

# OHIO AUDITOR OF STATE KEITH FABER



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Columbus, Ohio 43215  
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(800) 282-0370

October 19, 2022

City of Brecksville  
Cuyahoga County  
9069 Brecksville Road  
Brecksville, Ohio 44141

To Laura Starosta, Director of Finance and Jerry N. Hruby, Mayor:

On August 2, 2022, our office released the audit report dated June 24, 2022 for the City of Brecksville, Cuyahoga County, Ohio, for the year ended December 31, 2021. The City's Local Recovery Fund, presented individually on page 107 and as a component of Other Governmental Funds and Governmental Activities within the basic financial statements, improperly included an Intergovernmental Receivable asset and Unearned Revenue liability of \$712,517. The enclosed, revised audit report includes corrections to remove these items from the respective pages of the Annual Comprehensive Annual Report.

Please notify those parties which may have requested a copy of the original report from your office.

If you have any questions or concerns, please contact me at 1-800-626-2297. We apologize for any inconvenience.

Sincerely,

KEITH FABER  
Auditor of State

A handwritten signature in dark ink that reads "William Ward".

William J. Ward, CPA  
Assistant Chief Auditor, Northeast Region

cc: City Council

Enclosure: City of Brecksville Annual Comprehensive Annual Report for the Year Ended December 31, 2021

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OHIO AUDITOR OF STATE  
**KEITH FABER**





CITY OF BRECKSVILLE  
CUYAHOGA COUNTY

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# OHIO AUDITOR OF STATE KEITH FABER



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Columbus, Ohio 43215  
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## INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

City of Brecksville  
Cuyahoga County  
9069 Brecksville Road  
Brecksville, Ohio 44141

To the City Council:

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga County, Ohio (the City) as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated June 24, 2022, except for the restatement described in Note 28, which is as of October 19, 2022. We also noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of the City.

### ***Report on Internal Control Over Financial Reporting***

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

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

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

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***Report on Compliance and Other Matters***

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



Keith Faber  
Auditor of State  
Columbus, Ohio

June 24, 2022, except for the restatement described above, which is as of October 19, 2022



**SUMMARY SCHEDULE OF PRIOR AUDIT  
FINDINGS DECEMBER 31, 2021**

<b>Finding Number</b>	<b>Finding Summary</b>	<b>Status</b>	<b>Additional Information</b>
2020-001	<b>Significant Deficiency – Financial Reporting</b> Various audit adjustments were noted and subsequently adjusted to the financial statements.	Fully Corrected	Not Applicable





# City of Brecksville, Ohio



## Annual Comprehensive Financial Report

For the period ended December 31, 2021



# Brecksville City Council



Laura Redinger,  
President



Dominic Caruso,  
Vice-President



AJ Ganim



Daryl Kingston



Ann Koepke



Beth Savage



Brian Stuckey

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**CITY OF BRECKSVILLE, OHIO**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

ISSUED BY THE DEPARTMENT OF FINANCE

Laura Starosta, CGFM, CPFO

FINANCE DIRECTOR





**City of Brecksville, Ohio**  
*Annual Comprehensive Financial Report*  
*For the Year Ended December 31, 2021*  
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October 19, 2022

To Members of Brecksville City Council and  
The Citizens of Brecksville, Ohio

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

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

State statutes require the City of Brecksville (the City) to be subjected to an annual examination by the Auditor of State. Either the Auditor of State of Ohio or, if the Auditor permits, an independent public accounting firm conducts these audits. The Auditor of State rendered an opinion on the City's financial statements as of December 31, 2021. 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. The MD&A complements this letter of transmittal and should be read in conjunction with it.

### *Profile of the Government*

The City of Brecksville was founded in 1811. It was incorporated as a village under the laws of the State of Ohio in 1921 and attained City status in 1960 by virtue of its population exceeding 5,000. It is located in Cuyahoga County in northeastern Ohio, in the heart of rolling woodlands approximately fifteen miles south of the City of Cleveland. The City covers 19.54 square miles. In the year 2021, the U.S. Census Bureau reported that Brecksville had a population of 13,635, down 0.15 percent from 13,656 in 2012.

The City of Brecksville operates under and is governed by its Charter, first adopted by the voters on November 6, 1956 and amended from time to time. The Charter provides for a Mayor-Council form of government. The nine-member Charter Review Commission reviewed the Charter in 2013. Ten proposed charter changes were placed on the November ballot with nine of them passing.



Legislative authority is vested in a seven-member City Council which is elected at large and whose terms are staggered. Four Council members are elected at each regular municipal election in November of odd numbered years. Of the four elected, the three receiving the highest number of votes serve a term of four years and the fourth serves a term of two years. The Council fixes compensation of City

and the fourth serves a term of two years. The Council fixes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, the appropriation and borrowing of money, the licensing and regulation of business and the trades, and other municipal purposes. The presiding officer is the President who is elected by the Council for a one-year term.

The City of Brecksville's chief executive officer is the Mayor who is elected by the voters for a four-year term. The Mayor appoints, subject to approval of Council, the directors of the City's departments except for the Director of Finance, the Law Director and the Clerk of Council, all of whom are appointed by Council. He is the chief conservator of the peace, oversees the enforcement of all laws and ordinances, and executes all contracts, conveyances, evidences of indebtedness and all other instruments to which the municipality is a party. He is the official and ceremonial head of the City. The Mayor is also the Safety Director and presides over the Mayor's Court.

As Mayor serving my ninth consecutive term after being re-elected in the November 2019 general election, I am the only Brecksville mayor to be elected to nine consecutive four-year terms since Brecksville became a village in 1921.

The City's Service Department works hard to respond to the needs of the residents, providing curbside rubbish and recycling collection, street maintenance, snow removal and maintenance of City recreational facilities, among other services. The Department is responsible for an annual, aggressive road repair and maintenance program.

Security of one's person and property is foremost on the minds of our full-time Police Department and Fire Department with full-time paramedic service. Brecksville takes pride in its low crime rate and rapid response by both police and fire units. Our safety departments are constantly updating training, procedures and equipment to provide effective services to our City.

Water service is provided to City residents by the City of Cleveland and sewer services are provided by the Northeast Regional Sewer District. Certain water lines and sewer lines are owned and maintained by the City.

### ***Profile of the City***

We're proud of our City's beautiful, safe and uncongested environment. We are a community that is "building our future with respect for our past," a dynamic idea that combines forward thinking with our Western Reserve heritage which is evident not only in our prevailing architectural style but in our business-friendly philosophy.

Residents have a variety of nearby transportation options. By automobile or by connections through downtown Cleveland on the Regional Transit Authority bus and rail lines, one can reach all areas of Cuyahoga County conveniently. State Routes 21 and 82 bisect Brecksville and there is easy access to interstate highways. I-77 and I-80, which is the Ohio Turnpike, both crisscross Brecksville. I-480, an east-west interstate is just 6 miles north of Brecksville. Amtrak cross-country rail service is available in downtown Cleveland and Hopkins International Airport is located about fifteen miles from Brecksville.

Entertainment abounds just a short distance away for residents of Brecksville. In downtown Cleveland, the Cleveland Browns of the National Football League play in their spectacular First Energy Stadium. Progressive Field is the home of Major League Baseball's Cleveland Guardians. The Cleveland Cavaliers of the National Basketball Association, play at Rocket Mortgage Fieldhouse which is also a venue for concerts by major recording artists, ice shows, and a variety of other professional attractions. Cleveland State University's Wolstein Center is home to the Cleveland State University Vikings and even more concerts and shows. Just a short drive from Brecksville through the Cuyahoga Valley National Park, Blossom Music Center is the summer home of the Cleveland Orchestra and a venue for the biggest music stars touring the planet.

Residents have access to many cultural attractions such as the world-famous Cleveland Orchestra at Severance Hall, The Cleveland Museum of Art, The Great Lakes Science Center and the Rock n' Roll Hall of Fame and Museum. There are unique shopping areas such as Tower City Center and nightlife with dining in the Warehouse District and dining and entertainment on East 4th Street downtown and a concert venue in the "Flats" along the Cuyahoga River. Cleveland's downtown is a center of activity for all ages and just minutes from Brecksville.

Metro Health, Marymount, and Parma Community General Hospitals serve as emergency care facilities for our residents and visitors who require use of our Fire Department's ambulances and staff of professional paramedics and EMTs. The Greater Cleveland area is known worldwide for excellence in health care including the Cleveland Clinic and University Hospitals who supplement health care provided by nearby community hospitals and immediate care centers.

Brecksville's wooded hills and ravines that lace the area help define its neighborhoods. As a result, every resident is close to natural beauty that has always been a hallmark of Brecksville living. Many neighborhoods are located next to the Brecksville Reservation of the Cleveland Metroparks and the 33,000 acre Cuyahoga Valley National Park. Brecksville is unique among Cuyahoga County communities because one-third of the City is park land. Located within the Cuyahoga Valley National Park is the Ohio Canal National Heritage area. The Brecksville Reservation of the Cleveland Metroparks offers facilities for picnicking, softball, horseback riding, golf, hiking and cross-country skiing. A paved all-purpose fitness trail offers walking, biking, running or strolling by the beautiful scenery. Two ski areas are close by. Brecksville was named a Tree City USA for the 27th consecutive year in 2021.

Housing in Brecksville offers a mix of sizes, styles and price ranges with colonial and Western Reserve styles predominating. Despite its proximity to major metropolitan attractions, Brecksville maintains its quiet, suburban environment. Retail shopping is concentrated downtown near the Square, and shopping malls in nearby communities complement local merchants.

The City of Brecksville provides many programs for all ages through its Recreation Department. Baseball, basketball, volleyball, swimming, golf, tennis, spinning and exercise classes, crafts and day camps are just some of the many programs for family fun, fitness and recreation. Recreational facilities include the 158 acre Blossom Hill recreational area with its playground, pavilion, baseball fields, comfort station, safety town and a state of the art artificial turf soccer and lacrosse field. The City is currently constructing a field house on the property, which will connect to a new elementary school being constructed by the Brecksville-Broadview Heights City School District. At City Hall there are three lighted baseball fields and three lighted tennis courts. The 65,000 square foot Community Center houses the Recreation Department as well as a field house, indoor pool, elevated running track, youth game room, large cardio-vascular room and a large weight room, whirlpool spa, saunas and a dividable community room with facilities for meetings and catering. The City is nearly completed with the construction of an addition to the indoor pool as well as the removal and construction of a replacement outdoor aquatics facility. These facilities were opened in the spring of 2021, but are still held as construction in progress on the City's financials as of December 31, 2021 as final items are still being completed.

Brecksville's, 29,000 square foot Human Services Center attracts children less than one year old to folks in their 90s. The second floor of the beautiful building houses the Community Center's vast cardio-vascular fitness section. Headquartered in the Human Services Center is the Department of Human Services, which maintains many programs including snow removal and a food bank for low income seniors. It coordinates the local Meals on Wheels program and provides free blood pressure screenings. The Human Services Center has a 30 by 50 foot warm water therapy exercise pool on the lower level and a full service kitchen with an accompanying large gathering area seating 125. The serene Kay Broughton center courtyard complete with tables, benches, and fountain, provide the opportunity for quiet book reading or a lively game of cards surrounded by beautiful plantings.

A quality education for our children is provided by the Brecksville-Broadview Heights City School District. Cleveland Magazine routinely ranks the district as one of the top suburban districts in the area. Brecksville is also home to the Cuyahoga Valley Career Center, which is the area's vocational school for high school students and additionally provides a multitude of adult education programs for area residents.

### ***Economic Development***

The City is a business advocate and a connector. It helps companies navigate site relocation and retention by uniting all the necessary elements to assure that the City is an optimum business destination. The City's efforts in assisting companies has resulted in significant development projects siting in the City. Some of the current business development projects within the City are described as follows.

To facilitate future economic development, the City created the Brecksville Community Improvement Corporation (the CIC). The CIC is a corporation certified by the State, separate from the City, with its own code or regulations and directors. The CIC can be used to facilitate private entity borrowing or to hold properties, as approved by the City, for use in enhancing business opportunities.

In 2018, the United States Department of Veterans Affairs (the VA) conveyed to the City a 103-acre site near the intersection of Interstate Highway 77 and the Ohio Turnpike (Interstate 80). On this site, the VA had operated a veterans' hospital for more than 50 years, prior to its closure in 2012. Under its agreement with the VA and the State's Historic Preservation Office, the City agreed that, as a part of a proposed commercial redevelopment of the site, land for a memorial park commemorating the site as a former VA hospital would be set aside.

In its efforts to redevelop the site, the City subsequently transferred the 103 acres to the CIC. Following the land transfer, the City and the CIC entered into an agreement with a private developer setting forth a development plan wherein the developer is obligated to purchase portions of the site from the CIC in multiple phases. Furthermore, the developer demolished the former hospital structures and remediated those sites at its own cost. The developer is further required to proceed with a phased-in mixed-use development that may include stores, restaurants, apartments, hotels, hospitals, light manufacturing plants, warehouses, offices, and laboratories.

The City entered into a development agreement with the Sherwin-Williams Company during 2021. Approximately 45 acres of the Valor Acres site and 73 acres of adjacent real property will be the site of their new research and development project. According to the development agreement, the project will create approximately 680 new jobs with an estimated payroll of \$55,760,000. The City entered into a job creation income tax incentive agreement during 2021 to cause the company to commit to constructing the project by providing a 15-year incentive equal to 35 percent of the first \$55,760,000 of annual payroll taxes of employees of the company and its affiliates, as well as 40 percent of annual payroll taxes of employees of the company and its affiliates in excess of said amount. As Sherwin-Williams has moved forward with their development, they have provided the City with a revised count of approximately 900 new jobs. This project also includes a tax increment financing agreement as authorized by City Council.

During 2021, the City also entered into a development agreement with DiGeronimo Development LLC and VA Land LLC to provide for the construction of a mixed use development on approximately 25 acres of the Valor Acres site. It anticipates a mixed-use development, including one or more commercial office buildings with at least 150,000 combined square feet of space. Additionally during 2021, the City entered into a job creation incentive agreement with DiGeronimo Development LLC causing the company to commit to constructing the project in the City by providing a 15-year job creation income tax incentive equal to 35 percent of the first \$22,500,000 of annual payroll taxes of employees of the company and its affiliates and 40 percent of annual payroll taxes of employees of the company and its affiliates in excess of such amount. This project also includes a tax increment financing agreement as authorized by City Council.



DiGeronimo Development LLC recently announced that it will relocate its corporate headquarters to the Valor Acres site in 2024.

A subdivision agreement with DiGeronimo Development LLC was entered into on adjacent land to the north of the Valor Acres site during 2021. This project includes a tax increment financing agreement as authorized by City Council. The agreement includes a proposed residential plan of 238 units that consists of 157 units in a multi-family apartment building, 28 townhouse apartments in five separate buildings, 17 townhouse units in three separate buildings, 32 attached homes, and four single family homes.

Approximately 21 acres of the Valor Acres site remains held by the CIC for future development.

The City entered into one of its largest economic development projects with the MetroHealth System, a County hospital and health provider system with numerous locations around northeast Ohio. In 2016, the MetroHealth System opened its Brecksville Health and Surgery Center (“Center”), a \$48,000,000, 63,000 square foot facility, on about 21 acres near the intersection of State Routes 77 and 82, overlapping with the City of Broadview Heights. The Center offers both primary and specialty care and contain medical office space, diagnostic and laboratory facilities, a retail pharmacy, a compounding pharmacy, an emergency room, and an ambulatory surgery center. Specialty care provided in the medical offices including cardiology, dermatology, podiatry, gastroenterology, neurology, OB/GYN, ophthalmology, orthopedics, and radiology services. The City anticipates that business providing ancillary services to the Center will be built near this facility in the future.

Lubrizol Advanced Materials, Incorporated is one of the City’s largest and most established employers. Lubrizol is a technology-driven, global company that combines complex specialty chemicals to optimize its products while reducing environmental impact. Lubrizol products include advanced specialty polymers, polymer-based additives, and chemical additives used in everyday consumer and industrial applications. The company employs approximately 567 at a complex of buildings on a 165-acre site in the City, serving the company’s global operations. Lubrizol completed a \$30,000,000 project to expand and renovate its facilities on the site in 2017. It is the City’s understanding that Lubrizol is evaluating the possibility of having roughly 100 employees work from home, although a decision on this matter has not been communicated to the City.

One of the City’s most successful economic development agreements was entered into with PNC Bank, National Association (“PNC Bank”). In 2004, the City entered into an agreement with National City Corporation, which was later purchased by PNC Bank. This agreement provided for facility expansion at PNC Bank’s Miller Road location. PNC Bank has far surpassed its contract requirements of income tax withholding, having doubled and more recently tripled the amount. PNC Bank has become the City’s largest employer, and employs approximately 1,014 workers at its operations center in the City. PNC is believed to be considering work from home opportunities but the City has not yet received confirmation of any decision.

CrossCountry Mortgage employs approximately 980 employees within the City. The company has acquired and is developing a location in the City of Cleveland. The City could lose half of the CrossCountry Mortgage employees working in the City currently. The exact impact and timing of this change cannot be determined at this time, but possibly sometime during 2022.

The Cuyahoga Valley Career Center in the City constructed a new, state-of-the-art Robotic and Advanced Manufacturing Technology Education Collaborate referred to as RAMTEC. Having opened in 2016, the Cuyahoga Valley Career Center provides training in advanced manufacturing and engineering.

Several new housing developments constructing single family homes are underway in various locations throughout the City. In 2021, the City added 32 new single family homes with a submitted valuation totaling \$14,809,063. There are a total of 13 unsold lots in three ongoing developments. Also, there is a new development of approximately 40 homes that will begin in 2022. In addition, several of the City's established companies have expanded their operations in the past few years either by adding on to their current facilities or purchasing additional ones. In addition to new income taxes derived from added employees at these companies, the City also benefits from an increased assessed property valuation.

### *Accomplishments*

The City is very pleased that Moody's Investors Services continues to rate our City a bond rating of Aa1. This rating attests to our strong economic health and prudent fiscal management.

The City of Brecksville's Finance Department was proud to receive its 31st consecutive, Certificate of Achievement for Excellence in Financial Reporting for its Annual Comprehensive Financial Report for the Fiscal Year ended December 31, 2020. It was also the 15th year that the Finance Department produced its award winning Popular Annual Financial Report.

The City completed the construction of a new police station. This new station of almost 29,000 square feet features up-to-date work areas for our police officers, a safe room, and a shooting range. In addition, a completely separate area has been built to house a dispatch center.

The City entered into an agreement with the cities of Broadview Heights, Independence, and Seven Hills to create the Cuyahoga Valley Council of Governments. The purpose of the Council shall be to foster cooperation among the members in all areas of municipal service. This shall include seeking effective and efficient solutions to common issues faced by the members. The first order of business was to implement the Cuyahoga Valley Emergency Dispatch Center, which is now housed in the City of Brecksville's new police station. The group agreed to become members of the Chagrin Valley Dispatch Center, an established group of cities currently sharing dispatch services. By joining the Chagrin Valley Dispatch Center, the Cuyahoga Valley Council of Governments will obtain access to technological and operational knowledge of an established dispatch center. The new dispatch center became operational on March 13, 2019. The Chagrin Valley Dispatch Center opened with four communities and currently services ten entities.

During 2019, the City entered into a construction agency agreement with the Brecksville-Broadview Heights City School District (School District) as construction agent. This agreement will provide for the design, development, acquisition, construction, installation, equipping and improvement of a portion of the Blossom Hill Park property to construct a new field house which shall be adjacent to the proposed elementary school. Along with the two new facilities, a shared use and management agreement has been entered into, which will allow the use of portions of each building between the two entities. In exchange for conveying approximately 25 acres of the Blossom Hill property to the School District, the School District has conveyed to the City three properties: the old Central School property and the Comstock property adjacent to Central School totaling approximately 3.6 acres, which will be held until a future use is determined and approximately 10.6 acres of land on Stadium Drive to be utilized for recreational activities.

The City completed various capital projects, which are discussed in the Management's Discussion and Analysis.

### ***2022 Priorities:***

- Completion of the final construction punch-list for the indoor and replacement of the outdoor aquatics facilities.
- Discussion and design of remodel of City Hall will continue. Space previously used by the Police Department will be available for repurpose and renovation and will allow for the reconfiguration of all of City Hall.
- Continue construction of the field house at Blossom Hill Park. It is estimated that this project will be completed during 2022.
- The City has budgeted various sanitary and storm sewer projects for 2022 as part of the City's on-going commitment to improving infrastructure. This includes the Chippewa Road sanitary and storm sewer project and the Glenwood sanitary and storm sewer project.
- During 2022, the City and the Ohio Department of Transportation expect to be under contract for construction of the Interstate 77 and Miller Road interchange project. This area has long been targeted for improvements as it will provide greater access to land designated for future economic development. The planned work will consist of adding a northbound exit ramp to Miller Road, adding a southbound entrance ramp to Interstate 77, adding an auxiliary lane between the new southbound entrance ramp and the existing Interstate 80 exit ramp, widening of Miller Road, and improvements to the Miller Road and Southpointe Parkway intersection. This project is scheduled to start construction in 2023.

### ***Long-Term Financial Planning***

As part of the annual budget process, the Mayor and City Council review five year capital budget projections. Based on these estimates, financial strategies are developed to maximize services supplied and infrastructure improvements desired. This budget is modified regularly as new projects present themselves and priorities change.

The City continues to adhere to a pay as you go philosophy as it relates to small projects and equipment purchases. By only borrowing for large projects and keeping debt levels low, it provides the City the opportunity to borrow in low interest environments. A summary of the 2021 borrowings can be found in the MD&A and the notes to the basic financial statements.

City Council adopted an Ordinance decreasing the City's income tax credit from 100 percent to 87.5 percent on 2 percent of withholding effective the first of 2015. These additional funds supplement the cost of operating our fire rescue ambulance service and provide dollars for expanding our aquatics facilities and the new field house at Blossom Hill Park. This recommendation came after studying several other options, which led to this being the most appropriate. The credit reduction expires at the earliest of ten years or three consecutive years of income tax receipts over \$18 million. At the end of 2020 it was determined that income tax receipts exceeded \$18 million for three consecutive years and the credit is restored to 100 percent for tax year 2021. These added dollars accumulated to nearly \$7,000,000 before expiration of the reduction.

### ***Relevant Financial Policies***

By City ordinance, \$3,020,004 of total income tax proceeds are credited to the following capital projects funds: \$1,700,004 to the buildings and improvements fund, \$360,000 to the road improvements fund, and \$960,000 to the general municipal improvement fund, with the remainder credited to the general fund.

There are also ordinances in place to allocate 25 percent of all building permit fees collected into the recreation expansion fund along with corporate membership fees designated specifically for community center improvements. Sanitary sewer tap-in, septic conversion, and sanitary repair fees are deposited into the public utility improvement fund and used for utility services.

An ordinance is also in place to allocate water connection permit fees to the water system maintenance and repair fund and the water system bond retirement fund based on a legislated schedule. These funds shall be used for future improvements of the City's water distribution system and any necessary debt funding thereof.

The compensated absence, workers' compensation, and hospitalization funds are all used to accumulate funds which can be used during times of higher expenditures or lower revenues. They are designed to smooth cash inflows and outflows in other operating funds. On a generally accepted accounting principles (GAAP) basis, the workers' compensation fund was allocated back into funds which contributed to it. The compensated absences fund was a part of the general fund on a GAAP basis. On a GAAP basis, the hospitalization fund is presented as an internal service.

*Awards and Acknowledgements*

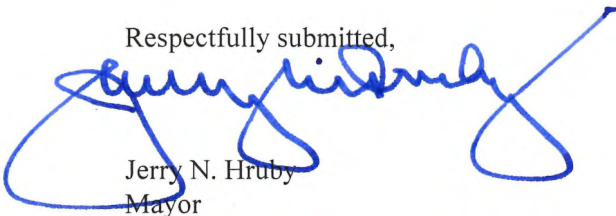
The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities whose Annual Comprehensive Financial Report is easily readable, efficiently organized, and conforms to GFOA reporting standards. Such a report must satisfy both generally accepted accounting principles (GAAP) as well as applicable legal requirements. The City of Brecksville received this honor for its Annual Comprehensive Financial Report for the year ended December 31, 2020. A Certificate of Achievement is valid for a period of one year only. The City of Brecksville believes the current report conforms to the Certificate of Achievement Program requirements, and has submitted it to the GFOA to determine its eligibility for another Certificate of Achievement.

Successful preparation of a report of this scope depends upon the dedicated contribution of many employees. The sincere appreciation of those primarily responsible for its completion is extended to all contributors but especially to those employees in the Department of Finance who have spent their time and energy on various parts of the project and to Local Government Services for their assistance in helping the City prepare this report in conformity with generally accepted accounting principles (GAAP) and the requirements of the Government Finance Officers Association.

In addition, we would like to thank Brecksville City Council, without whose positive leadership and encouragement, the preparation of this report would not have been possible.

In closing, we would like to thank the residents and taxpayers of the City of Brecksville for entrusting us with the administration of their local government.

