,305	1,027,717	0	13,423,022
Storm Sewer	8,252,441	124,985	0	8,377,426
<i>Total Depreciable Capital Assets</i>	<u>20,989,605</u>	<u>1,414,674</u>	<u>0</u>	<u>22,404,279</u>
Less Accumulated Depreciation:				
Buildings	(64,466)	(5,058)	0	(69,524)
Land Improvements	(10,296)	0	0	(10,296)
Equipment and Furniture	(54,266)	(10,863)	0	(65,129)
Infrastructure:				
Sanitary Sewer	(5,576,626)	(228,635)	0	(5,805,261)
Storm Sewer	(3,831,505)	(146,214)	0	(3,977,719)
<i>Total Accumulated Depreciation</i>	<u>(9,537,159)</u>	<u>(390,770)</u>	<u>0</u>	<u>(9,927,929)</u>
<i>Total Depreciable Capital Assets, Net</i>	<u>11,452,446</u>	<u>1,023,904</u>	<u>0</u>	<u>12,476,350</u>
<i>Total Business-Type Activities Capital Assets, Net</i>	<u>\$12,170,163</u>	<u>\$1,333,904</u>	<u>(\$1,027,717)</u>	<u>\$12,476,350</u>

\* Depreciation expense was charged to governmental functions as follows:

General Government	\$673,922
Security of Persons and Property	154,025
Transportation	1,156,071
Community Environment	65,325
Leisure Time Activities	215,894
Total	<u>\$2,265,237</u>

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
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**Note 11 – Risk Management**

***A. 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 and Company for all their commercial insurance. The types of coverage and deductibles are as follows:

Type of Coverage	Coverage	Deductible
Argonaut Insurance Company		
Blanket Property and Contents, Replacement	\$24,108,750	\$1,000
General Liability	1,000,000/2,000,000	0
Automobile Liability	1,000,000	0
Public Officials Liability	1,000,000/2,000,000	5,000
Police Professional Liability	1,000,000/2,000,000	5,000
Employment Practice Liability	1,000,000/2,000,000	5,000
Legal Liability	100,000	0
Ohio Stop Gap Liability	1,000,000	0
Computer - Hardware	150,000	1,250
Miscellaneous Equipment	160,063	250
Extra Expense and Business Income	1,000,000	1,000
Valuable Papers	100,000	500
Expediting Expense	100,000	1,000
Hazardous Substance	100,000	1,000
Public Employee Dishonesty	25,000	500
Money and Securities	5,000	1,000

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.

***B. Employee Health Benefits***

The City is self-insured for prescription drug insurance. The City has elected to provide employee medical, prescription, dental and vision insurance benefits through Medical Mutual of Ohio. The City established health insurance internal service fund to account for and finance the cost of the self insurance program.

Medical Mutual of Ohio reviews and processes claims which are then paid by the City. The City purchased stop loss coverage of \$101,000 annually. The medical self-insurance fund provides coverage for up to a maximum of \$50,000 for each individual.

The claims liability reported in the internal service funds at December 31, 2008 for employee drug coverage is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
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Changes in the fund claims liability amount in 2008 and 2007 were as follows:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2007	\$67,069	\$893,755	\$895,235	\$65,589
2008	65,589	1,193,000	1,151,904	\$106,685

Workers' compensation coverage is provided by the State of Ohio. The City pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

**Note 12 – Defined Benefit Pension Plans**

**A. Ohio Public Employees Retirement System**

Plan Description – The City participates 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 in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the member-directed plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The combined plan is a cost-sharing, multiple-employer defined benefit pension plan. Under the combined plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to the traditional pension plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the member-directed plan.

OPERS provides retirement, disability, survivor and death benefits and annual cost-of-living adjustments to members of the traditional pension and combined plans. Members of the member-directed plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy 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 statutory authority for member and employer contributions. For the year ended December 31, 2008, members in State and local classifications contributed 10.0 percent of covered payroll and public safety and law enforcement members contributed 10.1 percent.

The City's contribution rate for 2008 was 14.0 percent, except for those plan members in law enforcement or public safety, for whom the City's contribution was 17.4 percent of covered payroll. The Ohio Revised Code provides statutory authority for member and employer contributions.

The City's required contributions for pension obligations to the traditional and combined plans for the years ended December 31, 2008, 2007, and 2006 was \$280,691, \$284,770, and \$350,891 respectively; 91.55 percent has been contributed for 2008 and 100 percent for 2007 and 2006. Contributions to the member-directed plan for 2008 were \$17,725 made by the City and \$12,661 made by the plan members.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
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***B. Ohio Police and Fire Pension Fund***

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability 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 publically available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – Plan members are required to contribute 10.0 percent of their annual covered salary to fund pension obligations. The City’s contribution was 19.5 percent for police officers and 24.0 percent for firefighters. Contribution rates are established by State statute. For 2008, a portion of the City’s contributions equal to 6.75 percent of covered payroll was allocated to fund the post-employment health care plan. The City’s contributions to OP&F for police and firefighters were \$286,259 and \$378,151 for the year ended December 31, 2008, \$241,351 and \$332,600 for the year ended December 31, 2007, and \$229,772 and \$323,283 for the year ended December 31, 2006. 66.36 percent for police and 76.42 percent for firefighters has been contributed for 2008. The full amount has been contributed for 2007 and 2006.

In addition to current contributions, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and fire fighters in 1967. As of December 31, 2008, the unfunded liability of the City was \$75,000 payable in semi-annual payments through the year 2035. This is an accounting liability of the City which will not vary.

**Note 13 - Postemployment Benefits**

***A. Ohio Public Employees Retirement System***

Plan Description – OPERS maintains a cost-sharing multiple-employer defined benefit post-employment health care plan for qualifying members of both the traditional and combined pension plans. Members of the member-directed plan do not qualify for ancillary benefits, including post-employment health care. The plan includes a medical plan, a prescription drug program and Medicare Part B premium reimbursement.

To qualify for post-employment health care coverage, age-and-service retirees under the traditional and combined plans must have ten or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not require, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained 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 post-employment health care plan was established under, and is administered in accordance with, Internal Revenue Code 401(h). State statute requires that public employers fund post-employment health care through contributions to OPERS. A portion of each employer’s contribution to the traditional and combined plans is set aside for the funding of post-retirement health care.

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Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2008, state and local employers contributed at a rate of 14.0 percent of covered payroll (17.40 percent for public safety and law enforcement). Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding post-employment health care benefits. For 2008, the amount of the employer contributions which was allocated to fund post-employment health care was 7.0 percent of covered payroll.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions allocated to fund post-employment health care benefits for the years ended December 31, 2008, 2007, and 2006 were \$280,691, \$160,898 and \$146,970, respectively; 91.55 percent has been contributed for 2008 and 100 percent for 2007 and 2006.

The Health Care Preservation Plan (HCPP) adopted by the OPERS Retirement Board on September 9, 2004 was effective January 1, 2007. Member and employer contribution rates increased as of January 1, 2006, January 1, 2007, and January 1, 2008, which allowed additional funds to be allocated to the health care plan.

***B. Ohio Police and Firemen Pension Fund***

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit or is a spouse or eligible dependent child of such person.

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 healthcare coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publically available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Funding Policy – OP&F's post-employment health care plan was established and is administered as an Internal Revenue Code 401(h) account within the defined benefit plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees. The Ohio Revised Code sets the contribution rates for participating employers and for plan members to the OP&F. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.50 percent and 24 percent of covered payroll for police and fire employers, respectively.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made to the pension plan to the 401(h) account as the employer contribution for retiree health care benefits. For the year ended December 31, 2008, the employer contribution allocated to the health care plan was 6.75 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject

**City of Fairview Park, Ohio**  
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to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Section 401(h).

The OP&F Board of Trustees is also authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions to OP&F which were allocated to fund post-employment healthcare benefits for police and firefighters were \$151,549 and \$147,972 for the year ended December 31, 2008, \$130,250 and \$132,354 for the year ended December 31, 2007, and \$151,552 and \$154,181 for the year ended December 31, 2006. The full amount has been contributed for 2007 and 2006. 68.08 percent for police and 77.84 percent for firefighters has been contributed in 2008.

**Note 14 – Long-Term Obligations**

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

	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
<b>General Obligation Bonds</b>				
Various Purpose Bonds	1999	2009	3.7-5.3 %	\$1,000,000
Refunding of 1999 Bonds	2005	2019	3.6	2,380,000
Various Purpose General Obligation Bonds	2005	2030	3.0-5.0	21,800,000
<b>Loans:</b>				
Lorain Road Revitalization Loan	2001	2015	6.59	367,545
Intergovernmental Loan	1994	2016	4.12	1,135,647
<b>Long-Term Notes</b>				
Economic Development Note	2006	2009	5.96	1,200,000
<b>Business-Type Activities</b>				
OPWC Loan - Sanitary Sewer Rehabilitation	2000	2015	0	542,014

**City of Fairview Park, Ohio**  
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For the Year Ended December 31, 2008

Changes in long-term obligations during the year ended December 31, 2008, consisted of the following:

	Restated Balance 12/31/2007	Additions	Reductions	Outstanding Balance 12/31/2008	Amounts Due In One Year
<b>Governmental Activities</b>					
<b>General Obligation Bonds</b>					
Various Purpose Bonds	\$430,000	\$0	\$210,000	\$220,000	\$220,000
Refunding of 1999 Bonds	2,360,000	0	15,000	2,345,000	15,000
Unamortized Premium	18,049	0	2,256	15,793	0
Total Refunding of 1999 Bonds	<u>2,378,049</u>	<u>0</u>	<u>17,256</u>	<u>2,360,793</u>	<u>15,000</u>
Various Purpose Bonds	20,700,000	0	300,000	20,400,000	300,000
Unamortized Premium	862,462	0	37,498	824,964	0
Total Various Purpose Bonds	<u>21,562,462</u>	<u>0</u>	<u>337,498</u>	<u>21,224,964</u>	<u>300,000</u>
<i>Total General Obligation Bonds</i>	24,370,511	0	564,754	23,805,757	535,000
Lorain Road Revitalization Loan	275,038	0	27,066	247,972	28,924
Police and Fire Pension	80,000	0	5,000	75,000	5,000
Intergovernmental Loan	504,461	0	56,824	447,637	56,816
Economic Development Note	1,200,000	0	0	1,200,000	1,200,000
Compensated Absences Payable	1,378,742	210,177	51,017	1,537,902	38,025
Capital Leases	466,767	320,000	181,287	605,480	104,240
Total Governmental Long-Term Liabilities	<u>\$28,275,519</u>	<u>\$530,177</u>	<u>\$885,948</u>	<u>\$27,919,748</u>	<u>\$1,968,005</u>
<b>Business-Type Activities</b>					
OPWC Loan- Sanitary Sewer Rehabilitation	\$262,396	\$0	\$36,134	\$226,262	\$36,134
Compensated Absences Payable	36,514	19,367	6,118	49,763	0
Capital Lease	0	261,972	56,823	205,149	48,145
Total Business-Type Activities	<u>\$298,910</u>	<u>\$281,339</u>	<u>\$99,075</u>	<u>\$481,174</u>	<u>\$84,279</u>

The general obligation bonds and the Lorain Road revitalization loan were paid from the bond retirement debt service fund.

In 2006, the City received proceeds of a loan in the amount of \$1,200,000. The note will be paid from the bond retirement fund and matures on March 25, 2009. The proceeds of the note were used to revitalize Lorain Road.

In 1994, the City of Fairview Park 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. The project was financed mainly by OWDA debt issued in 1994 by the City of North Olmsted. 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 will be a capital asset of the City of North Olmsted. The total amount owed to the City of North Olmsted as of December 31, 2008 is \$447,637. This amount has been recorded on Fairview Park books as a long-term liability. The annual interest rate of the obligations is 4.12 and 3.65 percent, respectively. The capital charge agreement is paid from the capital improvements capital project fund.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2008

**Other long-term obligations** Compensated absences will be paid from the general fund. Capital leases will be paid from the general and bond retirement debt service funds. Police and fire pension loan will be paid from the police and fire pension special revenue fund. The OPWC loan will be paid with user charges in the sewer enterprise fund.

The City's overall legal debt margin was \$39,744,242 at December 31, 2008. Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2008, are as follows:

**Governmental Activities**

Year	General Obligation Bonds		Police and Fire Pension Liability		Lorain Road Revitalization Loan	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$535,000	\$1,071,465	\$5,000	\$3,843	\$28,924	\$15,861
2010	495,000	1,050,888	5,000	3,608	30,860	13,925
2011	350,000	1,031,088	5,000	3,368	32,925	11,859
2012	460,000	1,017,088	5,000	3,118	35,129	9,655
2013	520,000	998,688	5,000	2,868	37,480	7,304
2014-2018	3,835,000	4,616,075	40,000	9,731	82,654	6,200
2019-2023	5,270,000	3,663,388	10,000	530	0	0
2024-2028	7,600,000	2,172,500	0	0	0	0
2009-2030	3,900,000	295,000	0	0	0	0
<b>Total</b>	<b>\$22,965,000</b>	<b>\$15,916,180</b>	<b>\$75,000</b>	<b>\$27,066</b>	<b>\$247,972</b>	<b>\$64,804</b>

Year	Intergovernmental		
	Loan	Long-Term Note	
	Principal	Principal	Interest
2009	\$56,816	\$1,200,000	\$47,578
2010	56,796	0	0
2011	56,784	0	0
2012	56,777	0	0
2013	56,808	0	0
2014-2018	163,656	0	0
2019-2023	0	0	0
2024-2028	0	0	0
2029-2030	0	0	0
<b>Total</b>	<b>\$447,637</b>	<b>\$1,200,000</b>	<b>\$47,578</b>

**Business-Type Activities**

Year	OPWC Loan
	Principal
2009	\$36,134
2010	36,134
2011	36,134
2012	36,134
2013	36,134
2014-2018	45,592
<b>Total</b>	<b>\$226,262</b>

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

**Note 15 - Capital Leases**

In prior years, the City entered into lease agreements for recycling dump truck, street sweeper, and conservation loan. During 2008, the City entered into a new lease for a fire engine pumper. The City's lease obligations meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases". 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.

Capital assets acquired by lease have been capitalized and depreciated as follows as of December 31, 2008:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
<i>Capital Leases, being depreciated:</i>		
Land Improvements	\$222,567	\$0
Equipment	192,918	0
Vehicles	750,902	261,972
<i>Total Capital Leases, being depreciated</i>	<u>1,166,387</u>	<u>261,972</u>
Less Accumulated Depreciation:		
Land Improvements	(89,027)	0
Equipment	(19,292)	0
Vehicles	(319,789)	(17,465)
<i>Total Accumulated Depreciation</i>	<u>(428,108)</u>	<u>(17,465)</u>
<i>Capital Leases, Net</i>	<u>\$738,279</u>	<u>\$244,507</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, 2008.

<u>Year Ending December 30,</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2009	\$197,331	\$56,823
2010	186,491	56,823
2011	30,749	56,823
2012	30,749	56,823
2013	30,749	0
2014-2018	153,745	0
2019-2022	122,995	0
Total	752,809	227,292
Less: Amount Representing Interest	<u>(147,329)</u>	<u>(22,143)</u>
Present Value of Net Minimum Lease Payments	<u>\$605,480</u>	<u>\$205,149</u>

**Note 16 – Joint Venture – Rocky River Wastewater Treatment Plant**

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 has an equity interest in the Plant. The City’s equity interest is \$4,038,766 which represents 15.75 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.

