

City of Westlake, Ohio

**Comprehensive
Annual Financial Report**
for the year ended December 31, 2013

Prepared by the Department of Finance
Prashant R. Shah, Director
Bonnie L. Freeh, Assistant Director



Dave Yost • Auditor of State

City Council
City of Westlake
27700 Hilliard Blvd
Westlake, Ohio 44145

We have reviewed the *Independent Auditor's Report* of the City of Westlake, Cuyahoga County, prepared by Ciuni & Panichi, Inc., for the audit period January 1, 2013 through December 31, 2013. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The City of Westlake is responsible for compliance with these laws and regulations.

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

Dave Yost
Auditor of State

August 6, 2014

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City of Westlake, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2013
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June 25, 2014

Members of City Council
Citizens of Westlake, Ohio

FINANCE DEPARTMENT

27700 Hilliard Blvd. Phone 440.871.3300
Westlake, OH 44145 Fax 440.617.4284

We are pleased to submit the comprehensive annual financial report of the City of Westlake for the year ended December 31, 2013.

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

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

Ciuni and Panichi, Inc., has issued an unmodified (“clean”) opinion on the City of Westlake’s financial statements for the year ended December 31, 2013. The Independent Auditor’s Report is located at the front of the financial section of this report.

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

HISTORY OF WESTLAKE

In 1811, Leverett Johnson, formerly from Connecticut, was the first settler to clear land in what is now Westlake. Three years after arriving, he built a log house at Porter and Center Ridge Roads for his bride Abigail Cahoon. By 1812, enough people resided in the region to make it necessary to elect trustees to oversee the community and the Township of Dover was established. With Lake Erie as the northern boundary, the township grew, reaching a population of over 2,200 by the early 1900s. By 1908, the township split into three communities with Bay Village to the north and North Olmsted to the south. In 1912, the township was incorporated as Dover Village making Frank Bailey the first mayor. Dover Village was renamed the Village of Westlake in 1940 to avoid confusion with Dover, Ohio located in Tuscarawas County. As the Cleveland suburbs grew following World War II, so did Westlake, attaining a population just under 5,000 by 1950. In 1957, the Village of Westlake became the City of Westlake. The City marked its Bicentennial in 2011 with a series of events to commemorate this milestone in Westlake’s history.

GENERAL INFORMATION

Situated in the western reach of Cuyahoga County, Westlake is a suburb of Cleveland, Ohio, thirteen miles from downtown. Per the 2010 census, the current population is estimated at 32,729. The total land area is 15.9 square miles. Proximity to Interstate highways I-80, I-90, and I-480 and to Cleveland Hopkins International Airport makes Westlake a desirable locality for residents and commercial enterprises.

A new City Hall opened in January of 2003 on land owned by the City that was adjacent to the existing structure. The old City Hall, which was constructed in the 1950's, was purchased by the Westlake Board of Education. A new building for the Police Department located behind the current City Hall and two new fire stations at the east and west sides of the City were completed in 1991. The City acquired Meadowood Golf Course in 1988 and the adjacent Hedgewood course in 1991. Both courses are now referred to as Meadowood. In 2002, a new clubhouse was completed at the course. Construction of a Recreation Center was completed in 1998. The facility, situated in an 85-acre park setting, is approximately 82,700 square feet in an architectural style similar to the City's library, police and fire stations. The Recreation Center includes five indoor swimming pools, a gymnasium, community and craft rooms, an indoor track, a fitness area, and a sun deck. The outside grounds feature tennis courts, baseball and soccer fields, nature trails, a sand volleyball court, and a picnic area with a lake. In 2004, the Westlake Center for Community Services completed an expansion and renovation project and a new Service Center facility was completed in 2006.

FORM OF GOVERNMENT

Westlake operates and is governed by the laws of the State of Ohio and its own charter that was first adopted by the electorate on November 6, 1956. The charter provides for a mayor-council form of government. Legislative authority is vested in a seven-member council. The Council is composed of a president who is elected at-large and six councilpersons elected by wards. All members of Council serve in a part-time capacity for four-year terms.

The City's chief executive and administrative officer is the Mayor who is elected to a four-year term and serves in a full-time capacity. The Mayor may veto legislation passed by Council. A two-thirds vote of all members of Council will override a veto.

The Rocky River Municipal Court provides judicial services for the City of Westlake. The jurisdiction of the court, as established by the Ohio Revised Code, encompasses the contiguous cities of Westlake, Rocky River, Bay Village, Fairview Park, and North Olmsted.

The municipal government consists of thirteen departments in addition to the Mayor's Office. Each department head reports directly to the Mayor. All directors work closely with the Mayor in providing the citizens of Westlake with the highest quality of services while maintaining efficiency and cost effectiveness.

The **Police Department** enforces local, state, and federal laws in addition to protecting citizens and their property. The department takes a community oriented policing approach that has been met with great success. Numerous programs are offered to citizens and students. The department, which is headed by the Chief of Police, consists of three bureaus. The Field Operations Bureau oversees jail operations, animal control, and the auxiliary police as well as the staff of patrol officers. Administrative Services Bureau consists of secretaries, dispatchers, school guards, park patrol officers, building/vehicle maintenance, and community services. The Criminal Investigations Bureau is responsible for the City's investigative services. The Police Department is located in a separate facility next to City Hall.

The **Fire Department** provides fire protection and emergency medical services to citizens, as well as placing strong emphasis on community involvement and education. A Fire Prevention unit focuses on the reduction of potential fires and loss of property within the City. Two fire facilities located on the east and west sides of the City provide protection. The Central Dispatch Center, a joint partnership with the cities of Bay Village, Rocky River, Fairview Park, and North Ridgeville, is under the jurisdiction of the Westlake Fire Department.

The **Service Department** is comprised of several divisions administered by a director. The City Service Division is responsible for the maintenance of all City vehicles, buildings and signs, and snow and leaf removal. The Storm/Sanitary Sewers Division maintains proper drainage control. The Parks Division maintains five parks and includes forestry services. The Streets Division is responsible for all non-contractual street repairs. Leaf humus and wood chips are generated from the collection of yard waste. The City outsources rubbish and recycling services in addition to grass maintenance. The City also owns and operates two cemeteries. The Service Center facility includes administrative offices, vehicle storage and maintenance areas.

The **Recreation Department** provides numerous classes and programs throughout the year. During summer months, the department operates a pool at Clague Park where swimming lessons are also offered. The City owns the twenty-seven hole Meadowood Golf Course which operates on a profit/loss basis. The department's main responsibility is the operation of the Recreation Center, offering numerous recreation and fitness options for residents.

The **Community Services Department** offers programs and activities to enrich the lives of the "Fifty Plus" population at the Westlake Center and provides a system of social services for residents of all ages. A variety of social, educational and recreational activities are offered as well as health screenings, support groups, and annual immunizations. The social service staff of the department serves as a resource for referrals, information, emergency food and assistance, discount program applications, and for older and disabled adults, a daily safety phone check and transportation.

The **Finance Department** is responsible for the accurate recording of all receipts and disbursements and for diligently investing all city funds in order to maximize interest earnings while protecting the cash assets of the City. The department issues bi-weekly payrolls and maintains a fixed asset system. Other responsibilities include compilation of the Annual Budget, preparation of the Comprehensive Annual Financial Report and Popular Annual Financial Report for residents, and assisting the Mayor in all financial decisions. Starting in 2013, the department manages health care administration and insurance coverage.

The **Law Department** advises the Mayor, Council, and all departments on legal matters concerning the City. The department prepares all contracts, legislation, and legal documents. The Director of Law is the only department head elected by the residents of Westlake.

The **Purchasing Department** prepares the specifications for and obtains proposals to furnish the City with the materials, equipment, and supplies needed to maintain operations. The inspection, distribution, and storage of all inventories are the responsibility of the department. All purchase orders are generated, recorded, and approved by the department.

The **Human Resource Department** was newly formed in 2013. The department handles all personnel issues. A Human Resource Manager directs the department.

The **Planning & Economic Development Department** is responsible for the administration of plans and programs for the comprehensive and orderly development of the City. The department oversees the planning, zoning, economic development and promotion of the City. The department meets with prospective developers, land owners, residents, architects and applicants to discuss application procedures, proposed plans and development regulations. It reviews all development plans to determine compliance to code and measures. The department works in conjunction with the Planning Commission, Board of Zoning Appeals, and Board of Building Appeals and Architectural Standards.

The **Inspections Department** is responsible for the interpretation and enforcement of the building code, electrical code, plumbing code, and the property maintenance code for the City. This also includes the issuance of permits, field and site inspections, citations, issuance of occupancy permits, and rental and apartment licenses. The Inspections Department is also responsible for the enforcement of the zoning code.

The **Engineering Department** is responsible for the general engineering requirements of the City. The implementation of all plans and programs relating to City infrastructure are the department's responsibility. Traffic engineering and grant applications are also coordinated by the department as well as managing plat books, easements, and deeds.

The **Technology Department** is comprised of the Information Technology and Communications divisions. The technology staff is responsible for the operation and maintenance of the City's computer hardware and software. The communications personnel keep residents and employees informed through the City's website, emergency communication networks, and television access station.

The chief executive powers of the City are vested in the Mayor. As administrator, he appoints all department heads with the exception of the Law Director and is ultimately responsible for the operation of all departments and divisions.

ECONOMIC CONDITION AND OUTLOOK

Westlake is home to both world and national headquarters for several corporations including some Fortune 500 companies. Hyland Software, TravelCenters of America, and Koyo Corporation of USA are all headquartered in Westlake. Equity Trust, a financial services company, moved their headquarters from Texas in 2013. Many of these companies are located in the several industrial parks throughout the City. The Sharon Drive Industrial Park features various businesses including the North American headquarters for Radiometer America. Sperry Drive features numerous businesses in addition to restaurants and motels. The Crocker Road Industrial area is the site of such facilities as Aspire Brands and USG/American Metals and numerous industries are also located on First Street. The Clemens/Ranney Corporate Parkway is home to Scott Fetzer, Nordson Corporation, and Electronic Data Systems. The top ten employers have over 5,300 employees working in the City. (A list of the ten largest employers is featured in the Statistical section.)

St. John Medical Center is the City's largest employer with a staff of 1,296. The Center is situated on a seventy-acre campus. A new \$100 million 35,700 square foot expansion of its emergency facilities was completed in 2013. University Hospital also has an ambulatory surgical center that features physician and laboratory space and an urgent care facility.

The square footage of Westlake's business space is evenly split between retail, office, and industrial space. With the City's proximity to downtown Cleveland, Cleveland Hopkins Airport, and major thoroughfares, it is a great location for area businesses. Several new construction projects commenced or reached completion in 2013. A 30,000 square foot indoor trampoline facility called "Skyzone" opened on Viking Parkway. The Westlake Board of Education completed construction of a new 268,500 square foot high school and 105,300 square foot middle school. As mentioned, Equity Trust renovated the 72,000 square foot former Cleveland Clinic facility on Clemens Road and opened in December of 2013 bringing 381 new employees to the City. Hyland Software also completed a 112,000 square foot expansion.

Crocker Park, a mixed-use planned development, is located on seventy-five acres in western Westlake. The development features high-end retailers, restaurants, office space, and residential dwellings within a "pedestrian-friendly" setting and Crocker Park has quickly become the "downtown" of Westlake, hosting art shows, parades, concerts, and a summer farmer's market. The Coral Company is currently expanding Westhampton on twenty-one acres adjacent to Crocker Park. The project is an example of "New Urbanist" design featuring townhomes, loft-style units, and attached homes arranged around small parks and urban gardens. New businesses are always opening at Crocker Park and recent additions include Bar Louie, Anthropologie, Ann Taylor Loft, BCBG, and Hot Mama. Nordstrom Rack opened a new store in the Promenade area adjacent to Crocker Park in 2013.

In 2011, American Greetings, Inc. announced that it will move its corporate headquarters to Westlake. This is a huge undertaking that will lead to Phase III of the expansion of Crocker Park. This project will add 190,000 additional square feet of retail to the area and approximately 600,000 square feet of office space for American Greetings and will bring in approximately 1,500 new employees and a payroll of

\$132.0 million. Four hundred additional apartments will be added in addition to three parking garages and two additional park areas totaling three acres. When completed, the project will double the building area of Crocker Park from 1.2 to 2.5 million square feet. The project is slated to begin in 2014.

During 2014, the City of Westlake created a TIF district for this project and issued \$48.9 million in Non-tax revenue bonds and obtained a loan of \$8.5 million from the State Infrastructure Bank administered by ODOT. This will involve the construction of three public parking garages and all the related infrastructure associated with the entire project. The project is not only expected to generate additional growth benefits to Crocker Park, but also provide an economic boost to the City's retail and housing markets. American Greetings Inc. also received substantial financial incentives from the State of Ohio to maintain its headquarters within the State.

Numerous office facilities are located throughout the City. The King James Office Park, Phases I through V, houses 335,000 square feet of office space including a fitness center. The Reserve Office Park and the Gemini Office Towers are opposite Crocker Park. The Jamestown Office Building on Detroit Road and the Clemens Road West Office Building also feature office space.

To encourage industrial and commercial development, the City offers five financial assistance tools. The Industrial Development Revenue Bonds program is offered under State law and allows the Westlake Community Improvement Corporation and City Council to approve the issuance of revenue bonds. The principal of these reduced interest bonds can be used for land acquisition, building construction, and equipment purchases. In 2005, \$24.7 million of Health Facility Revenue Bonds were issued to finance the expansion of the Lutheran Home nursing facility. \$21.6 million are currently outstanding and this is the only issue at present.

In 1994, Westlake established an Enterprise Zone under State law. This program offers real and personal property tax abatement for the construction and expansion of commercial facilities located within the designated zone. The State of Ohio and the County Commissioners allow abatement over ten years upon approval. Currently, no companies are receiving tax abatement under an Enterprise Zone Agreement.

Westlake received State approval to establish a Community Reinvestment Area in 1996. This program covers enterprises located in most of Westlake's industrial zone north of Detroit Road. New construction and renovation over \$100,000 can receive up to 100 percent real property tax abatement with a maximum of ten years for commercial development and fifteen years for industrial. This program requires the approval of the City Council and Westlake Tax Incentive Review Council. There are currently ten Community Reinvestment Agreements.

The Cuyahoga County Department of Development has also established Improved Target Areas (ITA) by which local business owners can apply for small grants to renovate commercial buildings. Three ITA areas currently exist in Westlake. Storefront renovations within the ITA's are eligible for Cuyahoga County's Storefront Renovation Program at a rate of fifty percent up to a maximum of \$20,000. The Cuyahoga County Department of Development also offers low interest loans for larger projects that retain and attract new jobs to the county. Under this program, one loan was awarded in 2013 for the acquisition of a 70,000 square foot building resulting in \$1.4 million of improvements.

In 2007, the City established Job Creation grants to encourage economic development within the City. To be eligible for the program, the applicant must create fifty new jobs or \$2 million in new payroll. The rate and term of the grant are determined through negotiations between the applicant and the City. In 2013, three companies participated in the program generating 581 new jobs that resulted in \$39.0 million in new payroll and \$300,600 in payroll taxes.

Starting in the mid-1960's, the City has used an outside firm to formulate a guide plan to govern future development. The plan is updated approximately every twenty years and the City finished its third plan in December of 2006. The plan addresses residential and commercial development through usage factors and recommends the placement of roadways and green spaces. The plan forecasts full growth by 2020 and the City refers to the guide when planning future development.

Current Year Activities The mission of the City of Westlake, its mayor, council, and employees, is to enhance the quality of life for all residents by providing the highest level of service in an efficient and cost effective manner. The City upheld that mission by expanding and improving services, upgrading infrastructure, and enhancing public grounds and facilities.

The Police Department continued its commitment to public safety and awareness responding to 31,331 calls and making 4,827 arrests. Numerous policing programs were offered such as the Community Police Academy, the Police Teen Academy, and the Ride-Along Program providing residents first-hand training and experiences. Student programs such as Safety Town and Drug Awareness Resistance Education (D.A.R.E.) continued with much success and classes in firearm safety and Rape Aggression Defense were also held. Other community programs included National Bike and Walk to School Days, “Operation Medicine Cabinet” (disposal of unused prescriptions and over-the-counter drugs), and a “Shop with a Cop” (activities for children in need at Christmas time).

The Fire Department responded to 4,301 calls relating to fires, EMS, and hazardous materials in 2013. The department also conducted 1,414 fire inspections, plan reviews and consultations. A central dispatch center is shared by the cities of Westlake, Bay Village, Rocky River, Fairview Park, and North Ridgeville and is located in emergency room space at St. John’s Medical Center.

The Service Department is involved in numerous programs such as the maintenance of City streets, sewers, parks, buildings, and vehicles. Rubbish and recycling collection and lawn maintenance has been outsourced to outside contractors in efforts to better utilize the time and skills of City personnel. The department received and completed 6,734 calls in 2013. Almost 7,900 tons of recyclables were collected and 10,200 cubic yards of brush and leaves were sold as wood chips and mulch. Over twenty-six miles of sanitary and storm sewers were cleaned and ten miles were filmed. The department is also responsible for snow and leaf removal, street and sewer maintenance, and assists with community events.

The City of Westlake Service Department was selected as the 2012 Fleet Equipment/CITGO Petroleum “Top Green Shop” winner. This award was based on the fleet shop’s initiative to build and maintain an environmentally sound facility. Waste oil from the facility and residents is sold and recycled. A “Clean Burn” waste oil heater is used to heat the shop. All solvents are recycled in addition to metal, aluminum, coolant, and batteries. Ten skylights and numerous window panels virtually eliminate the need for daytime lighting and floor drains go to an underground oil and water separator. The FleetWise maintenance software creates an on-demand system that allows for the reduction in parts inventory and manages 500 active unit numbers along with 170 on-road vehicles.

The Inspections Department issued 1,433 permits during 2013 with an estimated value of \$95.5 million. Forty-eight residential units were completed at a value of \$20.0 million. A thousand remodeling and improvements permits were issued with a construction value of \$11.4 million. Commercial permits totaled 394 with a value of \$64 million. This included the construction of two new schools.

Last year, the Planning Department held 115 business meetings with 112 construction plan reviews. The staff oversees the “Westlake in Bloom” event through which residents and businesses compete for awards in various categories relating to City beautification. It also assists in the publication of the “Westlake Magazine” which is mailed annually to all residents.

The Community Services Department placed 12,000 reservations for trips and activities throughout the year. The department provided 4,867 transportation trips to residents in need. The Westlake Assistance Program dispensed 263 holiday baskets valued at \$19,000 with an additional \$20,000 in emergency food distributions throughout the year. 194 programs and activities were offered to patrons on a regular basis.

The Westlake Recreation Center is the hub for all recreation activities in the City. In 2013, the department offered 977 programs with 9,650 participants. There are currently 13,500 members enrolled at the Center. The “Silver Sneakers” program for senior residents has been met with great success. With 1,700 residents participating, \$128,000 in revenue was generated last year. In addition to the numerous classes

and activities held at the Center, the department organized the Fourth of July Party in the Park, the Fall Pumpkin Festival, the Junior Olympics, the Corporate Challenge and the annual Fishing Derby.

Several infrastructure projects took place in 2013. To better facilitate traffic congestion from Interstate 90, Clemens Road was relocated 500 feet north and additional westbound on and off lanes were constructed. Waterlines were replaced on Cornwell, Bonny Bank, and Fresno Drives and Arthur Avenue. Asphalt overlay, concrete rehabilitation, pavement crack and joint sealing and catch basin maintenance were conducted throughout the City.

Future Projects The City of Westlake will initiate several infrastructure capital projects in 2014. Water line rehabilitation will commence on Strawberry Lane and Marshfield Boulevard. The intersection at Bradley and Detroit Roads will be expanded from three to five lanes and improvements to the Canterbury and Center Ridge Roads intersection are also planned. A City-wide traffic signal upgrade program funded by a federal grant will also commence in 2014. The City will discuss converting one of the three courses at Meadowood Golf Course to a driving range. Improvements will be made to the Recreation Center and the Community Center. The City will further continue to explore all possibilities to acquire potable water for its residents once its 25-year contract with the City of Cleveland expires in 2015 including continuing to purchase all or part of the water from the Cleveland Department of Water.

LONG-TERM FINANCIAL PLANNING

The City has been recognized as a leader in long-term financial planning. A depreciation fund finances the maintenance and eventual replacement of sewer lines within the City. In addition to the sewer funding, the City established an equipment replacement funding mechanism in 1976. When vehicles and large equipment are purchased, they are depreciated over their estimated useful life and the respective department is charged annually for the “cash” funding of the depreciation, accumulating the necessary resources for replacement. The City maintains a General Fund balance that would finance a minimum of three months of operations. The Finance Department reviews all monetary transactions on an on-going basis and works diligently to monitor revenues and reprioritize expenditures so that all fund balances, especially the General Fund, maintain optimal balances.

The City also utilizes long-term planning for the funding of capital projects through a Five-Year Capital Plan. The plan is a document through which the major capital projects of the City are identified and subsequently matched to funding sources. The plan is updated annually to include new projects, revise projects listed and remove those completed.

Striving to maximize services while controlling costs, the topic of regionalism is continually being discussed. Just as the establishment of a Central Dispatch Center eliminated the duplication of services, better utilized personnel, and led to faster response times, the idea of creating a regional fire district is currently under consideration. Combining the Community and Recreation Centers may be a way to deliver services in a more efficient manner. The City also hopes to institute an annual wellness screening program for all employees and spouses participating in the City’s healthcare plan to promote good health and reduce costs.

OTHER INFORMATION

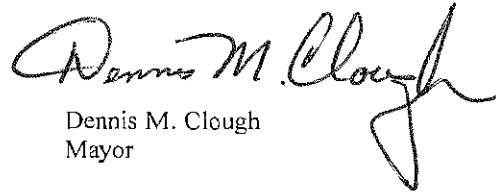
Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Westlake, Ohio, for its comprehensive annual financial report (CAFR) for the year ended December 31, 2012. 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, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to the program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

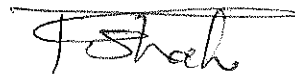
A Certificate of Achievement is valid for a period of one year only. The City of Westlake has received a Certificate of Achievement for the last thirty consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments. This comprehensive annual financial report was prepared by the Finance Department with the efficient and dedicated services of its entire staff. This report was prepared in accordance with generally accepted accounting principles (GAAP). Appreciation also is expressed to those other City departments that assisted in preparing supporting documentation. In addition, we would like to thank the Members of Council for their continuing support toward the preparation of this report.

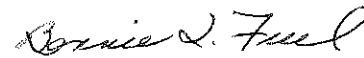
Respectfully submitted,



Dennis M. Clough
Mayor

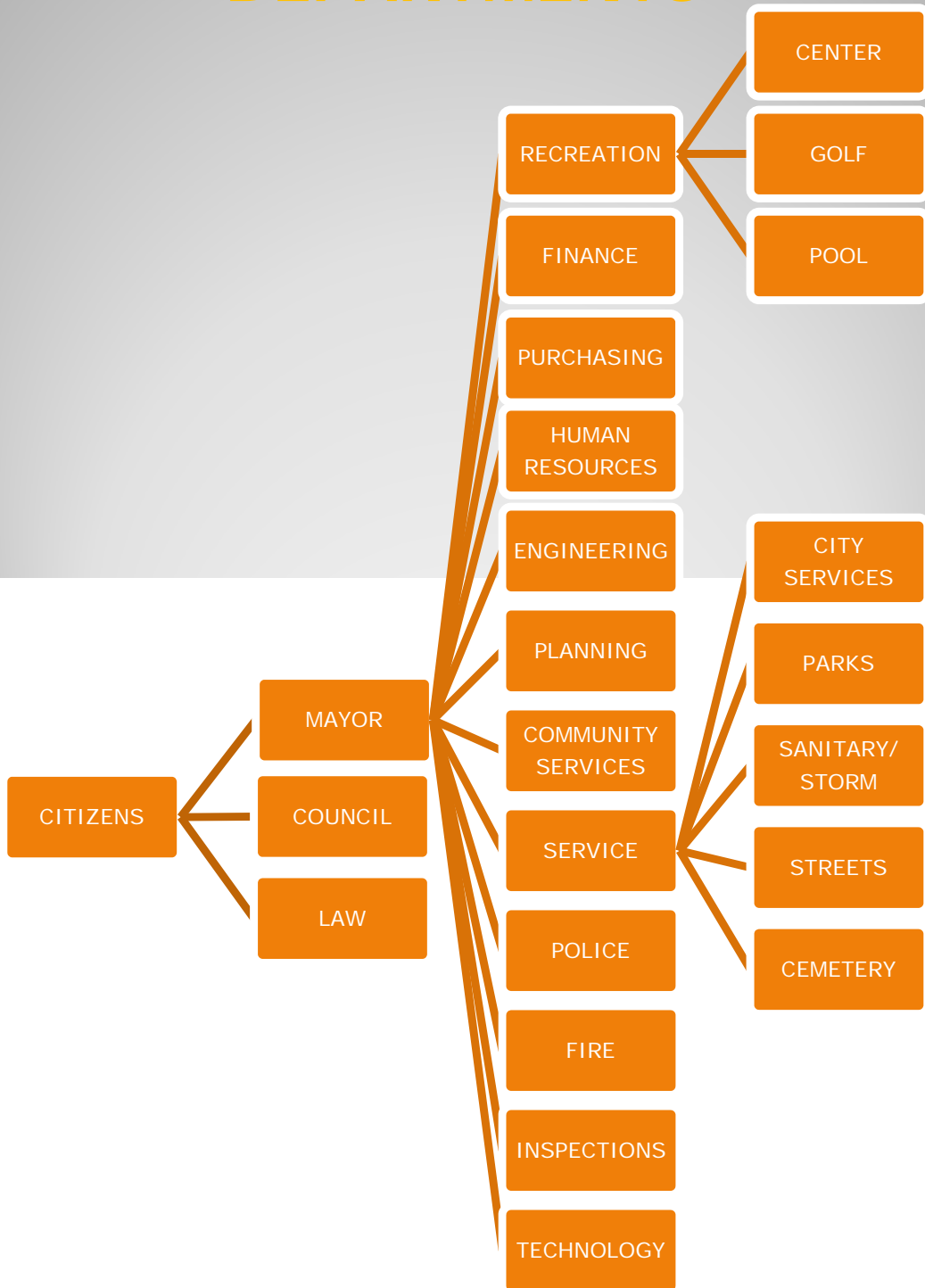


Prashant R. Shah, CPA
Director of Finance

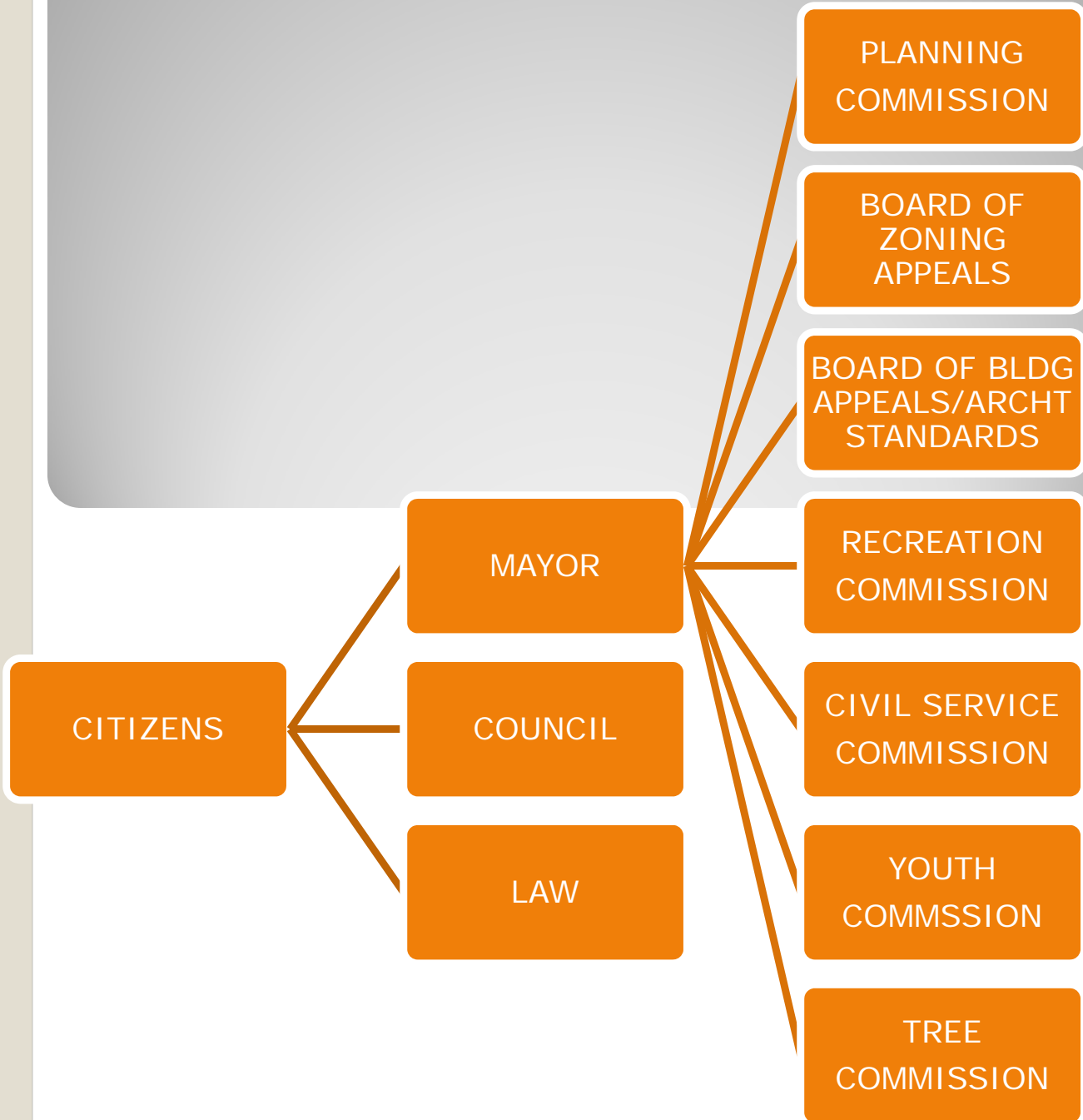


Bonnie L. Freeh
Assistant Director of Finance

CITY OF WESTLAKE ORGANIZATIONAL CHART DEPARTMENTS



CITY OF WESTLAKE COMMISSIONS



CITY OF WESTLAKE, OHIO

**PRINCIPAL OFFICIALS
DECEMBER 31, 2013**

ELECTED OFFICIALS

Mayor Dennis M. Clough, CPA
President of Council..... Michael F. Killeen
Council Members
 Ward 1 Edward Hack
 Ward 2 James Connole
 Ward 3 Dennis Sullivan
 Ward 4 Michael O'Donnell
 Ward 5 Kenneth Brady
 Ward 6 Mark Getsay

APPOINTED OFFICIALS

Director of Engineering Robert Kelly
Director of Finance Prashant R. Shah, CPA
Director of Inspections..... Donald Grayem
Director of Law John Wheeler
Director of Planning..... James Bedell
Director of Purchasing Mary Calabrese
Director of Recreation..... Michael Rump
Director of Community Services Joyce Able Schroth
Director of Service..... Paul Quinn III
Chief of Police Richard Walling
Assistant Chief of Fire James Hughes



Government Finance Officers Association

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Presented to

**City of Westlake
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO



Independent Auditor's Report

Members of the City Council
Westlake, Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Westlake, Ohio (the "City"), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Members of the City Council
Westlake, Ohio

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, as of December 31, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Recreation Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 16 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

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

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

Members of the City Council
Westlake, Ohio

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 25, 2014, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Cini & Panichi, Inc.

Cleveland, Ohio
June 25, 2014

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City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

The discussion and analysis of the City of Westlake's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2013. 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 2013 are as follows:

- Overall, governmental activities revenues of \$51.6 million exceeded the expenses which came in at \$41.4 million consequently increasing the net position by \$10.2 million for the year 2013. The increase is due to an increase in income tax collections and miscellaneous income combined with a reduction in general government expenses and interest and fiscal charges during 2013.
- During 2013 the City's revenues and expenditures continued to trend positively and on a cash basis the general fund ended with an unassigned cash balance of \$21.3 million which exceeded the City's policy of maintaining a reserve equal to 3 or 4 months of expenditures.
- Total cash balances for all funds increased from \$75.8 million at the end of 2012 to \$79.2 million at the end of 2013.
- The City expended \$11.3 million in various capital projects during 2013 and is committed in maintaining infrastructure as outlined in the City's five-year capital plan.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City of Westlake's basic financial statements. The City of Westlake'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 Westlake's finances, in a manner similar to private-sector businesses. The statement of net position and statement of activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other funds presented in total in one column.

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

The *statement of activities* presents information showing how the City's net position changed during the recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of cash flows*. Thus, revenues and expenses are reported in

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
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this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Westlake 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 Westlake include general government, security of persons and property, public health services, transportation, community environment, basic utility services, interest and fiscal charges, and leisure time activities. The business-type activities include sewer and golf course.

The government-wide financial statements can be found starting on page 17 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 Westlake, 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 Westlake 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*.

The City of Westlake maintains 37 individual governmental funds. 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 special revenue fund, special assessment bond retirement fund, and the infrastructure tax and grants capital projects funds, all of which are considered to be major funds. Data from the other 32 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 Westlake 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 Westlake 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 and golf course activity. Internal service funds are an accounting device used to accumulate and allocate costs internally

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
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among the City's various functions. The City maintains such funds for its self-insurance of health related employee benefits. Because this fund predominately benefits governmental rather than business functions, it has been included within governmental activities in the government-wide financial statements.

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

The basic proprietary fund financial statements can be found on pages 26 through 29 of this report.

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. The notes to the basic financial statements can be found on pages 31 through 61 of this report.

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 nonmajor funds. This information can be found on pages 65 through 125 of this report.

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 2013?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and all liabilities and deferred inflows of resources 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 position and the changes in net position. The change in net position is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of City capital assets will also need to be evaluated.