Respectfully submitted,



Jerry N. Hruby  
Mayor



Laura Starosta, CGFM, CPFO  
Director of Finance



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Brecksville  
Ohio**

For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2020

*Christopher P. Morill*

Executive Director/CEO

City of Brecksville, Ohio

*City Officials*

ELECTED OFFICIALS

Mayor and Safety Director.....	Jerry N. Hruby
President of Council.....	Michael T. Harwood (1)
Vice-President of Council.....	Laura C. Redinger (2)
Council Member .....	Louis N. Carouse (1)(3)
Council Member .....	Dominic J. Caruso (2)(3)
Council Member .....	Daryl J. Kingston
Council Member .....	Ann M. Koepke
Council Member .....	Kimberly A. Veras (1)(3)

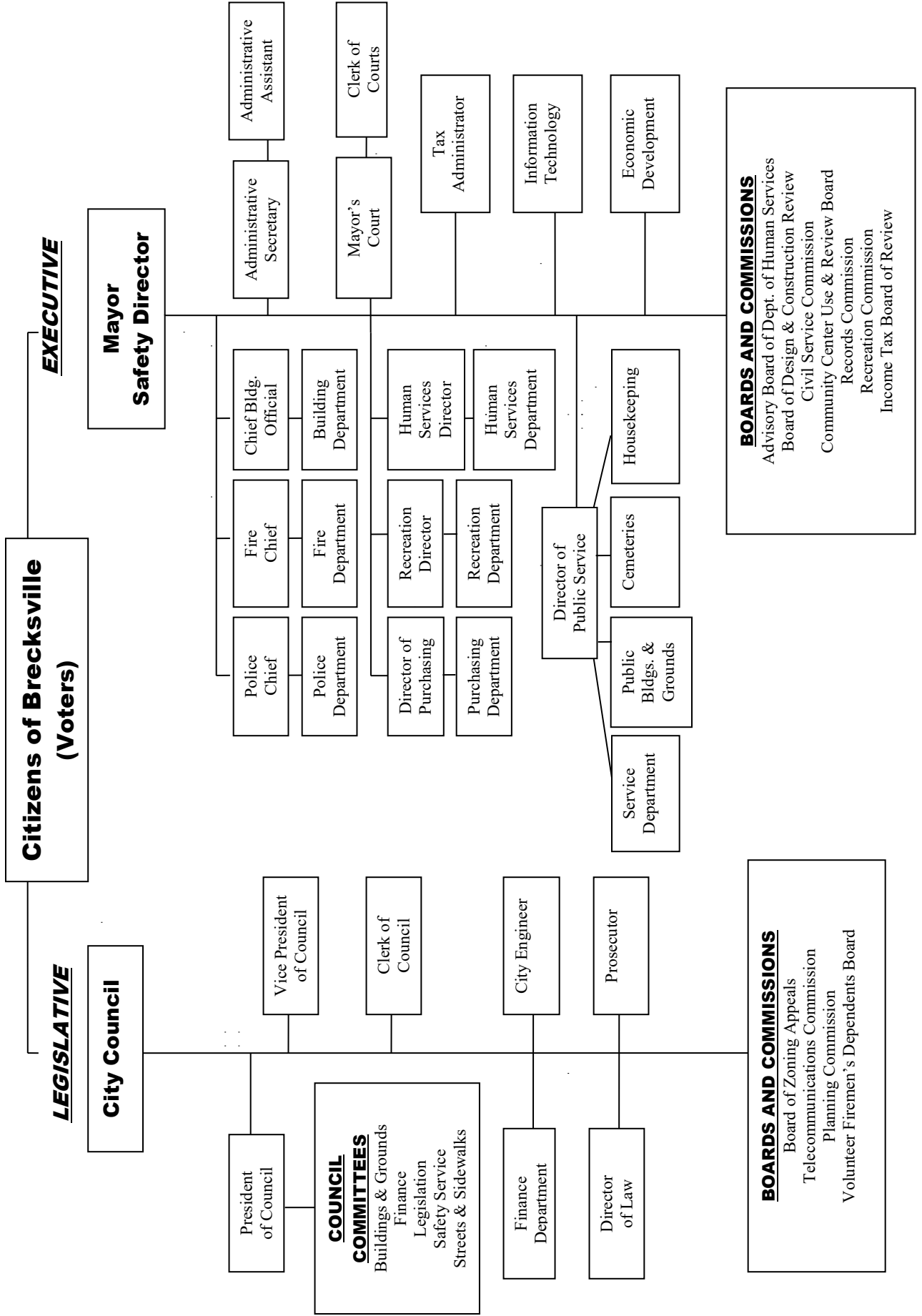
APPOINTED OFFICIALS

Director of Finance .....	Laura Starosta
Police Chief.....	Stanton A. Korinek
Fire Chief .....	Nikola Zamiska
Service Director .....	Ronald J. Weidig
Director of Purchasing .....	Rebecca A. Riser
Chief Building Official .....	Scott M. Packard
Clerk of Courts.....	Shelley A. Kazimore
Director of Recreation.....	Rachele K. Engle
Director of Law .....	David J. Matty
Prosecutor .....	Lisa A. Sabol
City Engineer .....	Gerald M. Wise
Clerk of Council.....	Tammy Tabor
Director of Human Services.....	Steven L. Paciorek

- (1) The President of Council and two Council Members were replaced effective January 2, 2022.
- (2) This Vice-President of Council replaced this President of Council and this Council Member replaced this Vice-President of Council effective January 2, 2022.
- (3) These three Council Member seats are occupied by Elizabeth A. Savage, Brian R. Stucky, and Arthur J. Ganim effective January 2, 2022.

# CITY OF BRECKSVILLE, OHIO

## ORGANIZATIONAL CHART



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# OHIO AUDITOR OF STATE KEITH FABER



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

## INDEPENDENT AUDITOR'S REPORT

City of Brecksville  
Cuyahoga County  
9069 Brecksville Road  
Brecksville, Ohio 44141

To the City Council:

### Report on the Audit of the Financial Statements

#### ***Opinions***

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga County, Ohio (the City), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Cuyahoga County, Ohio as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and the Fire Department Fund for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

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

#### ***Emphasis of Matter***

As discussed in Note 25 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City. We did not modify our opinion regarding this matter.

As discussed in Note 28 to the financial statements, the 2021 financial statements have been restated to correct a misstatement to intergovernmental receivable and unearned revenue within the Governmental Activities and Other Governmental Funds. This restatement does not affect our opinion.

***Responsibilities of Management for the Financial Statements***

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

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

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

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

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

**Required Supplementary Information**

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

**Supplementary information**

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

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

**Other Information**

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

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

**Other Reporting Required by *Government Auditing Standards***

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



Keith Faber  
Auditor of State  
Columbus, Ohio

June 24, 2022, except for Note 28, which is as of October 19, 2022

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
*Unaudited*

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The discussion and analysis of the City of Brecksville's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2021. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers should also review the transmittal letter, the basic financial statements, and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

### **Financial Highlights**

Key financial highlights for 2021 are as follows:

- The assets and deferred outflows of resources of the City of Brecksville exceeded its liabilities and deferred inflows of resources by \$99,352,571. This is an increase of \$8,490,155 over last year's net position.
- Total costs of all City services were \$30,319,645 in 2021, an increase of \$735,132, or 2.48 percent, over 2020. This increase can be attributed to the increase in recreational activities expenses, offset by decreased expenses of all other expense types. Recreational activities increased during 2021 due to expenses related to the field house project, which is currently in progress.
- Total liabilities decreased by \$6,201,498 from 2020. This decrease is due to decreases of the net pension/OPEB liabilities/assets, which was a result of changes in assumptions for benefits, contribution rates, and return on investments.
- Total capital assets decreased by \$760,899 from 2020. There was a decrease to depreciation exceeding additions. The largest portion of the current year additions consisted of the new police station, joint widening of State Route 82 with the City of Broadview Heights, city hall roof and air handler, the aquatics facility, and the field house at Blossom Hill being built with the Brecksville-Broadview Heights City School District.
- The equity in pooled cash and cash equivalents balance at the end of 2021, in the general fund of \$13,902,447, represents 229 days of operating expenditures for the City and is a reflection of its on-going viability and its desire to protect the ability to provide future services.

### **Using This Annual Financial Report**

This annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the City of Brecksville as a financial whole or as an entire operating entity. The statements provide a detailed look at the City's specific financial conditions.

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 non-major funds presented in total in one column.

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
*Unaudited*

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## **Reporting the City of Brecksville as a Whole**

### *Statement of Net Position and the Statement of Activities*

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 considers all financial transactions and asks the question, "How did we do financially during 2021?" The statement of net position and the statement of activities answer this question. These statements include all (non-fiduciary) assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting method used by the private sector. This basis of 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 that net position. The change in net position is important because it tells the reader whether, for the City as a whole, the financial position of the City has improved or diminished. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base and the condition of the City's capital assets also needs to be evaluated.

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

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

## **Reporting the City of Brecksville's Most Significant Funds**

### *Fund Financial Statements*

A fund is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City of Brecksville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds. The presentation of the City's major funds begins on page 18. Fund financial reports provide detailed information about the City's major funds based on the restrictions on the use of monies. The City has established many funds, which account for the multitude of services, facilities and infrastructure provided to our residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Brecksville, the major funds are the general, fire department, general municipal improvement, buildings and improvements, road improvements and recreation facilities expansion.

**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 fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the year. All City activities are reported in the governmental funds focusing on how money flows into and out of those funds and the balances left at year-end available for future spending. Our funds are reported using the modified accrual



**City of Brecksville, Ohio**  
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*For the Year Ended December 31, 2021*  
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accounting method. The modified accrual method measures cash and all other financial assets expected to be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. Governmental fund information helps determine the level of financial resources that can be spent in the near future on residential services. 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 the comparison between governmental funds and governmental activities.

**Proprietary Fund** The City maintains a proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City's internal service fund accounts for medical and prescription drug self-insurance. The proprietary fund uses the accrual basis of accounting.

**Fiduciary Funds** Fiduciary funds are used to account for amounts collected and distributed on behalf of another government or organization. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the City's programs. These funds use the accrual basis of accounting.

**The City of Brecksville as a Whole**

Recall that the statement of net position pictures the City as a whole. Table 1 provides a summary of the City's net position for 2021 compared to 2020.

Table 1  
Net Position

	Governmental Activities		
	2021	2020	Change
<b>Assets</b>			
Current and Other Assets	\$53,912,487	\$47,406,916	\$6,505,571
Net Pension Asset	78,330	67,660	10,670
Net OPEB Asset	792,820	0	792,820
Capital Assets, Net	116,157,309	116,918,208	(760,899)
<i>Total Assets</i>	<u>170,940,946</u>	<u>164,392,784</u>	<u>6,548,162</u>
<b>Deferred Outflows of Resources</b>			
Asset Retirement Obligations	9,955	12,089	(2,134)
Deferred Charges on Refunding	63,000	93,112	(30,112)
Pension	2,662,525	3,209,160	(546,635)
OPEB	1,547,703	2,221,525	(673,822)
<i>Total Deferred Outflows of Resources</i>	<u>\$4,283,183</u>	<u>\$5,535,886</u>	<u>(\$1,252,703)</u>

(continued)

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
*Unaudited*

Table 1  
Net Position (continued)

	Governmental Activities		
	2021	2020	Change
<b>Liabilities</b>			
Current and Other Liabilities	\$8,238,193	\$7,156,591	(\$1,081,602)
Long-Term Liabilities			
Due Within One Year	1,686,623	1,814,165	127,542
Due in More Than One Year:			
Net Pension Liability	17,843,569	20,511,243	2,667,674
Net OPEB Liability	1,715,333	7,947,629	6,232,296
Other Amounts	32,916,039	31,171,627	(1,744,412)
<i>Total Liabilities</i>	<u>62,399,757</u>	<u>68,601,255</u>	<u>6,201,498</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes	5,564,259	4,879,468	(684,791)
Pension	4,630,818	3,800,454	(830,364)
OPEB	3,276,724	1,785,077	(1,491,647)
<i>Total Deferred Inflows of Resources</i>	<u>13,471,801</u>	<u>10,464,999</u>	<u>(3,006,802)</u>
<b>Net Position</b>			
Net Investment in Capital Assets	85,063,992	83,200,864	1,863,128
Restricted for:			
Capital Projects	0	129,740	(129,740)
Debt Service	967,569	1,175,556	(207,987)
Other Purposes	3,912,234	3,422,496	489,738
Unrestricted	9,408,776	2,933,760	6,475,016
<i>Total Net Position</i>	<u>\$99,352,571</u>	<u>\$90,862,416</u>	<u>\$8,490,155</u>

The net pension liability (NPL) is one of the largest single liabilities reported by the City at December 31, 2021. GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the “employment exchange” – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this 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 these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability or the net OPEB liability. As explained previously, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, but are outside the control

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
*Unaudited*

of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

Net position may serve as a useful indicator of a government's financial position over time. In the case of the City of Brecksville, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources at December 31, 2021. By far the largest portion of the City of Brecksville's net position is its investment in capital assets including land, buildings, streets, water lines, storm water lines, and machinery net of related debt. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City of Brecksville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The City's net position increased during the current year. Net position increased mainly due to the changes in the net pension/OPEB liabilities/assets, which can be attributed to the changes in assumptions for benefits, contribution rates, and return on investments.

The City carefully invests its cash and equivalents in a variety of investment types with the primary focus being safety of principal, but with an attention to investment opportunities to increase yield. The Investment Board, which consists of the Mayor, Finance Director, and Law Director, pay close attention to daily interest rates and long-term financial trends. The City's interest revenue decreased during 2021 as a result of the application of GASB 31 and the change in the fair value of investments from the prior year.

Table 2 shows the changes in net position for the year ended December 31, 2021 compared to 2020.

Table 2  
Changes in Net Position

	Governmental Activities		
	2021	2020	Change
<b>Program Revenues</b>			
Charges for Services and Operating Assessments	\$5,935,272	\$1,842,907	\$4,092,365
Operating Grants and Contributions	1,634,181	2,837,356	(1,203,175)
Capital Grants and Contributions	2,313,688	5,482,299	(3,168,611)
<i>Total Program Revenues</i>	<u>9,883,141</u>	<u>10,162,562</u>	<u>(279,421)</u>
<b>General Revenues</b>			
Property Taxes	4,990,128	4,904,636	85,492
Income Taxes	21,443,836	20,240,276	1,203,560
Grants and Entitlements	558,923	1,615,802	(1,056,879)
Investment Earnings	(90,398)	607,016	(697,414)
Other	2,024,170	1,952,314	71,856
Total General Revenues	<u>28,926,659</u>	<u>29,320,044</u>	<u>(393,385)</u>
<i>Total Revenues</i>	<u>\$38,809,800</u>	<u>\$39,482,606</u>	<u>(\$672,806)</u>

(continued)

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
*Unaudited*

Table 2  
Changes in Net Position (continued)

	Governmental Activities		
	2021	2020	Change
<b>Program Expenses</b>			
General Government:			
Legislative and Executive	\$8,941,766	\$8,989,300	\$47,534
Judicial System	62,931	168,915	105,984
Public Safety:			
Police	5,196,435	5,232,665	36,230
Fire	3,065,057	3,296,619	231,562
Public Health and Social Services	839,300	1,192,513	353,213
Street Construction, Maintenance, and Repair	3,603,878	4,421,862	817,984
Housing and Community Development	496,099	938,557	442,458
Basic Utility Services	1,443,134	2,826,513	1,383,379
Recreational Activities	5,984,955	1,600,150	(4,384,805)
Interest and Fiscal Charges	686,090	917,419	231,329
<i>Total Program Expenses</i>	<u>30,319,645</u>	<u>29,584,513</u>	<u>(735,132)</u>
<i>Change in Net Position</i>	8,490,155	9,898,093	(1,407,938)
Net Position Beginning of Year	<u>90,862,416</u>	<u>80,964,323</u>	<u>9,898,093</u>
Net Position End of Year	<u><u>\$99,352,571</u></u>	<u><u>\$90,862,416</u></u>	<u><u>\$8,490,155</u></u>

**Governmental Activities**

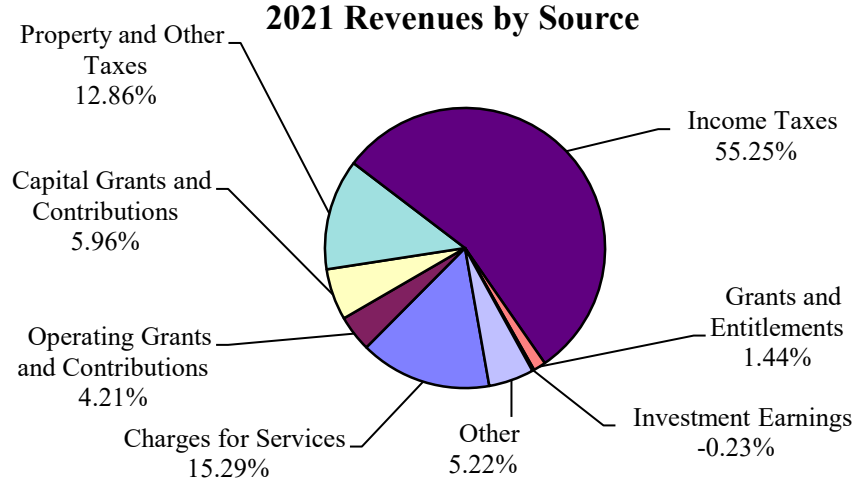
Several revenue sources fund our governmental activities with City income tax being the largest contributor. The income tax rate of 2 percent was created by City Charter and became effective January 1990. This tax created by Charter amendment will remain until such time as the City's electorate changes the rate, which is not anticipated. The income tax revenue amount has increased over the prior year. This increase can be attributed to a general increase in employer withholdings and net profits offset by a decrease in individual taxpayer collections due to the expiration of the income tax credit reduction. The City has an active economic development program, which continually works on recruiting new establishments to the City while retaining its current businesses.

In 2021, City income tax revenue of \$3,020,004 per year is earmarked for specific City improvements. \$141,667 per month, or \$1,700,004 per year, is allocated toward building improvements. \$30,000 per month, or \$360,000 per year, is part of the funding designated for road improvements. \$80,000 per month, or \$960,000 per year, is allocated toward general municipal improvements. These revenues are allocated by ordinance of City Council providing that a substantial portion of income tax collections is designated for roads, City facilities and capital needs.

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
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Of the total revenue, the following is the portion provided by each revenue source:



Charges for services and operating assessments saw a significant increase in 2021. This increase is primarily due to a large licenses and permits from DiGeronimo Development, LLC, according to a new development project for a residential subdivision.

Capital grants and contributions saw a significant decrease compared to 2020. In 2020, the Brecksville Community Improvement Corporation (CIC) acquired the adjacent properties to the former Veterans' Administration hospital, which was transferred to the City and back to the CIC. These transactions resulted in capital grants and contributions of \$5,350,000. Additionally, the City received several grants for the Miller Road and Interstate 77 interchange and Miller Road and Southpointe Drive projects, which are recorded as an intergovernmental receivable and capital grants and contributions in 2021.

The City recognized a slight increase in property tax collections in 2021. In the next few years we anticipate a steady increase in valuation as corporate renovations, expansions, and new developments are recognized, and as several housing developments become populated with new homes.

Investment earnings fell compared to 2020. Again, this is primarily due to the application of GASB 31 fair value of investments adjustment.

Costs contained within the legislative and executive category include all administrative, legal, economic development, engineering and income tax collection costs. The legislative and executive category also contains all costs associated with maintenance of City land and buildings as well as major supplies such as gasoline and utility costs.

Public safety, including the police and fire departments, accounted for a large portion of program expenses. Our police department continues to improve their equipment to better serve our community and at the same time provide extra safety for our officers. The fire department is funded through Charter levy millage. The majority of operating costs for maintaining the fire department 24 hours a day, 7 days a week are financed with this millage. In 2021, the fire department also received a transfer in from the general fund to maintain its operation level. Billing for ambulance services provides additional stable funding designated for the purchase of fire equipment. We continue to strive to provide better police and fire service at a lower cost per man-hour. Police department expenses for 2021 remained fairly consistent to 2020. The fire department expenses decreased compared to 2020 due to wages, benefits, and staffing changes recognized in 2021, as well as the changes in pension/OPEB assumptions for benefits, contribution rates, and return on investments.

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
*Unaudited*

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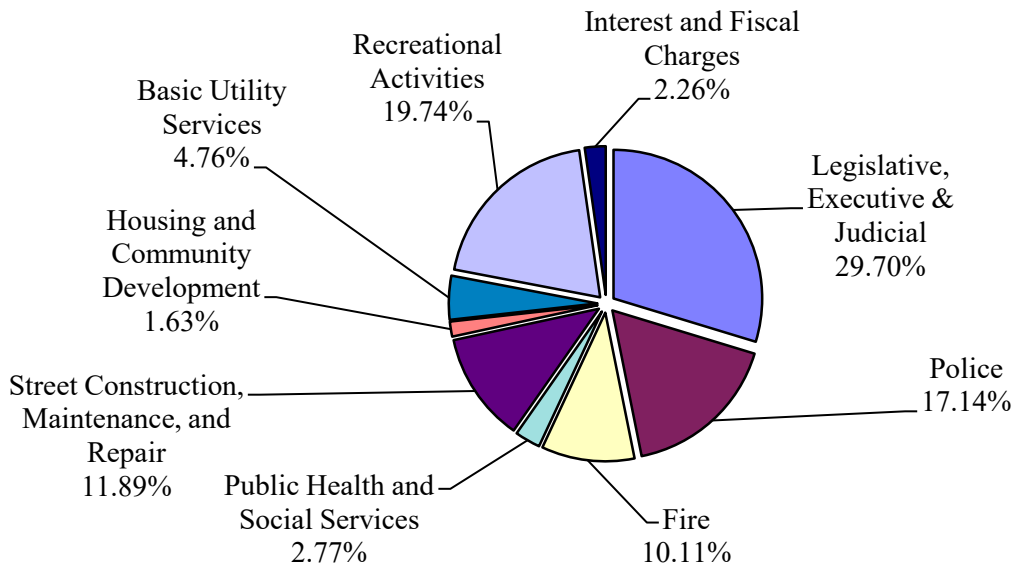
Public health and social services expenses include charges for county health programs, cemetery maintenance, and the human service department.

The community center expenses are included in the recreational activities expenses. There was an increase in this expense from 2020 mainly due to expenses related to the field house project, which is currently in progress.

The City's on-going commitment to infrastructure maintenance is reflected in the \$1,443,134 spent on utilities and \$3,603,878 spent on street construction and preservation. Services provided by these activities include garbage removal, recycling, leaf pick-up, storm drainage, snow removal, street maintenance and vehicle upkeep.

Total program expenses for the current year by function are as follows:

**2021 Expenses by Function**



**The City's Funds**

Information about the City's governmental funds begins on page 18. These funds are accounted for using the modified accrual basis of accounting. Governmental funds in total saw an increase in fund balance during the year. The most significant fund is our general fund with an unassigned fund balance at year-end. The general fund experienced a gain in fund balance. Even though total revenues decreased during the year, tax revenues saw an increase during the year. The main increase, however, was in licenses and permits revenues. As discussed prior, this increase is primarily due to a large licenses and permits from DiGeronimo Development, LLC, according to a new development project for a residential subdivision. Intergovernmental revenue saw a decrease from 2020 due to a non-reoccurring receipt of \$1,175,000 from the CIC. Contributions and donations fell during the year mostly due to the 2020 acquisition of the former Veterans' Administration hospital and the adjacent properties by the CIC that were later transferred to the City and back to the CIC. Expenditures in the general fund decreased from the prior year. The largest decrease can be seen in capital outlay, once again due to the transfer of property between the City and CIC as discussed previously. This decrease is offset by an increase in general government legislative and executive expenditures as a result of the large deposit being held payable. Additionally, during 2020 some expenditures were expensed out of the local coronavirus relief fund as a response to the COVID-19 pandemic.

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
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Another significant fund is the fire department fund. Its primary revenue source, property tax, had a slight increase in 2021. The fire department fund, for the ninth year in a row, required a transfer in from the general fund.

The City has four other funds presented as major funds. These four funds are the general municipal improvement fund, the buildings and improvements fund, the road improvements fund and the recreation facilities expansion fund. The general municipal improvement fund increased from bond anticipation notes proceeds of which are expected to be retired in the beginning of 2022. The buildings and improvements fund balance saw an increase due to decreased capital outlay expenditures from the prior year. The income tax revenue received by the road improvements fund was utilized for the City's road repair program during 2021. The recreation facilities expansion fund balance was decreased with the continuation of the construction costs of the new aquatic facility and new field house adjacent to the new Brecksville-Broadview Heights City School District elementary school.

### **General Fund Budgeting Highlights**

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the general fund. During the course of 2021, the City amended its general fund budget several times. The final budgeted revenues were higher than original budgeted revenues because the City prefers to take a conservative approach for its revenue projections. Actual expenditures were well below both original and final appropriations due to the City's conservative approach to budgeting. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for ordinance enactment on the change. The general fund supports many of our major activities including the police department, fire department, recreation department, and most legislative and executive activities. The general fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

### **Capital Assets and Debt Administration**

#### ***Capital Assets***

Total capital assets, net of depreciation, decreased from 2020. While depreciation and deletions outpaced current year additions, there were several large additions, including the new police station, joint widening of State Route 82 with the City of Broadview Heights, city hall roof and air handler, the aquatics facility, and the field house at Blossom Hill being built with the Brecksville-Broadview Heights City School District.