**Note 17 – Jointly Governed Organizations**

***A. West Shore Council of Governments***

The West Shore Council of Governments 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 2008, the City contributed \$41,964 to this organization. Complete financial information statements can be obtained from the City of Rocky River, P.O. Box 16088, Rocky River, Ohio 441116-0088.

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.

***B. Tri-City Park***

The Tri-City Park 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 did not make any contributions to Tri-City Park in 2008. Complete financial statements can be obtained from the the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

***C. S.A.F.E. Council of Governments***

The S.A.F.E. Council of Governments was formed between municipalities to oppose changes to Cleveland Hopkins International Airport air traffic pattern. The Cities of Fairview Park, Bay Village, Rocky River and Westlake govern by a board consisting of the elected mayors. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting, and designating management.

**City of Fairview Park, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2008*

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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 the S.A.F.E. in 2008.

***D. West Shore Area Rescue Association***

The West Shore Area Rescue Association (Weshare) 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 the Weshare in 2008.

**Note 18 – Subsequent Event**

On March 25, 2009, the City retired \$1,200,000 in general obligation bond anticipation notes and issued \$1,100,000 in new notes. The new notes have a maturity date of March 24, 2011 and an interest rate of 2.15 percent.

## *Combining Statements and Individual Fund Schedules*

### *Fund Descriptions - Nonmajor Governmental Funds*

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#### *Nonmajor Special Revenue Funds*

To account for revenues from specific sources (other than amounts relating to major capital projects) which legally, or otherwise, are restricted to expenditures for specific purposes.

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

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

***Recreation Fund*** - To account for the revenues from recreation programs, recreation millage, and recreation expenditures.

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

***S.A.V.E. Fund*** - To account for Stop Vandal Easily funded from general fund, to be used for reward for information in regards to solving crimes.

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

***Fire Operating Levy Fund*** - To account for the receipt of millage collected to pay salaries and fringe benefits of the fire department.

***Federal Grants Fund*** - To account for revenues received from the Federal government and expenditures as prescribed under the DUI enforcement program.

***Waterline Repair Fund*** - To account for costs and subsequent reimbursements related to 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 the transfer of general fund monies used in the improvement of City sidewalks.

***Bain Park Restoration Fund*** - To account for revenues from rental income and donations for funds used in Bain Cabin.

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

***D.U.I. Education Fund*** - To receipt funds received from Federal Government, State of Ohio, or Cuyahoga County to be used in Driving Under Influence (D.U.I.) education and equipment used in D.U.I. enforcement.

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

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***Fund Descriptions - Nonmajor Governmental Funds (continued)***

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***Nonmajor Special Revenue Funds (continued)***

***Civil Reimbursement Fund*** - To account for revenue received from the Civil Service Department and to record expenditures for civil service testing.

***New Levy/Project Account Fund*** – To account for revenue received from the levy for a specific project.

***Cable TV Franchise Fee Fund*** - To account for the revenue received from the cable franchises and record those expenditures allowed by City Council.

***D.A.R.E. Fund*** - To account for donations and Federal Grants received and expenditures made for drug education.

***Emergency Medical System Fund*** - To record fees charged for ambulance service and to record expenditures made for Fire Department equipment.

***Nonmajor Debt Service Fund***

***General Obligation Bond Retirement Fund*** - To account for resources used for the payment of principal and interest and fiscal charges on general obligation debt.

***Nonmajor Capital Projects Funds***

***Permanent Improvement Fund*** - To record transfers from general fund, receipt of property taxes, or borrowing for capital equipment and to record expenditures in regard to that equipment.

***Lorain Road Revitalization Fund*** – To receipt transfers, donations and proceeds from borrowings. These funds are used to purchase property in the revitalization project.

***Senior Center Construction Fund*** - To receipt transfer, donations and proceeds from borrowings. These funds are used in the construction of a new senior center.

***Capital Improvements Fund*** – To record a portion of the income tax collection and record expenditures for street construction projects within the City and repayment on related bonded debt.

**City of Fairview Park, Ohio**

*Combining Balance Sheet*

*Nonmajor Governmental Funds*

*December 31, 2008*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,527,229	\$7,559	\$916,528	\$2,451,316
Materials and Supplies Inventory	32,726	0	0	32,726
Accounts Receivable	60,523	0	0	60,523
Intergovernmental Receivable	421,540	0	76,759	498,299
Municipal Income Taxes Receivable	0	0	468,864	468,864
Property Taxes Receivable	862,601	0	320,100	1,182,701
Special Assessment Receivable	6,780	0	0	6,780
<i>Total Assets</i>	<u>\$2,911,399</u>	<u>\$7,559</u>	<u>\$1,782,251</u>	<u>\$4,701,209</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$74,365	\$0	\$3,097	\$77,462
Accrued Wages	19,207	0	0	19,207
Intergovernmental Payable	296,775	0	0	296,775
Interfund Payable	0	7,559	0	7,559
Deferred Revenue	1,163,668	0	540,879	1,704,547
<i>Total Liabilities</i>	<u>1,554,015</u>	<u>7,559</u>	<u>543,976</u>	<u>2,105,550</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	17,158	0	7,845	25,003
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,340,226	0	0	1,340,226
Capital Projects Funds	0	0	1,230,430	1,230,430
<i>Total Fund Balances</i>	<u>1,357,384</u>	<u>0</u>	<u>1,238,275</u>	<u>2,595,659</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$2,911,399</u>	<u>\$7,559</u>	<u>\$1,782,251</u>	<u>\$4,701,209</u>

**City of Fairview Park, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Year Ended December 31, 2008*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Municipal Income Taxes	\$0	\$0	\$1,226,156	\$1,226,156
Property Taxes	667,373	0	277,957	945,330
Franchise Taxes	162,682	0	0	162,682
Charges for Services	340,895	0	0	340,895
Fines, Licenses and Permits	121,803	0	0	121,803
Intergovernmental	934,122	0	462,421	1,396,543
Special Assessments	268,887	0	0	268,887
Interest	54,227	0	0	54,227
Other	15,521	0	1,766	17,287
<i>Total Revenues</i>	<u>2,565,510</u>	<u>0</u>	<u>1,968,300</u>	<u>4,533,810</u>
<b>Expenditures</b>				
Current:				
General Government	0	0	365,485	365,485
Security of Persons and Property	1,894,261	320,000	36,903	2,251,164
Transportation	578,646	0	329,234	907,880
Community Environment	0	0	74,477	74,477
Basic Utility Services	0	0	280,482	280,482
Leisure Time Activities	493,094	0	0	493,094
Capital Outlay	0	0	456,378	456,378
Debt Service:				
Principal Retirement	5,000	359,358	41,406	405,764
Interest and Fiscal Charges	4,078	175,541	15,418	195,037
<i>Total Expenditures</i>	<u>2,975,079</u>	<u>854,899</u>	<u>1,599,783</u>	<u>5,429,761</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(409,569)</u>	<u>(854,899)</u>	<u>368,517</u>	<u>(895,951)</u>
<b>Other Financing Sources (Uses)</b>				
Inception of Capital Lease	0	320,000	0	320,000
Transfers In	598,200	542,458	0	1,140,658
Transfers Out	(90,000)	0	(376,723)	(466,723)
<i>Total Other Financing Sources (Uses)</i>	<u>508,200</u>	<u>862,458</u>	<u>(376,723)</u>	<u>993,935</u>
<i>Net Change in Fund Balances</i>	98,631	7,559	(8,206)	97,984
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>1,258,753</u>	<u>(7,559)</u>	<u>1,246,481</u>	<u>2,497,675</u>
<i>Fund Balances End of Year</i>	<u>\$1,357,384</u>	<u>\$0</u>	<u>\$1,238,275</u>	<u>\$2,595,659</u>

**City of Fairview Park, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*December 31, 2008*

	Street Construction Maintenance and Repair	State Highway	Recreation	Police and Fire Pension
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$213,151	\$136,783	\$242,225	\$29
Materials and Supplies Inventory	32,726	0	0	0
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	324,765	26,334	27,433	16,461
Property Taxes Receivable	0	0	367,930	220,757
Special Assessment Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$570,642</u>	<u>\$163,117</u>	<u>\$637,588</u>	<u>\$237,247</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$30,191	\$0	\$657	\$0
Accrued Wages	5,664	0	1,715	0
Intergovernmental Payable	17,242	0	7,610	247,734
Deferred Revenue	213,740	17,331	395,363	237,218
<i>Total Liabilities</i>	<u>266,837</u>	<u>17,331</u>	<u>405,345</u>	<u>484,952</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	0	0	0	0
Unreserved, Undesignated (Deficit)	303,805	145,786	232,243	(247,705)
<i>Total Fund Balances (Deficit)</i>	<u>303,805</u>	<u>145,786</u>	<u>232,243</u>	<u>(247,705)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$570,642</u>	<u>\$163,117</u>	<u>\$637,588</u>	<u>\$237,247</u>

S.A.V.E.	Street Lighting	Fire Operating Levy	Federal Grants	Waterline Repair	Fairview Park Sidewalk
\$400	\$390,988	\$52,465	\$44,458	\$41,413	\$4,924
0	0	0	0	0	0
0	0	0	0	0	0
0	0	19,322	0	0	0
0	0	273,914	0	0	0
0	6,780	0	0	0	0
<u>\$400</u>	<u>\$397,768</u>	<u>\$345,701</u>	<u>\$44,458</u>	<u>\$41,413</u>	<u>\$4,924</u>
\$0	\$15,597	\$0	\$27,920	\$0	\$0
0	0	2,801	0	0	0
0	0	11,325	0	0	0
0	6,780	293,236	0	0	0
0	22,377	307,362	27,920	0	0
0	10,572	0	0	3,839	0
400	364,819	38,339	16,538	37,574	4,924
400	375,391	38,339	16,538	41,413	4,924
<u>\$400</u>	<u>\$397,768</u>	<u>\$345,701</u>	<u>\$44,458</u>	<u>\$41,413</u>	<u>\$4,924</u>

(continued)

**City of Fairview Park, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*December 31, 2008*

	Bain Park Restoration	Law Enforcement Trust	D.U.I. Education	Police on Patrol Arresting Speeders
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$5,783	\$11,321	\$9,341	\$69,128
Materials and Supplies Inventory	0	0	0	0
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	0	0	200	7,025
Property Taxes Receivable	0	0	0	0
Special Assessment Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$5,783</u>	<u>\$11,321</u>	<u>\$9,541</u>	<u>\$76,153</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages	0	0	0	2,730
Intergovernmental Payable	0	0	0	5,289
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,019</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	0	0	0	0
Unreserved, Undesignated (Deficit)	5,783	11,321	9,541	68,134
<i>Total Fund Balances (Deficit)</i>	<u>5,783</u>	<u>11,321</u>	<u>9,541</u>	<u>68,134</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$5,783</u>	<u>\$11,321</u>	<u>\$9,541</u>	<u>\$76,153</u>

Civil Reimbursement	New Levy/ Project Account	Cable TV Franchise Fee	D.A.R.E.	Emergency Medical System	Total Nonmajor Special Revenue Funds
\$2,688	\$1	\$145,142	\$21,479	\$135,510	\$1,527,229
0	0	0	0	0	32,726
0	0	53,680	0	6,843	60,523
0	0	0	0	0	421,540
0	0	0	0	0	862,601
0	0	0	0	0	6,780
<u>\$2,688</u>	<u>\$1</u>	<u>\$198,822</u>	<u>\$21,479</u>	<u>\$142,353</u>	<u>\$2,911,399</u>
\$0	\$0	\$0	\$0	\$0	\$74,365
0	0	0	0	6,297	19,207
0	0	0	0	7,575	296,775
0	0	0	0	0	1,163,668
0	0	0	0	13,872	1,554,015
0	0	0	0	2,747	17,158
2,688	1	198,822	21,479	125,734	1,340,226
2,688	1	198,822	21,479	128,481	1,357,384
<u>\$2,688</u>	<u>\$1</u>	<u>\$198,822</u>	<u>\$21,479</u>	<u>\$142,353</u>	<u>\$2,911,399</u>

**City of Fairview Park, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Year Ended December 31, 2008*

	Street Construction Maintenance and Repair	State Highway	Recreation	Police and Fire Pension
<b>Revenues</b>				
Property Taxes	\$0	\$0	\$243,433	\$183,961
Franchise Taxes	0	0	0	0
Charges for Services	0	0	89,526	0
Fines, Licenses and Permits	0	0	20,977	0
Intergovernmental	683,278	55,567	59,250	35,509
Special Assessments	0	0	0	0
Interest	20,977	33,250	0	0
Other	0	0	0	0
<i>Total Revenues</i>	<u>704,255</u>	<u>88,817</u>	<u>413,186</u>	<u>219,470</u>
<b>Expenditures</b>				
Current:				
Security of Persons and Property	0	0	0	854,512
Transportation	535,198	12,032	0	0
Leisure Time Activities	0	0	473,645	0
Debt Service:				
Principal Retirement	0	0	0	5,000
Interest and Fiscal Charges	0	0	0	4,078
<i>Total Expenditures</i>	<u>535,198</u>	<u>12,032</u>	<u>473,645</u>	<u>863,590</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>169,057</u>	<u>76,785</u>	<u>(60,459)</u>	<u>(644,120)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	0	0	585,600
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>585,600</u>
<i>Net Change in Fund Balances</i>	169,057	76,785	(60,459)	(58,520)
<i>Fund Balances (Deficit)</i>				
<i>Beginning of Year</i>	<u>134,748</u>	<u>69,001</u>	<u>292,702</u>	<u>(189,185)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$303,805</u>	<u>\$145,786</u>	<u>\$232,243</u>	<u>(\$247,705)</u>

<u>S.A.V.E.</u>	<u>Street Lighting</u>	<u>Fire Operating Levy</u>	<u>Federal Grants</u>	<u>Waterline Repair</u>	<u>Fairview Park Sidewalk</u>
\$0	\$0	\$239,979	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	43,029	57,489	0	0
0	268,887	0	0	0	0
0	0	0	0	0	0
0	0	0	0	15,521	0
<u>0</u>	<u>268,887</u>	<u>283,008</u>	<u>57,489</u>	<u>15,521</u>	<u>0</u>
0	343,354	262,507	40,951	0	0
0	0	0	0	31,416	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>343,354</u>	<u>262,507</u>	<u>40,951</u>	<u>31,416</u>	<u>0</u>
0	(74,467)	20,501	16,538	(15,895)	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	(74,467)	20,501	16,538	(15,895)	0
400	449,858	17,838	0	57,308	4,924
<u>\$400</u>	<u>\$375,391</u>	<u>\$38,339</u>	<u>\$16,538</u>	<u>\$41,413</u>	<u>\$4,924</u>

(continued)