The statement of net position and the statement of activities are divided into the following categories:

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

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

The City of Westlake as a Whole

Recall that the statement of net position looks at the City as a whole. The following table 1 provides a summary of the City's net position for 2013 compared to 2012.

NET POSITION

TABLE 1

	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Current and Other Assets	\$99,672,265	\$96,585,776	\$13,478,295	\$13,907,936	\$113,150,560	\$110,493,712
Capital Assets, Net	145,338,542	140,480,307	28,066,538	30,295,832	173,405,080	170,776,139
<i>Total Assets</i>	<u>245,010,807</u>	<u>237,066,083</u>	<u>41,544,833</u>	<u>44,203,768</u>	<u>286,555,640</u>	<u>281,269,851</u>
Deferred Outflows of Resources						
Deferred Charge on Refunding	227,797	262,291	0	0	227,797	262,291
Current and Other Liabilities	3,073,118	2,915,921	258,319	223,012	3,331,437	3,138,933
Long-Term Liabilities:						
Due within One Year	2,729,342	2,879,342	0	0	2,729,342	2,879,342
Due in More than One Year	20,703,959	22,776,358	0	0	20,703,959	22,776,358
<i>Total Liabilities</i>	<u>26,506,419</u>	<u>28,571,621</u>	<u>258,319</u>	<u>223,012</u>	<u>26,764,738</u>	<u>28,794,633</u>
Deferred Inflows of Resources						
Property Taxes	10,864,869	11,086,081	0	0	10,864,869	11,086,081
Net Investment in Capital Assets	127,651,517	121,260,561	28,088,783	30,295,832	155,740,300	151,556,393
Restricted for:						
Capital Projects	26,797,182	24,746,071	0	0	26,797,182	24,746,071
Debt Service	4,207,079	4,720,879	0	0	4,207,079	4,720,879
Unclaimed Funds	494,375	510,143	0	0	494,375	510,143
Other Purposes	6,207,400	6,168,692	0	0	6,207,400	6,168,692
Unrestricted	42,509,763	40,264,326	13,197,731	13,684,924	55,707,494	53,949,250
<i>Total Net Position</i>	<u>\$207,867,316</u>	<u>\$197,670,672</u>	<u>\$41,286,514</u>	<u>\$43,980,756</u>	<u>\$249,153,830</u>	<u>\$241,651,428</u>

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The largest portion of the City's net position reflects investments in capital assets (e.g. land, construction in progress, buildings, improvements, machinery and equipment, furniture and fixtures, vehicles, and infrastructure), less any related debt to acquire those assets that is still outstanding. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Total assets in governmental activities increased by \$7,944,724 from the year 2012 to 2013. This is primarily due to an increase in the net value of the City's capital assets. Construction in Progress went from \$4.3 million to \$9.7 million primarily due to Clemens Road Relocation Project. The City's total liabilities in governmental activities decreased by \$2,065,202 as long-term debt was repaid. Due to the diversity of businesses in the City the revenues from withholding taxes and net profits increased due to increase in profitability and employment in certain sectors of the economy.

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

CHANGES IN NET POSITION
TABLE 2

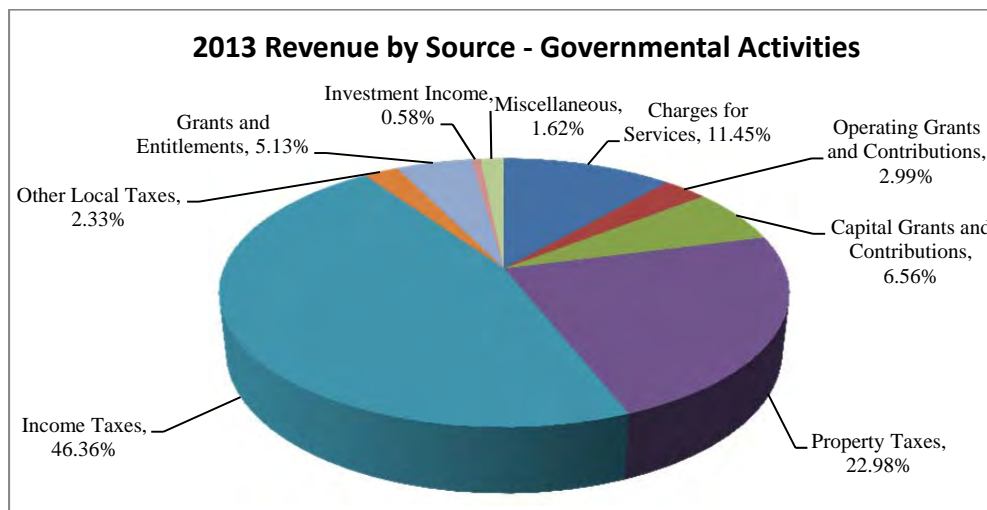
	Governmental Activities		Business-Type Activities		Total	
	2013	2012	2013	2012	2013	2012
Revenues						
Program Revenues:						
Charges for Services	\$5,834,105	\$5,159,806	\$2,499,380	\$2,195,415	\$8,333,485	\$7,355,221
Operating Grants and Contributions	1,525,808	2,104,715	0	0	1,525,808	2,104,715
Capital Grants and Contributions	3,321,851	1,422,539	168,731	47,087	3,490,582	1,469,626
Total Program Revenues	10,681,764	8,687,060	2,668,111	2,242,502	13,349,875	10,929,562
General Revenues:						
Property Taxes	11,630,783	11,432,553	0	0	11,630,783	11,432,553
Income Taxes	23,463,565	22,443,194	0	0	23,463,565	22,443,194
Admission Taxes	186,249	184,553	0	0	186,249	184,553
Hotel Taxes	499,878	483,446	0	0	499,878	483,446
Grants and Entitlements	2,585,598	3,248,049	0	0	2,585,598	3,248,049
Franchise Taxes	492,615	573,198	0	0	492,615	573,198
Investment Income	290,643	428,975	29,306	6,464	319,949	435,439
Gain on Sale of Capital Assets	43,276	50,214	0	27,000	43,276	77,214
Miscellaneous	676,958	360,487	5,240	5,718	682,198	366,205
Total General Revenues	39,869,565	39,204,669	34,546	39,182	39,904,111	39,243,851
Total Revenues	50,551,329	47,891,729	2,702,657	2,281,684	53,253,986	50,173,413
Program Expenses						
General Government	6,840,500	7,404,615	0	0	6,840,500	7,404,615
Security of Persons and Property	14,405,743	15,042,478	0	0	14,405,743	15,042,478
Public Health Services	891,433	1,073,921	0	0	891,433	1,073,921
Transportation	10,875,198	10,977,479	0	0	10,875,198	10,977,479
Community Environment	1,492,557	1,475,762	0	0	1,492,557	1,475,762
Basic Utility Services	2,240,089	2,058,732	0	0	2,240,089	2,058,732
Leisure Time Activities	3,992,595	3,762,378	0	0	3,992,595	3,762,378
Interest and Fiscal Charges	663,122	1,253,224	0	0	663,122	1,253,224
Sewer	0	0	3,897,755	3,557,778	3,897,755	3,557,778
Golf Course	0	0	452,592	478,255	452,592	478,255
Total Program Expenses	41,401,237	43,048,589	4,350,347	4,036,033	45,751,584	47,084,622
<i>Increase (Decrease) in Net Position Before Transfers</i>						
	9,150,092	4,843,140	(1,647,690)	(1,754,349)	7,502,402	3,088,791
Transfers	1,046,552	(18,624)	(1,046,552)	18,624	0	0
<i>Change in Net Position</i>	<i>10,196,644</i>	<i>4,824,516</i>	<i>(2,694,242)</i>	<i>(1,735,725)</i>	<i>7,502,402</i>	<i>3,088,791</i>
<i>Net Position Beginning of Year</i>	<i>197,670,672</i>	<i>192,846,156</i>	<i>43,980,756</i>	<i>45,716,481</i>	<i>241,651,428</i>	<i>238,562,637</i>
<i>Net Position End of Year</i>	<i>\$207,867,316</i>	<i>\$197,670,672</i>	<i>\$41,286,514</i>	<i>\$43,980,756</i>	<i>\$249,153,830</i>	<i>\$241,651,428</i>

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

Governmental Activities

Governmental activities increased the City's net position by \$10,196,644 during 2013, as compared to \$4,824,516 during 2012. Total revenues in governmental activities increased by \$2,659,600 mainly due to an increase of more than 22.9 percent in program revenues and approximately 4.5 percent increase in income tax receipts. Program expenses decreased compared to 2012 due to continuing cost cutting measures by the City. The increase in community environment, basic utility services, and leisure time activities was offset by a decrease in expenses in general government, security of persons and property, public health services, transportation and interest and fiscal charges.

Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 1.5 percent for 2013, 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 100 percent credit up to 1.5 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 2013 was \$23,463,565, an increase of \$1,020,371 or 4.5 percent from 2012. The increase was due to a slight turnaround in the overall economy but mostly due to the local economy which sustained and even increased employment levels due to the demanding nature of their business. Of the \$50,551,329 in total revenues, income tax accounted for 46.42 percent, as compared to 46.86 percent of the total during 2012. Property taxes for 2013 were \$11,630,783, a \$198,230 increase from 2012.

Operating grants and contributions decreased by \$578,907 compared to 2012. Capital grants and contributions increased \$1,899,312 during 2013. Furthermore, charges for services increased by \$674,299 during 2013 as compared to 2012.

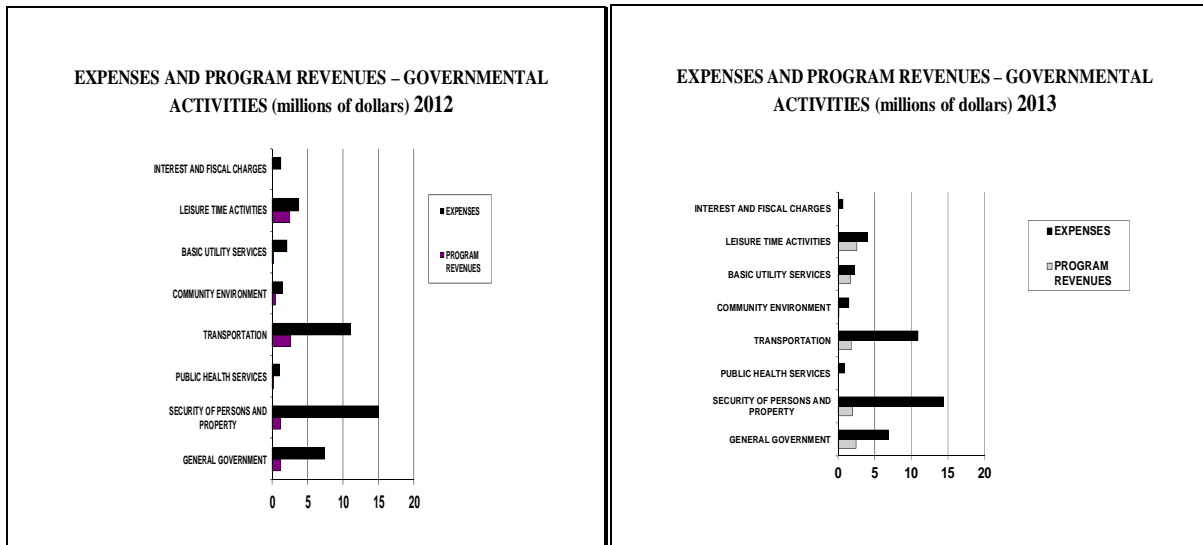
General revenues from grants and entitlements, such as local government funds, are also revenue generators. The City monitors its source of revenues very closely for fluctuations. During 2013, the City received \$2.6 million in grant monies, compared to \$3.25 million in 2012. Miscellaneous revenues increased by \$316,471 during 2013 due to additional revenues from refunds given to the City.

City of Westlake, Ohio
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The largest program function for the City for 2013 is security of persons and property, with program expenses of \$14,405,743 as compared to \$15,042,478 in 2012, a decrease of 4.23 percent. Transportation is the next largest program for 2013, with program expenses of \$10,875,198 as compared to \$10,977,479 in 2012, a decrease of 0.93 percent.

The next largest program is general government which accounts for the basic operations of the City including council, mayor, finance, law, purchasing, civil service, engineering, building maintenance, among other services. General government expenses for 2013 were \$6,840,500 as compared to \$7,404,615 for 2012, a decrease of 7.62 percent due to decreased expenses for communications, purchasing and the law department.

Leisure time activities expense increased 6.12 percent during 2013, community environment increased 1.14 percent due to the processing of refunds for construction deposits and unfilled salaried positions. Expenses for basic utility services increased from 2012 to 2013 by 8.81 percent due to an increase in forester and leaf pick-up expenditures.



The charts 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 78.87 percent of total 2013 revenues coming from general revenues. Leisure time activities received the most charges for services program revenue, primarily from the City's recreation center which is a membership-only facility. This was due to an increase in memberships and other recreation revenues such as the Silver Sneakers program.

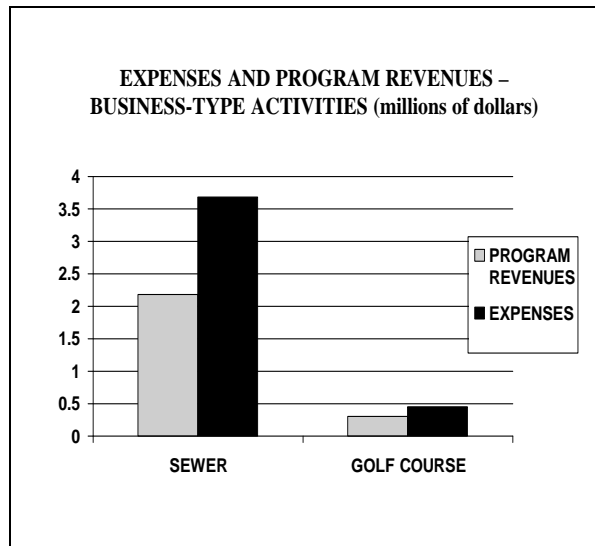
While security of persons and property is a large program expense, only a small portion of the total program expense is offset by program revenues. The primary program revenue is from police fines and forfeitures. The fire and emergency rescue department is now partially funded with the EMS fee reimbursement which was initiated during mid-2008 and generates approximately \$800,000 per year.

Transportation program expense is only partially funded through operating grants and contributions, which are the State-collected gasoline and motor vehicle license taxes. The remaining program expense must be funded through City general revenues. With the City's aggressive infrastructure program in place, transportation program expense will continue to make up a large portion of the City's overall expenses as the roadways are capitalized and depreciated over time.

City of Westlake, Ohio
Management's Discussion and Analysis
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Business-Type Activities and Enterprise Funds

The business-type activities of the City, which include the City's sewer operations and golf activities, decreased the City's net position by \$2,694,242 during 2013, as compared to a decrease of net position of \$1,735,725 during 2012.



Program expenses exceeded program revenues in the amount of \$1,539,589 for the sewer operations in 2013. This is due to increased contributions required for 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.

Program expenses exceeded program revenues in the golf course activity in the amount of \$142,647 for the current year due to the charges for services not being sufficient to cover the cost of operations of the golf course due to poor weather conditions. This is comparable to the previous year and resulted in a decrease in net position at year-end.

Financial Analysis of the Government's Funds

As noted earlier, the City of Westlake 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. Resources that are not restricted, committed, or assigned are accounted for in the general fund.

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund 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 20. These funds are accounted for by using the modified accrual basis of accounting.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

As of the end of the current year, the City of Westlake's governmental funds reported combined ending fund balances of \$72,813,160. Nonspendable fund balance of \$7,006,709 includes interfund loans, prepaids, inventory, unclaimed funds and cemetery investments. Fund balance in the amount of \$25,520,283 is restricted for road improvements, police and fire department operations and capital improvements. Fund balance in the amount of \$2,258,435 is committed to recreation, donations and City improvements. Assigned fund balance includes \$19,796,736 for future severance payments, safety town, equipment replacement, cable television, swimming pool operations, community services, purchases on order and 2014 appropriations. Unassigned fund balances of \$18,230,997 represents all balances not previously classified.

All governmental funds had total revenues of \$49,105,267 and expenditures of \$46,795,568, with revenues exceeding expenditures by \$2,309,699. Expenditures decreased at a greater rate compared to the decrease in revenues from the previous year, mainly due to paying off less debt.

General Fund

The general fund is the chief operating fund of the City. At the end of the current year, total fund balance for the general fund was \$42,832,266, of which \$1,576,133 was nonspendable because of advances, prepaids, inventory and unclaimed funds, \$153,311 was committed to City improvements, \$19,781,129 was assigned to future severance payments, capital acquisition, franchise taxes, swimming pool operations, community services, 2014 appropriations purchases on order and \$21,321,693 was unassigned for financial reporting purposes. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to annual fund expenditures. Unassigned general fund balance represents 78.27 percent of total general fund expenditures, while total fund balance represents 157 percent of that same amount. Total fund balance of the City's general fund increased by \$3,296,864. General fund revenues increased due to significant gains in income taxes. Expenditures increased primarily due to increases in salaries and benefits of both union and non-union employees.

Recreation Fund

The recreation special revenue fund accounts for membership and program fees which are used to operate and maintain the recreation center. At the end of the current year, total fund balance for the recreation fund was \$1,921,016, which was an increase from the prior year. Operations were once again funded with income tax revenues and user fees, while salary and benefit costs declined due to a change in staffing levels.

Special Assessment Bond Retirement Fund

The special assessment bond retirement debt service fund accounts for resources used for the retirement of debt issued to finance public improvements deemed to benefit the properties against which special assessments are levied. At the end of the current year, total fund balance was \$370,201, which was a small decrease from the prior year mainly due to principal and interest payments exceeding revenues.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

Infrastructure Tax Fund

The infrastructure tax capital projects fund accounts for the infrastructure-related capital improvements which are funded through a 3/8 of one percent of dedicated income tax. During the current year, the fund balance of the City's infrastructure tax fund increased by \$1,718,949 resulting from projects costs including water line rehabilitation and road construction. The dedicated 3/8 of one percent income tax for infrastructure used by this fund was renewed in November 2006, and was effective for another 15 years beginning January 1, 2008.

Grants Fund

The grants capital projects fund accounts for various State and Federal revenues which are used for historical site preservation and the construction of recreational facilities. At the end of the current year, total fund balance was (\$2,884,062) which was a decrease from the prior year due to expenditures on projects exceeding revenues.

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 2013, 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 (salaries and other expenses). The general fund supports many of our major activities, such as our police and fire departments 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 and final budgeted revenues were \$29,111,299. Original general fund budgeted expenditures and other financing uses were \$37,437,339, and the final amended budget was \$37,916,296. Actual general fund expenditures and other financing uses were \$29,920,589 or \$7,995,707 less than budgeted due to other operating expenditures less than originally estimated.

The differences between the general fund's amended or final budget and the actual expenditures were as follows:

- \$100,000 in planned computer hardware purchases were postponed.
- Rubbish collection costs were less due to a new contractor being retained following a public bid.
- Some service projects were postponed such as Transfer Tipping Station rebuild and Service Site Stone Storage.
- Postponement of the purchase of a Crane Carrier Rubbish Truck budgeted at \$145,000.
- Postponement of the purchase of a new phone system budgeted at \$300,000.
- Other factors such as lower snow removal costs due to a milder winter and not filling vacant positions in the Police, Fire and Engineering departments.

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

Capital Assets and Debt Administration

Capital Assets

Table 3 shows 2013 balances of capital assets as compared to 2012.

CAPITAL ASSETS
(NET OF DEPRECIATION)
TABLE 3

	Governmental Activities		Business-Type Activities	
	2013	2012	2013	2012
Land	\$14,162,808	\$14,162,808	\$1,499,176	\$1,499,176
Construction in Progress	9,665,976	4,290,724	0	891,515
Buildings and Improvements	30,953,657	31,787,849	1,257,337	1,292,249
Improvements	1,760,490	1,874,964	48,094	52,998
Machinery and Equipment	1,456,945	1,316,664	32,703	51,622
Furniture and Fixtures	529,934	506,596	14,839	8,315
Vehicles	2,519,122	2,189,311	219,310	266,723
Infrastructure:				
Roads	41,139,519	42,496,818	0	0
Water Mains	24,751,404	23,054,263	0	0
Storm Sewers	14,332,924	14,527,138	0	0
Sewers	0	0	24,995,079	26,233,234
Culverts	503,967	579,437	0	0
Traffic Signals	2,541,505	2,638,511	0	0
Bridges	1,020,291	1,055,224	0	0
Total	\$145,338,542	\$140,480,307	\$28,066,538	\$30,295,832

Total capital assets for governmental activities increased while capital assets for business-type activities decreased due to current year depreciation and deletions outpacing current year acquisitions.

The City is committed to a long-term goal of meeting the needs of its infrastructure and facilities. We have a five-year capital plan in place that provides for street improvements and adding additional facilities to complement our current structures. For additional information see Note 10 to the basic financial statements.

Debt

As of December 31, 2013, the City of Westlake had \$17,374,372 in bonds and loans outstanding.

OUTSTANDING DEBT
TABLE 4

	Governmental Activities	
	2013	2012
General Obligation Bonds	\$13,107,009	\$14,866,286
Special Assessment Bonds	3,823,935	4,142,704
OPWC Loans	443,428	504,189
Total	\$17,374,372	\$19,513,179

City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2013
Unaudited

The general obligation bonds are composed of (1) Issue II Sewers – a 2004 voted debt issue repaid from property taxes; (2) 2004 Street Improvements Refunding Bonds repaid from property taxes, (3) 2008 Recreational Facilities voted issue for the construction of the City recreation center to be repaid from a dedicated 1/8 percent of the City's municipal income tax; and (4) Infrastructure Various Purpose Bonds issued in 2011 for street improvements.

The special assessment bonds consist of the Crocker/Detroit intersection improvement assessment, various sewer construction projects, Ranney Parkway, various sidewalk improvements, and various other improvements. The principal and interest for these bonds are paid from the collection of special assessments by the County Fiscal Officer from the specific property owners who primarily benefited from the projects.

The OPWC loans are being paid semi-annually from the Issue 2 improvement capital project fund, funded by property taxes for various infrastructure projects being financed through the Ohio Public Works program.

State statutes limit the amount of general obligation debt a governmental entity may issue to 10.5 percent of total assessed valuation. The City's overall legal debt margin was \$129,328,306 at December 31, 2013.

Additional information concerning the City's debt can be found in Note 16 to the basic financial statements.

Current Financial Related Activities

The City of Westlake maintained throughout 2013 a Moody's Investors Service and Fitch's Aaa rating, and Standard and Poor's AAA rating, and all ratings were affirmed in 2008. The City of Westlake remains the first suburb in Ohio to have been awarded all of the Aaa/AAA ratings.

The Administration and City Council developed a master plan for the acquisition of equipment and the building or upgrading of City facilities. As a result, we have seen a remarkable increase in our capital assets over that period of time and the expansion of all City services. The 2013 year is no different as the City completed the street, water line, sewer line, and other infrastructure improvements.

On behalf of the City of Westlake, we personally thank our State Auditor, Dave Yost, and Local Government Services section of the State Auditor's office for their involvement and support in putting together the GASB 34 statements. Auditor Yost and his staff certainly exemplify the fact that they seek the State of Ohio to be one of the more respected financial reporting governments and have committed themselves toward leading the way and providing the necessary guidance to enable all communities the opportunity to reach a level of excellence.

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 Prashant Shah, CPA, City of Westlake, 27700 Hilliard Blvd., Westlake, Ohio 44145, telephone 440-617-4252, or web site at www.cityofwestlake.org.

City of Westlake, Ohio
Statement of Net Position
December 31, 2013

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$72,296,193	\$4,852,261	\$77,148,454
Cash and Cash Equivalents with Escrow Agents	528,181	22,245	550,426
Materials and Supplies Inventory	296,690	8,101	304,791
Accrued Interest Receivable	140,411	7,048	147,459
Accounts Receivable	973,881	618,728	1,592,609
Internal Balances	555,000	(555,000)	0
Intergovernmental Receivable	1,742,352	0	1,742,352
Prepaid Items	236,671	425	237,096
Municipal Income Taxes Receivable	7,230,565	0	7,230,565
Admission Taxes Receivable	20,329	0	20,329
Hotel Taxes Receivable	41,987	0	41,987
Permissive Motor Vehicle Taxes Receivable	38,580	0	38,580
Property Taxes Receivable	11,966,425	0	11,966,425
Special Assessments Receivable	3,605,000	0	3,605,000
Investment in Joint Venture	0	8,524,487	8,524,487
Nondepreciable Capital Assets	23,828,784	1,499,176	25,327,960
Depreciable Capital Assets, Net	121,509,758	26,567,362	148,077,120
<i>Total Assets</i>	<u>245,010,807</u>	<u>41,544,833</u>	<u>286,555,640</u>
Deferred Outflows of Resources			
Deferred Charge on Refunding	227,797	0	227,797
Liabilities			
Accounts Payable	712,325	12,388	724,713
Contracts Payable	453,825	0	453,825
Accrued Wages	451,425	12,288	463,713
Matured Compensated Absences Payable	175,415	0	175,415
Retainage Payable	528,181	22,245	550,426
Accrued Interest Payable	50,726	0	50,726
Intergovernmental Payable	494,170	1,918	496,088
Unearned Revenue	0	209,480	209,480
Claims Payable	207,051	0	207,051
Long-Term Liabilities:			
Due Within One Year	2,729,342	0	2,729,342
Due In More Than One Year	20,703,959	0	20,703,959
<i>Total Liabilities</i>	<u>26,506,419</u>	<u>258,319</u>	<u>26,764,738</u>
Deferred Inflows of Resources			
Property Taxes	10,864,869	0	10,864,869
Net Position			
Net Investment in Capital Assets	127,651,517	28,088,783	155,740,300
Restricted for:			
Capital Projects	26,797,182	0	26,797,182
Debt Service	4,207,079	0	4,207,079
Street Maintenance	1,726,645	0	1,726,645
Emergency Medical Service	928,703	0	928,703
Unclaimed Funds	494,375	0	494,375
Permissive Motor Vehicle	703,761	0	703,761
Police and Fire Operating	400,847	0	400,847
Other Purposes	2,447,444	0	2,447,444
Unrestricted	42,509,763	13,197,731	55,707,494
<i>Total Net Position</i>	<u>\$207,867,316</u>	<u>\$41,286,514</u>	<u>\$249,153,830</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Activities
For the Year Ended December 31, 2013

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
General Government	\$6,840,500	\$760,751	\$12,114	\$1,748,829
Security of Persons and Property	14,405,743	1,719,144	206,506	28,725
Public Health Services	891,433	86,828	0	0
Transportation	10,875,198	581,149	1,283,895	0
Community Environment	1,492,557	78,126	23,293	0
Basic Utility Services	2,240,089	126,920	0	1,544,297
Leisure Time Activities	3,992,595	2,481,187	0	0
Interest and Fiscal Charges	663,122	0	0	0
<i>Total Governmental Activities</i>	<u>41,401,237</u>	<u>5,834,105</u>	<u>1,525,808</u>	<u>3,321,851</u>
Business-Type Activities				
Sewer	3,897,755	2,189,435	0	168,731
Golf Course	452,592	309,945	0	0
<i>Total Business-Type Activities</i>	<u>4,350,347</u>	<u>2,499,380</u>	<u>0</u>	<u>168,731</u>
<i>Total</i>	<u>\$45,751,584</u>	<u>\$8,333,485</u>	<u>\$1,525,808</u>	<u>\$3,490,582</u>

General Revenues

Property Taxes Levied for:

General Purposes

Police Pension

Fire Pension

Police and Fire Operating

Municipal Income Taxes Levied for:

General Purposes

Recreation

Debt Service

Capital Outlay

Admissions Tax

Hotel Tax

Grants and Entitlements not Restricted to Specific Programs

Franchise Taxes

Interest

Gain on Sale of Capital Assets

Miscellaneous

Total General Revenues before Transfers

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business-Type Activities	Total
(\$4,318,806)	\$0	(\$4,318,806)
(12,451,368)	0	(12,451,368)
(804,605)	0	(804,605)
(9,010,154)	0	(9,010,154)
(1,391,138)	0	(1,391,138)
(568,872)	0	(568,872)
(1,511,408)	0	(1,511,408)
(663,122)	0	(663,122)
<u>(30,719,473)</u>	<u>0</u>	<u>(30,719,473)</u>
0	(1,539,589)	(1,539,589)
<u>0</u>	<u>(142,647)</u>	<u>(142,647)</u>
0	(1,682,236)	(1,682,236)
<u>(30,719,473)</u>	<u>(1,682,236)</u>	<u>(32,401,709)</u>
9,798,208	0	9,798,208
366,515	0	366,515
366,515	0	366,515
1,099,545	0	1,099,545
15,499,256	0	15,499,256
260,674	0	260,674
1,993,639	0	1,993,639
5,709,996	0	5,709,996
186,249	0	186,249
499,878	0	499,878
2,585,598	0	2,585,598
492,615	0	492,615
290,643	29,306	319,949
43,276	0	43,276
676,958	5,240	682,198
<u>39,869,565</u>	<u>34,546</u>	<u>39,904,111</u>
<u>1,046,552</u>	<u>(1,046,552)</u>	<u>0</u>
<u>40,916,117</u>	<u>(1,012,006)</u>	<u>39,904,111</u>
10,196,644	(2,694,242)	7,502,402
<u>197,670,672</u>	<u>43,980,756</u>	<u>241,651,428</u>
<u>\$207,867,316</u>	<u>\$41,286,514</u>	<u>\$249,153,830</u>

City of Westlake, Ohio

Balance Sheet

Governmental Funds

December 31, 2013

	General	Recreation	Special Assessment Bond Retirement	Infrastructure Tax	Grants	Other Governmental Funds
Assets						
Equity in Pooled Cash and Cash Equivalents	\$39,441,072	\$1,928,744	\$370,201	\$10,503,350	\$2,533,324	\$13,998,797
Cash and Cash Equivalents:						
with Escrow Agents	0	0	0	209,406	278,347	40,428
Materials and Supplies Inventory	295,197	1,493	0	0	0	0
Accrued Interest Receivable	110,571	0	0	19,322	0	10,518
Accounts Receivable	191,944	0	0	0	0	781,937
Interfund Receivable	420,300	0	0	763,900	0	0
Intergovernmental Receivable	890,701	0	0	0	41,250	810,401
Prepaid Items	231,561	1,657	0	0	0	3,453
Municipal Income Taxes Receivable	4,786,286	79,493	0	1,567,932	0	796,854
Admission Taxes Receivable	20,329	0	0	0	0	0
Hotel Taxes Receivable	41,987	0	0	0	0	0
Permissive Motor Vehicle Taxes Receivable	0	0	0	0	0	38,580
Property Taxes Receivable	10,080,959	0	0	0	0	1,885,466
Special Assessments Receivable	0	0	3,605,000	0	0	0
Advances to Other Funds	555,000	0	0	4,818,000	0	0
Restricted Assets:						
Equity in Pooled Cash and Cash Equivalents	494,375	0	0	0	0	0
Total Assets	\$57,560,282	\$2,011,387	\$3,975,201	\$17,881,910	\$2,852,921	\$18,366,434
Liabilities						
Accounts Payable	\$585,576	\$18,441	\$0	\$0	\$24,708	\$83,600
Contracts Payable	52,383	0	0	265,709	135,733	0
Accrued Wages	374,648	28,994	0	503	169	47,111
Matured Compensated Absences Payable	175,415	0	0	0	0	0
Retainage Payable	0	0	0	209,406	278,347	40,428
Interfund Payable	0	0	0	0	480,000	704,200
Intergovernmental Payable	478,739	4,478	0	73	26	10,854
Advances From Other Funds	0	0	0	0	4,818,000	0
Total Liabilities	1,666,761	51,913	0	475,691	5,736,983	886,193
Deferred Inflows of Resources						
Property Taxes	9,152,967	0	0	0	0	1,711,902
Unavailable Revenue	3,908,288	38,458	3,605,000	748,415	0	1,852,404
Total Deferred Inflows of Resources	13,061,255	38,458	3,605,000	748,415	0	3,564,306
Fund Balances						
Nonspendable	1,576,133	3,150	0	4,818,000	0	609,426
Restricted	0	0	370,201	11,839,804	0	13,310,278
Committed	153,311	1,917,866	0	0	0	187,258
Assigned	19,781,129	0	0	0	0	15,607
Unassigned (Deficit)	21,321,693	0	0	0	(2,884,062)	(206,634)
Total Fund Balances	42,832,266	1,921,016	370,201	16,657,804	(2,884,062)	13,915,935
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$57,560,282	\$2,011,387	\$3,975,201	\$17,881,910	\$2,852,921	\$18,366,434

See accompanying notes to the basic financial statements

City of Westlake, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2013*

	Total Governmental Fund Balances	\$72,813,160
Total Governmental Funds	<i>Amounts reported for governmental activities in the statement of net position are different because</i>	
\$68,775,488	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	145,338,542
528,181	Other long-term assets are not available to pay for current- period expenditures and therefore are reported as unavailable revenue in the funds.	
296,690	Charges for Services	734,398
140,411	Delinquent Property Taxes	1,101,556
973,881	Municipal Income Taxes	3,373,133
1,184,200	Intergovernmental	1,286,803
1,742,352	Special Assessments	3,605,000
236,671	Miscellaneous	51,675
7,230,565	Total	10,152,565
20,329	An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.	2,819,279
41,987	Deferred Outflows of Resources represent deferred charges on refundings, which are not reported in the funds.	227,797
38,580	In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(50,726)
11,966,425	Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
3,605,000	General Obligation Bonds	(13,107,009)
5,373,000	Special Assessment Bonds	(3,823,935)
494,375	OPWC Loans	(443,428)
<u>\$102,648,135</u>	Compensated Absences Payable	(5,559,343)
\$712,325	Capital Lease Obligation Payable	(5,147)
453,825	Landfill Postclosure Costs	(494,439)
451,425	Total	(23,433,301)
175,415	<i>Net Position of Governmental Activities</i>	<u>\$207,867,316</u>
528,181		
1,184,200		
494,170		
4,818,000		
<u>8,817,541</u>		
10,864,869		
10,152,565		
<u>21,017,434</u>		
7,006,709		
25,520,283		
2,258,435		
19,796,736		
18,230,997		
<u>72,813,160</u>		
<u>\$102,648,135</u>		