The City is committed to a long-term goal of rebuilding its infrastructure and facilities. We have a five year capital plan in place providing for rebuilding major residential streets, water, sewer and storm sewer lines. The five year plan also includes adding additional facilities to complement our current structures and updating our current structures to improve their integrity and usefulness. Use of grants and loans, as well as short-term notes and long-term bonds, enable the City to improve its capital assets, and at the same time, maintain our fund levels. See Notes 10 and 11 for additional information on the City's capital assets.

#### ***Debt***

The general obligation bond retirement bonds, including premiums, are composed of a 2012 Human Services Facility Refunding Bond of \$821,480, a 2017 Police Facility Project Bond for \$7,477,689, a 2017 Service Center Garage Bond for \$1,622,894, a 2019 Police Facility Project Bond for \$1,975,222, a 2019 Aquatic Facility Project Bond for \$6,521,550, a 2015 Refunding Tree Farm Property Bond from direct placement for \$1,070,000.

**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
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The special assessment bonds consist of Service Road Sewer and Water, Four Seasons Sewer and Water, Route 21/Hilton/Whitewood Sewer and Storm, Katherine Boulevard Improvements, Riverview Road Sewer, and Refunding Route 21 Access Road from direct placement. Principal and interest for these bonds are paid from the collection of special assessments by the County Fiscal Officer.

During 2021, the City issued various purpose notes in the anticipation of bonds in the amounts of \$10,560,000 and \$2,150,000. Of these amounts, \$8,600,000 was for the construction of a field house at Blossom Hill; \$1,710,000 was for the participation in a joint project with the City of Broadview Heights for State Route 82 street improvements; \$1,400,000 was for Route 82 street improvements; and \$1,000,000 was for expanding the interchange at Miller Road and Interstate 77.

The Ohio Public Works Commission (OPWC) loans from direct borrowings are paid semi-annually. All loans will be paid in full in the year 2034.

The City's overall debt increased in 2021 as the result of an increase in bond anticipation notes. The City had an overall legal debt margin of \$51,587,420 and an unvoted debt margin of \$12,402,392. See Notes 16 and 17 for additional information on the City's debt.

### **Current Financial Related Activities**

The City of Brecksville continues to remain financially strong. Economic development agreements entered into in previous years are proving fruitful. Due to our increased income tax we are able to support our Fire Department without asking for additional property tax. The additional cash balances allow us to take advantage of any other economic development opportunities that may arise.

In order to help support operations and provide for capital investment, the City actively pursues grant opportunities. Annually, the City receives various outside funding for items such as training, law enforcement, recycling, and equipment. In addition, some funding for large capital projects comes in the form of grants and loans from various agencies. Having capital funds in reserve to be able to meet matching grant requirements has proven to be a winning philosophy for the City and has allowed for improvement of streets, storm drainage systems, bridges, retaining walls, water and sewer lines, and recreation facilities.

Another method used by the City to reduce costs is to cooperate with neighboring communities in the purchase of commodity items such as salt and asphalt. Research and communication with neighboring communities creates opportunities to negotiate lower pricing on electric and gas services. Cooperative agreements have been entered into for sharing equipment, joint training, and back up services when in need. The Service Department continues to perform many functions in house that are typically outsourced; which not only provides excellent service, but also saves money.

The City has entered into an agreement with a neighboring city to provide building inspection services for them. Brecksville collects a fee for the service and the neighboring community saves money by not having to hire their own employee. In 2017, the City entered into an agreement with three other area cities to create the Cuyahoga Valley Council of Government (COG). This COG will be used to consolidate services; such as, dispatch, jail and other community services, which lend itself to consolidation. The City entered into an agreement with Chagrin Valley Dispatch Council during 2017 for dispatch services, which is located at the City's police station. In 2018, the City entered into an agreement with the Chagrin Valley Dispatch Council to provide jail services. Lastly, in 2021, the City entered into an agreement with the Chagrin Valley Dispatch Council for managed information technology services.



**City of Brecksville, Ohio**  
*Management's Discussion and Analysis*  
*For the Year Ended December 31, 2021*  
*Unaudited*

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For many years the City has reduced its health care costs by operating a self-funded insurance program and aggressively shopping our benefits. The City continues to maintain a health care cost management committee comprised of representatives from all departments to address the issue of rising health care and develop strategies to minimize increases.

The City monitors its fund balances, particularly the general fund, to ensure that adequate balances are in place to safeguard future years. In particular, the general fund balance is compared to forty-five percent of the previous year's expenses in accordance with rating agency standards. Annual budgeting is prepared using very conservative estimates. Using this methodology has allowed the City to maintain safe fund balances and have funds available for unanticipated expenses or revenue downturns. This fiscally moderate management style has also allowed the City to continue to provide excellent services without any increase in property tax rates.

The Mayor, City Council, and the Finance Director work extremely hard at keeping our debt low. We plan our finances so that we can pay cash for many of the facility improvements and acquisitions, and continue to pay cash for all equipment and other major purchases necessary to maintain our level of services. Since 2001, the City of Brecksville has enjoyed a Moody's Investors Service bond rating of Aa1. In 2010, Moody's recalibrated their rating criteria to level the ratings between government and private ratings. The result of this recalibration is that Brecksville's bond rating was increased to Aaa. In 2019, Moody's downgraded the City's rating to Aa1, the level the City was at prior to the recalibration. This rating places Brecksville at an elite level of government ratings.

The City has received the Government Finance Officers Award (GFOA) Certificate of Achievement for Excellence since 1990, the year of our first Annual Comprehensive Financial Report (ACFR). The City has prepared a Popular Annual Financial Report (PAFR) since 2006. The financial information for this report is taken from the ACFR and condensed into a ten page, reader friendly financial publication. The PAFR has been submitted to the GFOA annually and has received an Award for Outstanding Achievement each year. Our commitment to our residents has always been one of full disclosure of the financial position of the City and work to make that information available to them. The City's website [www.brecksville.oh.us](http://www.brecksville.oh.us) contains the ACFR and PAFR, as well as other financial information related to revenue, expenditures, and property and income tax.

### **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 demonstrate the City's accountability for all money it receives, spends, and invests. Please direct any questions about this report or financial information inquiries to Laura Starosta, Director of Finance, City of Brecksville, 9069 Brecksville Road, Brecksville, Ohio 44141, email [lstarosta@brecksville.oh.us](mailto:lstarosta@brecksville.oh.us) or telephone 440-526-4351.

**City of Brecksville, Ohio**  
*Statement of Net Position*  
December 31, 2021

	Governmental Activities
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$32,116,923
Cash and Cash Equivalents:	
In Segregated Accounts	63,903
With Fiscal Agents	2,609,861
Materials and Supplies Inventory	331,617
Accounts Receivable	179,379
Intergovernmental Receivable	6,398,271
Accrued Interest Receivable	5,610
Municipal Income Taxes Receivable	5,222,472
Property Taxes Receivable	5,725,053
Special Assessments Receivable	964,815
Prepaid Items	157,483
Assets Held for Resale	137,100
Net Pension Asset (See Note 12)	78,330
Net OPEB Asset (See Note 13)	792,820
Nondepreciable Capital Assets	25,873,607
Depreciable Capital Assets, Net	90,283,702
<i>Total Assets</i>	170,940,946
<b>Deferred Outflows of Resources</b>	
Asset Retirement Obligations	9,955
Deferred Charges on Refunding	63,000
Pension	2,662,525
OPEB	1,547,703
<i>Total Deferred Outflows of Resources</i>	4,283,183
<b>Liabilities</b>	
Accounts Payable	528,045
Contracts Payable	471,732
Retainage Payable	548,051
Accrued Wages	726,477
Payroll Withholdings Payable	21,560
Intergovernmental Payable	119,133
Matured Compensated Absences Payable	2,409
Deposits Held Payable	4,308,210
Unearned Revenue	712,517
Accrued Interest Payable	154,304
Claims Payable	219,136
Vacation Benefits Payable	426,619
Long-Term Liabilities:	
Due Within One Year	1,686,623
Due In More Than One Year:	
Net Pension Liability (See Note 12)	17,843,569
Net OPEB Liability (See Note 13)	1,715,333
Other Amounts	32,916,039
<i>Total Liabilities</i>	62,399,757
<b>Deferred Inflows of Resources</b>	
Property Taxes	5,564,259
Pension	4,630,818
OPEB	3,276,724
<i>Total Deferred Inflows of Resources</i>	13,471,801
<b>Net Position</b>	
Net Investment in Capital Assets	85,063,992
Restricted for:	
Debt Service	967,569
Court Computerization	149,816
Fire Department	1,205,570
Police Department	497,562
Road Maintenance	371,325
Street Construction, Maintenance, and Repair	1,575,888
Other Purposes	112,073
Unrestricted (Deficit)	9,408,776
<i>Total Net Position</i>	\$99,352,571

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Activities*  
For the Year Ended December 31, 2021

	Program Revenues				Net (Expense) Changes in Net Position
	Expenses	Charges for Services and Operating Assessments	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
<b>Governmental Activities</b>					
General Government:					
Legislative and Executive	\$8,941,766	\$4,057,572	\$2,300	\$43,688	(\$4,838,206)
Judicial System	62,931	146,018	0	0	83,087
Public Safety:					
Police	5,196,435	5,389	88,002	0	(5,103,044)
Fire	3,065,057	358,836	254,824	0	(2,451,397)
Public Health and Social Services	839,300	85,220	28,754	0	(725,326)
Street Construction, Maintenance, and Repair	3,603,878	6,235	1,245,588	0	(2,352,055)
Housing and Community Development	496,099	214,773	0	0	(281,326)
Basic Utility Services	1,443,134	79,923	6,000	2,270,000	912,789
Recreational Activities	5,984,955	981,306	8,713	0	(4,994,936)
Interest and Fiscal Charges	686,090	0	0	0	(686,090)
<i>Total Governmental Activities</i>	<u>\$30,319,645</u>	<u>\$5,935,272</u>	<u>\$1,634,181</u>	<u>\$2,313,688</u>	<u>(20,436,504)</u>
<b>General Revenues</b>					
Property Taxes Levied for:					
General Purposes					2,133,425
Fire Department					2,066,553
Road Maintenance					607,795
Police Department					182,355
Municipal Income Taxes Levied for:					
General Purposes					18,423,832
Capital Outlay					3,020,004
Grants and Entitlements not Restricted to Specific Programs					558,923
Investment Earnings					(90,398)
Miscellaneous					2,024,170
<i>Total General Revenues</i>					<u>28,926,659</u>
Change in Net Position					8,490,155
<i>Net Position Beginning of Year</i>					<u>90,862,416</u>
<i>Net Position End of Year</i>					<u>\$99,352,571</u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**

*Balance Sheet*

*Governmental Funds*

*December 31, 2021*

	General	Fire Department	General Municipal Improvement	Buildings and Improvements	Road Improvements
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$13,902,447	\$1,353,614	\$1,163,116	\$1,496,698	\$352,050
Cash and Cash Equivalents:					
In Segregated Accounts	62,003	0	0	0	0
With Fiscal Agents	0	0	0	0	0
Materials and Supplies Inventory	220,230	51,625	0	0	0
Accounts Receivable	114,784	0	0	19,597	0
Interfund Receivable	374,000	0	0	0	0
Intergovernmental Receivable	317,204	128,776	5,429,763	0	0
Accrued Interest Receivable	5,610	0	0	0	0
Municipal Income Taxes Receivable	4,719,138	0	160,000	283,334	60,000
Property Taxes Receivable	2,447,628	2,370,906	0	0	0
Special Assessments Receivable	0	0	0	0	0
Prepaid Items	149,536	4,119	0	0	0
Assets Held for Resale	137,100	0	0	0	0
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	4,309,069	0	0	0	0
<b>Total Assets</b>	<b>\$26,758,749</b>	<b>\$3,909,040</b>	<b>\$6,752,879</b>	<b>\$1,799,629</b>	<b>\$412,050</b>
<b>Liabilities</b>					
Accounts Payable	\$292,670	\$8,033	\$44,425	\$51,265	\$0
Contracts Payable	27,890	0	122,809	0	0
Retainage Payable	0	0	0	0	0
Accrued Wages	547,387	116,948	0	0	0
Payroll Withholdings Payable	15,026	6,147	0	0	0
Matured Compensated Absences Payable	0	2,409	0	0	0
Interfund Payable	217	0	351,541	0	22,459
Intergovernmental Payable	89,792	16,797	0	0	0
Deposits Held Payable from Restricted Assets	4,306,600	0	0	0	0
Unearned Revenue	0	0	0	0	0
Accrued Interest Payable	0	0	217	0	94
<b>Total Liabilities</b>	<b>5,279,582</b>	<b>150,334</b>	<b>518,992</b>	<b>51,265</b>	<b>22,553</b>
<b>Deferred Inflows of Resources</b>					
Property Taxes	2,378,873	2,304,321	0	0	0
Unavailable Revenue	1,977,537	193,589	5,078,948	0	0
<b>Total Deferred Inflows of Resources</b>	<b>4,356,410</b>	<b>2,497,910</b>	<b>5,078,948</b>	<b>0</b>	<b>0</b>
<b>Fund Balances</b>					
Nonspendable	509,335	55,744	0	0	0
Restricted	0	1,205,052	0	0	0
Committed	201,421	0	1,154,939	1,748,364	389,497
Assigned	4,519,566	0	0	0	0
Unassigned	11,892,435	0	0	0	0
<b>Total Fund Balances</b>	<b>17,122,757</b>	<b>1,260,796</b>	<b>1,154,939</b>	<b>1,748,364</b>	<b>389,497</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$26,758,749</b>	<b>\$3,909,040</b>	<b>\$6,752,879</b>	<b>\$1,799,629</b>	<b>\$412,050</b>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Reconciliation of Total Governmental Fund Balances to  
Net Position of Governmental Activities  
December 31, 2021*

Recreation Facilities Expansion	Other Governmental Funds	Total Governmental Funds
\$890,334	\$6,717,773	\$25,876,032
0	1,900	63,903
2,609,861	0	2,609,861
0	59,762	331,617
0	40,375	174,756
0	217	374,217
3,909	511,553	6,391,205
0	0	5,610
0	0	5,222,472
0	906,519	5,725,053
0	964,815	964,815
0	3,828	157,483
0	0	137,100
0	1,610	4,310,679
<u>\$3,504,104</u>	<u>\$9,208,352</u>	<u>\$52,344,803</u>
\$14,138	\$117,514	\$528,045
309,602	11,431	471,732
548,051	0	548,051
0	62,142	726,477
0	387	21,560
0	0	2,409
0	0	374,217
0	12,544	119,133
0	1,610	4,308,210
0	712,517	712,517
0	0	311
<u>871,791</u>	<u>918,145</u>	<u>7,812,662</u>
0	881,065	5,564,259
0	1,343,303	8,593,377
<u>0</u>	<u>2,224,368</u>	<u>14,157,636</u>
0	63,590	628,669
0	3,277,138	4,482,190
0	1,873,155	5,367,376
2,632,313	851,956	8,003,835
0	0	11,892,435
<u>2,632,313</u>	<u>6,065,839</u>	<u>30,374,505</u>
<u>\$3,504,104</u>	<u>\$9,208,352</u>	<u>\$52,344,803</u>

**Total Governmental Fund Balances** \$30,374,505

**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. 116,157,309

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

Delinquent Property Taxes	160,794
Municipal Income Taxes	1,639,712
Intergovernmental	3,268,360
Special Assessments	964,815
Miscellaneous	2,559,696
<b>Total</b>	<b>8,593,377</b>

An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position. 1,722,765

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (153,993)

Vacation benefits payable are not expected to be paid with expendable available financial resources and therefore are not reported in the funds. (426,619)

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

General Obligation Bonds	(19,488,835)
Special Assessment Bonds	(868,806)
Bond Anticipation Notes	(12,809,918)
OPWC Loans	(234,178)
Compensated Absences	(1,136,920)
Deferred Outflows - Asset Retirement	9,955
Asset Retirement Obligations	(64,005)
<b>Total</b>	<b>(34,592,707)</b>

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

Net Pension Asset	78,330
Net OPEB Asset	792,820
Deferred Outflows - Pension	2,662,525
Deferred Outflows - OPEB	1,547,703
Net Pension Liability	(17,843,569)
Net OPEB Liability	(1,715,333)
Deferred Inflows - Pension	(4,630,818)
Deferred Inflows - OPEB	(3,276,724)
<b>Total</b>	<b>(22,385,066)</b>

Deferred charges on refunding related to the issuance of long-term refunding debt will be amortized over the life of the debt on the statement of net position. 63,000

*Net Position of Governmental Activities* \$99,352,571

**City of Brecksville, Ohio**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Year Ended December 31, 2021*

	General	Fire Department	General Municipal Improvement	Buildings and Improvements	Road Improvements
<b>Revenues</b>					
Property Taxes	\$2,118,082	\$2,051,694	\$0	\$0	\$0
Municipal Income Taxes	18,718,194	0	960,000	1,700,004	360,000
Charges for Services	99,177	0	0	0	0
Licenses and Permits	4,096,042	0	0	0	0
Fines and Forfeitures	140,387	0	0	0	0
Intergovernmental	556,592	256,200	678,765	43,688	0
Special Assessments	0	0	21,228	0	6,235
Interest	(212,823)	15,704	16,793	13,429	3,908
Contributions and Donations	34,380	600	0	0	0
Rentals	155,446	0	0	0	0
Miscellaneous	351,666	837	596,553	37,447	26,069
<i>Total Revenues</i>	<u>26,057,143</u>	<u>2,325,035</u>	<u>2,273,339</u>	<u>1,794,568</u>	<u>396,212</u>
<b>Expenditures</b>					
Current:					
General Government:					
Legislative and Executive	10,753,208	0	0	0	0
Judicial System	151,734	0	0	0	0
Public Safety:					
Police	4,638,025	0	0	0	0
Fire	11,027	2,722,387	0	0	0
Public Health and Social Services	1,016,856	0	0	0	0
Street Construction, Maintenance, and Repair	2,312,370	0	0	0	0
Housing and Community Development	987,036	0	0	0	0
Basic Utility Services	2,303,513	0	0	0	0
Recreational Activities	0	0	0	0	0
Capital Outlay	0	0	2,489,717	447,158	305,067
Debt Service:					
Principal Retirement	0	0	960,000	0	0
Interest and Fiscal Charges	0	0	42,425	0	1,358
Issuance Costs	0	0	0	0	0
<i>Total Expenditures</i>	<u>22,173,769</u>	<u>2,722,387</u>	<u>3,492,142</u>	<u>447,158</u>	<u>306,425</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,883,374</u>	<u>(397,352)</u>	<u>(1,218,803)</u>	<u>1,347,410</u>	<u>89,787</u>
<b>Other Financing Sources (Uses)</b>					
Sale of Capital Assets	9,714	207	0	0	0
Bond Anticipation Notes Issued	0	0	4,110,000	0	0
Premium on Bond Anticipation Notes Issued	0	0	0	0	0
Transfers In	0	550,000	0	0	0
Transfers Out	(2,422,236)	0	(401,434)	(990,233)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(2,412,522)</u>	<u>550,207</u>	<u>3,708,566</u>	<u>(990,233)</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	1,470,852	152,855	2,489,763	357,177	89,787
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>15,651,905</u>	<u>1,107,941</u>	<u>(1,334,824)</u>	<u>1,391,187</u>	<u>299,710</u>
<i>Fund Balances End of Year</i>	<u>\$17,122,757</u>	<u>\$1,260,796</u>	<u>\$1,154,939</u>	<u>\$1,748,364</u>	<u>\$389,497</u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Year Ended December 31, 2021*

Recreation Facilities Expansion	Other Governmental Funds	Total Governmental Funds
\$0	\$784,469	\$4,954,245
0	0	21,738,198
0	1,251,829	1,351,006
0	132,427	4,228,469
0	8,731	149,118
0	1,138,424	2,673,669
0	393,635	421,098
11,424	41,279	(110,286)
0	8,588	43,568
0	36,031	191,477
7,198	86,266	1,106,036
<u>18,622</u>	<u>3,881,679</u>	<u>36,746,598</u>
0	4,102	10,757,310
0	4,260	155,994
0	330,942	4,968,967
0	0	2,733,414
0	0	1,016,856
0	1,379,195	3,691,565
0	24,618	1,011,654
0	6,000	2,309,513
0	2,003,323	2,003,323
2,619,213	446,221	6,307,376
8,600,000	1,551,155	11,111,155
171,044	655,788	870,615
0	73,546	73,546
<u>11,390,257</u>	<u>6,479,150</u>	<u>47,011,288</u>
<u>(11,371,635)</u>	<u>(2,597,471)</u>	<u>(10,264,690)</u>
0	1,891	11,812
8,600,000	0	12,710,000
0	99,918	99,918
702,236	3,016,161	4,268,397
<u>(454,494)</u>	<u>0</u>	<u>(4,268,397)</u>
<u>8,847,742</u>	<u>3,117,970</u>	<u>12,821,730</u>
<u>(2,523,893)</u>	<u>520,499</u>	<u>2,557,040</u>
<u>5,156,206</u>	<u>5,545,340</u>	<u>27,817,465</u>
<u>\$2,632,313</u>	<u>\$6,065,839</u>	<u>\$30,374,505</u>

**Net Change in Fund Balances - Total Governmental Funds** \$2,557,040

*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 capital outlay exceeded depreciation in the current period.

Capital Asset Additions	2,762,158
Current Year Depreciation	<u>(3,523,054)</u>
Total	(760,896)

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (3)

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

Delinquent Property Taxes	35,883
Municipal Income Taxes	(294,362)
Intergovernmental	1,789,555
Special Assessments	(405,896)
Miscellaneous	<u>730,449</u>
Total	1,855,629

Other financing sources in the governmental funds increase long-term liabilities in the statement of net position:

Bond Anticipation Notes Issued	(12,710,000)
Premium on Bond Anticipation Notes Issued	<u>(99,918)</u>
Total	(12,809,918)

Repayment of long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 11,111,155

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.

