

The City of

FAIRVIEW PARK, OHIO

a great place to grow



**Comprehensive Annual
Financial Report for the year
Ended December 31, 2017**



Dave Yost • Auditor of State

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

We have reviewed the *Independent Auditor's Report* of the City of Fairview Park, Cuyahoga County, prepared by Ciuni & Panichi, Inc., for the audit period January 1, 2017 through December 31, 2017. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

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

Dave Yost
Auditor of State

July 30, 2018

This page intentionally left blank.

Introductory Section

City of Fairview Park, Ohio

Comprehensive Annual Financial Report

For the Year Ended December 31, 2017

Prepared by:

Gregory M. Cingle, CPA, Finance Director

and Department of Finance

CITY OF
FAIRVIEW PARK

A Great Place to Grow

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2017**

TABLE OF CONTENTS

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2017**

Statement of Fiduciary Assets and Liabilities – Agency Funds	29
Notes to the Basic Financial Statements	30
 Required Supplementary Information:	
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Public Employees Retirement System – Last Four Years	73
Schedule of the City’s Proportionate Share of the Net Pension Liability – Ohio Police and Fire Pension Fund – Last Four Years	74
Schedule of City Contributions - OPERS – Last Five Years.....	75
Schedule of City Contributions - OPF – Last Ten Years.....	76
Notes to the Required Supplementary Information	78
 Combining and Individual Fund Statements and Schedules:	
Combining Statements – Nonmajor Funds:	
Fund Descriptions.....	81
Combining Balance Sheet – Nonmajor Governmental Funds.....	84
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	85
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	86
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Special Revenue Funds	90
Combining Balance Sheet – Nonmajor Capital Projects Funds	94
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	95
Combining Statement – Fiduciary Funds:	
Fund Descriptions.....	96
Combining Statement of Changes in Assets and Liabilities – Agency Funds	97

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2017**

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

Major Funds:

General Fund	101
Recreation Fund	104
Sewer Fund.....	105

Nonmajor Funds:

Street Construction, Maintenance, and Repair Fund.....	106
State Highway Fund	107
Police and Fire Pension Fund	108
S.A.V.E Fund	109
Street Lighting Fund.....	110
Solid Waste Fund	111
Fire Operating Levy Fund	112
Safe Routes to School Fund	113
Federal Grants Fund	114
Waterline Repair Fund	115
Bain Park Restoration Fund	116
Law Enforcement Trust Fund.....	117
D.U.I. Education Fund	118
Police on Patrol Arresting Speeders Fund.....	119
Civil Reimbursement Fund	120
New Levy/Project Account Fund	121
Cable TV Franchise Fee Fund.....	122
Juvenile Diversion Fund.....	123
D.A.R.E. Fund.....	124
Emergency Medical System Fund.....	125
Permanent Improvement Fund	126
Lorain Road Revitalization Fund	127
Capital Improvements Fund	128
Health Insurance Reserve Fund.....	129

III. Statistical Section

Contents	S1
Net Position by Component – Last Ten Years.....	S2
Changes in Net Position – Last Ten Years	S4
Fund Balances, Governmental Funds – Last Ten Years	S8
Changes in Fund Balances, Governmental Funds – Last Ten Years	S10
Assessed Valuation and Estimated True Values of Taxable Property – Last Ten Years.....	S12
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years	S14
Property Tax Levies and Collections – Last Ten Years.....	S16

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2017**

Principal Real Property Taxpayers – 2017 and 2008.....	S18
Income Tax Revenue Base and Collections – Last Ten Years	S19
Ratio of Outstanding Debt to Total Personal Income and Debt Per Capita – Last Ten Years.....	S20
Legal Debt Margin – Last Ten Years.....	S22
Computation of Direct and Overlapping Governmental Activities Debt.....	S24
Ratio of General Obligation Bonded Debt to Estimated Actual Value and Bonded Debt Per Capita – Last Ten Years	S25
Principal Employers – 2017 and 2008	S26
Demographic and Economic Statistics – Last Ten Years	S28
Capital Assets Statistics by Function/Program – Last Ten Years.....	S30
Full-Time Equivalent City Government Employees by Function/Program – Last Ten Years	S32
Operating Indicators by Function/Program – Last Ten Years	S34



CITY OF FAIRVIEW PARK

20777 Lorain Road
Fairview Park, Ohio 44126-2018

— *Established in 1910* —

June 26, 2018

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

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

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

The CAFR of the City for the year ended December 31, 2017, is submitted herewith. The City, and more specifically, the Department of Finance, assumes responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures contained within this report. The accuracy and completeness of the data is based upon a comprehensive framework of internal controls that it has established for this purpose. Since the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the City. We have included all disclosures necessary to enable the reader to gain an understanding of the City's financial activities.

State statutes require the City to be subjected to an annual examination either by the Auditor of State or an independent public accounting firm. Ciuni & Panichi, Inc. rendered an opinion on the City's financial statements as of December 31, 2017, and the Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

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

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

REPORTING ENTITY

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

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

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

AN OVERVIEW OF THE CITY OF FAIRVIEW PARK

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

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

(a) Not applicable. Exempt from property taxation.

(b) Included in above categories.

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

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

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

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

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

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

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

THE CITY'S FORM OF GOVERNMENT

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

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

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

ECONOMIC DEVELOPMENT

The City continues with drive and passion in staying on track in the Department of Development. The primary economic development focus has been Lorain Road. The City is aggressively working with existing and prospective businesses to increase employment along this important corridor in order to generate new income tax dollars. Additionally, the City has entered into an agreement with the Cuyahoga County Department of Development to implement a grant program for storefront improvements in targeted areas along Lorain Road. The focus is on sidewalk improvements on Lorain Road and the neighborhood streets that feed into this vital business district.

More recently, the City, through a partnership with the United States Small Business Administration and the Cuyahoga County Department of Development, have developed the Lorain Road Loan Program to provide financial assistance to start-ups and expansions of business in this business corridor. Businesses using qualifying SBA loan products may be eligible to receive a three-year forgivable loan providing up to \$50,000 in support for property acquisition and building and property improvements.

The redevelopment of property on Lorain Road has been successful. Riversouth Urban Lofts continues to build out. 30 of 33 new townhouses have been completed and sold. Andrako Insurance Consultants has acquired the former 210 Medical Building located at the southeast corner of West 210th Street and Lorain Road. The building is undergoing a complete rehabilitation and will soon become the new corporate home to the growing full-service insurance company.

The blend of restaurants, retail, and office buildings provide job creation at a variety of different levels throughout the City. In 2017, the City enjoyed the opening of Feel Good Dough, Reilly's Irish Bakery, Fringe Salon, Gigi's Cupcakes, Cleveland Cabinets, Panda Express, Elysian Nail Studio, Next Level CLE, Consider the Dress, 808 Shave Ice, Chiropractor Services, Hands of Diamond, Riya's Nails, and Vent Heating & Cooling. Of particular note, 12 of these businesses are located on Lorain Road.

Fairview Park was fortunate to be awarded numerous grants and a no-interest loan to support economic development, park development, public safety, and infrastructure reinvestment efforts. In total, the City was awarded over \$2.6 million in grants and nearly \$1.8 million in a no-interest loan.

The Fairview Park Department of Development had a good year in 2017, and we look forward to an even better year in 2018. The Department of Development will remain dedicated to keeping Fairview Park, "A Great Place to Grow."

CITY SERVICE

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

In 2017, the Service Department participated in capital improvement projects for a variety of City enhancements:

- The parking lot at City Hall had a much needed resurfacing.
- Over \$650,000 in street improvements were completed.
- Water lines on West 211th Street, West 212th Street, and West 217th Street were replaced.
- Sidewalks and curbs were repaired along Lorain Road between West 208th Street and West 214th Street.
- A new water tower and chiller were installed at City Hall to provide air conditioning.
- A new heating, ventilation, and air conditioning system was installed at historic Bain Cabin.

Over the years, the City has experienced flooding in specific areas of the community. As a result, public meetings were held with the affected residents to discuss possible steps to relieve the problem. The result of these meetings was the City's decision to work with an outside consultant, Black & Veatch Engineering, to develop a comprehensive plan to address the flooding issues. In 2015, a skeletal model of the collection system that services the neighborhoods on the western border of the City was developed. This model provided a blueprint for the City to follow to prioritize improvements to mitigate future flooding in these areas. Phase I of these improvements, lining of approximately 3,000 lineal feet of sanitary sewer down West 229th Street that extends from Lorain Road to Clifford Drive, was included in early 2017. Phase II of these improvements includes the replacement and upsizing of the Clifford Drive Sewer between West 212th Street and West 220th Street and between West 227th Street and West 229th Street. In 2017, the City was awarded nearly \$1.8 million in grant funding and another \$1.8 million in a no-interest loan to complete this nearly \$4 million project. Engineering began in 2017 and construction is scheduled to start in the fall of 2018 on this important project.

In 2016, the City established a contractual relationship with the Cuyahoga County Public Works Department to provide sewer maintenance services. These services include sewer lining and rehabilitation, televising and cleaning, and other services deemed necessary to the City. The current contract is valued at \$250,000 and extends into 2018. The City anticipates reauthorizing the contract in 2018 for an additional \$250,000.

BUILDING

Building, rebuilding, and expansions to private homes and businesses continued at high volumes in 2017, with the building of 5 new homes in the Thomas Lane neighborhood, 4 new townhomes in the Riversouth development, 11 new garages, 17 decks and 83 major alterations. Additionally, 19 Certificate of Occupancies were granted to businesses. The Building Department issued 1,397 permits in 2017 for various items.

The City's Property Maintenance Program works to preserve maintenance standards in residential neighborhoods. A home is generally the most valuable investment an individual possesses, and the Building Department helps ensure that the City's housing stock continues to remain strong for years to come. In this regard, there were over 1,410 inspections completed and 778 complaints investigated and resolved during 2017.

LONG-TERM FINANCIAL PLANNING

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

The unassigned fund balance in the general fund is 20.56 percent of the total general fund revenues. One-time revenues are to be used for financing one-time expenditures, i.e. major maintenance projects, capital improvements, debt service, and reserves for current year contingencies. Additionally, unassigned fund balances provide beginning of the year cash flow until current revenues are received.

RELEVANT FINANCIAL POLICIES

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

AWARDS AND ACKNOWLEDGEMENTS

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the year ended December 31, 2016. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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

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

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

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

Sincerely,

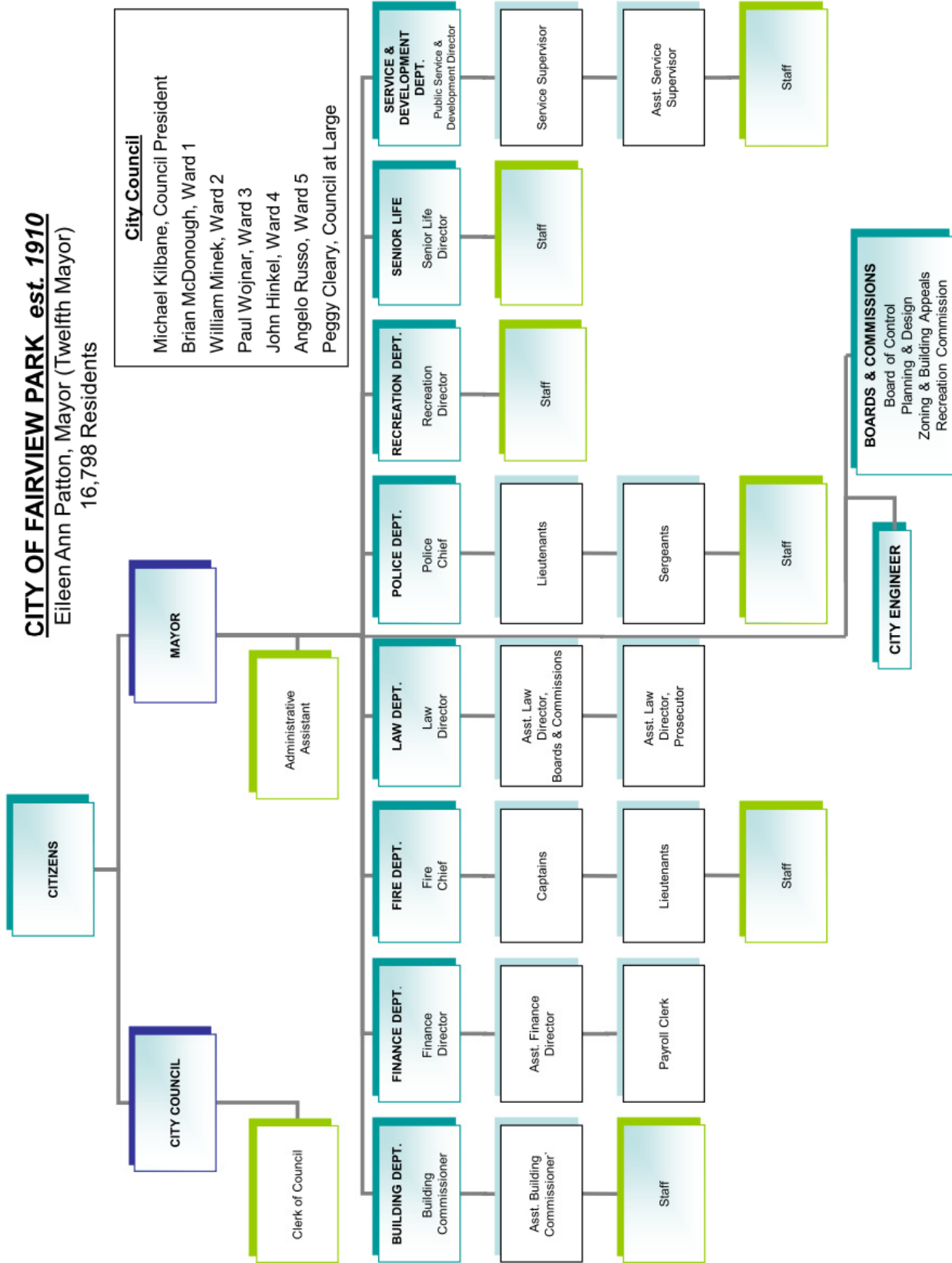
A handwritten signature in black ink, appearing to read "G. M. Cingle". The signature is fluid and cursive, with a large initial "G" and "M".

Gregory M. Cingle, CPA
Director of Finance

CITY OF FAIRVIEW PARK est. 1910

Eileen Ann Patton, Mayor (Twelfth Mayor)

16,798 Residents



CITY OF FAIRVIEW PARK, OHIO

City Officials

Elected Officials

Mayor

Eileen Ann Patton

Council Members

President of Council	Michael Kilbane
Council – Ward I	Brian McDonough
Council – Ward II	William F. Minek
Council – Ward III	Paul Wojnar
Council – Ward IV	John Hinkel
Council – Ward V	Angelo Russo
Council at Large	Peggy M. Cleary

Appointed Officials

Director of Law	William T. McGinty
Finance Director	Gregory M. Cingle
Police Chief	Erich Upperman
Fire Chief	Anthony Raffin
Director of Public Service & Development	Shawn Leininger
Recreation Director	Steve Owens
Building Commissioner	Walter Maynard
Senior Life Director	Regina Sillasen



Government Finance Officers Association

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

Presented to

**City of Fairview Park
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morill

Executive Director/CEO

This page intentionally left blank.

Financial Section

This page intentionally left blank.

Independent Auditor's Report

Members of the City Council
City of Fairview Park, Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Ohio (the "City"), as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2017, 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 15 and the schedules of the City's proportionate share of the net pension liability, schedules of the City's contributions, and note to the required supplementary information on pages 73 through 78 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 fund financial statements, 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 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 fund financial statements 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
City of Fairview Park, Ohio

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2018, 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 the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Cimini + Panichi, Inc.

Cleveland, Ohio
June 26, 2018

This page intentionally left blank.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

The discussion and analysis of the City of Fairview Park's (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2017. 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 2017 are as follows:

- The City completed the first year in the Summit County Health Connection program. The current agreement with Summit County expires on December 31, 2019.
- The City received \$776,905 from the City of Cleveland to fund the 2017 Water Main Replacement project, which improved the waterlines on West 211th Street, West 212th Street and West 217th Street. The project was completed in 2017 and was being reported as an agency fund in the City's financial statements.
- The City continues to closely monitor its current financial condition and is aggressively looking for economic development opportunities in order to diversify and increase the City's income tax base. In addition, expenditures are carefully reviewed to ascertain that proposed expenditures have been budgeted prior to purchase.

Overview of the Financial Statements

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

Government-wide Financial Statements The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private sector businesses. The Statement of Net Position and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other funds presented in total in one column.

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

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

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

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

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

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

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

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

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

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

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

Government-Wide Financial Analysis

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did the City do financially during 2017?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting used by the private sector. The basis for this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

These two statements report the City's net position and the changes in net position. The change in net position is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information, id est (i.e.) changes in the City's tax base, condition of City capital assets, et cetera (etc.) will also need to be evaluated.

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

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

The City of Fairview Park as a Whole

As referenced earlier, the Statement of Net Position looks at the City as a whole. The following provides a summary of the City's net position for 2017 compared to 2016:

**NET POSITION
TABLE 1**

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
ASSETS						
Current and Other Assets	\$ 16,912,923	\$ 15,957,078	\$ 7,493,648	\$ 6,896,071	\$ 24,406,571	\$ 22,853,149
Capital Assets, Net	41,723,655	42,171,281	14,507,379	14,355,999	56,231,034	56,527,280
Total Assets	58,636,578	58,128,359	22,001,027	21,252,070	80,637,605	79,380,429
DEFERRED OUTFLOWS OF RESOURCES						
Deferral on refunding	1,475,962	1,598,959	-	-	1,475,962	1,598,959
Pension	4,498,267	4,842,636	98,931	74,663	4,597,198	4,917,299
Total Deferred Outflows of Resources	5,974,229	6,441,595	98,931	74,663	6,073,160	6,516,258
LIABILITIES						
Current and Other Liabilities	1,220,491	1,175,968	185,063	207,381	1,405,554	1,383,349
Long-term Liabilities:						
Due Within One Year	1,154,362	1,148,444	119,230	114,001	1,273,592	1,262,445
Due in More than One Year:						
Net Pension Liability	18,574,315	17,926,794	256,486	194,400	18,830,801	18,121,194
Other Amounts	20,972,151	21,951,419	2,549,095	2,682,117	23,521,246	24,633,536
Total Liabilities	41,921,319	42,202,625	3,109,874	3,197,899	45,031,193	45,400,524
DEFERRED INFLOWS OF RESOURCES						
Property Taxes	3,951,230	3,885,806	-	-	3,951,230	3,885,806
Pension	576,679	208,071	2,266	5,131	578,945	213,202
Total Deferred Inflows of Resources	4,527,909	4,093,877	2,266	5,131	4,530,175	4,099,008
NET POSITION						
Net Investment in						
Capital Assets	22,531,465	22,031,755	11,852,986	11,587,605	34,384,451	33,619,360
Restricted	6,597,914	4,217,972	-	-	6,597,914	4,217,972
Unrestricted	(10,967,800)	(7,976,275)	7,134,832	6,536,098	(3,832,968)	(1,440,177)
Total Net Position	\$ 18,161,579	\$ 18,273,452	\$ 18,987,818	\$ 18,123,703	\$ 37,149,397	\$ 36,397,155

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2017 and is reported pursuant to Governmental Accounting Standards Board (GASB) Statement 68, *Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement 27*. For reasons discussed that follow, many end users of this financial statement will gain a clearer understanding of the City’s actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan’s net pension liability.

GASB 68 takes an earnings approach to pension accounting. However, due to the nature of Ohio’s statewide pension systems and the state law governing those systems, an additional explanation is necessary in order to properly understand the information presented in these statements.

GASB 68 requires the net pension liability to equal the City’s proportionate share of each plan’s collective amount. The City’s proportionate share equals the present value of estimated future pension benefits attributable to active and inactive employees’ past service less plan assets available to pay these benefits. GASB notes that pension obligations, whether funded or unfunded, are part of the “employment exchange” – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer’s promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 UNAUDITED**

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

The primary reason for the increase in deferred inflows of resources and net pension liability and the decrease in deferred outflows of resources was due to GASB 68. The net pension liability increase represents the City's proportionate share of the OPERS' traditional plan and OP&F unfunded benefits. Changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability.

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

**CHANGES IN NET POSITION
 TABLE 2**

	Governmental Activities		Business-Type Activities		Total	
	2017	2016	2017	2016	2017	2016
REVENUES						
Program Revenues:						
Charges for Services	\$ 3,505,952	\$ 3,088,096	\$ 2,592,552	\$ 2,260,448	\$ 6,098,504	\$ 5,348,544
Operating Grants and Contributions	903,952	1,095,207	-	-	903,952	1,095,207
Capital Grants and Contributions	422,500	297,602	314,731	-	737,231	297,602
Total Program Revenues	4,832,404	4,480,905	2,907,283	2,260,448	7,739,687	6,741,353
General Revenues:						
Property Taxes	3,966,368	3,965,826	-	-	3,966,368	3,965,826
Municipal Income Taxes	9,150,740	8,883,380	-	-	9,150,740	8,883,380
Franchise Taxes	303,296	322,287	-	-	303,296	322,287
Grants and Entitlements	1,009,971	722,560	-	-	1,009,971	722,560
Contributions and Donations	-	150	-	-	-	150
Investment Income	77,605	37,289	-	-	77,605	37,289
Gain on Sale of Capital Assets	8,549	64,515	-	-	8,549	64,515
Gain on Investment in Joint Venture	-	-	-	147,318	-	147,318
All Other Revenues	335,981	283,378	15,608	122	351,589	283,500
Total General Revenues	14,852,510	14,279,385	15,608	147,440	14,868,118	14,426,825
Total Revenues	19,684,914	18,760,290	2,922,891	2,407,888	22,607,805	21,168,178
EXPENSES						
Program Expenses:						
Security of Persons and Property	7,901,743	8,228,263	-	-	7,901,743	8,228,263
Public Health Services	1,145	1,393	-	-	1,145	1,393
Leisure Time Activities	3,683,442	3,492,833	-	-	3,683,442	3,492,833
Community Environment	415,725	320,418	-	-	415,725	320,418
Basic Utility Services	860,716	833,601	-	-	860,716	833,601
Transportation	2,743,853	2,339,841	-	-	2,743,853	2,339,841
General Government	3,422,805	3,744,943	-	-	3,422,805	3,744,943
Interest and Fiscal Charges	767,358	789,502	-	-	767,358	789,502
Sanitary Sewer	-	-	2,058,420	1,892,378	2,058,420	1,892,378
Gilles-Sweet	-	-	356	-	356	-
Total Expenses	19,796,787	19,750,794	2,058,776	1,892,378	21,855,563	21,643,172
Change in Net Position	(111,873)	(990,504)	864,115	515,510	752,242	(474,994)
Net Position - Beginning of Year	18,273,452	19,263,956	18,123,703	17,608,193	36,397,155	36,872,149
Net Position - End of Year	\$ 18,161,579	\$ 18,273,452	\$ 18,987,818	\$ 18,123,703	\$ 37,149,397	\$ 36,397,155

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

Governmental Activities

Governmental activities decreased the City's net position by \$111,873 during 2017.

Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 2 percent for 2017, the same as the prior year. Both residents of the City and non-residents who work inside the City are subject to the income tax. However, if residents work in a locality that has a municipal income tax, the City provides 75 percent credit up to 1.25 percent for those who pay income tax to another city. By ordinance, City Council could choose to reduce the income tax credit in order to generate additional revenues for the City.

Income tax revenue increased in 2017 as a result of increases in employee municipal income tax withholdings and individual income tax receipts. General revenue from property taxes is also a significant source of revenue. Property tax revenue generated in 2017 increased slightly compared to 2016.

Program revenues for charges for services increased in 2017 due to an increase in solid waste collection fees. Operating grants and contributions decreased in 2017 due to the City receiving grants related to Nature Works playground enhancement and Center Ridge road planning study in the recreation and federal grants special revenue funds, respectively in 2017.

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

Overall, expenses increased slightly in 2017 as compared to 2016.

The largest program function for the City for 2017 is security of persons and property. The program pays for basic police, fire and emergency medical services, pensions, and equipment.

Business-Type Activities

The business-type activities of the City had increased net position of \$864,115 in 2017, as revenues were able to outpace operating expenses. Capital grants and contributions and charges for services increased in 2017 due to capital contributions from a developer.

Financial Analysis of the Government's Funds

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

Governmental Funds

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

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

Fund balances that are committed include amounts that can be used only for the specific purposes imposed by formal action of Council. Assigned fund balances are intended to be used for specific purposes and reflect a government's self-imposed limitation on the use or otherwise available expendable financial resources in governmental funds. Unassigned fund balances are amounts available for appropriation. As of the end of the current year, the City of Fairview Park's governmental funds reported combined ending fund balances of \$8,399,317, which was an increase of \$1,028,326 from 2016. Of the total governmental fund balances, \$3,120,379 constitutes the general fund balance, a \$646,631 increase from 2016. The increase is due to revenues and other financing sources outpacing expenditures and transfers out.

All governmental funds had total revenues and other financing sources of \$20,234,143 and expenditures and other financing uses of \$19,205,817, with revenues exceeding expenditures by \$1,028,326. Efforts are being made to reduce expenditures in all City departments, as spending down the fund balance cannot continue indefinitely.

The City's Funds

General Fund

The General Fund is the main operating fund of the City. At the end of the current year, the total fund balance for the General Fund was \$3,120,379, of which \$124,643 was nonspendable, \$888,967 was assigned, and \$2,106,769 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 23.42 percent of total General Fund expenditures, while total fund balance represents 34.68 percent of that same amount.