City of Westlake, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	General	Recreation	Special Assessment Bond Retirement	Infrastructure Tax	Grants	Other Governmental Funds
Revenues						
Property Taxes	\$9,433,417	\$0	\$0	\$0	\$0	\$1,764,347
Municipal Income Taxes	15,024,001	249,862	0	4,928,726	0	2,501,715
Admissions Tax	186,249	0	0	0	0	0
Hotel Tax	499,878	0	0	0	0	0
Permissive Motor Vehicle Taxes	0	0	0	0	0	229,172
Charges for Services	385,466	2,361,446	0	1,515	525	1,301,739
Licenses, Permits and Fees	748,268	0	0	0	0	146,104
Fines and Forfeitures	246,823	0	0	0	0	46,782
Intergovernmental	3,557,886	0	0	0	1,818,321	1,532,378
Special Assessments	0	0	466,384	0	0	0
Interest	246,702	0	0	26,452	0	17,489
Rentals	138,930	86,365	0	0	0	0
Contributions and Donations	0	0	0	0	0	23,293
Franchise Taxes	492,615	0	0	0	0	0
Miscellaneous	388,479	16,373	0	125,000	11,068	101,497
<i>Total Revenues</i>	<u>31,348,714</u>	<u>2,714,046</u>	<u>466,384</u>	<u>5,081,693</u>	<u>1,829,914</u>	<u>7,664,516</u>
Expenditures						
Current:						
General Government	6,888,432	0	0	0	0	12,114
Security of Persons and Property	10,468,660	0	0	0	0	3,976,014
Public Health Services	885,287	0	0	0	0	2,325
Transportation	5,637,243	0	0	0	0	1,573,949
Community Environment	1,524,709	0	0	0	0	17,264
Basic Utility Services	728,827	0	0	0	0	171,345
Leisure Time Activities	1,108,897	2,323,557	0	0	0	0
Capital Outlay	0	0	0	3,271,448	4,415,036	1,015,438
Debt Service:						
Principal Retirement	0	3,081	305,000	0	0	1,795,761
Interest and Fiscal Charges	0	936	189,029	0	0	481,216
<i>Total Expenditures</i>	<u>27,242,055</u>	<u>2,327,574</u>	<u>494,029</u>	<u>3,271,448</u>	<u>4,415,036</u>	<u>9,045,426</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>4,106,659</u>	<u>386,472</u>	<u>(27,645)</u>	<u>1,810,245</u>	<u>(2,585,122)</u>	<u>(1,380,910)</u>
Other Financing Sources (Uses)						
Sale of Capital Assets	51,005	6,996	0	0	0	0
Transfers In	0	0	0	0	15,169	952,096
Transfers Out	(860,800)	0	0	(91,296)	0	(15,169)
<i>Total Other Financing Sources (Uses)</i>	<u>(809,795)</u>	<u>6,996</u>	<u>0</u>	<u>(91,296)</u>	<u>15,169</u>	<u>936,927</u>
<i>Net Change in Fund Balances</i>	<u>3,296,864</u>	<u>393,468</u>	<u>(27,645)</u>	<u>1,718,949</u>	<u>(2,569,953)</u>	<u>(443,983)</u>
<i>Fund Balances Beginning of Year</i>	<u>39,535,402</u>	<u>1,527,548</u>	<u>397,846</u>	<u>14,938,855</u>	<u>(314,109)</u>	<u>14,359,918</u>
<i>Fund Balances End of Year</i>	<u>\$42,832,266</u>	<u>\$1,921,016</u>	<u>\$370,201</u>	<u>\$16,657,804</u>	<u>(\$2,884,062)</u>	<u>\$13,915,935</u>

See accompanying notes to the basic financial statements

City of Westlake, 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, 2013*

	Net Change in Fund Balances - Total Governmental Funds		\$2,367,700
Total Governmental Funds	<i>Amounts reported for governmental activities in the statement of activities are different because</i>		
\$11,197,764	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.		
22,704,304	This is the amount by which capital outlay exceeded depreciation in the current period.		
186,249	Capital Asset Additions:		
499,878	Capital Outlays	9,578,109	
229,172	Capital Contributions - Developers	1,573,021	
4,050,691	Capital Contributions - Other Funds	1,046,522	
894,372	Current Year Depreciation	<u>(7,324,692)</u>	
293,605	Total		4,872,960
6,908,585	Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.		(14,725)
466,384	Revenues in the statement of activities that do not provide current financial resources are not reported as revenues within the governmental funds.		
290,643	Delinquent Property Taxes	433,019	
225,295	Municipal Income Taxes	759,261	
23,293	Intergovernmental	(1,071,643)	
492,615	Special Assessments	(305,000)	
642,417	Charges for Services	(20,414)	
<u>49,105,267</u>	Miscellaneous	<u>34,541</u>	
6,900,546	Total		(170,236)
14,444,674	Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.		
887,612	General Obligation Bonds	1,735,000	
7,211,192	Special Assessment Bonds	305,000	
1,541,973	OPWC Loans Payable	60,761	
900,172	Capital Lease	<u>3,081</u>	
3,432,454	Total		2,103,842
8,701,922	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.		
2,103,842	Accrued Interest	4,507	
671,181	Amortization of Bond Premium	38,046	
<u>46,795,568</u>	Amortization of Loss on Refunding	<u>(34,494)</u>	
2,309,699	Total		8,059
58,001	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.		
967,265	Compensated Absences	52,616	
(967,265)	Landfill	<u>27,895</u>	
<u>58,001</u>	Total		80,511
2,367,700	The internal service fund used by management to charge the costs of insurance to individual funds is not reported in entity-wide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		
70,445,460			<u>948,533</u>
<u>\$72,813,160</u>	<i>Change in Net Position of Governmental Activities</i>		<u>\$10,196,644</u>

City of Westlake, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$9,234,319	\$9,234,319	\$9,433,417	\$199,098
Municipal Income Taxes	14,430,000	14,430,000	15,052,600	622,600
Admission Taxes	163,758	163,758	184,187	20,429
Hotel Taxes	436,242	436,242	490,663	54,421
Charges for Services	89,000	89,000	76,254	(12,746)
Licenses, Permits and Fees	453,700	453,700	673,561	219,861
Fines and Forfeitures	250,300	250,300	247,428	(2,872)
Intergovernmental	1,944,350	1,944,350	3,475,968	1,531,618
Interest	300,000	300,000	254,965	(45,035)
Rentals	136,230	136,230	141,283	5,053
Franchise Taxes	500,000	500,000	567,800	67,800
Miscellaneous	1,173,400	1,173,400	1,138,853	(34,547)
<i>Total Revenues</i>	<u>29,111,299</u>	<u>29,111,299</u>	<u>31,736,979</u>	<u>2,625,680</u>
Expenditures				
Current:				
General Government	11,462,877	11,489,677	6,974,474	4,515,203
Security of Persons and Property	12,338,549	12,475,848	11,062,526	1,413,322
Public Health Services	1,219,211	1,219,211	755,131	464,080
Transportation	7,457,496	7,469,796	6,516,621	953,175
Community Environment	1,789,469	1,789,469	1,560,226	229,243
Basic Utility Services	889,572	889,572	784,672	104,900
Leisure Time Activities	1,064,365	1,064,365	930,839	133,526
Debt Service:				
Principal Retirement	5,000	5,000	0	5,000
<i>Total Expenditures</i>	<u>36,226,539</u>	<u>36,402,938</u>	<u>28,584,489</u>	<u>7,818,449</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(7,115,240)</u>	<u>(7,291,639)</u>	<u>3,152,490</u>	<u>10,444,129</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	35,000	35,000	51,005	16,005
Advances In	220,000	220,000	0	(220,000)
Advances Out	0	(450,000)	(400,300)	49,700
Transfers Out	(1,210,800)	(1,063,358)	(935,800)	127,558
<i>Total Other Financing Sources (Uses)</i>	<u>(955,800)</u>	<u>(1,258,358)</u>	<u>(1,285,095)</u>	<u>(26,737)</u>
<i>Net Change in Fund Balance</i>	<u>(8,071,040)</u>	<u>(8,549,997)</u>	<u>1,867,395</u>	<u>10,417,392</u>
<i>Fund Balance Beginning of Year</i>	<u>32,649,873</u>	<u>32,649,873</u>	<u>32,649,873</u>	<u>0</u>
Unexpended Prior Year Encumbrances	1,895,763	1,895,763	1,895,763	0
<i>Fund Balance End of Year</i>	<u>\$26,474,596</u>	<u>\$25,995,639</u>	<u>\$36,413,031</u>	<u>\$10,417,392</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$250,000	\$250,000	\$250,000	\$0
Charges for Services	2,067,500	2,067,500	2,362,783	295,283
Rentals	77,000	77,000	86,365	9,365
Miscellaneous	10,100	10,100	16,373	6,273
<i>Total Revenues</i>	<u>2,404,600</u>	<u>2,404,600</u>	<u>2,715,521</u>	<u>310,921</u>
Expenditures				
Current:				
Leisure Time Activities	2,731,538	2,731,538	2,357,077	374,461
Debt Service:				
Principal Retirement	3,081	3,081	3,081	0
Interest and Fiscal Charges	936	936	936	0
<i>Total Expenditures</i>	<u>2,735,555</u>	<u>2,735,555</u>	<u>2,361,094</u>	<u>374,461</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(330,955)	(330,955)	354,427	685,382
Other Financing Sources				
Sale of Capital Assets	0	0	6,996	6,996
<i>Net Change in Fund Balance</i>	(330,955)	(330,955)	361,423	692,378
<i>Fund Balance Beginning of Year</i>	1,489,034	1,489,034	1,489,034	0
Unexpended Prior Year Encumbrances	55,687	55,687	55,687	0
<i>Fund Balance End of Year</i>	<u>\$1,213,766</u>	<u>\$1,213,766</u>	<u>\$1,906,144</u>	<u>\$692,378</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Sewer	Nonmajor - Golf Course	Total	
Assets				
<i>Current Assets</i>				
Equity in Pooled Cash and Cash Equivalents	\$4,814,855	\$37,406	\$4,852,261	\$3,026,330
Cash and Cash Equivalents with Escrow Agents	22,245	0	22,245	0
Materials and Supplies Inventory	0	8,101	8,101	0
Accrued Interest Receivable	7,048	0	7,048	0
Accounts Receivable	618,728	0	618,728	0
Prepaid Items	35	390	425	0
<i>Total Current Assets</i>	<u>5,462,911</u>	<u>45,897</u>	<u>5,508,808</u>	<u>3,026,330</u>
<i>Noncurrent Assets</i>				
Investment in Joint Venture	8,524,487	0	8,524,487	0
Nondepreciable Capital Assets	0	1,499,176	1,499,176	0
Depreciable Capital Assets, Net	25,899,683	667,679	26,567,362	0
<i>Total Noncurrent Assets</i>	<u>34,424,170</u>	<u>2,166,855</u>	<u>36,591,025</u>	<u>0</u>
<i>Total Assets</i>	<u>39,887,081</u>	<u>2,212,752</u>	<u>42,099,833</u>	<u>3,026,330</u>
Liabilities				
<i>Current Liabilities</i>				
Accounts Payable	10,136	2,252	12,388	0
Claims Payable	0	0	0	207,051
Accrued Wages	7,559	4,729	12,288	0
Retainage Payable	22,245	0	22,245	0
Intergovernmental Payable	1,151	767	1,918	0
Unearned Revenue	209,480	0	209,480	0
<i>Total Current Liabilities</i>	<u>250,571</u>	<u>7,748</u>	<u>258,319</u>	<u>207,051</u>
<i>Long-Term Liabilities</i>				
Advances from Other Funds	0	555,000	555,000	0
<i>Total Liabilities</i>	<u>250,571</u>	<u>562,748</u>	<u>813,319</u>	<u>207,051</u>
Net Position				
Net Investment in Capital Assets	25,921,928	2,166,855	28,088,783	0
Unrestricted (Deficit)	13,714,582	(516,851)	13,197,731	2,819,279
<i>Total Net Position</i>	<u>\$39,636,510</u>	<u>\$1,650,004</u>	<u>\$41,286,514</u>	<u>\$2,819,279</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
*Statement of Revenues, Expenses
and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2013*

	Business-Type Activities - Enterprise Funds			Governmental Activities -
	Sewer	Nonmajor - Golf Course	Total	Internal Service Fund
Operating Revenues				
Charges for Services	\$2,136,976	\$273,970	\$2,410,946	\$3,546,041
Tap-In-Fees	52,459	0	52,459	0
Rentals	0	35,975	35,975	0
Miscellaneous	0	5,240	5,240	0
<i>Total Operating Revenues</i>	<u>2,189,435</u>	<u>315,185</u>	<u>2,504,620</u>	<u>3,546,041</u>
Operating Expenses				
Personal Services	287,183	237,554	524,737	0
Fringe Benefits	113,127	69,835	182,962	0
Contractual Services	1,881,192	53,720	1,934,912	463,464
Materials and Supplies	32,960	48,420	81,380	0
Depreciation	1,103,296	28,921	1,132,217	0
Other	21,155	14,142	35,297	0
Claims	0	0	0	2,134,044
<i>Total Operating Expenses</i>	<u>3,438,913</u>	<u>452,592</u>	<u>3,891,505</u>	<u>2,597,508</u>
<i>Operating Income (Loss)</i>	<u>(1,249,478)</u>	<u>(137,407)</u>	<u>(1,386,885)</u>	<u>948,533</u>
Nonoperating Revenues (Expenses)				
Interest	29,306	0	29,306	0
Loss on Disposal of Capital Assets	(1,292,178)	0	(1,292,178)	0
Loss in Joint Venture	(213,216)	0	(213,216)	0
<i>Total Nonoperating Revenues (Expenses)</i>	<u>(1,476,088)</u>	<u>0</u>	<u>(1,476,088)</u>	<u>0</u>
<i>Income (Loss) Before Capital Contributions</i>	<u>(2,725,566)</u>	<u>(137,407)</u>	<u>(2,862,973)</u>	<u>948,533</u>
Capital Contributions	168,731	0	168,731	0
<i>Change in Net Position</i>	<u>(2,556,835)</u>	<u>(137,407)</u>	<u>(2,694,242)</u>	<u>948,533</u>
<i>Net Position Beginning of Year</i>	<u>42,193,345</u>	<u>1,787,411</u>	<u>43,980,756</u>	<u>1,870,746</u>
<i>Net Position End of Year</i>	<u>\$39,636,510</u>	<u>\$1,650,004</u>	<u>\$41,286,514</u>	<u>\$2,819,279</u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2013

	Business-Type Activities - Enterprise Funds			Governmental
	Sewer	Nonmajor - Golf Course	Total	Activities - Internal Service Fund
<i>Increase (Decrease) In Cash and Cash Equivalents</i>				
Cash Flows from Operating Activities				
Cash Received from Customers	\$2,030,609	\$309,945	\$2,340,554	\$0
Cash Received from Interfund Services	0	0	0	3,546,041
Cash Received from Other Operating Sources	0	5,240	5,240	0
Cash Received from Tap-In Fees	52,459	0	52,459	0
Cash Payments to Suppliers for Goods and Services	(1,934,652)	(99,057)	(2,033,709)	(463,464)
Cash Payments for Claims	0	0	0	(2,168,684)
Cash Payments for Employee Services and Benefits	(399,545)	(305,770)	(705,315)	0
Cash Payments for Other Operating Expenses	(22,890)	(14,508)	(37,398)	0
<i>Net Cash Provided By (Used for) Operating Activities</i>	(274,019)	(104,150)	(378,169)	913,893
Cash Flows from Noncapital Financing Activities				
Advance In	0	100,000	100,000	0
Cash Flows from Capital and Related Financing Activities				
Acquisition of Capital Assets	(18,133)	(8,237)	(26,370)	0
Cash Flows from Investing Activities				
Interest	22,258	0	22,258	0
<i>Net Increase (Decrease) In Cash and Cash Equivalents</i>	(269,894)	(12,387)	(282,281)	913,893
<i>Cash and Cash Equivalents Beginning of Year</i>	5,106,994	49,793	5,156,787	2,112,437
<i>Cash and Cash Equivalents End of Year</i>	\$4,837,100	\$37,406	\$4,874,506	\$3,026,330

(continued)

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Cash Flows
Proprietary Funds (continued)
For the Year Ended December 31, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities - Internal Service Fund
	Sewer	Nonmajor - Golf Course	Total	
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities				
<i>Operating Income (Loss)</i>	(\$1,249,478)	(\$137,407)	(\$1,386,885)	\$948,533
Adjustments:				
Depreciation	1,103,296	28,921	1,132,217	0
(Increase)/Decrease in Assets:				
Materials and Supplies Inventory	0	1,173	1,173	0
Accounts Receivable	(159,724)	0	(159,724)	0
Prepaid Items	(35)	(222)	(257)	0
Increase/(Decrease) in Liabilities:				
Accounts Payable	1,461	1,728	3,189	0
Claims Payable	0	0	0	(34,640)
Accrued Wages	665	1,403	2,068	0
Retainage Payable	(22,133)	0	(22,133)	0
Intergovernmental Payable	(1,428)	254	(1,174)	0
Unearned Revenue	53,357	0	53,357	0
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>(\$274,019)</u>	<u>(\$104,150)</u>	<u>(\$378,169)</u>	<u>\$913,893</u>

Noncash Capital Transactions

During 2013, the Sewer enterprise fund transferred capital assets to governmental funds in the amount of \$1,046,552.

During 2013, the Sewer enterprise fund received sewer lines from developers valued at \$168,731.

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2013

Assets	
Equity in Pooled Cash and Cash Equivalents	<u><u>\$1,455,143</u></u>
Liabilities	
Deposits Held and Due to Others	<u><u>\$1,455,143</u></u>

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Note 1 – Reporting Entity

The City of Westlake 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 in 1956.

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 Westlake’s primary government consists of all funds and departments which are not legally separate from the City. They include a police force, a fire fighting force, and a street maintenance and sanitation force, planning and zoning departments, parks and a recreation system, a sewer system, one golf course, and a staff to provide essential support to these service providers.

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, and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burden on, the primary government. The reporting entity of the City does not include any component units.

The Rocky River Wastewater Treatment Plant is a joint venture, owned and operated by the cities of Westlake, Rocky River, Bay Village and Fairview Park. 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 21).

The City is associated with four jointly governed organizations, the West Shore Council of Governments, Tri-City Park, Safe Air For Environment (S.A.F.E) Council of Governments, and West Shore Area Rescue Association. These organizations are presented in Note 22 to the basic financial statements.

The City is also associated with the Westlake Community Improvement Corporation (WCIC). The WCIC is a not-for-profit corporation which was founded in 1976. The seven-member Board, which consists of three elected officials of the City and four members appointed by the trustees, promotes industrial, commercial, distribution and research activities within the City. The City does not have a majority control in the Board and therefore, WCIC has been excluded from the reporting entity.

Note 2 – Summary of Significant Accounting Policies

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

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Basis of Presentation

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

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

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

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

Fund Accounting

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

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

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

The following are the City's major governmental funds:

General Fund The general fund accounts for and reports all financial resources not accounted for and reported in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City of Westlake and/or the general laws of Ohio.

Recreation Fund The recreation fund accounts for and reports membership and program fees and 1/8 of one percent voted income tax committed for the operation and maintenance of recreation programs and the recreation center.

Special Assessment Bond Retirement Fund The special assessment bond retirement fund accounts for and reports resources restricted for the retirement of debt issued to finance public improvements deemed to benefit the properties against which special assessments are levied.

Infrastructure Tax Fund This fund is restricted for the costs of all capital projects funded by a 3/8 of one percent voted increase in the municipal income tax.

Grants Fund This fund accounts for and reports various State and Federal monies which are restricted for historical site preservation and the construction of recreation facilities.

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

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

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

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

Golf Course Fund The golf course fund accounts for and reports the operations of the City owned golf course.

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 reports on a self-insurance program for employee hospital/medical, prescription, dental and vision insurance benefits.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City 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 central dispatching services for the West Shore Council of Governments, deposits held for contractors and developers and assessments due to other governments.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Measurement Focus

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

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and deferred outflows of resources and current liabilities and deferred inflows of resources generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements, therefore, include a 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 position. The statement of revenues, expenses and changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in total net position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

Basis of Accounting

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

Revenues – Exchange and Nonexchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within 60 days of year end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, 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 9). 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.

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

Unearned Revenue Unearned revenue represents amounts under the accrual and modified accrual basis of accounting for which asset recognition criteria have been met, but for which revenue recognition criteria have not yet been met because such amounts have not yet been earned.

On enterprise fund financial statements, revenue received as of December 31, 2013, for 2014 services, has been recorded as unearned revenue.

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

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2013, but which were levied to finance year 2014 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City unavailable revenue includes charges for services, delinquent property taxes, municipal income taxes, intergovernmental grants, special assessments and miscellaneous revenue. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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.

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 object level (salaries and other expenses) within each department in the general fund and at the object level (salaries and other expenses) for all other funds. Budgetary modifications may only be made by resolution of the City Council at the legal level of control.

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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.

Pooled Cash and Cash Equivalents

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary 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 2013, investments were limited to non-negotiable certificates of deposit, bond anticipation notes, federal farm credit bank bonds, federal home loan mortgage bonds, federal national mortgage bonds, municipal bonds 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 price.

The City of Westlake has invested in the State Treasury Asset Reserve of Ohio (STAROhio) during 2013. 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 net asset value per share which is the price for which the investment could be sold at December 31, 2013.

Interest earnings are allocated to City funds according to state statutes, City Charter, grant requirements, or debt related restrictions. Interest revenue credited to the general fund during 2013 was \$246,702, which includes \$86,838 assigned from other City funds.

Cash and cash equivalents that are held separately by the City for payment of retainage to contractors upon project completion are recorded as "cash and cash equivalents with escrow agents".

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.

Materials and Supplies Inventory

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2013 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.

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Restricted Assets

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

Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net position and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. 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). The City maintains a capitalization threshold of \$1,000 dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of proprietary fund capital assets is also capitalized.

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Buildings and Improvements	50 years	50 years
Improvements	N/A	20 years
Machinery and Equipment	5 years	5 years
Furniture and Fixtures	10 years	10 years
Vehicles	2 - 15 years	2 - 15 years
Infrastructure	20 - 50 years	50 years

The City's infrastructure consists of roads, water mains, storm sewers, culverts, traffic signals and bridges and includes infrastructure acquired prior to December 31, 1980.

Interfund Balances

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

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On fund financial statements, long-term interfund loans, reported as “advances to/from other funds”, are classified as nonspendable fund balance, which indicate that they are not in spendable form even though it is a component of net current assets. Repayment is expected to be made within a reasonable period of time.

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 employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future (those employees who will be eligible to receive termination payments in the next 20 years). The amount is based on accumulated sick leave and employee wage rates at year-end taking into consideration any limits specified in the City’s termination policy.

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

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account “Matured Compensated Absences Payable” in the general fund.

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 and compensated absences, 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, capital lease and long-term loans are recognized as a liability on the governmental fund financial statements when due.

Fund Balance

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

Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of interfund loans.

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

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

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

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance, or by State Statute. State statute authorizes the finance director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. Council assigned fund balance to cover a gap between estimated revenue and appropriations in 2013's appropriated budget. All remaining assigned amounts in the general fund were established by City Council.

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

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

Net Position

Net Position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through

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constitutional provisions or enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include state highway maintenance and repair, community development and recreational activities.

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

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the City, these revenues are charges for services for sewer services, golf, self-insurance programs and information technology. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

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

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for a repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are presented on the financial statements.

Contributions of Capital

Contributions of capital in the governmental activities and proprietary fund financial statements arise from outside contributions of capital assets or from grants or outside contributions of resources restricted to capital acquisition and construction.

Bond Premium

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

Deferred Charges on Refunding

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

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For the Year Ended December 31, 2013

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

For 2013, the City has implemented Governmental Accounting Standard Board (GASB) Statement No. 61, “The Financial Reporting Entity: Omnibus an amendment of GASB 14 and 34.” This statement modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity and financial reporting entity display and disclosure requirements. The implementation of the statement did not result in any change in the City’s financial statements.

Note 4 – Accountability

The following funds had deficit fund balances at December 31, 2013:

	<u>Amount</u>
Major Fund:	
Grants	\$2,900,897
Nonmajor Funds:	
FEMA	12,077
Issue 2 Improvements	206,634

The deficit fund balances in the grants capital projects fund and nonmajor special revenue and capital projects funds are the result of interfund loans which are used to finance activities until resources are available to repay the general fund.

Note 5 – Fund Balances

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

Fund Balances	General	Recreation	Special Assessment Bond Retirement	Infrastructure Tax	Grants	Other Governmental Funds	Total Governmental Activities
Nonspendable:							
Interfund loans	\$555,000	\$0	\$0	\$4,818,000	\$0	\$0	\$5,373,000
Prepays	231,561	1,657	0	0	0	3,453	236,671
Inventory	295,197	1,493	0	0	0	0	296,690
Unclaimed monies	494,375	0	0	0	0	0	494,375
Cemetery	0	0	0	0	0	605,973	605,973
Total Nonspendable	\$1,576,133	\$3,150	\$0	\$4,818,000	\$0	\$609,426	\$7,006,709

(continued)

City of Westlake, Ohio
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Fund Balances	General	Recreation	Special Assessment Bond Retirement	Infrastructure Tax	Grants	Other Governmental Funds	Total Governmental Activities
<u>Restricted for:</u>							
Road improvements	\$0	\$0	\$0	\$0	\$0	\$2,807,255	\$2,807,255
Police and fire departments	0	0	0	0	0	836,055	836,055
Law enforcement	0	0	0	0	0	310,335	310,335
Drug and alcohol enforcement	0	0	0	0	0	134,900	134,900
Juvenile diversion	0	0	0	0	0	3,150	3,150
West/Bay ecological	0	0	0	0	0	76,350	76,350
Emergency management	0	0	0	0	0	37	37
Emergency medical services	0	0	0	0	0	196,256	196,256
Sanitary sewer improvements	0	0	0	0	0	2,376,837	2,376,837
Construction and improvement of City facilities	0	0	0	0	0	6,123,248	6,123,248
Debt service payments	0	0	370,201	0	0	445,855	816,056
Issue 11 Improvements	0	0	0	11,839,804	0	0	11,839,804
<i>Total Restricted</i>	<u>0</u>	<u>0</u>	<u>370,201</u>	<u>11,839,804</u>	<u>0</u>	<u>13,310,278</u>	<u>25,520,283</u>
<u>Committed to:</u>							
Recreation	0	1,917,866	0	0	0	0	1,917,866
City Donations	0	0	0	0	0	187,258	187,258
City Improvements	153,311	0	0	0	0	0	153,311
<i>Total Committed</i>	<u>153,311</u>	<u>1,917,866</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>187,258</u>	<u>2,258,435</u>
<u>Assigned to:</u>							
Compensated absences	307,794	0	0	0	0	0	307,794
Equipment replacement	8,490,082	0	0	0	0	0	8,490,082
Cable television	3,596,270	0	0	0	0	0	3,596,270
Swimming pool operations	55,737	0	0	0	0	0	55,737
Community services	90,288	0	0	0	0	0	90,288
Service center construction	0	0	0	0	0	15,607	15,607
Year 2014 Appropriations	7,056,579	0	0	0	0	0	7,056,579
Purchases on Order	184,379	0	0	0	0	0	184,379
<i>Total Assigned</i>	<u>19,781,129</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>15,607</u>	<u>19,796,736</u>
Unassigned (Deficit):	21,321,693	0	0	0	(2,884,062)	(206,634)	18,230,997
Total Fund Balances	<u><u>\$42,832,266</u></u>	<u><u>\$1,921,016</u></u>	<u><u>\$370,201</u></u>	<u><u>\$16,657,804</u></u>	<u><u>(\$2,884,062)</u></u>	<u><u>\$13,915,935</u></u>	<u><u>\$72,813,160</u></u>

Note 6 – 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 basis) as opposed to when susceptible to accrual (GAAP basis).
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- (c) Encumbrances are treated as expenditures (budget basis) rather than as restricted, committed or assigned fund balance (GAAP).

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- (d) Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP).
- (e) Investments are reported at fair value (GAAP) rather than cost (budget basis).
- (f) Budgetary revenues and expenditures of the swimming pool operations fund, senior/community services fund, cemetery operations fund and reserve for compensated absences fund are reclassified to the general fund for GAAP Reporting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budget basis statements for the general fund and the recreation special revenue fund.

	General	Recreation
GAAP Basis	\$3,296,864	\$393,468
Net Adjustment for Revenue Accruals	709,487	1,475
Beginning Fair Value Adjustment for Investments	108,428	0
Ending Fair Value Adjustment for Investments	(103,799)	0
Net Adjustment for Expenditure Accruals	(1,094,653)	(10,920)
Excess of revenues and other financing sources and over (under) expenditures and other financing uses:		
Swimming Pool Operations	23,167	0
Senior/Community Service	10,342	0
Cemetery Operations	77,439	0
Reserve for Compensated Absences	408,949	0
Advances Out	(350,300)	0
Encumbrances	(1,218,529)	(22,600)
Budget Basis	\$1,867,395	\$361,423

Note 7 – Deposits and Investments

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

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

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

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

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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;
3. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio;
6. The State Treasurer's investment pool (STAROhio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed 180 days in an amount not to exceed 25 percent of the interim monies available for investment at any one time if training requirements have been met; and
8. Written repurchase agreements in securities described in (1) or (2) 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 30 days.

The City has passed an ordinance allowing the City to 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.

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For the Year Ended December 31, 2013

Investments

As of December 31, 2013, the City had the following investments:

	Fair Value	Maturity	Percentage of Total Investments
Bond Anticipation Notes	\$18,077,934	Less than one year	45.51%
Bond Anticipation Notes	82,512	Less than two years	0.21
Federal Farm Credit Bank Bonds	999,387	Less than one year	2.52
Federal Farm Credit Bank Bonds	4,782,858	Less than five years	12.04
Federal Home Loan Bank Bonds	1,493,712	Less than five years	3.76
Federal Home Loan Mortgage Bonds	1,499,760	Less than five years	3.78
Federal National Mortgage Bonds	1,003,860	Less than five years	2.53
Municipal Bonds	7,618,745	Less than one year	19.18
Municipal Bonds	2,558,281	Less than two years	6.44
Municipal Bonds	1,604,380	Less than five years	4.04
STAROhio	14,695	Average 53.4 Days	N/A
Total Portfolio	<u>\$39,736,124</u>		

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.

Credit Risk The Federal Farm Credit Bank Bonds carry a rating of AA+ by Standard and Poor's. The Federal Home Loan Bank Bonds carry a rating of AA+ by Standard and Poor's. The Federal Home Loan Mortgage Bonds carry a rating of AA+ by Standard and Poor's. The Federal National Mortgage Bonds carry a rating of AA+ 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.

Note 8 – Interfund Transfers and Balances

Interfund Transfers

At December 31, 2013, interfund transfers were as follows:

Transfers To	Transfers From			Total
	General	Infrastructure Tax	Other Governmental Funds	
Major Governmental Fund:				
Grants	\$0	\$0	\$15,169	\$15,169
Other Governmental Funds:				
Police Pension	400,000	0	0	400,000
Fire Pension	400,000	0	0	400,000
Issue 2 Improvements	60,800	0	0	60,800
Storm Drainage	0	91,296	0	91,296
Total Other Governmental Funds	<u>860,800</u>	<u>91,296</u>	<u>0</u>	<u>952,096</u>
Total Governmental Funds	<u>\$860,800</u>	<u>\$91,296</u>	<u>\$15,169</u>	<u>\$967,265</u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

The general fund transfers to the nonmajor governmental funds were made to provide additional resources for capital improvements and current operations. The transfer from the infrastructure tax capital projects fund to storm drainage fund was to provide additional resources for current operations. The transfer of \$15,169 from other governmental funds to the grants fund was to provide additional resources for capital improvements.

Interfund Balances

As of December 31, 2013, interfund balances were as follows:

	Receivable		Payable	
	Interfund	Advance to Other Funds	Interfund	Advance from Other Funds
Major Funds				
General Fund	\$420,300	\$555,000	\$0	\$0
Infrastructure Tax	763,900	4,818,000	0	0
Grants	0	0	480,000	4,818,000
Nonmajor Funds				
FEMA	0	0	250,300	0
Issue 2 Improvements	0	0	283,900	0
Sidewalks	0	0	170,000	0
<i>Total Governmental Activities</i>	1,184,200	5,373,000	1,184,200	4,818,000
Business-Type Activity				
Golf Course	0	0	0	555,000
Total	\$1,184,200	\$5,373,000	\$1,184,200	\$5,373,000

Advances to other funds at December 31, 2013, consisted of a general fund advance of \$555,000 to the golf course enterprise fund due to the timing of the operating revenues, and an advance from the infrastructure tax capital projects fund of \$4,818,000 to the grants fund. The interfund balances at December 31, 2013 result from a difference in timing of when expenses are recognized in accordance with generally accepted accounting principles and when the related interfund subsidies are budgeted for payment on a cash basis. All are expected to be repaid within one year. Advances to other funds are not expected to be repaid within one year.

Note 9 – Receivables

Receivables at December 31, 2013, consisted primarily of municipal income taxes, property and hotel taxes, intergovernmental receivables arising from entitlements and shared revenues, special assessments, accrued interest on investments, and accounts (billings for utility service).

No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables, except for delinquent property taxes and special assessments, are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Special assessments expected to be collected in more than one year amount to \$3,330,000 in the special assessment bond retirement fund. At December 31, 2013, the amount of delinquent special assessments was \$219,686.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Property Taxes

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Property tax revenue received during 2013 for real and public utility property taxes represents collections of 2012 taxes.

2013 real property taxes are levied after October 1, 2013 on the assessed value as of January 1, 2013, the lien date. Assessed values are established by state law at 35 percent of appraised market value. 2013 real property taxes are collected in and intended to finance 2014.