Accrued Interest on Debt	59,104
Amortization of Premium on Debt	155,533
Amortization of Deferred Charges on Refunding	<u>(30,112)</u>
Total	184,525

Some expenses require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	(73,640)
Vacation Payable	<u>12,933</u>
Total	(60,707)

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

Pension	1,835,422
OPEB	<u>26,409</u>
Total	1,861,831

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

Pension	(534,077)
OPEB	<u>4,833,238</u>
Total	4,299,161

The internal service fund used by management to charge the individual funds is reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. 254,472

Asset retirement obligation expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. (2,134)

*Net Position of Governmental Activities* \$8,490,155

**City of Brecksville, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$2,063,130	\$2,063,130	\$2,118,082	\$54,952
Municipal Income Taxes	14,492,496	18,379,996	18,583,553	203,557
Charges for Services	99,000	99,000	99,003	3
Licenses and Permits	726,000	946,000	4,063,108	3,117,108
Fines and Forfeitures	242,800	242,800	140,633	(102,167)
Intergovernmental	453,537	558,467	553,748	(4,719)
Interest	150,000	150,000	138,859	(11,141)
Contributions and Donations	1,035,650	35,650	34,380	(1,270)
Rentals	161,647	161,647	157,579	(4,068)
Miscellaneous	457,097	257,131	388,104	130,973
<i>Total Revenues</i>	19,881,357	22,893,821	26,277,049	3,383,228
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive	9,006,526	9,320,439	7,678,828	1,641,611
Judicial System	165,877	165,877	151,433	14,444
Public Safety:				
Police	5,125,380	5,126,499	4,793,205	333,294
Fire	23,472	23,472	11,027	12,445
Public Health and Social Services	1,207,813	1,207,813	1,026,162	181,651
Street Construction, Maintenance, and Repair	2,484,390	2,507,480	2,335,666	171,814
Housing and Community Development	1,078,041	1,078,041	970,123	107,918
Basic Utility Services	2,109,204	2,364,990	2,278,013	86,977
<i>Total Expenditures</i>	21,200,703	21,794,611	19,244,457	2,550,154
<i>Excess of Revenues Over Expenditures</i>	(1,319,346)	1,099,210	7,032,592	5,933,382
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	10,000	10,000	10,004	4
Advances In	115,000	115,000	115,000	0
Advances Out	(150,000)	(300,000)	(300,000)	0
Transfers Out	(2,377,084)	(2,422,236)	(2,422,236)	0
<i>Total Other Financing Sources (Uses)</i>	(2,402,084)	(2,597,236)	(2,597,232)	4
<i>Net Change in Fund Balance</i>	(3,721,430)	(1,498,026)	4,435,360	5,933,386
<i>Fund Balance Beginning of Year</i>	12,528,895	12,528,895	12,528,895	0
Prior Year Encumbrances Appropriated	901,821	901,821	901,821	0
<i>Fund Balance End of Year</i>	\$9,709,286	\$11,932,690	\$17,866,076	\$5,933,386

See accompanying notes to the basic financial statements



**City of Brecksville, Ohio**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fire Department Fund*  
*For the Year Ended December 31, 2021*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property Taxes	\$1,998,474	\$1,998,474	\$2,051,694	\$53,220
Intergovernmental	272,519	272,519	255,000	(17,519)
Interest	15,000	15,000	15,704	704
Contributions and Donations	0	0	600	600
Miscellaneous	6,757	6,757	1,410	(5,347)
<i>Total Revenues</i>	2,292,750	2,292,750	2,324,408	31,658
<b>Expenditures</b>				
Current:				
Public Safety:				
Fire	2,956,032	2,956,032	2,744,318	211,714
<i>Excess of Revenues Over (Under) Expenditures</i>	(663,282)	(663,282)	(419,910)	243,372
<b>Other Financing Sources</b>				
Sale of Capital Assets	500	500	603	103
Transfers In	550,000	550,000	550,000	0
<i>Total Other Financing Sources</i>	550,500	550,500	550,603	103
<i>Net Change in Fund Balance</i>	(112,782)	(112,782)	130,693	243,475
<i>Fund Balance Beginning of Year</i>	1,165,833	1,165,833	1,165,833	0
Prior Year Encumbrances Appropriated	24,467	24,467	24,467	0
<i>Fund Balance End of Year</i>	<u>\$1,077,518</u>	<u>\$1,077,518</u>	<u>\$1,320,993</u>	<u>\$243,475</u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Fund Net Position*  
*Proprietary Fund*  
*December 31, 2021*

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	<u>Internal Service Fund - Insurance</u>
<b>Assets</b>	
<i>Current Assets:</i>	
Equity in Pooled Cash and Cash Equivalents	\$1,930,212
Accounts Receivable	4,623
Intergovernmental Receivable	<u>7,066</u>
<i>Total Assets</i>	1,941,901
<b>Liabilities</b>	
<i>Current Liabilities:</i>	
Claims Payable	<u>219,136</u>
<b>Net Position</b>	
Unrestricted	<u><u>\$1,722,765</u></u>

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Revenues, Expenses and Changes in Fund Net Position*  
*Proprietary Fund*  
*For the Year Ended December 31, 2021*

	Internal Service Fund - Insurance
<b>Operating Revenues</b>	
Charges for Services	\$2,475,043
Miscellaneous	187,685
<i>Total Operating Revenues</i>	2,662,728
<b>Operating Expenses</b>	
Purchased Services	1,500
Claims	2,426,644
<i>Total Operating Expenses</i>	2,428,144
<i>Operating Income</i>	234,584
<b>Non-Operating Revenues</b>	
Interest on Investments	19,888
<i>Change in Net Position</i>	254,472
<i>Net Position Beginning of Year</i>	1,468,293
<i>Net Position End of Year</i>	\$1,722,765

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Cash Flows*  
*Proprietary Fund*  
For the Year Ended December 31, 2021

	Internal Service Fund - Insurance
<b>Increase in Cash and Cash Equivalents</b>	
<b>Cash Flows from Operating Activities</b>	
Cash Received from Customers	\$2,475,043
Other Operating Revenues	178,848
Cash Payments to Suppliers for Purchased Services	(2,202)
Cash Payments for Claims	(2,478,677)
<i>Net Cash Provided by Operating Activities</i>	173,012
<b>Cash Flows from Investing Activities</b>	
Interest on Investments	19,888
<i>Net Increase in Cash and Cash Equivalents</i>	192,900
<i>Cash and Cash Equivalents Beginning of Year</i>	1,737,312
<i>Cash and Cash Equivalents End of Year</i>	\$1,930,212
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>	
Operating Income	\$234,584
<i>Adjustments:</i>	
Increase in Assets:	
Accounts Receivables	(1,771)
Intergovernmental Receivable	(7,066)
Decrease in Liabilities:	
Accounts Payable	(702)
Claims Payable	(52,033)
<i>Total Adjustments</i>	(61,572)
<i>Net Cash Provided by Operating Activities</i>	\$173,012

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Fiduciary Net Position*  
*Fiduciary Funds*  
*December 31, 2021*

	Private Purpose Trust	Custodial Mayor's Court
	Cemetery	
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$3,416	\$3,889
<b>Liabilities</b>		
Intergovernmental Payable	0	\$3,889
<b>Net Position</b>		
Held in Trust for Cemetery	416	0
Endowments	3,000	0
<i>Total Net Position</i>	\$3,416	\$0

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Statement of Changes in Fiduciary Net Position*  
*Fiduciary Funds*  
*For the Year Ended December 31, 2021*

	Private Purpose Trust	Custodial Mayor's Court
	Cemetery	Court
<b>Additions</b>		
Fines and Forfeitures for Other Governments	\$0	\$37,627
Interest	37	0
<i>Total Additions</i>	37	37,627
<b>Deductions</b>		
Distributions of Court Funds to Other Governments	0	37,627
<i>Net Increase in Fiduciary Net Position</i>	37	0
<i>Net Position Beginning of Year</i>	3,379	0
<i>Net Position End of Year</i>	\$3,416	\$0

See accompanying notes to the basic financial statements

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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**Note 1 – Description of the City and Reporting Entity**

The City of Brecksville (the "City") was incorporated under the laws of the State of Ohio in 1921, and adopted its first charter in 1956. The Charter provides for a Mayor-Council form of government. The Mayor is elected for a four-year term and the seven Council members are elected at large for staggered terms. Four Council members are elected at each regular municipal election in November of odd numbered years. Of the four elected, the three receiving the highest number of votes serve a term of four years and the fourth serves a term of two years.

***Reporting Entity***

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. The primary government consists of all funds, departments, boards and agencies that are not legally separate from the City. For the City of Brecksville, this includes the agencies and departments that provide the following services: police and fire protection, emergency medical, parks and recreation, planning, zoning, human services, street maintenance and repair and general administrative services. The operation of each of these activities is directly controlled by Council through the budgetary process.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board; and 1) the City is able to significantly influence the programs or services performed or provided by the organization; or 2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or levying the taxes. There are no component units included as part of this report.

The City participates in one insurance purchasing pool, the Ohio Association of Public Treasurers rating pool; five jointly governed organizations, the Southwest Council of Governments, the Northeast Ohio Public Energy Council, the Cuyahoga Valley Council of Governments, the Chagrin Valley Dispatch Council, and the Regional Income Tax Agency; and one related organization, the Brecksville Community Improvement Corporation. A jointly governed organization is managed by representatives from each of the governments that create the organization, but there is neither ongoing financial interest nor responsibility on the part of the participating governments. These organizations are discussed in Notes 19, 20, and 21 to the basic financial statements.

**Note 2 – Summary of Significant Accounting Policies**

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

***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.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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***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. These statements usually distinguish between those activities of the City that are governmental and those that are considered business-type. The City, however, has no business-type activities.

The statement of net position presents the financial condition of the governmental 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. 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 and 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 function 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 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. 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 Brecksville and/or the general laws of Ohio.

***Fire Department Fund*** This fund is used to account for and report monies derived from a 3.4 mill charter levy restricted to providing equipment and personnel for the fire department.

***General Municipal Improvement Fund*** This fund accounts for and reports the City income tax committed for the acquisition, construction, and improvement of various facilities within the City.



**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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***Buildings and Improvements Fund*** This fund accounts for and reports City income tax committed to the acquisition, construction, and improvement of major capital facilities.

***Road Improvements Fund*** This fund accounts for and reports income tax monies committed to the improvements of various City roads.

***Recreation Facilities Expansion Fund*** This fund accounts for and reports income tax and other monies determined as necessary assigned to purpose of acquiring, constructing, or improving recreation facilities and any other appurtenances thereto.

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 Fund*** Proprietary fund reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. The City's only proprietary fund is classified as an internal service fund.

***Internal Service Fund*** 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 health fund that accounts for prescription drug and hospital/medical claims of the City employees.

***Fiduciary Funds*** Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private purpose trust funds and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangement that has certain characteristics. The City's only trust fund is a private purpose trust which accounts for the perpetual care and maintenance of an individual family's burial plots in the City's cemetery through an endowment. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. The City's only custodial fund accounts for various fines and forfeitures collected for the benefit of and distributed to other governments.

***Measurement Focus***

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

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

**City of Brecksville, Ohio**  
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Like the government-wide statements, all proprietary and fiduciary 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. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

For proprietary funds, the statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total position. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds present a statement of changes in fiduciary net position, which reports additions to and deductions from investment trust, private purpose trust funds, and custodial funds.

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

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

Non-exchange 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 6.) 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 a modified accrual basis, revenue from non-exchange 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), grants, and rentals.

***Deferred Outflows/Inflows of Resources*** In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources include asset retirement obligations, deferred charges on refunding, pension and OPEB reported on the

**City of Brecksville, Ohio**  
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government-wide statement of net position. The deferred outflows of resources related to asset retirement obligations is originally measured at the amount of the corresponding liability. This amount is expensed in a systematic and rational manner over the tangible asset's useful life. Deferred charges on refunding result from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension and OPEB plans are explained in Notes 12 and 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, OPEB and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2021, but which were levied to finance 2022 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, municipal income taxes, intergovernmental grants, special assessments, and miscellaneous reimbursements. 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 balance to net position of governmental activities found on page 19. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (see Notes 12 and 13).

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

***Unearned Revenue***

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. The City recognizes unearned revenue for intergovernmental revenue from grants received before the eligibility requirements are met.

***Budgetary Process***

All funds, except custodial funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations ordinance, 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 ordinance is Council's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of budgetary control is at the personal services and other object level within each department for all funds. Budgetary modifications may only be made by ordinance 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 amounts on the certificate of estimated resources when the original and final appropriations were enacted by Council.

**City of Brecksville, Ohio**  
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The appropriation resolution is subject to amendment throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the 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 the year.

***Equity in Pooled Cash and Cash Equivalents***

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

The City has segregated bank accounts for monies held separate from the City's central bank account. These interest-bearing depository accounts are presented as "cash and cash equivalents in segregated accounts" since they are not required to be deposited into the City treasury.

The City is financing the construction of a new field house as part of the new school in the Brecksville-Broadview Heights City School District, which the School District is holding as fiscal agent as part of the total construction of the school building. The balances in these accounts are presented on the statement of fund net position as "cash and cash equivalents with fiscal agents."

During 2021, investments were limited to STAR Ohio, American treasury obligation fund accounts, government securities, negotiable certificates of deposit, municipal securities, Tennessee Valley authority bonds, US treasury bonds and notes, and commercial paper.

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 Government 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 2021, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates; however, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$100 million or more. STAR Ohio reserves the right to limit the transactions to \$250 million per day, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

American treasury obligation fund accounts, governmental securities, negotiable certificates of deposit, municipal securities, Tennessee Valley authority bonds, US treasury bonds and notes, and commercial paper are reported at fair value, which is based on quoted market prices. Gains (or losses) to fair value are booked annually as "interest." The fair value of investments declined during 2021, resulting in negative interest revenue of (\$90,398) in governmental activities.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue is distributed to all funds. Interest revenue credited to the general fund during 2021 amounted to (\$212,823), of which (\$162,553) was assigned from other funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the City are presented on the financial statements as cash equivalents.

**City of Brecksville, Ohio**  
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***Materials and Supplies Inventory***

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

***Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31, 2021, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

***Assets Held for Resale***

Assets held for resale represent various land and buildings received by the City, which will be sold.

***Restricted Assets***

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

***Capital Assets***

The City's only capital assets are general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

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 \$5,000. 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.

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

<u>Description</u>	<u>Estimated Lives</u>
Land	N/A
Land Improvements	5 - 50 years
Buildings and Improvements	5 - 60 years
Machinery and Equipment	3 - 50 years
Furniture and Fixtures	5 - 40 years
Infrastructure	10 - 99 years

The City's infrastructure consists of roads, sidewalks, guardrails, traffic signals, storm sewers, sanitary sewers, and water lines and includes infrastructure acquired prior to December 31, 1980.

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*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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***Interfund Balances***

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as “interfund receivables/payables.” Interfund balance amounts are eliminated in the statement of net position.

***Pensions/Other Postemployment Benefits (OPEB)***

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

***Compensated Absences***

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributed to services already rendered and it is probable that the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the termination method. An accrual for sick leave is made to the extent that it 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 entire compensated absences 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. 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 compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, bond anticipation notes, and long-term loans are recognized as a liability on the governmental fund financial statements when due. Net pension/OPEB liabilities should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plans' fiduciary net position is not sufficient for payment of those benefits.

***Fund Balance***

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

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

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

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

**Committed** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by the highest level formal action (ordinance or resolution, as both are equally 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 is not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

**Assigned** Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by City Council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance or by State statute. State statute authorizes the finance director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. City Council assigned fund balance to cover a gap between estimated revenue and appropriations in the 2022 appropriated budget.

**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 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 the statement of net position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through

**City of Brecksville, Ohio**  
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external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes included resources which will be used for unclaimed monies and tree programs.

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

***Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the City, these revenues are charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the service that is the primary activity of the fund. Revenues and expenses not meeting these definitions are reported as nonoperating.

***Internal Activity***

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

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

***Premiums***

On the government-wide financial statements, premiums are deferred and amortized for the term of the debt issuance using the straight-line method. Premiums are presented as an increase of the face amount of the debt issuance payable. On governmental fund statements, premiums are receipted in the year the debt issuances are issued. Under Ohio law, premiums on the original issuance of debt are to be deposited to the debt service 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 Charges on Refunding***

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on 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.



**City of Brecksville, Ohio**  
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**Note 3 – Changes in Accounting Principles**

For 2021, the City implemented the Governmental Accounting Standards Board’s (GASB) Statement No. 98, *The Annual Comprehensive Financial Report*. GASB 98 establishes the term annual comprehensive financial report and its acronym ACFR. That new term and acronym replace instances of comprehensive annual financial report and its acronym in generally accepted accounting principles for state and local governments. The City is also implementing *Implementation Guide No. 2019-1*. These changes were incorporated in the City’s 2021 financial statements; however, there was no effect on beginning net position/fund balance.

**Note 4 – Budgetary Basis of Accounting**

While the City is reporting financial position, results of operations and changes in fund balance 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 Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, presented for the general and fire department funds, is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Investments reported at cost (budget) rather than fair value (GAAP).
3. Advances In and Advances Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).
4. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
5. Encumbrances are treated as expenditures (budget) rather than as restricted, committed, or assigned fund balances (GAAP).

Adjustments necessary to convert the results of operations at the end of the year on the GAAP basis to the Budget basis are as follows:

Net Change in Fund Balance		
General Fund and Fire Department Special Revenue Fund		
	General	Fire Department
GAAP Basis	\$1,470,852	\$152,855
Net Adjustment for Revenue Accruals	(94,395)	(231)
Beginning Fair Value Adjustment for Investments	242,272	0
Ending Fair Value Adjustment for Investments	72,319	0
Advances In	115,000	0
Advances Out	(300,000)	0
Net Adjustment for Expenditure Accruals	3,406,045	4,543
Encumbrances	(476,733)	(26,474)
Budget Basis	\$4,435,360	\$130,693

**City of Brecksville, Ohio**  
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**Note 5 – Deposits and Investments**

The City is a charter City and follows their established investment policy. The City has elected to follow the provisions of State statute and 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 or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that 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 including a requirement for maturity within ten years from the date of settlement, bonds and other obligations of political subdivision of the State of Ohio, if training requirements have been met;
6. The State Treasurer's investment pool (STAR Ohio);

**City of Brecksville, Ohio**  
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7. Certain bankers' acceptances (for a period not to exceed one hundred eighty days) and commercial paper notes (for a period not to exceed two hundred seventy 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.

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 treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The City has passed an ordinance allowing the City to invest monies not required to be used for a period of six months or more in the following:

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

### ***Deposits***

***Custodial Credit Risk*** Custodial credit risk for deposits is the risk that in the event of a bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party. At December 31, 2021, \$192,543 of the City's bank balance of \$12,166,448 was exposed to custodial credit risk because those deposits were uninsured and uncollateralized. One of the City's financial institutions that participates in the Ohio Pooled Collateral System (OPCS) and was approved for a reduced collateral floor of 50 percent resulting in the uninsured and uncollateralized balance.

The City has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits either be insured or be 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.

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**Investments**

Investments are reported at fair value. As of December 31, 2021, the City had the following investments:

Measurement/Investment	Measurement Amount	Maturity	Standard & Poor's Rating	Percent of Total Investments
Net Asset Value Per Share:				
STAR Ohio	\$125	Average of 51.3 Days	AAAm	N/A
Fair Value - Level 1 Input:				
American Treasury Obligation Fund	38,519	Less than one year	AAAm	N/A
Fair Value - Level 2 Inputs:				
Federal Home Loan Bank Notes	1,897,330	Less than five years	AA+	9.36 %
Federal Home Loan Mortgage Corporation Notes	1,120,301	Less than four years	AA+	5.53
Federal Farm Credit Bank Notes	3,165,382	Less than five years	AA+	15.62
Federal National Mortgage Association Notes	690,299	Less than four years	AA+	N/A
Negotiable Certificates of Deposit	4,393,561	Less than four years	N/A	21.68
Municipal Securities	258,791	Less than two years	AA	N/A
Tennessee Valley Authority Bonds	246,883	Less than four years	AA+	N/A
US Treasury Bonds and Notes	6,840,792	Less than five years	AA+	33.75
Commercial Paper	1,617,842	Less than one year	A-1/A-1+	7.98
Total Fair Value - Level 2 Inputs	20,231,181			
Total Investments	\$20,269,825			

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 preceding chart identifies the City's recurring fair value measurements as of December 31, 2021. The American Treasury Obligation Fund is measured at fair value and is valued using quoted market prices (Level 1 inputs). The City's remaining investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data. (Level 2 inputs).

**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. To date, no investments have been purchased with a life greater than five years except for the manuscript bond. The manuscript bond represents an investment in which the City purchased its own special assessment bond to pay the property owners' portion of the cost of constructing an access road from Brecksville Road. This bond matures on December 1, 2025. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

**Credit Risk** Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City has no investment policy that addresses credit risk. The manuscript bond is not rated; however, they are a general obligation of the City and would carry the same rating of the City's other unvoted general obligation bonds.

**Concentration of Credit Risk** The City places no limit on the amount it may invest in any one issuer.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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**Note 6 – Receivables**

Receivables at December 31, 2021, consisted primarily of accounts (billings for user charged services, licenses and permits, rentals, and miscellaneous reimbursements); interfund; intergovernmental receivables arising from grants, entitlements, and shared revenues; municipal income taxes; property taxes; and special assessments. No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables except for special assessments and delinquent 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.

Special assessments expected to be collected in more than one year amount to \$964,815 in the special assessments bond retirement fund. At December 31, 2021, the amount of delinquent special assessments was \$25,815.

***Property Taxes***

Property taxes include amounts levied against all real and public utility property located in the City. Property tax revenue received during 2021 for real and public utility property taxes represents collections of 2020 taxes.

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

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

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2021 public utility property taxes which became a lien December 31, 2020, are levied after October 1, 2021, and are collected in 2022 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2021, was \$8.21 per \$1,000 of assessed value. The assessed values of real property and public utility tangible property upon which 2021 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate:	
Residential/Agricultural	\$639,519,870
Other Real Estate	121,639,410
Tangible Personal Property Public Utility	<u>22,541,280</u>
Total Assessed Values	<u><u>\$783,700,560</u></u>

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2021, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2021 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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***Income Tax***

The City levies a municipal income tax of two percent on substantially all income earned within the City. This tax also applies to the net income of businesses operating within the City. Residents of the City are granted 100 percent credit for taxes paid to other municipalities, with the exception of tax years 2015 through 2020 where 87.5 percent credit was granted.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. In 2021, by City ordinance, \$3,020,004 of total income tax proceeds are credited to the following capital projects funds: \$960,000 to the general municipal improvement fund, \$1,700,004 to the buildings and improvements fund and \$360,000 to the road improvements fund.

In March of 2020, Ohio's General Assembly passed House Bill 197, which addressed various topics, including income tax collection. This legislation indicated that for the period of the state of emergency related to COVID-19 declared on March 9, 2020, and for thirty days after the conclusion of that period, any day on which an employee performs personal services at a location, including the employee's home, to which the employee is required to report for employment duties because of the declaration, shall be deemed to be a day performing personal services at the employee's principal place of work. The City's income tax receivable/revenue has been calculated consistent with the provisions of House Bill 197.

The Regional Income Tax Agency administers and collects income taxes for the City. Payments are remitted monthly net of collection fees of approximately three percent.

***Intergovernmental Receivables***

A summary of the intergovernmental receivables follows:

<b>Governmental Activities:</b>	
NEORS D Grants	\$2,704,752
ODOT Grants	2,103,705
ODSA Roadwork Development Grant	600,000
Excise and Gasoline Tax	391,434
Homestead and Rollback	306,678
Local Government	100,956
Auto Registration	47,494
Ohio EPA Grant	42,131
County District 13 Grant Projects	29,617
DARE Grant	23,994
Permissive Tax	17,783
Ohio Law Enforcement Body Armor Program	10,542
COBRA Premium Assistance	7,066
Field House Project Reimbursements	3,908
Ohio Workers' Compensation Rebate	3,619
Chagrin Valley Dispatch Reimbursements	2,043
EMS Grant	1,200
County Police Training Grant	750
Fines & Forfeitures from Garfield Heights Municipal Court	500
Witness Fees from Cuyahoga County	99
Total	<u><u>\$6,398,271</u></u>

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

**Note 7 – Tax Abatements**

As of December 31, 2021, the City provides tax abatements through two economic development agreements.

Pursuant to Council Ordinance, the City established these economic development agreements to provide income tax abatements to encourage employment growth in the City. Abatements are obtained if the entity meets the established level of employment. The amount of the abatement is refunded to the recipient. The City’s net income tax value was reduced by \$522,477 through expenses during 2021.

**Note 8 – Risk Management**

***Property and Liability***

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2021, the City contracted with Wichert Insurance Services and Curtis Insurance Services for various types of insurance as follows:

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Wichert Insurance Services	Blanket Building/Contents	\$82,391,528
	Boiler and Machinery	Unlimited
	Inland Marine	1,772,737
	Crime	1,000,000
	Public Officials Liability	1,000,000
	General Liability	2,000,000
	Garage Keepers Liability	120,000
	Auto	1,000,000
	Umbrella Liability	10,000,000
	Abuse and Molestation	1,000,000
	Cyber Liability	2,000,000
Curtis Insurance Services	Law Enforcement	1,000,000

Settled claims have not exceeded commercial coverage in any of the last five years. There were no significant reductions in coverage from the prior year.

***Workers’ Compensation***

The City participates in the Ohio Association of Public Treasurer’s (OAPT) group rating pool (See Note 19). The intent of the OAPT is to achieve the benefit of a reduced premium for the participants, foster safer working environments and foster cost-effective claims management by virtue of its grouping and representation with other participants. The workers’ compensation experience rating of the participating cities is calculated as one experience and a common premium rate is applied to all cities in the group. Each participant pays its workers’ compensation premium to the State based on the rate for the OAPT group rather than its individual rate. Participation in the OAPT group is limited to cities that can meet the OAPT’s selection criteria. The firm of Sedgwick Claims Management Service, Incorporated provides administrative, cost control, and actuarial services to the OAPT.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2021

***Employee Insurance Benefits***

The City manages employee prescriptions and health benefits on a self-insured basis. The employee health benefit plan provides basic health coverage through Medical Mutual, the third-party administrator of the program, which reviews and pays the claims. A specific excess loss coverage insurance (stop-loss) policy with Medical Mutual covers claims in excess of \$110,000 per person per year.

The claims liability of \$219,136, reported in the self-insurance fund at December 31, 2021, is estimated by the third-party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claims adjustments expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund's claims liability amount for the last two years follow:

Year	Balance at Beginning of Year	Current Year Claims	Claims Payment	Balance at End of Year
2020	\$244,134	\$2,251,866	\$2,224,831	\$271,169
2021	271,169	2,426,644	2,478,677	219,136

**Note 9 – Interfund Transfers and Balances**

***Interfund Transfers***

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

Transfers From	Transfers To			Totals
	Fire Department	Recreation Facilities Expansion	Other Governmental Funds	
General	\$550,000	\$702,236	\$1,170,000	\$2,422,236
General Municipal Improvement	0	0	401,434	401,434
Buildings and Improvements	0	0	990,233	990,233
Recreation Facilities Expansion	0	0	454,494	454,494
<i>Total All Funds</i>	<u>\$550,000</u>	<u>\$702,236</u>	<u>\$3,016,161</u>	<u>\$4,268,397</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. Transfers from the general fund to the community center, fire department, and recreation facilities expansion funds of \$1,170,000, \$550,000, and \$702,236, respectively, were to fund their operations. A transfer from the general fund to the recreation facilities expansion fund of \$702,236 was made in anticipation of expenditures that were budgeted to happen during the current year. To provide funds for loan payments, transfers totaling \$15,578 were made to the issue II fund from the general municipal improvement fund. The general bond retirement fund is funded for debt payment obligations from the general municipal improvement, building and improvements, and recreation facilities expansion funds. In 2021, this amount was \$1,726,625. Similarly, the special assessment bond retirement fund is partially funded for debt payment obligations from the general municipal improvement fund in the amount of \$103,958.