Recreation Fund

The Recreation Fund is another major fund for the City. At the end of the current year, the total fund balance was \$1,701,170, all of which was committed for financial reporting purposes. This was the ninth full year of operations for the Gemini Recreation Center. Revenues increased compared to 2016 due to an increase in municipal income tax and receipts from grants awarded to the City. Expenditures increased slightly due to increases in debt service payments.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund. During the course of 2017, the City amended its General Fund budget twice. The City does allow small interdepartmental budget changes that modify line items within the accounting system which are within their appropriation category (department level). The General Fund supports many of our major activities, i.e. police department, fire department, and administration. The General Fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

For the General Fund, original budgeted revenues and other financing sources were \$9,499,727 and final budgeted revenues and other financing sources were \$10,255,535 and actual revenues and other financing sources were \$10,255,355. Final budgeted revenues increased from the original budgeted revenues mainly due to the increase in municipal income taxes. General Fund original budgeted expenditures and other financing uses were \$10,110,227 and the final budgeted expenditures and other financing uses were \$10,147,803. Actual General Fund expenditures and other financing uses were \$9,753,368, or \$394,435 less than the final budget, with most of the decrease occurring in security of persons and property and general government. This represents the City's proactive management and legislative action to control and reduce costs wherever practicable during 2017.

Capital Assets and Debt Administration

Capital Assets

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

	Governmental Activities		Business-Type Activities	
	2017	2016	2017	2016
Land	\$ 1,050,943	\$ 1,050,943	\$ -	\$ -
Construction in progress	1,112,026	1,006,129	-	-
Buildings	15,740,803	15,971,212	137,835	142,893
Land improvements	1,246,216	1,324,744	-	-
Equipment and Furniture	804,453	724,123	197,626	225,024
Vehicles	809,004	673,755	196,246	-
Waste Water Treatment Plant Rights	-	-	2,685,342	2,740,710
Infrastructure	20,960,210	21,420,375	11,290,330	11,247,372
Total	\$ 41,723,655	\$ 42,171,281	\$ 14,507,379	\$ 14,355,999

In 2017, the City's governmental current year depreciation outpaced the acquisition of capital assets, while the business-type activities acquisitions of capital assets outpaced current year depreciation. Some of the items purchased included improvements to buildings, equipment, and vehicles.

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 MANAGEMENT DISCUSSION AND ANALYSIS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 UNAUDITED**

Debt Administration

As of December 31, 2017, the City of Fairview Park had the following in bonds, notes, loans, and leases outstanding:

**OUTSTANDING DEBT AT DECEMBER 31
 TABLE 4**

	Governmental Activities		Business-Type Activities	
	2017	2016	2017	2016
General Obligation Bonds	\$ 19,943,909	\$ 20,938,984	\$ -	\$ -
OPWC Loan	563,164	588,194	-	-
Intergovernmental Loan	-	-	2,654,393	2,768,394
Commercial Redevelopment	-	14,536	-	-
Capital Leases	161,079	211,307	-	-
Total Outstanding Debt	<u>\$ 20,668,152</u>	<u>\$ 21,753,021</u>	<u>\$ 2,654,393</u>	<u>\$ 2,768,394</u>

The City's overall legal debt margin was \$40,702,922 at December 31, 2017.

In 2012, the City issued \$20,590,000 to advance refund the 2005 various purpose general obligation bonds. The bonds are for a 19 year period and will be repaid from the Recreation Special Revenue Fund.

On December 29, 2009, the City issued a loan with Ohio Public Works Commission for sewer and various street projects around the City. The OPWC loan will be paid out of the capital improvements capital project fund and with user charges in the Sewer Enterprise Fund.

In 2016, the City of Fairview Park entered into a contractual agreement with the City of North Olmsted for the construction and future maintenance of a wastewater treatment plant that is in North Olmsted and that Fairview Park residents will be able to tap into. This intergovernmental loan is paid from the Sanitary Sewer Enterprise Fund.

In 2009, the City entered into a contractual agreement for a commercial redevelopment loan from Cuyahoga County for acquisition and improvements of a property located at 20520 Lorain Road, within the City. The loan was repaid from the Permanent Improvement Fund.

The capital leases are for a dump truck, ambulance, and a fire engine pumper.

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
UNAUDITED**

Current Financial Related Activities

The City of Fairview Park continues to maintain the Aa2 rating from Moody's Investors Service. During 2017, the City's financial position increased due to revenues exceeding expenses. Management and City Council continue to review options that will create additional revenue in order to increase cash balances to protect the long-term financial stability of the City. In addition the City will continue its stringent budgeting and procurement standards to contain costs.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors, and investors with a general overview of the City's finances and show the City's accountability for all money it receives, spends, or invests. If you have any questions about this report or need additional information, please contact Gregory M. Cingle, Finance Director, at greg.cingle@fairviewpark.org.

Basic Financial Statements

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF NET POSITION
DECEMBER 31, 2017**

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 7,163,583	\$ 3,811,707	\$ 10,975,290
Materials and Supplies Inventory	17,354	-	17,354
Accounts Receivable	218,925	-	218,925
Intergovernmental Receivable	975,365	412,802	1,388,167
Prepaid Items	124,643	-	124,643
Municipal Income Taxes Receivable	3,702,808	-	3,702,808
Property Taxes Receivable	4,065,430	-	4,065,430
Special Assessments Receivable	338,058	-	338,058
Assets Held for Resale	306,757	-	306,757
Investment in Joint Venture	-	3,269,139	3,269,139
Nondepreciable Capital Assets	2,162,969	-	2,162,969
Depreciable Capital Assets	39,560,686	14,507,379	54,068,065
Total Assets	58,636,578	22,001,027	80,637,605
DEFERRED OUTFLOWS OF RESOURCES			
Deferral on Refunding	1,475,962	-	1,475,962
Pension	4,498,267	98,931	4,597,198
Total Deferred Outflows of Resources	5,974,229	98,931	6,073,160
LIABILITIES			
Accounts Payable	252,053	1,241	253,294
Contracts Payable	135,633	-	135,633
Accrued Wages and Benefits	175,480	6,213	181,693
Intergovernmental Payable	139,075	173,423	312,498
Vacation Benefits Payable	67,033	4,186	71,219
Accrued Interest Payable	58,712	-	58,712
Retainage Payable	32,505	-	32,505
Unearned Revenue	360,000	-	360,000
Long-term Liabilities:			
Due Within One Year	1,154,362	119,230	1,273,592
Due in More than One Year:			
Net Pension Liability	18,574,315	256,486	18,830,801
Other Amounts Due in more than one year	20,972,151	2,549,095	23,521,246
Total Liabilities	41,921,319	3,109,874	45,031,193
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	3,951,230	-	3,951,230
Pension	576,679	2,266	578,945
Total Deferred Inflows of Resources	4,527,909	2,266	4,530,175
NET POSITION			
Net Investment in Capital Assets	22,531,465	11,852,986	34,384,451
Restricted for:			
Capital Projects	2,199,938	-	2,199,938
Street Construction, Maintenance and Repair	263,331	-	263,331
State Highway	69,242	-	69,242
Street Lighting	355,673	-	355,673
Recreation	2,156,296	-	2,156,296
Police Programs	113,597	-	113,597
Fire Operating	192,681	-	192,681
Waterline Repairs	32,685	-	32,685
Cable TV	1,131,777	-	1,131,777
Other Purposes	82,694	-	82,694
Unrestricted (Deficit)	(10,967,800)	7,134,832	(3,832,968)
Total Net Position	\$ 18,161,579	\$ 18,987,818	\$ 37,149,397

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017**

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government:				
Governmental activities:				
Security of Persons and Property	\$ 7,901,743	\$ 810,241	\$ 10,972	\$ -
Public Health Services	1,145	-	-	-
Leisure Time Activities	3,683,442	1,351,732	125,968	-
Community Environment	415,725	213,853	538	50,000
Basic Utility Services	860,716	736,254	-	-
Transportation	2,743,853	311,199	764,177	372,500
General Government	3,422,805	82,673	2,297	-
Interest and Fiscal Charges	767,358	-	-	-
Total Governmental activities	<u>19,796,787</u>	<u>3,505,952</u>	<u>903,952</u>	<u>422,500</u>
Business-type activities:				
Sanitary Sewer	2,058,420	2,592,552	-	314,731
Gilles-Sweet	356	-	-	-
Total Business-type activities	<u>2,058,776</u>	<u>2,592,552</u>	<u>-</u>	<u>314,731</u>
Total Primary Government	<u>\$ 21,855,563</u>	<u>\$ 6,098,504</u>	<u>\$ 903,952</u>	<u>\$ 737,231</u>

General Revenues:

Property Taxes levied for:

- General Purposes
- Permanent Improvements
- Recreation
- Police and Fire Pension
- Fire Operations

Municipal Income Taxes levied for:

- General Purposes
- Capital Improvements
- Recreation

Franchise Taxes

Grants and Entitlements not Restricted to Specific Programs

Investment Income

Gain on Sale of Capital Assets

All Other Revenues

Total General Revenues

Change in Net Position

Net Position - Beginning of Year

Net Position - End of Year

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

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-type Activities	Total
\$ (7,080,530)	\$ -	\$ (7,080,530)
(1,145)	-	(1,145)
(2,205,742)	-	(2,205,742)
(151,334)	-	(151,334)
(124,462)	-	(124,462)
(1,295,977)	-	(1,295,977)
(3,337,835)	-	(3,337,835)
(767,358)	-	(767,358)
<u>(14,964,383)</u>	<u>-</u>	<u>(14,964,383)</u>
-	848,863	848,863
-	(356)	(356)
<u>-</u>	<u>848,507</u>	<u>848,507</u>
<u>(14,964,383)</u>	<u>848,507</u>	<u>(14,115,876)</u>
2,845,586	-	2,845,586
297,204	-	297,204
341,604	-	341,604
204,959	-	204,959
277,015	-	277,015
5,719,790	-	5,719,790
1,143,650	-	1,143,650
2,287,300	-	2,287,300
303,296	-	303,296
1,009,971	-	1,009,971
77,605	-	77,605
8,549	-	8,549
335,981	15,608	351,589
<u>14,852,510</u>	<u>15,608</u>	<u>14,868,118</u>
(111,873)	864,115	752,242
<u>18,273,452</u>	<u>18,123,703</u>	<u>36,397,155</u>
<u>\$ 18,161,579</u>	<u>\$ 18,987,818</u>	<u>\$ 37,149,397</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

	<u>General Fund</u>	<u>Recreation Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 2,153,017	\$ 1,342,769	\$ 3,466,001	\$ 6,961,787
Materials and Supplies Inventory	-	-	17,354	17,354
Accounts Receivable	6,142	19,791	192,992	218,925
Intergovernmental Receivable	381,419	40,971	552,975	975,365
Prepaid Items	124,643	-	-	124,643
Municipal Income Taxes Receivable	2,314,255	925,702	462,851	3,702,808
Property Taxes Receivable	2,905,617	348,813	811,000	4,065,430
Special Assessments Receivable	2,717	-	335,341	338,058
Assets Held for Resale	-	-	306,757	306,757
Total Assets	<u>\$ 7,887,810</u>	<u>\$ 2,678,046</u>	<u>\$ 6,145,271</u>	<u>\$ 16,711,127</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 74,242	\$ 41,804	\$ 136,007	\$ 252,053
Accrued Wages and Benefits	126,352	22,965	26,163	175,480
Contracts Payable	-	-	135,633	135,633
Intergovernmental Payable	44,175	15,623	79,277	139,075
Retainage Payable	-	-	32,505	32,505
Unearned Revenue	-	-	360,000	360,000
Total Liabilities	<u>244,769</u>	<u>80,392</u>	<u>769,585</u>	<u>1,094,746</u>
Deferred Inflows of Resources:				
Property Taxes	2,823,650	338,973	788,607	3,951,230
Unavailable Revenue - Delinquent Property Taxes	81,967	9,840	22,393	114,200
Unavailable Revenue - Income Taxes	1,298,443	519,377	259,689	2,077,509
Unavailable Revenue - Other	318,602	28,294	727,229	1,074,125
Total Deferred Inflows of Resources	<u>4,522,662</u>	<u>896,484</u>	<u>1,797,918</u>	<u>7,217,064</u>
Fund Balances:				
Nonspendable	124,643	-	17,354	141,997
Restricted	-	-	3,450,905	3,450,905
Committed	-	1,701,170	213,009	1,914,179
Assigned	888,967	-	-	888,967
Unassigned	2,106,769	-	(103,500)	2,003,269
Total Fund Balances	<u>3,120,379</u>	<u>1,701,170</u>	<u>3,577,768</u>	<u>8,399,317</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 7,887,810</u>	<u>\$ 2,678,046</u>	<u>\$ 6,145,271</u>	<u>\$ 16,711,127</u>

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
 NET POSITION OF GOVERNMENTAL ACTIVITIES
 DECEMBER 31, 2017**

Total Governmental Fund Balances \$ 8,399,317

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

Capital Assets used in Governmental Activities are not financial resources and, therefore, are not reported in the funds 41,723,655

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

Delinquent property taxes	\$	114,200	
Municipal income taxes		2,077,509	
Special assessments		338,058	
Intergovernmental		675,452	
Charges for services		60,615	
Total			3,265,834

Vacation benefits payable is a contractually required benefit not expected to be paid with expendable available financial resources and therefore not reported in the funds. (67,033)

In the Statement of Activities, interest is accrued on outstanding bonds and loans, whereas in Governmental funds, an interest expenditure is reported when due. (58,712)

An Internal Service fund is used by management to charge the costs of certain activities, such as insurance to individual funds. The assets and liabilities of the Internal Service fund is included in Governmental Activities in the Statement of Net Position. 201,796

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

Deferred Outflows - Pension		4,498,267	
Deferred Inflows - Pension		(576,679)	
Net Pension Liability		(18,574,315)	
Total			(14,652,727)

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

General obligation bonds		(19,305,000)	
Unamortized bond premium		(638,909)	
OPWC Loan		(563,164)	
Deferral of loss on refunding		1,475,962	
Capital leases		(161,079)	
Compensated absences		(1,458,361)	
Total			(20,650,551)

Net Position of Governmental Activities **\$ 18,161,579**

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017**

	General Fund	Recreation Fund	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property Taxes	\$ 2,838,049	\$ 340,699	\$ 777,160	\$ 3,955,908
Municipal Income Taxes	5,787,391	2,314,342	1,157,170	9,258,903
Franchise Taxes	-	-	303,296	303,296
Intergovernmental	843,257	239,436	1,161,606	2,244,299
Interest	75,482	-	2,123	77,605
Fees, Licenses, and Permits	418,087	-	81,683	499,770
Rentals	25,215	202,205	18,190	245,610
Charges for Services	15,628	1,040,888	468,644	1,525,160
Contributions and Donations	250	69,300	1,000	70,550
Special Assessments	-	-	1,039,884	1,039,884
All Other Revenues	235,594	8,299	87,921	331,814
Total Revenues	10,238,953	4,215,169	5,098,677	19,552,799
EXPENDITURES				
Current:				
Security of Persons and Property	5,174,017	-	2,287,056	7,461,073
Public Health Services	1,145	-	-	1,145
Leisure Time Activities	373,425	2,579,748	58,485	3,011,658
Community Environment	325,194	-	-	325,194
Basic Utility Services	169,211	-	715,373	884,584
Transportation	560,130	-	751,204	1,311,334
General Government	2,393,464	-	24,855	2,418,319
Capital Outlay	-	-	1,456,983	1,456,983
Debt Service:				
Principal Retirement	-	685,000	349,794	1,034,794
Interest and Fiscal Charges	-	641,812	55,921	697,733
Total Expenditures	8,996,586	3,906,560	5,699,671	18,602,817
Excess of Revenues Over (Under) Expenditures	1,242,367	308,609	(600,994)	949,982
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	7,264	130	70,950	78,344
Transfers In	-	-	603,000	603,000
Transfers Out	(603,000)	-	-	(603,000)
Total Other Financing Sources (Uses)	(595,736)	130	673,950	78,344
Net Change in Fund Balances	646,631	308,739	72,956	1,028,326
Fund Balances - Beginning of Year	2,473,748	1,392,431	3,504,812	7,370,991
Fund Balances - End of Year	\$ 3,120,379	\$ 1,701,170	\$ 3,577,768	\$ 8,399,317

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
 STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2017**

Net Change in Fund Balances-Total Governmental Funds \$ 1,028,326

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

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

Capital Outlay	\$	1,777,610	
Capital Contributions		303,155	
Depreciation		(2,458,596)	
Total			(377,831)

In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets. (69,795)

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

Delinquent property taxes		10,460	
Municipal income taxes		(108,163)	
Special assessments		42,072	
Intergovernmental		(184,573)	
Charges for services		60,615	
Total			(179,589)

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows 1,371,076

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities. (2,731,574)

Repayment of principal on bonds, loans and capital leases are expenditures in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 1,034,794

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in Governmental funds.

Compensated absences		(111,519)	
Vacation Benefits Payable		12,217	
Accrued interest on bonds		3,297	
Amortization of bond premiums		50,075	
Amortization of loss on refunding		(122,997)	
Total			(168,927)

An Internal Service fund is used by management to charge costs to certain activities, such as insurance to individual funds. The net revenue (expense) of an Internal Service fund is reported in the Governmental Activities. (18,353)

Change in Net Position of Governmental Activities \$ (111,873)

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
Revenues:				
Property Taxes	\$ 2,624,858	\$ 2,837,529	\$ 2,838,049	\$ 520
Municipal Income Taxes	5,213,285	5,635,674	5,635,154	(520)
Intergovernmental	781,806	845,149	845,149	-
Interest	70,299	75,995	75,995	-
Fines, Licenses and Permits	381,755	412,685	412,685	-
Rentals	22,641	24,475	24,475	-
Charges for Services	14,591	15,773	15,773	-
Contributions and Donations	231	250	250	-
All Other Revenues	218,997	236,741	236,741	-
Total Revenues	9,328,463	10,084,271	10,084,271	-
Expenditures:				
Current:				
Security of Persons and Property	5,337,787	5,356,263	5,176,479	179,784
Public Health Services	1,500	1,850	1,750	100
Leisure Time Activities	406,531	405,381	379,914	25,467
Community Environment	335,896	337,296	325,953	11,343
Basic Utility Services	183,513	183,513	171,523	11,990
Transportation	665,133	625,133	608,450	16,683
General Government	2,576,867	2,635,367	2,486,299	149,068
Total Expenditures	9,507,227	9,544,803	9,150,368	394,435
Excess of Revenues Over (Under)				
Expenditures	(178,764)	539,468	933,903	394,435
Other Financing Sources (Uses):				
Sale of Capital Assets	7,264	7,264	7,264	-
Advances In	164,000	164,000	164,000	-
Transfers Out	(603,000)	(603,000)	(603,000)	-
Total Other Financing Sources (Uses)	(431,736)	(431,736)	(431,736)	-
Net Change in Fund Balance	(610,500)	107,732	502,167	394,435
Fund Balance - Beginning of Year	1,435,781	1,435,781	1,435,781	-
Prior Year Encumbrances Appropriated	115,929	115,929	115,929	-
Fund Balance - End of Year	\$ 941,210	\$ 1,659,442	\$ 2,053,877	\$ 394,435

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BASIS) AND ACTUAL
RECREATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 385,043	\$ 340,699	\$ 340,699	\$ -
Income Taxes	2,057,897	2,253,446	2,253,446	-
Intergovernmental	207,243	226,936	226,936	-
Rentals	75,375	82,537	201,910	119,373
Charges for Services	1,042,786	1,141,875	1,039,875	(102,000)
Contributions and Donations	79,152	86,673	69,300	(17,373)
All Other Revenues	7,417	8,122	8,122	-
Total Revenues	<u>3,854,913</u>	<u>4,140,288</u>	<u>4,140,288</u>	<u>-</u>
Expenditures:				
Current:				
Leisure Time Activities	2,819,643	2,824,664	2,716,978	107,686
Debt Service				
Principal	687,577	685,000	685,000	-
Interest & Fiscal Charges	644,227	641,813	641,813	-
Total Debt Service	<u>1,331,804</u>	<u>1,326,813</u>	<u>1,326,813</u>	<u>-</u>
Total Expenditures	<u>4,151,447</u>	<u>4,151,477</u>	<u>4,043,791</u>	<u>107,686</u>
Excess of Revenues Over (Under) Expenditures	(296,534)	(11,189)	96,497	107,686
Other Financing Sources:				
Sale of Capital Assets	130	130	130	-
Total Other Financing Sources	<u>130</u>	<u>130</u>	<u>130</u>	<u>-</u>
Net Change in Fund Balance	(296,404)	(11,059)	96,627	107,686
Fund Balance - Beginning of Year	946,730	946,730	946,730	-
Prior Year Encumbrances Appropriated	169,854	169,854	169,854	-
Fund Balance - End of Year	<u>\$ 820,180</u>	<u>\$ 1,105,525</u>	<u>\$ 1,213,211</u>	<u>\$ 107,686</u>

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF FUND NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2017**

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Gilles-Sweet Fund	Total	Internal Service Fund
ASSETS				
Current Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 3,811,707	\$ -	\$ 3,811,707	\$ 201,796
Intergovernmental Receivable	412,802	-	412,802	-
<i>Total Current Assets</i>	<u>4,224,509</u>	<u>-</u>	<u>4,224,509</u>	<u>201,796</u>
Noncurrent Assets:				
Investment in Joint Venture	3,269,139	-	3,269,139	-
Depreciable Capital Assets, Net of Depreciation	14,507,379	-	14,507,379	-
<i>Total Noncurrent Assets</i>	<u>17,776,518</u>	<u>-</u>	<u>17,776,518</u>	<u>-</u>
Total Assets	<u>22,001,027</u>	<u>-</u>	<u>22,001,027</u>	<u>201,796</u>
DEFERRED OUTFLOWS OF RESOURCES				
Pension	98,931	-	98,931	-
Total Deferred Outflows of Resources	<u>98,931</u>	<u>-</u>	<u>98,931</u>	<u>-</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	1,241	-	1,241	-
Accrued Wages and Benefits	6,213	-	6,213	-
Intergovernmental Payable	173,423	-	173,423	-
Intergovernmental Loan	116,486	-	116,486	-
Compensated Absences Payable	2,744	-	2,744	-
Vacation Benefits Payable	4,186	-	4,186	-
<i>Total Current Liabilities</i>	<u>304,293</u>	<u>-</u>	<u>304,293</u>	<u>-</u>
Noncurrent Liabilities:				
Compensated Absences Payable	11,188	-	11,188	-
Intergovernmental Loan	2,537,907	-	2,537,907	-
Net Pension Liability	256,486	-	256,486	-
<i>Total Noncurrent Liabilities</i>	<u>2,805,581</u>	<u>-</u>	<u>2,805,581</u>	<u>-</u>
Total Liabilities	<u>3,109,874</u>	<u>-</u>	<u>3,109,874</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES				
Pension	2,266	-	2,266	-
Total Deferred Inflows of Resources	<u>2,266</u>	<u>-</u>	<u>2,266</u>	<u>-</u>
NET POSITION				
Net Investment in Capital Assets	11,852,986	-	11,852,986	-
Unrestricted	7,134,832	-	7,134,832	201,796
Total Net Position	<u>\$ 18,987,818</u>	<u>\$ -</u>	<u>\$ 18,987,818</u>	<u>\$ 201,796</u>

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Gilles-Sweet Fund	Total	Internal Service Fund
OPERATING REVENUES				
Charges for Services	\$ 2,592,552	\$ -	\$ 2,592,552	\$ 1,334,562
Other Services	15,608	-	15,608	-
Total Operating Revenues	<u>2,608,160</u>	<u>-</u>	<u>2,608,160</u>	<u>1,334,562</u>
OPERATING EXPENSES				
Salaries	288,974	-	288,974	-
Fringe Benefits	38,376	-	38,376	-
Materials and Supplies	12,839	356	13,195	-
Contractual Services	1,060,074	-	1,060,074	1,240,625
Depreciation	499,570	-	499,570	-
Claims	-	-	-	112,290
Total Operating Expense	<u>1,899,833</u>	<u>356</u>	<u>1,900,189</u>	<u>1,352,915</u>
Operating Income (Loss)	<u>708,327</u>	<u>(356)</u>	<u>707,971</u>	<u>(18,353)</u>
NONOPERATING EXPENSES				
Interest and Fiscal Charges	(68,460)	-	(68,460)	-
Loss on Investment in Joint Venture	(90,127)	-	(90,127)	-
Total Nonoperating Expenses	<u>(158,587)</u>	<u>-</u>	<u>(158,587)</u>	<u>-</u>
Capital Contributions	314,731	-	314,731	-
Change in Net Position	864,471	(356)	864,115	(18,353)
Net Position - Beginning of Year	18,123,347	356	18,123,703	220,149
Net Position - End of Year	<u>\$ 18,987,818</u>	<u>\$ -</u>	<u>\$ 18,987,818</u>	<u>\$ 201,796</u>

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Business-Type Activities			Governmental Activities
	Sanitary Sewer Fund	Nonmajor Gilles-Sweet Fund	Total	Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Charges for Services	\$ 2,450,734	\$ -	\$ 2,450,734	\$ 1,334,562
Cash Payments to Employees for Services	(302,331)	-	(302,331)	-
Cash Payments for Goods and Services	(1,099,089)	(356)	(1,099,445)	(1,240,625)
Cash Payments for Claims	-	-	-	(112,290)
Net Cash Provided by (Used in) Operating Activities	<u>1,049,314</u>	<u>(356)</u>	<u>1,048,958</u>	<u>(18,353)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Principal Paid on Debt	(114,001)	-	(114,001)	-
Interest Paid on Debt	(68,460)	-	(68,460)	-
Payments for Capital Acquisitions	(336,219)	-	(336,219)	-
Net Cash Used in Capital and Related Financing Activities	<u>(518,680)</u>	<u>-</u>	<u>(518,680)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	530,634	(356)	530,278	(18,353)
Cash and Cash Equivalents - Beginning of Year	3,281,073	356	3,281,429	220,149
Cash and Cash Equivalents - End of Year	<u>\$ 3,811,707</u>	<u>\$ -</u>	<u>\$ 3,811,707</u>	<u>\$ 201,796</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 708,327	\$ (356)	\$ 707,971	\$ (18,353)
Adjustments:				
Depreciation	499,570	-	499,570	-
(Increase) in Assets:				
Intergovernmental Receivable	(157,426)	-	(157,426)	-
(Increase) in Deferred Outflows of Resources - Pension	(24,268)	-	(24,268)	-
Increase (Decrease) in Liabilities:				
Accounts Payable	(28,276)	-	(28,276)	-
Accrued Wages	3,669	-	3,669	-
Intergovernmental Payable	3,423	-	3,423	-
Compensated Absences Payable	(14,926)	-	(14,926)	-
Net Pension Liability	62,086	-	62,086	-
(Decrease) in Deferred Inflow of Resources - Pension	(2,865)	-	(2,865)	-
Net Cash Provided by (Used in) Operating Activities	<u>\$ 1,049,314</u>	<u>\$ (356)</u>	<u>\$ 1,048,958</u>	<u>\$ (18,353)</u>

NONCASH CAPITAL AND RELATED FINANCING ACTIVITIES

During 2017, the Sewer Fund received infrastructure donations from a developer in the amount of \$314,731.