**City of Fairview Park, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Year Ended December 31, 2008*

	Bain Park Restoration	Law Enforcement Trust	D.U.I. Education	Police on Patrol Arresting Speeders
<b>Revenues</b>				
Property Taxes	\$0	\$0	\$0	\$0
Franchise Taxes	0	0	0	0
Charges for Services	7,300	0	0	0
Fines, Licenses and Permits	0	0	4,594	96,232
Intergovernmental	0	0	0	0
Special Assessments	0	0	0	0
Interest	0	0	0	0
Other	0	0	0	0
<i>Total Revenues</i>	<u>7,300</u>	<u>0</u>	<u>4,594</u>	<u>96,232</u>
<b>Expenditures</b>				
Current:				
Security of Persons and Property	0	14,320	2,736	127,653
Transportation	0	0	0	0
Leisure Time Activities	19,449	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>19,449</u>	<u>14,320</u>	<u>2,736</u>	<u>127,653</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(12,149)</u>	<u>(14,320)</u>	<u>1,858</u>	<u>(31,421)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	12,600	0	0
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>12,600</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(12,149)</u>	<u>(1,720)</u>	<u>1,858</u>	<u>(31,421)</u>
<i>Fund Balances (Deficit)</i>				
<i>Beginning of Year</i>	<u>17,932</u>	<u>13,041</u>	<u>7,683</u>	<u>99,555</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$5,783</u>	<u>\$11,321</u>	<u>\$9,541</u>	<u>\$68,134</u>

Civil Reimbursement	New Levy/ Project Account	Cable TV Franchise Fee	D.A.R.E.	Emergency Medical System	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$667,373
0	0	162,682	0	0	162,682
0	0	0	1,200	242,869	340,895
0	0	0	0	0	121,803
0	0	0	0	0	934,122
0	0	0	0	0	268,887
0	0	0	0	0	54,227
0	0	0	0	0	15,521
<u>0</u>	<u>0</u>	<u>162,682</u>	<u>1,200</u>	<u>242,869</u>	<u>2,565,510</u>
0	0	0	423	247,805	1,894,261
0	0	0	0	0	578,646
0	0	0	0	0	493,094
0	0	0	0	0	5,000
0	0	0	0	0	4,078
<u>0</u>	<u>0</u>	<u>0</u>	<u>423</u>	<u>247,805</u>	<u>2,975,079</u>
<u>0</u>	<u>0</u>	<u>162,682</u>	<u>777</u>	<u>(4,936)</u>	<u>(409,569)</u>
0	0	0	0	0	598,200
0	0	(90,000)	0	0	(90,000)
<u>0</u>	<u>0</u>	<u>(90,000)</u>	<u>0</u>	<u>0</u>	<u>508,200</u>
0	0	72,682	777	(4,936)	98,631
<u>2,688</u>	<u>1</u>	<u>126,140</u>	<u>20,702</u>	<u>133,417</u>	<u>1,258,753</u>
<u>\$2,688</u>	<u>\$1</u>	<u>\$198,822</u>	<u>\$21,479</u>	<u>\$128,481</u>	<u>\$1,357,384</u>

**City of Fairview Park, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*December 31, 2008*

	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$136,205	\$12	\$10,858	\$769,453	\$916,528
Intergovernmental Receivable	23,867	0	0	52,892	76,759
Municipal Income Taxes Receivable	0	0	0	468,864	468,864
Property Taxes Receivable	320,100	0	0	0	320,100
<i>Total Assets</i>	<u>\$480,172</u>	<u>\$12</u>	<u>\$10,858</u>	<u>\$1,291,209</u>	<u>\$1,782,251</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$2,357	\$0	\$0	\$740	\$3,097
Deferred Revenue	343,967	0	0	196,912	540,879
<i>Total Liabilities</i>	<u>346,324</u>	<u>0</u>	<u>0</u>	<u>197,652</u>	<u>543,976</u>
<b>Fund Balances</b>					
Reserved for Encumbrances	5	0	0	7,840	7,845
Unreserved, Undesignated	133,843	12	10,858	1,085,717	1,230,430
<i>Total Fund Balances</i>	<u>133,848</u>	<u>12</u>	<u>10,858</u>	<u>1,093,557</u>	<u>1,238,275</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$480,172</u>	<u>\$12</u>	<u>\$10,858</u>	<u>\$1,291,209</u>	<u>\$1,782,251</u>

**City of Fairview Park, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Year Ended December 31, 2008*

	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
<b>Revenues</b>					
Municipal Income Taxes	\$0	\$0	\$0	\$1,226,156	\$1,226,156
Property Taxes	277,957	0	0	0	277,957
Intergovernmental	51,551	0	0	410,870	462,421
Other	1,475	0	0	291	1,766
<i>Total Revenues</i>	<u>330,983</u>	<u>0</u>	<u>0</u>	<u>1,637,317</u>	<u>1,968,300</u>
<b>Expenditures</b>					
Current:					
General Government	0	0	0	365,485	365,485
Security of Persons and Property	0	0	0	36,903	36,903
Transportation	0	0	0	329,234	329,234
Community Environment	0	0	0	74,477	74,477
Basic Utility Services	0	0	0	280,482	280,482
Leisure Time Activities	0	0	0	0	0
Capital Outlay	31,655	0	0	424,723	456,378
Debt Service:					
Principal Retirement	0	0	0	41,406	41,406
Interest and Fiscal Charges	0	0	0	15,418	15,418
<i>Total Expenditures</i>	<u>31,655</u>	<u>0</u>	<u>0</u>	<u>1,568,128</u>	<u>1,599,783</u>
<i>Excess of Revenues Over Expenditures</i>	299,328	0	0	69,189	368,517
<b>Other Financing Uses</b>					
Transfers Out	(292,747)	0	0	(83,976)	(376,723)
<i>Net Change in Fund Balances</i>	6,581	0	0	(14,787)	(8,206)
<i>Fund Balances Beginning of Year</i>	<u>127,267</u>	<u>12</u>	<u>10,858</u>	<u>1,108,344</u>	<u>1,246,481</u>
<i>Fund Balances End of Year</i>	<u><u>\$133,848</u></u>	<u><u>\$12</u></u>	<u><u>\$10,858</u></u>	<u><u>\$1,093,557</u></u>	<u><u>\$1,238,275</u></u>

## *Fund Descriptions - Fiduciary Fund*

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### *Fiduciary Fund*

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

### *Agency Funds*

***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.

***Senior Life Donations Fund*** - This fund accounts for donations to Senior Life Program from residents who utilize senior center.

***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.

***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.

***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 to sanitary and storm sewer.

**City of Fairview Park, Ohio**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds*  
*For the Year Ended December 31, 2008*

	Balance 12/31/07	Additions	Reductions	Balance 12/31/08
<b>Required Deposits</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$28,089	\$14,664	\$11,174	\$31,579
<b>Liabilities</b>				
Deposits Held and Due to Others	\$28,089	\$14,664	\$11,174	\$31,579
<b>Senior life Donations</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$27,857	\$22,830	\$25,115	\$25,572
<b>Liabilities</b>				
Accounts Payable	\$27,857	\$22,830	\$25,115	\$25,572
<b>Building Assessment Fees</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,069	\$3,307	\$4,374	\$2
<b>Liabilities</b>				
Intergovernmental Payable	\$1,069	\$3,307	\$4,374	\$2
<b>Special Hold Account</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$130,144	\$107,929	\$49,058	\$189,015
<b>Liabilities</b>				
Deposits Held and Due to Others	\$130,144	\$107,929	\$49,058	\$189,015

**City of Fairview Park, Ohio**  
*Combining Statement of Changes in Assets and Liabilities*  
*Agency Funds (continued)*  
*For the Year Ended December 31, 2008*

<b>Employee Section M 125</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$4,031	\$12,790	\$10,656	\$6,165
<b>Liabilities</b>				
Deposits Held and Due to Others	\$4,031	\$12,790	\$10,656	\$6,165
<b>Survey/Sanitary and Storm Sewer</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$3,699	\$300	\$0	\$3,999
<b>Liabilities</b>				
Deposits Held and Due to Others	\$3,699	\$300	\$0	\$3,999
<b>Totals - All Agency Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$194,889	\$161,820	\$100,377	\$256,332
<b>Liabilities</b>				
Intergovernmental Payable	\$1,069	\$3,307	\$4,374	\$2
Accounts Payable	27,857	22,830	25,115	25,572
Deposits Held and Due to Others	165,963	135,683	70,888	230,758
<b>Total Liabilities</b>	<b>\$194,889</b>	<b>\$161,820</b>	<b>\$100,377</b>	<b>\$256,332</b>

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

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Taxes	\$4,234,000	\$4,380,758	\$4,678,799	\$298,041
Property Taxes	3,280,458	3,280,458	2,924,444	(356,014)
Charges for Services	9,350	9,350	8,879	(471)
Fines, Licenses and Permits	380,010	380,010	312,913	(67,097)
Intergovernmental	1,556,770	1,566,770	1,769,058	202,288
Interest	510,000	510,000	187,795	(322,205)
Rent	11,400	11,400	12,470	1,070
Other	70,500	70,500	121,830	51,330
<i>Total Revenues</i>	<u>10,052,488</u>	<u>10,209,246</u>	<u>10,016,188</u>	<u>(193,058)</u>
<b>Expenditures</b>				
Current:				
General Government:				
Board of Appeals	500	500	373	127
Mayor's Office	168,526	202,326	182,465	19,861
Service Director	242,728	254,728	242,695	12,033
Finance Department	408,547	433,547	406,243	27,304
Legal Department	142,629	152,629	141,719	10,910
Engineering	34,290	35,290	33,168	2,122
Municipal Land and Building	312,668	334,668	310,735	23,933
Civil Service	5,895	5,895	5,338	557
County and State Fees	188,150	213,150	188,191	24,959
Legislative	122,607	125,607	122,965	2,642
Other Administrative	209,144	210,144	209,754	390
<b>Total General Government</b>	<u>1,835,684</u>	<u>1,968,484</u>	<u>1,843,646</u>	<u>124,838</u>
Security of Persons and Property:				
Police Department	2,749,968	2,869,968	2,720,445	149,523
Fire Department	2,099,328	2,106,328	2,098,118	8,210
Central Dispatch EMS	148,500	148,500	148,315	185
<b>Total Security of Persons and Property</b>	<u>4,997,796</u>	<u>5,124,796</u>	<u>4,966,878</u>	<u>157,918</u>
Transportation:				
Motor Vehicle Maintenance	511,873	536,873	515,209	21,664
Traffic Control	189,424	190,424	189,001	1,423
<b>Total Transportation</b>	<u>\$701,297</u>	<u>\$727,297</u>	<u>\$704,210</u>	<u>\$23,087</u>

(continued)

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Community Environment:				
Planning and Designing	\$4,050	\$4,850	\$4,024	\$826
Building Department	290,175	297,175	289,823	7,352
Total Community Environment	294,225	302,025	293,847	8,178
Basic Utility Services:				
Recycling and Solid Waste Disposal	1,119,115	1,189,115	1,113,652	75,463
Leisure Time Activities:				
Bain Park	5,085	5,485	4,954	531
Parks and Property Maintenance	611,658	621,658	621,405	253
Senior Life Office	349,240	369,240	349,976	19,264
Total Leisure Time Activities	965,983	996,383	976,335	20,048
Public Health Services	4,500	4,500	4,495	5
Debt Service:				
Principal Retirement	28,635	28,635	28,635	0
Interest and Fiscal Charges	1,176	1,176	1,176	0
Total Debt Service	29,811	29,811	29,811	0
<i>Total Expenditures</i>	9,948,411	10,342,411	9,932,874	409,537
<i>Excess of Revenues Over (Under) Expenditures</i>	104,077	(133,165)	83,314	216,479
<b>Other Financing Uses</b>				
Transfers Out	(666,000)	(666,000)	(598,200)	67,800
<i>Net Change in Fund Balance</i>	(561,923)	(799,165)	(514,886)	284,279
<i>Fund Balance Beginning of Year</i>	1,792,900	1,792,900	1,792,900	0
Prior Year Encumbrances Appropriated	23,628	23,628	23,628	0
<i>Fund Balance End of Year</i>	<u>\$1,254,605</u>	<u>\$1,017,363</u>	<u>\$1,301,642</u>	<u>\$284,279</u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Recreation Community Center Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Taxes	\$2,200,000	\$2,200,000	\$1,921,597	(\$278,403)
Charges for Services	647,500	647,500	1,006,160	358,660
Other	300,500	152,500	8,537	(143,963)
<i>Total Revenues</i>	<u>3,148,000</u>	<u>3,000,000</u>	<u>2,936,294</u>	<u>(63,706)</u>
<b>Expenditures</b>				
Current:				
Leisure Time Activities	1,875,775	1,878,294	1,718,919	159,375
Debt Service:				
Principal Retirement	300,000	300,000	300,000	0
Interest and Fiscal Charges	975,125	975,125	975,125	0
Total Debt Service	<u>1,275,125</u>	<u>1,275,125</u>	<u>1,275,125</u>	<u>0</u>
<i>Total Expenditures</i>	<u>3,150,900</u>	<u>3,153,419</u>	<u>2,994,044</u>	<u>159,375</u>
<i>Net Change in Fund Balance</i>	(2,900)	(153,419)	(57,750)	95,669
<i>Fund Balance Beginning of Year</i>	1,093,791	1,093,791	1,093,791	0
Prior Year Encumbrances Appropriated	<u>15,659</u>	<u>15,659</u>	<u>15,659</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,106,550</u></u>	<u><u>\$956,031</u></u>	<u><u>\$1,051,700</u></u>	<u><u>\$95,669</u></u>

**City of Fairview Park, 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, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Other	\$4,836,434	\$1,800,000	\$16,003	(\$1,783,997)
<b>Expenditures</b>				
Current:				
Leisure Time Activities	7,932,053	7,932,053	3,050,028	4,882,025
Capital Outlay:				
Recreation Construction:				
Capital Outlay	892,338	892,338	892,338	0
Debt Service:				
Principal Retirement	60,778	60,778	60,778	0
Interest and Fiscal Charges	92,249	92,249	92,249	0
Total Debt Service	<u>153,027</u>	<u>153,027</u>	<u>153,027</u>	<u>0</u>
Total Expenditures	<u>8,977,418</u>	<u>8,977,418</u>	<u>4,095,393</u>	<u>0</u>
Excess of Revenues				
Under Expenditures	<u>(4,140,984)</u>	<u>(7,177,418)</u>	<u>(4,079,390)</u>	<u>(1,783,997)</u>
Net Change in Fund Balance	(4,140,984)	(7,177,418)	(4,079,390)	(1,783,997)
Fund Balance Beginning of Year	517,972	517,972	517,972	0
Prior Year Encumbrances Appropriated	<u>4,168,913</u>	<u>4,168,913</u>	<u>4,168,913</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u>\$545,901</u>	<u>(\$2,490,533)</u>	<u>\$607,495</u>	<u>(\$1,783,997)</u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Sewer Fund*  
*For the Year Ended December 31, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for Services	\$2,484,538	\$1,975,431	\$1,663,080	(\$312,351)
Other	44,762	24,569	15,729	(8,840)
<i>Total Revenues</i>	<u>2,529,300</u>	<u>2,000,000</u>	<u>1,678,809</u>	<u>(321,191)</u>
<b>Expenses</b>				
Personal Services	594,278	587,418	491,492	95,926
Contractual Services	597,186	618,809	480,224	138,585
Materials and Supplies	566,998	522,033	373,679	148,354
Capital Outlay	727,892	720,415	696,957	23,458
Other	10,561	9,684	6,650	3,034
Debt Service:				
Principal Retirement	119,459	115,966	92,957	23,009
<i>Total Expenses</i>	<u>2,616,374</u>	<u>2,574,325</u>	<u>2,141,959</u>	<u>432,366</u>
<i>Excess of Revenues</i>				
<i>Under Expenses Before Transfers</i>	(87,074)	(574,325)	(463,150)	111,175
Transfers Out	0	(118,050)	(75,735)	42,315
<i>Net Change in Fund Equity</i>	(87,074)	(692,375)	(538,885)	153,490
<i>Fund Equity Beginning of Year</i>	430,370	430,370	430,370	0
Prior Year Encumbrances Appropriated	174,481	174,481	174,481	0
<i>Fund Equity (Deficit) End of Year</i>	<u>\$517,777</u>	<u>(\$87,524)</u>	<u>\$65,966</u>	<u>\$153,490</u>