**City of Brecksville, Ohio**  
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For the Year Ended December 31, 2021

**Interfund Balances**

The general fund has an interfund receivable balance of \$300,000, and the general municipal improvement capital projects fund had an interfund payable balance of \$300,000. The purpose of this advance was to fund its operations until its own revenues could cover the fund. The interfund payable in the general fund in the amount of \$217 is for the purpose of forfeited funds owed back to the law enforcement trust fund from a 2021 receipt in the general fund.

Additionally, the general municipal improvement and road improvements major capital projects funds had interfund payable balances of \$51,541 and \$22,459, respectively, and the general fund had an interfund receivable balance of \$74,000 due to the issuance of a manuscript bond. The manuscript bond represents a special assessment bond that was issued on August 13, 2008, at 5.05 percent. The manuscript bond was issued by the City and purchased by the general fund. The schedule of future payments is as follows:

Years	Brecksville Road Access Road		
	Principal	Interest	Total
2022	\$17,000	\$3,737	\$20,737
2023	18,000	2,878	20,878
2024	19,000	1,970	20,970
2025	20,000	1,010	21,010
Total	\$74,000	\$9,595	\$83,595

**Note 10 – Capital Assets**

A summary of changes in capital assets during 2021 follows:

	Balance 12/31/2020	Additions	Deductions	Balance 12/31/2021
<b>Governmental Activities:</b>				
<i>Capital Assets not being Depreciated:</i>				
Land	\$7,148,519	\$151,719	\$0	\$7,300,238
Construction in Progress	33,047,953	2,512,954	(16,987,538)	18,573,369
<i>Total Capital Assets not being Depreciated</i>	40,196,472	2,664,673	(16,987,538)	25,873,607
<i>Capital Assets being Depreciated:</i>				
Land Improvements	5,454,304	102,527	0	5,556,831
Buildings and Improvements	38,069,779	12,116,665	0	50,186,444
Machinery and Equipment	16,582,457	1,160,122	(55,116)	17,687,463
Furniture and Fixtures	447,078	0	0	447,078
Infrastructure:				
Roads	47,854,723	3,009,522	(1,021,527)	49,842,718
Sidewalks	3,597,083	0	0	3,597,083
Guardrails	595,373	40,578	(12,823)	623,128
Traffic Signals	2,320,884	0	0	2,320,884
Storm Sewers	14,327,445	181,154	0	14,508,599
Sanitary Sewers	16,264,554	474,455	0	16,739,009
Water Lines	226,460	0	0	226,460
<i>Total Capital Assets being Depreciated</i>	\$145,740,140	\$17,085,023	(\$1,089,466)	\$161,735,697

(continued)

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2021

<b>Governmental Activities (continued):</b>	Balance 12/31/2020	Additions	Deductions	Balance 12/31/2021
Less Accumulated Depreciation:				
Land Improvements	(\$3,555,183)	(\$221,408)	\$0	(\$3,776,591)
Buildings and Improvements	(16,117,605)	(1,012,278)	0	(17,129,883)
Machinery and Equipment	(11,215,571)	(1,034,820)	55,113	(12,195,278)
Furniture and Fixtures	(309,851)	(13,745)	0	(323,596)
Infrastructure:				
Roads	(24,285,614)	(789,631)	1,021,527	(24,053,718)
Sidewalks	(3,297,867)	(14,609)	0	(3,312,476)
Guardrails	(261,348)	(14,264)	12,823	(262,789)
Traffic Signals	(1,880,339)	(107,642)	0	(1,987,981)
Storm Sewers	(3,274,059)	(144,722)	0	(3,418,781)
Sanitary Sewers	(4,666,706)	(164,289)	0	(4,830,995)
Water Lines	(154,261)	(5,646)	0	(159,907)
<i>Total Accumulated Depreciation</i>	<u>(69,018,404)</u>	<u>(3,523,054) *</u>	<u>1,089,463</u>	<u>(71,451,995)</u>
<i>Total Capital Assets being Depreciated, Net</i>	<u>76,721,736</u>	<u>13,561,969</u>	<u>(3)</u>	<u>90,283,702</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$116,918,208</u>	<u>\$16,226,642</u>	<u>(\$16,987,541)</u>	<u>\$116,157,309</u>

The City and Brecksville-Broadview Heights City School District entered into a land and building exchange agreement in November of 2019. The City transferred ownership of approximately 25 acres of land on Oakes Road. In return, the School District transferred land and school buildings at each of the following locations: 27 Public Square, 8929 Highland Road, and Royalton Road, which totaled 15.04 acres of land. The School District plans to construct a new school. As part of the agreement, the City is financing the construction of a new field house as part of the new school in order to maximize the benefit to the community. While the City will be in charge of the management and general operations of the field house, the School District will have a School Resource Officer working there and the School District will have access to use the field house.

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

General Government:	
Legislative and Executive	\$449,980
Public Safety:	
Police	351,927
Fire	306,235
Public Health Services	207,451
Street Construction, Maintenance and Repair	1,099,034
Housing and Community Development	20,793
Basic Utility Services	680,292
Recreational Activities	407,342
Total Depreciation Expense	<u>\$3,523,054</u>

### Note 11 – Assets Held for Resale

Assets held for resale represent various parcels within the City. One parcel was received through the land reutilization program, which will be sold for future development/ownership. At December 31, 2021, this one parcel was held for resale with a value of \$137,100.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
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**Note 12 – Defined Benefit Pension Plans**

The Statewide retirement systems provide both pension benefits and other postemployment benefits (OPEB).

***Net Pension Liability (Asset) /Net OPEB Liability (Asset)***

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

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

The 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 and OPEB.

GASB 68/75 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires funding to come from these employers. All pension contributions to date have come solely from these employers (which also includes pension costs paid in the form of withholdings from employees). The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits. In addition, health care plan enrollees pay a portion of the health care costs in the form of a monthly premium. State statute requires the retirement systems to amortize unfunded pension liabilities within 30 years. If the pension amortization period exceeds 30 years, each retirement system’s board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension/OPEB liability (asset). Resulting adjustments to the net pension/OPEB liability (asset) would be effective when the changes are legally enforceable. The Ohio Revised Code permits, but does not require the retirement systems to provide health care to eligible benefit recipients.

The proportionate share of each plan’s unfunded benefits is presented as a *net pension/OPEB asset* or a long-term *net pension/OPEB liability* on the accrual basis of accounting. Any liability for the contractually-required pension/OPEB contribution outstanding at the end of the year is included in *intergovernmental payable* on both the accrual and modified accrual bases of accounting. The remainder of this note includes the required pension disclosures. See Note 13 for the required OPEB disclosures.

***Plan Description – Ohio Public Employees Retirement System (OPERS)***

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 combination cost-sharing, multiple-employer

**City of Brecksville, Ohio**  
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defined benefit/defined contribution pension plan. Participating employers are divided into state, local, law enforcement and public safety divisions. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the traditional plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional and combined plans. 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 in the traditional and combined plans 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 and combined plans as per the reduced benefits adopted by SB 343 (see OPERS Annual Comprehensive Financial Report referenced above for additional information, including requirements for reduced and unreduced benefits):

<b>Group A</b>	<b>Group B</b>	<b>Group C</b>
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
<b>State and Local</b>	<b>State and Local</b>	<b>State and Local</b>
<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	<b>Age and Service Requirements:</b> Age 57 with 25 years of service credit or Age 62 with 5 years of service credit
<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	<b>Traditional Plan Formula:</b> 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35
<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30	<b>Combined Plan Formula:</b> 1% of FAS multiplied by years of service for the first 35 years and 1.25% for service years in excess of 35

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

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount. The initial amount of a member's pension benefit is vested upon receipt of the initial benefit payment for calculation of an annual cost-of-living adjustment.

When a traditional plan benefit recipient has received benefits for 12 months, current law provides for an annual cost of living adjustment (COLA). This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. Members retiring under the combined plan receive a cost of living adjustment on the defined benefit portion of their pension benefit. For those who retired prior to January 7, 2013, the cost of living adjustment is 3 percent. For those retiring on or after January 7, 2013, beginning in calendar year 2019, the adjustment is based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

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

Beginning in 2022, the Combined Plan will be consolidated under the Traditional Pension Plan (defined benefit plan) and the Combined Plan option will no longer be available for new hires beginning in 2022.

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

	State and Local
<b>2021 Statutory Maximum Contribution Rates</b>	
Employer	14.0 %
Employee *	10.0 %
 <b>2021 Actual Contribution Rates</b>	
Employer:	
Pension **	14.0 %
Post-employment Health Care Benefits **	0.0
Total Employer	14.0 %
Employee	10.0 %

\* Member contributions within the combined plan are not used to fund the defined benefit retirement allowance.

\*\* These pension and employer health care rates are for the traditional and combined plans. The employer contributions rate for the member-directed plan is allocated 4 percent for health care with the remainder going to pension.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll.

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For 2021, the City's contractually required contribution was \$971,438 for the traditional plan, \$16,061 for the combined plan and \$14,476 for the member-directed plan. Of these amounts, \$39,856 is reported as an intergovernmental payable for the traditional plan, \$657 for the combined plan, and \$594 for the member-directed plan.

***Plan Description – Ohio Police & Fire Pension Fund (OPF)***

City full-time police and firefighters participate in Ohio Police and Fire Pension Fund (OPF), a cost-sharing, multiple-employer defined benefit pension plan administered by OPF. OPF 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. OPF issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OPF fiduciary net position. The report that may be obtained by visiting the OPF website at [www.op-f.org](http://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 OPF may retire and receive a lifetime monthly pension. OPF 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 (see OPF Annual Comprehensive Financial Report referenced above for additional information, including requirements for Deferred Retirement Option Plan provisions and reduced and unreduced benefits).

Under normal service retirement, retired members who are at least 55 years old and have been receiving OPF 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, surviving beneficiaries, and statutory survivors. Members participating in the DROP program have separate eligibility requirements related to COLA.

The COLA amount for members who have 15 or more years of service credit as of July 1, 2013, and members who are receiving a pension benefit that became effective before July 1, 2013, will be equal to 3.0 percent of the member's base pension benefit.

The COLA amount for members who have less than 15 years of service credit as of July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will be equal to a percentage of the member's base pension benefit where the percentage is the lesser of 3.0 percent or the percentage increase in the consumer price index, if any, over the twelve-month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

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Members who retired prior to July 24, 1986, or their surviving beneficiaries under optional plans are entitled to cost-of-living allowance increases. The annual increase is paid on July 1st of each year. The annual COLA increase is \$360 under a Single Life Annuity Plan with proportional reductions for optional payment plans.

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

	Police	Firefighters
<b>2021 Statutory Maximum Contribution Rates</b>		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 <b>2021 Actual Contribution Rates</b>		
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 OPF was \$847,923 for 2021. Of this amount, \$30,206 is reported as an intergovernmental payable.

***Pension Liabilities (Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions***

The net pension liability (asset) for OPERS was measured as of December 31, 2020, and the total pension liability used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. OPF’s total pension liability was measured as of December 31, 2020, and was determined by rolling forward the total pension liability as of January 1, 2020, to December 31, 2020. The City’s proportion of the net pension liability (asset) was based on the City’s share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense of the City’s defined benefit pension plans:

	OPERS Traditional Plan	OPERS Combined Plan	OPF	Total
Proportion of the Net Pension Liability/Asset:				
Current Measurement Date	0.04596800%	0.02713500%	0.16189770%	
Prior Measurement Date	0.04681500%	0.03244700%	0.16711770%	
Change in Proportionate Share	-0.00084700%	-0.00531200%	-0.00522000%	
 Proportionate Share of the:				
Net Pension Liability	\$6,806,859	\$0	\$11,036,710	\$17,843,569
Net Pension Asset	0	78,330	0	78,330
 Pension Expense	(\$264,536)	\$2,079	\$796,534	\$534,077

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2021 pension expense for the member-directed defined contribution plan was \$14,476. The aggregate pension expense for all pension plans was \$548,553 for 2021.

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to defined benefit pensions from the following sources:

	OPERS Traditional Plan	OPERS Combined Plan	OPF	Total
<b>Deferred Outflows of Resources</b>				
Differences between expected and actual experience	\$0	\$0	\$461,371	\$461,371
Changes of assumptions	0	4,891	185,091	189,982
Changes in proportion and differences between City contributions and proportionate share of contributions	0	8,188	167,562	175,750
City contributions subsequent to the measurement date	971,438	16,061	847,923	1,835,422
<i>Total Deferred Outflows of Resources</i>	<u>\$971,438</u>	<u>\$29,140</u>	<u>\$1,661,947</u>	<u>\$2,662,525</u>
<b>Deferred Inflows of Resources</b>				
Differences between expected and actual experience	\$284,737	\$14,778	\$429,958	\$729,473
Net difference between projected and actual earnings on pension plan investments	2,653,115	11,649	535,354	3,200,118
Changes in proportion and differences between City contributions and proportionate share of contributions	261,401	4,412	435,414	701,227
<i>Total Deferred Inflows of Resources</i>	<u>\$3,199,253</u>	<u>\$30,839</u>	<u>\$1,400,726</u>	<u>\$4,630,818</u>

\$1,835,422 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 or increase to the net pension asset in 2022. 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 Traditional Plan	OPERS Combined Plan	OPF	Total
Year Ending December 31:				
2022	(\$1,342,129)	(\$5,272)	(\$61,964)	(\$1,409,365)
2023	(413,778)	(3,224)	188,595	(228,407)
2024	(1,081,500)	(5,915)	(566,959)	(1,654,374)
2025	(361,846)	(2,569)	(132,750)	(497,165)
2026	0	(912)	(13,624)	(14,536)
Thereafter	0	132	0	132
Total	<u>(\$3,199,253)</u>	<u>(\$17,760)</u>	<u>(\$586,702)</u>	<u>(\$3,803,715)</u>

***Actuarial Assumptions – OPERS***

Actuarial valuations of an ongoing plan involve estimates of the value 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.



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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 was determined by an actuarial valuation as of December 31, 2020, using the following actuarial assumptions applied to all periods included in the measurement in accordance with the requirements of GASB 67. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of December 31, 2020, are presented as follows:

	OPERS Traditional Plan	OPERS Combined Plan
Wage Inflation	3.25 percent	3.25 percent
Future Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation	3.25 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA:		
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	.5 percent, simple through 2021, then 2.15 percent, simple	.5 percent, simple through 2021, then 2.15 percent, simple
Investment Rate of Return	7.2 percent	7.2 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

In October 2020, the OPERS Board adopted a change in COLA for Post-January 7, 2013 retirees, changing it from 1.4 percent simple through 2020 then 2.15 simple to .5 percent simple through 2021 then 2.15 percent simple.

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

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

The 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 long-term expected 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. Best estimates of arithmetic real rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2020, these best estimates are summarized in the following table:

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Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	25.00 %	1.32 %
Domestic Equities	21.00	5.64
Real Estate	10.00	5.39
Private Equity	12.00	10.42
International Equities	23.00	7.36
Other investments	9.00	4.75
Total	100.00 %	5.43 %

**Discount Rate** The discount rate used to measure the total pension liability was 7.2 percent for the traditional plan and the combined plan. 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 for the traditional pension plan, combined plan and member-directed plan was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the City’s Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate** The following table presents the City’s proportionate share of the net pension liability (asset) calculated using the current period discount rate assumption of 7.2 percent, as well as what the City’s proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is one percentage point lower (6.2 percent) or one percentage point higher (8.2 percent) than the current rate:

	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
City's proportionate share of the net pension liability (asset):			
OPERS Traditional Plan	\$12,984,121	\$6,806,859	\$1,670,477
OPERS Combined Plan	(54,541)	(78,330)	(96,058)

**Changes between the Measurement Date and the Reporting Date** During 2021, the OPERS Board lowered the investment rate of return from 7.2 percent to 6.9 along with certain other changes to assumptions for the actuarial valuation as of December 31, 2021. The effects of these changes are unknown.

**Actuarial Assumptions – OPF**

OPF’s total pension liability as of December 31, 2020, is based on the results of an actuarial valuation date of January 1, 2020, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF’s actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value 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

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modifications, as actual results are compared with past expectations and new estimates are made about the future. Assumptions considered are: withdrawal rates, disability retirement, service retirement, DROP elections, mortality, percent married and forms of the payment, DROP interest rate, CPI-based COLA, investment returns, salary increases and payroll growth.

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, prepared as of January 1, 2020, are presented as follows:

Valuation Date	January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent

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

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

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

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

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

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

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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 OPF's target asset allocation as of December 31, 2020, are summarized as follows:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	0.00 %	0.00 %
Domestic Equity	21.00	4.10
Non-US Equity	14.00	4.80
Private Markets	8.00	6.40
Core Fixed Income *	23.00	0.90
High Yield Fixed Income	7.00	3.00
Private Credit	5.00	4.50
U.S. Inflation Linked Bonds*	17.00	0.70
Midstream Energy Infrastructure	5.00	5.60
Real Assets	8.00	5.80
Gold	5.00	1.90
Private Real Estate	12.00	5.30
Total	<u>125.00 %</u>	

Note: Assumptions are geometric.

\* levered 2.5x

OPF's Board of Trustees has incorporated the risk parity concept into OPF'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 1.25 times due to the application of leverage in certain fixed income asset classes.

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

**Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate** Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact, the following table presents the City's proportionate share of the net pension liability calculated using the discount rate of 8.00 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 (7.00 percent), or one percentage point higher (9.00 percent) than the current rate.

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$15,364,516	\$11,036,710	\$7,414,776

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**Note 13 – Defined Benefit OPEB Plans**

See Note 12 for a description of the net OPEB liability (asset).

***Plan Description – Ohio Public Employees Retirement System (OPERS)***

The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional pension plan, a cost-sharing, multiple-employer defined benefit pension plan; the member-directed plan, a defined contribution plan; and the combined plan, a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement (HRA) to qualifying benefit recipients of both the traditional pension and the combined plans. Currently, Medicare-eligible retirees are able to select medical and prescription drug plans from a range of options and may elect optional vision and dental plans. Retirees and eligible dependents enrolled in Medicare Parts A and B have the option to enroll in a Medicare supplemental plan with the assistance of the OPERS Medicare Connector. The OPERS Medicare Connector is a relationship with a vendor selected by OPERS to assist retirees, spouses and dependents with selecting a medical and pharmacy plan. Monthly allowances, based on years of service and the age at which the retiree first enrolled in OPERS coverage, are deposited into an HRA. For non-Medicare retirees and eligible dependents, OPERS sponsors medical and prescription coverage through a professionally managed self-insured plan. An allowance to offset a portion of the monthly premium is offered to retirees and eligible dependents. The allowance is based on the retiree's years of service and age when they first enrolled in OPERS coverage.

Medicare-eligible retirees who choose to become re-employed or survivors who become employed in an OPERS-covered position are prohibited from participating in an HRA. For this group of retirees, OPERS sponsors secondary coverage through a professionally managed self-insured program. Retirees who enroll in this plan are provided with a monthly allowance to offset a portion of the monthly premium. Medicare-eligible spouses and dependents can also enroll in this plan as long as the retiree is enrolled.

OPERS provides a monthly allowance for health care coverage for eligible retirees and their eligible dependents. The base allowance is determined by OPERS.

The health care 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 separation, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance.

Effective January 1, 2022, OPERS will discontinue the group plans currently offered to non-Medicare retirees and re-employed retirees. Instead, eligible non-Medicare retirees will select an individual medical plan. OPERS will provide a subsidy or allowance via an HRA allowance to those retirees who meet health care eligibility requirements. Retirees will be able to seek reimbursement for plan premiums and other qualified medical expenses. These changes are reflected in the December 31, 2020, measurement date health care valuation.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty or more years of qualifying Ohio service credit with a minimum age of 60, or generally 30 years of qualifying service at any age. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. Current retirees eligible (or who become eligible prior to January 1, 2022) to participate in the OPERS health care program will

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continue to be eligible after January 1, 2022. Eligibility requirements will change for those retiring after January 1, 2022, with differing eligibility requirements for Medicare retirees and non-Medicare retirees. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' Annual Comprehensive Financial Report referenced later for additional information.

The Ohio Revised Code permits, but does not require OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the Board in Chapter 145 of the Ohio Revised Code.

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

Funding Policy – The Ohio Revised Code provides the statutory authority allowing public employers to fund postemployment health care through their contributions to OPERS. When funding is approved by OPERS' Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans. Beginning in 2018, OPERS no longer allocated a portion of its employer contributions to health care for the traditional plan and the combined plan.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2021, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. For 2021, OPERS did not allocate any employer contribution to health care for members in the Traditional Pension Plan and Combined Plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the member-directed plan for 2021 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll.

The City's contractually required contribution was \$5,790 for 2021. Of this amount, \$237 is reported as an intergovernmental payable.

***Plan Description – Ohio Police & Fire Pension Fund (OPF)***

The City contributes to the Ohio Police and Fire Pension Fund (OPF) sponsored health care program, a cost-sharing, multiple-employer defined post-employment health care plan administered by a third-party provider. This program is not guaranteed and is subject to change at any time upon action of the Board of Trustees. On January 1, 2019, OPF implemented a new model for health care. Under this new model, OPF provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements.

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OPF contracted with a vendor who assists eligible retirees in choosing health care plans that are available where they live (both Medicare-eligible and pre-65 populations). A stipend funded by OPF is available to these members through a Health Reimbursement Arrangement and can be used to reimburse retirees for qualified health care expenses.

A retiree is eligible for the OPF health care stipend unless they have access to any other group coverage including employer and retirement coverage. The eligibility of spouses and dependent children could increase the stipend amount. If the spouse or dependents have access to any other group coverage including employer or retirement coverage, they are not eligible for stipend support from OPF. Even if an OPF member or their dependents are not eligible for a stipend, they can use the services of the third-party administrator to select and enroll in a plan. The stipend provided by OPF meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental Accounting Standards Board (GASB) Statement No. 75.

OPF maintains funds for health care in two separate accounts: one account for health care benefits and one account for Medicare Part B reimbursements. A separate health care trust accrual account is maintained for health care benefits under IRS Code Section 115 trust. IRS Code Section 401(h) account is maintained for Medicare Part B reimbursements.

The Ohio Revised Code allows, but does not mandate, OPF to provide OPEB benefits. Authority for the OPF 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.

OPF 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 OPF website at [www.op-f.org](http://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 OPF defined benefit pension plan. Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently 19.5 percent and 24 percent of covered payroll for police and fire employer units, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.5 percent of covered payroll for police employer units and 24 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB Plan.

The Board of Trustees is authorized to allocate a portion of the total employer contributions for retiree health care benefits. For 2021, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded.

The OPF 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 contractually required contribution to OPF was \$20,619 for 2021. Of this amount, \$728 is reported as an intergovernmental payable.

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***OPEB Liabilities (Asset), OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB***

The net OPEB asset and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2019, rolled forward to the measurement date of December 31, 2020, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2020, and was determined by rolling forward the total OPEB liability as of January 1, 2020, to December 31, 2020. The City's proportion of the net OPEB liability (asset) was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	OPERS	OPF	Total
Proportion of the Net OPEB Liability/Asset:			
Current Measurement Date	0.04450100%	0.16189770%	
Prior Measurement Date	0.04558800%	0.16711770%	
Change in Proportionate Share	<u>-0.00108700%</u>	<u>-0.00522000%</u>	
Proportionate Share of the:			
Net OPEB Liability	\$0	\$1,715,333	\$1,715,333
Net OPEB Asset	792,820	0	792,820
OPEB Expense	(\$5,030,177)	\$196,939	(\$4,833,238)

At December 31, 2021, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	OPERS	OPF	Total
<b>Deferred Outflows of Resources</b>			
Changes of assumptions	\$389,760	\$947,628	\$1,337,388
Changes in proportion and differences between City contributions and proportionate share of contributions	0	183,906	183,906
City contributions subsequent to the measurement date	5,790	20,619	26,409
<i>Total Deferred Outflows of Resources</i>	<u>\$395,550</u>	<u>\$1,152,153</u>	<u>\$1,547,703</u>
<b>Deferred Inflows of Resources</b>			
Differences between expected and actual experience	\$715,516	\$282,939	\$998,455
Changes of assumptions	1,284,607	273,456	1,558,063
Net difference between projected and actual earnings on OPEB plan investments	422,268	63,745	486,013
Changes in proportion and differences between City contributions and proportionate share of contributions	184,666	49,527	234,193
<i>Total Deferred Inflows of Resources</i>	<u>\$2,607,057</u>	<u>\$669,667</u>	<u>\$3,276,724</u>

\$26,409 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability or an increase to the net OPEB asset in 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:



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	OPERS	OPF	Total
Year Ending December 31:			
2022	(\$1,210,318)	\$106,458	(\$1,103,860)
2023	(773,723)	121,553	(652,170)
2024	(183,500)	97,755	(85,745)
2025	(49,756)	99,294	49,538
2026	0	20,563	20,563
Thereafter	0	16,244	16,244
Total	(\$2,217,297)	\$461,867	(\$1,755,430)

***Actuarial Assumptions – OPERS***

Actuarial valuations of an ongoing plan involve estimates of the value 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 health care costs 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 coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2019, rolled forward to the measurement date of December 31, 2020. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	3.25 percent
Projected Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation
Single Discount Rate:	
Current measurement date	6.00 percent
Prior Measurement date	3.16 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate:	
Current measurement date	2.00 percent
Prior Measurement date	2.75 percent
Health Care Cost Trend Rate:	
Current measurement date	8.5 percent, initial 3.50 percent, ultimate in 2035
Prior Measurement date	10.5 percent, initial 3.50 percent, ultimate in 2030
Actuarial Cost Method	Individual Entry Age

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

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

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

The allocation of investment assets within the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans. Health care is a discretionary benefit. The long-term expected rate of return on health care investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighting the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of arithmetic rates of return were provided by OPERS investment consultant. For each major asset class that is included in the Health Care's portfolio's target asset allocation as of December 31, 2020, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	34.00 %	1.07 %
Domestic Equities	25.00	5.64
Real Estate Investment Trust	7.00	6.48
International Equities	25.00	7.36
Other investments	9.00	4.02
Total	100.00 %	4.43 %

**Discount Rate** A single discount rate of 6.0 percent was used to measure the OPEB liability on the measurement date of December 31, 2020. A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 2.00 percent (Fidelity Index's "20-Year Municipal GO AA Index"). The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2120. As a result, the actuarial assumed long-term expected rate of return on health care investments was applied to projected costs through the year 2120, the duration of the projection period through which projected health care payments are fully funded.