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUNDS
DECEMBER 31, 2017**

	<u>Agency Funds</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ 529,324
Liabilities	
Accounts Payable	\$ 20,054
Intergovernmental Payable	66,223
Deposits Held and Due to Others	443,047
Total Liabilities	<u>\$ 529,324</u>

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

Notes to the Basic Financial Statements

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017**

NOTE 1: REPORTING ENTITY

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

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. This definition of reporting entity is found in GASB Statement No. 14, *The Financial Report Entity* and GASB Statement No. 61, *The Financial Reporting Entity Omnibus – an Amendment of GASB Statement No. 14 and No. 34*.

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

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; or (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations which are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes, and there is the potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. The reporting entity of the City does not include any component units.

The Rocky River Wastewater Treatment Plant is a joint venture, owned and operated by the cities of Fairview Park, Westlake, Rocky River, and Bay Village. The mayors of each city serve during their term in office as members of the Management Committee of the Rocky River Wastewater Treatment Plant. Each City is responsible for a percentage of the operating expenses of the plant based on volume of flow into the plant (See Note 18).

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

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

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

Basis of Presentation

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

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

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

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

Fund Accounting

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

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

The following are the City's major governmental funds:

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

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

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

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

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

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

Internal Service Funds Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's only internal service fund is a self-insurance fund that accounts for dental and vision claims of City employees.

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

Measurement Focus

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

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

Basis of Accounting

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

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

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

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources include a deferred charge on refunding and pension reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension are explained in Note 13.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized until that time. For the City, deferred inflows of resources include property taxes, pension, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2017, but which were levied to finance fiscal year 2018 operations. These amounts have been recorded as a deferred inflow on both the government-wide Statement of Net Position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, municipal income taxes, special assessments, intergovernmental grants, and charges for services. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 21. Deferred inflows of resources related to pension are reported on the government-wide Statement of Net Position (See Note 13).

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

Operating Revenues and Expenses

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

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the pension plans and additions to/deductions from their fiduciary net position have been determined on the same basis as they are reported by the pension systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. The pension systems report investments at fair value.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

Budgetary Data

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original and final budgeted amounts on the budgetary statements reflect the amount on the amended certificate of estimated resources in effect at the time the original and final appropriations were enacted by Council. Prior to December 31, Council requested and received an amended certificate in which estimated revenue closely reflects actual revenue for the fiscal year.

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

Cash and Cash Equivalents

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

During 2017 the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79, *Certain External Investment Pools and Pool Participants*. The City measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides an NAV per share that approximates fair value.

For 2017, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2017 was \$75,482, which includes \$51,482 assigned from other City funds.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2017 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported the year in which services are consumed.

Inventory

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

Assets Held for Resale

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

Capital Assets

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

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

All capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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

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

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

Interfund Balances

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

Compensated Absences

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

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

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

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.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences and net pension liability that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, long-term notes, long-term loans, and capital leases are recognized as a liability on the governmental fund financial statements when due.

Fund Balance

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

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

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

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

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

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance or by State statute. State statute authorizes the Finance Director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. City Council assigned fund balance to cover a gap between estimated revenue and appropriations for 2018's spending.

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

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

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes include resources restricted for sidewalks and Bain Park restoration.

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

Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Transfers between governmental activities are eliminated on the governmental-wide financial statements. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

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

Bond Premium

On the government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

On the governmental fund statements, bond premiums are received in the year the bonds are issued. Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

Deferred Charge on Refunding

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

Estimates

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

NOTE 3: CHANGE IN ACCOUNTING PRINCIPLES

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

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. The implementation of GASB Statement No. 74 did not have an effect on the financial statements of the City.

GASB Statement No. 80, *Blending Requirements for Certain Component Units-an amendment of GASB Statement No. 14*. The objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements established in paragraph 53 of Statement No. 14, *The Financial Reporting Entity*, as amended. The implementation of GASB Statement No. 80 did not have an effect on the financial statements of the City.

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*. The object of this statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The implementation of GASB Statement No. 81 did not have an effect on the financial statements of the City.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

Pronouncements Issued but Not Effective GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* was issued in June 2015. The provisions of this Statement are effective for fiscal years beginning after June 15, 2017. This replaces the requirements of Statements No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*, for OPEB. The City has not determined the impact, if any that this Statement will have on its financial statements or disclosures.

NOTE 4: BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statements of revenues, expenditures, and changes in fund balance – budget (non-GAAP basis) and actual presented for the General Fund and the Recreation Major Special Revenue Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP basis).
- (2) Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP basis).
- (3) Unrecorded cash represents amounts received but not reported by the City on the operating statements (budget), but which is reported on the GAAP basis operating statements.
- (4) Encumbrances are treated as expenditures (budget) rather than restricted, committed or assigned fund balance (GAAP basis).

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

	General	Recreation
GAAP Basis	\$ 646,631	\$ 308,739
Net Adjustment for Revenue Accruals	13,488	(74,881)
Net Adjustment for Expenditure Accruals	(54,642)	(7,673)
Beginning Unrecorded Cash	(4,170)	0
Encumbrances	(99,140)	(129,558)
Budget Basis	\$ 502,167	\$ 96,627

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 5: DEPOSITS AND INVESTMENTS

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

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

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

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

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

1. United States Treasury bills, bonds notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio, and with certain limitations bonds and other obligations of political subdivisions of the State of Ohio;
6. The State Treasurer's investment pool (STAR Ohio);

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met; and
8. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

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

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

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

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

Deposits

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

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

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. The City's financial institution had enrolled in OPCS as of December 31, 2017.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

At year end, \$5,704,809 of the City’s bank balance of \$9,006,281 was uninsured and collateralized. Although the securities were held by the pledging institution’s trust department and all statutory requirements for the deposit of the money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

Investments

STAR Ohio is measured at net asset value per share while all other investments are measured at fair value. Fair value is determined by quoted market prices and acceptable other pricing methodologies. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The following identify the City’s recurring fair value measurement as of December 31, 2017. As previously discussed Star Ohio is reported at its net asset value. All other investments of the City are valued using quoted market prices (Level 1 inputs).

At December 31, 2017, the City had the following investments:

<u>Investment Type</u>	<u>Measurement Value</u>
STAR Ohio	\$ 2,767,504
Money Market Mutual Fund	608,209
Total Investments	<u>\$ 3,375,713</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.

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

NOTE 6: INTERFUND TRANSACTIONS

Interfund Transfers

During 2017, the General Fund transferred \$603,000 to the Police and Fire Pension Fund to provide additional resources for current operations.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

NOTE 7: RECEIVABLES

Receivables at December 31, 2017, consisted primarily of municipal income taxes, property taxes, accounts (billings for user charged services, franchise fees, and miscellaneous), intergovernmental receivables arising from grants, entitlements and shared revenues, and special assessments. No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes. All receivables except for property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenues received in 2017 for real and public utility property represent the collection of 2016 taxes.

2017 real property taxes are levied after October 1, 2017 on the assessed value as of January 1, 2017, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2017 real property taxes are collected in and intended to finance 2018.

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. 2017 public utility property taxes which became a lien December 31, 2016, are levied after October 1, 2017, and are collected in 2018 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2017, was \$11.80 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2017 property tax receipts were based are as follows on the next page:

Real Property	\$ 387,315,600
Public Utility Personal Property	<u>5,424,840</u>
Total	<u><u>\$ 392,740,440</u></u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2017, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2017 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

Income Taxes

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

Employers within the City are required to withhold income tax on employee earnings and remit the tax to the Regional Income tax Agency (RITA) at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually. Taxes collected by RITA in one month are remitted to the City on the first and tenth business days of the following month. One and one-quarter percent is levied for general purposes, one half percent is committed to recreation programs, and one-quarter percent is restricted for capital improvements.

Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Homestead and Rollback	\$ 283,457	\$ -
City of Cleveland	-	412,688
Motor Vehicle Registration	48,176	-
Local Government	162,665	-
Gasoline Tax	267,295	-
Permissive License Tax	9,216	-
Community Grants	71,545	-
Storefront Renovation Grant	50,000	-
Recycling Grant	4,325	-
Cuyahoga County	69,345	-
Other	9,341	114
Total Intergovernmental Receivables	<u>\$ 975,365</u>	<u>\$ 412,802</u>

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

Unearned Revenue

In 2011, the City entered an agreement with the Fairview Park City School District to purchase property located at 20770 Lorain Road. In exchange for payment of the property, the City will forego the annual rental of the recreation center charged to the School District of \$60,000 for the next 12 years for a total of \$720,000. The City recorded an asset held for resale and unearned revenue. The balance of unearned revenue at December 31, 2017 is \$360,000. The City sold this property for \$715,128 in 2013.

NOTE 8: **TAX ABATEMENTS**

As of December 31, 2016, the City provides tax abatements through two programs: The Community Reinvestment Area (CRA) Tax Abatements and an Economic Incentive Grant.

Community Reinvestment Area (CRA)

Pursuant to Ohio Revised Code Chapter 5709, the City established five Community Reinvestment Areas to provide property tax abatements to encourage revitalization of existing buildings and the construction of new structures. One Community Reinvestment Area has been terminated by the property owner. Abatements are obtained through application by the property owner, including proof that the improvements have been made, and equal 100 percent of the additional property tax resulting from the increase in assessed value for seven years as a result of the improvement. The amount of the abatement, which was \$169,774 in 2017 (tax year 2016), is deducted from the recipient's tax bill. There are recapture provisions if there is failure to maintain the structure or property.

Economic Incentive Grant

Pursuant to Article XVIII, Section 3 of the Ohio Constitution and Article II of the Fairview Park Charter, the City established an Economic Incentive Grant to provide income tax abatements to encourage job creation in the City. The abatement is obtained through application by the employer, including proof that the minimum total annual payroll thresholds are met, and equal up to 30 percent of the income tax based on actual annual payroll that is reported. The amount of the abatement is rebated to the employer. The abatements term began in 2017, with the first payment due in early 2018.

NOTE 9: **CLEVELAND WATERLINE PROJECTS**

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

NOTE 10: **COMPENSATED ABSENCES**

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

NOTE 11: CAPITAL ASSETS

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017
Governmental Activities				
<i>Capital Assets Not Being Depreciated</i>				
Land	\$ 1,050,943	\$ -	\$ -	\$ 1,050,943
Construction in Progress	1,006,129	1,261,227	(1,155,330)	1,112,026
<i>Total Capital Assets Not Being Depreciated</i>	<u>2,057,072</u>	<u>1,261,227</u>	<u>(1,155,330)</u>	<u>2,162,969</u>
<i>Capital Assets Being Depreciated</i>				
Buildings	21,150,482	182,045	-	21,332,527
Land Improvements	2,659,744	-	-	2,659,744
Equipment & Furniture	2,284,233	234,207	(56,808)	2,461,632
Vehicles	4,513,087	306,192	(69,790)	4,749,489
Infrastructure:				
Roads, Sidewalks & Bridges	49,172,207	1,006,345	-	50,178,552
Fire Hydrants	1,543,167	-	-	1,543,167
Traffic Signals	3,119,326	246,079	-	3,365,405
<i>Total Capital Assets Being Depreciated</i>	<u>84,442,246</u>	<u>1,974,868</u>	<u>(126,598)</u>	<u>86,290,516</u>
<i>Total Capital Assets at Cost</i>	<u>86,499,318</u>	<u>3,236,095</u>	<u>(1,281,928)</u>	<u>88,453,485</u>
Less Accumulated Depreciation:				
Buildings	(5,179,270)	(412,454)	-	(5,591,724)
Land Improvements	(1,335,000)	(78,528)	-	(1,413,528)
Equipment & Furniture	(1,560,110)	(107,010)	9,941	(1,657,179)
Vehicles	(3,839,332)	(148,015)	46,862	(3,940,485)
Infrastructure:				
Roads, Sidewalks & Bridges	(29,048,173)	(1,560,858)	-	(30,609,031)
Fire Hydrants	(952,392)	(24,775)	-	(977,167)
Traffic Signals	(2,413,760)	(126,956)	-	(2,540,716)
<i>Total Accumulated Depreciation</i>	<u>(44,328,037)</u>	<u>(2,458,596)</u> *	<u>56,803</u>	<u>(46,729,830)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>40,114,209</u>	<u>(483,728)</u>	<u>(69,795)</u>	<u>39,560,686</u>
Total Governmental Activities				
Capital Asset, Net	<u>\$ 42,171,281</u>	<u>\$ 777,499</u>	<u>\$ (1,225,125)</u>	<u>\$ 41,723,655</u>

*Depreciation expense was charged to governmental functions as follows:

General Government	\$ 673,978
Security of Persons and Property	104,855
Transportation	1,206,543
Community Environment	31,876
Leisure Time Activities	441,344
<u>Total Depreciation Expense</u>	<u>\$ 2,458,596</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017
Business-Type Activities				
<i>Capital Assets Being Depreciated</i>				
Buildings	\$ 252,877	\$ -	\$ -	\$ 252,877
Land Improvements	6,741	-	-	6,741
Equipment & Furniture	454,486	-	-	454,486
Vehicles	-	209,329	-	209,329
Waste Water Treatment Plant Rights	2,768,394	-	-	2,768,394
Infrastructure:				
Sanitary Sewer	15,621,667	220,682	-	15,842,349
Storm Sewer	8,529,007	220,939	-	8,749,946
<i>Total Capital Assets Being Depreciated</i>	<u>27,633,172</u>	<u>650,950</u>	<u>-</u>	<u>28,284,122</u>
<i>Total Capital Assets at Cost</i>	<u>27,633,172</u>	<u>650,950</u>	<u>-</u>	<u>28,284,122</u>
Less Accumulated Depreciation:				
Buildings	(109,984)	(5,058)	-	(115,042)
Land Improvements	(6,741)	-	-	(6,741)
Equipment & Furniture	(229,462)	(27,398)	-	(256,860)
Vehicles	-	(13,083)	-	(13,083)
Waste Water Treatment Plant Rights	(27,684)	(55,368)	-	(83,052)
Infrastructure:				
Sanitary Sewer	(7,784,963)	(260,202)	-	(8,045,165)
Storm Sewer	(5,118,339)	(138,461)	-	(5,256,800)
Total Accumulated Depreciation	<u>(13,277,173)</u>	<u>(499,570)</u>	<u>-</u>	<u>(13,776,743)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>14,355,999</u>	<u>151,380</u>	<u>-</u>	<u>14,507,379</u>
Total Business-Type Activities				
Capital Asset, Net	<u>\$ 14,355,999</u>	<u>\$ 151,380</u>	<u>\$ -</u>	<u>\$ 14,507,379</u>

NOTE 12: ASSETS HELD FOR RESALE

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

This space intentionally left blank

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 13: DEFINED BENEFIT PENSION PLANS

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

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

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

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

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

Ohio Public Employees Retirement System (OPERS)

Plan Description – City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the Member-Directed Plan and the Combined Plan, substantially all employee members are in OPERS’ Traditional Plan; therefore, the following disclosure focuses on the Traditional Pension Plan.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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

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

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

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

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

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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

	State and Local
2017 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
2017 Actual Contribution Rates	
Employer:	
Pension	13.0 %
Post-Employment Health Care Benefits	1.0
Total Employer	14.0 %
Employee	10.0 %

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City’s contractually required contribution was \$477,416 for 2017. Of this amount, \$40,513 is reported as an intergovernmental payable.

Ohio Police & Fire Pension Fund (OP&F)

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

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

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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

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

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

	Police	Firefighters
2017 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 2017 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50	0.50
Total Employer	19.50 %	24.00 %
 Employee	 12.25 %	 12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$912,757 for 2017. Of this amount \$68,798 is reported as an intergovernmental payable.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability for OPERS was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2016 and was determined by rolling forward the total pension liability as of January 1, 2016, to December 31, 2016. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net Pension Liability			
Prior Measurement Date	0.028058%	0.206141%	
Proportion of the Net Pension Liability			
Current Measurement Date	<u>0.028237%</u>	<u>0.196067%</u>	
Change in Proportionate Share	<u>0.000179%</u>	<u>-0.010074%</u>	
Proportionate Share of the Net Pension			
Liability	\$ 6,412,143	\$ 12,418,658	\$ 18,830,801
Pension Expense	\$ 1,351,240	\$ 1,434,384	\$ 2,785,624

At December 31, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Net difference between projected and actual earnings on pension plan investments	\$954,918	\$1,207,658	\$2,162,576
Differences between expected and actual experience	8,691	3,513	12,204
Changes of assumptions	1,017,043	-	1,017,043
Changes in proportion and differences between City contributions and proportionate share of contributions	15,202	-	15,202
City contributions subsequent to the measurement date	<u>477,416</u>	<u>912,757</u>	<u>1,390,173</u>
Total Deferred Outflows of Resources	<u>\$2,473,270</u>	<u>\$2,123,928</u>	<u>\$4,597,198</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$38,162	\$28,593	\$66,755
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>18,515</u>	<u>493,675</u>	<u>512,190</u>
Total Deferred Inflows of Resources	<u>\$56,677</u>	<u>\$522,268</u>	<u>\$578,945</u>

\$1,390,173 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2018.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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

	OPERS	OP&F	Total
Year Ending June 30:			
2018	\$ 792,665	\$ 359,850	\$ 1,152,515
2019	834,426	359,850	1,194,276
2020	340,077	250,406	590,483
2021	(27,991)	(180,744)	(208,735)
2022	-	(91,602)	(91,602)
Thereafter	-	(8,857)	(8,857)
Total	\$ 1,939,177	\$ 688,903	\$ 2,628,080

Actuarial Assumptions – OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all prior periods included in the measurement in accordance with the requirements of GASB 67. In 2016, the Board of Trustees' actuarial consultants conducted an experience study for the period 2011 through 2015, comparing assumptions to actual results. The experience study incorporates both a historical view and forward-looking projections to determine the appropriate set of assumptions to keep the plan on a path toward full funding. Information from this study led to changes in both demographic and economic assumptions, with the most notable being a reduction in the actuarially assumed rate of return from 8.0 percent down to 7.5 percent, for the defined benefit investments. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation
COLA or Ad Hoc COLA	Pre 1/7/2013 retirees; 3 percent, simple Post 1/7/2013 retirees; 3 percent, simple through 2018, then 2.15% simple
Investment Rate of Return	7.5 percent
Actuarial Cost Method	Individual Entry Age

Mortality rates were based on the RP-2014 Health Annuitant Mortality table. For males, Health Annuitant Mortality tables were used, adjusted for mortality improvement back to the observant period base of 2006 and then established the base year as 2015. For females, Health Annuitant Mortality tables were used, adjusted for mortality improvements back to the observation period base year of 2006 and then established the base year as 2010. The mortality rates used in evaluating disability allowances were based on the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and then established the base year as 2015 for males and 2010 for females.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables.

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

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

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the 401(h) Health Care Trust portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The 401(h) Health Care Trust portfolio was closed as of June 30, 2016 and the net position transferred to the 115 Health Care Trust portfolio on July 1, 2016. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan. The Defined Benefit portfolio historically included the assets of the Member-Directed retiree medical accounts funded through the VEBA Trust. However, the VEBA Trust was closed as of June 30, 2016. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money weighted rate of return expressing investment performance, net of investments expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio is 8.3 percent for 2016.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2016 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	23.00 %	2.75 %
Domestic Equities	20.70	6.34
Real Estate	10.00	4.75
Private Equity	10.00	8.97
International Equities	18.30	7.95
Other investments	18.00	4.92
Total	100.00 %	5.66 %

Discount Rate The discount rate used to measure the total pension liability was 7.5 percent, post-experience study results. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.5 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.5 percent) or one-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's proportionate share of the net pension liability	\$ 9,795,980	\$ 6,412,143	\$ 3,592,311

Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2016 is based on the results of an actuarial valuation date of January 1, 2016, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2016, are presented below:

Valuation Date	January 1, 2016
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent Simple

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

The most recent experience study was completed January 1, 2012. The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2016 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>10 year Expected Real Rate of Return **</u>	<u>30 year Expected Real Rate of Return **</u>
Cash and Cash Equivalents	- %		
Domestic Equity	16.00	4.46 %	5.21 %
Non-US Equity	16.00	4.66	5.40
Core Fixed Income *	20.00	1.67	2.37
Global Inflation Protected *	20.00	0.49	2.33
High Yield	15.00	3.33	4.48
Real Estate	12.00	4.71	5.65
Private Markets	8.00	7.31	7.99
Timber	5.00	6.87	6.87
Master Limited Partnerships	8.00	6.92	7.36
 Total	 <u>120.00 %</u>		

* levered 2x

** numbers are net of expected inflation

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

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$ 16,540,181	\$ 12,418,658	\$ 8,925,611

Changes Between Measurement Date and Report Date In October 2017, the OP&F Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of January 1, 2017. The most significant change is a reduction in the discount rate from 8.25 percent to 8 percent. Although the exact amount of these changes is not known, it has the potential to impact the City's net pension liability.

NOTE 14: POST-EMPLOYMENT BENEFITS

Ohio Public Employees Retirement System

pension plans; the Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan is a defined contribution plan; and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the Traditional Pension and the Combined plans. The trust is also used to fund health care for Member-Directed Plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, participants can be reimbursed for qualified medical expenses from their vested RMA balance.

In order to qualify for health care coverage, age-and-service retirees under the Traditional Pension and Combined plans must have 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. Please see the Plan Statement in the OPERS 2016 CAFR for details.

The Ohio Revised Code permits, but does not require, OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the OPERS Board of Trustees (OPERS Board) in 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/financial/reports.shtml#CAFR>, by 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 the statutory authority requiring public employers to fund health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care coverage. Employer contribution rates are expressed as a percentage of the earnable salary of active members.

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

In 2017, State and Local employers contributed at a rate of 14.00 percent of earnable salary and Public Safety and Law Enforcement employers contributed at 18.10 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care. Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 1.00 percent during calendar year 2017.

As recommended by the OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2018 decreased to 0.00 percent for both plans. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited for Member-Directed Plan participants for 2017 was 4.0 percent.

The City's actual employer contributions for December 31, 2017, 2016 and 2015 which were used to fund post-employment benefits were \$38,419, \$73,003 and \$69,842, respectively. For 2017, 92.47 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2016 and 2015.

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 healthcare plan administered by OP&F. OP&F provides health care benefits including coverage for medical, prescription drug, dental, vision, Medicare Part B Premium, and long-term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit, or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 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. The report may be obtained by visiting the OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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 the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2017, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The 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 for the years ended December 31, 2017, 2016, and 2015, which were allocated to fund post-employment health care benefits for police and firefighters, were \$11,131 and \$10,421, \$10,609 and \$10,409, and \$10,647 and \$10,181, respectively. For 2017, 92.55 and 92.71 percent has been contributed to police and firefighters, respectively, with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2016 and 2015.

NOTE 15: RISK MANAGEMENT

Property and Liability

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

Type of Coverage	Coverage	Deductible
Blanket Property and Contents, Replacement	\$ 31,646,163	\$ 2,500
General Liability	1,000,000/2,000,000	0
Automobile Liability	1,000,000	0
Public Officials Liability	1,000,000/2,000,000	5,000
Police Professional Liability	1,000,000/2,000,000	5,000
Employment Practice Liability	1,000,000/2,000,000	5,000
Excess Liability	5,000,000	0
Accounts Receivable	100,000	2,500
Building Ordinance	100,000/100,000	2,500
Communication Equipment	50,000	250
Computer Equipment	50,000	250
Detached Signs	5,000	2,500
Extra Expense and Business Income	500,000	2,500
Fine Arts	90,000	2,500
Property in Transit	50,000	250
Personal Effect and Property of Others	50,000	2,500
Valuable Papers	100,000	2,500
Miscellaneous Equipment	554,481	250
Hired, Leased, Borrowed Equipment	50,000	250
Public Employee Dishonesty	100,000	1,000
Money and Securities	25,000	5,000

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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

Employee Health Benefits

As of January 1, the City was no longer self-insured for health benefits.