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

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2013 public utility property taxes which became a lien December 31, 2012, are levied after October 1, 2013, and are collected in 2014 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2013, was \$9.52 per \$1,000 of assessed value. The assessed values of real property and public utility tangible property upon which 2013 property tax receipts were based are as follows:

<u>Category</u>	<u>Amount</u>
Real Estate:	
Residential/Agricultural	\$954,156,290
Other Real Estate	376,280,950
Public Utility Tangible Property	<u>24,094,940</u>
Total Assessed Valuation	<u><u>\$1,354,532,180</u></u>

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City of Westlake and periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility taxes and outstanding delinquencies which are measurable as of December 31, 2013 and for which there is an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2013 operations is offset to deferred inflows of resources – property taxes. On an accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

Income Taxes

The City levies an income tax of 1.5 percent on all income earned within the City as well as income of residents earned outside the City. The City allows a credit of 100 percent of the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually.

The Regional Income Tax Agency administers and collects income taxes for the City. Payments are remitted monthly net of collection fees of 3 percent. Taxes collected by RITA in one month are remitted to the City on the first and tenth business days of the following month. Income tax revenue is credited to the general fund, recreation special revenue fund, general obligation and issue II bond retirement funds, and the infrastructure tax and recreation center construction capital projects funds.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

	Amount
Governmental Activities	
Homestead and Rollback	\$653,673
Gas Excise Tax	360,570
Local Government	223,940
Highway Distribution	178,639
Auto Registration	118,134
Other	100,748
Estate Tax	41,450
I-90 Columbia Road Grant	41,250
FEMA Grant	12,114
CAT Tax	11,834
	\$1,742,352
<i>Total Intergovernmental Receivables</i>	

Note 10 – Capital Assets

A summary of changes in capital assets during 2013 follows:

	Balance 12/31/2012	Additions	Deletions	Transfers	Balance 12/31/2013
Governmental Activities					
<i>Nondepreciable Capital Assets</i>					
Land	\$14,162,808	\$0	\$0	\$0	\$14,162,808
Construction in Progress	4,290,724	8,239,971	(2,864,719)	0	9,665,976
<i>Total Nondepreciable Capital Assets</i>	18,453,532	8,239,971	(2,864,719)	0	23,828,784
<i>Depreciable Capital Assets</i>					
Buildings and Improvements	42,635,768	18,051	0	0	42,653,819
Improvements	5,650,470	123,462	(32,316)	0	5,741,616
Machinery and Equipment	6,413,644	651,561	(335,201)	(11,404)	6,718,600
Furniture and Fixtures	1,653,454	184,296	(7,540)	0	1,830,210
Vehicles	8,596,645	989,197	(733,265)	0	8,852,577
Infrastructure					
Roads	120,436,675	2,098,639	0	0	122,535,314
Water Mains	38,568,251	1,354,116	(121,621)	1,742,889	41,543,635
Storm Sewers	28,001,426	356,526	0	0	28,357,952
Culverts	3,320,916	0	0	0	3,320,916
Traffic Signals	3,573,273	0	0	0	3,573,273
Bridges	1,980,831	0	0	0	1,980,831
<i>Total Depreciable Capital Assets</i>	260,831,353	5,775,848	(1,229,943)	1,731,485	267,108,743

(continued)

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

	Balance 12/31/2012	Additions	Deletions	Transfers	Balance 12/31/2013
Governmental Activities					
<i>Less Accumulated Depreciation</i>					
Buildings and Improvements	(\$10,847,919)	(\$852,243)	\$0	\$0	(\$11,700,162)
Improvements	(3,775,506)	(235,393)	29,773	0	(3,981,126)
Machinery and Equipment	(5,096,980)	(500,821)	324,742	11,404	(5,261,655)
Furniture and Fixtures	(1,146,858)	(160,342)	6,924	0	(1,300,276)
Vehicles	(6,407,334)	(658,279)	732,158	0	(6,333,455)
Infrastructure					
Roads	(77,939,857)	(3,455,938)	0	0	(81,395,795)
Water Mains	(15,513,988)	(703,527)	121,621	(696,337)	(16,792,231)
Storm Sewers	(13,474,288)	(550,740)	0	0	(14,025,028)
Culverts	(2,741,479)	(75,470)	0	0	(2,816,949)
Traffic Signals	(934,762)	(97,006)	0	0	(1,031,768)
Bridges	(925,607)	(34,933)	0	0	(960,540)
<i>Total Accumulated Depreciation</i>	<u>(138,804,578)</u>	<u>(7,324,692)</u>	<u>1,215,218</u>	<u>(684,933)</u>	<u>(145,598,985)</u>
<i>Total Depreciable Capital Assets, Net</i>	<u>122,026,775</u>	<u>(1,548,844)</u>	<u>(14,725)</u>	<u>1,046,552</u>	<u>121,509,758</u>
<i>Total Governmental Capital Assets, Net</i>	<u>\$140,480,307</u>	<u>\$6,691,127</u>	<u>(\$2,879,444)</u>	<u>\$1,046,552</u>	<u>\$145,338,542</u>
	Balance				Balance
	12/31/2012	Additions	Deletions	Transfers	12/31/2013
Business-Type Activities					
<i>Nondepreciable Capital Assets</i>					
Land	\$1,499,176	\$0	\$0	\$0	\$1,499,176
Construction in Progress	891,515	13,450	(904,965)	0	0
<i>Total Nondepreciable Capital Assets</i>	<u>2,390,691</u>	<u>13,450</u>	<u>(904,965)</u>	<u>0</u>	<u>1,499,176</u>
<i>Depreciable Capital Assets</i>					
Buildings and Improvements	1,758,202	0	0	0	1,758,202
Improvements	243,495	0	0	0	243,495
Machinery and Equipment	418,512	0	(88,316)	11,404	341,600
Furniture and Fixtures	36,295	8,237	(3,407)	0	41,125
Vehicles	822,404	4,683	0	0	827,087
Infrastructure					
Sewer Lines	53,003,008	829,251	0	(1,742,889)	52,089,370
<i>Total Depreciable Capital Assets</i>	<u>56,281,916</u>	<u>842,171</u>	<u>(91,723)</u>	<u>(1,731,485)</u>	<u>55,300,879</u>
<i>Less Accumulated Depreciation</i>					
Buildings and Improvements	(465,953)	(34,912)	0	0	(500,865)
Improvements	(190,497)	(4,904)	0	0	(195,401)
Machinery and Equipment	(366,890)	(17,738)	87,135	(11,404)	(308,897)
Furniture and Fixtures	(27,980)	(1,713)	3,407	0	(26,286)
Vehicles	(555,681)	(52,096)	0	0	(607,777)
Infrastructure					
Sewer Lines	(26,769,774)	(1,020,854)	0	696,337	(27,094,291)
<i>Total Accumulated Depreciation</i>	<u>(28,376,775)</u>	<u>(1,132,217)</u>	<u>90,542</u>	<u>684,933</u>	<u>(28,733,517)</u>
<i>Total Depreciable Capital Assets, Net</i>	<u>27,905,141</u>	<u>(290,046)</u>	<u>(1,181)</u>	<u>(1,046,552)</u>	<u>26,567,362</u>
<i>Total Business-Type Activities</i>					
<i>Capital Assets, Net</i>	<u>\$30,295,832</u>	<u>(\$276,596)</u>	<u>(\$906,146)</u>	<u>(\$1,046,552)</u>	<u>\$28,066,538</u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

During 2013, \$244,445 in construction in progress was deleted and expensed due to projects being cancelled.

During 2013, the City received street improvements from developers valued at \$1,544,297, machinery and equipment from developers valued at \$16,849, and vehicles from developers valued at \$11,876 in governmental funds. The sewer enterprise fund received sewer lines from developers valued at \$168,731.

During 2013, the Sewer enterprise fund transferred capital assets to governmental funds in the amount of \$1,046,552.

Depreciation expense was charged to governmental functions as follows:

General Government	\$399,664
Security of Persons and Property	689,207
Public Health Services	104,617
Transportation	4,079,829
Community Environment	14,552
Basic Utility Services	1,329,737
Leisure Time Activities	707,086
Total	<u><u>\$7,324,692</u></u>

Note 11 – Risk Management

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 various companies for all its commercial insurance.

The types of coverage and deductibles are as follows:

Type of Coverage	Coverage	Deductible
U.S. Specialty Insurance Company		
Blanket Property and Contents, Replacement	\$68,243,190	\$2,500
Inland Marine	4,310,207	1,000
General Liability	1,000,000/3,000,000	0
Automobile Liability	1,000,000	0
Public Officials Liability	1,000,000/1,000,000	10,000
Police Professional Liability	1,000,000/1,000,000	5,000
Employment Practices Liability	1,000,000/1,000,000	0
Computer - Hardware	2,823,758	1,000
Computer - Software	25,000	1,000
Umbrella Excess Liability	10,000,000	10,000
Travelers Property & Casualty Insurance Company		
Forgery or Alteration	1,000,000	5,000
Employee Theft - Per Loss	1,000,000	5,000
On Premises	1,000,000	5,000
In Transit	1,000,000	5,000
Money Orders & Counterfeit Money	1,000,000	5,000
Computer Fraud	1,000,000	5,000
Funds Transfer Fraud	1,000,000	5,000

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

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.

The City has elected to provide employee hospital/medical, prescription, dental and vision insurance benefits through a partially self-insured program. The City established a hospitalization internal service fund to account for and finance the cost of this program.

The City utilizes the services of America's Choice Healthplans, the third party administrator, to review, process, and pay employee claims. The City purchased stop-loss coverage for claims in excess of \$80,000 per individual and \$3,496,260 aggregate per year. For each employee, the City paid monthly into the hospitalization internal service fund \$575 for single, \$965 for single-plus-one and \$1,400 for family coverage. These rates are paid by the fund from which the employees' salary is paid.

The claims liability of \$207,051 as estimated by the third-party administrator and reported in the hospitalization internal service fund at December 31, 2013, is based on the requirements of GASB Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund claims liability amount in 2012 and 2013 were as follows:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2012	\$241,961	\$2,687,284	\$2,687,554	\$241,691
2013	241,691	2,134,044	2,168,684	207,051

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 –Significant Commitments

Contractual Commitments

At December 31, 2013, the City's significant contractual commitments consisted of:

Project	Contract Amount	Amount Paid	Remaining on Contract
Cornwall/Bonny Bank Water	\$2,136,764	\$1,735,579	\$401,185
2013 Street Maintenance	187,042	110,237	76,805
2013 Street Maintenance	385,615	162,534	223,081
2013 Street Maintenance	455,554	340,181	115,373
Clemens Road Relocation	4,063,164	3,107,221	955,943
Total	\$7,228,139	\$5,455,752	\$1,772,387

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

The amounts of \$453,825 and \$550,426 in contracts and retainage payable have been capitalized.

Encumbrances

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

Governmental Funds:		Proprietary Funds:	
General fund	\$1,218,529	Sewer	\$128,096
Recreation	22,600	Nonmajor - Golf Course	<u>20,896</u>
Infrastructure Tax	1,474,943		
Other Governmental Funds	<u>2,048,738</u>	Total Proprietary Funds	<u>148,992</u>
Total Governmental Funds	<u><u>4,764,810</u></u>	Internal Service Fund	<u><u>\$212,642</u></u>

Note 13 – Defined Benefit Pension Plan

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, but less than, 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 visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, OH 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 and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units. Member contribution rates, as set forth in the Ohio Revised Code, are not to exceed 10 percent of covered payroll for members in State and local divisions. For the year ended December 31, 2013, members in state and local classifications contributed 10.0 percent of covered payroll. Members in the state and local divisions may participate in all three plans. For 2013, member and employer contribution rates were consistent across all three plans.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

The City's 2013 contribution rate was 14.0 percent. The portion of employer contributions used to fund pension benefits is net of post-employment health care benefits. For 2013, the portion of employer contribution allocated to health care was 1.00 percent for members in the Traditional Plan and the Combined Plan. Effective January 1, 2014, the portion of employer contributions allocated to health care increased to 2 percent. Employer contribution rates are actuarially determined.

The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2013, 2012, and 2011 were \$1,325,867, \$1,017,149, and \$1,002,821, respectively. For 2013, 97.64 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011. Contributions to the Member-Directed Plan for 2013 were \$27,749 made by the City and \$19,821 made by the plan members.

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 – Employer and employee contribution rates are set by the Ohio Revised Code. From January 1, 2013, thru July 1, 2013, plan members were required to contribute 10 percent of their annual covered salary. From July 2, 2013, thru December 31, 2013, plan members were required to contribute 10.75 percent of their annual covered salary. Throughout 2013, employers were required to contribute 19.5 percent and 24 percent respectively for police officers and firefighters.

The OP&F Pension Fund is authorized by the Ohio Revised Code to allocate a portion of the employer contributions to retiree health care benefits. For January 1 2013, thru May 31, 2013, the portion of employer contributions used to fund pension benefits was 14.81 percent of covered payroll for the police officers and 19.31 percent of covered payroll for firefighters. For June 1, 2013, thru December 31, 2013, the portion of employer contributions used to fund pension benefits was 16.65 percent of covered payroll for police officers and 21.15 percent of covered payroll for firefighters. The City's contributions to OP&F for police and firefighters were \$535,398 and \$576,646 for the year ended December 31, 2013, \$512,570 and \$555,647 for the year ended December 31, 2012, and \$511,011 and \$543,428 for the year ended December 31, 2011, respectively. For 2013, 96.62 percent for police and 97.12 percent for firefighters has been contributed with the balance for both police and firefighters being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

Note 14 - Postemployment Benefits

Ohio Public Employees Retirement System

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

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

OPERS maintains a cost-sharing multiple-employer defined benefit post-employment health care plan for qualifying members of both the Traditional Pension and the Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits, including post-employment health care coverage. The plan includes a medical plan, prescription drug program and Medicare Part B premium reimbursement.

In order to qualify for post-employment health care coverage, age and service retirees under the Traditional Pension and Combined Plans must have 10 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 mandate, 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 visiting <https://www.opers.org/investments/cafr.shtml>, 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). The Ohio Revised Code provides the statutory authority requiring public employers fund post-employment health care through their contributions to OPERS. A portion of each employer’s contribution to the traditional or combined plans is set aside for the funding of post-employment health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, state and local government employers contributed at a rate of 14.0 percent of covered payroll. These are the maximum employer contribution rates permitted by the Ohio Revised Code.

Each year, the OPERS Retirement Board determines the portion of the employer contribution rate that will be set aside for funding of post-employment health care benefits. For 2013, the portion of employer contributions allocated to health care for members in the Traditional Plan and the Combined Plan was 1.0 percent. Effective January 1, 2014, the portion of employer contributions allocated to health care was raised to 2 percent for both plans, as recommended by OPERS actuary.

The OPERS Retirement Board is also authorized to establish rules for the payment of a portion of the health care benefits provided, by the retiree or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected. Active members do not make contributions to the post-employment health care plan.

The City’s contributions allocated to fund post-employment health care benefits for the years ended December 31, 2013, 2012, and 2011 were \$104,124, \$415,161, and \$408,351, respectively. For 2013, 97.64 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

Changes to health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approval health care changes, OPERS expects to consistently allocate four percent of the employer contributions toward the health care fund after the end of the transition period.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Ohio Police and Fire Pension Fund

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored health care 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 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 check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 45.

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

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164. That report is also available of OP&F's website at www.op-f.org.

Funding Policy – The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F defined benefit pension plan. Participating employers are required by Ohio Revised Code to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.5 percent and 24.0 percent of covered payroll for police and fire employers, respectively. Active members do not make contributions to the OPEB Plan.

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For January 1, 2013, thru May 31, 2013, the employer contribution allocated to the health care plan was 4.69 percent of covered payroll. For June 1, 2013, thru December 31, 2013, the employer contribution allocated to the health care plan was 2.85 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Section 115 and 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 health care benefits for police and firefighters were \$283,446 and \$225,644 for the year ended December 31, 2013, \$271,361 and \$217,427 for the year ended December 31, 2012, and \$270,535 and \$212,646 for the year ended December 31, 2011, respectively. For 2013, 96.62 percent for police and 97.12 percent for firefighters has been contributed with the balance for both police and firefighters being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Note 15 – Compensated Absences

Vacation leave is earned at rates which vary depending upon length of service and standard work week. Current policy permits vacation leave to be accumulated up to two years. City employees are paid for earned, unused vacation leave at the time of termination of employment.

Sick leave is earned at the rate of four and sixth-tenths hours for every 80 hours worked. A maximum of 2,500 hours may be accumulated by each employee. Those employees whose accumulation exceeds 2,500 hours are paid, in December of each year, one-fourth of those hours at their current rate. Each employee with 10 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, 60 percent after 17 years of service, 68 percent after 20 years of service and 75 percent after 25 years of service. During current union negotiations with the six bargaining units the City is trying to lower the maximum hours that may be accumulated by an employee.

Note 16 – Long-term Obligations

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

	Original Issue Date	Maturity Date	Interest Rate	Original Issue Amount
General Obligation Bonds				
Issue 11 Sewers Refunding Bonds	2004	2013	1.25-2.00 %	\$1,390,000
Street Improvements Refunding Bonds	2004	2014	1.25-3.40	1,020,000
Recreational Facilities Refunding Bonds	2008	2020	3.00-3.88	9,990,000
Infrastructure Various Purpose Bonds	2011	2021	1.50-4.00	7,350,000
Special Assessment Bonds				
Various Purpose Improvements	2001	2021	2.65-5.00	765,000
Issue 11 Sewers Refunding Bonds	2004	2013	1.25-3.30	345,000
Sewer System Phase III Refunding Bonds	2004	2014	1.25-3.40	225,000
Street Improvement Bonds	2005	2025	3.00-5.25	4,620,000
OPWC Loans				
Issue 11	1994	2014	0	411,308
Issue 2	2003	2025	0	806,235

Changes in long-term obligations during the year ended December 31, 2013, consisted of the following:

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

	Balance 12/31/2012	Increase	Decrease	Balance 12/31/2013	Amounts Due in One Year
Governmental Activities					
General Obligation Bonds					
Issue II Sewers Refunding Bonds	\$160,000	\$0	\$160,000	\$0	\$0
Unamortized Premium	376	0	376	0	0
Street Improvements Refunding Bonds	160,000	0	85,000	75,000	75,000
Unamortized Premium	377		200	177	0
Recreational Facilities Refunding Bonds	7,990,000	0	840,000	7,150,000	905,000
Unamortized Premium	3,820	0	402	3,418	0
Infrastructure Various Purpose Bonds	6,325,000	0	650,000	5,675,000	650,000
Unamortized Premium	226,713	0	23,299	203,414	0
<i>Total General Obligation Bonds</i>	<u>14,866,286</u>	<u>0</u>	<u>1,759,277</u>	<u>13,107,009</u>	<u>1,630,000</u>
Special Assessment Bonds					
Various Purpose Improvements	405,000	0	40,000	365,000	40,000
Issue II Sewers Refunding Bonds	40,000	0	40,000	0	0
Unamortized Premium	94	0	94	0	0
Sewer System Phase III Refunding Bonds	50,000	0	25,000	25,000	25,000
Unamortized Premium	117		59	58	0
Street Improvement Bonds	3,415,000	0	200,000	3,215,000	210,000
Unamortized Premium	232,493	0	13,616	218,877	0
<i>Total Special Assessment Bonds</i>	<u>4,142,704</u>	<u>0</u>	<u>318,769</u>	<u>3,823,935</u>	<u>275,000</u>
OPWC Loans					
Issue 11	20,449	0	20,449	0	0
Issue 2	483,740	0	40,312	443,428	40,312
<i>Total OPWC Loans</i>	<u>504,189</u>	<u>0</u>	<u>60,761</u>	<u>443,428</u>	<u>40,312</u>
Other Long-Term Obligations					
Compensated Absences Payable	5,611,959	173,164	225,780	5,559,343	600,000
Capital Lease	8,228	0	3,081	5,147	3,530
Landfill Postclosure Costs	522,334	17,054	44,949	494,439	180,500
<i>Total Other Long-Term Obligations</i>	<u>6,142,521</u>	<u>190,218</u>	<u>273,810</u>	<u>6,058,929</u>	<u>784,030</u>
Total Governmental Long-Term Liabilities	<u>\$25,655,700</u>	<u>\$190,218</u>	<u>\$2,412,617</u>	<u>\$23,433,301</u>	<u>\$2,729,342</u>

General obligation bonds General obligation bonds are direct obligations of the City for which its full faith and credit are pledged for repayment. General obligation bonds are to be repaid from both voted and unvoted general property taxes levied on all taxable property located within the City as well as municipal income taxes. Tax monies will be received in and the debt will be retired from the general obligation bond retirement and Issue 11 bond retirement debt service funds.

On April 13, 2011, the City issued infrastructure various purpose bonds in the amount of \$7,350,000, at the interest rates varying from 1.50 percent to 4.00 percent. The bonds were issued for an eleven-year period with final maturity during fiscal year 2021. The bonds will be retired through the infrastructure tax improvement capital projects fund.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Special assessment bonds Special assessment bonds are payable from the proceeds of assessments against the specific property owners who primarily benefited from the project. Special assessment monies will be received in and the debt will be retired from the special assessment debt service fund. In the event that property owners fail to make their special assessment payments, the City is responsible for providing the resources to meet the annual principal and interest payments.

Refunded bonds On March 22, 2004, the City issued \$6,155,000 in general obligation refunding bonds and \$685,000 in special assessment refunding bonds at interest rates varying from 1.25 percent to 3.40 percent. Proceeds were used to refund \$6,540,000 of the outstanding 1993, 1994 and 1997 Issue 11 and street and water line improvements general obligation and special assessment bonds.

Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 1993 and 1994 water and sewer construction bonds. As a result, \$6,540,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the City's financial statements. The amount still outstanding at December 31, 2013 is \$155,000.

On September 3, 2008, the City issued general obligation bonds, in the amount of \$9,990,000, to partially refund bonds previously issued in fiscal year 1997 for the Recreation Center and Marview Waterline. The bonds were issued with interest rates varying from 3 percent to 3.88 percent. The bonds were issued for a twelve-year period with final maturity during fiscal year 2020. The bonds will be retired through the general obligation bond retirement debt service fund.

Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 1997 Recreation Center bonds. As a result, \$9,500,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the City's financial statements. The amount still outstanding at December 31, 2013 is \$7,140,000.

Other long-term obligations The capital lease will be paid from the recreation special revenue fund. Compensated absences will be paid from the general fund. The Issue 2 and Issue 11 loan liabilities are payable semiannually from the general obligation bond retirement debt service fund and the Issue 2 improvements capital projects fund. The loans are interest-free.

The City's overall legal debt margin was \$129,328,306 and the unvoted legal debt margin was \$74,207,585 at December 31, 2013. Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2013, are as follows:

Year	General Obligation Bonds		Special Assessment Bonds		OPWC Loans
	Principal	Interest	Principal	Interest	
2014	\$1,630,000	\$435,331	\$275,000	\$173,375	\$40,312
2015	1,640,000	391,182	255,000	162,750	40,312
2016	1,660,000	346,319	265,000	152,250	40,312
2017	1,705,000	296,657	280,000	141,350	40,312
2018	1,755,000	237,474	295,000	129,700	40,312
2019-2023	4,510,000	312,950	1,560,000	417,262	201,557
2023-2025	0	0	675,000	53,550	40,311
Total	\$12,900,000	\$2,019,913	\$3,605,000	\$1,230,237	\$443,428

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Note 17 – Contingent Liabilities

Litigation

The City of Westlake is a party to legal proceedings seeking damages. The City management is of opinion that ultimate disposition of these claims and legal proceeding will not have a material effect, if any, on the financial condition of the City.

Federal and State Grants

The City receives financial assistance from federal and state agencies in the form of grants. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the overall financial position of the City at December 31, 2013.

Note 18 - Capital Lease

During 2011, the City entered into a lease agreement for a copier for the recreation center. 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 asset acquired by lease currently being paid have been capitalized and depreciated as follows as of December 31, 2013:

Governmental Activities	
<i>Capital Lease, being depreciated:</i>	
Equipment	\$12,326
Less Accumulated Depreciation:	
Equipment	<u>(6,574)</u>
<i>Carrying Value</i>	<u><u>\$5,752</u></u>

The following is a schedule of the future long-term minimum lease payments required under the capital lease and the present value of the minimum lease payments as of December 31, 2013.

Year Ending December 31, 2013	Governmental Activities
2014	\$4,017
2015	<u>1,673</u>
Total	5,690
Less: Amount Representing Interest	<u>(543)</u>
Present Value of Net Minimum Lease Payments	<u><u>\$5,147</u></u>

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

Note 19 – Industrial Development Revenue Bonds

At December 31, 2013, the City has one remaining series of industrial development revenue bonds in the aggregate outstanding principal amount of \$21,590,000 for facilities used by private corporations or other entities. The City is not obligated in any way to pay debt-related charges on the bonds from any of its funds, and therefore, they have been excluded entirely from the City's debt presentation. There has not been, and there is not currently, any condition of default under the bonds or the related financing documents.

Note 20 – Landfill Closure and Postclosure Care Cost

State and Federal laws and regulations require the City to perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. The City's landfill placed its final cover in 1989. The \$494,439 reported as landfill postclosure costs in the long-term liabilities due in one year and due in more than one year lines of the governmental activities column of the statement of net position at December 31, 2013, represents the estimated cost of maintenance and monitoring through 2023. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The City is required by State and Federal laws and regulations to provide assurances that financial resources will be available to provide for postclosure care and remediation or containment of environmental hazards at the landfill. Financial assurance may take the form of a financial test and corporate guarantee. The financial test was performed on the 2013 audited financial statements and the City was in compliance.

Note 21 – 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 \$8,524,487 which represents 40.35 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 22 – Jointly Governed Organizations

West Shore Council of Governments

The West Shore Council of Governments (Council) helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the 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.

City of Westlake, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2013

In 2013, the City contributed \$66,433 which represented 19.94 percent of total contributions. Complete financial information statements can be obtained from the City of Bay Village, 350 Dover Center Road, Bay Village, Ohio 44140.

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

Tri-City Park

The Tri-City Park provides a recreational park to the cities of Westlake, Rocky River, and Fairview Park. 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 Westlake did not make any contributions to Tri-City Park in 2013.

S.A.F.E Council of Governments

The S.A.F.E. Council of Governments (S.A.F.E.) was formed between municipalities to oppose changes to Cleveland Hopkins International Airport air traffic pattern. The Cities of Rocky River, Bay Village, Fairview Park and Westlake govern by a board consisting of the elected mayors. The board exercises total control over the operation of the S.A.F.E. 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 Westlake did not make any contributions to the S.A.F.E. in 2013.

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 ten 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. In 2013, the City contributed \$500 which represented 10 percent of total contributions.

Note 23 – Subsequent Event

On March 26, 2014, The City issued \$48,330,000 in special obligation/non-tax revenue bonds for the purpose of improvements to the American Greetings Complex and Crocker Park. The bonds have an interest rate of 1.17 to 4.29 percent, and a maturity date of December 1, 2044.

Combining and Individual Fund Statements and Schedules

Fund Descriptions - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

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

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

Permissive Motor Vehicle License Fund - To account for and report the additional motor vehicle registration fees restricted for maintenance and repair of streets within the City.

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

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

Police and Fire Operating Fund - To account for and report accumulated levied property taxes restricted for the payment of salaries and related expenditures for the safety forces. This is in addition to expenditures made from the general fund.

Law Enforcement Fund - To account for and report monies seized from criminals by law enforcement officials in the course of their work and restricted, by State statute, for expenditures that would enhance the police department.

Mandatory Drug Fines Fund - To account for and report the resources obtained from confiscated monies from criminal offenses and restricted, by State statute, for expenditures that would enhance the police department.

Alcohol Education Fund - To account for and report court fees obtained from D.W.I. cases and restricted by State statute for expenditures that would promote education about driving while intoxicated.

Juvenile Diversion Fund - To account for and report monies received from Cuyahoga County restricted for establishing or expanding community policing programs.

Federal Equitable Fund - To account for and report Federal forfeiture monies returned to the City and restricted for certain law enforcement purposes.

FEMA Fund - To account for and report Federal and State monies restricted for restoration of areas hit by natural disasters.

(continued)

Combining and Individual Fund Statements and Schedules (continued)

Fund Descriptions - Nonmajor Funds (continued)

Emergency Medical Service Fund - To account for and report monies received from emergency medical services billing restricted for equipment and training within the fire department.

Cemetery Investment Fund - To account for and report proceeds from the sale of cemetery lots used for maintaining the columbarium.

Westlake/Bay Ecological Fund - To account for and report proceeds from the sale of humus that is restricted to expenditures that promote recycling of yard waste materials and maintain and improve the appearance of the landfill.

City Donations Fund - To account for and report contributions and donations from private sources to various City departments. The City has passed legislation committing the resources to the needs of the departments that received them.

Swimming Pool Operation Fund - To account for and report membership fee monies used for the operation of the public swimming pool. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Senior/Community Service Fund - To account for and report money paid from participants in the City Office on Aging Programs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Cemetery Operating Fund - To account for and report the operation and maintenance of two public cemeteries. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Reserve for Compensated Absences Fund - To account for and report the accumulation of resources for accumulated sick leave and vacation leave, upon the termination of employment of employees in the City. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Nonmajor Debt Service Funds

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

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

Issue 11 Bond Retirement Fund - To account for and report resources from a 3/8 percent voted increase in the income tax levy restricted for the retirement of debt issued to finance capital projects within the City.

(continued)

Combining and Individual Fund Statements and Schedules (continued)

Fund Descriptions - Nonmajor Funds (continued)

Nonmajor Capital Projects Funds

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

Sanitary Sewer Improvement Fund - To account for and report State monies and interest revenues restricted for the cost of construction of new sewer lines within the City that will be donated to the sewer enterprise fund. This fund did not have any budgetary activity in 2013, therefore, budgetary information is not provided.

Storm Drainage Fund - To account for and report charges to developers which are restricted by enabling legislation to finance the City's cost of installing or cleaning ditches.

Crocker Road Improvements Fund - To account for and report note proceeds restricted for the Crocker Road improvement project.

Issue 2 Improvements Fund - To account for and report the receipt of State grants restricted to pay contractor's costs on the Issue 2 infrastructure project.

Impact Fees Fund - To account for and report impact fees charged to developers restricted for new park facilities.

Sidewalks Fund - To account for and report special assessments restricted for the construction of sidewalks throughout the City.

Service Center Construction Fund - To account for and report transfers made from the general fund assigned for the construction a new service center.

Recreation Center Construction Fund - To account for and report voted income tax proceeds restricted for improvements to the recreation center.