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***Sensitivity of the City's Proportionate Share of the Net OPEB Asset to Changes in the Discount Rate***

The following table presents the City's proportionate share of the net OPEB asset calculated using the single discount rate of 6.00 percent, as well as what the City's proportionate share of the net OPEB asset would be if it were calculated using a discount rate that is one percentage point lower (5.00 percent) or one percentage point higher (7.00 percent) than the current rate:

	1% Decrease (5.00%)	Current Discount Rate (6.00%)	1% Increase (7.00%)
City's proportionate share of the net OPEB asset	\$197,139	\$792,820	\$1,282,519

***Sensitivity of the City's Proportionate Share of the Net OPEB Asset to Changes in the Health Care Cost Trend Rate***

Changes in the health care cost trend rate may also have a significant impact on the net OPEB asset. The following table presents the City's proportionate share of the net OPEB asset calculated using the assumed trend rates, and the City's proportionate share of the expected net OPEB asset if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2021 is 8.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB asset	\$812,143	\$792,820	\$771,202

***Changes between the Measurement Date and the Reporting Date*** During 2021, the OPERS Board made various changes to assumptions for the actuarial valuation as of December 31, 2021. The effects of these changes are unknown.

***Actuarial Assumptions – OPF***

OPF's total OPEB liability as of December 31, 2020, is based on the results of an actuarial valuation date of January 1, 2020, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OPF's actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of the value 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.

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

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

Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented as follows:

Valuation Date	January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent
Blended discount rate:	
Current measurement date	2.96 percent
Prior measurement date	3.56 percent
Cost of Living Adjustments	2.2 percent simple

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

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

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

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

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

The OPF health care plan follows the same asset allocation and long-term expected real rate of return for each major asset class as the pension plan, see Note 12.

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**Discount Rate** For 2020, the total OPEB liability was calculated using the discount rate of 2.96 percent. For 2019, the total OPEB liability was calculated using the discount rate of 3.56 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return of 8 percent. Based on those assumptions, OPF's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.12 percent at December 31, 2020 and 2.75 percent at December 31, 2019, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 2.96 percent for 2020 and 3.56 percent for 2019. The municipal bond rate was determined using the Bond Buyers General Obligation 20-year Municipal Bond Index Rate. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2037. The long-term expected rate of return on health care investments was applied to projected costs through 2037, and the municipal bond rate was applied to all health care costs after that date.

**Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate** Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the City's proportionate share of the net OPEB liability calculated using the discount rate of 2.96 percent, as well as what the City's proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.96 percent), or one percentage point higher (3.96 percent) than the current rate.

	1% Decrease (1.96%)	Current Discount Rate (2.96%)	1% Increase (3.96%)
City's proportionate share of the net OPEB liability	\$2,138,922	\$1,715,333	\$1,365,921

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

**Note 14 – Other Employee Benefits**

***Compensated Absences***

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Employees earn two to six weeks of vacation per year, depending upon length of service. Vacation accumulation is limited to one year. All accumulated unused vacation time is paid upon termination of employment.

Employees earn sick leave at the rate of 6.47 hours per pay for firefighters and 4.62 hours per pay for all other employees. Upon retirement or death, an employee shall be paid 33 percent of accumulated sick leave. Employees may deduct up to 120 hours from their sick balance and defer payment on it until the following January.

***Dental Insurance***

The City provides dental benefits to employees through Lincoln Financial. The family and single premiums for 2021 were \$98.83 and \$32.75, respectively.

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**Note 15 – Contingencies**

**Grants**

The City received financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with the terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2021.

**Litigation**

The City is party to various legal proceedings. City management is of the opinion that ultimate settlement of such claims not covered by insurance will not result in a material adverse effect on the City's financial position.

**Note 16 – Long-Term Obligations**

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

	Original Issue Date	Interest Rate	Original Issue Amount	Date of Maturity
<b>General Obligation Bonds:</b>				
Human Services Facility Refunding	2012	1.25% to 2.25%	\$3,580,000	December 1, 2023
Police Facility Project	2017	2.00 to 3.00	8,000,000	December 1, 2036
Service Center Garage	2017	2.00 to 3.00	1,980,000	December 1, 2036
Police Facility Project	2019	2.88 to 5.00	2,000,000	December 1, 2043
Aquatic Facility Project	2019	2.88 to 5.00	6,500,000	December 1, 2039
<i>From Direct Placement:</i>				
Various Purpose Tree Farm Refunding	2015	2.03	2,525,000	December 1, 2025
<b>Special Assessment Bonds:</b>				
Service Road Sewer and Water	2001	4.00 to 4.90	935,000	December 1, 2021
Four Seasons Sewer and Water	2001	4.00 to 4.90	1,265,000	December 1, 2021
Route 21, Hilton, Whitewood Sewer and Storm	2005	3.00 to 5.00	1,075,000	December 1, 2025
Katherine Boulevard Improvements	2012	1.25 to 2.25	1,430,000	December 1, 2022
Riverview Road Sewer	2012	1.25 to 2.75	575,000	December 1, 2032
<i>From Direct Placement:</i>				
Various Purpose Route 21 Access Road Refunding	2015	2.03	115,000	December 1, 2025
<b>Bond Anticipation Notes:</b>				
Field House Bond Anticipation Notes	2021	1.00	8,600,000	February 24, 2022
Route 82 Bond Anticipation Notes	2021	1.00 to 1.25	3,110,000	February 24, 2022
Interchange at Miller Road and Interstate 77 Notes	2021	1.00	1,000,000	February 24, 2022
<b>OPWC Loans from Direct Borrowings:</b>				
Route 21, Hilton, Whitewood Sanitary Sewer	2005	0.00	231,143	July 1, 2025
Fitzwater, Riverview, Wiese, Carriage Hill Cleaning	2006	0.00	162,934	January 1, 2027
Wiese Road Retaining Wall Improvement	2013	0.00	229,030	January 1, 2033

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A schedule of changes in bonds and other long-term obligations of the City during 2021 follows:

	Principal Outstanding 12/31/2020	Additions	Deletions	Principal Outstanding 12/31/2021	Amounts Due in One Year
<b>Governmental Activities</b>					
<i>General Obligations Bonds:</i>					
2012 Human Services Facility Refunding	\$1,200,000	\$0	(\$395,000)	\$805,000	\$400,000
Premium on Bonds	24,720	0	(8,240)	16,480	0
2017 Police Facility Project					
Serial Bond	2,770,000	0	(110,000)	2,660,000	105,000
Term Bond	4,710,000	0	0	4,710,000	0
Premium on Bonds	114,868	0	(7,179)	107,689	0
2017 Service Center Garage					
Serial Bond	745,000	0	(85,000)	660,000	90,000
Term Bond	935,000	0	0	935,000	0
Premium on Bonds	29,754	0	(1,860)	27,894	0
2019 Police Facility Project					
Serial Bond	775,000	0	(50,000)	725,000	50,000
Term Bond	1,160,000	0	0	1,160,000	0
Premium on Bonds	94,323	0	(4,101)	90,222	0
2019 Aquatic Facility Project					
Serial Bond	3,445,000	0	(220,000)	3,225,000	230,000
Term Bond	2,845,000	0	0	2,845,000	0
Premium on Bonds	472,075	0	(20,525)	451,550	0
<i>From Direct Placement:</i>					
2015 Various Purpose Tree Farm Refunding	1,325,000	0	(255,000)	1,070,000	265,000
<b>Total General Obligation Bonds</b>	<b>20,645,740</b>	<b>0</b>	<b>(1,156,905)</b>	<b>19,488,835</b>	<b>1,140,000</b>
<i>Special Assessment Bonds:</i>					
2001 Service Road Sewer and Water	55,000	0	(55,000)	0	0
2001 Four Seasons Sewer and Water	100,000	0	(100,000)	0	0
2005 Route 21, Hilton, Whitewood Sewer and Storm	370,000	0	(65,000)	305,000	65,000
2012 Katherine Boulevard Improvements	305,000	0	(150,000)	155,000	155,000
Premium on Bonds	7,612	0	(3,806)	3,806	0
2012 Riverview Road Sewer					
Serial Bond	85,000	0	(25,000)	60,000	30,000
Term Bond	290,000	0	0	290,000	0
<i>From Direct Placement:</i>					
2015 Various Purpose Route 21 Access Road Refunding	65,000	0	(10,000)	55,000	10,000
<b>Total Special Assessment Bonds</b>	<b>1,277,612</b>	<b>0</b>	<b>(408,806)</b>	<b>868,806</b>	<b>260,000</b>
<i>Bond Anticipation Notes:</i>					
2020 Field House Bond Anticipation Notes	8,600,000	0	(8,600,000)	0	0
2020 Route 82 Bond Anticipation Notes	960,000	0	(960,000)	0	0
Premium on Notes	109,822	0	(109,822)	0	0
2021 Field House Bond Anticipation Notes	0	8,600,000	0	8,600,000	0
2021 Route 82 Bond Anticipation Notes	0	1,400,000	0	1,400,000	0
2021 Route 82 with the City of Broadview Heights Bond Anticipation Notes	0	1,710,000	0	1,710,000	0
2021 Interchange at Miller Road and Interstate 77 Notes	0	1,000,000	0	1,000,000	0
Premium on Notes	0	99,918	0	99,918	0
<b>Total Bond Anticipation Notes</b>	<b>9,669,822</b>	<b>12,809,918</b>	<b>(9,669,822)</b>	<b>12,809,918</b>	<b>0</b>
<i>OPWC Loans from Direct Borrowings:</i>					
2005 Route 21, Hilton, Whitewood Sanitary Sewer	57,785	0	(11,557)	46,228	11,557
2006 Fitzwater, Riverview Wiese, Carriage Hill Cleaning	52,953	0	(8,147)	44,806	8,146
2013 Wiese Road Retaining Wall Improvement	154,595	0	(11,451)	143,144	11,452
<b>Total OPWC Loans</b>	<b>265,333</b>	<b>0</b>	<b>(31,155)</b>	<b>234,178</b>	<b>31,155</b>
<i>Net Pension Liability:</i>					
OPERS	9,253,302	0	(2,446,443)	6,806,859	0
OPF	11,257,941	0	(221,231)	11,036,710	0
<b>Total Net Pension Liability</b>	<b>\$20,511,243</b>	<b>\$0</b>	<b>(\$2,667,674)</b>	<b>\$17,843,569</b>	<b>\$0</b>

(continued)

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	Principal Outstanding 12/31/2020	Additions	Deletions	Principal Outstanding 12/31/2021	Amounts Due in One Year
<b>Governmental Activities (continued)</b>					
<i>Net OPEB Liability:</i>					
OPERS	\$6,296,886	\$0	(\$6,296,886)	\$0	\$0
OPF	1,650,743	64,590	0	1,715,333	0
<i>Total Net OPEB Liability</i>	<u>7,947,629</u>	<u>64,590</u>	<u>(6,296,886)</u>	<u>1,715,333</u>	<u>0</u>
Compensated Absences	1,063,280	111,792	(38,152)	1,136,920	255,468
Asset Retirement Obligations	64,005	0	0	64,005	0
<i>Total Governmental Activities</i>	<u>\$61,444,664</u>	<u>\$12,986,300</u>	<u>(\$20,269,400)</u>	<u>\$54,161,564</u>	<u>\$1,686,623</u>

All bonds are secured by the full faith and credit of the City. General obligation bonds will be paid from taxes receipted in the debt service fund. The special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

The OPWC loans from direct borrowings contain provisions that in an event of default (1) OPWC may apply late fees of 8 percent per year, (2) loans more than 60 days late will be turned over to the Attorney General's office for collection, and as provided by law, the OPWC may require that such payment be taken from the City's share of the City undivided local government fund. The loans will be paid with monies from the Issue II capital projects fund. The OPWC administers Issue II loans.

There is no repayment schedule for net pension/OPEB liabilities; however, employer pension contributions are made from the general fund and the fire department, community center, and police pension special revenue funds. For additional information related to the net pension/OPEB liabilities see Notes 12 and 13. Compensated absences will be paid from the general fund and the fire department and community center special revenue funds. Asset retirement obligations will be paid from the buildings and improvements capital projects fund.

On September 20, 2012, the City issued \$3,580,000 in general obligation bonds for the purpose of refunding a portion of the 2004 Human Services Facility Bonds. These bonds were issued for a twelve year period with a final maturity of December 1, 2023. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. On December 31, 2021, \$835,000 of the defeased bonds are still outstanding.

During 2015, the City issued \$2,525,000 of various purpose refunding bonds for the purpose of retiring the 2005 tree farm property bonds and \$115,000 of various purpose refunding bonds for the purpose of retiring the 2005 Route 21 Access Road special assessment bonds from direct placement. The new bonds were issued for a period of 10 years at an interest rate of 2.03 percent. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. On December 31, 2021, \$1,180,000 of the defeased bonds are still outstanding.

Prior Redemption The bonds maturing on and after December 1, 2021, are subject to prior redemption on and after December 1, 2020, by and at the sole option of the City, either in whole or in part (as selected by the City) on any date and in whole multiples of \$5,000, at par, plus accrued interest to the redemption date.



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On June 7, 2017, the City issued \$8,000,000 and \$1,980,000 in general obligation bonds for the purpose of the construction of the new police station building and the retirement of 2016 bond anticipation notes related to the service center garage project, respectively. \$4,335,000 of the bonds issued were serial bonds, while \$5,645,000 of the bonds issued were term bonds. These bonds were issued for a twenty year period with a final maturity of December 1, 2036.

*Mandatory Redemption* The bonds maturing on December 1, 2036, are subject to mandatory sinking fund redemption in part by lot pursuant to the terms of the mandatory sinking fund redemption requirements of the authorizing legislation, at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 of the years shown in, and according to, the following schedule.

Year	Principal Amount to be Redeemed
2029	\$640,000
2030	655,000
2031	675,000
2032	695,000
2033	715,000
2034	735,000
2035	755,000
Total mandatory sinking fund payment	4,870,000
Amount due at stated maturity	775,000
Total	\$5,645,000
<i>Stated Maturity</i>	12/1/2036

*Optional Redemption* The bonds maturing on or after December 1, 2026, are subject to prior redemption, by and at the sole option of the City, in whole or in part as selected by the City (in whole multiples of \$5,000), on any date on or after December 1, 2025, at a redemption price equal to 100% of the principal amount redeemed, plus interest accrued to the redemption date.

On June 12, 2019, the City issued \$8,500,000 in general obligation bonds for the purpose of constructing, reconstructing, renovating, enlarging, furnishing, equipping and otherwise improving the municipal swimming pool facilities and related recreational facilities as well as the new police department and otherwise improving the site. \$4,495,000 of the bonds issued were serial bonds, while \$4,005,000 of the bonds issued were term bonds. These police facility and aquatic facility bonds were issued for a twenty-five and twenty year period with a final maturity of December 1, 2043 and December 1, 2039, respectively.

*Mandatory Redemption* The bonds maturing on December 1, 2039 and December 1, 2043, are subject to mandatory sinking fund redemption in part by lot pursuant to the terms of the mandatory sinking fund redemption requirements of the authorizing legislation, at a redemption price equal to 100 percent of the principal amount redeemed, plus interest accrued to the redemption date, on December 1 of the years shown in, and according to, the following schedule.

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Year	Principal Amount to be Redeemed	Principal Amount to be Redeemed
2033	\$460,000	\$0
2034	470,000	0
2035	485,000	0
2036	495,000	0
2037	510,000	0
2038	525,000	0
2040	0	100,000
2041	0	135,000
2042	0	140,000
Total mandatory sinking fund payment	2,945,000	375,000
Amount due at stated maturity	540,000	145,000
Total	<u>\$3,485,000</u>	<u>\$520,000</u>
<i>Stated Maturity</i>	12/1/2039	12/1/2043

Optional Redemption The bonds maturing on or after December 1, 2027, are subject to prior redemption, by and at the sole option of the City, in whole or in part as selected by the City (in whole multiples of \$5,000), on any date on or after December 1, 2025, at a redemption price equal to 100% of the principal amount redeemed, plus interest accrued to the redemption date.

On September 1, 2001, the City issued \$935,000 in special assessment bonds for sanitary sewer and water main construction on Service Road. The bonds were issued for a twenty year period with final maturity at December 1, 2021.

On September 1, 2001, the City issued \$1,265,000 in special assessment bonds for sanitary sewer and water main construction in the Four Seasons of Brecksville subdivision. The bonds were issued for a twenty year period with final maturity at December 1, 2021.

On September 8, 2005, the City issued \$1,075,000 in special assessment bonds for sanitary sewer construction on Route 21 and on Hilton and Whitewood Roads. The bonds were issued for a twenty year period with final maturity at December 1, 2025. These bonds were partially refunded in 2015.

On September 20, 2012 the City issued \$1,430,000 in special assessment bonds for infrastructure improvements on Katherine Boulevard. The bonds were issued for a ten year period with final maturity on December 1, 2022.

On September 20, 2012 the City issued \$575,000 in special assessment bonds for sanitary sewer construction on Riverview Road. The bonds were issued for a twenty year period with final maturity on December 1, 2032.

Mandatory Redemption The Riverview Road bonds are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on December 1 of the years and in the respective principal amounts as follows:

**City of Brecksville, Ohio**  
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Year	Principal Amount to be Redeemed
2024	\$30,000
2025	30,000
2026	30,000
2027	30,000
2028	30,000
2029	35,000
2030	35,000
2031	35,000
Total mandatory sinking fund payment	255,000
Amount due at stated maturity	35,000
Total	\$290,000
<i>Stated Maturity</i>	12/1/2031

*Optional Redemption* The bonds maturing on or after December 1, 2022, will be subject to prior redemption, on or after December 1, 2021, by and at the option of the City, either in whole or in part on any date, and in integral multiples of \$5,000, at par, plus accrued interest to the redemption date.

On February 27, 2020, the City issued bond anticipation notes in the amount of \$9,750,000, \$9,560,000 being the long-term portion. See Note 17 for the \$190,000 portion that had been reflected as a fund liability. Of this amount, \$8,600,000 was for the purpose of paying costs of designing, developing, constructing, installing, equipping and improving an athletic field house to be located on the Blossom Hill property on Oakes Road and \$1,150,000 was for the purpose of Route 82 street improvements in a joint project with the City of Broadview Heights. The notes were issued at an interest rate of 2.00 percent and matured in February of 2021. The notes were issued with a premium of \$109,822. At December 31, 2021, the \$8,600,000 field house obligations had unspent proceeds of \$2,609,861.

On February 24, 2021, the City issued bond anticipation notes in the amount of \$10,560,000. Of this amount, \$8,600,000 was for the purpose of paying costs of designing, developing, constructing, installing, equipping and improving an athletic fieldhouse to be located on the Blossom Hill property on Oakes Road, \$960,000 was for the purpose of Route 82 street improvements in a joint project with the City of Broadview Heights, and \$1,000,000 was for the purpose of expanding the interchange at Miller Road and Interstate 77. The notes were issued at an interest rate of 1.00 percent and mature on February 24, 2022. The notes were issued with a premium of \$83,213. At December 31, 2021, the \$1,000,000 Miller Road and Interstate 77 obligations had unspent proceeds of \$166,749.

On June 2, 2021, the City issued bond anticipation notes in the amount of \$2,150,000. Of this amount, \$750,000 was for the purpose of Route 82 street improvements in a joint project with the City of Broadview Heights and \$1,400,000 for the purpose of Route 82 street improvements. The notes were issued at an interest rate of 1.25 percent and mature on February 24, 2022. The notes were issued with a premium of \$16,705.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2021

The City's overall legal debt margin was \$51,587,420 at December 31, 2021. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2021, are as follows:

	General Obligation Bonds				General Obligation Bonds from	
	Serial Portion		Term Portion		Direct Placement	
	Principal	Interest	Principal	Interest	Principal	Interest
2022	\$875,000	\$558,439	\$0	\$0	\$265,000	\$21,721
2023	900,000	531,538	0	0	265,000	16,341
2024	865,000	503,676	0	0	270,000	10,962
2025	890,000	477,077	0	0	270,000	5,481
2026	930,000	443,876	0	0	0	0
2027-2031	3,175,000	1,284,933	1,970,000	427,501	0	0
2032-2036	440,000	133,394	5,585,000	702,444	0	0
2037-2041	0	0	1,810,000	166,424	0	0
2042-2043	0	0	285,000	12,900	0	0
Total	<u>\$8,075,000</u>	<u>\$3,932,933</u>	<u>\$9,650,000</u>	<u>\$1,309,269</u>	<u>\$1,070,000</u>	<u>\$54,505</u>

	Special Assessment Bonds				OPWC Loans
	Serial Portion		Term Portion		from Direct
	Principal	Interest	Principal	Interest	Borrowings
2022	\$260,000	\$21,203	\$0	\$7,975	\$31,155
2023	115,000	13,589	0	7,975	31,155
2024	95,000	8,960	30,000	7,975	31,156
2025	105,000	4,656	30,000	7,150	31,155
2026	0	0	30,000	6,325	19,598
2027-2031	0	0	165,000	18,838	61,330
2032-2034	0	0	35,000	962	28,629
Total	<u>\$575,000</u>	<u>\$48,408</u>	<u>\$290,000</u>	<u>\$57,200</u>	<u>\$234,178</u>

**Note 17 – Short-Term Obligations**

On February 27, 2020, the City had \$1,150,000 in outstanding bond anticipation notes for the purpose of Route 82 street improvements in a joint project with the City of Broadview Heights. \$190,000 of these notes was paid down and was reflected as a fund liability at December 31, 2020. The remaining \$960,000 was reissued and is reflected as a long-term liability. The notes were issued at an interest rate of 2.00 percent and matured on February 25, 2021.

On June 3, 2020 the City issued bond anticipation notes in the amount of \$2,350,000. Of this amount, \$1,600,000 was for the purpose of Route 82 street improvements and \$750,000 was for the participation in a joint project with the City of Broadview Heights for Route 82 street improvements. The notes were issued at an interest rate of 2.00 percent and matured on June 3, 2021.

	Principal Outstanding 12/31/2020	Additions	Deletions	Principal Outstanding 12/31/2021
<b>Governmental Activities</b>				
2020 Bond Anticipation Notes	\$190,000	\$0	(\$190,000)	\$0
2020 Bond Anticipation Notes	2,350,000	0	(2,350,000)	0
Total Notes Payable	<u>\$2,540,000</u>	<u>\$0</u>	<u>(\$2,540,000)</u>	<u>\$0</u>

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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**Note 18 – Operating Lease**

During 2019, the City entered into an operating lease with Ganley Chrysler Dodge Jeep Ram, Incorporated for the period of December 20, 2019 to June 19, 2023, for the use of a vehicle for the police department. The terms of the lease payment in monthly installments is in the amount of \$302.

During 2021, the City entered into an operating lease with Flock Group, Incorporated, for the period of January 1, 2022 to December 31, 2024, for the use of traffic cameras. The terms of the lease require payment in annual installments of \$31,800 for the first year and then \$30,000 for all future years.

**Note 19 – Insurance Purchasing Pool**

The Ohio Association of Public Treasurers has created a group insurance pool for purpose of creating a group rating plan for workers' compensation. The governing body is comprised of the members who have been appointed by the respective governing body of each member.

The intent of the pool is to achieve a reduced rate for the City and the other group members. The injury claim history of all participating members is used to calculate a common rate for the group. An annual fee is paid to Sedgwick Claims Management Service, Incorporated to administer the group and to manage any injury claims. Premium savings created by the group are prorated to each member entity annually based on claims experience of each member as compared to the total claims experience of the group.