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$675,000	\$714,800	\$693,701	(\$21,099)
Interest	4,000	5,200	20,977	15,777
<i>Total Revenues</i>	679,000	720,000	714,678	(5,322)
<b>Expenditures</b>				
Current:				
Transportation	619,100	633,100	552,003	81,097
<i>Net Change in Fund Balance</i>	59,900	86,900	162,675	75,775
<i>Fund Balance Beginning of Year</i>	50,476	50,476	50,476	0
<i>Fund Balance End of Year</i>	<u>\$110,376</u>	<u>\$137,376</u>	<u>\$213,151</u>	<u>\$75,775</u>

**City of Fairview Park, 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, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$54,000	\$74,000	\$56,246	(\$17,754)
Interest	11,500	16,000	33,250	17,250
<i>Total Revenues</i>	65,500	90,000	89,496	(504)
<b>Expenditures</b>				
Current:				
Transportation	50,000	50,000	12,032	37,968
<i>Net Change in Fund Balance</i>	15,500	40,000	77,464	37,464
<i>Fund Balance Beginning of Year</i>	59,319	59,319	59,319	0
<i>Fund Balance End of Year</i>	<u>\$74,819</u>	<u>\$99,319</u>	<u>\$136,783</u>	<u>\$37,464</u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Recreation Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$393,000	\$397,824	\$351,074	(\$46,750)
Charges for Services	102,000	102,000	89,526	(12,474)
Fines, Licenses and Permits	25,500	25,500	20,977	(4,523)
Intergovernmental	0	0	59,250	59,250
<i>Total Revenues</i>	520,500	525,324	520,827	(4,497)
<b>Expenditures</b>				
Current:				
Leisure Time Activities	561,694	561,694	486,442	75,252
<i>Net Change in Fund Balance</i>	(41,194)	(36,370)	34,385	70,755
<i>Fund Balance Beginning of Year</i>	205,875	205,875	205,875	0
Prior Year Encumbrances Appropriated	1,965	1,965	1,965	0
<i>Fund Balance End of Year</i>	<u>\$166,646</u>	<u>\$171,470</u>	<u>\$242,225</u>	<u>\$70,755</u>

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$236,287	\$276,150	\$210,641	(\$65,509)
Intergovernmental	0	0	35,509	35,509
<i>Total Revenues</i>	<u>236,287</u>	<u>276,150</u>	<u>246,150</u>	<u>(30,000)</u>
<b>Expenditures</b>				
Current:				
Security of Persons and Property	881,471	888,922	858,100	30,822
Debt Service:				
Principal Retirement	0	5,000	5,000	0
Interest and Fiscal Charges	0	4,078	4,078	0
Total Debt Service	<u>0</u>	<u>9,078</u>	<u>9,078</u>	<u>0</u>
<i>Total Expenditures</i>	<u>881,471</u>	<u>898,000</u>	<u>867,178</u>	<u>30,822</u>
<i>Excess of Revenues</i> <i>Under Expenditures</i>	(645,184)	(621,850)	(621,028)	822
<b>Other Financing Sources</b>				
Transfers In	640,000	640,000	585,600	(54,400)
<i>Net Change in Fund Balance</i>	(5,184)	18,150	(35,428)	(53,578)
<i>Fund Balance Beginning of Year</i>	<u>35,457</u>	<u>35,457</u>	<u>35,457</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$30,273</u></u>	<u><u>\$53,607</u></u>	<u><u>\$29</u></u>	<u><u>(\$53,578)</u></u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*S.A.V.E. Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	400	400	400	0
<i>Fund Balance End of Year</i>	\$400	\$400	\$400	\$0

**City of Fairview Park, 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, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Special Assessments	\$281,000	\$450,000	\$268,887	(\$181,113)
<b>Expenditures</b>				
Current:				
Security of Persons and Property	<u>466,500</u>	<u>639,000</u>	<u>406,161</u>	<u>232,839</u>
<i>Net Change in Fund Balance</i>	(185,500)	(189,000)	(137,274)	51,726
<i>Fund Balance Beginning of Year</i>	<u>517,690</u>	<u>517,690</u>	<u>517,690</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$332,190</u></u>	<u><u>\$328,690</u></u>	<u><u>\$380,416</u></u>	<u><u>\$51,726</u></u>

**City of Fairview Park, 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, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Property Taxes	\$290,911	\$260,636	\$260,636	\$0
Intergovernmental	0	43,029	43,029	0
<i>Total Revenues</i>	290,911	303,665	303,665	0
<b>Expenditures</b>				
Current:				
Security of Persons and Property	297,955	300,000	263,140	36,860
<i>Net Change in Fund Balance</i>	(7,044)	3,665	40,525	36,860
<i>Fund Balance Beginning of Year</i>	11,940	11,940	11,940	0
<i>Fund Balance End of Year</i>	<u>\$4,896</u>	<u>\$15,605</u>	<u>\$52,465</u>	<u>\$36,860</u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Federal Grants Fund*  
*For the Year Ended December 31, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$60,000	\$60,000	\$57,489	(\$2,511)
<b>Expenditures</b>				
Current:				
Security of Persons and Property	19,500	19,500	19,107	393
<i>Net Change in Fund Balance</i>	40,500	40,500	38,382	(2,118)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$40,500</u>	<u>\$40,500</u>	<u>\$38,382</u>	<u>(\$2,118)</u>

**City of Fairview Park, 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, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Other	\$100,000	\$20,000	\$15,520	(\$4,480)
<b>Expenditures</b>				
Current:				
Transportation	<u>23,000</u>	<u>38,000</u>	<u>35,255</u>	<u>2,745</u>
<i>Net Change in Fund Balance</i>	77,000	(18,000)	(19,735)	(1,735)
<i>Fund Balance Beginning of Year</i>	<u>57,309</u>	<u>57,309</u>	<u>57,309</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$134,309</u></u>	<u><u>\$39,309</u></u>	<u><u>\$37,574</u></u>	<u><u>(\$1,735)</u></u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fairview Park Sidewalk Fund*  
*For the Year Ended December 31, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>4,924</u>	<u>4,924</u>	<u>4,924</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,924</u></u>	<u><u>\$4,924</u></u>	<u><u>\$4,924</u></u>	<u><u>\$0</u></u>

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for Services	\$7,000	\$7,300	\$7,300	\$0
<b>Expenditures</b>				
Current:				
Leisure Time Activities	5,000	20,000	19,449	551
<i>Net Change in Fund Balance</i>	2,000	(12,700)	(12,149)	551
<i>Fund Balance Beginning of Year</i>	17,932	17,932	17,932	0
<i>Fund Balance End of Year</i>	\$19,932	\$5,232	\$5,783	\$551

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
Security of Persons and Property	0	2,800	1,721	1,079
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	0	(2,800)	(1,721)	1,079
<b>Other Financing Sources</b>				
Transfers In	12,600	12,600	12,600	0
<i>Net Change in Fund Balance</i>	12,600	9,800	10,879	1,079
<i>Fund Balance Beginning of Year</i>	442	442	442	0
<i>Fund Balance End of Year</i>	\$13,042	\$10,242	\$11,321	\$1,079

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines, Licenses and Permits	\$3,000	\$5,100	\$5,020	(\$80)
<b>Expenditures</b>				
Current:				
Security of Persons and Property	4,061	4,061	2,797	1,264
<i>Net Change in Fund Balance</i>	(1,061)	1,039	2,223	1,184
<i>Fund Balance Beginning of Year</i>	7,057	7,057	7,057	0
Prior Year Encumbrances Appropriated	61	61	61	0
<i>Fund Balance End of Year</i>	<u>\$6,057</u>	<u>\$8,157</u>	<u>\$9,341</u>	<u>\$1,184</u>

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines, Licenses and Permits	\$143,000	\$128,000	\$127,940	(\$60)
<b>Expenditures</b>				
Current:				
Security of Persons and Property	76,390	120,390	119,949	441
<i>Net Change in Fund Balance</i>	66,610	7,610	7,991	381
<i>Fund Balance Beginning of Year</i>	61,137	61,137	61,137	0
<i>Fund Balance End of Year</i>	<u>\$127,747</u>	<u>\$68,747</u>	<u>\$69,128</u>	<u>\$381</u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Civil Reimbursement Fund*  
*For the Year Ended December 31, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	2,688	2,688	2,688	0
<i>Fund Balance End of Year</i>	<u>\$2,688</u>	<u>\$2,688</u>	<u>\$2,688</u>	<u>\$0</u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*New Levy/Project Account Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	1	1	1	0
<i>Fund Balance End of Year</i>	<u>\$1</u>	<u>\$1</u>	<u>\$1</u>	<u>\$0</u>

**City of Fairview Park, 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, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Franchise Taxes	\$100,000	\$164,000	\$163,562	(\$438)
<b>Expenditures</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	100,000	164,000	163,562	(438)
<b>Other Financing Uses</b>				
Transfers Out	<u>(90,000)</u>	<u>(90,000)</u>	<u>(90,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	10,000	74,000	73,562	(438)
<i>Fund Balance Beginning of Year</i>	<u>71,580</u>	<u>71,580</u>	<u>71,580</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$81,580</u></u>	<u><u>\$145,580</u></u>	<u><u>\$145,142</u></u>	<u><u>(\$438)</u></u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*D.A.R.E. Fund*  
*For the Year Ended December 31, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for Services	\$5,000	\$2,500	\$1,200	(\$1,300)
<b>Expenditures</b>				
Current:				
Security of Persons and Property	<u>23,000</u>	<u>23,000</u>	<u>423</u>	<u>22,577</u>
<i>Net Change in Fund Balance</i>	(18,000)	(20,500)	777	21,277
<i>Fund Balance Beginning of Year</i>	<u>20,702</u>	<u>20,702</u>	<u>20,702</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,702</u></u>	<u><u>\$202</u></u>	<u><u>\$21,479</u></u>	<u><u>\$21,277</u></u>

**City of Fairview Park, 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, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Charges for Services	\$250,000	\$292,000	\$291,902	(\$98)
<b>Expenditures</b>				
Current:				
Security of Persons and Property	<u>258,154</u>	<u>258,154</u>	<u>245,978</u>	<u>12,176</u>
<i>Net Change in Fund Balance</i>	(8,154)	33,846	45,924	12,078
<i>Fund Balance Beginning of Year</i>	83,839	83,839	83,839	0
Prior Year Encumbrances Appropriated	<u>3,000</u>	<u>3,000</u>	<u>3,000</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$78,685</u></u>	<u><u>\$120,685</u></u>	<u><u>\$132,763</u></u>	<u><u>\$12,078</u></u>

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Debt Service:				
Principal Retirement	235,962	344,080	343,940	140
Interest and Fiscal Charges	79,145	230,920	227,748	3,172
<i>Total Expenditures</i>	315,107	575,000	571,688	3,312
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(315,107)	(575,000)	(571,688)	3,312
<b>Other Financing Sources</b>				
Transfers In	647,424	787,448	542,458	(244,990)
<i>Net Change in Fund Balance</i>	332,317	212,448	(29,230)	(241,678)
<i>Fund Balance Beginning of Year</i>	29,230	29,230	29,230	0
<i>Fund Balance End of Year</i>	\$361,547	\$241,678	\$0	(\$241,678)

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$342,616	\$358,584	\$305,433	(\$53,151)
Intergovernmental	0	0	51,551	51,551
Other	0	400	1,475	1,075
<i>Total Revenues</i>	342,616	358,984	358,459	(525)
<b>Expenditures</b>				
Capital Outlay	60,459	60,459	47,829	12,630
<i>Excess of Revenues Over Expenditures</i>	282,157	298,525	310,630	12,105
<b>Other Financing Uses</b>				
Transfers Out	(388,675)	(392,463)	(292,747)	99,716
<i>Net Change in Fund Balance</i>	(106,518)	(93,938)	17,883	111,821
<i>Fund Balance Beginning of Year</i>	110,901	110,901	110,901	0
Prior Year Encumbrances Appropriated	7,421	7,421	7,421	0
<i>Fund Balance End of Year</i>	\$11,804	\$24,384	\$136,205	\$111,821

**City of Fairview Park, 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, 2008*

	Budget		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	12	12	12	0
<i>Fund Balance End of Year</i>	<u>\$12</u>	<u>\$12</u>	<u>\$12</u>	<u>\$0</u>

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	10,858	10,858	10,858	0
<i>Fund Balance End of Year</i>	\$10,858	\$10,858	\$10,858	\$0

**City of Fairview Park, 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, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues</b>				
Municipal Income Taxes	\$1,300,000	\$1,300,000	\$1,291,259	(\$8,741)
Intergovernmental	0	100,000	96,077	(3,923)
Other	0	0	291	291
<i>Total Revenues</i>	1,300,000	1,400,000	1,387,627	(12,373)
<b>Expenditures</b>				
Current:				
General Government	365,485	365,485	365,485	0
Security of Persons and Property	36,903	36,903	36,903	0
Community Environment	74,477	74,477	74,477	0
Basic Utility Services	280,482	280,482	280,482	0
Transportation	329,234	329,234	329,234	0
Capital Outlay	565,077	905,077	387,820	517,257
<i>Total Expenditures</i>	1,651,658	1,991,658	1,474,401	517,257
<i>Excess of Revenues</i>				
<i>Under Expenditures</i>	(351,658)	(591,658)	(86,774)	504,884
<b>Other Financing Uses</b>				
Transfers Out	(84,000)	(84,000)	(83,976)	24
<i>Net Change in Fund Balance</i>	(435,658)	(675,658)	(170,750)	504,908
<i>Fund Balance Beginning of Year</i>	797,705	797,705	797,705	0
Prior Year Encumbrances Appropriated	134,658	134,658	134,658	0
<i>Fund Balance End of Year</i>	<u>\$496,705</u>	<u>\$256,705</u>	<u>\$761,613</u>	<u>\$504,908</u>

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Gilles-Sweet Sewer Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenses</b>	0	0	0	0
<i>Net Change in Fund Equity</i>	0	0	0	0
<i>Fund Equity Beginning of Year</i>	409	409	409	0
<i>Fund Equity End of Year</i>	\$409	\$409	\$409	\$0

**City of Fairview Park, Ohio**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Health Insurance Reserve Fund*  
*For the Year Ended December 31, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for Services	\$1,600,000	\$1,600,000	\$1,108,323	(\$491,677)
<b>Expenses</b>				
Contractual Services	168,312	168,312	88,515	79,797
Claims	1,431,688	1,431,688	1,151,904	279,784
<i>Total Expenses</i>	1,600,000	1,600,000	1,240,419	359,581
<i>Net Change in Fund Equity</i>	0	0	(132,096)	(132,096)
<i>Fund Equity Beginning of Year</i>	351,100	351,100	351,100	0
<i>Fund Equity End of Year</i>	\$351,100	\$351,100	\$219,004	(\$132,096)

## Statistical Section

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

<b>Contents</b>	<b>Pages(s)</b>
<b><i>Financial Trends</i></b> .....	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.	
<b><i>Revenue Capacity</i></b> .....	S12 – S21
These schedules contain information to help the reader assess the City's most significant local revenues, the property tax and the municipal income tax.	
<b><i>Debt Capacity</i></b> .....	S22 - S26
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.	
<b><i>Economic and Demographic Information</i></b> .....	S27 – S29
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	
<b><i>Operating Information</i></b> .....	S30 - S34
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

**Sources:** Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The City implemented GASB Statement No. 34 in 2003; schedules presenting government-wide information include information beginning in that year.