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

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

Type of Coverage	City		Police and Fire		Administration and Service	
	Traditional	Health Savings	Traditional	Health Savings	Traditional	Health Savings
Single	\$ 566.12	\$ 447.38	\$ 84.78	\$ 66.97	\$ 79.50	\$ 62.87
Family	\$ 1,687.63	\$ 1,331.41	\$ 249.00	\$ 195.00	\$ 233.00	\$ 183.00

This space intentionally left blank.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

NOTE 16: LONG-TERM OBLIGATIONS

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

	<u>Original Issue Date</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>
General Obligation Bonds				
Refunding of 1999 Bonds	2005	2019	4.125 - 5.0 %	\$ 2,380,000
Various Purpose Refunding Bonds	2012	2030	2.75 -4.0	20,590,000
Loans				
OPWC Loan	2009	2040	N/A	750,887
Commercial Redevelopment Loans	2009	2017	N/A	391,757
Business-Type Activities				
Intergovernmental Loan	2016	2035	N/A	2,768,394

Changes in long-term obligations during the year ended December 31, 2017, consisted of the following:

	<u>Balance 12/31/2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/2017</u>	<u>Amounts Due in One Year</u>
Governmental Activities:					
<u>General Obligation Bonds</u>					
Refunding of 1999 Bonds	\$ 795,000	\$ -	\$ 260,000	\$ 535,000	\$ 265,000
Various Purpose Refunding Bonds	19,455,000	-	685,000	18,770,000	775,000
Unamortized Premium	688,984	-	50,075	638,909	-
Total Various Purpose Refunding Bonds	<u>20,143,984</u>	<u>-</u>	<u>735,075</u>	<u>19,408,909</u>	<u>775,000</u>
Total General Obligation Bonds	<u>20,938,984</u>	<u>-</u>	<u>995,075</u>	<u>19,943,909</u>	<u>1,040,000</u>
<u>Other Long-Term Obligations</u>					
OPWC Loan	588,194	-	25,030	563,164	25,030
Commercial Redevelopment Loans	14,536	-	14,536	-	-
Capital Leases	211,307	-	50,228	161,079	52,213
Compensated Absences Payable	1,346,842	225,169	113,650	1,458,361	37,119
Total Other Long-Term Obligations	<u>2,160,879</u>	<u>225,169</u>	<u>203,444</u>	<u>2,182,604</u>	<u>114,362</u>
<u>Net Pension Liability</u>					
OPERS	4,665,599	1,490,058	-	6,155,657	-
OP&F	13,261,195	-	842,537	12,418,658	-
Total Net Pension Liability	<u>17,926,794</u>	<u>1,490,058</u>	<u>842,537</u>	<u>18,574,315</u>	<u>-</u>
Total Governmental Activities Long-Term Obligations	<u>\$ 41,026,657</u>	<u>\$ 1,715,227</u>	<u>\$ 2,041,056</u>	<u>\$ 40,700,828</u>	<u>\$ 1,154,362</u>

(continued)

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017	Amounts Due in One Year
Business-Type Activities:					
Intergovernmental Loan	\$ 2,768,394	\$ -	\$ 114,001	\$ 2,654,393	\$ 116,486
Compensated Absences Payable	27,724	-	13,792	13,932	2,744
Net Pension Liability - OPERS	194,400	62,086	-	256,486	-
Total Business-Type Activities					
Long-Term Obligations	<u>\$ 2,990,518</u>	<u>\$ 62,086</u>	<u>\$ 127,793</u>	<u>\$ 2,924,811</u>	<u>\$ 119,230</u>

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

In 2012, the City issued general obligation bonds, in the amount of \$20,590,000, to partially refund bonds previously issued in 2005 for various purposes in the amount of \$18,300,000. The remaining \$2,290,000 will be used to pay the remaining interest and fiscal charges of the unrefunded bonds. The bonds were issued with original interest rates varying from 2 percent to 4 percent. The bonds were issued for a 19 year period with final maturity during fiscal year 2030. The bonds will be retired through the recreation special revenue fund.

The bonds were sold at a premium of \$901,349. Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 2005 Various Purpose bonds. As a result, \$18,300,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the City's financial statements. On December 31, 2017, \$17,200,000 of the defeased bonds are still outstanding.

During 2016, the City entered into a contractual agreement with the City of North Olmsted for the construction and future maintenance of a wastewater treatment plant that is in North Olmsted and that Fairview Park residents will be able to tap into. All proceeds were received by the City of North Olmsted and the City of North Olmsted is responsible for the debt retirement and maintenance. The plant is a capital asset of the City of North Olmsted. The total amount owed to the City of North Olmsted as of December 31, 2017 is \$2,654,393. This amount has been recorded on the City of Fairview Park's books as a long-term liability in the Sewer Enterprise Fund. The annual interest rate of the obligation is not known. A corresponding amount was recorded as an intangible asset in the Sewer Enterprise Fund. The amount will be amortized over the life of the WWTP. Since the repayment schedule has not yet been finalized, a repayment schedule is not included in the schedule of debt service requirements. Until a final repayment schedule is available, the City will pay based on estimates.

During 2009, the City entered into a contractual agreement for a commercial redevelopment loan from Cuyahoga County for acquisition and improvements of a property located at 20520 Lorain Road within the City. The loan is paid from the Permanent Improvements Capital Projects Fund. The City also entered into a contractual agreement during 2009 for a commercial redevelopment loan from Purvin, Incorporated for acquisition and improvements of a property located at 22735 Lorain Road, within the City. The loan was repaid over an eight-year schedule from the Permanent Improvement Capital Projects Fund.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

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

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

The City's overall legal debt margin was \$40,702,922 at December 31, 2017. Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2017, are as follows:

Year	General Obligation Serial Bonds		OPWC Loan
	Principal	Interest	Principal
2018	\$ 1,040,000	\$ 650,181	\$ 25,030
2019	1,140,000	616,000	25,030
2020	975,000	570,063	25,030
2021	1,075,000	531,063	25,030
2022	1,300,000	488,063	25,030
2023-2027	7,915,000	1,643,413	125,150
2028-2032	5,860,000	357,000	125,150
2033-2037	-	-	125,150
2038-2040	-	-	62,564
	<u>\$ 19,305,000</u>	<u>\$ 4,855,783</u>	<u>\$ 563,164</u>

NOTE 17: CAPITAL LEASES

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

Capital assets acquired by lease have been capitalized and depreciated as follows as of December 31, 2017.

	Governmental Activities
Assets being Depreciated	
Vehicles	\$ 453,444
Less Accumulated Depreciation	
Vehicles	(395,062)
Current Book Value	<u>\$ 58,382</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2017:

Year Ending December 31:	Governmental Activities
2018	\$ 59,798
2019	30,749
2020	30,749
2021	30,749
2022	30,749
Total	182,794
Less: Amount Representing Interest	(21,715)
Present Value of Net Minimum Lease Payments	\$ 161,079

NOTE 18: 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 as an equity interest in the Plant. The City’s equity interest is \$3,269,139 which represents 16.35 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 19: JOINTLY GOVERNED ORGANIZATIONS

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. In 2017, the City contributed \$35,007 to this organization. Complete financial information statements can be obtained from the City of Rocky River, P.O. Box 16088, Rocky River, Ohio 44116-0088.

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

Tri-City Park

The Tri-City Park provides a recreational park to the cities of Fairview Park, Westlake, and Rocky River. The park is governed by a board consisting of the elected mayors of the three cities. The Board exercises total control over the operation of the park including budgeting, appropriating, contracting, and designating management.

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. The City of Fairview Park contributed \$5,000 to Tri-City Park in 2017. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

S.A.F.E. Council of Governments

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

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. The City of Fairview Park did not make any contributions to S.A.F.E. in 2017.

West Shore Area Rescue Association

The West Shore Area Rescue Association (WESHARE) helps foster cooperation between municipalities and hospitals to provide optimum emergency medical services. The Board is comprised of one member from each of the nine participating entities. The Board exercises total control over the operation of WESHARE, including budgeting, appropriating, contracting, and designating management.

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. The City of Fairview Park made a \$300 contribution to WESHARE in 2017.

This space intentionally left blank.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

NOTE 20: **SIGNIFICANT COMMITMENTS**

Encumbrances

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

Governmental Funds:	
General	\$ 85,453
Recreation	95,161
Other Governmental Funds	283,280
Proprietary Fund:	
Sewer Fund	609,754
Total Encumbrances	\$ 1,073,648

Contractual Commitments

At December 31, 2017, the City's significant commitments consisted of:

	Contract Amount	Amount Paid	Remaining on Contract
2017 Streets	\$ 713,728	\$ 613,984	\$ 99,744
2017 Sidewalk program	150,000	132,609	17,391
Streetscapes	135,330	71,534	63,796
Nelson Park Improvements	88,076	56,550	31,526
	\$ 1,087,134	\$ 874,677	\$ 212,457

Remaining commitments were encumbered at year-end.

NOTE 21: **ACCOUNTABILITY**

As of December 31, 2017, the Police and Fire Pension and Solid Waste Special Revenue funds had deficits of \$56,612 and \$46,888, respectively. This was due to the recording of accruals. The General Fund is liable for any deficits in these funds and provides transfers when cash is required, rather than when accruals occur.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

NOTE 22: FUND BALANCES

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

Fund Balances	General	Recreation	Other Governmental Funds	Total Governmental Funds
<i>Nonspendable</i>				
Prepaid Items	\$ 124,643	\$ -	\$ -	\$ 124,643
Inventories	-	-	17,354	17,354
<i>Total Nonspendable</i>	<u>124,643</u>	<u>-</u>	<u>17,354</u>	<u>141,997</u>
<i>Restricted for</i>				
Road Improvements	-	-	168,484	168,484
Law Enforcement	-	-	114,253	114,253
Construction and Improvement of City Facilities	-	-	1,320,956	1,320,956
Fire Operations	-	-	110,921	110,921
Street Lighting	-	-	46,328	46,328
Waterline repairs	-	-	32,685	32,685
Lorain Road Revitalization	-	-	523,243	523,243
Cable Television Services	-	-	1,131,777	1,131,777
Senior Center Construction	-	-	2,082	2,082
Debt Service Payments	-	-	176	176
<i>Total Restricted</i>	<u>-</u>	<u>-</u>	<u>3,450,905</u>	<u>3,450,905</u>
<i>Committed to</i>				
Recreation Programs	-	1,701,170	-	1,701,170
Emergency Medical Services	-	-	130,493	130,493
Bain Park Restoration	-	-	77,592	77,592
Sidewalk Improvements	-	-	4,924	4,924
<i>Total Committed</i>	<u>-</u>	<u>1,701,170</u>	<u>213,009</u>	<u>1,914,179</u>
<i>Assigned to</i>				
Subsequent year Appropriations	803,514	-	-	803,514
Purchases on Order:				
City Administration	37,128	-	-	37,128
Police and Fire Department	3,170	-	-	3,170
Public Health	175	-	-	175
Road Improvements	38,183	-	-	38,183
Building Department	2,283	-	-	2,283
Recycling and Solid Waste Disposal	2,312	-	-	2,312
Bain Park	2,202	-	-	2,202
<i>Total Assigned</i>	<u>888,967</u>	<u>-</u>	<u>-</u>	<u>888,967</u>
<i>Unassigned (Deficit)</i>	2,106,769	-	(103,500)	2,003,269
Total Fund Balances	<u><u>\$ 3,120,379</u></u>	<u><u>\$ 1,701,170</u></u>	<u><u>\$ 3,577,768</u></u>	<u><u>\$ 8,399,317</u></u>

Required Supplementary Information

CITY OF
FAIRVIEW PARK

A Great Place to Grow

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
City's Proportion of the Net Pension Liability	0.028237%	0.0280580%	0.0284900%	0.0284900%
City's Proportionate Share of the Net Pension Liability	\$6,412,143	\$4,859,999	\$3,436,213	\$3,358,600
City's Covered-Employee Payroll	\$3,650,158	\$3,492,108	\$3,492,908	\$3,413,354
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	175.67%	139.17%	98.38%	98.40%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	77.25%	81.08%	86.45%	86.36%

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

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

The notes to the required supplementary information are an integral part of this statement.

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
City's Proportion of the Net Pension Liability	0.1960665%	0.2061410%	0.2072883%	0.2072883%
City's Proportionate Share of the Net Pension Liability	\$12,418,658	\$13,261,195	\$10,738,398	\$10,095,590
City's Covered-Employee Payroll	\$4,203,443	\$4,165,581	\$4,184,145	\$4,025,131
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	295.44%	318.35%	256.64%	250.81%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.36%	66.77%	71.71%	73.00%

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

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

The notes to the required supplementary information are an integral part of this statement.

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contributions	\$477,416	\$438,019	\$419,053	\$419,149	\$443,736
Contributions in Relation to the Contractually Required Contribution	<u>(\$477,416)</u>	<u>(\$438,019)</u>	<u>(\$419,053)</u>	<u>(\$419,149)</u>	<u>(\$443,736)</u>
Contribution Deficiency / (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered-Employee Payroll	\$3,672,431	\$3,650,158	\$3,492,108	\$3,492,908	\$3,413,354
Pension Contributions as a Percentage of Covered-Employee Payroll	13.00%	12.00%	12.00%	12.00%	13.00%

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

The notes to the required supplementary information are an integral part of this statement.

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contributions	\$912,757	\$892,331	\$883,088	\$867,487
Contributions in Relation to the Contractually Required Contribution	<u>(\$912,757)</u>	<u>(\$892,331)</u>	<u>(\$883,088)</u>	<u>(\$867,487)</u>
Contribution Deficiency / (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered Payroll	\$4,310,347	\$4,203,443	\$4,165,581	\$4,184,145
Contributions as a Percentage of Covered- Employee Payroll	21.18%	21.23%	21.20%	21.24%

The notes to the required supplementary information are an integral part of this statement.

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

2013	2012	2011	2010	2009	2008
\$727,663	\$628,072	\$610,940	\$661,196	\$619,230	\$664,410
(\$727,663)	(\$628,072)	(\$610,940)	(\$661,196)	(\$619,230)	(\$664,410)
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$4,025,131	\$4,205,701	\$4,065,045	\$4,395,555	\$4,132,082	\$4,437,348
18.08%	14.93%	15.03%	15.04%	14.99%	14.97%

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

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2017.

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

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2017.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2017. See the notes to the basic financial statements for the methods and assumptions in this calculation.

CITY OF
FAIRVIEW PARK

A Great Place to Grow

Combining Statements and Individual Fund Schedules

Fund Descriptions - Nonmajor Governmental and Enterprise Funds

Nonmajor Special Revenue Funds

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

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

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

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

S.A.V.E. Fund - To account for and report Stop a Vandal Easily funds committed from general fund, to be used for reward for information in regards to solving crimes.

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

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

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

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

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

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

Fairview Park Sidewalk Fund - To account for and report the transfer of general fund monies committed to be used in the improvement of City sidewalks. This fund did not have any budgetary activity in 2017, therefore, budgetary information is not provided.

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

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

(continued)

Fund Descriptions - Nonmajor Governmental and Enterprise Funds (continued)

Nonmajor Special Revenue Funds (continued)

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

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

Civil Reimbursement Fund - To account for and report revenue received from the Civil Service Department and restricted for expenditures for civil service testing.

New Levy/Project Account Fund - To account for and report property taxes restricted for a specific project.

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

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

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

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

Nonmajor Debt Service Fund

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

General Obligation Bond Retirement Fund - To account for and report property taxes restricted for the payment of principal and interest and fiscal charges on general obligation debt. This fund did not have any budgetary activity in 2017, therefore, budgetary information is not provided.

(continued)

Fund Descriptions - Nonmajor Governmental and Enterprise Funds (continued)

Nonmajor Capital Projects Funds

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

Recreation Construction Fund - To account for and report revenues from recreation programs restricted for constructing and furnishing the new recreation center and facility. This fund did not have any budgetary activity in 2017, therefore, budgetary information is not provided.

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

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

Senior Center Construction Fund - To account for bond proceeds restricted for the construction of a new senior center. This fund did not have any budgetary activity in 2017, therefore, budgetary information is not provided.

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

Nonmajor Enterprise Fund

Gilles-Sweet Fund - The Gilles-Sweet fund accounts for and reports the receipts and expenditures of the Gilles-Sweet building which was leased from the Fairview Park City School District for Senior Center activities. The lease expired and the Senior Center relocated in July 2000. This fund is now used to pay residual expenses for the past activities. This fund did not have any budgetary activity in 2017, therefore, budgetary information is not provided.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2017**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 1,618,305	\$ 176	\$ 1,847,520	\$ 3,466,001
Materials and Supplies Inventory	17,354	-	-	17,354
Accounts Receivable	192,992	-	-	192,992
Intergovernmental Receivable	411,198	-	141,777	552,975
Income Taxes Receivable	-	-	462,851	462,851
Property Taxes Receivable	507,533	-	303,467	811,000
Special Assessments Receivable	335,341	-	-	335,341
Assets Held for Resale	-	-	306,757	306,757
Total Assets	<u>\$ 3,082,723</u>	<u>\$ 176</u>	<u>\$ 3,062,372</u>	<u>\$ 6,145,271</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 102,987	\$ -	\$ 33,020	\$ 136,007
Accrued Wages and Benefits	26,163	-	-	26,163
Contracts Payable	-	-	135,633	135,633
Intergovernmental Payable	79,277	-	-	79,277
Retainage Payable	-	-	32,505	32,505
Unearned Revenue	-	-	360,000	360,000
Total Liabilities	<u>208,427</u>	<u>-</u>	<u>561,158</u>	<u>769,585</u>
Deferred Inflows of Resources:				
Property Taxes	493,701	-	294,906	788,607
Unavailable Revenue - Delinquent Property Taxes	13,832	-	8,561	22,393
Unavailable Revenue - Income Taxes	-	-	259,689	259,689
Unavailable Revenue - Other	635,452	-	91,777	727,229
Total Deferred Inflows of Resources	<u>1,142,985</u>	<u>-</u>	<u>654,933</u>	<u>1,797,918</u>
Fund Balances:				
Nonspendable	17,354	-	-	17,354
Restricted	1,604,448	176	1,846,281	3,450,905
Committed	213,009	-	-	213,009
Unassigned	(103,500)	-	-	(103,500)
Total Fund Balances	<u>1,731,311</u>	<u>176</u>	<u>1,846,281</u>	<u>3,577,768</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 3,082,723</u>	<u>\$ 176</u>	<u>\$ 3,062,372</u>	<u>\$ 6,145,271</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES				
Property Taxes	\$ 480,743	\$ -	\$ 296,417	\$ 777,160
Income Taxes	-	-	1,157,170	1,157,170
Franchise Taxes	303,296	-	-	303,296
Intergovernmental	1,017,819	-	143,787	1,161,606
Interest	2,123	-	-	2,123
Fees, Licenses, and Permits	81,683	-	-	81,683
Rentals	18,190	-	-	18,190
Charges for Services	408,644	-	60,000	468,644
Contributions and Donations	-	-	1,000	1,000
Special Assessments	1,039,884	-	-	1,039,884
All Other Revenues	34,409	-	53,512	87,921
Total Revenues	3,386,791	-	1,711,886	5,098,677
EXPENDITURES				
Current:				
Security of Persons and Property	2,287,056	-	-	2,287,056
Leisure Time Activities	58,485	-	-	58,485
Basic Utility Services	715,373	-	-	715,373
Transportation	751,204	-	-	751,204
General Government	20,279	-	4,576	24,855
Capital Outlay	-	-	1,456,983	1,456,983
Debt Service:				
Principal Retirement	-	-	349,794	349,794
Interest and Fiscal Charges	-	-	55,921	55,921
Total Expenditures	3,832,397	-	1,867,274	5,699,671
Excess of Revenues Over (Under) Expenditures	(445,606)	-	(155,388)	(600,994)
OTHER FINANCING SOURCES				
Sale of Capital Assets	-	-	70,950	70,950
Transfers In	603,000	-	-	603,000
Total Other Financing Sources	603,000	-	70,950	673,950
Net Change in Fund Balances	157,394	-	(84,438)	72,956
Fund Balances - Beginning of Year	1,573,917	176	1,930,719	3,504,812
Fund Balances - End of Year	\$ 1,731,311	\$ 176	\$ 1,846,281	\$ 3,577,768

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2017**

	Street Construction, Maintenance and Repair	State Highway	Police and Fire Pension	S.A.V.E.
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 48,409	\$ 37,856	\$ 10,361	\$ -
Materials and Supplies Inventory	-	17,354	-	-
Accounts Receivable	-	-	-	-
Intergovernmental Receivable	300,651	24,351	7,550	-
Property Taxes Receivable	-	-	224,387	-
Special Assessments Receivable	-	-	-	-
Total Assets	\$ 349,060	\$ 79,561	\$ 242,298	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ 10,319	\$ -	\$ -
Accrued Wages and Benefits	12,732	-	-	-
Intergovernmental Payable	7,306	-	66,973	-
Total Liabilities	20,038	10,319	66,973	-
Deferred Inflows of Resources:				
Property Taxes	-	-	218,483	-
Unavailable Revenue - Delinquent Property Taxes	-	-	5,904	-
Unavailable Revenue - Other	196,513	15,913	7,550	-
Total Deferred Inflows of Resources	196,513	15,913	231,937	-
Fund Balances:				
Nonspendable	-	17,354	-	-
Restricted	132,509	35,975	-	-
Committed	-	-	-	-
Unassigned	-	-	(56,612)	-
Total Fund Balances (Deficits)	132,509	53,329	(56,612)	-
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 349,060	\$ 79,561	\$ 242,298	\$ -

<u>Street Lighting</u>	<u>Solid Waste</u>	<u>Fire Operating Levy</u>	<u>Safe Routes to School</u>	<u>Federal Grants</u>	<u>Waterline Repair</u>	<u>Fairview Park Sidewalk</u>
\$ 67,233	\$ 24,875	\$ 121,036	\$ 1	\$ 1	\$ 32,685	\$ 4,924
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	19,444	-	-	-	-
-	-	283,146	-	-	-	-
309,345	25,996	-	-	-	-	-
<u>\$ 376,578</u>	<u>\$ 50,871</u>	<u>\$ 423,626</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 32,685</u>	<u>\$ 4,924</u>
\$ 20,905	\$ 71,763	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	6,723	-	-	-	-
-	-	3,439	-	-	-	-
<u>20,905</u>	<u>71,763</u>	<u>10,162</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	275,218	-	-	-	-
-	-	7,928	-	-	-	-
309,345	25,996	19,397	-	-	-	-
<u>309,345</u>	<u>25,996</u>	<u>302,543</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
46,328	-	110,921	1	1	32,685	-
-	-	-	-	-	-	4,924
-	(46,888)	-	-	-	-	-
<u>46,328</u>	<u>(46,888)</u>	<u>110,921</u>	<u>1</u>	<u>1</u>	<u>32,685</u>	<u>4,924</u>
\$ 376,578	\$ 50,871	\$ 423,626	\$ 1	\$ 1	\$ 32,685	\$ 4,924

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 DECEMBER 31, 2017
 (CONTINUED)**

	Bain Park Restoration	Law Enforcement Trust	D.U.I. Education	Police on Patrol Arresting Speeders
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 18,397	\$ 31,653	\$ 13,505	\$ 61,344
Materials and Supplies Inventory	-	-	-	-
Accounts Receivable	150	-	200	2,325
Intergovernmental Receivable	59,045	-	-	-
Property Taxes Receivable	-	-	-	-
Special Assessments Receivable	-	-	-	-
Total Assets	\$ 77,592	\$ 31,653	\$ 13,705	\$ 63,669
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	1,147
Intergovernmental Payable	-	-	-	224
Total Liabilities	-	-	-	1,371
Deferred Inflows of Resources:				
Property Taxes	-	-	-	-
Unavailable Revenue - Delinquent Property Taxes	-	-	-	-
Unavailable Revenue - Other	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	-	31,653	13,705	62,298
Committed	77,592	-	-	-
Unassigned	-	-	-	-
Total Fund Balances (Deficits)	77,592	31,653	13,705	62,298
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 77,592	\$ 31,653	\$ 13,705	\$ 63,669

<u>Civil Reimbursement</u>	<u>New Levy/ Project Account</u>	<u>Cable TV Franchise Fee</u>	<u>Juvenile Diversion</u>	<u>D.A.R.E</u>	<u>Emergency Medical System</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$ -	\$ -	\$ 1,057,043	\$ 5,781	\$ 814	\$ 82,387	\$ 1,618,305
-	-	-	-	-	-	17,354
-	-	74,734	-	-	115,583	192,992
-	-	-	-	-	157	411,198
-	-	-	-	-	-	507,533
-	-	-	-	-	-	335,341
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,131,777</u>	<u>\$ 5,781</u>	<u>\$ 814</u>	<u>\$ 198,127</u>	<u>\$ 3,082,723</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 102,987
-	-	-	-	-	5,561	26,163
-	-	-	-	-	1,335	79,277
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,896</u>	<u>208,427</u>
-	-	-	-	-	-	493,701
-	-	-	-	-	-	13,832
-	-	-	-	-	60,738	635,452
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>60,738</u>	<u>1,142,985</u>
-	-	-	-	-	-	17,354
-	-	1,131,777	5,781	814	-	1,604,448
-	-	-	-	-	130,493	213,009
-	-	-	-	-	-	(103,500)
<u>-</u>	<u>-</u>	<u>1,131,777</u>	<u>5,781</u>	<u>814</u>	<u>130,493</u>	<u>1,731,311</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,131,777</u>	<u>\$ 5,781</u>	<u>\$ 814</u>	<u>\$ 198,127</u>	<u>\$ 3,082,723</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Street Construction, Maintenance and Repair	State Highway	Police and Fire Pension	S.A.V.E.
REVENUES				
Property Taxes	\$ -	\$ -	\$ 204,416	\$ -
Franchise Taxes	-	-	-	-
Intergovernmental	678,471	54,812	30,197	-
Interest	1,570	553	-	-
Fees, Licenses, and Permits	-	-	-	-
Rentals	-	-	-	-
Charges for Services	-	-	-	-
Special Assessments	-	-	-	-
All Other Revenues	6,043	-	-	-
Total Revenues	<u>686,084</u>	<u>55,365</u>	<u>234,613</u>	<u>-</u>
EXPENDITURES				
Current:				
Security of Persons and Property	-	-	921,751	-
Leisure Time Activities	-	-	-	-
Basic Utility Services	-	-	-	-
Transportation	688,791	62,413	-	-
General Government	-	-	-	400
Total Expenditures	<u>688,791</u>	<u>62,413</u>	<u>921,751</u>	<u>400</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,707)</u>	<u>(7,048)</u>	<u>(687,138)</u>	<u>(400)</u>
OTHER FINANCING SOURCES				
Transfer In	-	-	603,000	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>603,000</u>	<u>-</u>
Net Change in Fund Balances	(2,707)	(7,048)	(84,138)	(400)
Fund Balances (Deficits) - Beginning of Year	135,216	60,377	27,526	400
Fund Balances (Deficits)- End of Year	<u>\$ 132,509</u>	<u>\$ 53,329</u>	<u>\$ (56,612)</u>	<u>\$ -</u>

Street Lighting	Solid Waste	Fire Operating Levy	Safe Routes to School	Federal Grants	Waterline Repair	Fairview Park Sidewalk
\$ -	\$ -	\$ 276,327	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	38,453	92,841	64,000	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
303,014	736,870	-	-	-	-	-
-	-	2,892	-	-	16,784	-
<u>303,014</u>	<u>736,870</u>	<u>317,672</u>	<u>92,841</u>	<u>64,000</u>	<u>16,784</u>	<u>-</u>
253,247	-	394,558	93,332	262	-	-
-	-	-	-	-	-	-
-	715,373	-	-	-	-	-
-	-	-	-	-	-	-
-	7,284	-	-	-	9,906	-
<u>253,247</u>	<u>722,657</u>	<u>394,558</u>	<u>93,332</u>	<u>262</u>	<u>9,906</u>	<u>-</u>
<u>49,767</u>	<u>14,213</u>	<u>(76,886)</u>	<u>(491)</u>	<u>63,738</u>	<u>6,878</u>	<u>-</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>49,767</u>	<u>14,213</u>	<u>(76,886)</u>	<u>(491)</u>	<u>63,738</u>	<u>6,878</u>	<u>-</u>
(3,439)	(61,101)	187,807	492	(63,737)	25,807	4,924
<u>\$ 46,328</u>	<u>\$ (46,888)</u>	<u>\$ 110,921</u>	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ 32,685</u>	<u>\$ 4,924</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