City of Westlake, Ohio
Combining Balance Sheet
Other Governmental Funds
December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Other Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$4,908,731	\$89,902	\$9,000,164	\$13,998,797
Cash and Cash Equivalents with Escrow Agents	0	0	40,428	40,428
Accrued Interest Receivable	5,995	0	4,523	10,518
Accounts Receivable	778,597	0	3,340	781,937
Intergovernmental Receivable	810,278	123	0	810,401
Prepaid Items	3,453	0	0	3,453
Municipal Income Taxes Receivable	0	614,870	181,984	796,854
Permissive Motor Vehicle Taxes Receivable	38,580	0	0	38,580
Property Taxes Receivable	1,885,466	0	0	1,885,466
<i>Total Assets</i>	<u>\$8,431,100</u>	<u>\$704,895</u>	<u>\$9,230,439</u>	<u>\$18,366,434</u>
Liabilities				
Accounts Payable	\$17,216	\$0	\$66,384	\$83,600
Contracts Payable	0	0	0	0
Accrued Wages	46,296	0	815	47,111
Retainage Payable	0	0	40,428	40,428
Interfund Payable	250,300	0	453,900	704,200
Intergovernmental Payable	10,728	0	126	10,854
Advances From Other Funds	0	0	0	0
<i>Total Liabilities</i>	<u>324,540</u>	<u>0</u>	<u>561,653</u>	<u>886,193</u>
Deferred Inflows of Resources				
Property Taxes	1,711,902	0	0	1,711,902
Unavailable Revenue	1,483,968	259,040	109,396	1,852,404
<i>Total Deferred Inflows of Resources</i>	<u>3,195,870</u>	<u>259,040</u>	<u>109,396</u>	<u>3,564,306</u>
Fund Balances				
Nonspendable	609,426	0	0	609,426
Restricted	4,114,006	445,855	8,750,417	13,310,278
Committed	187,258	0	0	187,258
Assigned	0	0	15,607	15,607
Unassigned (Deficit)	0	0	(206,634)	(206,634)
<i>Total Fund Balances</i>	<u>4,910,690</u>	<u>445,855</u>	<u>8,559,390</u>	<u>13,915,935</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$8,431,100</u>	<u>\$704,895</u>	<u>\$9,230,439</u>	<u>\$18,366,434</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Other Governmental Funds
For the Year Ended December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Other Governmental Funds
Revenues				
Property Taxes	\$1,764,347	\$0	\$0	\$1,764,347
Municipal Income Taxes	0	1,957,661	544,054	2,501,715
Permissive Motor Vehicle Taxes	229,172	0	0	229,172
Charges for Services	1,234,817	0	66,922	1,301,739
Licenses, Permits and Fees	0	0	146,104	146,104
Fines and Forfeitures	46,782	0	0	46,782
Intergovernmental	1,532,378	0	0	1,532,378
Interest	9,855	0	7,634	17,489
Contributions and Donations	23,293	0	0	23,293
Miscellaneous	99,097	0	2,400	101,497
<i>Total Revenues</i>	<u>4,939,741</u>	<u>1,957,661</u>	<u>767,114</u>	<u>7,664,516</u>
Expenditures				
Current:				
General Government	12,114	0	0	12,114
Security of Persons and Property	3,976,014	0	0	3,976,014
Public Health Services	2,325	0	0	2,325
Transportation	1,573,949	0	0	1,573,949
Community Environment	17,264	0	0	17,264
Basic Utility Services	171,345	0	0	171,345
Capital Outlay	0	0	1,015,438	1,015,438
Debt Service:				
Principal Retirement	0	1,735,000	60,761	1,795,761
Interest and Fiscal Charges	0	481,216	0	481,216
<i>Total Expenditures</i>	<u>5,753,011</u>	<u>2,216,216</u>	<u>1,076,199</u>	<u>9,045,426</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(813,270)</u>	<u>(258,555)</u>	<u>(309,085)</u>	<u>(1,380,910)</u>
Other Financing Sources (Uses)				
Transfers In	800,000	0	152,096	952,096
Transfers Out	0	0	(15,169)	(15,169)
<i>Total Other Financing Sources (Uses)</i>	<u>800,000</u>	<u>0</u>	<u>136,927</u>	<u>936,927</u>
<i>Net Change in Fund Balances</i>	(13,270)	(258,555)	(172,158)	(443,983)
<i>Fund Balances Beginning of Year</i>	<u>4,923,960</u>	<u>704,410</u>	<u>8,731,548</u>	<u>14,359,918</u>
<i>Fund Balances End of Year</i>	<u><u>\$4,910,690</u></u>	<u><u>\$445,855</u></u>	<u><u>\$8,559,390</u></u>	<u><u>\$13,915,935</u></u>

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Street Maintenance	State Highway	Permissive Motor Vehicle License	Police Pension	Fire Pension
Assets					
Equity in Pooled Cash and Cash Equivalents	\$1,119,876	\$517,112	\$663,998	\$133,307	\$123,218
Accrued Interest Receivable	2,086	963	1,237	0	0
Accounts Receivable	3,062	0	0	0	0
Intergovernmental Receivable	611,210	46,133	0	20,970	20,970
Prepaid Items	177	0	0	0	0
Permissive Motor Vehicle Taxes Receivable	0	0	38,580	0	0
Property Taxes Receivable	0	0	0	377,093	377,093
<i>Total Assets</i>	<u>\$1,736,411</u>	<u>\$564,208</u>	<u>\$703,815</u>	<u>\$531,370</u>	<u>\$521,281</u>
Liabilities					
Accounts Payable	\$5,343	\$0	\$54	\$0	\$0
Accrued Wages	3,832	0	0	0	0
Interfund Payable	0	0	0	0	0
Intergovernmental Payable	591	0	0	0	0
<i>Total Liabilities</i>	<u>9,766</u>	<u>0</u>	<u>54</u>	<u>0</u>	<u>0</u>
Deferred Inflows of Resources					
Property Taxes	0	0	0	342,380	342,380
Unavailable Revenue	407,869	29,645	0	55,683	55,683
<i>Total Deferred Inflows of Resources</i>	<u>407,869</u>	<u>29,645</u>	<u>0</u>	<u>398,063</u>	<u>398,063</u>
Fund Balances					
Nonspendable	177	0	0	0	0
Restricted	1,318,599	534,563	703,761	133,307	123,218
Committed	0	0	0	0	0
Unassigned (Deficit)	0	0	0	0	0
<i>Total Fund Balances</i>	<u>1,318,776</u>	<u>534,563</u>	<u>703,761</u>	<u>133,307</u>	<u>123,218</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$1,736,411</u>	<u>\$564,208</u>	<u>\$703,815</u>	<u>\$531,370</u>	<u>\$521,281</u>

(continued)

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2013

	Police and Fire Operating	Law Enforcement	Mandatory Drug Fines	Alcohol Education	Juvenile Diversion
Assets					
Equity in Pooled Cash and Cash Equivalents	\$267,474	\$346,518	\$32,672	\$102,656	\$3,200
Accrued Interest Receivable	0	0	0	0	0
Accounts Receivable	0	0	0	0	0
Intergovernmental Receivable	62,906	0	0	0	0
Prepaid Items	0	1,709	0	0	0
Permissive Motor Vehicle Taxes Receivable	0	0	0	0	0
Property Taxes Receivable	1,131,280	0	0	0	0
<i>Total Assets</i>	<u>\$1,461,660</u>	<u>\$348,227</u>	<u>\$32,672</u>	<u>\$102,656</u>	<u>\$3,200</u>
Liabilities					
Accounts Payable	\$0	\$791	\$428	\$0	\$0
Accrued Wages	27,325	0	0	0	41
Interfund Payable	0	0	0	0	0
Intergovernmental Payable	6,346	0	0	0	9
<i>Total Liabilities</i>	<u>33,671</u>	<u>791</u>	<u>428</u>	<u>0</u>	<u>50</u>
Deferred Inflows of Resources					
Property Taxes	1,027,142	0	0	0	0
Unavailable Revenue	167,044	0	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>1,194,186</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances					
Nonspendable	0	1,709	0	0	0
Restricted	233,803	345,727	32,244	102,656	3,150
Committed	0	0	0	0	0
Unassigned (Deficit)	0	0	0	0	0
<i>Total Fund Balances</i>	<u>233,803</u>	<u>347,436</u>	<u>32,244</u>	<u>102,656</u>	<u>3,150</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$1,461,660</u>	<u>\$348,227</u>	<u>\$32,672</u>	<u>\$102,656</u>	<u>\$3,200</u>

Federal Equitable	FEMA	Emergency Medical Service	Cemetery Investment	Westlake/ Bay Ecological	City Donations	Total Nonmajor Special Revenue Funds
\$311,914	\$238,223	\$174,970	\$604,845	\$80,693	\$188,055	\$4,908,731
581	0	0	1,128	0	0	5,995
0	0	775,535	0	0	0	778,597
0	12,114	0	0	35,975	0	810,278
1,189	0	378	0	0	0	3,453
0	0	0	0	0	0	38,580
0	0	0	0	0	0	1,885,466
<u>\$313,684</u>	<u>\$250,337</u>	<u>\$950,883</u>	<u>\$605,973</u>	<u>\$116,668</u>	<u>\$188,055</u>	<u>\$8,431,100</u>
\$2,160	\$0	\$3,940	\$0	\$3,703	\$797	\$17,216
0	0	14,544	0	554	0	46,296
0	250,300	0	0	0	0	250,300
0	0	3,696	0	86	0	10,728
<u>2,160</u>	<u>250,300</u>	<u>22,180</u>	<u>0</u>	<u>4,343</u>	<u>797</u>	<u>324,540</u>
0	0	0	0	0	0	1,711,902
0	0	732,069	0	35,975	0	1,483,968
0	0	732,069	0	35,975	0	3,195,870
1,189	0	378	605,973	0	0	609,426
310,335	37	196,256	0	76,350	0	4,114,006
0	0	0	0	0	187,258	187,258
0	0	0	0	0	0	0
<u>311,524</u>	<u>37</u>	<u>196,634</u>	<u>605,973</u>	<u>76,350</u>	<u>187,258</u>	<u>4,910,690</u>
<u>\$313,684</u>	<u>\$250,337</u>	<u>\$950,883</u>	<u>\$605,973</u>	<u>\$116,668</u>	<u>\$188,055</u>	<u>\$8,431,100</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	Street Maintenance	State Highway	Permissive Motor Vehicle License	Police Pension
Revenues				
Property Taxes	\$0	\$0	\$0	\$352,869
Permissive Motor Vehicle Taxes	0	0	229,172	0
Charges for Services	0	0	0	0
Fines and Forfeitures	0	0	0	0
Intergovernmental	1,213,390	98,385	0	41,198
Interest	3,503	1,992	2,952	0
Contributions and Donations	0	0	0	0
Miscellaneous	3,133	0	0	0
<i>Total Revenues</i>	<u>1,220,026</u>	<u>100,377</u>	<u>232,124</u>	<u>394,067</u>
Expenditures				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	0	812,157
Public Health Services	0	0	0	0
Transportation	1,556,563	17,332	54	0
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
<i>Total Expenditures</i>	<u>1,556,563</u>	<u>17,332</u>	<u>54</u>	<u>812,157</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(336,537)	83,045	232,070	(418,090)
Other Financing Sources				
Transfers In	0	0	0	400,000
<i>Net Change in Fund Balances</i>	(336,537)	83,045	232,070	(18,090)
<i>Fund Balances Beginning of Year</i>	<u>1,655,313</u>	<u>451,518</u>	<u>471,691</u>	<u>151,397</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,318,776</u>	<u>\$534,563</u>	<u>\$703,761</u>	<u>\$133,307</u>

<u>Fire Pension</u>	<u>Police and Fire Operating</u>	<u>Law Enforcement</u>	<u>Mandatory Drug Fines</u>	<u>Alcohol Education</u>	<u>Juvenile Diversion</u>
\$352,869	\$1,058,609	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	13,110	6,140	15,670	2,250
41,198	123,593	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	87,171	0	0	0
<u>394,067</u>	<u>1,182,202</u>	<u>100,281</u>	<u>6,140</u>	<u>15,670</u>	<u>2,250</u>
0	0	0	0	0	0
802,289	1,042,740	56,711	12,939	2,711	2,080
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>802,289</u>	<u>1,042,740</u>	<u>56,711</u>	<u>12,939</u>	<u>2,711</u>	<u>2,080</u>
(408,222)	139,462	43,570	(6,799)	12,959	170
<u>400,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(8,222)	139,462	43,570	(6,799)	12,959	170
<u>131,440</u>	<u>94,341</u>	<u>303,866</u>	<u>39,043</u>	<u>89,697</u>	<u>2,980</u>
<u>\$123,218</u>	<u>\$233,803</u>	<u>\$347,436</u>	<u>\$32,244</u>	<u>\$102,656</u>	<u>\$3,150</u>

(continued)

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2013

	Federal Equitable	FEMA	Emergency Medical Service
Revenues			
Property Taxes	\$0	\$0	\$0
Permissive Motor Vehicle Taxes	0	0	0
Charges for Services	0	0	1,136,077
Fines and Forfeitures	9,612	0	0
Intergovernmental	0	12,114	2,500
Interest	913	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	90
<i>Total Revenues</i>	<u>10,525</u>	<u>12,114</u>	<u>1,138,667</u>
Expenditures			
Current:			
General Government	0	12,114	0
Security of Persons and Property	86,306	0	1,158,081
Public Health Services	0	0	0
Transportation	0	0	0
Community Environment	0	0	0
Basic Utility Services	0	0	0
<i>Total Expenditures</i>	<u>86,306</u>	<u>12,114</u>	<u>1,158,081</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(75,781)	0	(19,414)
Other Financing Sources (Uses)			
Transfers In	0	0	0
<i>Net Change in Fund Balances</i>	(75,781)	0	(19,414)
<i>Fund Balances Beginning of Year</i>	<u>387,305</u>	<u>37</u>	<u>216,048</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$311,524</u>	<u>\$37</u>	<u>\$196,634</u>

Cemetery Investment	Westlake/ Bay Ecological	City Donations	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$1,764,347
0	0	0	229,172
27,901	70,839	0	1,234,817
0	0	0	46,782
0	0	0	1,532,378
495	0	0	9,855
0	0	23,293	23,293
0	8,703	0	99,097
<u>28,396</u>	<u>79,542</u>	<u>23,293</u>	<u>4,939,741</u>
0	0	0	12,114
0	0	0	3,976,014
2,325	0	0	2,325
0	0	0	1,573,949
0	0	17,264	17,264
0	171,345	0	171,345
<u>2,325</u>	<u>171,345</u>	<u>17,264</u>	<u>5,753,011</u>
26,071	(91,803)	6,029	(813,270)
<u>0</u>	<u>0</u>	<u>0</u>	<u>800,000</u>
26,071	(91,803)	6,029	(13,270)
<u>579,902</u>	<u>168,153</u>	<u>181,229</u>	<u>4,923,960</u>
<u>\$605,973</u>	<u>\$76,350</u>	<u>\$187,258</u>	<u>\$4,910,690</u>

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2013

	General Obligation Bond Retirement	Issue 11 Bond Retirement	Total Nonmajor Debt Service Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$89,902	\$0	\$89,902
Intergovernmental Receivable	123	0	123
Municipal Income Taxes Receivable	349,037	265,833	614,870
<i>Total Assets</i>	<u>\$439,062</u>	<u>\$265,833</u>	<u>\$704,895</u>
Deferred Inflows of Resources			
Unavailable Revenue	\$141,171	\$117,869	\$259,040
Fund Balances			
Restricted	297,891	147,964	445,855
<i>Total Deferred Inflows of Resources and Fund Balances</i>	<u>\$439,062</u>	<u>\$265,833</u>	<u>\$704,895</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2013

	General Obligation Bond Retirement	Issue 11 Bond Retirement	Total Nonmajor Debt Service Funds
Revenues			
Municipal Income Taxes	\$1,124,856	\$832,805	\$1,957,661
Expenditures			
Debt Service:			
Principal Retirement	1,085,000	650,000	1,735,000
Interest and Fiscal Charges	295,185	186,031	481,216
<i>Total Expenditures</i>	1,380,185	836,031	2,216,216
<i>Net Change in Fund Balances</i>	(255,329)	(3,226)	(258,555)
<i>Fund Balances Beginning of Year</i>	553,220	151,190	704,410
<i>Fund Balances End of Year</i>	\$297,891	\$147,964	\$445,855

City of Westlake, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2013

	Sanitary Sewer Improvement	Storm Drainage	Crocker Road Improvements	Issue 2 Improvements
Assets				
Equity in Pooled Cash and Cash Equivalents	\$3,000	\$2,409,591	\$250,332	\$79,079
Cash and Cash Equivalents with Escrow Agents	0	18,428	0	0
Accrued Interest Receivable	0	4,523	0	0
Accounts Receivable	0	0	0	0
Municipal Income Taxes Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$3,000</u>	<u>\$2,432,542</u>	<u>\$250,332</u>	<u>\$79,079</u>
Liabilities				
Accounts Payable	\$0	\$39,487	\$0	\$1,662
Accrued Wages	0	684	0	131
Retainage Payable	0	18,428	0	0
Interfund Payable	0	0	0	283,900
Intergovernmental Payable	0	106	0	20
<i>Total Liabilities</i>	<u>0</u>	<u>58,705</u>	<u>0</u>	<u>285,713</u>
Deferred Inflows of Resources				
Unavailable Revenue	0	0	0	0
Fund Balances				
Restricted	3,000	2,373,837	250,332	0
Assigned	0	0	0	0
Unassigned (Deficit)	0	0	0	(206,634)
<i>Total Fund Balances (Deficit)</i>	<u>3,000</u>	<u>2,373,837</u>	<u>250,332</u>	<u>(206,634)</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$3,000</u>	<u>\$2,432,542</u>	<u>\$250,332</u>	<u>\$79,079</u>

<u>Impact Fees</u>	<u>Sidewalks</u>	<u>Service Center Construction</u>	<u>Recreation Center Construction</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$1,256,637	\$181,691	\$15,607	\$4,804,227	\$9,000,164
0	0	22,000	0	40,428
0	0	0	0	4,523
0	3,340	0	0	3,340
0	0	0	181,984	181,984
<u>\$1,256,637</u>	<u>\$185,031</u>	<u>\$37,607</u>	<u>\$4,986,211</u>	<u>\$9,230,439</u>
\$4,235	\$0	\$0	\$21,000	\$66,384
0	0	0	0	815
0	0	22,000	0	40,428
0	170,000	0	0	453,900
0	0	0	0	126
<u>4,235</u>	<u>170,000</u>	<u>22,000</u>	<u>21,000</u>	<u>561,653</u>
0	620	0	108,776	109,396
1,252,402	14,411	0	4,856,435	8,750,417
0	0	15,607	0	15,607
0	0	0	0	(206,634)
<u>1,252,402</u>	<u>14,411</u>	<u>15,607</u>	<u>4,856,435</u>	<u>8,559,390</u>
<u>\$1,256,637</u>	<u>\$185,031</u>	<u>\$37,607</u>	<u>\$4,986,211</u>	<u>\$9,230,439</u>

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2013

	Sanitary Sewer Improvement	Storm Drainage	Crocker Road Improvements	Issue 2 Improvements
Revenues				
Municipal Income Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	420	0	0
Licenses, Permits and Fees	0	92,076	0	0
Intergovernmental	0	0	0	0
Interest	0	7,634	0	0
Miscellaneous	0	0	2,400	0
<i>Total Revenues</i>	<u>0</u>	<u>100,130</u>	<u>2,400</u>	<u>0</u>
Expenditures				
Capital Outlay	0	579,173	0	106,336
Debt Service:				
Principal Retirement	0	0	0	60,761
<i>Total Expenditures</i>	<u>0</u>	<u>579,173</u>	<u>0</u>	<u>167,097</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>(479,043)</u>	<u>2,400</u>	<u>(167,097)</u>
Other Financing Sources				
Transfers In	0	91,296	0	60,800
Transfers Out	0	0	0	(15,169)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>91,296</u>	<u>0</u>	<u>45,631</u>
<i>Net Change in Fund Balances</i>	0	(387,747)	2,400	(121,466)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>3,000</u>	<u>2,761,584</u>	<u>247,932</u>	<u>(85,168)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$3,000</u></u>	<u><u>\$2,373,837</u></u>	<u><u>\$250,332</u></u>	<u><u>(\$206,634)</u></u>

Impact Fees	Sidewalks	Service Center Construction	Recreation Center Construction	Total Nonmajor Capital Projects Funds
\$0	\$0	\$0	\$544,054	\$544,054
0	66,502	0	0	66,922
54,028	0	0	0	146,104
0	0	0	0	0
0	0	0	0	7,634
0	0	0	0	2,400
<u>54,028</u>	<u>66,502</u>	<u>0</u>	<u>544,054</u>	<u>767,114</u>
68,561	27,124	0	234,244	1,015,438
0	0	0	0	60,761
<u>68,561</u>	<u>27,124</u>	<u>0</u>	<u>234,244</u>	<u>1,076,199</u>
(14,533)	39,378	0	309,810	(309,085)
0	0	0	0	152,096
0	0	0	0	(15,169)
0	0	0	0	136,927
(14,533)	39,378	0	309,810	(172,158)
1,266,935	(24,967)	15,607	4,546,625	8,731,548
<u>\$1,252,402</u>	<u>\$14,411</u>	<u>\$15,607</u>	<u>\$4,856,435</u>	<u>\$8,559,390</u>

Fund Descriptions - Fiduciary Fund

Fiduciary Fund

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

Agency Funds

Central Dispatch Fund - To account for monies received for the West Shore Council of Governments dispatching services.

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

Toledo/Lucas County Port Authority Fund - to account for the pass-through of the annual payment of the special assessment from Crocker Park LLC to the Toledo/Lucas County Port Authority for bond payments for the public parking and other improvements made per a cooperative agreement among the City of Westlake, Crocker Park, LLC, and the Toledo/Lucas County Port Authority.

City of Westlake, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2013

	Balance 12/31/12	Additions	Reductions	Balance 12/31/13
<i>Central Dispatch</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$133,146	\$979,572	\$892,233	\$220,485
Liabilities				
Deposits Held and Due to Others	\$133,146	\$979,572	\$892,233	\$220,485
 <i>Deposits</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,201,426	\$503,141	\$469,909	\$1,234,658
Liabilities				
Deposits Held and Due to Others	\$1,201,426	\$503,141	\$469,909	\$1,234,658
 <i>Toledo/Lucas County Port Authority</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$0	\$4,856,734	\$4,856,734	\$0
Liabilities				
Deposits Held and Due to Others	\$0	\$4,856,734	\$4,856,734	\$0
 <i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,334,572	\$6,339,447	\$6,218,876	\$1,455,143
Liabilities				
Deposits Held and Due to Others	\$1,334,572	\$6,339,447	\$6,218,876	\$1,455,143

**Individual Fund Schedules of Revenues,
Expenditures/Expenses and Changes in
Fund Balances/Fund Equity**

Budget (Non-GAAP Basis) and Actual

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$9,234,319	\$9,234,319	\$9,433,417	\$199,098
Municipal Income Taxes	14,430,000	14,430,000	15,052,600	622,600
Admissions Tax	163,758	163,758	184,187	20,429
Hotel Tax	436,242	436,242	490,663	54,421
Charges for Services	89,000	89,000	76,254	(12,746)
Licenses, Permits and Fees	453,700	453,700	673,561	219,861
Fines and Forfeitures	250,300	250,300	247,428	(2,872)
Intergovernmental	1,944,350	1,944,350	3,475,968	1,531,618
Interest	300,000	300,000	254,965	(45,035)
Rentals	136,230	136,230	141,283	5,053
Franchise Taxes	500,000	500,000	567,800	67,800
Miscellaneous	1,173,400	1,173,400	1,138,853	(34,547)
<i>Total Revenues</i>	<u>29,111,299</u>	<u>29,111,299</u>	<u>31,736,979</u>	<u>2,625,680</u>
Expenditures				
Current:				
General Government				
Council				
Salaries	170,900	170,900	170,300	600
Fringe Benefits	33,600	33,600	32,787	813
Contractual Services	56,821	56,821	30,304	26,517
Materials and Supplies	2,000	2,000	742	1,258
Other	3,300	3,300	2,329	971
Total Council	<u>266,621</u>	<u>266,621</u>	<u>236,462</u>	<u>30,159</u>
Mayor				
Salaries	218,700	218,700	207,281	11,419
Fringe Benefits	60,000	60,000	57,652	2,348
Contractual Services	28,704	28,704	17,671	11,033
Materials and Supplies	4,439	4,439	4,365	74
Other	8,372	8,372	9,329	(957)
Total Mayor	<u>320,215</u>	<u>320,215</u>	<u>296,298</u>	<u>23,917</u>
Finance Department				
Salaries	621,900	626,400	605,066	21,334
Fringe Benefits	207,600	208,300	193,908	14,392
Contractual Services	768,502	768,502	618,356	150,146
Materials and Supplies	12,399	12,399	10,164	2,235
Capital Outlay	132,119	132,119	30,816	101,303
Other	5,000	5,000	1,879	3,121
Total Finance Department	<u>1,747,520</u>	<u>1,752,720</u>	<u>1,460,189</u>	<u>292,531</u>
Information Technology				
Capital Outlay	\$11,412	\$11,412	\$11,411	\$1

(continued)

City of Westlake, 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, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Communications				
Salaries	\$72,850	\$72,850	\$46,955	\$25,895
Fringe Benefits	18,200	18,200	14,067	4,133
Contractual Services	33,380	33,380	26,190	7,190
Materials and Supplies	20,572	20,572	10,396	10,176
Capital Outlay	41,850	41,850	9,605	32,245
Other	26,531	26,531	6,748	19,783
Total Communications	213,383	213,383	113,961	99,422
Law Department				
Salaries	365,200	365,200	295,390	69,810
Fringe Benefits	118,500	118,500	88,358	30,142
Contractual Services	53,354	53,354	21,417	31,937
Materials and Supplies	3,178	3,178	997	2,181
Capital Outlay	5,000	5,000	3,558	1,442
Other	2,000	2,000	904	1,096
Total Law Department	547,232	547,232	410,624	136,608
Purchasing				
Salaries	255,600	255,600	104,251	151,349
Fringe Benefits	78,250	78,250	33,325	44,925
Contractual Services	13,891	13,891	1,396	12,495
Materials and Supplies	1,390	1,390	1,977	(587)
Other	1,000	1,000	671	329
Total Purchasing	350,131	350,131	141,620	208,511
Civil Service				
Salaries	65,750	70,750	69,602	1,148
Fringe Benefits	27,000	27,000	10,662	16,338
Contractual Services	1,500	1,500	5,123	(3,623)
Material and Supplies	1,064	1,064	1,351	(287)
Other	500	500	1,206	(706)
Total Civil Service	95,814	100,814	87,944	12,870
Engineering				
Salaries	595,600	595,600	434,812	160,788
Fringe Benefits	243,950	243,950	195,422	48,528
Contractual Services	71,175	71,175	59,520	11,655
Material and Supplies	25,670	25,670	23,423	2,247
Capital Outlay	29,000	34,400	30,703	3,697
Other	24,727	24,727	21,096	3,631
Total Engineering	\$990,122	\$995,522	\$764,976	\$230,546

(continued)

City of Westlake, 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, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Building Maintenance				
Salaries	\$44,400	\$44,400	\$43,104	\$1,296
Fringe Benefits	13,900	13,900	13,530	370
Contractual Services	351,330	351,330	272,316	79,014
Material and Supplies	11,500	11,500	4,920	6,580
Capital Outlay	35,169	35,169	27,725	7,444
Other	1,900	1,900	425	1,475
Total Building Maintenance	458,199	458,199	362,020	96,179
Miscellaneous				
Salaries	41,800	44,800	43,032	1,768
Fringe Benefits	511,450	516,650	410,890	105,760
Contractual Services	1,628,440	1,641,440	1,344,652	296,788
Material and Supplies	89,944	79,944	65,720	14,224
Capital Outlay	69,400	69,400	41,577	27,823
Other	236,977	236,977	110,249	126,728
Total Miscellaneous	2,578,011	2,589,211	2,016,120	573,091
Cable TV				
Salaries	10,000	10,000	365	9,635
Fringe Benefits	1,500	1,500	56	1,444
Capital Outlay	2,872,938	2,872,938	277,902	2,595,036
Other	81,322	81,322	48,781	32,541
Total Cable TV	2,965,760	2,965,760	327,104	2,638,656
Contracts				
Contractual Services	918,457	918,457	745,671	172,786
Capital Outlay	0	0	74	(74)
Total Contracts	918,457	918,457	745,745	172,712
Total General Government	11,462,877	11,489,677	6,974,474	4,515,203
Security of Persons and Property				
Police Department				
Salaries	5,524,600	5,524,600	5,040,749	483,851
Fringe Benefits	1,341,000	1,341,000	1,126,668	214,332
Contractual Services	546,075	550,755	502,934	47,821
Materials and Supplies	264,193	264,193	233,979	30,214
Capital Outlay	289,417	311,417	267,831	43,586
Other	260,347	260,347	250,770	9,577
Total Police Department	\$8,225,632	\$8,252,312	\$7,422,931	\$829,381

(continued)

City of Westlake, 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, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Fire Department				
Salaries	\$2,852,100	\$2,942,100	\$2,505,176	\$436,924
Fringe Benefits	610,400	611,700	538,884	72,816
Contractual Services	301,143	319,462	260,032	59,430
Materials and Supplies	102,706	102,706	86,969	15,737
Capital Outlay	38,618	38,618	37,842	776
Other	190,000	190,000	193,741	(3,741)
Total Fire Department	4,094,967	4,204,586	3,622,644	581,942
Safety Town				
Salaries	9,000	10,000	9,915	85
Fringe Benefits	1,450	1,450	1,532	(82)
Other	7,500	7,500	5,504	1,996
Total Safety Town	17,950	18,950	16,951	1,999
<i>Total Security of Persons and Property</i>	<i>12,338,549</i>	<i>12,475,848</i>	<i>11,062,526</i>	<i>1,413,322</i>
Public Health Services				
Community Services				
Salaries	503,000	503,000	447,154	55,846
Fringe Benefits	145,600	145,600	155,481	(9,881)
Contractual Services	106,197	106,197	80,904	25,293
Materials and Supplies	20,525	20,525	17,271	3,254
Capital Outlay	423,414	423,414	28,028	395,386
Other	20,475	20,475	26,293	(5,818)
Total Public Health Services	1,219,211	1,219,211	755,131	464,080
Transportation				
Service Director				
Salaries	175,200	175,200	171,892	3,308
Fringe Benefits	50,900	50,900	49,899	1,001
Contractual Services	22,845	22,845	10,464	12,381
Materials and Supplies	4,299	4,299	2,983	1,316
Other	6,812	6,812	6,130	682
Total Service Director	260,056	260,056	241,368	18,688
City Service				
Salaries	1,810,300	1,810,300	1,496,191	314,109
Fringe Benefits	803,550	803,550	656,825	146,725
Contractual Services	2,709,273	2,708,658	2,538,702	169,956
Materials and Supplies	324,136	324,751	314,251	10,500
Capital Outlay	939,317	951,617	746,012	205,605
Other	283,866	283,866	283,209	657
Total City Service	\$6,870,442	\$6,882,742	\$6,035,190	\$847,552

(continued)

City of Westlake, 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, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Snow Removal				
Salaries	\$252,000	\$252,000	\$177,337	\$74,663
Fringe Benefits	39,000	39,000	27,129	11,871
Contractual Services	35,298	35,298	32,427	2,871
Capital Outlay	0	0	3,170	(3,170)
Other	700	700	0	700
Total Snow Removal	326,998	326,998	240,063	86,935
Total Transportation	7,457,496	7,469,796	6,516,621	953,175
Community Environment				
Planning				
Salaries	387,100	387,100	337,233	49,867
Fringe Benefits	96,800	96,800	82,350	14,450
Contractual Services	35,822	35,822	31,400	4,422
Materials and Supplies	5,006	5,006	2,917	2,089
Capital Outlay	0	0	2,857	(2,857)
Other	6,700	6,700	528	6,172
Total Planning	531,428	531,428	457,285	74,143
Zoning				
Contractual Services	2,500	2,500	2,000	500
Materials and Supplies	900	900	289	611
Total Zoning	3,400	3,400	2,289	1,111
Board of Building Standards				
Contractual Services	100	100	0	100
Materials and Supplies	100	100	0	100
Other	200	200	0	200
Total Board of Building Standards	400	400	0	400
Inspection				
Salaries	646,400	646,400	621,662	24,738
Fringe Benefits	209,550	209,550	204,723	4,827
Contractual Services	43,229	43,229	22,681	20,548
Materials and Supplies	20,409	20,409	17,834	2,575
Capital Outlay	30,200	30,200	25,704	4,496
Other	15,808	15,808	14,636	1,172
Total Inspection	965,596	965,596	907,240	58,356
Architect				
Contractual Services	\$207,995	\$207,995	\$149,550	\$58,445

(continued)

City of Westlake, 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, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Unclaimed Monies				
Salaries	\$5,000	\$5,000	\$0	\$5,000
Fringe Benefits	750	750	0	750
Other	74,900	74,900	43,862	31,038
Total Unclaimed Monies	80,650	80,650	43,862	36,788
<i>Total Community Environment</i>	<i>1,789,469</i>	<i>1,789,469</i>	<i>1,560,226</i>	<i>229,243</i>
Basic Utility Services				
Forester				
Salaries	249,100	249,100	209,296	39,804
Fringe Benefits	113,600	113,600	100,297	13,303
Contractual Services	31,000	31,000	29,119	1,881
Other	13,222	13,222	11,849	1,373
Total Forester	406,922	406,922	350,561	56,361
Storm Drainage				
Salaries	42,000	42,000	26,388	15,612
Fringe Benefits	6,500	6,500	4,485	2,015
Contractual Services	36,462	36,462	35,302	1,160
Materials and Supplies	40,500	40,500	26,120	14,380
Capital Outlay	2,000	2,000	2,000	0
Other	8,750	8,750	5,539	3,211
Total Storm Drainage	136,212	136,212	99,834	36,378
Leaf Pick-Up				
Salaries	181,000	181,000	175,430	5,570
Fringe Benefits	28,100	28,100	26,867	1,233
Contractual Services	60,138	60,138	57,900	2,238
Capital Outlay	64,000	64,000	61,492	2,508
Other	13,200	13,200	12,588	612
Total Leaf Pick-Up	346,438	346,438	334,277	12,161
Total Basic Utility Services	889,572	889,572	784,672	104,900
Leisure Time Activities				
Recreation				
Salaries	190,700	190,700	173,689	17,011
Fringe Benefits	57,900	57,900	54,054	3,846
Contractual Services	133,543	133,045	95,892	37,153
Materials and Supplies	19,500	19,998	18,649	1,349
Capital Outlay	225,344	225,344	205,380	19,964
Other	500	500	0	500
Total Recreation	\$627,487	\$627,487	\$547,664	\$79,823

(continued)

City of Westlake, 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, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Park				
Salaries	\$156,750	\$156,750	\$146,118	\$10,632
Fringe Benefits	52,900	52,900	50,211	2,689
Contractual Services	161,980	161,980	127,369	34,611
Materials and Supplies	15,200	15,200	15,339	(139)
Capital Outlay	24,000	24,000	21,127	2,873
Other	26,048	26,048	23,011	3,037
Total Park	436,878	436,878	383,175	53,703
<i>Total Leisure Time Activities</i>	<i>1,064,365</i>	<i>1,064,365</i>	<i>930,839</i>	<i>133,526</i>
Debt Service				
Interest and Fiscal Charges	5,000	5,000	0	5,000
Total Expenditures	36,226,539	36,402,938	28,584,489	7,818,449
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(7,115,240)</i>	<i>(7,291,639)</i>	<i>3,152,490</i>	<i>10,444,129</i>
Other Financing Sources (Uses)				
Sale of Capital Assets	35,000	35,000	51,005	16,005
Advances In	220,000	220,000	0	(220,000)
Advances Out	0	(450,000)	(400,300)	49,700
Transfers Out	(1,210,800)	(1,063,358)	(935,800)	127,558
Total Other Financing Sources (Uses)	(955,800)	(1,258,358)	(1,285,095)	(26,737)
Net Change in Fund Balance	(8,071,040)	(8,549,997)	1,867,395	10,417,392
Fund Balance Beginning of Year	32,649,873	32,649,873	32,649,873	0
Unexpended Prior Year Encumbrances	1,895,763	1,895,763	1,895,763	0
Fund Balance End of Year	\$26,474,596	\$25,995,639	\$36,413,031	\$10,417,392