**City of Fairview Park, Ohio**  
*Net Assets By Component*  
*Last Six Years*  
*(Accrual Basis of Accounting)*

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
<b>Governmental Activities</b>				
Invested in Capital Assets, Net of Related Debt	\$28,353,807	\$29,713,297	\$19,977,172	\$16,189,541
Restricted:				
Capital Projects	2,141,453	5,290,585	15,635,792	21,181,980
Unclaimed Monies	250,000	0	0	0
Debt Service	0	0	0	7,693
Street Construction, Maintenance and Repair	478,966	0	0	0
State Highway	163,117	0	0	0
Street Lighting	382,171	0	0	0
Police Programs	324,093	0	0	0
Recreation and Community Center Programs	1,875,408			
Other Purposes	32,104	3,970,546	3,413,168	945,054
Unrestricted	<u>1,410,939</u>	<u>2,136,548</u>	<u>948,616</u>	<u>836,538</u>
<i>Total Governmental Activities Net Assets</i>	<u>\$35,412,058</u>	<u>\$41,110,976</u>	<u>\$39,974,748</u>	<u>\$39,160,806</u>
<b>Business Type - Activities</b>				
Invested in Capital Assets, Net of Related Debt	13,230,983	12,412,228	11,521,380	12,390,088
Restricted:				
For Capital Projects	205,149	0	0	0
Unrestricted	<u>2,668,921</u>	<u>3,921,032</u>	<u>4,299,960</u>	<u>3,741,725</u>
<i>Total Business-Type Activities Net Assets</i>	<u>16,105,053</u>	<u>16,333,260</u>	<u>15,821,340</u>	<u>16,131,813</u>
<b>Primary Government</b>				
Invested in Capital Assets, Net of Related Debt	41,584,790	42,125,525	31,498,552	28,579,629
Restricted	5,852,461	9,261,131	19,048,960	22,134,727
Unrestricted	<u>4,079,860</u>	<u>6,057,580</u>	<u>5,248,576</u>	<u>4,578,263</u>
<i>Total Primary Government Net Assets</i>	<u>\$51,517,111</u>	<u>\$57,444,236</u>	<u>\$55,796,088</u>	<u>\$55,292,619</u>

Note: Net Assets restricted for other purposes were not broken out into categories until 2008.

<u>2004</u>	<u>2003</u>
\$36,989,094	\$37,934,123
1,312,216	1,088,946
0	0
0	(109,849)
0	0
0	0
0	0
0	0
993,186	919,597
<u>1,215,923</u>	<u>1,843,673</u>
<u>\$40,510,419</u>	<u>\$41,676,490</u>
11,713,185	11,521,701
0	0
<u>5,697,590</u>	<u>6,213,103</u>
<u>17,410,775</u>	<u>17,734,804</u>
48,702,279	49,455,824
2,305,402	1,898,694
<u>6,913,513</u>	<u>8,056,776</u>
<u>\$57,921,194</u>	<u>\$59,411,294</u>

**City of Fairview Park, Ohio**

*Changes in Net Assets*

*Last Six Years*

*(Accrual Basis of Accounting)*

	2008	2007	2006	2005
<b>Program Revenues</b>				
Governmental Activities:				
Charges for Services:				
General Government	\$6,574	\$190,627	\$209,604	\$185,603
Security of Persons and Property	318,802	781,176	715,704	729,453
Transportation	0	177,223	0	0
Community Environment	252,958	216,091	169,834	121,869
Leisure Time Activities	1,136,867	249,051	181,899	188,425
Subtotal - Charges for Services	<u>1,715,201</u>	<u>1,614,168</u>	<u>1,277,041</u>	<u>1,225,350</u>
Operating Grants and Contributions:				
General Government	3,000	0	12,320	101,036
Security of Persons and Property	219,431	0	22,347	21,056
Transportation	746,222	793,031	709,395	781,025
Leisure Time Activities	37,177	44,142	27,156	8,655
Subtotal - Operating Grants and Contributions	<u>1,005,830</u>	<u>837,173</u>	<u>771,218</u>	<u>911,772</u>
Capital Grants and Contributions:				
Transportation	516,189	0	0	75,502
<i>Total Governmental Activities Program Revenues</i>	<u>3,237,220</u>	<u>2,451,341</u>	<u>2,048,259</u>	<u>2,212,624</u>
Business-Type Activities:				
Charges for Services	1,735,435	1,702,798	1,736,787	1,721,031
<i>Total Business-Type Activities Program Revenues</i>	<u>1,735,435</u>	<u>1,702,798</u>	<u>1,736,787</u>	<u>1,721,031</u>
<i>Total Primary Government Program Revenues</i>	<u>4,972,655</u>	<u>4,154,139</u>	<u>3,785,046</u>	<u>3,933,655</u>
<b>Expenses</b>				
Governmental Activities:				
General Government	2,953,774	2,537,880	2,249,139	2,279,103
Security of Persons and Property	7,562,285	6,291,888	6,617,530	6,697,803
Transportation	2,780,185	3,454,757	3,263,865	3,643,981
Community Environment	432,720	139,717	1,741,880	1,877,840
Basic Utility Services	1,383,619	1,247,756	0	0
Leisure Time Activities	6,515,743	2,024,273	1,645,018	985,749
Public Health Services	2,785	4,395	2,405	72,513
Interest and Fiscal Charges	1,156,874	1,364,203	1,216,334	779,562
<i>Total Governmental Activities Expenses</i>	<u>22,787,985</u>	<u>17,064,869</u>	<u>16,736,171</u>	<u>16,336,551</u>
Business-Type Activities:				
Sewer	1,903,636	1,508,864	2,049,290	2,335,183
<i>Total Primary Government Expenses</i>	<u>24,691,621</u>	<u>18,573,733</u>	<u>18,785,461</u>	<u>18,671,734</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(19,550,765)	(14,613,528)	(14,687,912)	(14,123,927)
Business-Type Activities	<u>(168,201)</u>	<u>193,934</u>	<u>(312,503)</u>	<u>(614,152)</u>
<i>Total Primary Government Net Expense</i>	<u>(\$19,718,966)</u>	<u>(\$14,419,594)</u>	<u>(\$15,000,415)</u>	<u>(\$14,738,079)</u>

2004	2003
\$0	\$0
735,337	772,993
90,796	0
210,654	321,661
169,992	159,100
<u>1,206,779</u>	<u>1,253,754</u>
1,343	0
0	20,903
1,403,603	517,759
3,027	0
<u>1,407,973</u>	<u>538,662</u>
<u>0</u>	<u>0</u>
<u>2,614,752</u>	<u>1,792,416</u>
<u>1,823,533</u>	<u>1,830,953</u>
<u>2,246,559</u>	<u>1,830,953</u>
<u>4,861,311</u>	<u>3,623,369</u>
2,596,622	2,632,827
6,092,682	6,003,528
3,170,834	1,980,401
1,755,129	1,760,877
0	0
864,474	693,544
57,305	49,447
269,468	275,893
<u>14,806,514</u>	<u>13,396,517</u>
<u>2,431,051</u>	<u>1,787,656</u>
<u>17,237,565</u>	<u>15,184,173</u>
(12,191,762)	(11,604,101)
<u>(184,492)</u>	<u>43,297</u>
<u>(\$12,376,254)</u>	<u>(\$11,560,804)</u>

(continued)

**City of Fairview Park, Ohio**  
*Changes in Net Assets (continued)*  
*Last Six Years*  
*(Accrual Basis of Accounting)*

	2008	2007	2006	2005
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	\$2,651,543	\$4,171,960	\$3,467,149	\$3,435,214
Capital Improvements	277,652	356,878	294,107	309,361
Recreation	270,515	0	0	0
Police and Fire Pension	174,434	0	0	0
Fire Operations	239,189	0	0	0
Other Purposes	0	964,081	806,608	831,450
Municipal Income Taxes Levied for:				
General Purposes	4,454,650	4,447,994	4,236,452	3,510,427
Capital Improvements	1,304,098	1,384,877	1,395,586	2,300,824
Recreation Community Center	1,708,786	2,742,810	2,518,921	0
Franchise Taxes	162,682	0	0	0
Grants and Entitlements not Restricted to				
Specific Programs	2,115,947	1,117,705	1,196,593	1,704,562
Investment Income	242,022	887,307	1,162,601	526,847
Miscellaneous	174,594	57,968	167,610	153,629
Gain (Loss) on Sale of Capital Assets	0	0	0	2,000
Transfers	75,735	(314,866)	0	0
<i>Total Governmental Activities</i>	<u>13,851,847</u>	<u>15,816,714</u>	<u>15,245,627</u>	<u>12,774,314</u>
Business-Type Activities				
Investment Income	0	3,120	1,375	10,009
Miscellaneous	15,729	0	655	0
Transfers	(75,735)	314,866	0	0
<i>Total Business-Type Activities</i>	<u>(60,006)</u>	<u>317,986</u>	<u>2,030</u>	<u>10,009</u>
<i>Total Primary Government General Revenues and Transfers</i>	<u>13,791,841</u>	<u>16,134,700</u>	<u>15,247,657</u>	<u>12,784,323</u>
<b>Change in Net Assets</b>				
Governmental Activities	(5,698,918)	1,203,186	557,715	(1,349,613)
Business-Type Activities	(228,207)	511,920	(310,473)	(604,143)
<i>Total Change in Net Assets</i>	<u>(\$5,927,125)</u>	<u>\$1,715,106</u>	<u>\$247,242</u>	<u>(\$1,953,756)</u>

Note: Property Taxes Levied for Other Purposes were not broken out into categories until 2008.

<u>2004</u>	<u>2003</u>
\$2,865,170	\$2,784,101
812,014	309,054
0	0
0	0
0	0
295,221	774,070
3,624,868	4,366,087
1,214,792	1,456,036
0	0
0	0
1,992,936	2,596,571
75,626	63,432
126,944	195,583
(3,400)	
0	0
<u>11,004,171</u>	<u>12,544,934</u>
10,364	14,127
0	0
0	0
<u>10,364</u>	<u>14,127</u>
<u>11,014,535</u>	<u>12,559,061</u>
(1,187,591)	940,833
(174,128)	57,424
<u>(\$1,361,719)</u>	<u>\$998,257</u>

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

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<b>General Fund</b>					
Reserved	\$259,476	\$271,608	\$24,000	\$525,000	\$464,000
Unreserved	<u>2,199,327</u>	<u>2,007,799</u>	<u>1,335,000</u>	<u>1,011,000</u>	<u>1,648,000</u>
Total General Fund	<u>2,458,803</u>	<u>2,279,407</u>	<u>1,359,000</u>	<u>1,536,000</u>	<u>2,112,000</u>
<b>All Other Governmental Funds</b>					
Reserved	151,362	4,125,692	8,878,000	263,000	359,000
Unreserved, Undesignated, Reported in:					
Special Revenue funds	2,758,074	2,777,831	591,000	510,000	729,000
Debt Service fund	0	(7,559)	(64,000)	105,000	(92,000)
Capital Projects funds	<u>1,811,124</u>	<u>1,187,882</u>	<u>8,953,000</u>	<u>20,476,000</u>	<u>683,000</u>
Total All Other Governmental Funds	<u>4,720,560</u>	<u>8,083,846</u>	<u>18,358,000</u>	<u>21,354,000</u>	<u>1,679,000</u>
<b>Total Governmental Funds</b>	<u><u>\$7,179,363</u></u>	<u><u>\$10,363,253</u></u>	<u><u>\$19,717,000</u></u>	<u><u>\$22,890,000</u></u>	<u><u>\$3,791,000</u></u>

2003	2002	2001	2000	1999
\$464,000	\$499,241	\$488,871	\$412,211	\$678,683
2,304,000	1,840,151	2,110,717	1,085,935	716,836
2,768,000	2,339,392	2,599,588	1,498,146	1,395,519
887,000	213,155	480,758	1,393,663	1,246,584
715,000	962,894	893,235	875,906	2,886,072
(92,000)	(91,812)	14,716	25,608	(49,408)
(10,000)	694,287	443,859	1,314,179	617,447
1,500,000	1,778,524	1,832,568	3,609,356	4,700,695
\$4,268,000	\$4,117,916	\$4,432,156	\$5,107,502	\$6,096,214

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

	2008	2007	2006	2005	2004
<b>Revenues</b>					
Taxes (1)	n/a	\$13,685,944	\$12,665,853	\$10,265,881	\$8,666,743
Municipal Income Taxes	8,245,667	n/a	n/a	n/a	n/a
Property Taxes	3,625,281	n/a	n/a	n/a	n/a
Franchise Taxes	162,682	n/a	n/a	n/a	n/a
Charges for Services	1,356,368	697,267	630,322	567,845	503,833
Fees, Licenses and Permits	438,441	478,917	404,212	372,744	383,864
Intergovernmental	3,423,663	1,827,018	2,014,888	2,417,416	3,403,709
Special Assessments	268,887	280,487	251,996	247,661	230,950
Interest	242,022	902,878	1,163,633	534,113	75,626
Rentals	12,470	11,005	10,429	13,587	0
Other	174,594	175,679	164,709	160,907	151,442
<b>Total Revenues</b>	<b>17,950,075</b>	<b>18,059,195</b>	<b>17,306,042</b>	<b>14,580,154</b>	<b>13,416,167</b>
<b>Expenditures</b>					
Current:					
General Government	1,967,282	1,825,369	1,575,760	1,570,617	1,846,775
Security of Persons and Property	7,241,799	6,606,229	6,541,135	6,423,904	5,989,043
Transportation	1,596,174	2,285,613	2,096,611	2,395,523	931,146
Community Environment	366,556	150,868	1,735,926	1,717,840	1,606,713
Basic Utility Services	1,384,836	1,239,329	0	0	0
Leisure Time Activity	6,286,903	1,785,080	1,673,816	967,810	838,805
Public Health Services	2,785	4,395	2,405	72,513	57,305
Capital Outlay	624,601	11,019,177	4,718,525	3,422,025	1,982,089
Debt Service:					
Principal Retirement	795,177	892,753	2,094,705	430,536	1,720,760
Interest and Fiscal Charges	1,263,587	1,221,322	1,241,148	612,535	263,080
Bond Issuance Costs	0	0	0	278,104	0
<b>Total Expenditures</b>	<b>21,529,700</b>	<b>27,030,135</b>	<b>21,680,031</b>	<b>17,891,407</b>	<b>15,235,716</b>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(3,579,625)</i>	<i>(8,970,940)</i>	<i>(4,373,989)</i>	<i>(3,311,253)</i>	<i>(1,819,549)</i>
<b>Other Financing Sources (Uses)</b>					
Sale of Capital Assets	0	0	0	2,000	0
Bond Premium (Discount)	0	0	0	914,896	0
Bonds Issued	0	0	0	21,800,000	0
Refunding Bonds Issued	0	0	0	2,380,000	0
Payment to Refunded Bond Escrow Agent	0	0	0	(2,372,295)	0
General Obligation Notes Issued	0	0	0	0	1,200,000
Loan Issued	0	0	1,200,000	0	0
Inception of Capital Lease	320,000	0	0	0	162,287
Transfers In	1,140,658	1,166,028	862,634	707,123	2,733,782
Transfers Out	(1,064,923)	(1,480,894)	(862,634)	(707,123)	(2,733,782)
<b>Total Other Financing Sources (Uses)</b>	<b>395,735</b>	<b>(314,866)</b>	<b>1,200,000</b>	<b>22,724,601</b>	<b>1,362,287</b>
<b>Net Change in Fund Balances</b>	<b>(\$3,183,890)</b>	<b>(9,285,806)</b>	<b>(\$3,173,989)</b>	<b>\$19,413,348</b>	<b>(\$457,262)</b>
Debt Service as a Percentage of Noncapital Expenditures	9.9%	10.5%	24.5%	10.1%	17.7%

(1) 2008 was the first year that taxes were split between property and municipal income.