	Bain Park Restoration	Law Enforcement Trust	D.U.I. Education	Police on Patrol Arresting Speeders
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Franchise Taxes	-	-	-	-
Intergovernmental	59,045	-	-	-
Interest	-	-	-	-
Fees, Licenses, and Permits	-	7,282	2,792	71,609
Rentals	18,190	-	-	-
Charges for Services	150	-	-	-
Special Assessments	-	-	-	-
All Other Revenues	-	-	-	-
Total Revenues	<u>77,385</u>	<u>7,282</u>	<u>2,792</u>	<u>71,609</u>
EXPENDITURES				
Current:				
Security of Persons and Property	-	2,669	563	103,480
Leisure Time Activities	58,485	-	-	-
Basic Utility Services	-	-	-	-
Transportation	-	-	-	-
General Government	-	-	-	-
Total Expenditures	<u>58,485</u>	<u>2,669</u>	<u>563</u>	<u>103,480</u>
Excess of Revenues Over (Under) Expenditures	<u>18,900</u>	<u>4,613</u>	<u>2,229</u>	<u>(31,871)</u>
OTHER FINANCING SOURCES				
Transfer In	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	18,900	4,613	2,229	(31,871)
Fund Balances (Deficits) - Beginning of Year	58,692	27,040	11,476	94,169
Fund Balances (Deficits)- End of Year	<u>\$ 77,592</u>	<u>\$ 31,653</u>	<u>\$ 13,705</u>	<u>\$ 62,298</u>

Civil Reimbursement	New Levy/ Project Account	Cable TV Franchise Fee	Juvenile Diversion	D.A.R.E	Emergency Medical System	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 480,743
-	-	303,296	-	-	-	303,296
-	-	-	-	-	-	1,017,819
-	-	-	-	-	-	2,123
-	-	-	-	-	-	81,683
-	-	-	-	-	-	18,190
-	-	-	-	-	408,494	408,644
-	-	-	-	-	-	1,039,884
-	-	-	6,000	-	2,690	34,409
-	-	303,296	6,000	-	411,184	3,386,791
-	-	-	219	-	516,975	2,287,056
-	-	-	-	-	-	58,485
-	-	-	-	-	-	715,373
-	-	-	-	-	-	751,204
2,688	1	-	-	-	-	20,279
2,688	1	-	219	-	516,975	3,832,397
(2,688)	(1)	303,296	5,781	-	(105,791)	(445,606)
-	-	-	-	-	-	603,000
-	-	-	-	-	-	603,000
(2,688)	(1)	303,296	5,781	-	(105,791)	157,394
2,688	1	828,481	-	814	236,284	1,573,917
\$ -	\$ -	\$ 1,131,777	\$ 5,781	\$ 814	\$ 130,493	\$ 1,731,311

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 DECEMBER 31, 2017**

	Recreation Construction	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
ASSETS						
Equity in Pooled Cash and Cash Equivalents	\$ 723,818	\$ 183,316	\$ 216,486	\$ 2,082	\$ 721,818	\$ 1,847,520
Intergovernmental Receivable	-	22,432	-	-	119,345	141,777
Income Taxes Receivable	-	-	-	-	462,851	462,851
Property Taxes Receivable	-	303,467	-	-	-	303,467
Assets Held for Resale	-	-	306,757	-	-	306,757
Total Assets	\$ 723,818	\$ 509,215	\$ 523,243	\$ 2,082	\$ 1,304,014	\$ 3,062,372
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES						
Liabilities:						
Accounts Payable	\$ 8,130	\$ 14,697	\$ -	\$ -	\$ 10,193	\$ 33,020
Contracts Payable	-	-	-	-	135,633	135,633
Retainage Payable	-	-	-	-	32,505	32,505
Unearned Revenue	360,000	-	-	-	-	360,000
Total Liabilities	368,130	14,697	-	-	178,331	561,158
Deferred Inflows of Resources:						
Property Taxes	-	294,906	-	-	-	294,906
Unavailable Revenue - Delinquent Property Taxes	-	8,561	-	-	-	8,561
Unavailable Revenue - Income Taxes	-	-	-	-	259,689	259,689
Unavailable Revenue - Other	-	22,432	-	-	69,345	91,777
Total Deferred Inflows of Resources	-	325,899	-	-	329,034	654,933
Fund Balances:						
Restricted	355,688	168,619	523,243	2,082	796,649	1,846,281
Total Fund Balances	355,688	168,619	523,243	2,082	796,649	1,846,281
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 723,818	\$ 509,215	\$ 523,243	\$ 2,082	\$ 1,304,014	\$ 3,062,372

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Recreation Construction	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
REVENUES						
Property Taxes	\$ -	\$ 296,417	\$ -	\$ -	\$ -	\$ 296,417
Income Taxes	-	-	-	-	1,157,170	1,157,170
Intergovernmental	-	43,787	-	-	100,000	143,787
Charges for Services	60,000	-	-	-	-	60,000
Contributions and Donations	-	1,000	-	-	-	1,000
All Other Revenues	-	13,512	40,000	-	-	53,512
Total Revenues	60,000	354,716	40,000	-	1,257,170	1,711,886
EXPENDITURES						
Current:						
General Government	-	4,576	-	-	-	4,576
Capital Outlay	8,130	321,120	-	-	1,127,733	1,456,983
Debt Service:						
Principal Retirement	-	64,764	-	-	285,030	349,794
Interest and Fiscal Charges	-	23,128	-	-	32,793	55,921
Total Expenditures	8,130	413,588	-	-	1,445,556	1,867,274
Excess of Revenues (Under) Expenditures	51,870	(58,872)	40,000	-	(188,386)	(155,388)
OTHER FINANCING SOURCES						
Sale of Capital Assets	-	1,350	38,000	-	31,600	70,950
Total Other Financing Sources	-	1,350	38,000	-	31,600	70,950
Net Change in Fund Balances	51,870	(57,522)	78,000	-	(156,786)	(84,438)
Fund Balances - Beginning of Year	303,818	226,141	445,243	2,082	953,435	1,930,719
Fund Balances - End of Year	\$ 355,688	\$ 168,619	\$ 523,243	\$ 2,082	\$ 796,649	\$ 1,846,281

Fund Descriptions - Fiduciary Funds

Fiduciary Funds

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

Agency Funds

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

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

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

Special Hold Account Fund - This fund accounts for monies from Senior Life center, building department that is held by the City for specific purpose and to ensure compliance with City ordinances.

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

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

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

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017
Required Deposits				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 12,149	\$ 21,149	\$ 15,345	\$ 17,953
Liabilities				
Deposits Held and Due to Others	\$ 12,149	\$ 21,149	\$ 15,345	\$ 17,953
Senior Life Donations				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 30,421	\$ 5,511	\$ 15,878	\$ 20,054
Liabilities				
Accounts Payable	\$ 30,421	\$ 5,511	\$ 15,878	\$ 20,054
Building Assessment Fees				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 1,777	\$ 3,053	\$ 2,952	\$ 1,878
Liabilities				
Intergovernmental Payable	\$ 1,777	\$ 3,053	\$ 2,952	\$ 1,878
Special Hold Account				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 291,343	\$ 146,288	\$ 20,074	\$ 417,557
Liabilities				
Deposits Held and Due to Others	\$ 291,343	\$ 146,288	\$ 20,074	\$ 417,557

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2017
 (CONTINUED)**

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017
<i>Employee section M 125</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 3,397	\$ 10,930	\$ 11,689	\$ 2,638
Liabilities				
Deposits Held and Due to Others	\$ 3,397	\$ 10,930	\$ 11,689	\$ 2,638
<i>Survey/Sanitary and Storm Sewer</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 4,899	\$ -	\$ -	\$ 4,899
Liabilities				
Deposits Held and Due to Others	\$ 4,899	\$ -	\$ -	\$ 4,899
<i>Cleveland Waterline Projects</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 542,904	\$ 778,785	\$ 1,257,344	\$ 64,345
Liabilities				
Intergovernmental Payable	\$ 542,904	\$ 778,785	\$ 1,257,344	\$ 64,345
<i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 886,890	\$ 965,716	\$ 1,323,282	\$ 529,324
Total Assets	\$ 886,890	\$ 965,716	\$ 1,323,282	\$ 529,324
Liabilities				
Accounts Payable	\$ 30,421	\$ 5,511	\$ 15,878	\$ 20,054
Intergovernmental Payable	544,681	781,838	1,260,296	66,223
Deposits Held and Due to Others	311,788	178,367	47,108	443,047
Total Liabilities	\$ 886,890	\$ 965,716	\$ 1,323,282	\$ 529,324

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

This page intentionally left blank.

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 2,624,858	\$ 2,837,529	\$ 2,838,049	\$ 520
Income Taxes	5,213,285	5,635,674	5,635,154	(520)
Intergovernmental	781,806	845,149	845,149	-
Interest	70,299	75,995	75,995	-
Licenses and Permits	381,755	412,685	412,685	-
Rentals	22,641	24,475	24,475	-
Charges for Services	14,591	15,773	15,773	-
Contributions and Donations	231	250	250	-
All Other Revenues	218,997	236,741	236,741	-
Total Revenues	9,328,463	10,084,271	10,084,271	-
Expenditures:				
Current:				
Security of Persons and Property				
Police				
Personal Services	2,951,935	2,970,778	2,860,278	110,500
Other	163,655	166,155	155,420	10,735
Total Police	3,115,590	3,136,933	3,015,698	121,235
Fire				
Personal Services	2,017,679	2,017,679	1,975,089	42,590
Other	66,768	72,501	56,563	15,938
Total Fire	2,084,447	2,090,180	2,031,652	58,528
Corrections				
Other	137,750	129,150	129,129	21
Total Corrections	137,750	129,150	129,129	21
Total Security of Persons and Property	5,337,787	5,356,263	5,176,479	179,784
Public Health				
Health				
Other	1,500	1,850	1,750	100
Total Public Health	1,500	1,850	1,750	100
Leisure Time Activities				
Parks and Recreation				
Other Expenses	9,000	3,500	1,407	2,093
Total Parks and Recreation	9,000	3,500	1,407	2,093
Home Day Celebration				
Personal Services	348,321	348,321	329,354	18,967
Other Expenses	34,210	35,710	33,346	2,364
Total Home Day Celebration	382,531	384,031	362,700	21,331
Leisure Time Activities				
Other	15,000	17,850	15,807	2,043
Total Leisure Time Activities	15,000	17,850	15,807	2,043
Total Leisure Time Activities	406,531	405,381	379,914	25,467

(continued)

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Community Environment				
Planning and Design Commission				
Other	2,826	2,826	2,323	503
Total Planning Commission	2,826	2,826	2,323	503
Building Standards				
Personal Services	319,175	320,575	311,553	9,022
Other	13,895	13,895	12,077	1,818
Total Building Standards	333,070	334,470	323,630	10,840
Total Community Environment	335,896	337,296	325,953	11,343
Basic Utility Services				
Recycling and Solid Waste Disposal				
Other Expenses	183,513	183,513	171,523	11,990
Total Recycling and Solid Waste Disposal	183,513	183,513	171,523	11,990
Total Basic Utility Services	183,513	183,513	171,523	11,990
Transportation				
Motor Vehicle Maintenance				
Personal Services	168,155	169,355	163,555	5,800
Other Expenses	256,277	213,277	213,266	11
Total Street Cleaning	424,432	382,632	376,821	5,811
Traffic Control				
Personal Services	178,725	180,525	175,807	4,718
Other Expenses	61,976	61,976	55,822	6,154
Total Traffic Control	240,701	242,501	231,629	10,872
Total Transportation	665,133	625,133	608,450	16,683
General Government				
Board of Appeals				
Other	970	970	870	100
Total Board of Appeals	970	970	870	100
Mayor's Office				
Personal Services	182,913	184,163	182,373	1,790
Other Expenses	10,696	12,696	12,692	4
Total Mayor's Office	193,609	196,859	195,065	1,794
Service Director				
Personal Services	444,958	452,058	448,831	3,227
Other Expenses	32,458	30,958	19,282	11,676
Total Service Director	477,416	483,016	468,113	14,903
Finance Department				
Personal Services	244,102	248,277	237,980	10,297
Other	211,020	218,020	211,679	6,341
Total Finance Department	455,122	466,297	449,659	16,638

(continued)

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Legal Department				
Personal Services	156,580	160,430	157,288	3,142
Other	5,050	13,550	12,840	710
Total Legal Department	161,630	173,980	170,128	3,852
Engineering				
Other	37,915	38,315	37,603	712
Total Engineering	37,915	38,315	37,603	712
Municipal Lands and Building				
Personal Services	252,930	252,930	240,758	12,172
Other	179,046	222,046	190,162	31,884
Total Municipal Lands and Building	431,976	474,976	430,920	44,056
Civil Service				
Personal Services	1,956	1,956	1,409	547
Other	6,755	3,755	3,236	519
Total Civil Service	8,711	5,711	4,645	1,066
County and State Fees				
Personal Services	5,590	5,590	5,590	-
Other	162,366	154,566	154,311	255
Total County and State Fees	167,956	160,156	159,901	255
Legislative				
Personal Services	181,339	182,643	180,327	2,316
Other	17,940	15,336	14,471	865
Total Legislative	199,279	197,979	194,798	3,181
Other Administrative				
Other Expenses	442,283	437,108	374,597	62,511
Total Other General Government	442,283	437,108	374,597	62,511
Total General Government	2,576,867	2,635,367	2,486,299	149,068
Total Expenditures	9,507,227	9,544,803	9,150,368	394,435
Excess of Revenues Over (Under) Expenditures	(178,764)	539,468	933,903	394,435
Other Financing Sources (Uses)				
Sale of Capital Assets	7,264	7,264	7,264	-
Advances In	164,000	164,000	164,000	-
Transfers Out	(603,000)	(603,000)	(603,000)	-
Total Other Financing Sources (Uses)	(431,736)	(431,736)	(431,736)	-
Net Change in Fund Balance	(610,500)	107,732	502,167	394,435
Fund Balance - Beginning of Year	1,435,781	1,435,781	1,435,781	-
Prior Year Encumbrances Appropriated	115,929	115,929	115,929	-
Fund Balance - End of Year	\$ 941,210	\$ 1,659,442	\$ 2,053,877	\$ 394,435

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 RECREATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 385,043	\$ 340,699	\$ 340,699	\$ -
Income Taxes	2,057,897	2,253,446	2,253,446	-
Intergovernmental	207,243	226,936	226,936	-
Rentals	75,375	82,537	201,910	119,373
Charges for Services	1,042,786	1,141,875	1,039,875	(102,000)
Contributions and Donations	79,152	86,673	69,300	(17,373)
All Other Revenues	7,417	8,122	8,122	-
Total Revenues	<u>3,854,913</u>	<u>4,140,288</u>	<u>4,140,288</u>	<u>-</u>
Expenditures:				
Current:				
Leisure Time Activities				
Personal Services	1,463,957	1,474,059	1,450,861	23,198
Other	1,355,686	1,350,605	1,266,117	84,488
Total Leisure Time Activities	<u>2,819,643</u>	<u>2,824,664</u>	<u>2,716,978</u>	<u>107,686</u>
Debt Service:				
Principal	687,577	685,000	685,000	-
Interest & Fiscal Charges	644,227	641,813	641,813	-
Total Debt Service	<u>1,331,804</u>	<u>1,326,813</u>	<u>1,326,813</u>	<u>-</u>
Total Expenditures	<u>4,151,447</u>	<u>4,151,477</u>	<u>4,043,791</u>	<u>107,686</u>
Excess of Revenues Over (Under) Expenditures	(296,534)	(11,189)	96,497	107,686
Other Financing Sources				
Sale of Capital Assets	130	130	130	-
Total Other Financing Sources	<u>130</u>	<u>130</u>	<u>130</u>	<u>-</u>
Net Change in Fund Balance	(296,404)	(11,059)	96,627	107,686
Fund Balance - Beginning of Year	946,730	946,730	946,730	-
Prior Year Encumbrances Appropriated	169,854	169,854	169,854	-
Fund Balance - End of Year	<u>\$ 820,180</u>	<u>\$ 1,105,525</u>	<u>\$ 1,213,211</u>	<u>\$ 107,686</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SEWER FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 2,435,240	\$ 2,435,240	\$ -
Tap-in Fees	15,494	15,494	-
Intergovernmental	2,522,376	-	(2,522,376)
Total Revenues	<u>4,973,110</u>	<u>2,450,734</u>	<u>(2,522,376)</u>
Expenses			
Current:			
Personal Services	313,017	302,331	10,686
Contractual Services	1,754,814	1,381,912	372,902
Materials and Supplies	69,896	19,228	50,668
Capital Outlay	3,373,496	459,370	2,914,126
Debt Service:			
Principal Retirement	230,315	230,312	3
Interest and Fiscal Charges	136,232	135,423	809
Total Expenses	<u>5,877,770</u>	<u>2,528,576</u>	<u>3,349,194</u>
Excess of Revenues Over (Under) Expenses	(904,660)	(77,842)	826,818
Other Financing (Uses)			
Transfer Out	(1,880)	(1,880)	-
Total Other Financing (Uses)	<u>(1,880)</u>	<u>(1,880)</u>	<u>-</u>
Net Change in Fund Equity	(906,540)	(79,722)	826,818
Fund Equity - Beginning of Year	3,009,579	3,009,579	-
Prior Year Encumbrances Appropriated	271,494	271,494	-
Fund Equity - End of Year	<u>\$ 2,374,533</u>	<u>\$ 3,201,351</u>	<u>\$ 826,818</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 STREET CONSTRUCTION, MAINTENANCE, AND REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Intergovernmental	\$ 688,232	\$ 688,232	\$ -
Interest	1,570	1,570	-
All Other Revenues	5,975	5,975	-
Total Revenues	<u>695,777</u>	<u>695,777</u>	<u>-</u>
Expenditures:			
Current:			
Transportation			
Personal Services	697,210	683,717	13,493
Total Expenditures	<u>697,210</u>	<u>683,717</u>	<u>13,493</u>
Net Change in Fund Balance	(1,433)	12,060	13,493
Fund Balance - Beginning of Year	36,349	36,349	-
Fund Balance - End of Year	<u>\$ 34,916</u>	<u>\$ 48,409</u>	<u>\$ 13,493</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 STATE HIGHWAY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Intergovernmental	\$ 55,604	\$ 55,604	\$ -
All Other Revenues	553	553	-
Total Revenues	<u>56,157</u>	<u>56,157</u>	<u>-</u>
Expenditures:			
Current:			
Transportation			
Other	58,996	58,996	-
Total Expenditures	<u>58,996</u>	<u>58,996</u>	<u>-</u>
Net Change in Fund Balance	(2,839)	(2,839)	-
Fund Balance - Beginning of Year	25,701	25,701	-
Prior Year Encumbrances Appropriated	3,996	3,996	-
Fund Balance - End of Year	<u>\$ 26,858</u>	<u>\$ 26,858</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 POLICE AND FIRE PENSION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Property Taxes	\$ 204,416	\$ 204,416	\$ -
Intergovernmental	30,197	30,197	-
Total Revenues	<u>234,613</u>	<u>234,613</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	979,020	417,488	561,532
Other	3,151	502,645	(499,494)
Total Expenditures	<u>982,171</u>	<u>920,133</u>	<u>62,038</u>
Excess of Revenues Over (Under) Expenditures	(747,558)	(685,520)	62,038
Other Financing Sources			
Transfers In	660,000	603,000	(57,000)
Total Other Financing Sources	<u>660,000</u>	<u>603,000</u>	<u>(57,000)</u>
Net Change in Fund Balance	(87,558)	(82,520)	5,038
Fund Balance - Beginning of Year	92,881	92,881	-
Fund Balance - End of Year	<u>\$ 5,323</u>	<u>\$ 10,361</u>	<u>\$ 5,038</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 S.A.V.E FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Total Revenues	\$ -	\$ -	\$ -
Expenditures:			
General Government			
Other	400	400	-
Total Expenditures	<u>400</u>	<u>400</u>	<u>-</u>
Net Change in Fund Balance	(400)	(400)	-
Fund Balance - Beginning of Year	400	400	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 STREET LIGHTING FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Special Assessments	\$ 303,014	\$ 303,014	\$ -
Total Revenues	<u>303,014</u>	<u>303,014</u>	<u>-</u>
Expenditures:			
Current:			
General Government			
Other	253,170	253,168	2
Total Expenditures	<u>253,170</u>	<u>253,168</u>	<u>2</u>
Net Change in Fund Balance	49,844	49,846	2
Fund Balance - Beginning of Year	17,387	17,387	-
Fund Balance - End of Year	<u>\$ 67,231</u>	<u>\$ 67,233</u>	<u>\$ 2</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SOLID WASTE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Special Assessments	\$ 736,870	\$ 736,870	\$ -
Total Revenues	<u>736,870</u>	<u>736,870</u>	<u>-</u>
Expenditures:			
Current:			
General Government			
Other	7,284	7,284	-
Total General Government	<u>7,284</u>	<u>7,284</u>	<u>-</u>
Basic Utility Services			
Other	712,500	712,500	-
Total Basic Utility Services	<u>712,500</u>	<u>712,500</u>	<u>-</u>
Total Expenditures	<u>719,784</u>	<u>719,784</u>	<u>-</u>
Net Change in Fund Balance	17,086	17,086	-
Fund Balance - Beginning of Year	7,789	7,789	-
Fund Balance - End of Year	<u>\$ 24,875</u>	<u>\$ 24,875</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 FIRE OPERATING LEVY FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 276,327	\$ 276,327	\$ -
Intergovernmental	38,453	38,453	-
All Other Revenues	2,845	2,845	-
Total Revenues	<u>317,625</u>	<u>317,625</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	358,426	336,273	22,153
Other	94,774	71,447	23,327
Total Expenditures	<u>453,200</u>	<u>407,720</u>	<u>45,480</u>
Net Change in Fund Balance	(135,575)	(90,095)	45,480
Fund Balance - Beginning of Year	196,559	196,559	-
Prior Year Encumbrances Appropriated	14,260	14,260	-
Fund Balance - End of Year	<u>\$ 75,244</u>	<u>\$ 120,724</u>	<u>\$ 45,480</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 SAFE ROUTES TO SCHOOL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 92,841	\$ 92,841	\$ -
Total Revenues	<u>92,841</u>	<u>92,841</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	93,332	93,332	-
Total Expenditures	<u>93,332</u>	<u>93,332</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>(491)</u>	<u>(491)</u>	<u>-</u>
Other Financing (Uses)			
Advances Out	(100,000)	(100,000)	-
Total Other Financings (Uses)	<u>(100,000)</u>	<u>(100,000)</u>	<u>-</u>
Net Change in Fund Balance	(100,491)	(100,491)	-
Fund Balance - Beginning of Year	802	802	-
Prior Year Encumbrances Appropriated	99,690	99,690	-
Fund Balance - End of Year	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 FEDERAL GRANTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 64,000	\$ 64,000	\$ -
Total Revenues	<u>64,000</u>	<u>64,000</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	8,308	8,308	-
Total Expenditures	<u>8,308</u>	<u>8,308</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	55,692	55,692	-
Other Financing (Uses)			
Advances Out	(64,000)	(64,000)	-
Total Other Financing (Uses)	<u>(64,000)</u>	<u>(64,000)</u>	<u>-</u>
Net Change in Fund Balance	(8,308)	(8,308)	-
Fund Balance - Beginning of Year	18	18	-
Prior Year Encumbrances Appropriated	8,291	8,291	-
Fund Balance - End of Year	<u>\$ 1</u>	<u>\$ 1</u>	<u>\$ -</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 WATERLINE REPAIR FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 16,784	\$ 16,784	\$ -
Total Revenues	<u>16,784</u>	<u>16,784</u>	<u>-</u>
Expenditures:			
Current:			
General Government			
Other	40,000	9,906	30,094
Total Expenditures	<u>40,000</u>	<u>9,906</u>	<u>30,094</u>
Net Change in Fund Balance	(23,216)	6,878	30,094
Fund Balance - Beginning of Year	25,807	25,807	-
Fund Balance - End of Year	<u>\$ 2,591</u>	<u>\$ 32,685</u>	<u>\$ 30,094</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 BAIN PARK RESTORATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Rentals	\$ 18,190	\$ 18,190	\$ -
Total Revenues	<u>18,190</u>	<u>18,190</u>	<u>-</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	70,000	66,945	3,055
Total Expenditures	<u>70,000</u>	<u>66,945</u>	<u>3,055</u>
Net Change in Fund Balance	(51,810)	(48,755)	3,055
Fund Balance - Beginning of Year	58,692	58,692	-
Fund Balance - End of Year	<u>\$ 6,882</u>	<u>\$ 9,937</u>	<u>\$ 3,055</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 LAW ENFORCEMENT TRUST FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Licenses and Permits	\$ 7,282	\$ 7,282	\$ -
Total Revenues	<u>7,282</u>	<u>7,282</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	11,000	6,119	4,881
Total Expenditures	<u>11,000</u>	<u>6,119</u>	<u>4,881</u>
Net Change in Fund Balance	(3,718)	1,163	4,881
Fund Balance - Beginning of Year	27,040	27,040	-
Fund Balance - End of Year	<u>\$ 23,322</u>	<u>\$ 28,203</u>	<u>\$ 4,881</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 D.U.I. EDUCATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Licenses and Permits	\$ 2,628	\$ 2,628	\$ -
Total Revenues	<u>2,628</u>	<u>2,628</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	2,500	563	1,937
Total Expenditures	<u>2,500</u>	<u>563</u>	<u>1,937</u>
Net Change in Fund Balance	128	2,065	1,937
Fund Balance - Beginning of Year	11,440	11,440	-
Fund Balance - End of Year	<u>\$ 11,568</u>	<u>\$ 13,505</u>	<u>\$ 1,937</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 POLICE ON PATROL ARRESTING SPEEDERS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines	\$ 75,423	\$ 75,423	\$ -
Total Revenues	<u>75,423</u>	<u>75,423</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	108,708	94,212	14,496
Other	50,010	9,902	40,108
Total Expenditures	<u>158,718</u>	<u>104,114</u>	<u>54,604</u>
Net Change in Fund Balance	(83,295)	(28,691)	54,604
Fund Balance - Beginning of Year	81,835	81,835	-
Prior Year Encumbrances Appropriated	8,200	8,200	-
Fund Balance - End of Year	<u>\$ 6,740</u>	<u>\$ 61,344</u>	<u>\$ 54,604</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 CIVIL REIMBURSEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues	\$ -	\$ -	\$ -
Expenditures:			
General Government			
Other	2,688	2,688	-
Total Expenditures	<u>2,688</u>	<u>2,688</u>	<u>-</u>
Net Change in Fund Balance	(2,688)	(2,688)	-
Fund Balance - Beginning of Year	2,688	2,688	-
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 NEW LEVY/PROJECT ACCOUNT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues	\$ -	\$ -	\$ -
Expenditures:			
Current:			
General Government			
Other	<u>1</u>	<u>1</u>	<u>-</u>
Total Expenditures	<u>1</u>	<u>1</u>	<u>-</u>
Net Change in Fund Balance	(1)	(1)	-
Fund Balance - Beginning of Year	<u>1</u>	<u>1</u>	<u>-</u>
Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 CABLE TV FRANCHISE FEE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Other Taxes	\$ 308,661	\$ 308,661	\$ -
Total Revenues	<u>308,661</u>	<u>308,661</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	308,661	308,661	-
Fund Balance - Beginning of Year	748,382	748,382	-
Fund Balance - End of Year	<u><u>\$ 1,057,043</u></u>	<u><u>\$ 1,057,043</u></u>	<u><u>\$ -</u></u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 JUVENILE DIVERSION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
All Other Revenues	\$ 6,000	\$ 6,000	\$ -
Total Revenues	<u>6,000</u>	<u>6,000</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Other	2,000	219	1,781
Total Expenditures	<u>2,000</u>	<u>219</u>	<u>1,781</u>
Net Change in Fund Balance	4,000	5,781	1,781
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u>\$ 4,000</u>	<u>\$ 5,781</u>	<u>\$ 1,781</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 D.A.R.E FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues	\$ -	\$ -	\$ -
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	814	-	814
Total Expenditures	<u>814</u>	<u>-</u>	<u>814</u>
Excess of Revenues Over (Under) Expenditures	<u>(814)</u>	<u>-</u>	<u>814</u>
Net Change in Fund Balance	(814)	-	814
Fund Balance - Beginning of Year	814	814	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 814</u>	<u>\$ 814</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 EMERGENCY MEDICAL SYSTEM FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 409,942	\$ 409,942	\$ -
Charges for Services	2,656	2,656	-
Total Revenues	<u>412,598</u>	<u>412,598</u>	<u>-</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	313,326	296,097	17,229
Other	236,790	224,456	12,334
Total Expenditures	<u>550,116</u>	<u>520,553</u>	<u>29,563</u>
Net Change in Fund Balance	(137,518)	(107,955)	29,563
Fund Balance - Beginning of Year	183,852	183,852	-
Prior Year Encumbrances Appropriated	3,790	3,790	-
Fund Balance - End of Year	<u>\$ 50,124</u>	<u>\$ 79,687</u>	<u>\$ 29,563</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 PERMANENT IMPROVEMENT FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 296,417	\$ 296,417	\$ -
Intergovernmental	43,787	43,787	-
Contributions and Donations	1,000	1,000	-
All Other Revenues	13,512	13,512	-
Total Revenues	354,716	354,716	-
Expenditures:			
Current:			
General Government			
Other	4,669	4,576	93
Total General Government	4,669	4,576	93
Capital Outlay			
Other	431,687	359,826	71,861
Total Capital Outlay	431,687	359,826	71,861
Debt Service:			
Principal	86,461	86,461	-
Interest & Fiscal Charges	1,431	1,431	-
Total Debt Service	87,892	87,892	-
Total Expenditures	524,248	452,294	71,954
Excess of Revenues Over (Under) Expenditures	(169,532)	(97,578)	71,954
Other Financing Sources			
Sale of Capital Assets	1,350	1,350	-
Total Other Financing Sources	1,350	1,350	-
Net Change in Fund Balance	(168,182)	(96,228)	71,954
Fund Balance - Beginning of Year	185,523	185,523	-
Prior Year Encumbrances Appropriated	63,619	63,619	-
Fund Balance - End of Year	\$ 80,960	\$ 152,914	\$ 71,954