**Note 20 – Jointly Governed Organizations**

***Southwest Council of Governments***

The Southwest Council of Governments (the 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 twenty participating entities. The Board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. In 2021, the City contributed \$22,500, which represents approximately 5 percent of total contributions.

The Council has established two subsidiary organizations, the Southwest Emergency Response Team, which provides hazardous material and technical rescue protections and assistance, and the Southwest Enforcement Bureau, which provides extra assistance to cities in the form of a SWAT Team. The Council's financial statements may be obtained by contacting Eric Dean, City of Strongsville, Southwest Council of Governments, 16099 Foltz Parkway, Strongsville, Ohio 44149.

***Northeast Ohio Public Energy Council***

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of over 240 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. In 2021, the City made no contributions. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. Financial information can be obtained by contacting Ronald McVoy, the Board Chairman, at 31360 Solon Road, Suite 33, Solon, Ohio, 44139 or at the website [www.nopec.org](http://www.nopec.org).

***Cuyahoga Valley Council of Governments***

The City participates in the Cuyahoga Valley Council of Governments (the Council). The Council was formed to share jail and community services, foster municipal service, and coordinate action among its members in matters relating to public safety dispatch operations. The Council may also, at its discretion, promote cooperative agreements and contracts among its members or other governmental agencies and private persons, corporations, or agencies. The Council is controlled by an executive Board which is composed of a President, Vice President, Secretary and Fiscal Officer, who serves as Treasurer. The elected officers shall serve for a period of two years. Each member's control over the operation of the Council is limited to its representation on the Board. In 2021, the City made no contributions. Complete financial statements can be obtained from the Cuyahoga Valley Council of Governments, Cuyahoga County, Ohio.

***Chagrin Valley Dispatch Council***

The City is a member of the Chagrin Valley Dispatch Council (CVDC). The CVDC was formed by the Council to foster cooperation through the sharing of operations of a central dispatch center for safety forces of the participating entities. The CVDC is comprised of 27 communities. The CVDC also provides information technology services to those who decide to participate, which consists of seven communities.

The CVDC is provided with legislative oversight from the Mayors and City Managers of the various communities. The Administrative Board consists of the chiefs of police and fire of each member municipality. The Administrative Board oversees and manages the operation of the program. The degree of control exercised by a participating government is limited to its representation on the Administrative Board. The City made contributions to the CVDC (excluding initial equipment purchases) in the amount of \$475,950 during 2021, and also contributed \$197,500 for information technology services during the year. Financial information can be obtained by contacting Vic Nogalo, Finance Director, 88 Center Road, Suite B100, Bedford, Ohio 44146.

***Regional Income Tax Agency***

The Regional Income Tax Agency (RITA) is a regional council of governments formed to establish a central collection facility for the purpose of administering the income tax laws of the members and for the purpose of collection income taxes on behalf of each member. RITA currently has approximately 355 members in the council of governments. Each member has one representative to the council of governments and is entitled to one vote on items under consideration. RITA is administered by a nine-member board of trustees elected by the members of the council of governments. The board exercises total control over RITA's operation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the council. For 2021, these costs are not yet available; however, they are not expected to be significantly different from 2020. For 2020, the City paid RITA \$249,792 for income tax collection services.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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**Note 21 – Related Organization**

The Brecksville Community Improvement Corporation (CIC) was formed to promote and assist in economic development within the City. City Council created the CIC during 2014 and appointed the initial CIC Board members. The CIC does not represent a potential financial benefit for or burden on the City. In 2018, the City and CIC entered into a development agreement with DiGeronimo Development LLC for the development of the former Veterans Administration (VA) property. The City also transferred said property to the CIC during the year. In 2019, the CIC approved and remitted a payment of \$750,000 to the City of Brecksville. The City recorded this receipt into the general fund.

During 2020, the CIC acquired adjacent properties, transferred them to the City, which then was transferred back to the CIC. A portion of the former VA property and adjacent properties was transferred from the CIC to final owners for economic development. Also, the CIC approved and remitted a payment of \$1,175,000 to the City. The City recorded this receipt into the general fund.

During 2021, the CIC transferred a portion of the former VA property and adjacent properties to the final owners for economic development. As of December 31, 2021, the CIC only holds one parcel of the former VA property for resale.

**Note 22 – Donor Restricted Endowments**

The City's private purpose trust fund includes donor restricted endowments. Endowments, in the amount of \$3,000, represent the principal portion. The amount of interest on donor restricted investments that is available for expenditures by the City is \$416 and is included as held in trust for cemetery. State law permits the City to appropriate, for purposes consistent with the endowment's intent, net appreciation, realized and unrealized, unless the endowment terms specify otherwise. The endowments indicate that the interest should be used for the decoration of specifically named graves.

**Note 23 – Asset Retirement Obligations**

The Bureau of Underground Storage Tank Regulations (BUSTR) regulates petroleum and hazardous substances stored in underground storage tanks. These regulations are included in Ohio Administrative Code Section 1301-7-9 and require a City classified as an "owner" or "operator," to remove from the ground any underground storage tank (UST) that is not in use for a year or more. A permit must first be obtained for that year it is not being used. Once the UST is removed, the soil in the UST cavity and excavated material must be tested for contamination. These assets' retirement obligations (ARO) of \$64,005 associated with the City's underground storage tanks was estimated by the City engineer. The remaining useful life of these USTs is 30 years. The City maintains insurance related to any potential pollution remediation associated with the USTs.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2021

**Note 24 – 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	Fire Department	General Municipal Improvement	Buildings and Improvements
<b><i>Nonspendable:</i></b>				
Materials and Supplies Inventory	\$220,230	\$51,625	\$0	\$0
Prepaid Items	149,536	4,119	0	0
Assets Held for Resale	137,100	0	0	0
Unclaimed Monies	2,469	0	0	0
<b><i>Total Nonspendable</i></b>	<b>509,335</b>	<b>55,744</b>	<b>0</b>	<b>0</b>
<b><i>Restricted for:</i></b>				
Capital Projects	0	0	0	0
Debt Service	0	0	0	0
Court Computerization	0	0	0	0
Fire Department	0	1,205,052	0	0
Police Department	0	0	0	0
Road Maintenance	0	0	0	0
Street Construction, Maintenance, and Repair	0	0	0	0
Other Purposes	0	0	0	0
<b><i>Total Restricted</i></b>	<b>0</b>	<b>1,205,052</b>	<b>0</b>	<b>0</b>
<b><i>Committed to:</i></b>				
Capital Projects	0	0	1,154,939	1,748,364
Police Department	0	0	0	0
Other Purposes	0	0	0	0
Purchases on Order	201,421	0	0	0
<b><i>Total Committed</i></b>	<b>201,421</b>	<b>0</b>	<b>1,154,939</b>	<b>1,748,364</b>
<b><i>Assigned to:</i></b>				
Capital Projects	0	0	0	0
Purchases on Order	13,429	0	0	0
2021 Appropriations	4,506,137	0	0	0
<b><i>Total Assigned</i></b>	<b>4,519,566</b>	<b>0</b>	<b>0</b>	<b>0</b>
Unassigned	11,892,435	0	0	0
<b>Total Fund Balance</b>	<b>\$17,122,757</b>	<b>\$1,260,796</b>	<b>\$1,154,939</b>	<b>\$1,748,364</b>

(continued)



**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
For the Year Ended December 31, 2021

Fund Balances (continued)	Road Improvements	Recreation Facilities Expansion	Other Governmental Funds	Total Governmental Funds
<b><i>Nonspendable:</i></b>				
Materials and Supplies Inventory	\$0	\$0	\$59,762	\$331,617
Prepaid Items	0	0	3,828	157,483
Assets Held for Resale	0	0	0	137,100
Unclaimed Monies	0	0	0	2,469
<b><i>Total Nonspendable</i></b>	<b>0</b>	<b>0</b>	<b>63,590</b>	<b>628,669</b>
<b><i>Restricted for:</i></b>				
Capital Projects	0	0	238,945	238,945
Debt Service	0	0	838,219	838,219
Court Computerization	0	0	149,816	149,816
Fire Department	0	0	0	1,205,052
Police Department	0	0	480,486	480,486
Road Maintenance	0	0	314,387	314,387
Street Construction, Maintenance, and Repair	0	0	1,145,681	1,145,681
Other Purposes	0	0	109,604	109,604
<b><i>Total Restricted</i></b>	<b>0</b>	<b>0</b>	<b>3,277,138</b>	<b>4,482,190</b>
<b><i>Committed to:</i></b>				
Capital Projects	389,497	0	1,158,142	4,450,942
Police Department	0	0	5,880	5,880
Other Purposes	0	0	709,133	709,133
Purchases on Order	0	0	0	201,421
<b><i>Total Committed</i></b>	<b>389,497</b>	<b>0</b>	<b>1,873,155</b>	<b>5,367,376</b>
<b><i>Assigned to:</i></b>				
Capital Projects	0	2,632,313	851,956	3,484,269
Purchases on Order	0	0	0	13,429
2021 Appropriations	0	0	0	4,506,137
<b><i>Total Assigned</i></b>	<b>0</b>	<b>2,632,313</b>	<b>851,956</b>	<b>8,003,835</b>
Unassigned	0	0	0	11,892,435
<b>Total Fund Balance</b>	<b>\$389,497</b>	<b>\$2,632,313</b>	<b>\$6,065,839</b>	<b>\$30,374,505</b>

**Note 25 – COVID-19**

United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio’s state of emergency ended in June of 2021 while the national state of emergency continues. During 2021, the City received COVID-19 funding. The President of the United States signed the American Rescue Plan Act of 2021 into law on March 11, 2021. The Act amended Title VI of the Social Security Act to add Section 603, which establishes the Coronavirus Local Fiscal Recovery Fund. This fund provides Coronavirus Local Fiscal Recovery Funds to eligible metropolitan cities, nonentitlement units of local government (City of Brecksville’s classification), and counties to support their response to and recovery from the COVID-19 public health emergency.

The City of Brecksville has applied for and been awarded \$1,425,034 of funding from the Coronavirus Local Fiscal Recovery Fund. The City received \$712,517 in 2021 and should expect to receive an additional \$712,517 during 2022.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

In January of 2022 the U.S. Department of the Treasury (Treasury) adopted the final rule implementing the Coronavirus Local Fiscal Recovery Fund established under the American Rescue Plan Act. The provisions in this final rule are effective as of April 1, 2022.

The funding can be used to replace lost public sector revenue, support the COVID-19 public health and economic response, provide premium pay for eligible workers performing essential work, and invest in water, sewer, and broadband infrastructure.

In April of 2022, City Council passed a Resolution number 5278 to utilize the funds for the replacement of lost revenue. Under this option, which is newly offered in the final rule, the Treasury presumes that up to \$10 million in revenue has been lost due to the public health emergency and recipients are permitted to use that amount (not to exceed the award amount) to fund “government services.” Government services generally include any service traditionally provided by a government, including construction of roads, provision of public safety, and general government administration. City Council further approved the expenditure of funds as government services to be applied towards salaries, wages, and related benefits of the City’s Police Department.

**Note 26 – 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:

General	\$476,733
Fire Department	26,474
General Municipal Improvement	720,065
Buildings and Improvements	275,049
Recreation Facilities Expansion	122,734
Other Governmental Funds	230,075
Total	\$1,851,130

***Contractual Commitments***

At December 31, 2021, the City’s significant contractual commitments consisted of the following:

Project	Contract Amount	Amount Paid	Remaining on Contract
Gasoline and Diesel Fuel	\$271,245	\$246,245	\$25,000
Roads	88,923	48,080	40,843
Buildings and Improvements	84,134	4,275	79,859
Disposal Services	82,000	51,495	30,505
Professional Services	40,751	32,139	8,612
Totals	\$567,053	\$382,234	\$184,819

The amounts remaining on these contracts were encumbered at year end. The amounts of \$210,601 and \$122,809 in accounts and contracts payable for governmental activities, respectively, have been capitalized.

**City of Brecksville, Ohio**  
*Notes to the Basic Financial Statements*  
*For the Year Ended December 31, 2021*

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**Note 27 – Subsequent Events**

On January 18, 2022, the City passed Ordinance number 5471 authorizing the Mayor to enter into an offer to purchase real estate and acceptance with Jayne M. Antrobus, Successor Trustee of the Kenneth and Joan M. Antrobus Trust for the purchase of property located at 9056 Brecksville Road for the purchase price amount of \$200,000. This property was transferred to the City in January of 2022.

On February 23, 2022, the City retired \$12,710,000 of outstanding bond anticipation notes by issuing general obligation various purpose improvement bonds. The principal amount of the bonds is \$11,855,000 with a final maturity date of December 1, 2051 and have an interest rate of 3.00 percent to 4.00 percent.

On March 15, 2022, the City passed Resolution number 5264 declaring it necessary to improve certain lands in the city by construction an 8” sanitary sewer and 6” sanitary sewer laterals together with all necessary sanitary appurtenances for the Chippewa Road and Calvin Drive sanitary sewer project. The unfunded cost after the application of grants and City’s share is estimated to be \$1,087,500, which shall be assessed to benefiting property owners.

On April 19, 2022, the City passed Ordinance number 5492 providing for the issuance and sale of one or more series of tax increment financing revenue bonds in the maximum principal amount of \$12,000,000 for the purpose of paying costs of constructing and improving public infrastructure in Valor Acres and the Dalad lands, paying certain financing and other costs of the bonds, and authorizing various related documents and instruments. The City closed this bond issue on May 24, 2022. The principal amount of the bonds is \$9,705,000, with a final maturity date of December 1, 2053 and an interest rate of 5.63 percent.

On May 9, 2022, the City purchased real property from Brant E. Giere in the amount of \$331,500. This property is needed for the Interstate 77 and Miller Road Interchange project and will ultimately be transferred to the Ohio Department of Transportation.

On June 7, 2022, the City passed Ordinance number 5512 providing for the issuance of bond anticipation notes not to exceed \$5,200,000 for the purpose of paying in anticipation of the levy and collection of special assessments for improving certain lands in the city by construction an 8” sanitary sewer and 6” sanitary sewer laterals together with all necessary sanitary appurtenances for the Chippewa Road (State Route 82) and Calvin Drive sanitary sewer project, extending to the termini point of Gen Valley Drive allowing for the removal of the glen valley pump station. The City closed this note issue on June 23, 2022, with a maturity date of June 22, 2023 with an interest rate of 2.32 percent per annum.

On August 16, 2022 the City passed Ordinance number 5337 providing for the issuance and sale of not to exceed \$4,550,000 of notes, in anticipation of the issuance of bonds, for the purpose of paying costs of expanding the interchange at Miller Road and Interstate 77 by constructing, reconstructing, widening, paving, grading, draining, curbing, installing and replacing guardrails, adding lighting and signalization, relocating utilities, constructing storm sewers and related drainage facilities, and, in connection therewith, acquiring rights-of-way, together with all necessary related improvements and appurtenances thereto. The City closed this note issue on September 21, 2022, with a maturity date of September 21, 2023 and an interest rate of 4.00 percent per annum.

**Note 28 – Restatement of Previously Issued Financial Statements**

The financial statements were re-issued due to correction of an error in previously issued statements. Intergovernmental receivable and unearned revenue were decreased by \$712,517 in Governmental Activities and Other Governmental Funds due an overstatement of these accounts within the Local Fiscal Recovery - non-major governmental fund.

**City of Brecksville, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Proportionate Share of the Net Pension Liability*  
*Ohio Public Employees Retirement System - Traditional Plan*  
*Last Eight Years (1) \**

	2021	2020	2019	2018
City's Proportion of the Net Pension Liability	0.04596800%	0.04681500%	0.04989200%	0.05081400%
City's Proportionate Share of the Net Pension Liability	\$6,806,859	\$9,253,302	\$13,664,410	\$7,971,731
City's Covered Payroll	\$6,474,371	\$6,528,964	\$6,738,857	\$6,715,146
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	105.14%	141.73%	202.77%	118.71%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.88%	82.17%	74.70%	84.66%

(1) Although this schedule is intended to show information for ten years, information prior to 2014 is not available. An additional column will be added each year.

\* Amounts presented for each year were determined as of the City's measurement date, which is the prior year end.

See accompanying notes to the required supplementary information.

2017	2016	2015	2014
0.05082200%	0.05089900%	0.05221000%	0.05221000%
\$11,540,812	\$8,816,348	\$6,297,110	\$6,154,879
\$6,569,792	\$6,334,843	\$6,400,950	\$6,342,796
175.66%	139.17%	98.38%	97.04%
77.25%	81.08%	86.45%	86.36%

**City of Brecksville, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Proportionate Share of the Net Pension Asset*  
*Ohio Public Employees Retirement System - Combined Plan*  
*Last Four Years (1) \**

	2021	2020	2019	2018
City's Proportion of the Net Pension Asset	0.02713500%	0.03244700%	0.03353000%	0.02909100%
City's Proportionate Share of the Net Pension Asset	\$78,330	\$67,660	\$37,494	\$39,602
City's Covered Payroll	\$119,586	\$141,943	\$143,407	\$119,146
City's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Payroll	65.50%	47.67%	26.15%	33.24%
Plan Fiduciary Net Position as a Percentage of the Total Pension Asset	157.67%	145.28%	126.64%	137.28%

(1) Although this schedule is intended to show information for ten years, information prior to 2018 is not available. An additional column will be added each year.

\* Amounts presented for each year were determined as of the City's measurement date, which is the prior year end.

See accompanying notes to the required supplementary information.

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**City of Brecksville, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Proportionate Share of the Net OPEB Asset/Liability*  
*Ohio Public Employees Retirement System - Traditional Plan*  
*Last Five Years (1) \**

	2021	2020	2019	2018
City's Proportion of the Net OPEB Asset/Liability	0.04450100%	0.04558800%	0.04856300%	0.04966000%
City's Proportionate Share of the Net OPEB Asset	\$792,820	\$0	\$0	\$0
City's Proportionate Share of the Net OPEB Liability	\$0	\$6,296,886	\$6,331,468	\$5,392,710
City's Covered Payroll	\$6,730,182	\$6,822,382	\$7,043,939	\$7,034,267
City's Proportionate Share of the Net OPEB Asset/Liability as a Percentage of its Covered Payroll	-11.78%	92.30%	89.89%	76.66%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Asset/Liability	115.57%	47.80%	46.33%	54.14%

(1) Although this schedule is intended to show information for ten years, information prior to 2017 is not available. An additional column will be added each year.

\* Amounts presented for each year were determined as of the City's measurement date, which is the prior year end.

See accompanying notes to the required supplementary information.



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2017

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0.04896000%

\$0

\$4,945,126

\$6,765,817

73.09%

54.04%

**City of Brecksville, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Proportionate Share of the Net Pension Liability*  
*Ohio Police and Fire Pension Fund*  
*Last Eight Years (1) \**

	2021	2020	2019	2018
City's Proportion of the Net Pension Liability	0.16189770%	0.16711770%	0.17013500%	0.16985800%
City's Proportionate Share of the Net Pension Liability	\$11,036,710	\$11,257,941	\$13,887,511	\$10,424,952
City's Covered Payroll	\$4,063,213	\$4,076,638	\$3,955,281	\$3,815,346
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	271.63%	276.16%	351.11%	273.24%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.65%	69.89%	63.07%	70.91%

(1) Although this schedule is intended to show information for ten years, information prior to 2014 is not available. An additional column will be added each year.

\* Amounts presented for each year were determined as of the City's measurement date, which is the prior year end.

See accompanying notes to the required supplementary information.

2017	2016	2015	2014
0.16204100%	0.16208000%	0.16886840%	0.16886840%
\$10,263,514	\$10,426,720	\$8,748,087	\$8,224,421
\$3,583,217	\$3,494,644	\$3,429,025	\$3,374,994
286.43%	298.36%	255.12%	243.69%
68.36%	66.77%	71.71%	73.00%

**City of Brecksville, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Proportionate Share of the Net OPEB Liability*  
*Ohio Police and Fire Pension Fund*  
*Last Five Years (1) \**

	2021	2020	2019	2018
City's Proportion of the Net OPEB Liability	0.16189770%	0.16711770%	0.17013500%	0.16985800%
City's Proportionate Share of the Net OPEB Liability	\$1,715,333	\$1,650,743	\$1,549,340	\$9,623,916
City's Covered Payroll	\$4,063,213	\$4,076,638	\$3,955,281	\$3,815,346
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	42.22%	40.49%	39.17%	252.24%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	45.40%	47.08%	46.57%	14.13%

(1) Although this schedule is intended to show information for ten years, information prior to 2017 is not available. An additional column will be added each year.

\* Amounts presented for each year were determined as of the City's measurement date, which is the prior year end.

See accompanying notes to the required supplementary information.

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2017

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0.16204100%

\$7,691,722

\$3,583,217

214.66%

15.96%

**City of Brecksville, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Contributions*  
*Ohio Public Employees Retirement System*  
*Last Nine Years (1)*

	2021	2020	2019	2018
<b>Net Pension Liability - Traditional Plan</b>				
Contractually Required Contribution	\$971,438	\$906,412	\$914,055	\$943,440
Contributions in Relation to the Contractually Required Contribution	<u>(971,438)</u>	<u>(906,412)</u>	<u>(914,055)</u>	<u>(943,440)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll	\$6,938,843	\$6,474,371	\$6,528,964	\$6,738,857
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>
<b>Net Pension Liability - Combined Plan</b>				
Contractually Required Contribution	\$16,061	\$16,742	\$19,872	\$20,077
Contributions in Relation to the Contractually Required Contribution	<u>(16,061)</u>	<u>(16,742)</u>	<u>(19,872)</u>	<u>(20,077)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll	\$114,721	\$119,586	\$141,943	\$143,407
Pension Contributions as a Percentage of Covered Payroll	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>	<u>14.00%</u>
<b>Net OPEB Liability (Asset) - OPEB Plan (3)</b>				
Contractually Required Contribution	\$5,790	\$5,449	\$6,059	\$6,467
Contributions in Relation to the Contractually Required Contribution	<u>(5,790)</u>	<u>(5,449)</u>	<u>(6,059)</u>	<u>(6,467)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll (2)	\$7,198,314	\$6,730,182	\$6,822,382	\$7,043,939
OPEB Contributions as a Percentage of Covered Payroll	<u>0.08%</u>	<u>0.08%</u>	<u>0.09%</u>	<u>0.09%</u>

(1) Although this schedule is intended to show information for ten years, information prior to 2013 is not available. An additional column will be added each year.

(2) The OPEB plan includes the members from the traditional plan, the combined plan and the member directed plan. The member directed pension plan is a defined contribution pension plan; therefore, the pension side is not included above.

(3) Information prior to 2016 is not available.

See accompanying notes to the required supplementary information.

<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$872,969	\$788,375	\$760,181	\$768,114	\$824,563
<u>(872,969)</u>	<u>(788,375)</u>	<u>(760,181)</u>	<u>(768,114)</u>	<u>(824,563)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$6,715,146	\$6,569,792	\$6,334,843	\$6,400,950	\$6,342,796
<u>13.00%</u>	<u>12.00%</u>	<u>12.00%</u>	<u>12.00%</u>	<u>13.00%</u>
\$15,489	\$10,815	\$10,591	\$10,154	\$10,492
<u>(15,489)</u>	<u>(10,815)</u>	<u>(10,591)</u>	<u>(10,154)</u>	<u>(10,492)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$119,146	\$90,125	\$88,258	\$84,617	\$80,708
<u>13.00%</u>	<u>12.00%</u>	<u>12.00%</u>	<u>12.00%</u>	<u>13.00%</u>
\$7,999	\$4,236			
<u>(7,999)</u>	<u>(4,236)</u>			
<u>\$0</u>	<u>\$0</u>			
\$7,034,267	\$6,765,817			
<u>0.11%</u>	<u>0.06%</u>			

**City of Brecksville, Ohio**  
*Required Supplementary Information*  
*Schedule of the City's Contributions*  
*Ohio Police and Fire Pension Fund*  
*Last Ten Years*

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b>Net Pension Liability</b>				
Contractually Required Contribution	\$847,923	\$838,708	\$839,065	\$813,771
Contributions in Relation to the Contractually Required Contribution	<u>(847,923)</u>	<u>(838,708)</u>	<u>(839,065)</u>	<u>(813,771)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered Payroll (1)	\$4,123,657	\$4,063,213	\$4,076,638	\$3,955,281
Pension Contributions as a Percentage of Covered Payroll	<u>20.56%</u>	<u>20.64%</u>	<u>20.58%</u>	<u>20.57%</u>
<b>Net OPEB Liability</b>				
Contractually Required Contribution	\$20,619	\$20,316	\$20,383	\$19,777
Contributions in Relation to the Contractually Required Contribution	<u>(20,619)</u>	<u>(20,316)</u>	<u>(20,383)</u>	<u>(19,777)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
OPEB Contributions as a Percentage of Covered Payroll	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>
Total Contributions as a Percentage of Covered Payroll	<u>21.06%</u>	<u>21.14%</u>	<u>21.08%</u>	<u>21.07%</u>

(1) The City's covered payroll is the same for pension and OPEB.

See accompanying notes to the required supplementary information.