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Municipal Income Taxes	\$250,000	\$250,000	\$250,000	\$0
Charges for Services	2,067,500	2,067,500	2,362,783	295,283
Rentals	77,000	77,000	86,365	9,365
Miscellaneous	10,100	10,100	16,373	6,273
<i>Total Revenues</i>	<u>2,404,600</u>	<u>2,404,600</u>	<u>2,715,521</u>	<u>310,921</u>
Expenditures				
Current:				
Leisure Time Activities:				
Recreation:				
Salaries	1,289,000	1,289,000	1,127,156	161,844
Fringe Benefits	383,800	383,800	304,179	79,621
Contractual Services	735,279	735,279	652,011	83,268
Materials and Supplies	146,577	146,577	122,755	23,822
Capital Outlay	20,000	20,000	5,203	14,797
Other	156,882	156,882	145,773	11,109
<i>Total Leisure Time Activities</i>	<u>2,731,538</u>	<u>2,731,538</u>	<u>2,357,077</u>	<u>374,461</u>
Debt Service:				
Principal Retirement	3,081	3,081	3,081	0
Interest and Fiscal Charges	936	936	936	0
<i>Total Debt Service</i>	<u>4,017</u>	<u>4,017</u>	<u>4,017</u>	<u>0</u>
<i>Total Expenditures</i>	<u>2,735,555</u>	<u>2,735,555</u>	<u>2,361,094</u>	<u>374,461</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(330,955)</u>	<u>(330,955)</u>	<u>354,427</u>	<u>685,382</u>
Other Financing Sources				
Sale of Capital Assets	0	0	6,996	6,996
<i>Net Change in Fund Balance</i>	<u>(330,955)</u>	<u>(330,955)</u>	<u>361,423</u>	<u>692,378</u>
<i>Fund Balance Beginning of Year</i>	1,489,034	1,489,034	1,489,034	0
Unexpended Prior Year Encumbrances	55,687	55,687	55,687	0
<i>Fund Balance End of Year</i>	<u>\$1,213,766</u>	<u>\$1,213,766</u>	<u>\$1,906,144</u>	<u>\$692,378</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Assessment Bond Retirement Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Special Assessments	\$465,000	\$465,000	\$466,384	\$1,384
Expenditures				
Debt Service:				
Principal Retirement	305,000	305,000	305,000	0
Interest and Fiscal Charges	190,500	190,500	189,029	1,471
<i>Total Expenditures</i>	<u>495,500</u>	<u>495,500</u>	<u>494,029</u>	<u>1,471</u>
<i>Net Change in Fund Balance</i>	(30,500)	(30,500)	(27,645)	2,855
<i>Fund Balance Beginning of Year</i>	<u>397,846</u>	<u>397,846</u>	<u>397,846</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$367,346</u></u>	<u><u>\$367,346</u></u>	<u><u>\$370,201</u></u>	<u><u>\$2,855</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Infrastructure Tax Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$4,710,800	\$4,710,800	\$4,931,056	\$220,256
Charges for Services	0	0	1,515	1,515
Interest	24,000	24,000	44,161	20,161
Miscellaneous	0	0	125,000	125,000
<i>Total Revenues</i>	<u>4,734,800</u>	<u>4,734,800</u>	<u>5,101,732</u>	<u>366,932</u>
Expenditures				
Capital Outlay:				
Issue 11 Improvements:				
Salaries	30,000	70,000	54,229	15,771
Fringe Benefits	6,200	6,200	8,139	(1,939)
Contractual Services	175,000	175,000	171,249	3,751
Capital Outlay	4,146,466	4,554,467	4,096,441	458,026
Other	107,533	107,533	291,491	(183,958)
<i>Total Expenditures</i>	<u>4,465,199</u>	<u>4,913,200</u>	<u>4,621,549</u>	<u>291,651</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>269,601</u>	<u>(178,400)</u>	<u>480,183</u>	<u>658,583</u>
Other Financing Sources (Uses)				
Advances In	3,933,900	3,933,900	250,000	(3,683,900)
Advances Out	(14,013,004)	(7,222,000)	(4,350,000)	2,872,000
Transfers Out	(91,296)	(91,296)	(91,296)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(10,170,400)</u>	<u>(3,379,396)</u>	<u>(4,191,296)</u>	<u>(811,900)</u>
<i>Net Change in Fund Balance</i>	(9,900,799)	(3,557,796)	(3,711,113)	(153,317)
<i>Fund Balance Beginning of Year</i>	11,958,659	11,958,659	11,958,659	0
Unexpended Prior Year Encumbrances	972,128	972,128	972,128	0
<i>Fund Balance End of Year</i>	<u>\$3,029,988</u>	<u>\$9,372,991</u>	<u>\$9,219,674</u>	<u>(\$153,317)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Grants Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$0	\$0	\$525	\$525
Intergovernmental	509,844	509,844	1,786,221	1,276,377
Miscellaneous	105,000	105,000	11,068	(93,932)
<i>Total Revenues</i>	<u>614,844</u>	<u>614,844</u>	<u>1,797,814</u>	<u>1,182,970</u>
Expenditures				
Capital Outlay:				
Grants:				
Salaries	70,000	90,000	73,891	16,109
Fringe Benefits	11,000	11,000	11,392	(392)
Capital Outlay	7,578,827	6,078,827	5,257,191	821,636
Other	92,798	92,798	57,498	35,300
<i>Total Expenditures</i>	<u>7,752,625</u>	<u>6,272,625</u>	<u>5,399,972</u>	<u>872,653</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(7,137,781)</u>	<u>(5,657,781)</u>	<u>(3,602,158)</u>	<u>2,055,623</u>
Other Financing Sources (Uses)				
Advances In	7,072,000	7,072,000	4,200,000	(2,872,000)
Advances Out	(730,000)	(730,000)	(250,000)	480,000
Transfers In	0	0	15,169	15,169
<i>Total Other Financing Sources (Uses)</i>	<u>6,342,000</u>	<u>6,342,000</u>	<u>3,965,169</u>	<u>(2,376,831)</u>
<i>Net Change in Fund Balance</i>	(795,781)	684,219	363,011	(321,208)
<i>Fund Balance Beginning of Year</i>	310,007	310,007	310,007	0
Unexpended Prior Year Encumbrances	814,045	814,045	814,045	0
<i>Fund Balance End of Year</i>	<u>\$328,271</u>	<u>\$1,808,271</u>	<u>\$1,487,063</u>	<u>(\$321,208)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$1,710,000	\$1,710,000	\$2,030,609	\$320,609
Tap-In Fees	40,000	40,000	52,459	12,459
Interest	7,500	7,500	15,641	8,141
<i>Total Revenues</i>	<u>1,757,500</u>	<u>1,757,500</u>	<u>2,098,709</u>	<u>341,209</u>
Expenses				
Personal Services	436,300	440,800	286,418	154,382
Fringe Benefits	162,050	162,750	113,127	49,623
Contractual Services	1,948,509	1,948,509	1,906,228	42,281
Materials and Supplies	49,500	49,500	37,980	11,520
Capital Outlay	624,887	624,887	123,057	501,830
Other	55,307	55,307	36,506	18,801
<i>Total Expenses</i>	<u>3,276,553</u>	<u>3,281,753</u>	<u>2,503,316</u>	<u>778,437</u>
<i>Net Change in Fund Equity</i>	(1,519,053)	(1,524,253)	(404,607)	(437,228)
<i>Fund Equity Beginning of Year</i>	4,940,931	4,940,931	4,940,931	0
Unexpended Prior Year Encumbrances	<u>166,063</u>	<u>166,063</u>	<u>166,063</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$3,587,941</u></u>	<u><u>\$3,582,741</u></u>	<u><u>\$4,702,387</u></u>	<u><u>(\$437,228)</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Maintenance Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$1,200,000	\$1,200,000	\$1,205,530	\$5,530
Interest	2,300	2,300	5,694	3,394
Miscellaneous	0	0	71	71
<i>Total Revenues</i>	<u>1,202,300</u>	<u>1,202,300</u>	<u>1,211,295</u>	<u>8,995</u>
Expenditures				
Current:				
Transportation:				
Street Maintenance and Repair:				
Salaries	296,300	312,300	292,932	19,368
Fringe Benefits	81,200	81,200	79,791	1,409
Contractual Services	76,548	77,048	59,411	17,637
Materials and Supplies	380,520	372,847	357,057	15,790
Capital Outlay	800,000	800,000	803,216	(3,216)
Other	70,770	77,943	39,536	38,407
<i>Total Expenditures</i>	<u>1,705,338</u>	<u>1,721,338</u>	<u>1,631,943</u>	<u>89,395</u>
<i>Net Change in Fund Balance</i>	(503,038)	(519,038)	(420,648)	98,390
<i>Fund Balance Beginning of Year</i>	1,417,034	1,417,034	1,417,034	0
Unexpended Prior Year Encumbrances	<u>43,949</u>	<u>43,949</u>	<u>43,949</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$957,945</u>	<u>\$941,945</u>	<u>\$1,040,335</u>	<u>\$98,390</u>

City of Westlake, 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, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$105,300	\$105,300	\$97,746	(\$7,554)
Interest	700	700	1,977	1,277
<i>Total Revenues</i>	<u>106,000</u>	<u>106,000</u>	<u>99,723</u>	<u>(6,277)</u>
Expenditures				
Current:				
Transportation:				
State Highway				
Materials and Supplies	16,993	16,993	16,993	0
Other	5,000	5,000	339	4,661
<i>Total Expenditures</i>	<u>21,993</u>	<u>21,993</u>	<u>17,332</u>	<u>4,661</u>
<i>Net Change in Fund Balance</i>	84,007	84,007	82,391	(1,616)
<i>Fund Balance Beginning of Year</i>	432,838	432,838	432,838	0
Unexpended Prior Year Encumbrances	979	979	979	0
<i>Fund Balance End of Year</i>	<u><u>\$517,824</u></u>	<u><u>\$517,824</u></u>	<u><u>\$516,208</u></u>	<u><u>(\$1,616)</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permissive Motor Vehicle License Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Permissive Motor Vehicle Taxes	\$231,700	\$231,700	\$228,430	(\$3,270)
Interest	2,300	2,300	2,399	99
<i>Total Revenues</i>	234,000	234,000	230,829	(3,171)
Expenditures				
Current:				
Transportation:				
Permissive Motor Vehicle License:				
Other	3,000	3,000	55	2,945
<i>Net Change in Fund Balance</i>	231,000	231,000	230,774	(226)
<i>Fund Balance Beginning of Year</i>	431,008	431,008	431,008	0
Unexpended Prior Year Encumbrances	1,000	1,000	1,000	0
<i>Fund Balance End of Year</i>	<u>\$663,008</u>	<u>\$663,008</u>	<u>\$662,782</u>	<u>(\$226)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police Pension Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$345,374	\$345,374	\$352,869	\$7,495
Intergovernmental	40,224	40,224	41,198	974
<i>Total Revenues</i>	385,598	385,598	394,067	8,469
Expenditures				
Current:				
Security of Persons and Property:				
Police Pension:				
Fringe Benefits	900,000	900,000	812,157	87,843
<i>Excess of Revenues Under Expenditures</i>	(514,402)	(514,402)	(418,090)	96,312
Other Financing Sources				
Transfers In	450,000	450,000	400,000	(50,000)
<i>Net Change in Fund Balance</i>	(64,402)	(64,402)	(18,090)	46,312
<i>Fund Balance Beginning of Year</i>	151,397	151,397	151,397	0
<i>Fund Balance End of Year</i>	<u>\$86,995</u>	<u>\$86,995</u>	<u>\$133,307</u>	<u>\$46,312</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Pension Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$345,374	\$345,374	\$352,869	\$7,495
Intergovernmental	40,224	40,224	41,198	974
<i>Total Revenues</i>	385,598	385,598	394,067	8,469
Expenditures				
Current:				
Security of Persons and Property:				
Fire Pension:				
Fringe Benefits	870,000	891,600	802,289	89,311
<i>Excess of Revenues Under Expenditures</i>	(484,402)	(506,002)	(408,222)	97,780
Other Financing Sources				
Transfers In	450,000	450,000	400,000	(50,000)
<i>Net Change in Fund Balance</i>	(34,402)	(56,002)	(8,222)	47,780
<i>Fund Balance Beginning of Year</i>	131,440	131,440	131,440	0
<i>Fund Balance End of Year</i>	<u>\$97,038</u>	<u>\$75,438</u>	<u>\$123,218</u>	<u>\$47,780</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police and Fire Operating Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$1,036,171	\$1,036,171	\$1,058,609	\$22,438
Intergovernmental	120,622	120,622	123,593	2,971
<i>Total Revenues</i>	<u>1,156,793</u>	<u>1,156,793</u>	<u>1,182,202</u>	<u>25,409</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police and Fire Operating:				
Salaries	1,119,500	1,119,500	1,010,932	108,568
Fringe Benefits	31,600	31,600	27,017	4,583
<i>Total Expenditures</i>	<u>1,151,100</u>	<u>1,151,100</u>	<u>1,037,949</u>	<u>113,151</u>
<i>Net Change in Fund Balance</i>	5,693	5,693	144,253	138,560
<i>Fund Balance Beginning of Year</i>	<u>123,221</u>	<u>123,221</u>	<u>123,221</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$128,914</u></u>	<u><u>\$128,914</u></u>	<u><u>\$267,474</u></u>	<u><u>\$138,560</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$15,000	\$15,000	\$13,110	(\$1,890)
Miscellaneous	15,000	15,000	87,171	72,171
<i>Total Revenues</i>	<u>30,000</u>	<u>30,000</u>	<u>100,281</u>	<u>70,281</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Capital Outlay	70,000	70,000	12,308	57,692
Other	<u>50,000</u>	<u>50,000</u>	<u>48,467</u>	<u>1,533</u>
<i>Total Expenditures</i>	<u>120,000</u>	<u>120,000</u>	<u>60,775</u>	<u>59,225</u>
<i>Net Change in Fund Balance</i>	(90,000)	(90,000)	39,506	129,506
<i>Fund Balance Beginning of Year</i>	<u>306,199</u>	<u>306,199</u>	<u>306,199</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$216,199</u></u>	<u><u>\$216,199</u></u>	<u><u>\$345,705</u></u>	<u><u>\$129,506</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Mandatory Drug Fines Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$5,000	\$5,000	\$6,140	\$1,140
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Other	<u>20,000</u>	<u>20,000</u>	<u>12,939</u>	<u>7,061</u>
<i>Net Change in Fund Balance</i>	(15,000)	(15,000)	(6,799)	8,201
<i>Fund Balance Beginning of Year</i>	<u>39,043</u>	<u>39,043</u>	<u>39,043</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$24,043</u></u>	<u><u>\$24,043</u></u>	<u><u>\$32,244</u></u>	<u><u>\$8,201</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Alcohol Education Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$15,000	\$15,000	\$16,955	\$1,955
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Capital Outlay	20,000	20,000	19,995	5
Other	11,560	11,560	4,271	7,289
<i>Total Expenditures</i>	<u>31,560</u>	<u>31,560</u>	<u>24,266</u>	<u>7,294</u>
<i>Net Change in Fund Balance</i>	(16,560)	(16,560)	(7,311)	9,249
<i>Fund Balance Beginning of Year</i>	88,412	88,412	88,412	0
Unexpended Prior Year Encumbrances	<u>1,560</u>	<u>1,560</u>	<u>1,560</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$73,412</u></u>	<u><u>\$73,412</u></u>	<u><u>\$82,661</u></u>	<u><u>\$9,249</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Juvenile Diversion Fund
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines and Forfeitures	\$3,000	\$3,000	\$3,000	\$0
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Salaries	2,900	2,900	1,892	1,008
Fringe Benefits	450	450	138	312
<i>Total Expenditures</i>	<u>3,350</u>	<u>3,350</u>	<u>2,030</u>	<u>1,320</u>
<i>Net Change in Fund Balance</i>	(350)	(350)	970	1,320
<i>Fund Balance Beginning of Year</i>	<u>2,230</u>	<u>2,230</u>	<u>2,230</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,880</u></u>	<u><u>\$1,880</u></u>	<u><u>\$3,200</u></u>	<u><u>\$1,320</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Equitable Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$0	\$0	\$9,612	\$9,612
Interest	800	800	1,449	649
<i>Total Revenues</i>	<u>800</u>	<u>800</u>	<u>11,061</u>	<u>10,261</u>
Expenditures				
Current:				
Security of Persons and Property:				
Police Department:				
Capital Outlay	74,450	74,450	51,386	23,064
Other	60,975	60,975	66,236	(5,261)
<i>Total Expenditures</i>	<u>135,425</u>	<u>135,425</u>	<u>117,622</u>	<u>17,803</u>
<i>Net Change in Fund Balance</i>	(134,625)	(134,625)	(106,561)	28,064
<i>Fund Balance Beginning of Year</i>	381,480	381,480	381,480	0
Unexpended Prior Year Encumbrances	<u>7,525</u>	<u>7,525</u>	<u>7,525</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$254,380</u></u>	<u><u>\$254,380</u></u>	<u><u>\$282,444</u></u>	<u><u>\$28,064</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
FEMA Fund
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$250,300	\$250,300	\$0	(\$250,300)
Expenditures				
Current:				
General Government:				
FEMA:				
Capital Outlay	250,300	250,300	232,550	17,750
<i>Excess of Revenues Under Expenditures</i>	0	0	(232,550)	(232,550)
Other Financing Sources				
Advances In	0	0	250,300	250,300
<i>Net Change in Fund Balance</i>	0	0	17,750	17,750
<i>Fund Balance Beginning of Year</i>	37	37	37	0
<i>Fund Balance End of Year</i>	<u>\$37</u>	<u>\$37</u>	<u>\$17,787</u>	<u>\$17,750</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Emergency Medical Service Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$1,125,000	\$1,175,000	\$1,259,428	\$84,428
Intergovernmental	0	0	2,500	2,500
Miscellaneous	0	0	90	90
<i>Total Revenues</i>	<u>1,125,000</u>	<u>1,175,000</u>	<u>1,262,018</u>	<u>87,018</u>
Expenditures				
Current:				
Security of Persons and Property:				
Fire Department:				
Salaries	547,000	547,000	536,315	10,685
Fringe Benefits	122,300	122,300	121,880	420
Contractual Services	124,421	144,421	112,816	31,605
Materials and Supplies	18,661	18,661	15,882	2,779
Capital Outlay	10,000	10,000	0	10,000
Other	72,000	72,000	77,401	(5,401)
<i>Total Expenditures</i>	<u>894,382</u>	<u>914,382</u>	<u>864,294</u>	<u>50,088</u>
<i>Excess of Revenues Over Expenditures</i>	230,618	260,618	397,724	137,106
Other Financing Uses				
Transfers Out	(300,000)	(300,000)	(300,000)	0
<i>Net Change in Fund Balance</i>	(69,382)	(39,382)	97,724	137,106
<i>Fund Balance Beginning of Year</i>	61,396	61,396	61,396	0
Unexpended Prior Year Encumbrances	11,709	11,709	11,709	0
<i>Fund Balance End of Year</i>	<u>\$3,723</u>	<u>\$33,723</u>	<u>\$170,829</u>	<u>\$137,106</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cemetery Investment Fund
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$20,000	\$20,000	\$28,675	\$8,675
Expenditures				
Current:				
Public Health Services:				
Cemetery Operations:				
Capital Outlay	44,000	44,000	0	44,000
Other	5,000	5,000	2,325	2,675
<i>Total Expenditures</i>	49,000	49,000	2,325	46,675
<i>Net Change in Fund Balance</i>	(29,000)	(29,000)	26,350	55,350
<i>Fund Balance Beginning of Year</i>	577,436	577,436	577,436	0
<i>Fund Balance End of Year</i>	\$548,436	\$548,436	\$603,786	\$55,350

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Westlake/Bay Ecological Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	\$60,000	\$60,000	\$70,839	\$10,839
Miscellaneous	20,000	20,000	26,111	6,111
<i>Total Revenues</i>	<u>80,000</u>	<u>80,000</u>	<u>96,950</u>	<u>16,950</u>
Expenditures				
Current:				
Basic Utility Services:				
Litter Prevention:				
Salaries	53,300	53,300	47,501	5,799
Fringe Benefits	8,300	8,300	7,291	1,009
Contractual Services	27,251	27,251	26,918	333
Capital Outlay	80,000	97,000	86,646	10,354
Other	8,500	8,500	6,395	2,105
<i>Total Expenditures</i>	<u>177,351</u>	<u>194,351</u>	<u>174,751</u>	<u>19,600</u>
<i>Net Change in Fund Balance</i>	(97,351)	(114,351)	(77,801)	36,550
<i>Fund Balance Beginning of Year</i>	150,290	150,290	150,290	0
Unexpended Prior Year Encumbrances	<u>2,826</u>	<u>2,826</u>	<u>2,826</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$55,765</u></u>	<u><u>\$38,765</u></u>	<u><u>\$75,315</u></u>	<u><u>\$36,550</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
City Donations Fund
For the Year Ended December 31, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Contributions and Donations	\$20,500	\$20,500	\$23,293	\$2,793
Expenditures				
Current:				
Community Environment:				
Donations:				
Other	53,153	53,153	18,212	34,941
<i>Net Change in Fund Balance</i>	(32,653)	(32,653)	5,081	37,734
<i>Fund Balance Beginning of Year</i>	181,227	181,227	181,227	0
Unexpended Prior Year Encumbrances	853	853	853	0
<i>Fund Balance End of Year</i>	<u>\$149,427</u>	<u>\$149,427</u>	<u>\$187,161</u>	<u>\$37,734</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Swimming Pool Operation Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$208,150	\$208,150	\$182,228	(\$25,922)
Miscellaneous	1,850	1,850	1,862	12
<i>Total Revenues</i>	<u>210,000</u>	<u>210,000</u>	<u>184,090</u>	<u>(25,910)</u>
Expenditures				
Current:				
Leisure Time Activities:				
Recreation:				
Salaries	126,600	126,600	126,539	61
Fringe Benefits	19,600	19,600	19,496	104
Contractual Services	37,636	38,136	32,503	5,633
Materials and Supplies	32,655	32,655	26,408	6,247
Capital Outlay	3,500	3,500	0	3,500
Other	5,400	5,400	2,311	3,089
<i>Total Expenditures</i>	<u>225,391</u>	<u>225,891</u>	<u>207,257</u>	<u>18,634</u>
<i>Net Change in Fund Balance</i>	(15,391)	(15,891)	(23,167)	(7,276)
<i>Fund Balance Beginning of Year</i>	76,265	76,265	76,265	0
Unexpended Prior Year Encumbrances	<u>1,353</u>	<u>1,353</u>	<u>1,353</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$62,227</u></u>	<u><u>\$61,727</u></u>	<u><u>\$54,451</u></u>	<u><u>(\$7,276)</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Senior/Community Service Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$120,000	\$120,000	\$95,743	(\$24,257)
Intergovernmental	10,000	10,000	12,430	2,430
Miscellaneous	0	0	890	890
<i>Total Revenues</i>	<u>130,000</u>	<u>130,000</u>	<u>109,063</u>	<u>(20,937)</u>
Expenditures				
Current:				
Public Health Services:				
Senior/Community Services:				
Contractual Services	6,500	6,500	5,591	909
Materials and Supplies	4,800	4,800	3,488	1,312
Other	149,772	139,272	110,326	28,946
<i>Total Expenditures</i>	<u>161,072</u>	<u>150,572</u>	<u>119,405</u>	<u>31,167</u>
<i>Excess of Revenues Under Expenditures</i>	(31,072)	(20,572)	(10,342)	10,230
Other Financing Sources (Uses)				
Advances In	50,000	50,000	50,000	0
Advances Out	(50,000)	(50,000)	0	50,000
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>50,000</u>	<u>50,000</u>
<i>Net Change in Fund Balance</i>	(31,072)	(20,572)	39,658	60,230
<i>Fund Balance Beginning of Year</i>	40,139	40,139	40,139	0
Unexpended Prior Year Encumbrances	9,485	9,485	9,485	0
<i>Fund Balance End of Year</i>	<u><u>\$18,552</u></u>	<u><u>\$29,052</u></u>	<u><u>\$89,282</u></u>	<u><u>\$60,230</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cemetery Operating Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$15,000	\$15,000	\$30,250	\$15,250
Interest	1,000	1,000	2,448	1,448
<i>Total Revenues</i>	<u>16,000</u>	<u>16,000</u>	<u>32,698</u>	<u>16,698</u>
Expenditures				
Current:				
Public Health Services:				
Cemetery Operations:				
Salaries	56,000	56,000	52,378	3,622
Fringe Benefits	25,600	25,600	24,809	791
Contractual Services	18,197	18,197	15,413	2,784
Materials and Supplies	12,500	12,500	11,187	1,313
Capital Outlay	3,500	3,500	2,268	1,232
Other	5,525	5,525	4,082	1,443
<i>Total Expenditures</i>	<u>121,322</u>	<u>121,322</u>	<u>110,137</u>	<u>11,185</u>
<i>Excess of Revenues Under Expenditures</i>	(105,322)	(105,322)	(77,439)	27,883
Other Financing Sources				
Transfers In	100,000	100,000	75,000	(25,000)
<i>Net Change in Fund Balance</i>	(5,322)	(5,322)	(2,439)	2,883
<i>Fund Balance Beginning of Year</i>	72,967	72,967	72,967	0
Unexpended Prior Year Encumbrances	2,618	2,618	2,618	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$70,263</u>	<u>\$70,263</u>	<u>\$73,146</u>	<u>\$2,883</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Reserve for Compensated Absences Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
General Government:				
Compensated Absences:				
Personal Services	600,000	600,000	404,489	195,511
Fringe Benefits	10,000	10,000	4,460	5,540
<i>Total Expenditures</i>	<u>610,000</u>	<u>610,000</u>	<u>408,949</u>	<u>201,051</u>
<i>Net Change in Fund Balance</i>	(610,000)	(610,000)	(408,949)	201,051
<i>Fund Balance Beginning of Year</i>	<u>2,392,158</u>	<u>2,392,158</u>	<u>2,392,158</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,782,158</u>	<u>\$1,782,158</u>	<u>\$1,983,209</u>	<u>\$201,051</u>

City of Westlake, 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, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Municipal Income Taxes	\$1,098,000	\$1,098,000	\$1,097,701	(\$299)
Expenditures				
Debt Service:				
Principal Retirement	1,085,000	1,085,000	1,085,000	0
Interest and Fiscal Charges	292,500	298,400	295,185	3,215
<i>Total Expenditures</i>	<u>1,377,500</u>	<u>1,383,400</u>	<u>1,380,185</u>	<u>3,215</u>
<i>Net Change in Fund Balance</i>	(279,500)	(285,400)	(282,484)	2,916
<i>Fund Balance Beginning of Year</i>	<u>372,386</u>	<u>372,386</u>	<u>372,386</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$92,886</u></u>	<u><u>\$86,986</u></u>	<u><u>\$89,902</u></u>	<u><u>\$2,916</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue 11 Bond Retirement Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$841,500	\$841,500	\$836,031	(\$5,469)
Expenditures				
Debt Service:				
Principal Retirement	650,000	650,000	650,000	0
Interest and Fiscal Charges	186,100	186,031	186,031	0
<i>Total Expenditures</i>	<u>836,100</u>	<u>836,031</u>	<u>836,031</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	5,400	5,469	0	(5,469)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$5,400</u></u>	<u><u>\$5,469</u></u>	<u><u>\$0</u></u>	<u><u>(\$5,469)</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Storm Drainage Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	\$0	\$0	\$420	\$420
Licenses, Permits and Fees	40,000	40,000	92,076	52,076
Intergovernmental	200,000	200,000	0	(200,000)
Interest	5,700	5,700	10,687	4,987
<i>Total Revenues</i>	<u>245,700</u>	<u>245,700</u>	<u>103,183</u>	<u>(142,517)</u>
Expenditures				
Capital Outlay:				
Storm Drainage:				
Salaries	205,000	205,000	147,299	57,701
Fringe Benefits	31,700	31,700	22,626	9,074
Capital Outlay	1,258,763	1,258,763	462,068	796,695
Other	132,800	132,800	95,998	36,802
<i>Total Expenditures</i>	<u>1,628,263</u>	<u>1,628,263</u>	<u>727,991</u>	<u>900,272</u>
<i>Excess of Revenues Under Expenditures</i>	(1,382,563)	(1,382,563)	(624,808)	757,755
Other Financing Sources				
Transfers In	0	0	91,296	91,296
<i>Net Change in Fund Balance</i>	(1,382,563)	(1,382,563)	(533,512)	849,051
<i>Fund Balance Beginning of Year</i>	2,725,967	2,725,967	2,725,967	0
Unexpended Prior Year Encumbrances	45,091	45,091	45,091	0
<i>Fund Balance End of Year</i>	<u>\$1,388,495</u>	<u>\$1,388,495</u>	<u>\$2,237,546</u>	<u>\$849,051</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Crocker Road Improvements
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous	\$0	\$0	\$2,400	\$2,400
Expenditures	0	0	0	2,400
<i>Net Change in Fund Balance</i>	0	0	2,400	2,400
<i>Fund Balance Beginning of Year</i>	247,932	247,932	247,932	0
<i>Fund Balance End of Year</i>	<u>\$247,932</u>	<u>\$247,932</u>	<u>\$250,332</u>	<u>\$2,400</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue 2 Improvements Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$3,203,200	\$3,203,200	\$0	(\$3,203,200)
Expenditures				
Capital Outlay:				
Issue 2 Improvements:				
Salaries	105,000	11,000	6,729	4,271
Fringe Benefits	17,000	800	1,038	(238)
Capital Outlay	6,931,030	213,730	159,572	54,158
Other	68,000	18,100	12,466	5,634
Total Capital Outlay	7,121,030	243,630	179,805	63,825
Debt Service:				
Principal Retirement	60,800	60,800	60,761	39
<i>Total Expenditures</i>	7,181,830	304,430	240,566	63,864
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,978,630)	2,898,770	(240,566)	(3,139,336)
Other Financing Sources (Uses)				
Advances In	7,032,300	7,032,300	150,000	(6,882,300)
Transfers In	60,800	60,800	60,800	0
Transfers Out	(3,203,900)	(15,169)	(15,169)	0
<i>Total Other Financing Sources (Uses)</i>	3,889,200	7,077,931	195,631	(6,882,300)
<i>Net Change in Fund Balance</i>	(89,430)	9,976,701	(44,935)	(10,021,636)
<i>Fund Balance Beginning of Year</i>	15,257	15,257	15,257	0
Unexpended Prior Year Encumbrances	93,730	93,730	93,730	0
<i>Fund Balance End of Year</i>	\$19,557	\$10,085,688	\$64,052	(\$10,021,636)

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Impact Fees Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Licenses, Permits and Fees	\$10,000	\$10,000	\$54,028	\$44,028
Expenditures				
Capital Outlay:				
Impact Fee:				
Capital Outlay	345,980	345,980	61,097	284,883
Other	72,500	72,500	48,459	24,041
<i>Total Expenditures</i>	<u>418,480</u>	<u>418,480</u>	<u>109,556</u>	<u>308,924</u>
<i>Net Change in Fund Balance</i>	(408,480)	(408,480)	(55,528)	352,952
<i>Fund Balance Beginning of Year</i>	1,264,205	1,264,205	1,264,205	0
Unexpended Prior Year Encumbrances	<u>2,980</u>	<u>2,980</u>	<u>2,980</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$858,705</u></u>	<u><u>\$858,705</u></u>	<u><u>\$1,211,657</u></u>	<u><u>\$352,952</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Sidewalks Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$82,000	\$82,000	\$110,175	\$28,175
Expenditures				
Capital Outlay:				
Sidewalk Improvement:				
Salaries	10,000	35,000	17,061	17,939
Fringe Benefits	1,600	4,600	2,633	1,967
Contractual Services	200	200	471	(271)
Capital Outlay	50,395	50,395	50,395	0
Other	8,400	15,400	10,526	4,874
<i>Total Expenditures</i>	<u>70,595</u>	<u>105,595</u>	<u>81,086</u>	<u>24,509</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	11,405	(23,595)	29,089	52,684
Other Financing Sources (Uses)				
Advances In	68,000	68,000	0	(68,000)
Advances Out	(170,000)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(102,000)</u>	<u>68,000</u>	<u>0</u>	<u>(68,000)</u>
<i>Net Change in Fund Balance</i>	(90,595)	44,405	29,089	(15,316)
<i>Fund Balance Beginning of Year</i>	54,217	54,217	54,217	0
Unexpended Prior Year Encumbrances	51,686	51,686	51,686	0
<i>Fund Balance End of Year</i>	<u>\$15,308</u>	<u>\$150,308</u>	<u>\$134,992</u>	<u>(\$15,316)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Service Center Construction Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay	<u>36,828</u>	<u>36,828</u>	<u>36,828</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(36,828)	(36,828)	(36,828)	0
<i>Fund Balance Beginning of Year</i>	779	779	779	0
Unexpended Prior Year Encumbrances	<u>36,828</u>	<u>36,828</u>	<u>36,828</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$779</u></u>	<u><u>\$779</u></u>	<u><u>\$779</u></u>	<u><u>\$0</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Center Construction Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$501,000	\$501,000	\$572,329	\$71,329
Expenditures				
Capital Outlay:				
Recreation Center Construction:				
Contractual Services	65,000	65,000	57,013	7,987
Capital Outlay	1,240,000	1,282,000	141,491	1,140,509
Other	70,850	70,850	47,462	23,388
<i>Total Expenditures</i>	<u>1,375,850</u>	<u>1,417,850</u>	<u>245,966</u>	<u>1,171,884</u>
<i>Net Change in Fund Balance</i>	(874,850)	(916,850)	326,363	1,243,213
<i>Fund Balance Beginning of Year</i>	4,439,292	4,439,292	4,439,292	0
Unexpended Prior Year Encumbrances	<u>5,850</u>	<u>5,850</u>	<u>5,850</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,570,292</u></u>	<u><u>\$3,528,292</u></u>	<u><u>\$4,771,505</u></u>	<u><u>\$1,243,213</u></u>

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Golf Course Fund
For the Year Ended December 31, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	\$358,000	\$358,000	\$273,970	(\$84,030)
Rentals	43,000	43,000	35,975	(7,025)
Miscellaneous	5,500	5,500	5,240	(260)
<i>Total Revenues</i>	<u>406,500</u>	<u>406,500</u>	<u>315,185</u>	<u>(91,315)</u>
Expenses				
Current:				
Personal Services	244,300	237,800	235,935	1,865
Fringe Benefits	71,500	71,500	69,835	1,665
Contractual Services	91,573	64,436	60,698	3,738
Materials and Supplies	62,558	60,558	46,586	13,972
Capital Outlay	24,000	9,137	20,556	(11,419)
Other	21,843	17,343	14,858	2,485
<i>Total Expenses</i>	<u>515,774</u>	<u>460,774</u>	<u>448,468</u>	<u>12,306</u>
<i>Excess of Revenues Under Expenses Before Advances</i>	(109,274)	(54,274)	(133,283)	(79,009)
Other Financing Sources				
Advances In	100,000	100,000	100,000	0
<i>Net Change in Fund Equity</i>	(9,274)	45,726	(33,283)	(79,009)
<i>Fund Equity Beginning of Year</i>	45,371	45,371	45,371	0
Unexpended Prior Year Encumbrances	4,422	4,422	4,422	0
<i>Fund Equity End of Year</i>	<u>\$40,519</u>	<u>\$95,519</u>	<u>\$16,510</u>	<u>(\$79,009)</u>