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 LORAIN ROAD REVITALIZATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
All Other Revenues	\$ 40,000	\$ 40,000	\$ -
Total Revenues	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Expenditures:			
Capital Outlay			
Other	50,000	-	50,000
Total Expenditures	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Excess of Revenues Over (Under) Expenditures	(10,000)	40,000	50,000
Other Financing Sources			
Sale of Capital Assets	38,000	38,000	-
Total Other Financing Sources	<u>38,000</u>	<u>38,000</u>	<u>-</u>
Net Change in Fund Balance	28,000	78,000	50,000
Fund Balance - Beginning of Year	138,486	138,486	-
Fund Balance - End of Year	<u>\$ 166,486</u>	<u>\$ 216,486</u>	<u>\$ 50,000</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 CAPITAL IMPROVEMENTS FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Income Taxes	\$ 1,126,723	\$ 1,126,723	\$ -
Intergovernmental	105,728	105,728	-
Total Revenues	<u>1,232,451</u>	<u>1,232,451</u>	<u>-</u>
Expenditures:			
Capital Outlay			
Other	1,583,911	1,386,267	197,644
Total Capital Outlay	<u>1,583,911</u>	<u>1,386,267</u>	<u>197,644</u>
Debt Service:			
Principal	285,030	285,030	-
Interest & Fiscal Charges	32,793	32,793	-
Total Debt Service	<u>317,823</u>	<u>317,823</u>	<u>-</u>
Total Expenditures	<u>1,901,734</u>	<u>1,704,090</u>	<u>197,644</u>
Excess of Revenues Over (Under) Expenditures	(669,283)	(471,639)	197,644
Other Financing Sources			
Sale of Capital Assets	31,600	31,600	-
Total Other Financing Sources	<u>31,600</u>	<u>31,600</u>	<u>-</u>
Net Change in Fund Balance	(637,683)	(440,039)	197,644
Fund Balance - Beginning of Year	582,346	582,346	-
Prior Year Encumbrances Appropriated	149,208	149,208	-
Fund Balance - End of Year	<u>\$ 93,871</u>	<u>\$ 291,515</u>	<u>\$ 197,644</u>

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY –
 BUDGET (NON-GAAP BASIS) AND ACTUAL
 HEALTH INSURANCE RESERVE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 1,334,562	\$ 1,334,562	\$ -
Total Revenues	<u>1,334,562</u>	<u>1,334,562</u>	<u>-</u>
Expenses:			
Current:			
Contractual Services	1,422,129	1,240,625	181,504
Claims	125,163	112,290	12,873
Total Expenses	<u>1,547,292</u>	<u>1,352,915</u>	<u>194,377</u>
Net Change in Fund Equity	(212,730)	(18,353)	194,377
Fund Equity - Beginning of Year	220,149	220,149	-
Fund Equity - End of Year	<u>\$ 7,419</u>	<u>\$ 201,796</u>	<u>\$ 194,377</u>

CITY OF
FAIRVIEW PARK

A Great Place to Grow

Statistical Section

Statistical Section

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

Contents	Pages(s)
<i>Financial Trends</i>	S2 – S11
These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	S12 – S19
These schedules contain information to help the reader assess the City’s most significant local revenues, the property tax and the municipal income tax.	
<i>Debt Capacity</i>	S20 - S25
These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future.	
<i>Economic and Demographic Information</i>	S26 – S29
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place.	
<i>Operating Information</i>	S30 - S37
These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs.	

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

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

	<u>2017</u>	<u>2016</u>	<u>2015 (1)</u>	<u>2014</u>
Governmental Activities				
Net Investment in Capital Assets	\$22,531,465	\$22,031,755	\$22,367,626	\$21,750,920
Restricted:				
Capital Projects	2,199,938	2,269,234	1,588,795	1,740,765
Debt Service	0	0	0	176
Street Construction, Maintenance and Repair	263,331	351,529	339,189	326,805
State Highway	69,242	78,700	94,344	75,007
Street Lighting	355,673	265,018	167,062	207,685
Recreation	2,156,296	0	0	0
Police Programs	113,597	133,991	101,378	54,526
Fire Operating	192,681	214,416	194,347	154,998
Police and Fire Pensions	0	48,107	37,289	98,489
Solid Waste	0	0	409,335	495,834
Waterline Repairs	32,685	25,807	21,144	47,776
Cable TV	1,131,777	828,481	691,095	599,080
Unclaimed Monies	0	0	0	0
Other Purposes	82,694	2,689	2,707	2,707
Unrestricted	<u>(10,967,800)</u>	<u>(7,976,275)</u>	<u>(6,750,355)</u>	<u>(5,378,255)</u>
Total Governmental Activities Net Position	<u>\$18,161,579</u>	<u>\$18,273,452</u>	<u>\$19,263,956</u>	<u>\$20,176,513</u>
Business Type - Activities				
Net Investment in Capital Assets	\$11,852,986	\$11,587,605	\$12,040,360	\$12,262,495
Restricted:				
For Capital Assets	0	0	0	0
Unrestricted	<u>7,134,832</u>	<u>6,536,098</u>	<u>5,567,833</u>	<u>5,097,438</u>
Total Business-Type Activities Net Position	<u>\$18,987,818</u>	<u>\$18,123,703</u>	<u>\$17,608,193</u>	<u>\$17,359,933</u>
Primary Government				
Net Investment in Capital Assets	\$34,384,451	\$33,619,360	\$34,407,986	\$34,013,415
Restricted	6,597,914	4,217,972	3,646,685	3,803,848
Unrestricted	<u>(3,832,968)</u>	<u>(1,440,177)</u>	<u>(1,182,522)</u>	<u>(280,817)</u>
Total Primary Government Net Position	<u>\$37,149,397</u>	<u>\$36,397,155</u>	<u>\$36,872,149</u>	<u>\$37,536,446</u>

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

2013	2012	2011	2010	2009	2008
\$22,115,990	\$22,797,010	\$24,708,718	\$26,270,731	\$27,891,765	\$28,353,807
1,743,868 176	1,644,615 176	1,600,172 0	1,829,248 0	1,823,311 0	2,141,453 0
334,592	347,530	334,582	518,659	617,968	478,966
60,905	116,483	117,282	132,053	214,680	163,117
227,856	230,719	70,350	115,606	367,274	382,171
0	0	0	0	0	0
125,684	74,861	76,332	321,606	289,899	324,093
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	320,000	250,000	250,000
752,825	107,061	503,529	489,387	300,213	32,104
7,820,356	5,847,938	3,630,657	1,962,807	1,602,047	3,286,347
<u>\$33,182,252</u>	<u>\$31,166,393</u>	<u>\$31,041,622</u>	<u>\$31,960,097</u>	<u>\$33,357,157</u>	<u>\$35,412,058</u>
\$11,937,085	\$12,142,014	\$12,167,063	\$12,409,791	\$12,674,769	\$12,044,939
0	0	0	54,517	157,004	205,149
5,324,288	4,672,529	4,521,136	4,290,646	4,075,831	3,854,965
<u>\$17,261,373</u>	<u>\$16,814,543</u>	<u>\$16,688,199</u>	<u>\$16,754,954</u>	<u>\$16,907,604</u>	<u>\$16,105,053</u>
\$34,053,075	\$34,939,024	\$36,875,781	\$38,680,522	\$40,566,534	\$40,398,746
3,245,906	2,521,445	2,702,247	3,781,076	4,020,349	3,977,053
13,144,644	10,520,467	8,151,793	6,253,453	5,677,878	7,141,312
<u>\$50,443,625</u>	<u>\$47,980,936</u>	<u>\$47,729,821</u>	<u>\$48,715,051</u>	<u>\$50,264,761</u>	<u>\$51,517,111</u>

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

	2017	2016	2015(1)	2014
Program Revenues				
Governmental Activities:				
Charges for Services and Operating Assessments:				
General Government	\$82,673	\$130,240	\$132,931	\$5,149
Security of Persons and Property	810,241	1,087,814	945,815	685,210
Transportation	311,199	232,214	15,454	561
Community Environment	213,853	15,509	16,653	672
Basic Utility Services	736,254	343,113	737,038	1,171,695
Leisure Time Activities	1,351,732	1,279,145	1,335,012	1,319,874
Public Health Services	0	61	30	0
Subtotal - Charges for Services	<u>3,505,952</u>	<u>3,088,096</u>	<u>3,182,933</u>	<u>3,183,161</u>
Operating Grants and Contributions:				
General Government	2,297	0	0	0
Security of Persons and Property	10,972	312,404	122,908	76,452
Transportation	764,177	537,852	747,294	737,346
Community Environment	538	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	125,968	244,951	74,590	185,083
Subtotal - Operating Grants and Contributions	<u>903,952</u>	<u>1,095,207</u>	<u>944,792</u>	<u>998,881</u>
Capital Grants and Contributions:				
General Government	0	44,991	42,572	68,083
Transportation	372,500	252,611	397,032	0
Community Environment	50,000	0	0	0
Subtotal - Capital Grants and Contributions	<u>422,500</u>	<u>297,602</u>	<u>439,604</u>	<u>68,083</u>
<i>Total Governmental Activities Program Revenues</i>	<u>4,832,404</u>	<u>4,480,905</u>	<u>4,567,329</u>	<u>4,250,125</u>
Business-Type Activities:				
Charges for Services	2,592,552	2,260,448	2,145,416	2,189,245
Capital Grants and Contributions	314,731	0	4,189	0
<i>Total Business-Type Activities Program Revenues</i>	<u>2,907,283</u>	<u>2,260,448</u>	<u>2,149,605</u>	<u>2,189,245</u>
<i>Total Primary Government Program Revenues</i>	<u>\$7,739,687</u>	<u>\$6,741,353</u>	<u>\$6,716,934</u>	<u>\$6,439,370</u>

2013	2012	2011	2010	2009	2008
\$268,836	\$307,861	\$606,539	\$179,232	\$57,064	\$6,574
1,402,208	1,571,539	904,038	1,232,136	768,714	318,802
56,280	58,115	39,215	10,288	22,419	0
47,918	46,643	34,313	25,319	8,941	252,958
155,829	178,946	126,646	93,974	31,515	0
1,483,370	1,344,253	1,305,112	1,237,710	1,165,775	1,136,867
172	236	149	0	0	0
<u>3,414,613</u>	<u>3,507,593</u>	<u>3,016,012</u>	<u>2,778,659</u>	<u>2,054,428</u>	<u>1,715,201</u>
34,989	0	0	0	663	3,000
108,687	74,568	0	116,288	92,460	219,431
751,994	743,516	709,728	747,139	726,985	746,222
0	0	0	0	104	0
0	0	0	4,799	366	0
65,451	50,550	0	87,275	62,491	37,177
<u>961,121</u>	<u>868,634</u>	<u>709,728</u>	<u>955,501</u>	<u>883,069</u>	<u>1,005,830</u>
122,826	56,837	0	0	0	0
0	0	53,081	169,922	56,203	516,189
0	0	0	0	0	0
<u>122,826</u>	<u>56,837</u>	<u>53,081</u>	<u>169,922</u>	<u>56,203</u>	<u>516,189</u>
<u>4,498,560</u>	<u>4,433,064</u>	<u>3,778,821</u>	<u>3,904,082</u>	<u>2,993,700</u>	<u>3,237,220</u>
2,198,234	2,258,224	1,998,193	1,795,677	1,562,718	1,735,435
0	0	0	0	0	0
<u>2,198,234</u>	<u>2,258,224</u>	<u>1,998,193</u>	<u>1,795,677</u>	<u>1,562,718</u>	<u>1,735,435</u>
<u>\$6,696,794</u>	<u>\$6,691,288</u>	<u>\$5,777,014</u>	<u>\$5,699,759</u>	<u>\$4,556,418</u>	<u>\$4,972,655</u>

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

	2017	2016	2015(1)	2014
Expenses				
Governmental Activities:				
General Government	3,422,805	3,744,943	3,770,801	3,614,569
Security of Persons and Property:	7,901,743	8,228,263	7,360,859	6,723,713
Transportation	2,743,853	2,339,841	2,259,606	2,239,324
Community Environment	415,725	320,418	423,279	409,230
Basic Utility Services	860,716	833,601	842,067	882,300
Leisure Time Activities	3,683,442	3,492,833	3,303,474	3,422,491
Public Health Services	1,145	1,393	667	695
Interest and Fiscal Charges	767,358	789,502	832,401	862,807
<i>Total Governmental Activities Expenses</i>	<u>19,796,787</u>	<u>19,750,794</u>	<u>18,793,154</u>	<u>18,155,129</u>
Business-Type Activities				
Sewer	2,058,420	1,892,378	1,901,616	1,809,393
Gilles-Sweet	356	0	0	0
<i>Total Business-Type Activities Expenses</i>	<u>2,058,776</u>	<u>1,892,378</u>	<u>1,901,616</u>	<u>1,809,393</u>
<i>Total Primary Government Program Expenses</i>	<u>21,855,563</u>	<u>21,643,172</u>	<u>20,694,770</u>	<u>19,964,522</u>
Net (Expense)/Revenue				
Governmental Activities	(14,964,383)	(15,269,889)	(14,225,825)	(13,905,004)
Business-Type Activities	848,507	368,070	247,989	379,852
<i>Total Primary Government Net Expense</i>	<u>\$ (14,115,876)</u>	<u>\$ (14,901,819)</u>	<u>\$ (13,977,836)</u>	<u>\$ (13,525,152)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	\$2,845,586	\$2,860,341	\$2,622,747	\$2,566,235
Permanent Improvements	297,204	293,252	273,929	268,047
Recreation	341,604	337,058	314,863	308,132
Police and Fire Pension	204,959	202,250	188,899	186,019
Fire Operations	277,015	272,925	264,401	257,474
Othher Purposes	0	0	0	0
Municipal Income Taxes Levied For:				
General Purposes	5,719,790	5,544,081	5,239,613	5,078,058
Capital Improvements	1,143,650	1,113,099	1,034,957	1,002,859
Recreation	2,287,300	2,226,200	2,069,914	2,005,717
Franchise Taxes	303,296	322,287	324,113	300,312
Grants and Entitlements not Restricted to Specific Programs	1,009,971	722,560	851,661	863,390
Unrestricted Contribution and Donations	0	150	1,366	300
Investment Income	77,605	37,289	11,751	10,715
Gain (Loss) on Sale of Capital Assets	8,549	64,515	0	0
Other	335,981	283,378	115,054	81,436
Transfers	0	0	0	20,546
<i>Total Governmental Activities</i>	<u>14,852,510</u>	<u>14,279,385</u>	<u>13,313,268</u>	<u>12,949,240</u>
Business-Type Activities				
Gain on Investment in Joint Venture	0	147,318	0	0
Investment Income	0	0	0	0
Miscellaneous	15,608	122	271	0
Transfers	0	0	0	(20,546)
<i>Total Business-Type Activities Expenses</i>	<u>15,608</u>	<u>147,440</u>	<u>271</u>	<u>(20,546)</u>
<i>Total Primary Government General Revenues and Other Changes in Net Position</i>	<u>14,868,118</u>	<u>14,426,825</u>	<u>13,313,539</u>	<u>12,928,694</u>
Change in Net Assets				
Governmental Activities	(111,873)	(990,504)	(912,557)	(955,764)
Business-Type Activities	864,115	515,510	248,260	359,306
<i>Total Primary Government Change in Net Position</i>	<u>\$752,242</u>	<u>(\$474,994)</u>	<u>(\$664,297)</u>	<u>(\$596,458)</u>

(1) Expenses are first impacted by the implementation of GASB Statement No.68 beginning in 2015

2013	2012	2011	2010	2009	2008
2,682,977	2,692,957	2,776,358	2,782,550	2,564,768	2,953,774
7,078,086	6,658,780	7,267,524	7,854,479	7,118,625	7,562,285
2,458,167	2,376,608	2,586,528	2,221,067	2,326,135	2,780,185
382,877	331,394	359,121	328,999	344,583	432,720
1,203,374	1,137,831	1,129,614	1,013,896	1,005,866	1,383,619
3,626,538	3,660,823	3,555,596	3,303,008	4,200,804	6,515,743
1,256	1,501	1,335	1,795	1,625	2,785
890,625	1,263,516	1,070,312	1,101,108	1,236,834	1,156,874
18,323,900	18,123,410	18,746,388	18,606,902	18,799,240	22,787,985
1,840,375	2,109,903	2,115,212	2,063,857	1,951,784	1,903,636
0	0	0	53	0	0
1,840,375	2,109,903	2,115,212	2,063,910	1,951,784	1,903,636
20,164,275	20,233,313	20,861,600	20,670,812	20,751,024	24,691,621
(13,825,340)	(13,690,346)	(14,967,567)	(14,702,820)	(15,805,540)	(19,550,765)
357,859	148,321	(117,019)	(268,233)	(389,066)	(168,201)
\$ (13,467,481)	\$ (13,542,025)	\$ (15,084,586)	\$ (14,971,053)	\$ (16,194,606)	\$ (19,718,966)
\$2,647,422	\$2,569,710	\$2,587,238	\$2,721,242	\$3,021,265	\$2,651,543
276,545	268,385	273,454	278,883	308,776	277,652
317,815	308,489	314,313	290,671	357,372	270,515
190,877	187,029	204,675	156,744	245,019	174,434
265,334	249,763	255,230	294,014	228,172	239,189
0	0	0	0	0	0
5,122,164	5,198,639	4,905,042	4,601,899	5,118,028	4,454,650
1,009,760	1,024,375	972,520	917,466	865,790	1,304,098
2,019,519	2,045,643	1,945,166	1,834,786	1,993,806	1,708,786
275,387	273,415	289,816	211,439	211,285	162,682
3,459,471	1,242,284	1,878,667	1,818,333	2,207,468	2,115,947
0	0	0	98,176	0	0
5,627	4,588	2,640	4,553	16,985	242,022
0	0	21,857	5,400	0	0
335,990	419,278	217,178	185,800	366,060	174,594
(84,712)	23,519	(56,823)	(113,646)	(1,189,387)	75,735
15,841,199	13,815,117	13,810,973	13,305,760	13,750,639	13,851,847
0	0	0	0	0	0
0	0	0	0	0	0
4,259	1,542	0	1,937	2,230	15,729
84,712	(23,519)	56,823	113,646	1,189,387	(75,735)
88,971	(21,977)	56,823	115,583	1,191,617	(60,006)
15,930,170	13,793,140	13,867,796	13,421,343	14,942,256	13,791,841
2,015,859	124,771	(1,156,594)	(1,397,060)	(2,054,901)	(5,698,918)
446,830	126,344	(60,196)	(152,650)	802,551	(228,207)
\$2,462,689	\$251,115	(\$1,216,790)	(\$1,549,710)	(\$1,252,350)	(\$5,927,125)

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
General Fund				
Reserved	N/A	N/A	N/A	N/A
Unreserved	N/A	N/A	N/A	N/A
Nonspendable	\$124,643	\$113,445	\$109,256	\$105,959
Assigned	888,967	604,441	996,202	1,628,782
Unassigned	<u>2,106,769</u>	<u>1,755,862</u>	<u>1,544,632</u>	<u>1,577,686</u>
Total General Fund	<u>3,120,379</u>	<u>2,473,748</u>	<u>2,650,090</u>	<u>3,312,427</u>
All Other Governmental Funds				
Reserved	N/A	N/A	N/A	N/A
Unreserved, Undesignated, Reported in:				
Special Revenue funds	N/A	N/A	N/A	N/A
Debt Service fund (Deficit)	N/A	N/A	N/A	N/A
Capital Projects funds	N/A	N/A	N/A	N/A
Nonspendable	17,354	23,616	21,856	29,810
Restricted	3,450,905	3,309,173	2,590,361	2,685,043
Committed	1,914,179	1,692,731	1,612,438	1,980,961
Unassigned (Deficit)	<u>(103,500)</u>	<u>(128,277)</u>	<u>(26,602)</u>	<u>0</u>
Total All Other Governmental Funds	<u>5,278,938</u>	<u>4,897,243</u>	<u>4,198,053</u>	<u>4,695,814</u>
Total Governmental Funds	<u>\$8,399,317</u>	<u>\$7,370,991</u>	<u>\$6,848,143</u>	<u>\$8,008,241</u>

Note: The City implemented GASB 54 during 2011
 N/A - Information not applicable

2013	2012	2011	2010	2009	2008
N/A	N/A	N/A	\$330,898	\$259,790	\$259,476
N/A	N/A	N/A	2,045,925	1,572,506	2,199,327
\$92,569	\$87,363	\$80,070	N/A	N/A	N/A
1,930,351	1,338,411	24,301	N/A	N/A	N/A
<u>2,207,502</u>	<u>991,737</u>	<u>2,053,365</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>4,230,422</u>	<u>2,417,511</u>	<u>2,157,736</u>	<u>2,376,823</u>	<u>1,832,296</u>	<u>2,458,803</u>
N/A	N/A	N/A	483,733	449,893	151,362
N/A	N/A	N/A	1,863,047	2,126,018	2,758,074
N/A	N/A	N/A	176	8	0
N/A	N/A	N/A	1,381,297	1,528,320	1,811,124
24,120	81,600	40,260	N/A	N/A	N/A
2,532,620	1,895,191	1,841,812	N/A	N/A	N/A
1,892,731	2,181,285	1,682,955	N/A	N/A	N/A
<u>0</u>	<u>(218,493)</u>	<u>(235,817)</u>	<u>N/A</u>	<u>N/A</u>	<u>N/A</u>
<u>4,449,471</u>	<u>3,939,583</u>	<u>3,329,210</u>	<u>3,728,253</u>	<u>4,104,239</u>	<u>4,720,560</u>
<u>\$8,679,893</u>	<u>\$6,357,094</u>	<u>\$5,486,946</u>	<u>\$6,105,076</u>	<u>\$5,936,535</u>	<u>\$7,179,363</u>

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

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Revenues				
Taxes (1)	N/A	N/A	N/A	N/A
Municipal Income Taxes	\$9,258,903	\$9,001,268	\$8,510,935	\$8,174,821
Property Taxes	3,955,908	3,962,829	3,667,099	3,668,973
Franchise Taxes	303,296	322,287	324,113	300,312
Charges for Services	1,525,160	1,465,025	1,639,630	1,719,720
Fees, Licenses and Permits	499,770	710,363	477,451	505,856
Intergovernmental	2,244,299	1,891,193	2,204,114	1,985,134
Special Assessments	1,039,884	945,312	955,352	988,155
Contributions and Donations	70,550	17,047	20,014	18,085
Interest	77,605	37,289	11,751	10,715
Rentals	245,610	213,166	109,974	0
Other	331,814	283,378	120,389	81,436
<i>Total Revenues</i>	<u>19,552,799</u>	<u>18,849,157</u>	<u>18,040,822</u>	<u>17,453,207</u>
Expenditures				
Current:				
General Government	2,418,319	2,972,991	3,030,710	2,988,236
Security of Persons and Property	7,461,073	7,417,988	7,080,468	6,851,769
Transportation	1,311,334	1,099,971	1,092,672	1,059,139
Community Environment	325,194	293,534	408,325	381,000
Basic Utility Services	884,584	836,054	839,660	906,108
Leisure Time Activities	3,011,658	3,033,921	3,382,046	3,084,895
Public Health Services	1,145	1,393	655	715
Capital Outlay	1,456,983	805,889	1,473,722	946,854
Debt Service:				
Principal Retirement	1,034,794	1,207,562	1,134,971	1,131,604
Interest and Fiscal Charges	697,733	721,521	757,691	795,085
Bond Issuance Costs	0	0	0	0
<i>Total Expenditures</i>	<u>18,602,817</u>	<u>18,390,824</u>	<u>19,200,920</u>	<u>18,145,405</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>949,982</u>	<u>458,333</u>	<u>(1,160,098)</u>	<u>(692,198)</u>
Other Financing Sources (Uses)				
Bond Premium (Discount)	0	0	0	0
Refunding Bonds Issued	0	0	0	0
Payment to Refunded Bond Escrow Account	0	0	0	0
Economic Development Notes Issued	0	0	0	0
Current Refunding	0	0	0	0
Sale of Capital Assets	78,344	64,515	0	0
OPWC Loan	0	0	0	0
Commercial Redevelopment Loans Issued	0	0	0	0
Inception of Capital Lease	0	0	0	0
Transfers In	603,000	683,880	628,100	814,112
Transfers Out	(603,000)	(683,880)	(628,100)	(793,566)
<i>Total Other Financing Sources (Uses)</i>	<u>78,344</u>	<u>64,515</u>	<u>-</u>	<u>20,546</u>
<i>Net Change in Fund Balances</i>	<u>\$1,028,326</u>	<u>\$522,848</u>	<u>(\$1,160,098)</u>	<u>(\$671,652)</u>
Debt Service as a Percentage of Noncapital Expenditures	10.3%	11.2%	11.0%	11.3%

(1) In 2011, the City reclassified several revenues for a more proper presentation.