2003	2002	2001	2000	1999
\$8,816,411	\$8,698,630	\$8,538,909	\$7,574,098	\$7,965,255
n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a
541,180	453,623	215,756	245,540	297,431
422,376	486,249	458,474	596,309	619,283
3,164,482	2,428,288	3,484,994	4,146,726	2,025,185
230,971	229,563	223,456	226,048	225,147
63,432	96,807	249,843	409,375	306,041
0	10,859	11,166	12,007	10,634
195,583	51,888	70,676	257,408	27,750
13,434,435	12,455,907	13,253,274	13,467,511	11,476,726
1,871,902	1,843,234	1,612,294	1,914,513	1,638,614
5,760,650	5,573,697	5,484,567	5,565,714	5,061,879
932,973	764,149	973,226	852,552	888,275
1,593,359	1,594,380	1,495,481	1,393,372	1,203,078
0	0	0	0	0
713,599	737,912	1,526,721	2,122,278	907,820
49,447	58,352	61,546	52,784	51,917
2,064,837	1,893,058	2,659,043	4,065,081	2,044,297
230,074	1,793,126	245,000	230,000	660,000
274,521	297,091	321,961	180,024	178,558
0	0	0	0	0
13,491,362	14,554,999	14,379,839	16,376,318	12,634,438
(56,927)	(2,099,092)	(1,126,565)	(2,908,807)	(1,157,712)
0	420,086	0	0	0
0	0	0	0	273
0	0	0	0	4,325,000
0	0	0	0	0
0	0	0	0	0
0	1,400,000	0	1,940,498	0
0	0	0	0	0
505,126	0	0	0	257,286
1,082,074	2,896,744	758,096	1,086,321	624,079
(1,082,074)	(2,896,744)	(758,096)	(1,086,321)	(711,577)
505,126	1,820,086	0	1,940,498	4,495,061
\$448,199	(\$279,006)	(\$1,126,565)	(\$968,309)	\$3,337,349
4.6%	19.9%	5.1%	3.5%	8.6%

**City of Fairview Park, Ohio**  
*Assessed Valuation and Estimated True Values of Taxable Property*  
*Last Ten Years*

Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2008	\$342,011,590	\$66,153,650	\$1,166,186,400	\$3,565,490	\$4,051,693
2007	341,934,910	59,863,300	1,147,994,885	3,395,360	3,858,364
2006	342,374,940	59,112,380	1,147,106,628	5,431,180	6,171,795
2005	312,301,780	56,857,330	1,054,740,314	5,600,560	6,364,273
2004	312,162,030	69,401,060	1,090,180,257	6,431,890	7,308,966
2003	312,124,730	66,986,010	1,083,173,543	6,316,660	7,178,023
2002	291,556,870	64,973,420	1,018,657,970	6,690,510	7,602,852
2001	291,815,910	67,423,310	1,026,397,771	6,685,310	7,596,943
2000	292,377,770	68,615,670	1,031,409,829	9,122,440	10,366,409
1999	259,871,800	60,835,660	916,307,029	9,441,390	10,728,852

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax started being phased out in 2006. For collection year 2008, both types of general business tangible personal property were assessed at 6.25 percent. The percentage will be zero for 2009.

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% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

Source: Cuyahoga County Auditor

Tangible Personal Property					
General Business		Total			
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	Tax Rate
\$2,643,000	\$42,288,000	\$414,373,730	\$1,212,526,093	34 %	\$11.80
1,973,776	15,790,208	407,167,346	1,167,643,456	35	11.80
4,791,198	25,553,056	411,709,698	1,178,831,479	35	11.80
7,440,181	29,760,724	382,199,851	1,090,865,311	35	11.80
7,058,239	28,232,956	395,053,219	1,125,722,179	35	11.80
8,737,178	34,948,712	394,164,578	1,125,300,278	35	11.80
11,237,049	44,948,196	374,457,849	1,071,209,019	35	11.80
12,416,078	49,664,312	378,340,608	1,083,659,027	35	11.80
12,603,703	50,414,812	382,719,583	1,092,191,050	35	11.80
11,702,030	46,808,120	341,850,880	973,844,001	35	11.80

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

	2008	2007	2006	2005	2004
<b>Inside Millage</b>					
Operating	\$3.33000	\$3.33000	\$3.33000	\$3.33000	\$3.33000
Fire Pension	0.30000	0.30000	0.30000	0.30000	0.30000
Police Pension	0.30000	0.30000	0.30000	0.30000	0.30000
<i>Total Inside Millage</i>	<u>3.93000</u>	<u>3.93000</u>	<u>3.93000</u>	<u>3.93000</u>	<u>3.93000</u>
<b>Charter Millage</b>					
1976 Charter/Current Expense	5.00000	5.00000	5.00000	5.00000	5.00000
1994 Charter/Permanent Improvement	0.87000	0.87000	0.87000	0.87000	0.87000
1996 Charter/Fire	1.00000	1.00000	1.00000	1.00000	1.00000
1996 Charter/Recreational	1.00000	1.00000	1.00000	1.00000	1.00000
<i>Total Charter Millage</i>	<u>7.87000</u>	<u>7.87000</u>	<u>7.87000</u>	<u>7.87000</u>	<u>7.87000</u>
<b>Total Charter Millage</b>	<u><u>\$11.80000</u></u>	<u><u>\$11.80000</u></u>	<u><u>\$11.80000</u></u>	<u><u>\$11.80000</u></u>	<u><u>\$11.80000</u></u>

**Overlapping Rates by Taxing District**

<b>Fairview Park City School District</b>					
Residential/Agricultural Real	\$51.9219	\$51.7745	\$51.3582	\$49.9227	\$45.0102
Commerical/Industrial and Public Utility Real	59.3262	58.1597	57.9899	55.4759	49.8963
General Business and Public Utility Personal	96.1000	96.0000	95.6000	90.9000	86.0000
<b>Rocky River City School District</b>					
Residential/Agricultural Real	40.8213	35.1663	35.2625	37.8431	32.8459
Commerical/Industrial and Public Utility Real	55.6700	50.3371	51.2820	53.9213	45.6827
General Business and Public Utility Personal	82.7000	77.1000	77.2000	77.0000	72.0000
<b>Berea City School District</b>					
Residential/Agricultural Real	35.9563	35.9965	36.0527	33.7047	33.9059
Commerical/Industrial and Public Utility Real	43.6675	4.5842	43.7691	41.5531	41.1544
General Business and Public Utility Personal	74.9000	74.9000	74.9000	69.7000	69.8000
<b>Cuyahoga County Commissioners</b>					
Residential/Agricultural Real	12.6607	11.8689	11.8655	11.7227	10.9754
Commerical/Industrial and Public Utility Real	12.8153	12.4536	12.4941	12.5881	11.9846
General Business and Public Utility Personal	13.3200	13.4200	13.4200	13.5200	13.5200
<b>Special Taxing Districts (1)</b>					
Residential/Agricultural Real	13.4074	12.7052	12.7038	13.5382	13.5366
Commerical/Industrial and Public Utility Real	14.0723	13.4384	13.5665	14.2265	14.0729
General Business and Public Utility Personal	15.7800	15.2800	15.2800	15.2800	15.2800

Source: Cuyahoga County Auditor

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

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

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 2008 only 11.8 mills has been levied. The 11.8 mills includes 3.93 mills of inside millage.

- (1) 1999 - 2002 include the Metro Parks, County Library, Rocky River Library, and Polaris Joint Vocational School District.  
2003 - 2008 Port Authority, and Community College added.

2003	2002	2001	2000	1999
\$3.33000	\$3.33000	\$3.33000	\$3.33000	\$3.33000
0.30000	0.30000	0.30000	0.30000	0.30000
0.30000	0.30000	0.30000	0.30000	0.30000
3.93000	3.93000	3.93000	3.93000	3.93000
5.00000	5.00000	5.00000	5.00000	5.00000
0.87000	0.87000	0.87000	0.87000	0.87000
1.00000	1.00000	1.00000	1.00000	1.00000
1.00000	1.00000	1.00000	1.00000	1.00000
7.87000	7.87000	7.87000	7.87000	7.87000
<u>\$11.80000</u>	<u>\$11.80000</u>	<u>\$11.80000</u>	<u>\$11.80000</u>	<u>\$11.80000</u>

\$45.3387	\$39.5344	\$39.5094	\$43.2784	\$41.2176
52.1012	45.8944	45.6581	49.3829	47.9708
86.3000	78.4000	78.4000	82.2000	76.2000

32.7872	35.5579	30.6321	31.1465	34.5989
45.0509	46.5077	40.4257	41.0366	46.8214
72.0000	72.4000	67.5000	68.0000	68.6000

33.9233	36.4265	30.4735	30.4747	33.4303
41.2455	42.6575	36.5849	36.6507	43.6549
69.8000	69.8000	63.8000	63.8000	63.9000

10.9899	12.4609	11.3814	11.3966	11.4113
12.0433	12.8764	12.0023	11.9297	12.3735
13.5200	14.6500	14.6500	14.6500	13.7500

9.9678	10.9500	10.9433	8.0504	8.1242
10.8729	11.2744	11.0084	8.1987	9.1814
12.9800	10.0500	13.3500	10.0000	10.0500

**City of Fairview Park, Ohio**  
*Property Tax Levies And Collections (1)*  
*Last Ten Years*

Collection Year	Current Tax Levy (2)	Current Tax Collections (2)	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections
2008	\$4,713,003	\$4,567,342	96.91 %	\$116,079
2007	4,799,649	4,644,801	96.77	131,447
2006	4,397,790	4,216,264	95.87	141,801
2005	4,564,717	4,436,646	97.19	114,872
2004	4,555,398	4,351,892	95.53	155,483
2003	4,339,031	4,230,491	97.50	113,473
2002	4,387,656	4,259,623	97.08	100,539
2001	4,449,564	4,282,101	96.24	111,933
2000	4,071,654	3,967,951	97.45	92,430
1999	4,019,832	518,908	12.91	98,271

Source: Cuyahoga County, Ohio; County Auditor

- (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: The County does not maintain delinquency information by tax year.

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Total Tax Collections (1)	Percent of Total Tax Collections to Current Tax Levy	Accumulated Outstanding Delinquent Taxes (3)	Percentage of Delinquent Taxes to Total Tax Levy
\$4,683,421	99.37 %	\$178,625	3.79 %
4,776,248	99.51	183,200	3.82
4,358,065	99.10	202,607	4.61
4,551,518	99.71	156,144	3.42
4,507,375	98.95	206,958	4.54
4,343,964	100.11	159,953	3.69
4,360,162	99.37	178,189	4.06
4,394,034	98.75	180,271	4.05
4,060,381	99.72	146,423	3.60
617,179	15.35	132,623	3.30

**City of Fairview Park, Ohio**  
*Principal Real Property Taxpayers*  
 2008 and 1999

<b>2008</b>		
Taxpayer	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Fairview Park City School District	\$18,839,000	4.62 %
Aerospace Corporation	13,990,000	3.43
Target Corporation	12,167,000	2.98
Cuyahoga County Auditors	9,749,000	2.39
Cleveland Metroparks System	8,282,000	2.03
Analex Corporation	7,208,000	1.77
West Side Cardiology Associate	7,074,000	1.73
Riser Foods Company	5,042,000	1.23
MCGowan and Company Inc.	4,710,000	1.15
Cleveland Clinic Foundation	4,688,000	1.15
<b>Total</b>	<b>\$91,749,000</b>	<b>22.48 %</b>
<b>Total Real Property Assessed Valuation</b>	<b>\$408,165,240</b>	

<b>1999</b>		
Taxpayer	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Westgate Joint Venture	\$15,187,070	4.74 %
Z and Sons Limited Partnership	6,572,270	2.05
Cleveland Electric Illuminating Company	3,340,820	1.04
Ohio Bell Telephone Company	2,695,510	0.84
Higbee Company	2,450,000	0.76
Professional Inv. Of America	2,441,150	0.76
Fairview Shopping Center Corporation	1,901,900	0.59
East Ohio Gas Company	1,818,180	0.57
200 West Apartments	1,802,500	0.56
Fairview Board of Education	1,385,590	0.44
<b>Total</b>	<b>\$39,594,990</b>	<b>12.35 %</b>
<b>Total Real Property Assessed Valuation</b>	<b>\$320,707,460</b>	

Source: Cuyahoga County Auditor

**City of Fairview Park, Ohio**  
*Principal Taxpayers - Personal Property*  
 Current Year and Nine Years Ago

**2008**

Taxpayer (1)	Personal Property Assessed Valuation	Percentage of Total Assessed Valuation
Ohio Bell Telephone Company	\$591,380	22.38 %
Target Corporation	262,250	9.92
Kohl's Department Stores	203,610	7.70
Alltell Ohio Limited	123,400	4.67
Riser Foods Company	117,240	4.44
New Cingular Wireless PCS LLC	94,530	3.58
Cox Communications Incorporated	83,840	3.17
Wide Open West Cleveland LLC	81,490	3.08
Ultra Salon Cosmetics	43,610	1.65
<b>Total</b>	<b>\$1,601,350</b>	<b>60.59 %</b>
<b>Total Personal Property Assessed Valuation</b>	<b>\$2,643,000</b>	

**1999**

Taxpayer	Personal Property Assessed Valuation	Percentage of Total Assessed Valuation
Higbee Company	\$3,497,700	29.89 %
Kohl's Department Stores	816,300	6.98
First National Supermarkets	796,160	6.80
Ameritech New Media Inc.	390,080	3.33
Quadax Inc.	222,650	1.90
Gap, Inc.	166,150	1.42
R E May, Inc.	146,850	1.25
Walden Book CO Inc.	134,420	1.15
Reserves Network Inc.	132,290	1.13
Venator Group Retail Inc.	128,000	1.10
<b>Total</b>	<b>\$6,430,600</b>	<b>54.95 %</b>
<b>Total Personal Property Assessed Valuation</b>	<b>\$11,702,030</b>	

Source: Cuyahoga County Auditor  
 (1) Information not available for the tenth taxpayer

**City of Fairview Park, Ohio**  
*Principal Taxpayers - Public Utility*  
*Current Year and Nine Years Ago*

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**2008**

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Taxpayer	Public Utility Assessed Valuation	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$2,657,790	74.54 %
East Ohio Gas Company	644,520	18.08
American Transmission System	263,180	7.38
Total	\$3,565,490	100.00 %
Total Public Utility Assessed Valuation	\$3,565,490	