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Hospitalization Fund
For the Year Ended December 31, 2013

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$3,627,800	\$3,627,800	\$3,546,041	(\$81,759)
Expenses				
Contractual Services	450,000	450,000	587,926	(137,926)
Claims	3,568,635	3,568,635	2,256,864	1,311,771
<i>Total Expenses</i>	<u>4,018,635</u>	<u>4,018,635</u>	<u>2,844,790</u>	<u>1,173,845</u>
<i>Net Change in Fund Equity</i>	(390,835)	(390,835)	701,251	1,092,086
<i>Fund Equity Beginning of Year</i>	2,078,208	2,078,208	2,078,208	0
Unexpended Prior Year Encumbrances	<u>34,229</u>	<u>34,229</u>	<u>34,229</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$1,721,602</u></u>	<u><u>\$1,721,602</u></u>	<u><u>\$2,813,688</u></u>	<u><u>\$1,092,086</u></u>



Statistical Section

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

Contents	Pages(s)
<i>Financial Trends</i>	S2 – S11
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	S12 – S19
These schedules contain information to help the reader assess the City's most significant local revenues, the property tax and the municipal income tax.	
<i>Debt Capacity</i>	S20 - S25
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
<i>Economic and Demographic Information</i>	S26 – S29
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	
<i>Operating Information</i>	S30 - S35
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

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

City of Westlake, Ohio
Net Position by Component
Last Ten Years
(accrual basis of accounting)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Governmental Activities				
Net Investment in Capital Assets	\$127,651,517	\$121,260,561	\$120,651,597	\$118,410,063
Restricted	37,706,036	36,145,785	39,248,472	42,677,403
Unrestricted	<u>42,509,763</u>	<u>40,264,326</u>	<u>32,946,087</u>	<u>23,964,324</u>
<i>Total Governmental Activities Net Position</i>	<u>207,867,316</u>	<u>197,670,672</u>	<u>192,846,156</u>	<u>185,051,790</u>
Business-Type Activities				
Net Investment in Capital Assets	28,088,783	30,295,832	30,643,725	31,334,659
Unrestricted	<u>13,197,731</u>	<u>13,684,924</u>	<u>15,072,756</u>	<u>16,277,091</u>
<i>Total Business-Type Activities Net Position</i>	<u>41,286,514</u>	<u>43,980,756</u>	<u>45,716,481</u>	<u>47,611,750</u>
Primary government				
Net Investment in Capital Assets	155,740,300	151,556,393	151,295,322	149,744,722
Restricted	37,706,036	36,145,785	39,248,472	42,677,403
Unrestricted	<u>55,707,494</u>	<u>53,949,250</u>	<u>48,018,843</u>	<u>40,241,415</u>
<i>Total Primary Government Net Position</i>	<u>\$249,153,830</u>	<u>\$241,651,428</u>	<u>\$238,562,637</u>	<u>\$232,663,540</u>

2009	2008	2007	2006	2005	2004
\$115,906,207	\$116,235,290	\$113,923,769	\$111,215,683	\$107,532,355	\$95,408,072
39,002,639	38,496,737	36,851,590	29,743,519	31,289,085	37,559,907
23,933,018	16,455,779	30,181,068	30,016,958	24,115,948	23,388,288
178,841,864	171,187,806	180,956,427	170,976,160	162,937,388	156,356,267
31,092,605	31,760,772	32,213,389	32,600,713	33,192,749	32,689,796
18,373,841	19,410,303	19,250,408	20,501,409	20,526,997	20,898,424
49,466,446	51,171,075	51,463,797	53,102,122	53,719,746	53,588,220
146,998,812	147,996,062	146,137,158	143,816,396	140,725,104	128,097,868
39,002,639	38,496,737	36,851,590	29,743,519	31,289,085	37,559,907
42,306,859	35,866,082	49,431,476	50,518,367	44,642,945	44,286,712
\$228,308,310	\$222,358,881	\$232,420,224	\$224,078,282	\$216,657,134	\$209,944,487

City of Westlake, Ohio
Changes in Net Position
Last Ten Years
(accrual basis of accounting)

	2013	2012	2011	2010
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government	\$760,751	\$496,295	\$544,628	\$618,409
Security of Persons and Property	1,719,144	1,030,741	1,084,774	1,055,314
Public Health Services	86,828	144,383	166,906	163,675
Transportation	581,149	415,183	358,448	257,883
Community Environment	78,126	378,779	200,992	158,287
Basic Utility Services	126,920	182,005	177,435	182,493
Leisure Time Activities	2,481,187	2,512,420	2,407,993	2,339,261
Operating Grants and Contributions	1,525,808	2,104,715	2,815,006	1,813,317
Capital Grants and Contributions	3,321,851	1,422,539	1,546,514	2,572,627
<i>Total Governmental Activities Program Revenues</i>	<u>10,681,764</u>	<u>8,687,060</u>	<u>9,302,696</u>	<u>9,161,266</u>
Business-Type Activities:				
Charges for Services:				
Sewer	2,189,435	1,864,043	1,733,629	1,745,665
Golf Course	309,945	331,372	299,480	398,914
Capital Grants and Contributions	168,731	47,087	0	0
<i>Total Business-Type Activities Program Revenues</i>	<u>2,668,111</u>	<u>2,242,502</u>	<u>2,033,109</u>	<u>2,144,579</u>
<i>Total Primary Government Program Revenues</i>	<u>13,349,875</u>	<u>10,929,562</u>	<u>11,335,805</u>	<u>11,305,845</u>
Expenses				
Governmental Activities:				
General Government	6,840,500	7,404,615	7,902,687	6,968,302
Security of Persons and Property	14,405,743	15,042,478	14,747,275	14,584,694
Public Health Services	891,433	1,073,921	1,190,286	1,185,741
Transportation	10,875,198	10,977,479	11,927,202	9,085,307
Community Environment	1,492,557	1,475,762	1,721,879	1,685,287
Basic Utility Services	2,240,089	2,058,732	1,801,486	1,917,453
Leisure Time Activities	3,992,595	3,762,378	3,788,078	3,979,282
Interest and Fiscal Charges	663,122	1,253,224	806,303	762,104
<i>Total Governmental Activities Expenses</i>	<u>41,401,237</u>	<u>43,048,589</u>	<u>43,885,196</u>	<u>40,168,170</u>
Business-Type Activities:				
Sewer	3,897,755	3,557,778	3,684,221	3,574,031
Golf	452,592	478,255	428,838	462,322
<i>Total Business-Type Activities Expenses</i>	<u>4,350,347</u>	<u>4,036,033</u>	<u>4,113,059</u>	<u>4,036,353</u>
<i>Total Primary Government Expenses</i>	<u>\$45,751,584</u>	<u>\$47,084,622</u>	<u>\$47,998,255</u>	<u>\$44,204,523</u>

2009	2008	2007	2006	2005	2004
\$403,368	\$62,982	\$204,883	\$173,083	\$127,184	\$479,604
1,658,886	1,792,383	1,137,311	1,035,418	982,712	697,379
179,602	219,131	179,762	164,790	245,703	217,676
224,745	170,479	2,050	18,095	800	0
179,680	473,546	258,685	330,801	2,464	395,233
226,160	117,076	580,438	699,054	591,125	375,328
2,318,991	2,422,194	2,392,074	2,457,714	2,153,198	2,159,425
1,908,400	1,999,419	2,247,881	2,326,833	1,991,525	1,494,552
198,262	861,837	86,159	779,936	6,508,012	615,617
<u>7,298,094</u>	<u>8,119,047</u>	<u>7,089,243</u>	<u>7,985,724</u>	<u>12,602,723</u>	<u>6,434,814</u>
1,704,877	2,038,961	1,782,896	1,849,077	1,817,584	1,847,391
429,063	438,473	497,736	460,439	504,641	475,011
0	0	0	0	0	0
<u>2,133,940</u>	<u>2,477,434</u>	<u>2,280,632</u>	<u>2,309,516</u>	<u>2,322,225</u>	<u>2,322,402</u>
<u>9,432,034</u>	<u>10,596,481</u>	<u>9,369,875</u>	<u>10,295,240</u>	<u>14,924,948</u>	<u>8,757,216</u>
7,911,956	22,355,014	7,364,070	7,343,276	7,374,119	6,143,020
14,833,854	15,023,844	13,159,961	12,689,539	12,050,809	11,750,100
990,935	1,040,137	962,658	904,177	874,171	789,438
7,754,905	11,143,476	10,093,953	8,837,612	12,801,841	9,106,958
1,461,332	1,436,256	1,305,482	1,403,325	1,635,242	1,628,983
1,843,251	1,925,985	2,184,182	1,770,100	1,688,932	1,714,687
3,963,481	3,990,032	4,312,925	3,679,917	3,436,612	3,308,446
775,746	832,754	633,706	1,372,783	1,176,075	1,439,879
<u>39,535,460</u>	<u>57,747,498</u>	<u>40,016,937</u>	<u>38,000,729</u>	<u>41,037,801</u>	<u>35,881,511</u>
3,407,143	3,206,285	3,396,803	2,619,020	3,076,178	3,021,810
499,842	509,423	475,205	498,429	510,441	483,123
<u>3,906,985</u>	<u>3,715,708</u>	<u>3,872,008</u>	<u>3,117,449</u>	<u>3,586,619</u>	<u>3,504,933</u>
<u>\$43,442,445</u>	<u>\$61,463,206</u>	<u>\$43,888,945</u>	<u>\$41,118,178</u>	<u>\$44,624,420</u>	<u>\$39,386,444</u>

(continued)

City of Westlake, Ohio
Changes in Net Position (continued)
Last Ten Years
(accrual basis of accounting)

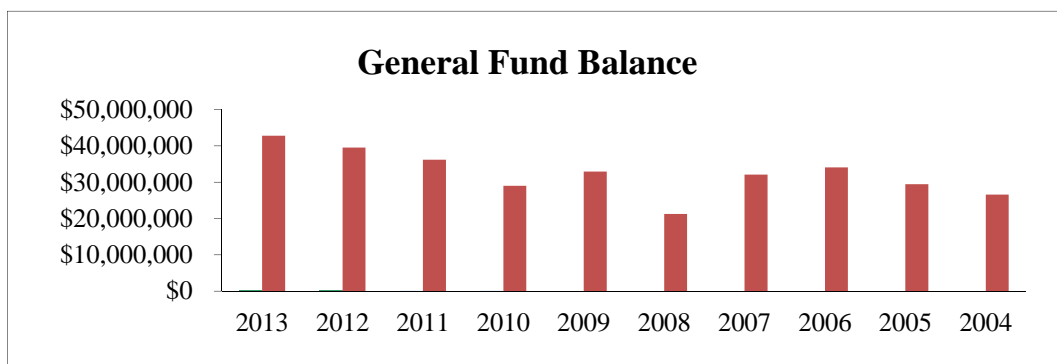
	2013	2012	2011	2010
Net (Expense)/Revenue				
Governmental Activities	(\$30,719,473)	(\$34,361,529)	(\$34,582,500)	(\$31,006,904)
Business-Type Activities	(1,682,236)	(1,793,531)	(2,079,950)	(1,891,774)
<i>Total Primary Government Net Expense</i>	<u>(32,401,709)</u>	<u>(36,155,060)</u>	<u>(36,662,450)</u>	<u>(32,898,678)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities:				
Taxes:				
Property Taxes Levied For:				
General Purposes	9,798,208	9,529,928	9,766,663	9,875,483
Other Purposes	1,832,575	1,790,295	1,831,250	1,851,654
Debt Service	0	112,330	122,084	120,758
Municipal Income Taxes Levied For:				
General Purposes	15,499,256	14,861,413	14,091,446	12,617,962
Other Purposes	260,674	255,530	259,448	53,841
Debt Service	1,993,639	1,924,449	1,857,968	835,022
Capital Outlay	5,709,996	5,401,802	4,995,362	5,506,156
Admissions Tax	186,249	184,553	187,280	178,209
Hotel Taxes	499,878	483,446	431,774	406,204
Grants and Entitlements not Restricted to Specific Programs	2,585,598	3,248,049	6,057,901	4,460,061
Franchise Taxes	492,615	573,198	523,339	479,845
Investment Earnings	290,643	428,975	615,400	264,472
Gain (Loss) on Sale of Capital Assets	43,276	50,214	5,296	57,300
Miscellaneous	676,958	360,487	1,637,665	499,937
Transfers	1,046,552	(18,624)	(6,010)	9,926
<i>Total Governmental Activities</i>	<u>40,916,117</u>	<u>39,186,045</u>	<u>42,376,866</u>	<u>37,216,830</u>
Business-Type Activities:				
Investment Earnings	29,306	6,464	32,957	46,940
Gain on Sale of Capital Assets	0	27,000	0	0
Miscellaneous	5,240	5,718	145,714	64
Transfers	(1,046,552)	18,624	6,010	(9,926)
<i>Total Business-Type Activities</i>	<u>(1,012,006)</u>	<u>57,806</u>	<u>184,681</u>	<u>37,078</u>
<i>Total Primary Government</i>	<u>39,904,111</u>	<u>39,243,851</u>	<u>42,561,547</u>	<u>37,253,908</u>
Change in Net Position				
Governmental Activities	10,196,644	4,824,516	7,794,366	6,209,926
Business-Type Activities	(2,694,242)	(1,735,725)	(1,895,269)	(1,854,696)
<i>Total Primary Government Change in Net Position</i>	<u>\$7,502,402</u>	<u>\$3,088,791</u>	<u>\$5,899,097</u>	<u>\$4,355,230</u>

2009	2008	2007	2006	2005	2004
(\$32,237,366)	(\$49,628,451)	(\$32,927,694)	(\$30,015,005)	(\$28,435,078)	(\$29,446,697)
(1,773,045)	(1,238,274)	(1,591,376)	(807,933)	(1,264,394)	(1,182,531)
(34,010,411)	(50,866,725)	(34,519,070)	(30,822,938)	(29,699,472)	(30,629,228)
10,340,850	9,389,659	9,943,421	8,505,234	9,003,584	9,010,253
1,935,405	1,853,221	1,963,131	1,809,629	1,769,604	1,700,673
100,983	857,615	1,043,024	1,082,470	1,173,742	1,236,724
12,306,589	12,462,547	13,895,909	11,550,068	11,995,713	10,255,307
0	250,588	252,860	239,682	252,404	255,214
975,491	1,002,399	2,178,908	2,396,061	2,477,782	2,760,486
5,176,375	5,110,393	4,539,069	3,298,704	3,093,288	2,311,569
188,867	197,798	211,079	173,992	0	0
374,953	457,987	492,516	405,983	0	0
4,653,290	4,282,803	3,569,675	5,127,705	3,805,291	4,380,362
450,860	438,367	0	0	0	0
2,788,286	2,877,142	4,362,251	2,958,506	2,203,618	1,503,231
5,000	0	0	0	0	117,337
702,847	687,619	322,680	365,149	256,046	1,361,340
0	(8,308)	133,438	140,594	(1,054,873)	(597,815)
39,999,796	39,859,830	42,907,961	38,053,777	34,976,199	34,294,681
59,969	927,845	77,528	320,903	329,882	331,106
0	0	0	0	0	0
8,447	9,399	8,961	10,000	11,165	19,311
0	8,308	(133,438)	(140,594)	1,054,873	597,815
68,416	945,552	(46,949)	190,309	1,395,920	948,232
40,068,212	40,805,382	42,861,012	38,244,086	36,372,119	35,242,913
7,762,430	(9,768,621)	9,980,267	8,038,772	6,541,121	4,847,984
(1,704,629)	(292,722)	(1,638,325)	(617,624)	131,526	(234,299)
\$6,057,801	(\$10,061,343)	\$8,341,942	\$7,421,148	\$6,672,647	\$4,613,685

City of Westlake, Ohio
Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2013	2012	2011	2010
General Fund				
Reserved	\$0	\$0	\$0	\$0
Unreserved:				
Designated for Capital Acquisitions	0	0	0	0
Unreserved, Undesignated	0	0	0	0
Nonspendable	1,576,133	1,388,341	1,544,312	2,472,785
Committed	153,311	78,494	0	0
Assigned	19,781,129	17,151,115	12,590,847	12,135,035
Unassigned	21,321,693	20,917,452	22,069,614	14,398,464
Total General Fund	42,832,266	39,535,402	36,204,773	29,006,284
All Other Governmental Funds				
Reserved	0	0	0	0
Unreserved:				
Undesignated, Reported in:				
Special Revenue funds	0	0	0	0
Debt Service funds	0	0	0	0
Capital Projects funds	0	0	0	0
Nonspendable	5,430,576	583,190	569,065	546,832
Restricted	25,520,283	29,028,573	29,978,659	32,201,348
Committed	2,105,124	1,706,932	1,349,585	1,125,004
Assigned	15,607	15,607	15,607	15,607
Unassigned (Deficit)	(3,090,696)	(424,244)	(1,414,992)	(1,379,716)
Total All Other Governmental Funds	29,980,894	30,910,058	30,497,924	32,509,075
Total Governmental Funds	\$72,813,160	\$70,445,460	\$66,702,697	\$61,515,359

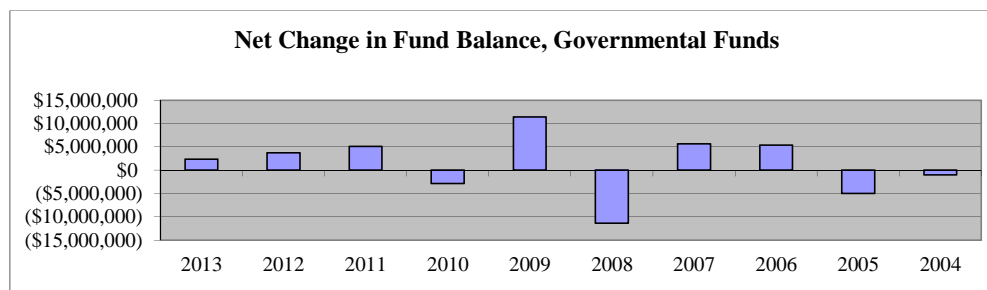
Note: The City implemented GASB 54 in 2009.



2009	2008	2007	2006	2005	2004
\$0	\$0	\$7,796,807	\$9,697,876	\$7,806,445	\$6,815,484
0	0	8,730,585	7,975,965	7,591,251	7,969,632
0	0	15,559,357	16,408,054	14,071,956	11,812,699
7,966,056	2,430,152	0	0	0	0
0	0	0	0	0	0
12,627,238	11,950,684	0	0	0	0
12,369,237	6,874,603	0	0	0	0
<u>32,962,531</u>	<u>21,255,439</u>	<u>32,086,749</u>	<u>34,081,895</u>	<u>29,469,652</u>	<u>26,597,815</u>
0	0	2,797,164	3,034,449	7,606,938	3,305,126
0	0	9,530,790	8,632,231	7,702,689	7,193,443
0	0	2,032,234	2,337,907	2,279,073	2,029,627
0	0	17,986,851	10,707,187	6,336,540	19,218,232
533,795	511,532	0	0	0	0
35,848,263	29,715,408	0	0	0	0
1,491,683	1,822,084	0	0	0	0
15,607	114,828	0	0	0	0
(3,587)	(458,806)	0	0	0	0
<u>37,885,761</u>	<u>31,705,046</u>	<u>32,347,039</u>	<u>24,711,774</u>	<u>23,925,240</u>	<u>31,746,428</u>
<u>\$70,848,292</u>	<u>\$52,960,485</u>	<u>\$64,433,788</u>	<u>\$58,793,669</u>	<u>\$53,394,892</u>	<u>\$58,344,243</u>

City of Westlake, Ohio
Changes in Fund Balances, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2013	2012	2011	2010
Revenues				
Property Taxes	\$11,197,764	\$11,409,771	\$11,669,377	\$11,871,691
Municipal Income Taxes	22,704,304	21,744,517	20,314,848	19,136,172
Admission Taxes	186,249	184,553	187,280	178,209
Hotel Taxes	499,878	483,446	431,774	406,204
Permissive Motor Vehicle Taxes	229,172	226,807	223,842	257,883
Charges for Services	4,050,691	3,350,948	3,478,751	3,454,644
Licenses, Permits and Fees	894,372	655,053	569,913	472,444
Fines and Forfeitures	293,605	332,873	361,168	359,933
Intergovernmental	6,908,585	6,104,036	9,857,916	8,702,713
Special Assessments	466,384	290,000	290,000	285,000
Interest	290,643	428,975	615,400	264,472
Rentals	225,295	231,985	229,550	164,498
Contributions and Donations	23,293	29,900	99,560	36,205
Franchise Taxes	492,615	573,198	523,339	479,845
Miscellaneous	642,417	359,643	1,621,375	499,937
<i>Total Revenues</i>	<u>49,105,267</u>	<u>46,405,705</u>	<u>50,474,093</u>	<u>46,569,850</u>
Expenditures				
Current:				
General Government	6,900,546	6,970,194	7,504,572	6,835,591
Security of Persons and Property	14,444,674	14,314,721	13,899,297	14,184,779
Public Health Services	887,612	1,060,754	1,017,728	1,078,920
Transportation	7,211,192	7,028,529	6,607,706	6,987,274
Community Environment	1,541,973	1,468,880	1,700,116	1,680,434
Basic Utility Services	900,172	817,980	704,210	763,839
Leisure Time Activities	3,432,454	3,097,749	3,042,862	3,316,452
Capital Outlay	8,701,922	5,210,403	8,585,474	10,406,778
Debt service:				
Principal Retirement	2,103,842	2,008,451	9,077,169	10,625,029
Interest and Fiscal Charges	671,181	719,472	812,377	785,863
Capital Appreciation Bonds Interest	0	0	0	140,730
Bond Issuance Costs	0	0	130,110	35,416
<i>Total Expenditures</i>	<u>46,795,568</u>	<u>42,697,133</u>	<u>53,081,621</u>	<u>56,841,105</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,309,699</u>	<u>3,708,572</u>	<u>(2,607,528)</u>	<u>(10,271,255)</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	58,001	34,191	73,427	34,382
General Obligations Notes and Bonds Issued	0	0	0	7,350,000
General Obligation Notes and Bonds Premium	0	0	0	53,940
Loan Issued	0	0	0	0
General Obligation Bonds Issued	0	0	7,350,000	0
General Obligation Bonds Premium	0	0	263,453	0
Inception of Capital Lease	0	0	12,326	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	967,265	1,742,430	1,242,799	729,550
Transfers Out	(967,265)	(1,742,430)	(1,242,799)	(729,550)
<i>Total Other Financing Sources (Uses)</i>	<u>58,001</u>	<u>34,191</u>	<u>7,699,206</u>	<u>7,438,322</u>
<i>Net Change in Fund Balances</i>	<u>\$2,367,700</u>	<u>\$3,742,763</u>	<u>\$5,091,678</u>	<u>(\$2,832,933)</u>
Debt Service as a Percentage of Noncapital Expenditures	7.5%	7.3%	21.6%	25.6%



2009	2008	2007	2006	2005	2004
\$12,216,342	\$12,325,252	\$12,665,021	\$11,396,836	\$12,155,219	\$11,879,372
18,253,703	19,119,560	20,164,744	18,293,898	17,578,476	15,470,140
188,867	197,798	211,079	173,992	0	0
374,953	457,987	492,516	405,983	0	0
224,745	242,258	0	0	0	0
3,327,200	3,987,708	3,608,149	3,480,554	2,825,684	2,483,146
540,779	584,486	761,571	929,730	924,303	1,318,527
790,128	280,141	227,919	243,059	295,531	367,721
6,651,892	6,822,869	5,876,873	8,009,743	7,562,035	6,495,291
300,000	340,000	320,000	357,592	221,910	236,764
2,761,850	2,850,216	4,330,669	2,958,506	2,188,708	1,503,231
152,158	159,180	157,564	145,020	57,668	101,387
39,373	62,864	39,963	61,882	56,852	48,095
450,860	438,367	0	0	0	0
702,847	640,351	322,680	365,149	256,046	1,396,359
46,975,697	48,509,037	49,178,748	46,821,944	44,122,432	41,300,033
7,603,847	21,996,767	5,983,975	5,910,695	5,849,475	5,734,643
13,916,347	13,994,489	12,507,272	11,991,168	11,079,604	10,848,006
934,217	932,305	832,274	782,869	734,291	705,667
6,503,112	6,694,353	6,112,980	4,742,667	4,484,762	5,274,082
1,482,743	1,399,183	1,282,164	1,373,099	1,366,438	1,559,187
741,720	771,254	753,497	707,566	603,055	673,328
3,249,516	3,275,678	3,488,479	3,022,567	2,802,362	2,722,184
8,400,702	8,267,256	8,264,879	8,567,823	22,774,913	11,202,721
1,286,743	1,463,142	3,101,326	3,297,761	3,117,762	3,142,450
648,827	705,748	1,355,219	1,186,462	1,048,657	1,348,307
134,018	387,618	0	0	0	0
22,878	178,495	0	0	317,417	138,718
44,924,670	60,066,288	43,682,065	41,582,677	54,178,736	43,349,293
2,051,027	(11,557,251)	5,496,683	5,239,267	(10,056,304)	(2,049,260)
13,902	12,201	9,998	17,635	38,985	162,092
9,300,000	9,990,000	0	0	4,620,000	6,840,000
22,878	4,776	0	0	314,530	16,067
0	0	0	0	0	603,879
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	(9,814,657)	0	0	0	(6,717,348)
889,476	1,966,471	11,961,714	3,846,676	4,217,078	10,766,761
(889,476)	(1,966,471)	(11,828,276)	(3,704,801)	(4,083,640)	(10,608,011)
9,336,780	192,320	143,436	159,510	5,106,953	1,063,440
\$11,387,807	(\$11,364,931)	\$5,640,119	\$5,398,777	(\$4,949,351)	(\$985,820)
6.1%	4.9%	12.0%	13.2%	9.5%	13.0%

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

	2013	2012	2011	2010	2009
Unvoted Millage					
Operating	\$1.50000	\$1.50000	\$1.40000	\$1.40000	\$1.40000
Debt	0.00000	0.00000	0.10000	0.10000	0.10000
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 Unvoted Millage</i>	<u>2.10000</u>	<u>2.10000</u>	<u>2.10000</u>	<u>2.10000</u>	<u>2.10000</u>
Voted Millage by Levy					
1976 Charter/Current Expense	6.52000	6.52000	6.60000	6.60000	6.60000
1982 Bond (\$3,200,000)	0.00000	0.00000	0.00000	0.00000	0.00000
1988 Bond (\$6,000,000)	0.00000	0.00000	0.00000	0.00000	0.00000
2001 Charter Police and Fire Operating	0.90000	0.90000	0.90000	0.90000	0.90000
<i>Total Voted Millage by Type of Property</i>	<u>7.42000</u>	<u>7.42000</u>	<u>7.50000</u>	<u>7.50000</u>	<u>7.50000</u>
<i>Total Millage</i>	<u><u>\$9.52000</u></u>	<u><u>\$9.52000</u></u>	<u><u>\$9.60000</u></u>	<u><u>\$9.60000</u></u>	<u><u>\$9.60000</u></u>
Overlapping Rates by Taxing District					
<i>Westlake City School District</i>					
General Business and Public Utility Personal	\$70.10000	\$70.10000	\$70.10000	\$70.10000	\$66.50000
Residential/Agricultural Real	37.31100	37.25843	36.76906	36.66812	31.74549
Commercial/Industrial and Public Utility Real	40.68110	39.15236	39.11334	38.60543	35.26262
<i>Westlake Porter Library</i>					
Operating - continuing					
General Business and Public Utility Personal	2.80000	2.80000	2.80000	2.80000	2.80000
Residential/Agricultural Real	2.80000	2.80000	2.80000	2.79970	2.80000
Commercial/Industrial and Public Utility Real	2.80000	2.80000	2.80000	2.77368	2.80000
<i>Cuyahoga County</i>					
General Business and Public Utility Personal	14.05000	13.22000	13.22000	13.32000	13.32000
Residential/Agricultural Real	14.05000	13.22000	13.11822	13.18662	12.66073
Commercial/Industrial and Public Utility Real	13.94950	12.99676	12.78454	12.84125	12.81530
<i>Special Taxing Districts (1)</i>					
General Business and Public Utility Personal	5.98000	5.08000	5.08000	5.08000	4.78000
Residential/Agricultural Real	5.96390	5.06349	5.00415	4.98989	4.15975
Commercial/Industrial and Public Utility Real	5.88430	4.96214	4.86484	4.84497	4.39124

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.

Real property tax rates for voted levies are reduced so that inflationary increases in values do not generate additional revenue.

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

(1) Cleveland Metro Parks, Port Authority, Cuyahoga Community College

Source: Cuyahoga County Fiscal Officer

Note: Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

2008	2007	2006	2005	2004
\$1.00000	\$1.00000	\$1.00000	\$1.60000	\$1.50000
0.50000	0.50000	0.50000	0.50000	0.60000
0.30000	0.30000	0.30000	0.30000	0.30000
0.30000	0.30000	0.30000	0.30000	0.30000
2.10000	2.10000	2.10000	2.70000	2.70000
6.60000	6.60000	6.60000	6.00000	6.00000
0.00000	0.00000	0.00000	0.00000	0.00000
0.20000	0.30000	0.40000	0.50000	0.50000
0.90000	0.90000	0.90000	0.90000	0.90000
7.70000	7.80000	7.90000	7.40000	7.40000
\$9.80000	\$9.90000	\$10.00000	\$10.10000	\$10.10000

\$66.50000	\$66.50000	\$60.80000	\$60.70000	\$61.00000
31.72675	31.72802	27.95490	27.86250	28.14620
35.20358	34.98604	31.29490	30.80390	31.52690

2.50000	2.50000	2.50000	2.50000	2.50000
2.12764	2.12775	2.29980	2.30070	2.29880
2.23154	2.21376	2.37790	2.33610	2.38140

13.42000	13.42000	13.52000	13.52000	13.52000
11.86887	11.86549	11.72270	10.97540	10.98990
12.45356	12.49410	12.57620	11.98460	12.04330

4.78000	4.78000	4.78000	4.78000	4.48000
4.15898	4.15762	4.29650	4.29490	3.61900
4.37987	4.39621	4.55520	4.51750	4.00960

City of Westlake, Ohio
Assessed Valuation and Estimated True Values of Taxable Property
Last Ten Years

Collection Year	Real Property Assessed Values			Estimated Actual Value	Tangible Personal Property	
	Residential/ Agricultural	Commercial Industrial	Public Utility		Public Utility	
					Assessed Values	Estimated Actual Value
2013	\$954,156,290	\$376,280,950	\$0	\$3,801,249,257	\$24,094,940	\$27,380,614
2012	967,001,100	378,135,350	0	3,843,247,000	19,742,750	22,434,943
2011	968,121,950	383,265,660	0	3,861,107,457	18,395,760	20,904,273
2010	964,775,720	381,758,880	0	3,847,241,714	17,904,860	20,346,432
2009	1,013,775,970	368,240,130	0	3,948,617,429	16,859,840	19,158,909
2008	1,006,382,880	364,490,790	0	3,916,781,914	15,913,580	18,083,614
2007	991,271,440	375,405,920	0	3,904,792,457	20,385,360	23,165,182
2006	902,278,520	328,319,530	21,120	3,516,054,771	20,367,010	23,144,330
2005	886,479,740	323,008,610	21,120	3,455,741,343	22,225,550	25,256,307
2004	872,094,890	309,650,930	21,100	3,376,476,914	22,652,240	25,741,182

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax is 2010). During 2013, the City did not include an assessed value for general business tangible personal property.

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

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

Tangible Personal Property

General Business		Total			Direct Tax Rate
Assessed Values	Estimated Actual Value	Assessed Values	Estimated Actual Value	Ratio	
\$0	\$0	\$1,354,532,180	\$3,828,629,871	35.38 %	\$9.52
0	0	1,364,879,200	3,865,681,943	35.31	9.52
0	0	1,369,783,370	3,882,011,730	35.29	9.60
0	0	1,364,439,460	3,867,588,146	35.28	9.60
12,193,793	195,100,688	1,411,069,733	4,162,877,026	33.90	9.60
21,832,430	349,318,880	1,408,619,680	4,284,184,408	32.88	9.80
57,142,606	457,140,848	1,444,205,326	4,385,098,487	32.93	9.90
58,827,680	313,747,627	1,309,813,860	3,852,946,728	34.00	10.00
64,928,167	346,283,557	1,296,663,187	3,827,281,207	33.88	10.10
67,303,512	292,623,965	1,271,722,672	3,694,842,061	34.42	10.10

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

<u>Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections To Tax Levy</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections (1)</u>	<u>Percent of Total Tax Collections To Tax Levy</u>
2013	\$13,042,841	\$12,144,049	93.11 %	\$311,148	\$12,455,197	95.49 %
2012	13,263,978	12,477,531	94.07	368,459	12,845,990	96.85
2011	13,201,854	12,628,894	95.66	333,829	12,962,723	98.19
2010	13,117,717	12,686,109	96.71	367,689	13,053,798	99.51
2009	13,464,587	12,989,111	96.47	259,512	13,248,623	98.40
2008	13,598,676	13,035,174	95.86	402,478	13,437,652	98.82
2007	13,661,441	13,187,116	96.53	254,017	13,441,133	98.39
2006	12,722,123	12,555,099	98.69	397,741	12,952,840	101.81
2005	13,949,573	14,317,638	102.64	822,863	15,140,501	108.54
2004	13,961,856	12,644,208	90.56	458,047	13,102,255	93.84

Source: Cuyahoga County Fiscal Officer

Note: The County's current computer system does not track delinquent tax collections by tax year in total. This presentation will be updated as new information becomes available.