2013	2012	2011	2010	2009	2008
N/A	N/A	N/A	N/A	N/A	N/A
\$7,752,690	\$8,034,255	\$7,696,575	\$7,444,610	\$7,091,943	\$8,245,667
3,628,771	3,699,627	3,699,559	3,702,107	4,094,073	3,625,281
275,387	273,415	289,816	211,439	211,285	162,682
2,629,470	2,232,900	2,291,794	2,035,758	1,425,433	1,356,368
514,246	500,445	490,901	505,760	402,723	438,441
4,499,697	2,292,518	2,656,203	3,056,856	3,121,304	3,423,663
229,521	238,489	233,317	237,141	233,052	268,887
0	0	0	98,176	0	0
5,627	4,588	2,640	4,553	16,985	242,022
0	0	0	0	0	12,470
335,990	419,278	217,178	185,800	366,060	174,594
<u>19,871,399</u>	<u>17,695,515</u>	<u>17,577,983</u>	<u>17,482,200</u>	<u>16,962,858</u>	<u>17,950,075</u>
2,028,783	1,957,320	1,926,354	1,928,797	1,810,825	1,967,282
6,817,934	6,507,611	7,364,669	7,238,353	6,956,305	7,241,799
1,215,153	1,098,467	1,308,777	1,062,943	1,311,737	1,596,174
318,989	297,151	297,860	271,935	283,406	366,556
1,105,803	1,136,269	1,144,672	1,011,700	1,006,478	1,384,836
3,133,752	3,216,922	3,114,531	2,827,571	3,851,156	6,286,903
1,225	1,505	1,355	1,795	1,625	2,785
1,122,449	1,135,437	1,085,895	855,352	1,521,439	624,601
1,593,238	992,973	552,713	888,450	964,220	795,177
823,842	686,719	1,096,822	1,118,517	1,202,639	1,263,587
0	277,464	0	0	0	0
<u>18,161,168</u>	<u>17,307,838</u>	<u>17,893,648</u>	<u>17,205,413</u>	<u>18,909,830</u>	<u>21,529,700</u>
<u>1,710,231</u>	<u>387,677</u>	<u>(315,665)</u>	<u>276,787</u>	<u>(1,946,972)</u>	<u>(3,579,625)</u>
0	901,349	0	0	0	0
0	20,590,000	0	0	0	0
0	(21,209,265)	0	0	0	0
550,000	0	750,000	0	1,100,000	0
0	0	(1,100,000)	0	(1,100,000)	0
0	0	21,857	5,400	0	0
0	0	0	0	750,887	0
0	0	0	0	391,757	0
133,444	140,090	82,501	0	0	320,000
900,000	722,797	1,043,240	1,148,300	1,112,010	1,140,658
(970,876)	(662,500)	(1,100,063)	(1,261,946)	(1,550,510)	(1,064,923)
<u>612,568</u>	<u>482,471</u>	<u>(302,465)</u>	<u>(108,246)</u>	<u>704,144</u>	<u>395,735</u>
<u>\$2,322,799</u>	<u>\$870,148</u>	<u>\$ (618,130)</u>	<u>\$168,541</u>	<u>(\$1,242,828)</u>	<u>(\$3,183,890)</u>
14.1%	10.2%	9.6%	11.8%	12.2%	9.9%

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
ASSESSED VALUATION AND ESTIMATED TRUE VALUES OF TAXABLE PROPERTY
LAST TEN YEARS**

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2017	\$ 318,782,070	\$ 68,533,530	\$1,106,616,000	\$5,424,840	\$6,164,591
2016	317,677,550	69,005,770	1,104,809,486	5,119,790	5,817,943
2015	298,898,670	60,914,970	1,028,038,971	5,003,170	5,685,420
2014	299,039,400	63,502,020	1,035,832,629	4,779,910	5,431,716
2013	299,182,420	58,992,630	1,023,357,286	4,364,670	4,959,852
2012	311,446,240	60,258,740	1,062,014,229	4,036,050	4,586,420
2011	312,052,360	64,654,730	1,076,305,971	3,895,260	4,426,432
2010	342,011,590	66,153,650	1,166,186,400	3,565,490	4,051,693
2009	341,934,910	59,863,300	1,147,994,886	3,395,360	3,858,364
2008	342,374,940	59,112,380	1,147,106,629	5,431,180	6,171,795

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. For collection year 2006 both types of general business tangible personal property were assessed at 18.75 percent. The percentage was 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

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

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

Tangible Personal Property

General Business		Total		Ratio	Direct Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$0	\$0	\$392,740,440	\$1,112,780,591	35 %	\$11.80
0	0	391,803,110	1,110,627,429	35	11.80
0	0	364,816,810	1,033,724,392	35	11.80
0	0	367,321,330	1,041,264,344	35	11.80
0	0	362,539,720	1,028,317,138	35	11.80
0	0	375,741,030	1,066,600,649	35	11.80
0	0	380,602,350	1,080,732,403	35	11.80
2,634,000	42,288,000	414,364,730	1,212,526,093	34	11.80
1,973,776	15,790,208	407,167,346	1,167,643,457	35	11.80
4,791,198	25,553,056	411,709,698	1,178,831,480	35	11.80

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

	2017	2016	2015	2014
Inside Millage				
Operating	\$3.3300	\$3.3300	\$3.3300	\$3.3300
Fire Pension	0.3000	0.3000	0.3000	0.3000
Police Pension	0.3000	0.3000	0.3000	0.3000
<i>Total Inside Millage</i>	3.9300	3.9300	3.9300	3.9300
Charter Millage				
1976 Charter/Current Expense	5.0000	5.0000	5.0000	5.0000
1994 Charter/Permanent Improvement	0.8700	0.8700	0.8700	0.8700
1996 Charter/Fire	1.0000	1.0000	1.0000	1.0000
1996 Charter/Recreational	1.0000	1.0000	1.0000	1.0000
<i>Total Charter Millage</i>	7.8700	7.8700	7.8700	7.8700
Total Charter Millage	\$11.8000	\$11.8000	\$11.8000	\$11.8000
Overlapping Rates by Taxing District				
Fairview Park City School District				
Residential/Agricultural Real	\$56.9658	\$54.4973	\$57.0919	\$57.0551
Commercial/Industrial and Public Utility Real	66.0402	63.5433	62.0500	61.1419
General Business and Public Utility Personal	98.6200	96.1700	96.4700	96.4700
Rocky River City School District				
Residential/Agricultural Real	46.3521	46.2970	49.5457	49.5067
Commercial/Industrial and Public Utility Real	67.0791	67.2385	64.8023	64.6202
General Business and Public Utility Personal	89.5500	89.5500	89.5500	89.5500
Berea City School District				
Residential/Agricultural Real	48.6417	44.4553	44.7135	44.7727
Commercial/Industrial and Public Utility Real	56.8991	52.7196	51.8216	51.5507
General Business and Public Utility Personal	82.2000	78.0000	78.8000	78.8000
Cuyahoga County Commissioners				
Residential/Agricultural Real	13.8802	13.8698	14.0500	14.0500
Commercial/Industrial and Public Utility Real	14.0124	14.0500	14.0195	13.9495
General Business and Public Utility Personal	14.0500	14.0500	14.0500	14.0500
Special Taxing Districts (1)				
Residential/Agricultural Real	16.8478	11.5328	19.5385	15.8801
Commercial/Industrial and Public Utility Real	17.9194	11.6375	19.6933	15.9433
General Business and Public Utility Personal	18.5200	11.7800	20.6300	16.9800

Source: Cuyahoga County Fiscal Officer

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

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

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

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

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

2013	2012	2011	2010	2009	2008
\$3.3300	\$3.3300	\$3.3300	\$3.3300	\$3.3300	\$3.3300
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
3.9300	3.9300	3.9300	3.9300	3.9300	3.9300
5.0000	5.0000	5.0000	5.0000	5.0000	5.0000
0.8700	0.8700	0.8700	0.8700	0.8700	0.8700
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
7.8700	7.8700	7.8700	7.8700	7.8700	7.8700
\$11.8000	\$11.8000	\$11.8000	\$11.8000	\$11.8000	\$11.8000

\$58.2264	\$56.8256	\$56.7442	\$56.5150	\$51.9219	\$51.7745
62.5649	61.5257	61.2140	60.9701	59.3262	58.1597
97.7000	97.6000	97.6000	97.4000	96.1000	96.0000

49.3321	44.1296	43.9489	42.3267	40.8213	35.1663
64.4748	58.5507	57.4008	55.1613	55.6700	50.3371
89.4500	84.3500	84.3000	82.7000	82.7000	77.1000

44.8302	38.7028	38.5574	38.6449	35.9563	35.9965
51.4777	45.3316	44.9615	45.1142	43.6675	4.5842
78.9000	75.0000	74.9000	75.0000	74.9000	74.9000

13.2200	13.1182	13.1866	13.1789	12.6607	11.8689
12.9968	12.7845	12.8413	12.8457	12.8153	12.4536
13.2200	13.2200	13.3200	13.3200	13.3200	13.4200

14.9634	14.7429	14.7006	14.2125	13.4074	12.7052
15.0066	14.7148	14.5296	14.0203	14.0723	13.4384
16.0800	16.0800	16.0800	15.7800	15.7800	15.2800

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

Tax/ Collection Year	Current Tax Levy (2)	Current Tax Collections (2)	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections (1)
2017	\$4,552,301	\$4,456,449	97.89 %	\$80,729	\$4,537,178
2016	4,510,435	4,421,973	98.04	74,487	4,496,460
2015	4,247,194	4,151,873	97.76	81,402	4,233,275
2014	4,243,283	4,135,110	97.45	94,700	4,229,810
2013	4,280,430	4,112,114	96.07	80,784	4,192,898
2012	4,329,671	4,193,808	96.86	125,216	4,319,024
2011	4,417,972	4,191,060	94.86	103,228	4,294,288
2010	4,399,219	4,175,733	94.92	108,449	4,284,182
2009	4,754,307	4,527,554	95.23	97,095	4,624,649
2008	4,713,003	4,567,342	96.91	116,079	4,683,421

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

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

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

<u>Percent of Total Tax Collections To Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes (3)</u>	<u>Percentage of Delinquent Taxes to Current Tax Levy</u>
99.67 %	\$114,200	2.51 %
99.69	103,740	2.30
99.67	100,743	2.37
99.68	103,003	2.43
97.96	186,068	4.35
99.75	116,847	2.70
97.20	233,098	5.28
97.39	315,560	7.17
97.27	246,225	5.18
99.37	178,625	3.79

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
PRINCIPAL REAL PROPERTY TAXPAYERS
2017 AND 2008**

<i>2017</i>		
Taxpayer	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Inland Westgate, LLC	\$18,075,900	4.60 %
Z and Sons Limited Partnership	6,168,200	1.57
Target Corporation	4,128,220	1.05
Cleveland Electric Illuminating Company	3,353,650	0.85
Fairview Retail, LLC	3,097,010	0.79
Lawn Village Incorporated	2,335,910	0.59
200 West Apartments	1,836,320	0.47
West Valley Medical	1,589,950	0.40
Fairview Office Land Holding, LLC	1,308,620	0.33
American Transmission System	908,560	0.23
Total	\$42,802,340	10.88 %
Total Assessed Valuation	\$392,740,440	

<i>2008</i>		
Taxpayer	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Fairview Park City School District	\$18,839,000	4.58 %
Aerospace Corporation	13,990,000	3.40
Target Corporation	12,167,000	2.96
Cuyahoga County Auditors	9,749,000	2.37
Cleveland Metroparks System	8,282,000	2.01
Analex Corporation	7,208,000	1.75
West Side Cardiology Associate	7,074,000	1.72
Riser Foods Company	5,042,000	1.22
MCGowan and Company Inc.	4,710,000	1.14
Cleveland Clinic Foundation	4,688,000	1.14
Total	\$91,749,000	22.29 %
Total Assessed Valuation	\$411,709,698	

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

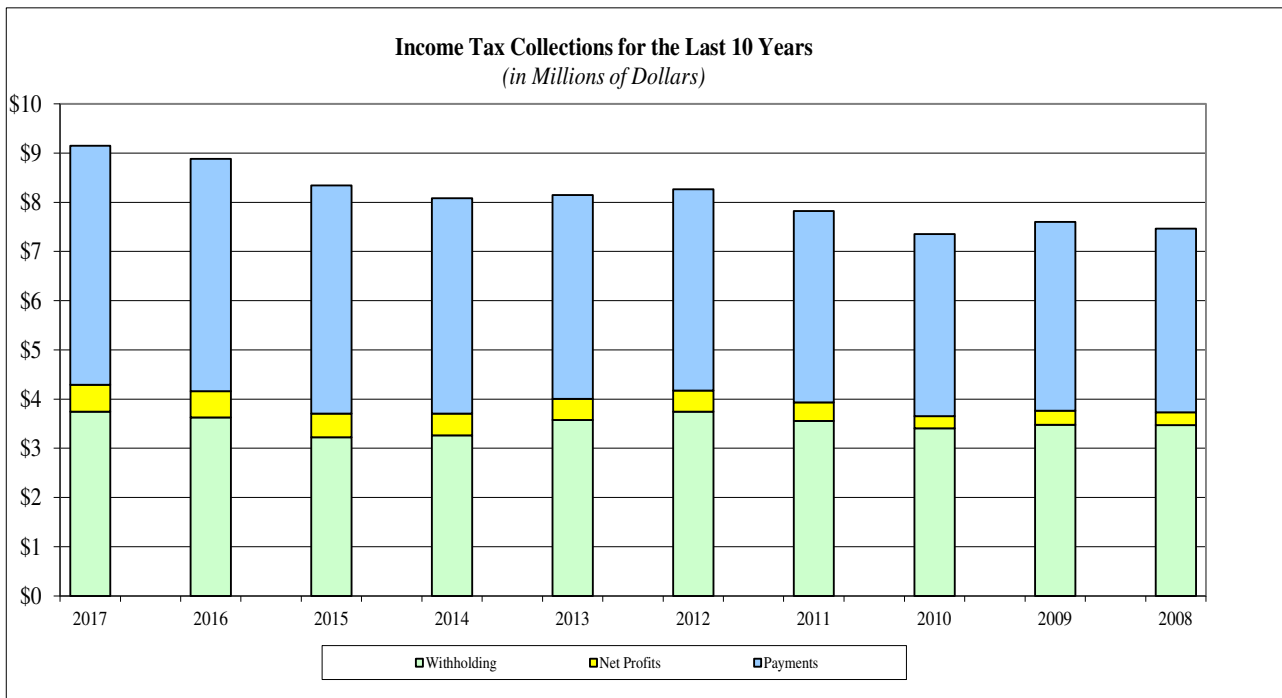
(1) The amounts presented represent the assessed values upon which 2017 and 2008 collections were based.

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

Tax Year(1)	Tax Rate	Total Tax Collected(1)	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes (1) From Individuals Payments	Percentage of Taxes from Individuals
2017	2.00 %	\$ 9,150,740	\$ 3,749,528	40.98 %	\$ 546,372	5.97 %	\$ 4,854,840	53.05 %
2016	2.00	8,883,380	3,625,307	40.81	536,556	6.04	4,721,516	53.15
2015	2.00	8,344,484	3,228,481	38.69	479,808	5.75	4,636,195	55.56
2014	2.00	8,086,634	3,268,240	40.43	442,531	5.47	4,375,863	54.11
2013	2.00	8,151,443	3,574,069	43.85	430,565	5.27	4,146,809	50.87
2012	2.00	8,268,657	3,744,967	45.29	426,256	5.15	4,097,434	49.55
2011	2.00	7,822,728	3,555,014	45.44	379,285	4.85	3,888,429	49.71
2010	2.00	7,354,151	3,404,124	46.29	251,612	3.42	3,698,415	50.28
2009	2.00	7,602,945	3,483,223	45.81	280,339	3.69	3,839,383	50.50
2008	2.00	7,467,534	3,471,710	46.49	257,259	3.45	3,738,565	50.06

Source: Regional Income Tax Agency (RITA)

- (1) - On an Accrual Basis
- (2) - The City is statutorily prohibited from presenting individual taxpayer information
- (3) - The City's basic income tax rate may only be increased by a majority vote of the City's residents



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

Governmental Activities							
Year	General Obligation Bonds	Lorain Road Revitalization Loan	OPWC Loans	Intergovernmental Loan	Commercial Redevelopment Loans	Economic Development Note	Capital Leases
2017	\$19,943,909	\$0	\$563,164	\$0	\$0	\$0	\$161,079
2016	20,938,984	0	588,194	0	14,536	0	211,307
2015	21,829,059	0	613,222	52,941	43,605	183,334	288,497
2014	22,611,391	42,665	638,252	103,326	72,677	366,667	362,983
2013	23,388,495	82,654	663,282	160,135	101,749	550,000	435,354
2012	24,060,599	120,134	688,312	216,944	130,821	750,000	376,757
2011	22,289,346	155,263	713,342	277,241	219,893	750,000	310,112
2010	22,678,198	188,188	738,372	334,025	263,965	1,100,000	271,513
2009	23,212,050	219,048	750,887	390,821	391,757	1,100,000	437,000
2008	23,805,757	247,972	0	447,637	0	1,200,000	605,480

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

Business-Type Activities

OPWC Loan	Capital Leases	Contractual Debt	Total Debt	Percentage of Personal Income	Per Capita
\$0	\$0	\$2,654,393	\$23,322,545	4.31 %	\$1,386
0	0	2,768,394	24,521,415	4.59	1,457
0	0	0	23,010,658	4.43	1,368
9,458	0	0	24,207,419	4.72	1,439
45,492	0	0	25,427,161	4.70	1,511
81,726	0	0	26,425,293	4.93	1,571
117,860	0	0	24,833,057	4.75	1,476
153,994	54,517	0	25,782,772	5.67	1,532
190,128	157,004	0	26,848,695	5.52	1,528
226,262	205,149	0	26,738,257	5.50	1,522

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

	2017	2016	2015	2014
Total Assessed Property Value	<u>\$392,740,440</u>	<u>\$391,803,110</u>	<u>\$364,816,810</u>	<u>\$367,321,330</u>
General Bonded Debt Outstanding:				
General Obligation Bonds	\$19,305,000	\$20,250,000	\$21,090,000	\$21,820,000
Lorain Road Revitalization Loan	0	0	0	42,665
OPWC Loans	563,164	588,194	613,222	638,252
Intergovernmental Loan	0	0	52,941	103,326
Commercial Redevelopment Loans	0	14,536	43,605	72,677
Economic Development Note	0	0	183,334	366,667
Contractual Debt	<u>2,654,393</u>	<u>2,768,394</u>	<u>0</u>	<u>0</u>
Total Gross Indebtedness	22,522,557	23,621,124	21,983,102	23,043,587
Less:				
2005 Various Purpose Bonds	(18,770,000)	(19,455,000)	(20,040,000)	(20,540,000)
Lorain Road Revitalization Loan	0	0	0	(42,665)
OPWC Loans	(563,164)	(588,194)	(613,222)	(638,252)
Intergovernmental Loan	0	0	(52,941)	(103,326)
Commercial Redevelopment Loans	0	(14,536)	(43,605)	(72,677)
Economic Development Note	0	0	(183,334)	(366,667)
Contractual Debt	(2,654,393)	(2,768,394)	0	0
General Obligation Bond Retirement Fund Balance	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>
Total Net Debt Applicable to Debt Limit	534,824	794,824	1,049,824	1,279,824
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>41,237,746</u>	<u>41,139,327</u>	<u>38,305,765</u>	<u>38,568,740</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$40,702,922</u>	<u>\$40,344,503</u>	<u>\$37,255,941</u>	<u>\$37,288,916</u>
Legal Debt Margin as a Percentage of the Debt Limit	98.70%	98.07%	97.26%	96.68%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$21,600,724</u>	<u>\$21,600,724</u>	<u>\$21,549,171</u>	<u>\$20,202,673</u>
Total Gross Indebtedness	22,522,557	23,621,124	21,983,102	23,043,587
Less:				
2005 Various Purpose Bonds	(18,770,000)	(19,455,000)	(20,040,000)	(20,540,000)
Economic Development Loan	0	0	(183,334)	(366,667)
Lorain Road Revitalization Loan	0	0	0	(42,665)
Commercial Redevelopment Loans	0	(14,536)	(43,605)	(72,677)
Intergovernmental Loan	0	0	(52,941)	(103,326)
General Obligation Bond Retirement Fund Balance	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>
Net Debt Within 5 ½ % Limitations	<u>3,752,381</u>	<u>4,151,412</u>	<u>1,663,046</u>	<u>1,918,076</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$17,848,343</u>	<u>\$17,449,312</u>	<u>\$19,886,125</u>	<u>\$18,284,597</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	82.63%	80.78%	92.28%	90.51%

Source: City Financial Records

2013	2012	2011	2010	2009	2008
<u>\$362,539,720</u>	<u>\$375,741,030</u>	<u>\$380,602,350</u>	<u>\$414,373,730</u>	<u>\$407,167,346</u>	<u>\$411,709,698</u>
\$22,545,000	\$23,165,000	\$21,585,000	\$21,935,000	\$22,430,000	\$22,965,000
82,654	120,134	155,263	188,188	219,048	247,972
663,282	688,312	831,202	892,366	941,015	226,262
160,135	216,944	277,241	334,025	390,821	447,637
101,749	130,821	219,893	263,965	391,757	0
550,000	750,000	750,000	1,100,000	1,100,000	1,200,000
0	0	0	0	0	0
<u>24,102,820</u>	<u>25,071,211</u>	<u>23,818,599</u>	<u>24,713,544</u>	<u>25,472,641</u>	<u>25,086,871</u>
(21,040,000)	(21,440,000)	(19,650,000)	(19,800,000)	(20,100,000)	(20,400,000)
(82,654)	(120,134)	(155,263)	(188,188)	(219,048)	(247,972)
(663,282)	(688,312)	(831,202)	(892,366)	(941,015)	(226,262)
(160,135)	(216,944)	(277,241)	(334,025)	(390,821)	(447,637)
(101,749)	(130,821)	(219,893)	(263,965)	(391,757)	0
(550,000)	(750,000)	(750,000)	(1,100,000)	(1,100,000)	(1,200,000)
0	0	0	0	0	0
(176)	(176)	(176)	(176)	(8)	0
<u>1,504,824</u>	<u>1,724,824</u>	<u>1,934,824</u>	<u>2,134,824</u>	<u>2,329,992</u>	<u>2,565,000</u>
<u>38,066,671</u>	<u>39,452,808</u>	<u>39,963,247</u>	<u>43,509,242</u>	<u>42,752,571</u>	<u>43,229,518</u>
<u>\$36,561,847</u>	<u>\$37,727,984</u>	<u>\$38,028,423</u>	<u>\$41,374,418</u>	<u>\$40,422,579</u>	<u>\$40,664,518</u>
96.05%	95.63%	95.16%	95.09%	94.55%	94.07%
<u>\$19,939,685</u>	<u>\$20,665,757</u>	<u>\$20,933,129</u>	<u>\$22,790,555</u>	<u>\$22,394,204</u>	<u>\$22,644,033</u>
24,102,820	25,071,211	23,818,599	24,713,544	25,472,641	25,086,871
(21,040,000)	(21,440,000)	(19,650,000)	(19,800,000)	(20,100,000)	(20,400,000)
(550,000)	(750,000)	(750,000)	(1,100,000)	(1,100,000)	(1,200,000)
(82,654)	(120,134)	(155,263)	(188,188)	(219,048)	(247,972)
(101,749)	(130,821)	(219,893)	(263,965)	(391,757)	0
(160,135)	(216,944)	(277,241)	(334,025)	(390,821)	(447,637)
(176)	(176)	(176)	(176)	(8)	0
<u>2,168,106</u>	<u>2,413,136</u>	<u>2,766,026</u>	<u>3,027,190</u>	<u>3,271,007</u>	<u>2,791,262</u>
<u>\$17,771,579</u>	<u>\$18,252,621</u>	<u>\$18,167,103</u>	<u>\$19,763,365</u>	<u>\$19,123,197</u>	<u>\$19,852,771</u>
89.13%	88.32%	86.79%	86.72%	85.39%	87.67%