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**1999**

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Taxpayer	Public Utility Assessed Valuation	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$3,651,150	38.67 %
Ohio Bell Telephone Company	3,124,240	33.09
East Ohio Gas Company	1,959,540	20.76
Total	\$8,734,930	92.52 %
Total Public Utility Assessed Valuation	\$9,441,390	

Source: Cuyahoga County Auditor

**City of Fairview Park, Ohio**  
*Income Tax Revenue Base and Collections*  
*Last Five Years (1)*

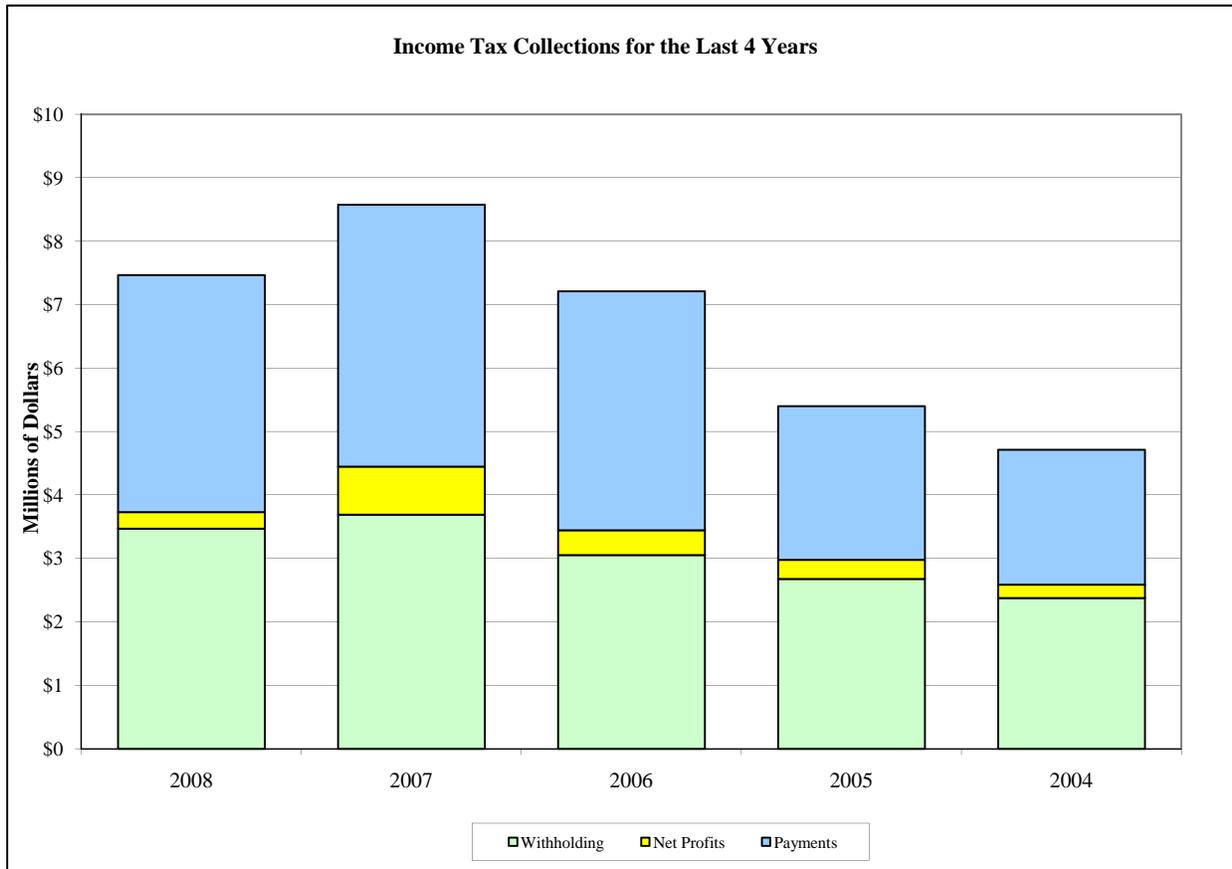
Tax Year (1)	Tax Rate	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individual Payments	Percentage of Taxes from Individual Payments
2008	2.00%	\$7,467,534	\$3,471,710	46.49%	\$257,259	3.45%	\$3,738,565	50.06%
2007	2.00	8,575,681	3,692,373	43.06	753,961	8.79	4,129,347	48.15
2006	2.00	7,312,059	3,054,047	41.77	391,453	5.35	3,766,939	51.52
2005	2.00	5,427,291	2,679,923	49.38	299,053	5.51	2,423,038	44.65
2004	2.00	4,792,476	2,376,802	49.59	212,993	4.44	2,125,312	44.35

Source: Regional Income Tax Agency (RITA)

(1) - Information is not available prior to 2004

(2) - 2007 through 2008 are on an Accrual Basis and 2004 through 2006 are on a Modified Accrual Basis

(3) - The City is statutorily prohibited from presenting individual taxpayer information



**City of Fairview Park, Ohio**  
*Ratio of Outstanding Debt to  
Total Personal Income and Debt Per Capita  
Last Ten Years*

Year	Governmental Activities					
	General Obligation Bonds	OPWC Loans	Lorain Road Revitalization Note	Capital Leases	Police and Fire Pension Liability	Intergovernmental Loan
2008	\$23,805,757	\$0	\$247,972	\$605,480	\$75,000	\$447,637
2007	24,370,511	0	275,038	466,767	80,000	504,461
2006	25,065,000	280,000	300,000	363,000	85,000	561,000
2005	25,977,000	317,000	324,000	489,000	90,000	628,000
2004	3,470,000	371,000	346,000	717,000	95,000	716,000
2003	3,795,000	407,000	367,000	645,000	100,000	74,000
2002	4,115,000	443,000	367,000	165,000	105,000	116,000
2001	4,425,000	479,000	367,000	190,000	110,000	251,000
2000	4,785,000	497,000	0	226,000	115,000	0
1999	5,130,000	542,000	0	0	0	0

Note: Population and Personal Income data are presented on page S26

Business-Type Activities						
Long-Term Notes	OPWC Loans	General Obligation Bonds	Capital Leases	Total Debt	Percentage of Personal Income	Per Capita
\$1,200,000	\$226,262	\$0	\$205,149	\$26,813,257	5.52%	\$1,526
1,200,000	262,396	0	0	27,159,173	5.62	1,546
1,200,000	280,464	0	0	28,134,464	5.82	1,601
1,200,000	316,598	115,000	0	29,456,598	6.09	1,676
1,200,000	370,799	230,000	0	7,515,799	1.55	428
1,400,000	406,933	345,000	0	7,539,933	1.56	429
1,400,000	443,067	460,000	0	7,614,067	1.58	433
1,573,000	479,201	575,000	0	8,449,201	1.75	481
1,940,000	497,268	690,000	0	8,750,268	1.81	485
0	542,013	805,000	0	7,019,013	n/a	600

**City of Fairview Park, Ohio**

*Legal Debt Margin*

*Last Two Years (1)*

	2008	2007
Total Assessed Property Value	\$414,373,730	\$407,167,346
General Bonded Debt Outstanding:		
General Obligation Bonds	\$22,965,000	\$23,490,000
Economic Development Notes	1,200,000	1,200,000
Lorain Road Revitalization Loan	247,972	275,038
OPWC Loan - Sanitary Sewer Rehabilitation	226,262	262,396
Intergovernmental Loan	447,637	504,461
Total Gross Indebtedness	25,086,871	25,731,895
Less:		
2005 Various Purpose Bonds	(20,400,000)	(20,700,000)
Lorain Road Revitalization Loan	(247,972)	(275,038)
Intergovernmental Loan	(447,637)	(504,461)
OPWC Loan - Sanitary Sewer Rehabilitation	(226,262)	(262,396)
Total Net Debt Applicable to Debt Limit	3,765,000	3,990,000
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	43,509,242	42,752,571
Legal Debt Margin Within 10 ½ % Limitations	\$39,744,242	\$38,762,571
Legal Debt Margin as a Percentage of the Debt Limit	91.35%	90.67%
Unvoted Debt Limitation 5 ½ % of Assessed Valuation	\$22,790,555	\$22,394,204
Total Gross Indebtedness	25,086,871	25,731,895
Less:		
Intergovernmental Loan	(447,637)	(504,461)
Net Debt Within 5 ½ % Limitations	3,991,262	4,252,396
Unvoted Legal Debt Margin Within 5 ½ % Limitations	\$18,799,293	\$18,141,808
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	82.49%	81.01%

Source: City Financial Records

(1) Information prior to 2007 is not available

**City of Fairview Park, Ohio**  
*Computation of Direct and Overlapping Governmental Activities Debt*  
*December 31, 2008*

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City of Fairview Park
<b>Direct Debt:</b>			
<b>City of Fairview Park</b>			
General Obligation Bonds	\$23,805,757	100.00 %	\$23,805,757
Capital Leases	605,480	100.00	605,480
Police and Fire Pension Liability	75,000	100.00	75,000
Lorain Road Revitalization Note	247,972	100.00	247,972
Long-Term Notes	1,200,000	100.00	1,200,000
Intergovernmental Loan	447,637	100.00	447,637
<i>Total Direct Debt</i>	<u>26,381,846</u>		<u>26,381,846</u>
<b>Overlapping Debt:</b>			
Payable from Property Taxes:			
Fairview Park City School District	29,088,461	94.63	27,526,411
Rocky River City School District	18,314,079	5.32	974,309
Cuyahoga County Bonds	173,500,000	1.30	2,255,500
Regional Transit Authority Bonds	140,763,731	1.30	1,829,929
Payable from Other Sources:			
Rocky River City School District Capital Leases	49,072	5.32	2,611
Cuyahoga County Capital Leases	2,269,000	1.30	29,497
Cuyahoga County Loans	6,551,000	1.30	85,163
Regional Transit Authority Loan	3,575,318	1.30	46,479
Regional Transit Authority Capital Lease	23,684,005	1.30	307,892
<i>Total Overlapping Debt</i>	<u>350,392,126</u>		<u>4,557,070</u>
<i>Total Direct and Overlapping Debt</i>	<u><u>\$376,773,972</u></u>		<u><u>\$30,938,916</u></u>

Source: Cuyahoga County, Ohio; County Auditor

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

**City of Fairview Park, 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 Bonded Debt to Estimated Actual Values of Taxable Property	Bonded Debt Per Capita
2008	17,572	b	\$1,212,526,093	\$23,805,757	1.96%	\$1,354.76
2007	17,572	b	1,167,643,456	24,370,511	2.09	1,386.89
2006	17,572	b	1,178,831,479	25,065,000	2.13	1,426.42
2005	17,572	b	1,090,865,311	25,977,000	2.38	1,478.32
2004	17,572	b	1,125,722,179	3,470,000	0.31	197.47
2003	17,572	b	1,125,300,278	3,795,000	0.34	215.97
2002	17,572	b	1,071,209,019	4,115,000	0.38	234.18
2001	17,572	b	1,083,659,027	4,425,000	0.41	251.82
2000	17,572	b	1,092,191,050	4,785,000	0.44	272.31
1999	18,028	a	973,844,001	5,130,000	0.53	284.56

Sources:

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

(a) 1990 Federal Census

(b) 2000 Federal Census

(2) Cuyahoga County Auditor

**City of Fairview Park, Ohio**

*Principal Employers (1)*

*2008 and 2001 (1)*

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**2008**

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Employer	Employees	Percentage of Total City Employment
Target Corporation	429	6.43%
Fairview Park City School District	291	4.36
City of Fairview Park	134	2.01
ASRC Aerospace Corporation	129	1.94
Cleveland Metroparks	129	1.94
Analex Corporation	105	1.58
McGowan and Company	88	1.32
Cuyahoga County Auditors	59	0.88
West Side Cardiology	49	0.73
Accounting Service Center	41	0.61
<b>Total</b>	<b>1,454</b>	<b>21.80%</b>
<b>Total Employment within the City</b>	<b>6,671</b>	

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**2001**

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Employer	Employees	Percentage of Total City Employment
Fairview Park City School District	454	7.28%
US Department of Interiors	306	4.91
Quadax	190	3.05
City of Fairview Park	129	2.07
Zin Technologies	77	1.23
Tops Markets LLC	74	1.19
Reserves Network Inc.	73	1.17
Cuyahoga County Auditors	65	1.04
Analex Corporation	63	1.01
McGowan and Company	61	0.97
<b>Total</b>	<b>1,492</b>	<b>23.92%</b>
<b>Total Employment within the City</b>	<b>6,238</b>	

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

(1) Information prior to 2001 is not available.

**City of Fairview Park, Ohio**  
*Demographic and Economic Statistics*  
*Last Nine Years (1)*

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<u>Year</u>	<u>Population (2)</u>	<u>Total Personal Income (6)</u>	<u>Personal Income Per Capita (1)</u>	<u>Median Household Income (1)</u>	<u>Median Age (1)</u>
2008	17,572	\$486,076,664	\$27,662	\$50,487	40.9
2007	17,572	483,423,292	27,511	50,436	40.8
2006	17,572	483,423,292	27,511	50,436	40.8
2005	17,572	483,423,292	27,511	38,377	40.8
2004	17,572	483,423,292	27,511	38,377	40.8
2003	17,572	483,423,292	27,511	38,377	40.8
2002	17,572	483,423,292	27,511	38,377	40.8
2001	17,572	483,423,292	27,511	38,377	40.8
2000	17,572	483,423,292	27,511	38,377	40.8

(1) Information prior to 2000 is not available

(2) Source 2000 U. S. Census and Census estimates

(3) Source: Ohio Department of Education Website: <http://www.ode.state.oh.us>

(4) Cuyahoga County Planning Commission

(5) Source: Cuyahoga County Auditor

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

(7) Cuyahoga County Jobs and Family Services

<u>School Enrollment (3)</u>	<u>Cuyahoga County Unemployment Rate (7)</u>	<u>Average Sales Price of Residential Property (4)</u>	<u>Total Assessed Property Value (5)</u>
1,666	6.8%	\$153,564	\$414,373,730
1,699	6.1	151,009	407,167,346
1,711	5.5	151,749	411,709,698
1,758	6.2	156,985	382,199,851
1,771	6.6	157,998	395,053,219
1,787	6.2	148,057	394,164,578
1,803	6.6	145,971	374,457,849
1,857	4.6	145,883	378,340,608
1,847	4.5	132,300	382,719,583

**City of Fairview Park, Ohio**  
*Capital Assets Statistics by Function/Program*  
*Last Ten Years*

Function/Program	2008	2007	2006	2005
<b>General Government</b>				
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)	2,400	2,400	2,400	2,400
Bain Cabin	3,880	3,880	3,880	3,880
Administrative Vehicles	4	4	0	0
Inspection Vehicles	2	2	0	0
<b>Police</b>				
Stations	1	1	1	1
Vehicles	13	13	12	n/a
<b>Fire</b>				
Stations	1	1	1	1
Number of fire hydrants	866	866	866	866
Vehicles	7	8	n/a	n/a
<b>Recreation</b>				
Number of Parks	5	5	5	5
Number of Pools	2	0	0	0
Number of Golf Courses	0	0	0	0
Number of Tennis Courts	6	6	6	6
Number of Baseball Diamonds	7	8	8	8
Number of Soccer Fields	4	3	3	1
Number of Stadiums	1	1	1	3
Square Footage of Recreation Center	93,000	93,000	0	0
<b>Other Public Works</b>				
Streets (miles)	52.90	52.9	52.9	52.9
Number of street lights (per light bill)	1,262	1,262	1,262	1,262
Service Department Large Vehicles/Trucks	34	34	34	34
<b>Wastewater</b>				
Sanitary Sewers (miles)	52.90	50.10	50.10	50.10
Storm Sewers (miles)	52.90	50.10	50.10	50.10
Vehicles	0.00	1.00	1.00	1.00