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

City of Westlake, Ohio

Principal Taxpayers

2013 and 2004

Taxpayer	2013	
	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Toledo-Lucas County Port Authority (Crocker Park)	\$42,010,220	3.10%
St John Medical Center	19,326,890	1.43
Cleveland Electric Illuminating Company	17,833,930	1.32
Promenade Delaware LLC	12,181,550	0.90
Crocker Park LLC	11,015,610	0.81
Energizer Battery Manufacturing, Incorporated	7,101,510	0.52
Sturbridge Square Apartments	6,531,850	0.48
Remington Apartments NF LLC	6,499,330	0.48
ARC Westlake Village, Inc	6,068,230	0.45
BCM Westlake, LLC	5,659,650	0.41
Total	\$134,228,770	9.91%
Total Assessed Valuation	\$1,354,532,180	
Taxpayer	2004	
	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Cleveland Electric Illuminating Company	\$11,843,430	0.93%
King James Properties and Affiliates	10,314,050	0.81
Westlake Center Associates	9,030,950	0.71
University Hospital Health Systems	8,898,340	0.70
Eveready Battery Company	7,381,190	0.58
Remington - CP & F, Incorporated	5,901,670	0.46
Ohio Bell Telephone Company	5,713,280	0.45
Crossings Village Westlake LLC	5,687,190	0.45
Sturbridge Square Apartments	5,507,220	0.43
WXZ Arbors, LLC	5,361,760	0.42
Total	\$75,639,080	5.94%
Total Assessed Valuation	\$1,271,722,672	

Source: Cuyahoga County Fiscal Officer

City of Westlake, Ohio
Income Tax Revenue Base and Collections
Last Ten Years

Year	Tax Rate	Total Tax Collected (1)	Taxes From Withholding	Percentage of Taxes From Withholding	Taxes From Net Profits	Percentage of Taxes From Net Profits	Taxes From Individuals	Percentage of Taxes From Individuals
2013	1.50 %	\$23,463,565	\$16,832,396	72 %	\$2,917,615	12 %	\$2,815,628	12 %
2012	1.50	22,443,194	16,832,396	75	2,917,615	13	2,693,183	12
2011	1.50	21,204,224	16,327,252	77	2,332,465	11	2,544,507	12
2010	1.50	19,012,981	14,639,995	77	2,091,428	11	2,281,558	12
2009	1.50	18,458,455	14,397,595	78	1,661,261	9	2,399,599	13
2008	1.50	18,825,927	14,684,223	78	1,506,074	8	2,635,630	14
2007	1.50	20,866,746	16,719,401	80	1,693,789	8	2,453,556	12
2006	1.50	17,484,515	13,400,903	77	1,818,991	10	2,264,621	13
2005	1.50	17,819,187	12,981,410	73	1,316,119	7	2,213,605	12
2004	1.50	15,582,576	12,012,167	77	1,108,912	7	1,971,426	13

Sources: Regional Income Tax Agency data - certain amounts may be estimates. Number of filers does not equal total taxpayers due to taxpayers paying City taxes through employer withholding only, without filing requirement.

(1) Based on Accrual Basis

City of Westlake, Ohio
Income Tax Statistics
Current Year and Nine Years Ago

2012 (1)				
Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
0-24,999	3,570	29.70 %	\$34,465,610	2.66 %
25,000-49,999	2,174	18.09	81,407,181	6.27
50,000-74,999	1,686	14.03	104,341,324	8.04
75,000-99,999	1,102	9.17	95,464,426	7.36
Over 100,000	3,487	29.01	982,019,421	75.67
Total	<u>12,019</u>		<u>\$1,297,697,962</u>	

2003				
Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
0-19,999	3,229	27.52 %	\$24,979,968	6.32 %
20,000-49,999	2,949	25.13	102,360,059	25.89
50,000-74,999	1,791	15.26	110,800,569	28.03
75,000-99,999	1,192	10.16	103,754,628	26.25
Over 100,000	2,572	21.92	53,433,249	13.51
Total	<u>11,733</u>		<u>\$395,328,473</u>	

Sources: Regional Income Tax data - certain amounts may be estimates

(1) As of December 31, 2013, 2013 information has not been compiled.

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

Governmental Activities						
Year	General Obligation Bonds	Special Assessment Bonds	Bond Anticipation Notes	OPWC Loans	Capital Lease	Total Debt
2013	\$13,107,009	\$3,823,935	\$0	\$443,428	\$5,147	\$17,379,519
2012	14,866,286	4,142,704	0	504,189	8,228	19,521,407
2011	16,544,639	4,446,110	0	564,950	10,918	21,566,617
2010	10,001,023	4,744,001	7,376,970	625,711	0	22,747,705
2009	11,090,129	5,040,303	9,301,906	686,472	0	26,118,810
2008	12,113,417	5,350,923	0	747,233	0	18,211,573
2007	13,272,455	5,699,350	0	807,993	0	19,779,798
2006	16,737,726	6,017,943	0	868,754	0	23,624,423
2005	19,564,505	6,309,179	0	929,515	0	26,803,199
2004	19,808,197	1,584,090	4,367,000	990,277	0	26,749,564

(1) Computation of percentage of personal income divided by total debt over total personal income.
See page S28 for total personal income data.

(2) Computation of per capita divided by total debt over population.
See page S28 for population data.

<u>Percentage of Personal Income (1)</u>	<u>Per Capita (2)</u>
1.21%	\$531
1.41	596
1.61	659
1.88	695
2.21	817
1.54	570
1.67	619
1.99	739
2.26	838
2.26	837

City of Westlake, Ohio
*Ratio of General Obligation Bonded Debt to Estimated Actual
Value and Bonded Debt Per Capita
Last Ten Years*

Year	Population (1)	Estimated Actual Value of Taxable Property (2)	Gross Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value of Taxable Property	Bonded Debt Per Capita
2013	32,729	\$3,828,629,871	\$13,107,009	0.34%	\$400
2012	32,729	3,865,681,943	14,866,286	0.38	454
2011	32,729	3,882,011,730	16,544,639	0.43	506
2010	32,729	3,867,588,146	10,001,023	0.26	306
2009	31,972	4,162,877,026	11,090,129	0.27	347
2008	31,972	4,284,184,408	12,113,417	0.28	379
2007	31,972	4,385,098,487	13,272,455	0.30	415
2006	31,972	3,852,946,728	16,737,726	0.43	524
2005	31,972	3,827,281,207	19,564,505	0.51	612
2004	31,972	3,694,842,061	19,808,197	0.54	620

Source:

- (1) See S28 for population data.
- (2) See S14-15 for taxable property value data.

Note:

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

City of Westlake, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2013

Jurisdiction	Total Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City of Westlake
Direct Debt			
City of Westlake			
General Obligation Bonds	\$13,107,009	100.00%	\$13,107,009
Special Assessment Bonds	3,823,935	100.00	3,823,935
Capital Lease	5,147	100.00	5,147
OPWC Loans	443,428	100.00	443,428
Total Direct Debt	17,379,519		17,379,519
Overlapping Debt:			
Payable from Property Taxes			
Cuyahoga County General Obligation Bonds	338,757,118	5.34	18,089,630
Westlake City School District Bonds	95,772,102	100.00	95,772,102
Payable from Other Sources:			
Cuyahoga County Revenue Bonds	427,434,477	5.34	22,825,001
Cuyahoga County Capital Leases	372,101,958	5.34	19,870,245
Cuyahoga County Loans	19,022,956	5.34	1,015,826
Cuyahoga County Notes	5,100,000	5.34	272,340
Regional Transit Authority Bonds	148,938,217	5.34	7,953,301
Regional Transit Authority Capital Lease	16,149,572	5.34	862,387
Westlake City School District Capital Leases	74,907	100.00	74,907
Total Overlapping Debt	1,423,351,307		166,735,739
Total	\$1,440,730,826		\$184,115,258

Source: Cuyahoga County, Ohio; County Fiscal Officer

(1) Percentages were determined by dividing each overlapping government located within the boundaries of the City by the total assessed valuation of the government. The valuations used were for the 2012 collection year.

City of Westlake, Ohio

Legal Debt Margin

Last Ten Years

	2013	2012	2011	2010
General Bonded Debt Outstanding:				
General Obligation Bonds	\$12,900,000	\$14,635,000	\$16,290,000	\$10,315,000
Special Assessment Bonds	3,605,000	3,910,000	4,200,000	4,490,000
Bond Anticipation Notes	0	0	0	9,300,000
OPWC Loans	443,428	504,189	564,950	625,711
Total	<u>16,948,428</u>	<u>19,049,189</u>	<u>21,054,950</u>	<u>24,730,711</u>
Assessed Property Value	<u>1,354,532,180</u>	<u>1,364,879,200</u>	<u>1,369,783,370</u>	<u>1,364,439,460</u>
Less:				
Special Assessment Bonds	(3,605,000)	(3,910,000)	(4,200,000)	(4,490,000)
General Obligation Bond Retirement Fund Balance	(297,891)	(553,220)	(723,548)	(854,116)
Issue 11 Bond Retirement Fund Balance	<u>(147,964)</u>	<u>(151,190)</u>	<u>(148,505)</u>	<u>(35,000)</u>
Total Net Debt Applicable to Debt Limit	<u>12,897,573</u>	<u>14,434,779</u>	<u>15,982,897</u>	<u>19,351,595</u>
Overall Legal Debt Limit				
10 1/2% of Assessed Valuation	<u>142,225,879</u>	<u>143,312,316</u>	<u>143,827,254</u>	<u>143,266,143</u>
Legal Debt Margin Within 10 1/2% Limitations	<u>\$129,328,306</u>	<u>\$128,877,537</u>	<u>\$127,844,357</u>	<u>\$123,914,548</u>
Legal Debt Margin as a Percentage of the Debt Limit	90.93%	89.93%	88.89%	86.49%
Unvoted Debt Limitation				
5 1/2% of Assessed Valuation	<u>\$74,499,270</u>	<u>\$75,068,356</u>	<u>\$75,338,085</u>	<u>\$75,044,170</u>
Net Unvoted Indebtedness Authorized by Council	4,342,540	11,715,000	11,715,000	5,815,000
Less:				
Special Assessment Bonds	(3,605,000)	(3,910,000)	(4,200,000)	(4,490,000)
General Obligation Bond Retirement Fund Balance	(297,891)	(553,220)	(723,548)	(854,116)
Issue 11 Bond Retirement Fund Balance	<u>(147,964)</u>	<u>(151,190)</u>	<u>(148,505)</u>	<u>(35,000)</u>
Net Debt Within 5 1/2% Limitations	<u>291,685</u>	<u>7,100,590</u>	<u>6,642,947</u>	<u>435,884</u>
Unvoted Legal Debt Margin Within 5 1/2% Limitations	<u>\$74,207,585</u>	<u>\$67,967,766</u>	<u>\$68,695,138</u>	<u>\$74,608,286</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	99.61%	90.54%	91.18%	99.42%

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

2009	2008	2007	2006	2005	2004
\$11,294,268	\$12,220,250	\$12,425,000	\$14,965,000	\$17,925,000	\$19,808,197
4,775,000	5,075,000	5,415,000	5,735,000	6,012,000	1,584,090
9,300,000	0	0	0	0	4,367,000
686,472	747,233	807,993	868,754	929,515	990,277
26,055,740	18,042,483	18,647,993	21,568,754	24,866,515	26,749,564
1,411,069,733	1,408,619,680	1,444,205,326	1,309,813,860	1,296,663,187	1,271,722,672
(4,775,000)	(5,075,000)	(5,415,000)	(5,735,000)	(6,012,000)	(1,584,090)
(1,352,542)	(1,710,602)	(1,628,522)	(1,647,158)	(1,619,632)	(1,434,979)
(35,000)	(35,000)	(35,000)	(333,073)	(320,851)	(264,921)
19,893,198	11,221,881	11,569,471	13,853,523	16,914,032	23,465,574
148,162,322	147,905,066	151,641,559	137,530,455	136,149,635	133,530,881
\$128,269,124	\$136,683,185	\$140,072,088	\$123,676,932	\$119,235,603	\$110,065,307
86.57%	92.41%	92.37%	89.93%	87.58%	82.43%
\$77,608,835	\$77,474,082	\$79,431,293	\$72,039,762	\$71,316,475	\$69,944,747
6,550,250	7,983,151	9,043,912	10,041,673	13,461,515	15,049,564
(4,775,000)	(5,075,000)	(5,415,000)	(5,735,000)	(6,012,000)	(1,584,090)
(1,352,542)	(1,710,602)	(1,628,522)	(1,647,158)	(1,619,632)	(1,434,979)
(35,000)	(35,000)	(35,000)	(333,073)	(320,851)	(264,921)
387,708	1,162,549	1,965,390	2,326,442	5,509,032	11,765,574
\$77,221,127	\$76,311,533	\$77,465,903	\$69,713,320	\$65,807,443	\$58,179,173
99.50%	98.50%	97.53%	96.77%	92.28%	83.18%

City of Westlake, Ohio

Principal Employers

2013 and 2004

2013		
Employer	Employees	Percentage of Total City Employment
St. John Medical Center	1,296	5.11 %
Hyland Software	1,260	4.97
Westlake City Schools	492	1.94
City of Westlake	441	1.74
Travel Centers of America	389	1.53
Lutheran Home @ Concord Reserve	381	1.50
Equity Trust	381	1.50
Energizer	305	1.20
Lake Erie Electric	274	1.08
Rae Ann Skilled Nursing & Rehabilitation	260	1.02
Total	5,479	21.59 %
Total City Employment	25,374	

2004		
Employer	Employees	Percentage of Total City Employment
St. John Medical Center	1,232	4.94 %
Eveready Battery	530	2.13
Westlake City Schools	506	2.03
Bonne Bell	498	2.00
City of Westlake	417	1.67
USG Interiors, Incorporated	310	1.25
Travel Centers of America	300	1.21
Lutheran Home	290	1.16
Hyland Software	267	1.07
Antares Management Solutions	250	1.00
Total	4,600	18.48 %
Total City Employment	24,896	

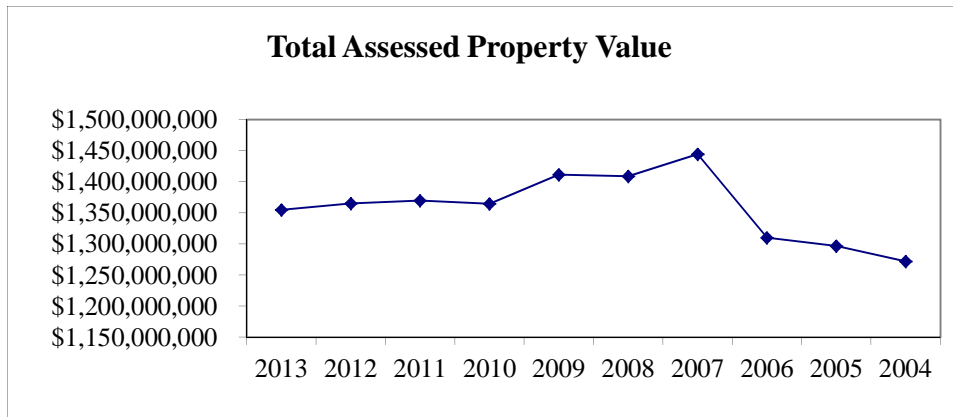
Source: City of Westlake, Ohio, Department of Planning of Economic Development - amounts are estimates. Total City employment based upon estimate from the Regional Regional Income Tax Authority 2013 withholding information.

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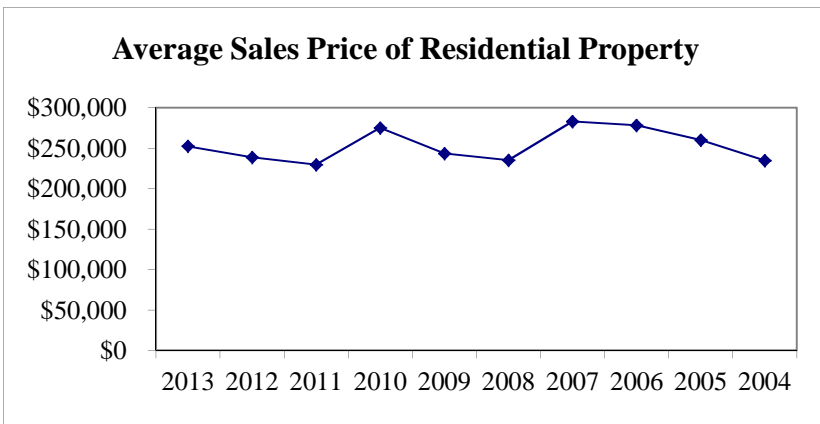
City of Westlake, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	Population (1a)	Total Personal Income	Per Capita Personal Income (6) (1a)	Median Household Income (1a)	Median Age (1a)	Educational Attainment: Bachelor's Degree or higher (1a)
2013	32,729	\$1,435,723,043	\$43,867	\$74,008	45.0	51.2 %
2012	32,729	1,387,447,768	42,392	71,974	45.0	50.1
2011	32,729	1,336,259,612	40,828	68,282	45.0	56.2
2010	32,729	1,212,413,076	37,044	65,106	46.0	45.2
2009	31,972	1,184,370,768	37,044	65,106	42.0	45.2
2008	31,972	1,184,370,768	37,044	65,106	42.0	45.2
2007	31,972	1,184,370,768	37,044	65,106	42.0	45.2
2006	31,972	1,184,370,768	37,044	65,106	42.0	45.2
2005	31,972	1,184,370,768	37,044	65,106	42.0	45.2
2004	31,972	1,184,370,768	37,044	65,106	42.0	45.2

- (1) Source: U. S. Census, Census of population
 - (a) 2010 - 2013: 2010 Federal Census
 - (a) 2004 - 2009: 2000 Federal Census
- (2) Source: Westlake Board of Education
- (3) Source: City of Westlake Official Statement
 - (b) March 9, 2004
- (4) Source: Ohio Dept. of Jobs and Family Services Civilian Labor Force Estimate
 - (c) Ohio Labor Market Information
- (5) Source: Cuyahoga County Fiscal Officer
- (6) Computation of per capita personal income divided by population



School Enrollment (2)	City's Unemployment Rate (3) (4)	Average Sales Price of Residential Property (4)	Total Assessed Property Value (5)
3,929	5.7 % c	\$252,411	\$1,354,532,180
3,984	4.8 c	238,598	1,364,879,200
4,043	5.5 c	229,714	1,369,783,370
4,051	6.3 c	275,057	1,364,439,460
4,019	7.2 c	243,455	1,411,069,733
4,019	5.5 c	235,186	1,408,619,680
4,079	4.5 c	282,950	1,444,205,326
4,110	4.1 c	278,319	1,309,813,860
4,020	3.8 c	260,137	1,296,663,187
3,921	4.0 c	234,884	1,271,722,672



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

<u>Function/program</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
General Government:					
Council	4.5	4.5	4.5	4.5	4.5
Mayor	2.0	2.0	2.0	1.0	2.0
Finance	6.0	5.8	5.8	5.8	6.0
Information Technology	2.5	2.5	3.0	2.0	2.0
Law	5.0	6.5	6.5	6.5	6.5
Purchasing/Adm. Services	1.5	3.5	3.5	4.0	3.0
Communication	1.0	1.0	1.0	2.0	2.0
Human Resources	1.0	0.0	0.0	0.0	0.0
Planning	4.0	4.5	5.0	4.5	5.5
Safety Town	2.0	2.0	1.5	1.5	1.5
Central Dispatch	12.5	13.0	11.5	12.5	12.5
Police/Fire Operating Levy	14.0	16.0	18.0	20.0	20.0
Engineering	12.0	12.5	12.5	13.0	11.5
Inspection	10.0	10.0	9.5	9.5	9.5
Security of Persons and Property:					
Police	84.5	79.0	76.0	80.5	85.0
Fire	39.5	40.0	35.0	37.5	38.0
Recreation:					
Administration	3.0	3.0	4.5	5.0	4.5
Swimming Pool	43.5	44.5	46.0	44.0	46.5
Recreation Center	92.5	94.0	100.0	70.0	67.0
Golf Course	14.5	10.5	14.0	10.5	12.0
Senior/Community Services	14.0	15.5	15.5	14.5	14.0
Service:					
Administration	2.0	2.0	2.0	2.0	2.0
Building Maintenance	1.5	1.5	1.5	1.5	1.0
City Services	49.0	47.0	41.5	40.0	37.5
Sanitary/Storm Drainage	7.0	6.8	8.8	8.8	9.0
Rubbish/Recycling	0.0	0.0	0.0	0.0	0.0
Parks	2.0	4.0	4.5	4.5	5.0
Forester	4.0	5.0	4.0	4.0	5.0
Street Maintenance	3.0	2.0	3.0	4.0	4.0
Cemetery	1.0	1.0	1.0	1.0	2.0
Miscellaneous	1.5	1.0	1.0	1.0	1.0
Totals:	<u>440.5</u>	<u>440.6</u>	<u>442.6</u>	<u>415.6</u>	<u>420.0</u>

Source: City of Westlake, Ohio 2004-2013 Annual Budgets

Method: Using 1.0 for each full-time employee, and 0.50 for each part-time and seasonal employee.

Count taken at December 31.

2008	2007	2006	2005	2004
4.5	5.0	5.0	5.0	5.0
2.0	2.0	2.0	2.0	2.0
6.5	6.5	8.0	7.0	7.0
3.0	2.5	0.0	0.0	0.0
6.5	6.5	6.5	7.0	7.0
3.0	3.0	3.5	3.0	3.5
2.0	1.0	0.0	0.0	0.0
1.0	0.0	0.0	0.0	0.0
6.0	4.5	4.5	4.5	4.5
1.5	1.5	1.5	1.5	1.5
12.5	12.5	12.5	14.0	0.0
20.0	20.0	28.0	16.0	16.0
12.5	12.5	11.5	12.5	12.5
9.5	9.5	10.5	11.5	11.5
87.0	85.5	75.5	87.0	82.0
40.0	39.0	36.0	40.5	40.0
4.5	4.0	4.0	5.0	4.0
50.0	51.5	51.5	44.5	58.0
62.5	62.5	65.0	64.0	56.0
12.0	13.0	12.5	16.5	15.5
13.5	11.5	11.5	12.0	11.5
2.0	2.5	2.5	2.5	2.5
1.0	1.0	1.0	1.0	1.0
40.5	36.5	34.5	37.5	36.5
8.0	7.0	7.5	6.5	7.5
0.0	0.0	0.0	0.0	0.0
6.0	6.0	6.0	6.5	7.0
5.0	5.0	5.0	5.0	5.0
5.5	7.5	7.5	6.0	7.0
2.5	2.5	2.5	1.0	1.5
1.0	3.0	2.5	4.0	3.5
<u>431.5</u>	<u>425.0</u>	<u>418.5</u>	<u>423.5</u>	<u>409.0</u>

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

Function/program	2013	2012	2011	2010
General Government				
Construction Permits Issued (2)	1,433	1,471	1,247	1,247
Estimated Value of Construction (2)	\$95,473,407	\$144,334,087	\$61,334,146	\$29,719,620
Economic Development Projects approved (square feet) (3)	63,718	937,338	451,454	20,096
Number of Planning Commission docket items (3)	93	96	87	82
Sewer Bills mailed (1)	37,287	36,811	36,196	35,752
Purchase Orders Issued (4)	2,659	2,618	2,776	2,777
Number of new litigations filed (5)	4	5	5	8
Number of pending litigations (5)	10	9	9	16
Police (6)				
Total Arrests	4,827	5,806	5,906	6,424
Part 1 Offenses (major offenses such as murder and theft)	509	507	594	598
DUI Arrests	176	246	185	215
Prisoners	53	1,273	1,203	1,294
Motor Vehicle Accidents	729	755	733	750
Calls for Service	31,331	33,606	34,268	33,914
Fire (7)				
Emergency responses	4,301	4,267	4,364	4,318
Fire Safety Inspections/Re-Inspections	317	576	916	1,066
Fire Protection Systems Inspected	818	926	928	805
Building/Fire Protection Plan Review	279	272	289	240
Number of Community Programs	74	78	64	41
Public Service (8)				
Road Maintenance (man hours)*	5,399	2,813	3,324	3,416
Asphalt (hot/cold) used in road maintenance (tons)	234	280	660	396
Concrete used in road maintenance (yards)	262	349	301	280
Number of Trees Removed	258	417	262	274
Number of Trees Planted	229	186	224	162
Truckloads of leaves picked-up	1,457	1,387	1,200	1,450
Cubic Yards of leaf humus delivered/sold	6,908	8,213	7,744	5,443
Cubic Yards of wood chips delivered/sold	3,277	3,576	3,554	2,827
Tons of snow melting salt purchased	4,822	4,713	4,877	6,342
Cemetery Internments	52	32	44	35
Grave purchases/Internment payments	\$58,925	\$34,425	\$52,050	\$28,110
Recreation (9)				
Recreation Center attendance**	595,200	587,182	524,081	504,222
No. of Peterson Pool Memberships	568	591	611	548
Learn to Swim enrollment (Peterson Pool only)	893	901	826	784
Average daily golf revenue (June, July, & August)	\$1,861	\$2,047	\$2,031	\$2,363
Senior/Community Services (10)				
Number of Activities/Programs	194	143	122	122
Activity Trips	45	39	49	51
Number of Volunteers	141	387	108	175
Newsletters	7,304	7,579	9,600	10,400
Transports	4,867	5,211	6,419	6,434
Miles Transported	47,163	49,834	54,612	50,162
Donations, Center/Assistance/Prescriptions	\$29,489	\$33,966	\$29,125	\$27,385

Sources: (1) City of Westlake Finance Department
(2) City of Westlake Building Department
(3) City of Westlake Department of Planning and Economic Development
(4) City of Westlake Purchasing Department
(5) City of Westlake Law Department

(6) City of Westlake Police Department
(7) City of Westlake Fire Department
(8) City of Westlake Department of Public Service
(9) City of Westlake Recreation Department
(10) City of Westlake Department of Senior and Community Services

*Amounts are estimated

**Attendance based upon calendar year

n/a: Information not available

2009	2008	2007	2006	2005	2004
1,172	1,262	1,452	1,369	1,449	1,481
\$37,905,420	\$51,180,020	\$70,874,423	\$105,706,757	\$91,821,553	\$153,837,378
160,308	108,103	118,321	347,398	413,432	538,835
82	117	113	127	115	140
35,477	38,687	43,236	42,880	44,100	43,508
2,879	3,391	3,327	4,129	3,903	3,960
8	7	4	0	11	4
11	11	2	9	7	15
6,227	6,253	6,163	5,580	6,206	6,219
585	486	614	605	679	592
232	246	301	231	353	266
1,471	1,259	1,296	1,220	1,363	1,340
687	761	810	741	815	810
34,626	33,040	32,042	30,706	32,233	33,342
4,134	4,320	4,250	4,155	4,258	3,987
2,351	1,627	1,304	1,485	994	291
638	521	963	891	534	330
278	412	375	466	500	457
45	84	79	100	100	80
3,429	8,947	9,679	9,296	8,432	10,760
313	770	380	413	1,341	755
330	344	386	564	486	866
360	305	209	260	262	193
217	245	273	151	170	260
1,538	1,229	1,303	1,664	1,643	1,621
6,622	7,180	8,472	7,188	7,546	5,817
4,432	4,404	4,152	3,725	4,400	6,605
4,262	6,842	7,665	2,418	9,377	7,972
49	46	55	46	41	54
\$46,440	\$51,330	\$56,505	\$38,885	\$33,445	\$42,365
512,754	517,171	378,003	402,253	395,495	386,937
537	828	831	275	346	873
832	943	1,061	1,001	1,112	1,015
\$2,689	\$2,968	\$3,108	\$3,100	\$3,429	\$3,209
138	102	96	80	77	68
36	47	47	59	66	52
200	145	177	174	152	134
9,600	10,400	9,600	13,000	n/a	13,995
6,431	6,194	7,884	8,573	8,386	8,807
46,648	54,319	58,860	60,972	62,892	53,979
\$27,172	\$51,298	\$33,282	\$54,984	\$50,083	\$39,431

City of Westlake, Ohio
Capital Asset Statistics by Function/Program
Last Ten Years

Function/program	2013	2012	2011	2010
General Government				
Square Footage Occupied (1)	40,000	40,000	40,000	40,000
Engineering Vehicles (2)	13	11	10	12
Inspection Vehicles (2)	7	8	8	8
Other Departmental Vehicles (2)	7	7	7	7
Police				
Stations	1	1	1	1
Square Footage of Building (3)	25,000	25,000	25,000	25,000
Vehicles (2)	44	47	47	39
Fire				
Stations	2	2	2	2
Vehicles (2)	18	18	18	18
Other public works				
Streets (miles)	137	136	136	136
Number of Streetlights (per light bill)	3,313	3,298	3,297	3,297
Public Service Vehicles (5)	67	72	67	70
Recreation				
Number of Parks	5	5	5	5
Recreation Centers	1	1	1	1
Recreation Center Square Footage	102,000	102,000	102,000	102,000
Vehicles (2)	9	7	7	7
Senior/Community Services				
Vehicles (4)	6	7	6	6
Wastewater				
Sanitary sewers (miles)	123	122	122	122

Sources:

- (1) City of Westlake Department of Engineering
 - (2) City of Westlake Finance Department
 - (3) City of Westlake Police Department
 - (4) City of Westlake Department of Senior and Community Services
 - (5) City of Westlake Department of Public Service
- n/a: Information not available

2009	2008	2007	2006	2005	2004
40,000	40,000	40,000	40,000	40,000	40,000
12	12	14	10	9	9
8	8	8	8	9	9
4	4	4	4	4	4
1	1	1	1	1	1
25,000	25,000	25,000	25,000	25,000	25,000
41	43	39	39	35	35
2	2	2	2	2	2
18	19	18	18	18	20
136	136	136	136	135	135
15,074	15,068	15,057	14,918	14,888	14,622
65	65	64	60	57	57
5	5	5	5	5	5
1	1	1	1	1	1
102,000	102,000	102,000	102,000	84,000	84,000
7	6	7	7	7	7
6	6	6	6	6	5
122	122	122	122	121	121

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City of Westlake, Ohio

**Single Audit Reports
For the Year Ended December 31, 2013**

City of Westlake, Ohio

For the Year Ended December 31, 2013

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**Independent Auditor's Report on Internal Control over Financial Reporting and on
Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with *Government Auditing Standards***

Members of the City Council
City of Westlake, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Westlake, Ohio (the "City"), as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 25, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

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

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Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Ciuni & Panichi, Inc.

Cleveland, Ohio
June 25, 2014

Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control over Compliance; and Report on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

Members of the City Council
City of Westlake, Ohio

Report on Compliance for Each Major Federal Program

We have audited the City of Westlake, Ohio's (the "City") compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2013. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2013.

Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over compliance.

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

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

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

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, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated, June 25, 2014, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the

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auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

Cini & Parichi, Inc.

Cleveland, Ohio
June 25, 2014

City of Westlake, Ohio

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2013

<u>Federal Grantor/Pass-Through Grantor Program Title</u>	<u>Grant or Pass-Through Number</u>	<u>Catalog of Federal Domestic Assistance No.</u>	<u>Federal Cash Receipts</u>	<u>Federal Cash Disbursements</u>
U.S Department of Transportation:				
Passed through the Ohio Department of Transportation:				
Highway Planning and Construction	CUY SR254 02.50	20.205	\$ 66,320	\$ 66,320
Highway Planning and Construction	CUY IR90 03.56	20.205	117,683	109,448
Highway Planning and Construction	CUY Clemens Rd.	20.205	<u>1,589,144</u>	<u>1,589,144</u>
Total Highway Planning and Construction			<u>1,773,147</u>	<u>1,764,912</u>
U.S. Department of Homeland Security:				
Assistance to Firefighters Grant	Lifepacks Grant	97.044	-	12,114
Passed through the Ohio Emergency Management Agency:				
Disaster Grants – Public Assistance (Presidentially Declared Disaster)	FEMA 4095-DR-OH	97.036	<u>147,230</u>	<u>147,230</u>
Total U.S. Department of Homeland Security			<u>147,230</u>	<u>159,344</u>
Total Federal Assistance			\$ <u>1,920,377</u>	\$ <u>1,924,256</u>

The accompanying notes are an integral part of this schedule

City of Westlake, Ohio

Notes to the Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2013

Note 1: Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Westlake, Ohio, and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

According to the FEMA Office of Chief Counsel, the recording of expenditures on the Schedule of Expenditures of Federal Awards should be based on when the funds are approved rather than when they are expended since this is when FEMA actually obligates the funds. Therefore, \$147,230 of the Disaster Grants – Public Assistance (Presidentially Declared Disaster) disbursements were expended in fiscal year 2012 but are being reported on the Schedule of Expenditures of Federal Awards in fiscal year 2013.

Note 2: Matching Requirements

Certain federal programs require that the City contribute non-federal (matching) funds to support the federally funded programs. The City has complied with the matching requirements. The expenditure of non-federal matching funds is not included on the accompanying Schedule.

City of Westlake, Ohio

Schedule of Findings

OMB Circular A-133, Section .505

For the Year Ended December 31, 2013

1. Summary of Auditor's Results

(d)(I)(I)	Type of Financial Statement Opinion	Unmodified
(d)(I)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(I)(ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(I)(iii)	Was there any material noncompliance reported at the financial statement level (GAGAS)?	No
(d)(I)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(I)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(I)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(I)(vi)	Are there any reportable findings under Section .510(a)?	No
(d)(I)(vii)	Major Programs	<ul style="list-style-type: none">• CFDA # 20.205, Highway Planning and Construction
(d)(I)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: All Others
(d)(I)(ix)	Low Risk Auditee?	Yes

2. Findings Related to the Financial Statements Required To Be Reported In Accordance With GAGAS

None.

3. Findings for Federal Awards

None.



Dave Yost • Auditor of State

CITY OF WESTLAKE

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
AUGUST 19, 2014**