**CITY OF FAIRVIEW PARK
 CUYAHOGA COUNTY, OHIO
 COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 DECEMBER 31, 2017**

<u>Jurisdiction</u>	<u>Governmental Activities Debt Outstanding</u>	<u>Percentage Applicable to City (1)</u>	<u>Amount Applicable to City</u>
Direct Debt			
City of Fairview Park			
General Obligation Bonds	\$19,943,909	100.00%	\$19,943,909
OPWC Loan	563,164	100.00%	563,164
Capital Leases	<u>161,079</u>	100.00%	<u>161,079</u>
<i>Total Direct Debt</i>	<u>20,668,152</u>		<u>20,668,152</u>
Overlapping			
Fairview Park City School District	30,851,281	100.00%	30,851,281
Rocky River City School District	40,024,769	4.22%	1,687,968
Berea City School District	112,195,000	0.03%	37,251
Cuyahoga County	207,485,000	1.41%	2,929,920
Greater Cleveland Regional Transit Authority	<u>1,995,000</u>	1.41%	<u>28,172</u>
<i>Total Overlapping Debt</i>	<u>392,551,050</u>		<u>35,534,592</u>
<i>Total Direct and Overlapping Debt</i>	<u><u>\$413,219,202</u></u>		<u><u>\$56,202,744</u></u>

Source: Cuyahoga County, Ohio; County Fiscal Officer

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

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

<u>Year</u>	<u>Population (1)</u>	<u>Estimated Actual Values of Taxable Property (2)</u>	<u>Bonded Debt</u>	<u>Ratio of Net General Bonded Debt to Estimated Actual Value of Taxable Property</u>	<u>Bonded Debt Per Capita</u>
2017	16,826	\$1,112,780,591	\$19,943,909	1.79 %	\$1,185.30
2016	16,826	1,110,627,429	20,938,984	1.89	1,244.44
2015	16,826	1,033,724,392	21,829,059	2.11	1,297.34
2014	16,826	1,041,264,344	22,611,391	2.17	1,343.84
2013	16,826	1,028,317,138	23,388,495	2.27	1,390.02
2012	16,826	1,066,600,649	24,060,599	2.26	1,429.97
2011	16,826	1,080,732,403	22,289,346	2.06	1,324.70
2010	16,826	1,212,526,093	22,678,198	1.87	1,347.81
2009	17,572	1,167,643,457	23,212,050	1.99	1,320.97
2008	17,572	1,178,831,480	23,805,757	2.02	1,354.76

Sources:

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

**CITY OF FAIRVIEW PARK
CUYAHOGA COUNTY, OHIO
PRINCIPAL EMPLOYERS
2017 AND 2008**

2017

Employer	Employees	Percentage of Total City Employment
Fairview Park City School District	359	4.29%
Target Corporation	323	3.86%
Kohls Department Stores, Inc.	296	3.53%
Cleveland Metroparks	288	3.44%
City of Fairview Park	237	2.83%
Educational Service Center, Inc.	214	2.55%
Cuyahoga County Auditor Payroll	164	1.96%
Riser Foods Co.	146	1.74%
McGowan & Company Inc.	99	1.18%
Reserves Network, Inc.	80	0.95%
Total	2,206	26.33%
Total Employment within the City	8,378	

2008

Employer	Employees	Percentage of Total City Employment
Target Corporation	429	6.43%
Fairview Park City School District	291	4.36%
City of Fairview Park	134	2.01%
ASRC Aerospace	129	1.93%
Cleveland Metroparks	129	1.93%
Analex Corporation	105	1.57%
McGowan & Company, Incorporated	88	1.32%
Cuyahoga County Auditors	59	0.88%
West Side Cadiology	49	0.73%
Accounting Service Center	41	0.61%
Total	1,454	21.77%
Total Employment within the City	6,671	

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

This page intentionally left blank.

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

<u>Year</u>	<u>Population (1)</u>	<u>Total Personal Income (5)</u>	<u>Personal Income Per Capita (1)</u>	<u>Median Household Income (1)</u>	<u>Median Age (1)</u>
2017	16,826	\$541,309,246	\$32,171	\$54,431	42.6
2016	16,826	534,023,588	31,738	54,134	42.6
2015	16,826	519,973,878	30,903	53,425	42.4
2014	16,826	513,243,478	30,503	52,844	42.1
2013	16,826	540,854,944	32,144	53,693	42.1
2012	16,826	536,547,488	31,888	54,011	42.3
2011	16,826	522,666,038	31,063	52,982	41.5
2010	16,826	454,991,866	27,041	51,425	42.3
2009	17,572	486,076,664	27,662	50,487	40.9
2008	17,572	486,076,664	27,662	50,487	40.9

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

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

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

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

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

(6) Cuyahoga County Jobs and Family Services

<u>School Enrollment (2)</u>	<u>Cuyahoga County Unemployment Rate (6)</u>	<u>Average Sales Price of Residential Property (3)</u>	<u>Total Assessed Property Value (4)</u>
1,807	5.9%	\$172,737	\$392,740,440
1,845	5.4	152,000	391,803,110
1,782	4.0	142,800	364,816,810
1,795	5.0	144,600	367,321,330
1,800	7.2	148,000	362,539,720
1,736	8.3	139,972	375,741,030
1,760	8.0	153,200	380,602,350
1,763	8.6	128,979	414,364,730
1,605	9.0	137,899	407,167,346
1,666	7.1	153,564	411,709,698

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

Function/Program	2017	2016	2015	2014
General Government				
City Hall and Police Station (square footage occupied)	40,489	40,489	40,489	40,489
Senior Center(square feet)	9,600	9,600	9,600	9,600
City Service Garage - Front (square feet)	4,000	4,000	4,000	4,000
City Service Garage - Rear (square feet)	4,000	4,000	4,000	4,000
Nelson Russ Center (square feet)	864	2,400	2,400	2,400
Bain Cabin	3,880	3,880	3,880	3,880
Administrative Vehicles	4	4	4	4
Inspection Vehicles	3	2	2	2
Police				
Stations	1	1	1	1
Vehicles	12	12	13	13
Fire				
Stations	1	1	1	1
Number of fire hydrants	866	866	866	866
Vehicles	7	7	7	7
Recreation				
Number of Parks	5	5	5	5
Number of Pools	2	2	2	2
Number of Tennis Courts	6	6	6	6
Number of Baseball Diamonds	7	7	7	7
Number of Soccer Fields	4	4	4	4
Number of Stadiums	1	1	1	1
Square Footage of Recreation Center	93,000	93,000	93,000	93,000
Other Public Works				
Streets (Miles)	52.90	52.90	52.90	52.90
Number of Streetlights (per light bill)	1,265	1,262	1,262	1,262
Service Department Large Vehicles/Trucks	25	29	29	29
Wastewater				
Sanitary Sewers (miles)	53.05	52.90	52.90	52.90
Storm Sewers (Miles)	53.05	52.90	52.90	52.90
Vehicles	1.00	1.00	1.00	1.00

Source: City of Fairview Park Departments

n/a: Information not available

2013	2012	2011	2010	2009	2008
40,489	40,489	40,489	40,489	40,489	40,489
9,600	9,600	9,600	9,600	9,600	9,600
4,000	4,000	4,000	4,000	4,000	4,000
4,000	4,000	4,000	4,000	4,000	4,000
2,400	2,400	2,400	2,400	2,400	2,400
3,880	3,880	3,880	3,880	3,880	3,880
4	4	4	4	4	4
2	2	2	2	2	2
1	1	1	1	1	1
16	16	16	16	16	13
1	1	1	1	1	1
866	866	866	866	866	866
7	7	7	7	7	7
5	5	5	5	5	5
2	2	2	2	2	2
6	6	6	6	6	6
7	7	7	7	7	7
4	4	4	4	4	4
1	1	1	1	1	1
93,000	93,000	93,000	93,000	93,000	93,000
52.90	52.90	52.90	52.90	52.90	52.90
1,262	1,262	1,262	1,262	1,262	1,262
29	29	30	30	36	34
52.90	52.90	52.90	52.90	52.90	52.90
52.90	52.90	52.90	52.90	52.90	52.90
1.00	1.00	1.00	1.00	0.00	0.00

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

Function/Program	2017	2016	2015	2014
General Government				
Council	4.50	4.50	4.50	4.50
Finance	2.50	3.00	2.50	3.00
Administration	3.00	3.00	3.50	5.00
Planning Design	1.00	1.00	1.00	1.00
Payroll/Civil Service	1.50	1.50	1.50	1.50
Security of Persons and Property				
Police	27.00	27.00	26.00	27.00
Police - Auxiliary/Guards	14.50	15.00	14.00	14.00
Police - Dispatchers/Office/Other	1.00	2.00	2.00	2.00
Animal Wardens	0.50	0.50	0.00	0.50
Fire	25.00	25.00	25.00	25.00
Fire Secretary	1.00	1.00	1.00	1.00
Leisure Time Activities				
Recreation	9.00	9.00	9.00	10.00
Senior Life	6.50	6.00	7.00	5.50
Community Environment				
Building	3.50	3.00	2.00	4.00
Economic Development	2.00	2.00	2.00	2.00
Transportation				
Service	<u>22.00</u>	<u>23.00</u>	<u>25.00</u>	<u>23.00</u>
Totals:	<u><u>124.50</u></u>	<u><u>126.50</u></u>	<u><u>126.00</u></u>	<u><u>129.00</u></u>

Source: City of Fairview Park, Department of Finance
Method: Using 1.0 for each full-time employees and 0.50 for each part-time employee at December 31. Seasonal employees are not included.

<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
4.50	8.00	8.00	8.00	8.00	8.00
3.00	3.50	3.50	3.50	3.50	3.00
3.50	4.00	4.00	4.00	4.00	4.00
1.00	1.00	1.00	1.00	1.00	1.00
1.50	1.00	1.00	1.00	1.00	1.00
26.00	25.00	24.00	27.00	27.00	27.00
14.00	14.00	14.00	16.00	16.00	12.00
1.50	1.50	1.50	1.50	1.50	1.00
0.50	1.00	1.00	1.00	1.00	1.00
25.00	25.00	24.00	28.00	28.00	28.00
1.00	1.00	1.00	1.00	1.00	1.00
10.00	10.00	9.00	11.00	11.00	11.00
6.00	2.00	2.00	2.00	2.00	2.00
4.00	4.00	4.00	4.00	4.00	4.00
2.00	3.00	2.00	2.00	2.00	2.00
<u>24.00</u>	<u>23.00</u>	<u>24.00</u>	<u>27.00</u>	<u>27.00</u>	<u>28.00</u>
<u>127.50</u>	<u>127.00</u>	<u>124.00</u>	<u>138.00</u>	<u>138.00</u>	<u>134.00</u>

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

Function/Program	2017	2016	2015	2014
General Government				
<i>Council and Clerk</i>				
Number of Ordinances Passed	59	48	53	61
Number of Resolutions Passed	13	31	34	24
Number of Planning Commission docket items	32	20	28	48
Zoning Board of Appeals docket items	15	16	10	13
<i>Finance Department</i>				
Number of payroll checks issued	1,068	1,135	1,483	1,756
Number of checks/vouchers issued	2,262	2,305	2,560	2,469
Amount of checks written	\$12,438,000	\$13,316,379	\$11,739,562	\$12,105,865
Interest earnings for fiscal year (cash basis)	\$78,118	\$36,776	\$11,750	\$10,715
Number of Receipts issued	1,751	1,710	1,761	1,840
Number of Budget Adjustments issued	2	2	3	3
Agency Ratings - Moody's Financial Services	Aa2	Aa2	A-	A-
Health Insurance Costs vs. General Fund Expenditures %	14.01%	13.43%	12.32%	12.70%
General Fund Receipts (cash basis)	\$10,255,537	\$9,752,874	\$9,247,696	\$9,250,630
General Fund Expenditures	\$9,654,229	\$10,004,317	\$10,318,215	\$10,421,991
General Fund Cash Balances	\$2,153,020	\$1,551,712	\$1,801,527	\$2,741,896
<i>Engineer Contacted Services</i>				
Dollar Amount of Construction overseen by engineer	\$1,629,762	\$4,897,167	\$426,414	\$1,189,512
<i>Civil Service</i>				
Number of police entry tests administered	0	0	1	0
Number of fire entry tests administered	1	0	0	1
Number of police promotional tests administered	0	0	1	0
Number of fire promotional tests administered	0	0	0	3
Number of Police Officers hired	1	2	4	2
Number of Fire/Medics hired	1	2	1	1
<i>Building Department Indicators</i>				
New Construction Permits Issued	15	330	350	339
Estimate Value of Construction	\$20,459,741	\$10,454,168	\$13,223,287	\$12,782,725
Number of electrical/plumbing/remodeling permits issued	1,397	1,439	1,376	1,410
Amount of Revenue generated from permits	\$192,534	\$176,038	\$168,386	\$173,998
Number of contract registrations issued	554	520	518	568
Number of rental inspections performed	83	62	99	98
Annual Apartment/Rooming House License Fees	19,702	\$14,762	\$16,924	\$20,106
Security of Persons & Property				
<i>Police</i>				
Total Calls for Services	13,152	13,479	12,859	13,652
Number of traffic citations issued	3,106	3,841	3,262	3,152
Number of parking citations issued	1,359	1,378	1,412	1,963
Number of criminal arrests	356	295	173	174
Number of accident reports completed	267	249	249	236
Part 1 Offenses (major offenses)	328	123	91	79
Animal Warden sercie calls responded to per annual report	383	385	363	353
Police Dep. Auxiliary hours worked	2,801	2,857	2,933	2,433
DUI arrests	59	68	50	71
Prisoners	759	739	635	638
Prisoner meal cost	4,890	7,397	4,981	7,995
Motor Vehicle Accidents	479	464	523	497
Fatalities from Motor Vehicle Accidents	0	0	0	1
Gasoline costs of fleet	39,442	39,779	36,792	56,740
Community Diversion Program Youths (1)	8	0	4	0
Community Diversion Program - community service hours	120	0	24	0
<i>Fire</i>				
EMS Calls	2,023	2,044	1,911	1,668
Ambulance Billing Collections 9net)	\$409,665	\$372,209	\$384,419	\$361,475
Fire Calls	137	176	171	152
Fires with Loss	9	5	4	3
Fires with Losses exceeding \$10,000	6	2	2	3
Fire Losses \$	\$433,500	\$265,300	\$131,800	\$79,000
Fire Safety Inspections	630	599	565	484
Number of times Mutual Aid given to Fire and EMS	198	206	179	145
Number of times Mutual Aid received for Fire and EMS	54	126	145	174

2013	2012	2011	2010	2009	2008
55	51	68	47	85	76
30	23	27	24	17	25
20	16	18	21	49	22
19	11	2	13	11	12
1,592	1,667	1,817	1,898	2,223	0
2,465	2,421	2,349	1,765	3,090	3,614
\$9,339,571	\$8,685,570	\$8,648,137	\$7,314,408	\$10,283,501	\$16,095,444
\$4,873	\$4,695	\$2,597	\$4,489	\$16,985	\$525,500
1,875	1,857	1,920	1,673	2,230	30,096
3	2	1	1	3	0
A-	A-	A-	A-	A-	A-
15.54%	12.74%	12.65%	15.10%	15.10%	11.78%
\$12,481,613	\$10,363,066	\$10,297,802	\$10,746,175	\$10,746,175	\$10,016,188
\$10,488,377	\$9,982,702	\$10,637,753	\$9,785,443	\$9,785,443	\$10,531,074
\$3,895,005	\$1,854,319	\$1,453,491	\$1,781,327	\$1,781,327	\$1,301,642
\$410,996	\$1,068,732	\$776,992	\$83,083	\$1,633,623	\$1,276,825
1	0	1	0	0	0
0	0	0	1	0	1
3	0	0	0	0	0
0	0	2	2	0	0
3	1	0	0	0	1
0	1	2	1	1	0
358	296	310	267	278	348
\$20,467,573	\$6,520,419	\$5,679,573	\$4,512,702	\$6,770,889	\$10,236,541
1,462	1,490	1,403	1,772	1,494	1,837
\$189,539	\$101,551	\$97,189	\$95,425	\$101,187	\$158,570
516	473	523	534	422	429
102	139	112	468	1,783	1,783
\$20,536	\$20,536	\$20,396	\$10,482	\$10,482	\$10,482
12,239	11,893	12,149	12,149	12,000	11,990
3,690	4,859	5,716	5,716	4,561	5,420
1,263	1,621	1,460	1,460	1,373	1,521
191	172	136	136	115	105
224	244	222	222	217	259
42	73	51	51	62	65
381	376	392	392	433	380
2,718	3,486	1,672	1,672	1,981	1,699
45	55	48	48	52	60
684	517	498	498	491	502
7,099	4,369	3,770	3,770	4,133	7,388
392	339	418	418	404	37
0	0	0	0	1	1
50,973	55,086	42,098	42,098	31,140	55,649
0	0	0	0	0	1,440
0	0	0	0	0	48
1,590	1,458	1,469	1,465	1,253	1,363
\$359,309	\$325,256	\$345,936	\$273,070	\$262,020	\$282,167
126	334	207	197	148	161
6	9	6	10	11	40
4	5	2	8	6	6
\$263,010	\$242,800	\$221,050	\$394,000	\$482,400	\$250,000
509	697	362	663	578	721
144	121	76	87	100	104
52	54	31	50	63	80

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

Function/Program	2017	2016	2015	2014
Leisure Time Activities				
<i>Recreation</i>				
Recreation Swimming pool receipts	\$116,683	\$119,210	\$131,860	\$104,668
Recreation Mens & Womens Leagues receipts	14,625	16,750	16,800	18,340
Recreation programs	201,461	204,022	217,962	202,302
Youth Soccer League	19,775	19,025	19,394	20,085
Youth Basketball League	25,010	28,419	17,233	18,550
Facilities rentals	82,536	83,757	97,748	99,814
Recreation center memberships	453,953	449,675	459,350	480,599
Miscellaneous	149,544	140,838	146,966	122,223
Total Recreation Department receipts	<u>\$ 1,063,587</u>	<u>\$ 1,061,696</u>	<u>\$ 1,107,313</u>	<u>\$ 1,066,581</u>
Community Development				
Grant amounts received due to Economic Development Dept.	\$ 350,000	\$ 450,000	\$ 50,000	\$ 50,000
Basic Utility Services				
Refuse disposal per year (in tons) January through December	4,853	6,092	5,250	5,192
Refuse disposal costs per year January through December	\$ 888,996	\$ 841,568	\$ 823,930	\$ 182,770
Percentage of waste recycled	25.57%	26.88%	45.09%	45.87%
Annual recycle tonnage (excluding leaf and compst items)	1,667	1,637	1,597	1,742
Transportation				
Street Repair (Concrete, asphalt, crack sealing) (hours)	1,450	1,400	1,400	1,160
Mowing (hours)	1,950	1,950	1,950	1,950
Street Sweeper (hours)	320	320	320	320
Cold Patch (hours)	700	600	600	400
Snow & Ice Removal regular hours	1,600	1,200	1,200	1,600
Sewer and Sanitary calls for service	4,000	4,000	4,000	4,000
Fire hydrants (hours)	100	10	10	10
Catch basin (hours)	2,000	2,000	2,000	2,000
Leaf collection (hours)	2,500	2,500	2,500	2,500
Holiday lights setup (hours)	50	50	50	50
Burial Services (hours)	0	16	16	16
Equipment repair/body shop (hours)	4,160	5,000	5,000	5,000
Sign department (hours)	1,040	250	250	250
Paint striping (hours)	480	700	700	700
Building maintenance (hours)	9,500	9,011	9,011	9,011
Landscaping (hours)	2,080	2,280	2,280	2,280
Other (hours)	2,080	2,240	2,240	2,240
Tree Pruning and Care	1,500	1,500	1,500	1,500
Parks and main street garbage	2,000	2,000	2,000	2,000
Recycling crews	0	0	0	0
Traffic Department (hours)	1,040	2,080	2,080	2,080
Summerfest	272	272	272	272
Wastewater Department				
Waste Rates per 1st 1000 Cu ft of water used	\$39.00	\$39.00	\$39.00	\$39.00
Total flow of wastewater treatment plants (Billions of Gallons)	5.90	5.88	5.88	5.88
Average daily flow (Millions of gallons per day)	16.14	16.13	16.13	16.13
Tons of dry sludge removed	1,691.72	1,686.05	1,686.05	1,686.05

Source: City of Fairview Departments

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

2013	2012	2011	2010	2009	2008
\$120,279	\$102,639	\$94,102	\$69,341	\$53,386	\$28,518
20,430	23,025	28,835	24,325	37,130	27,510
200,264	175,496	192,058	185,689	147,768	163,173
18,196	17,407	19,200	14,669	13,856	13,184
22,466	20,805	19,410	15,723	13,100	19,407
90,382	99,608	82,648	93,011	103,471	72,897
507,057	500,632	537,598	564,201	601,797	585,690
112,469	98,234	131,490	82,675	130,013	115,604
<u>\$ 1,091,543</u>	<u>\$ 1,037,846</u>	<u>\$ 1,105,341</u>	<u>\$ 1,049,634</u>	<u>\$ 1,100,521</u>	<u>\$ 1,025,983</u>
\$ 50,000	\$ 50,000	\$ 0	\$ 0	\$ 90,527	\$ 95,000
5,191	6,229	8,440	8,137	8,203	8,511
\$ 830,581	\$ 564,567	\$ 538,631	\$ 541,338	\$ 523,075	\$ 556,346
30.00%	28.00%	26.00%	26.50%	26.40%	26.90%
1,500	1,121	826	915	1,070	1,057
1,160	1,160	1,150	1,120	1,128	1,184
1,950	1,950	1,944	1,944	1,944	1,776
320	320	320	320	320	320
400	400	400	400	400	400
1,600	1,600	1,500	1,900	1,808	1,888
4,000	4,000	4,000	3,940	3,736	3,920
10	10	15	16	32	16
2,000	2,000	2,000	2,000	1,944	1,920
2,500	2,500	2,000	2,816	2,800	2,784
50	50	50	140	140	140
16	0	0	0	0	0
5,000	5,000	4,160	7,060	7,040	7,024
250	200	200	180	176	160
700	710	710	720	640	624
9,011	9,011	9,011	9,011	9,016	9,152
2,280	2,280	2,280	2,280	2,280	1,704
2,240	2,240	2,240	2,240	2,240	2,240
1,500	1,210	1,200	1,211	1,216	1,216
2,000	2,000	2,000	2,000	2,000	1,704
4,160	4,160	4,160	3,968	3,968	3,968
2,080	1,080	1,080	1,840	1,800	1,840
272	256	256	256	256	256
\$39.00	\$39.00	\$36.00	\$33.00	\$27.00	\$27.00
5.88	5.10	6.59	4.39	4.42	5.03
16.13	13.97	18.07	12.03	12.10	13.74
1,686.05	1,659.12	1,983.08	1,666.30	1,660.10	1,757.60

CITY OF
FAIRVIEW PARK

A Great Place to Grow

City of Fairview Park, Ohio

For the Year Ended December 31, 2017

City of Fairview Park, Ohio

For the Year Ended December 31, 2017

Table of Contents	Page
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1
Schedule of Findings	3
Schedule of Prior Year Findings	4

**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 Fairview Park, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Ohio (the "City"), as of and for the year ended December 31, 2017, 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 26, 2018.

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.

Members of the City Council
City of Fairview Park, Ohio

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.

Cienni + Panichi, Inc.

Cleveland, Ohio
June 26, 2018

City of Fairview Park, Ohio

Schedule of Findings

For the year ended December 31, 2017

1. Summary of Auditor’s Results

Type of Financial Statement Opinion	Unmodified
Were there any material weaknesses reported at the financial statement level (GAGAS)?	No
Were there any significant deficiencies reported at the financial statement level (GAGAS)?	No
Was there any material noncompliance reported at the financial statement level (GAGAS)?	No

2. Findings Related to the Financial Statements Required to be Reported in Accordance With GAGAS

None noted.

City of Fairview Park, Ohio

Schedule of Prior Year Findings

For the year ended December 31, 2017

Finding No.	Finding Summary	Fully Corrected	Explanation
2016-001	<p><i>Material Weakness in internal control</i></p> <p>A receivable was recorded for street lighting and garbage collection special assessments based on an estimate of the collections for the first-half of 2017. It was determined that the street lighting special assessments expected to be collected in 2017 was for 2016 services and the garbage collection special assessments collected in 2017 was for 2017 services. The street lighting special assessment receivables was understated and the garbage collection special assessments receivable was overstated.</p>	Yes	The City adopted procedures to ensure all third-party work was reviewed.



Dave Yost • Auditor of State

CITY OF FAIRVIEW PARK

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
AUGUST 9, 2018**