2004	2003	2002	2001	2000	1999
40,489	40,489	40,489	40,489	40,489	40,489
9,600	9,600	9,600	9,600	9,600	9,600
4,000	4,000	4,000	4,000	4,000	4,000
4,000	4,000	4,000	4,000	4,000	4,000
2,400	2,400	2,400	2,400	2,400	2,400
3,880	3,880	3,880	3,880	3,880	3,880
0	0	0	0	0	0
0	0	0	0	0	0
1	1	1	1	1	1
n/a	n/a	n/a	n/a	n/a	n/a
1	1	1	1	1	1
866	866	866	866	866	866
n/a	n/a	n/a	n/a	n/a	n/a
5	5	5	5	5	5
0	0	0	0	0	0
0	0	0	0	0	0
6	6	6	6	6	6
8	8	8	8	8	8
1	1	0	0	0	0
3	3	0	0	0	0
0	0	0	0	0	0
52.9	52.9	52.9	52.9	52.9	52.9
1,262	1,262	1,262	1,262	1,262	1,262
34	34	34	34	34	34
50.10	50.10	50.10	50.10	50.10	50.10
50.10	50.10	50.10	50.10	50.10	50.10
1.00	1.00	1.00	1.00	1.00	1.00

**City of Fairview Park, Ohio**  
*Full-Time Equivalent City Government Employees by Function/Program*  
*Last Seven Years (1)*

Function/Program	2008	2007	2006	2005	2004	2003	2002
<b>General Government</b>							
Council	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Finance	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Administration	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Planning Design	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Payroll/Civil Service	1.00	1.00	1.00	1.00	1.00	1.00	1.00
<b>Security of Persons and Property</b>							
Police	27.00	27.00	27.00	28.00	28.00	28.00	28.00
Police - Auxiliary/Guards	12.00	16.00	11.00	10.00	11.00	10.00	10.00
Police - Dispatchers/Office/Other	1.00	1.50	2.00	2.00	2.00	2.00	2.00
Animal Wardens	1.00	0.00	1.00	1.00	1.00	1.00	1.00
Fire	28.00	28.00	25.00	25.00	26.00	26.00	26.00
Fire Secretary	1.00	1.00	1.00	1.00	1.00	1.00	1.00
<b>Leisure Time Activities</b>							
Recreation	11.00	15.00	21.00	20.00	16.00	16.00	16.00
Senior Life	2.00	7.00	7.00	7.00	7.00	7.00	7.00
<b>Community Development</b>							
Building	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Economic Development	2.00	2.00	2.00	2.00	2.00	2.00	2.00
<b>Transportation</b>							
Service	28.00	25.00	28.00	38.00	37.00	41.00	40.00
<b>Totals:</b>	<u>134.00</u>	<u>143.50</u>	<u>146.00</u>	<u>155.00</u>	<u>152.00</u>	<u>155.00</u>	<u>154.00</u>

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

(1) Information prior to 2002 is not available.

**City of Fairview Park, Ohio**  
*Operating Indicators by Function/Program*  
*Last Seven Years (1)*

Function/Program	2008	2007	2006	2005	2004	2003	2002
<b>General Government</b>							
<i>Council and Clerk</i>							
Number of Ordinances Passed	76	78	67	69	56	55	67
Number of Resolutions Passed	25	27	30	24	29	17	27
Number of Planning Commission docket items	22	36	17	36	24	34	52
Zoning Board of Appeals docket items	12	12	12	11	12	8	20
<i>Finance Department</i>							
Number of payroll checks issued	0	0	5,735	0	0	0	0
Number of checks/vouchers issued	3,614	3,396	2,868	2,424	2,635	2,559	2,347
Amount of checks written	\$16,095,444	\$26,308,251	\$24,515,579	\$18,784,193	\$19,403,725	\$17,022,821	\$11,395,977
Interest earnings for fiscal year (cash basis)	\$525,500	\$906,612	\$1,184,028	\$490,426	\$79,842	\$78,709	\$123,304
Number of Receipts issued	30,096	1,446	n/a	n/a	n/a	n/a	n/a
Number of Budget Adjustments issued	0	0	2	2	2	2	2
Agency Ratings - Moody's Financial Services	A-						
Health Insurance Costs vs General Fund Expenditures %	12.29%	0.00%	12.03%	12.78%	0.00%	12.10%	10.85%
General Fund Receipts (cash basis in thousands)	\$10,016,188	\$10,691,201	\$8,988,968	\$8,618,575	\$9,125,767	\$9,012,735	\$8,732,098
General Fund Expenditures (cash basis in thousands)	\$10,517,415	\$10,273,185	\$9,187,021	\$9,401,877	\$9,647,796	\$8,740,672	\$8,756,001
General Fund Cash Balances (in thousands)	\$1,065,301	\$752,977	\$177,215	\$346,660	\$1,129,962	\$1,651,991	\$1,380,288
<i>Engineer Contracted Services</i>							
Dollar amount of Construction overseen by Engineer	\$1,276,825	\$1,386,923	\$836,855	\$1,120,762	\$2,902,333	\$2,459,200	\$824,104
<i>Civil Service</i>							
Number of police entry tests administered	0	97	0	0	1	0	0
Number of fire entry tests administered	1	0	1	0	0	0	0
Number of police promotional tests administered	0	0	0	0	158	0	0
Number of Police Officers hired	1	0	0	1	0	0	0
Number of Fire/Medics hired	0	3	0	0	0	2	1
<i>Building Department Indicators</i>							
New Construction Permits Issued	348	674	312	629	436	353	410
Estimated Value of Construction	\$10,236,541	\$2,196,066	\$28,319,012	\$9,093,247	\$4,872,485	\$4,750,630	\$9,273,481
Number of electrical/plumbing/remodeling permits issued	1,837	1,923	1,730	1,854	1,794	1,866	1,879
Amount of Revenue generated from permits	\$158,570	\$273,157	\$206,663	\$129,783	\$122,069	\$145,641	\$157,267
Number of contract registrations issued	429	203	322	404	324	403	380
Number of rental inspections performed	1,783	1,783	1,783	1,783	1,783	1,783	1,787
Number of point of sale inspections	0	0	0	0	0	0	0
Annual Apartment/Rooming House License Fees	\$10,482	\$10,482	\$10,482	\$10,482	\$10,482	\$4,520	\$4,516
<b>Security of Persons and Property</b>							
<i>Police</i>							
Total Calls for Services	11,990	11,298	10,930	9,596	10,486	11,020	10,991
Number of traffic citations issued	5,420	4,946	5,586	5,029	4,612	4,960	5,699
Number of parking citations issued	1,521	2,176	1,941	1,897	2,114	2,839	1,523
Number of criminal arrests	105	112	124	128	118	159	144
Number of accident reports completed	259	224	239	204	251	239	240
Part 1 Offenses (major offenses)	65	87	73	102	70	98	76
Animal Warden service calls responded to per annual report	380	393	0	0	0	0	0
Police Dept. Auxiliary hours worked	1,699	0	1,500	1,625	1,540	1,870	1,830
DUI Arrests	60	57	62	43	59	58	78
Prisoners	502	737	593	576	624	688	694
Prisoner meal costs	7,388	12,344	\$11,484	\$11,277	\$12,843	\$18,401	\$0
Motor Vehicle Accidents	37	224	0	0	0	0	0
Property damage accidents	117	100	171	147	188	178	173
Fatalities from Motor Vehicle Accidents	1	0	0	0	0	1	0
Gasoline costs of fleet	55,649	38,974	\$43,102	\$37,880	\$28,990	\$23,000	\$0
Community Diversion Program Youths	1,440	1,440	1,400	1,400	1,400	1,400	1,400
Community Diversion Program - community service hours	48	0	0	32	152	56	264
<i>Fire</i>							
EMS Calls	1,363	1,508	1,531	1,521	1,464	1,291	1,293
Ambulance Billing Collections (net)	\$282,167	\$250,972	\$248,375	\$275,508	\$256,338	\$234,221	\$221,296
Fire Calls	161	201	144	132	124	133	156
Fires with Loss	40	99	0	0	0	0	0
Fires with Losses exceeding \$10,000	6	2	0	0	0	0	0
Fire Losses \$	\$250,000	\$154,000	\$0	\$0	\$0	\$0	\$0
Fire Safety Inspections	721	1,276	580	1,033	1,118	1,120	1,190
Number of times Mutual Aid given to Fire and EMS	104	97	93	106	81	88	84
Number of times Mutual Aid received for Fire and EMS	80	55	60	51	51	35	42

(continued)

**City of Fairview Park, Ohio**  
*Operating Indicators by Function/Program (continued)*  
*Last Seven Years (1)*

Function/Program	2008	2007	2006	2005	2004	2003	2002
<b>Leisure Time Activities</b>							
<i>Recreation</i>							
Recreation Swimming pool receipts	\$28,518	\$0	\$16,934	\$0	\$0	\$0	\$942
Recreation Mens & Womens Leagues receipts	27,510	24,330	24,414	25,460	19,755	28,246	19,790
Recreation programs	163,173	48,164	49,537	46,143	43,383	36,319	46,043
Youth Soccer League	13,184	15,974	16,095	17,273	19,428	11,993	13,891
Youth Basketball League	19,407	34,852	36,681	37,907	39,470	40,428	41,389
Facilities rentals	72,897	9,034	3,830	5,846	8,761	5,407	5,735
Recreation center memberships	585,690	71,651	0	0	0	0	0
Miscellaneous	115,604	63,004	35,405	45,381	41,692	35,394	40,599
<b>Total Recreation Department receipts</b>	<b>\$1,025,983</b>	<b>\$267,009</b>	<b>\$182,896</b>	<b>\$178,010</b>	<b>\$172,489</b>	<b>\$157,787</b>	<b>\$168,389</b>
<b>Community Development</b>							
Grant amounts received due to Economic Development Dept.	\$0	\$102,023	\$50,000	\$0	\$0	\$106,285	\$423,026
<b>Basic Utility Services</b>							
Refuse disposal per year (in tons) January through December	8,511	8,412	8,432	8,682	8,313	8,745	8,100
Refuse disposal costs per year January through December	\$556,346	\$282,482	\$261,923	\$230,673	\$229,877	\$243,532	\$241,501
Percentage of waste recycled	26.90%	26.34%	36.51%	35.56%	36.32%	35.91%	29.51%
Annual recycling tonnage (excluding leaf and compost items)	540	1,121	1,184	1,015	1,155	1,239	1,159
<b>Transportation</b>							
Street Repair (Concrete, asphalt, crack sealing) (hours)	1,184	2,152	n/a	n/a	n/a	n/a	n/a
Mowing (hours)	1,776	1,856	n/a	n/a	n/a	n/a	n/a
Street Sweeper (hours)	320	328	n/a	n/a	n/a	n/a	n/a
Cold Patch (hours)	400	32	n/a	n/a	n/a	n/a	n/a
Snow & Ice Removal regular hours	1,888	1,768	n/a	n/a	n/a	n/a	n/a
Sewer and Sanitary calls for service	3,920	3,636	n/a	n/a	n/a	n/a	n/a
Fire hydrants (hours)	16	40	n/a	n/a	n/a	n/a	n/a
Catch basin (hours)	1,920	632	n/a	n/a	n/a	n/a	n/a
Leaf collection (hours)	2,784	3,320	n/a	n/a	n/a	n/a	n/a
Holiday lights setup (hours)	140	147	n/a	n/a	n/a	n/a	n/a
Burial Services (hours)	0	16	n/a	n/a	n/a	n/a	n/a
Equipment repair/body shop (hours)	7,024	8,344	n/a	n/a	n/a	n/a	n/a
Sign department (hours)	160	516	n/a	n/a	n/a	n/a	n/a
Paint striping (hours)	624	n/a	n/a	n/a	n/a	n/a	n/a
Building maintenance (hours)	9,152	9,086	n/a	n/a	n/a	n/a	n/a
Landscaping (hours)	1,704	2,648	n/a	n/a	n/a	n/a	n/a
Other (hours)	2,240	8,832	n/a	n/a	n/a	n/a	n/a
Tree Pruning and Care	1,216	n/a	n/a	n/a	n/a	n/a	n/a
Parks and main street garbage	1,704	n/a	n/a	n/a	n/a	n/a	n/a
Recycling crews	3,968	n/a	n/a	n/a	n/a	n/a	n/a
Traffic department (hours)	1,840	n/a	n/a	n/a	n/a	n/a	n/a
Summerfest	256	n/a	n/a	n/a	n/a	n/a	n/a
<b>Water Department</b>							
Water Rates per 1st 300 Cu ft of water used	\$16	\$15	\$15	\$14	\$14	n/a	n/a
Avg. number of water accounts billed monthly (Cu. Ft.)	4,911	4,961	4,982	4,980	5,038	5,062	5,025
Total Water Collections Annually (Including P&I)	\$3,117,530	\$3,126,382	\$3,164,975	\$2,833,238	\$2,640,467	\$2,622,742	\$2,485,012
Payments to Cleveland for bulk water purchases	\$2,499,987	\$2,544,728	\$2,339,734	\$2,234,770	\$1,982,641	\$1,918,360	\$1,755,173
Water Usage:							
Water usage by Schools	\$1,673,489	\$14,326,079	\$962,072	\$1,360,802	n/a	n/a	n/a
Water usage by churches	195,193	653,971	92,546	225,580	n/a	n/a	n/a
Water usage by government	1,319,142	719,167	2,458,503	3,729,584	n/a	n/a	n/a
Water usage by Other	2,499,549	41,838,916	14,659,624	14,701,310	n/a	n/a	n/a
Water usage by (residential)	41,630,022	70,566,887	32,768,640	52,677,386	n/a	n/a	n/a
Water usage by commercial	5,545,044	8,788,675	5,565,859	4,812,246	n/a	n/a	n/a
Water usage by Industrial	18,688,854	17,958,714	17,292,832	9,465,296	n/a	n/a	n/a
<b>Total Usage</b>	<b>\$71,551,293</b>	<b>\$154,852,409</b>	<b>\$73,800,076</b>	<b>\$86,972,204</b>	<b>n/a</b>	<b>n/a</b>	<b>n/a</b>
<b>Wastewater Department</b>							
Wastewater Rates per 1st 1000 Cu ft of water used	\$27.00	n/a	n/a	n/a	n/a	n/a	n/a
Total flow of wastewater treatment plant (Billions of Gallons)	5.03	4.73	4.20	4.53	4.43	4.71	4.14
Average daily flow (Millions of gallons per day)	13.74	12.94	11.51	12.42	12.11	12.91	11.34
Tons of dry sludge removed	1,757.60	1,978.69	1,924.31	1,832.82	1,735.72	1,708.46	1,810.45

(1) Information prior to 2002 is not available



**Mary Taylor, CPA**  
Auditor of State

**CITY OF FAIRVIEW PARK**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
DECEMBER 31, 2009**