<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
\$784,801	\$736,956	\$722,599	\$706,703	\$589,056	\$485,500
<u>(784,801)</u>	<u>(736,956)</u>	<u>(722,599)</u>	<u>(706,703)</u>	<u>(589,056)</u>	<u>(485,500)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$3,815,346	\$3,583,217	\$3,494,644	\$3,429,025	\$3,374,994	\$3,380,216
<u>20.57%</u>	<u>20.57%</u>	<u>20.68%</u>	<u>20.61%</u>	<u>17.45%</u>	<u>14.36%</u>
\$19,077	\$17,916	\$17,473	\$17,145	\$122,062	\$228,165
<u>(19,077)</u>	<u>(17,916)</u>	<u>(17,473)</u>	<u>(17,145)</u>	<u>(122,062)</u>	<u>(228,165)</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>0.50%</u>	<u>3.62%</u>	<u>6.75%</u>
<u>21.07%</u>	<u>21.07%</u>	<u>21.18%</u>	<u>21.11%</u>	<u>21.07%</u>	<u>21.11%</u>

**City of Brecksville, Ohio**  
*Notes to the Required Supplementary Information*  
*For the Year Ended December 31, 2021*

**Changes in Assumptions – OPERS Pension– Traditional Plan**

Amounts reported beginning in 2019 incorporate changes in assumptions used by OPERS in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in prior years are presented below:

	2019	2018 and 2017	2016 and prior
Wage Inflation	3.25 percent	3.25 percent	3.75 percent
Future Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation	3.25 to 10.75 percent including wage inflation	4.25 to 10.05 percent including wage inflation
COLA or Ad Hoc COLA:			
Pre-January 7, 2013 Retirees	3 percent, simple	3 percent, simple	3 percent, simple
Post-January 7, 2013 Retirees	see below	see below	see below
Investment Rate of Return	7.2 percent	7.5 percent	8 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age	Individual Entry Age

The assumptions related COLA or Ad Hoc COLA for Post-January 7, 2013 Retirees are as follows:

COLA or Ad Hoc COLA, Post-January 7, 2013 Retirees:

2021	0.5 percent, simple through 2021 then 2.15 percent, simple
2020	1.4 percent, simple through 2020 then 2.15 percent, simple
2017 through 2019	3.0 percent, simple through 2018 then 2.15 percent, simple
2016 and prior	3.0 percent, simple through 2018 then 2.80 percent, simple

Amounts reported beginning in 2017 use pre-retirement mortality rates are based on the RP-2014 Employees mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates are based on the RP-2014 Healthy Annuitant mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Post-retirement mortality rates for disabled retirees are based on the RP-2014 Disabled mortality table for males and females, adjusted for mortality improvement back to the observation period base year of 2006. The base year for males and females was then established to be 2015 and 2010, respectively. Mortality rates for a particular calendar year are determined by applying the MP-2015 mortality improvement scale to all of the above described tables.

Amounts reported for 2016 and prior use mortality rates based on the RP-2000 Mortality Table projected 20 years using Projection Scale AA. For males, 105 percent of the combined healthy male mortality rates were used. For females, 100 percent of the combined healthy female mortality rates were used. The mortality rates used in evaluating disability allowances were based on the RP-2000 mortality table with no projections. For males 120 percent of the disabled female mortality rates were used set forward two years. For females, 100 percent of the disabled female mortality rates were used.

**City of Brecksville, Ohio**  
*Notes to the Required Supplementary Information*  
For the Year Ended December 31, 2021

**Changes in Assumptions – OPERS Pension – Combined Plan**

For 2021 and 2020, the Combined Plan had the same change in COLA or Ad Hoc COLA for Post-January 2, 2013 retirees as the Traditional Plan. For 2019, the investment rate of return changed from 7.5 percent to 7.2 percent.

**Changes in Assumptions – OPF Pension**

Amounts reported beginning in 2018 incorporate changes in assumptions used by OPF in calculating the total pension liability in the latest actuarial valuation. These new assumptions compared with those used in 2017 and prior are presented below:

	Beginning in 2018	2017 and Prior
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Investment Rate of Return	8.0 percent	8.25 percent
Projected Salary Increases	3.75 percent to 10.5 percent	4.25 percent to 11 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent	Inflation rate of 3.25 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent	3.00 percent simple; 2.6 percent simple for increases based on the lesser of the increase in CPI and 3 percent

Amounts reported beginning in 2018 use valuation, mortality for non-disabled participants is based on the RP-2014 Total Employee and Healthy Annuitant Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck/Conduent Modified 2016 Improvement Scale. Rates for surviving beneficiaries are adjusted by 120 percent.

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

Amounts reported beginning in 2018 use valuation, mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Buck/Conduent Modified 2016 Improvement Scale.

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

Amounts reported for 2017 and prior use valuation, rates of death were 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.

**City of Brecksville, Ohio**  
*Notes to the Required Supplementary Information*  
*For the Year Ended December 31, 2021*

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**Changes in Assumptions – OPERS OPEB**

Investment Return Assumption:	
Beginning in 2019	6.00 percent
2018	6.50 percent
Municipal Bond Rate:	
2021	2.00 percent
2020	2.75 percent
2019	3.71 percent
2018	3.31 percent
Single Discount Rate:	
2021	6.00 percent
2020	3.16 percent
2019	3.96 percent
2018	3.85 percent
Health Care Cost Trend Rate:	
2021	8.5 percent, initial 3.5 percent, ultimate in 2035
2020	10.5 percent, initial 3.5 percent, ultimate in 2030
2019	10.0 percent, initial 3.25 percent, ultimate in 2029
2018	7.5 percent, initial 3.25 percent, ultimate in 2028

**Changes in Assumptions – OPF OPEB**

Blended Discount Rate:	
2021	2.96 percent
2020	3.56 percent
2019	4.66 percent
2018	3.24 percent

**Changes in Benefit Terms – OPERS OPEB**

On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and non-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for non-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are reflected in 2021.

**Changes in Benefit Terms – OPF OPEB**

For 2019, OPF recognized a change in benefit terms. Under this new model, OPF provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements. This new model replaced the self-insured health care plan used in prior years.

**Combining and Individual  
Fund Statements and Schedules**

## Combining and Individual Fund Statements and Schedules

### Combining Statements - Nonmajor Governmental Funds

#### *Nonmajor Special Revenue Funds*

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

***Motor Vehicle License Tax Fund*** This fund accounts for and reports the City's share of additional motor vehicle registration fees. Expenditures are restricted by State law for the maintenance and repair of streets and bridges within the City.

***Street Repair and Maintenance Fund*** This fund accounts for and reports 92.5 percent of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of streets within the City.

***State Highway Fund*** This fund accounts for and reports 7.5 percent of the State gasoline tax and motor vehicle registration fees restricted for maintenance and repair of State highways within the City.

***Community Center Fund*** This fund accounts for and reports membership fees, program fees, and general fund subsidies committed to the operations of the Community Center.

***Road Maintenance Fund*** This fund accounts for and reports revenues received from the 1 mill Charter Levy. These monies are restricted for the maintenance, repair, reconstruction and improvement of roads within the City.

***Federal Equitable Sharing Fund*** This fund accounts and reports federal forfeiture monies returned to the City restricted for certain law enforcement purposes.

***Enforcement and Education Fund*** This fund accounts for and reports fines and grants restricted to educating the public about the dangers of and enforcing the laws against operating a motor vehicle while under the influence of alcohol and to reinforce the "Say No to Drugs" message. This fund also accounts for and reports contributions and donations and a portion of law enforcement forfeitures committed for the DARE program.

***Court Computerization Fund*** This fund accounts for and reports court fees and fines restricted for the purchase and maintenance of computers for the Mayor's court.

***Natureworks Grants Fund*** This fund accounts for and reports grant monies and investment interest restricted for the purpose of adding recreational facilities.

***Recycling Demo Fund*** This fund accounts for and reports grant monies received from the Ohio Department of Natural Resources plus City matching funds. Expenditures are restricted by the rules set by the Ohio Department of Natural Resources Litter Prevention and Recycling Grant agreement.

***Tree Planting Grants Fund*** This fund accounts for and reports monies collected, which are restricted to the planting of trees within the City's right-of-way.

(continued)

## Combining Statements - Nonmajor Governmental Funds (continued)

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

**Law Enforcement Fund** This fund accounts for and reports restricted monies received from the sale or disposition of seized contraband.

**Law Enforcement Mandatory Drug Fund** This fund accounts for and reports monies received from drug fines and forfeited bonds restricted for drug investigations.

**Police Pension Fund** This fund accounts for and reports amounts paid for police department employees, which are restricted to the State administered disability and pension fund.

**Peace Officer Training Fund** This fund accounts for and reports the collection and disbursement of certain grant funds received from the State of Ohio restricted to certain law enforcement trainings.

**Local Coronavirus Relief Fund** This fund accounts for and reports the State Coronavirus Relief Distribution and expenses restricted to assist with the public health emergency with respect to the Coronavirus Disease 2019 (COVID-19).

**Local Fiscal Recovery Fund** This fund accounts for and reports the Local Fiscal Recovery funds received through the American Rescue Plan Act of 2021 and expenses restricted to respond to the impact of the COVID-19 disease in accordance with said act.

### *Nonmajor Debt Service Funds*

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

**General Obligation Bond Retirement Fund** This fund accounts for and reports transfers in and tax levies that are restricted for the repayment of general obligation debt.

**Special Assessment Bond Retirement Fund** This fund is used to account for and report the collection of special assessments levied against benefited properties restricted for the payment of special assessment related costs.

### *Nonmajor Capital Projects Funds*

Capital projects funds are used to account 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.

**Issue II Fund** This fund accounts for and reports grant monies received from the Ohio Public Works Commission plus City matching funds. Expenditures are restricted to specific projects within the City.

**Recreation Expansion Fund** This fund accounts for and reports 25 percent of building permit revenues assigned for the purchase of equipment and for capital improvements for recreation.

(continued)

**Combining Statements - Nonmajor Governmental Funds (continued)**

***Nonmajor Capital Projects Funds (continued)***

***Public Utility Improvement Fund*** This fund accounts for and reports sanitary sewer tap-in-fees and fees for converting from septic tank to sanitary sewer assigned to costs to repair, construct, and reline any public utility line within the City. This fund also accounts for and reports a portion of water connection fees committed to pay down long-term obligations.

***Fire Ambulance Capital Fund*** This fund accounts for and reports portions of charges for services for ambulance operations provided by the fire department. Expenditures from this fund are committed to the acquisition of fire department equipment.

***Police Station Building Fund*** This fund accounts for and reports monies assigned for the financing, construction, and related costs of improvements to the police station building.



**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*December 31, 2021*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$3,660,015	\$838,219	\$2,219,539	\$6,717,773
Cash and Cash Equivalents:				
In Segregated Accounts	1,900	0	0	1,900
Materials and Supplies Inventory	59,762	0	0	59,762
Accounts Receivable	0	0	40,375	40,375
Interfund Receivable	217	0	0	217
Intergovernmental Receivable	505,553	0	6,000	511,553
Property Taxes Receivable	906,519	0	0	906,519
Special Assessment Receivable	0	964,815	0	964,815
Prepaid Items	3,828	0	0	3,828
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	1,610	0	0	1,610
<i>Total Assets</i>	<u>\$5,139,404</u>	<u>\$1,803,034</u>	<u>\$2,265,914</u>	<u>\$9,208,352</u>
<b>Liabilities</b>				
Accounts Payable	\$102,697	\$0	\$14,817	\$117,514
Contracts Payable	9,377	0	2,054	11,431
Accrued Wages	62,142	0	0	62,142
Payroll Withholdings Payable	387	0	0	387
Intergovernmental Payable	12,544	0	0	12,544
Deposits Held Payable from Restricted Assets	1,610	0	0	1,610
Unearned Revenue	712,517	0	0	712,517
<i>Total Liabilities</i>	<u>901,274</u>	<u>0</u>	<u>16,871</u>	<u>918,145</u>
<b>Deferred Inflows of Resources</b>				
Property Taxes	881,065	0	0	881,065
Unavailable Revenue	378,488	964,815	0	1,343,303
<i>Total Deferred Inflows of Resources</i>	<u>1,259,553</u>	<u>964,815</u>	<u>0</u>	<u>2,224,368</u>
<b>Fund Balances</b>				
Nonspendable	63,590	0	0	63,590
Restricted	2,199,974	838,219	238,945	3,277,138
Committed	715,013	0	1,158,142	1,873,155
Assigned	0	0	851,956	851,956
<i>Total Fund Balances</i>	<u>2,978,577</u>	<u>838,219</u>	<u>2,249,043</u>	<u>6,065,839</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$5,139,404</u>	<u>\$1,803,034</u>	<u>\$2,265,914</u>	<u>\$9,208,352</u>

**City of Brecksville, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Year Ended December 31, 2021*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Property Taxes	\$784,469	\$0	\$0	\$784,469
Charges for Services	892,993	0	358,836	1,251,829
Licenses and Permits	28,860	0	103,567	132,427
Fines and Forfeitures	8,731	0	0	8,731
Intergovernmental	1,138,424	0	0	1,138,424
Special Assessments	0	393,635	0	393,635
Interest	24,613	0	16,666	41,279
Contributions and Donations	8,588	0	0	8,588
Rentals	36,031	0	0	36,031
Miscellaneous	74,126	0	12,140	86,266
<i>Total Revenues</i>	<u>2,996,835</u>	<u>393,635</u>	<u>491,209</u>	<u>3,881,679</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive	0	4,102	0	4,102
Judicial System	4,260	0	0	4,260
Public Safety:				
Police	330,942	0	0	330,942
Street Construction, Maintenance, and Repair	1,379,195	0	0	1,379,195
Housing and Community Development	24,618	0	0	24,618
Basic Utility Services	6,000	0	0	6,000
Recreational Activities	2,003,323	0	0	2,003,323
Capital Outlay	0	0	446,221	446,221
Debt Service:				
Principal Retirement	0	1,520,000	31,155	1,551,155
Interest and Fiscal Charges	0	655,788	0	655,788
Issuance Costs	0	73,546	0	73,546
<i>Total Expenditures</i>	<u>3,748,338</u>	<u>2,253,436</u>	<u>477,376</u>	<u>6,479,150</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(751,503)</u>	<u>(1,859,801)</u>	<u>13,833</u>	<u>(2,597,471)</u>
<b>Other Financing Sources</b>				
Sale of Capital Assets	1,891	0	0	1,891
Premium on Bond Anticipation Notes Issued	0	99,918	0	99,918
Transfers In	1,170,000	1,830,583	15,578	3,016,161
<i>Total Other Financing Sources</i>	<u>1,171,891</u>	<u>1,930,501</u>	<u>15,578</u>	<u>3,117,970</u>
<i>Net Change in Fund Balances</i>	420,388	70,700	29,411	520,499
<i>Fund Balances Beginning of Year</i>	<u>2,558,189</u>	<u>767,519</u>	<u>2,219,632</u>	<u>5,545,340</u>
<i>Fund Balances End of Year</i>	<u>\$2,978,577</u>	<u>\$838,219</u>	<u>\$2,249,043</u>	<u>\$6,065,839</u>

**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*December 31, 2021*

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center	Road Maintenance
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$74,139	\$808,174	\$186,501	\$818,728	\$314,387
Cash and Cash Equivalents:					
In Segregated Accounts	0	0	0	1,900	0
Materials and Supplies Inventory	0	59,762	0	0	0
Interfund Receivable	0	0	0	0	0
Intergovernmental Receivable	17,784	406,008	32,919	282	37,353
Property Taxes Receivable	0	0	0	0	697,327
Prepaid Items	0	0	0	3,828	0
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	0	0	0	1,610	0
<i>Total Assets</i>	<u>\$91,923</u>	<u>\$1,273,944</u>	<u>\$219,420</u>	<u>\$826,348</u>	<u>\$1,049,067</u>
<b>Liabilities</b>					
Accounts Payable	\$350	\$65,643	\$0	\$36,704	\$0
Contracts Payable	0	9,377	0	0	0
Accrued Wages	0	0	0	62,142	0
Payroll Withholdings Payable	0	0	0	387	0
Intergovernmental Payable	0	0	0	12,544	0
Deposits Held Payable from Restricted Assets	0	0	0	1,610	0
Unearned Revenue	0	0	0	0	0
<i>Total Liabilities</i>	<u>350</u>	<u>75,020</u>	<u>0</u>	<u>113,387</u>	<u>0</u>
<b>Deferred Inflows of Resources</b>					
Property Taxes	0	0	0	0	677,742
Unavailable Revenue	11,856	270,672	21,946	0	56,938
<i>Total Deferred Inflows of Resources</i>	<u>11,856</u>	<u>270,672</u>	<u>21,946</u>	<u>0</u>	<u>734,680</u>
<b>Fund Balances</b>					
Nonspendable	0	59,762	0	3,828	0
Restricted	79,717	868,490	197,474	0	314,387
Committed	0	0	0	709,133	0
<i>Total Fund Balances</i>	<u>79,717</u>	<u>928,252</u>	<u>197,474</u>	<u>712,961</u>	<u>314,387</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$91,923</u>	<u>\$1,273,944</u>	<u>\$219,420</u>	<u>\$826,348</u>	<u>\$1,049,067</u>

(continued)

**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*December 31, 2021*

	Federal Equitable Sharing	Enforcement and Education	Court Computerization	Natureworks Grants	Recycling Demo
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$18,750	\$30,854	\$149,816	\$950	\$6,150
Cash and Cash Equivalents:					
In Segregated Accounts	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0
Interfund Receivable	0	0	0	0	0
Intergovernmental Receivable	0	0	0	0	0
Property Taxes Receivable	0	0	0	0	0
Prepaid Items	0	0	0	0	0
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	0	0	0	0	0
<i>Total Assets</i>	<u>\$18,750</u>	<u>\$30,854</u>	<u>\$149,816</u>	<u>\$950</u>	<u>\$6,150</u>
<b>Liabilities</b>					
Accounts Payable	\$0	\$0	\$0	\$0	\$0
Contracts Payable	0	0	0	0	0
Accrued Wages	0	0	0	0	0
Payroll Withholdings Payable	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0
Deposits Held Payable from Restricted Assets	0	0	0	0	0
Unearned Revenue	0	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Deferred Inflows of Resources</b>					
Property Taxes	0	0	0	0	0
Unavailable Revenue	0	0	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>					
Nonspendable	0	0	0	0	0
Restricted	18,750	24,974	149,816	950	6,150
Committed	0	5,880	0	0	0
<i>Total Fund Balances</i>	<u>18,750</u>	<u>30,854</u>	<u>149,816</u>	<u>950</u>	<u>6,150</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$18,750</u>	<u>\$30,854</u>	<u>\$149,816</u>	<u>\$950</u>	<u>\$6,150</u>

Tree Planting Grants	Law Enforcement	Law Enforcement Mandatory Drug	Police Pension	Peace Officer Training	Local Fiscal Recovery	Total Nonmajor Special Revenue Funds
\$102,504	\$85,906	\$42,903	\$297,493	\$10,243	\$712,517	\$3,660,015
0	0	0	0	0	0	1,900
0	0	0	0	0	0	59,762
0	217	0	0	0	0	217
0	0	0	11,207	0	0	505,553
0	0	0	209,192	0	0	906,519
0	0	0	0	0	0	3,828
0	0	0	0	0	0	1,610
<u>\$102,504</u>	<u>\$86,123</u>	<u>\$42,903</u>	<u>\$517,892</u>	<u>\$10,243</u>	<u>\$712,517</u>	<u>\$5,139,404</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$102,697
0	0	0	0	0	0	9,377
0	0	0	0	0	0	62,142
0	0	0	0	0	0	387
0	0	0	0	0	0	12,544
0	0	0	0	0	0	1,610
0	0	0	0	0	712,517	712,517
0	0	0	0	0	712,517	901,274
0	0	0	203,323	0	0	881,065
0	0	0	17,076	0	0	378,488
0	0	0	220,399	0	0	1,259,553
0	0	0	0	0	0	63,590
102,504	86,123	42,903	297,493	10,243	0	2,199,974
0	0	0	0	0	0	715,013
102,504	86,123	42,903	297,493	10,243	0	2,978,577
<u>\$102,504</u>	<u>\$86,123</u>	<u>\$42,903</u>	<u>\$517,892</u>	<u>\$10,243</u>	<u>\$712,517</u>	<u>\$5,139,404</u>

**City of Brecksville, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Year Ended December 31, 2021*

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center	Road Maintenance
<b>Revenues</b>					
Property Taxes	\$0	\$0	\$0	\$0	\$603,424
Charges for Services	0	0	0	892,993	0
Licenses and Permits	0	0	0	7,410	0
Fines and Forfeitures	0	0	0	0	0
Intergovernmental	38,285	922,128	74,766	0	74,706
Interest	718	6,186	1,621	7,916	4,633
Contributions and Donations	0	0	0	8,588	0
Rentals	0	0	0	36,031	0
Miscellaneous	0	0	0	10,195	63,931
<i>Total Revenues</i>	<u>39,003</u>	<u>928,314</u>	<u>76,387</u>	<u>963,133</u>	<u>746,694</u>
<b>Expenditures</b>					
Current:					
General Government:					
Judicial System	0	0	0	0	0
Public Safety:					
Police	0	0	0	0	0
Street Construction, Maintenance, and Repair	17,287	603,879	0	0	758,029
Housing and Community Development	0	0	0	0	0
Basic Utility Services	0	0	0	0	0
Recreational Activities	0	0	0	2,003,198	0
<i>Total Expenditures</i>	<u>17,287</u>	<u>603,879</u>	<u>0</u>	<u>2,003,198</u>	<u>758,029</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>21,716</u>	<u>324,435</u>	<u>76,387</u>	<u>(1,040,065)</u>	<u>(11,335)</u>
<b>Other Financing Sources</b>					
Sale of Capital Assets	0	0	0	1,891	0
Transfers In	0	0	0	1,170,000	0
<i>Total Other Financing Sources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,171,891</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	21,716	324,435	76,387	131,826	(11,335)
<i>Fund Balances Beginning of Year</i>	<u>58,001</u>	<u>603,817</u>	<u>121,087</u>	<u>581,135</u>	<u>325,722</u>
<i>Fund Balances End of Year</i>	<u><u>\$79,717</u></u>	<u><u>\$928,252</u></u>	<u><u>\$197,474</u></u>	<u><u>\$712,961</u></u>	<u><u>\$314,387</u></u>

Federal Equitable Sharing	Enforcement and Education	Court Computerization	Natureworks Grants	Recycling Demo	Tree Planting Grants	Law Enforcement
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
0	0	0	0	0	21,450	0
0	289	5,892	0	0	0	2,390
0	0	0	0	6,000	0	0
203	332	1,593	0	35	0	913
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
203	621	7,485	0	6,035	21,450	3,303
0	0	4,260	0	0	0	0
0	0	0	0	0	0	122
0	0	0	0	0	0	0
0	0	0	0	0	24,618	0
0	0	0	0	6,000	0	0
0	0	0	0	0	0	0
0	0	4,260	0	6,000	24,618	122
203	621	3,225	0	35	(3,168)	3,181
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
203	621	3,225	0	35	(3,168)	3,181
18,547	30,233	146,591	950	6,115	105,672	82,942
\$18,750	\$30,854	\$149,816	\$950	\$6,150	\$102,504	\$86,123

(continued)

**City of Brecksville, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Year Ended December 31, 2021*

	Law Enforcement Mandatory Drug	Police Pension	Peace Officer Training	Local Coronavirus Relief	Total Nonmajor Special Revenue Funds
<b>Revenues</b>					
Property Taxes	\$0	\$181,045	\$0	\$0	\$784,469
Charges for Services	0	0	0	0	892,993
Licenses and Permits	0	0	0	0	28,860
Fines and Forfeitures	160	0	0	0	8,731
Intergovernmental	0	22,414	0	125	1,138,424
Interest	463	0	0	0	24,613
Contributions and Donations	0	0	0	0	8,588
Rentals	0	0	0	0	36,031
Miscellaneous	0	0	0	0	74,126
<i>Total Revenues</i>	<u>623</u>	<u>203,459</u>	<u>0</u>	<u>125</u>	<u>2,996,835</u>
<b>Expenditures</b>					
Current:					
General Government:					
Judicial System	0	0	0	0	4,260
Public Safety:					
Police	0	330,000	820	0	330,942
Street Construction, Maintenance, and Repair	0	0	0	0	1,379,195
Housing and Community Development	0	0	0	0	24,618
Basic Utility Services	0	0	0	0	6,000
Recreational Activities	0	0	0	125	2,003,323
<i>Total Expenditures</i>	<u>0</u>	<u>330,000</u>	<u>820</u>	<u>125</u>	<u>3,748,338</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>623</u>	<u>(126,541)</u>	<u>(820)</u>	<u>0</u>	<u>(751,503)</u>
<b>Other Financing Sources</b>					
Sale of Capital Assets	0	0	0	0	1,891
Transfers In	0	0	0	0	1,170,000
<i>Total Other Financing Sources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,171,891</u>
<i>Net Change in Fund Balances</i>	623	(126,541)	(820)	0	420,388
<i>Fund Balances Beginning of Year</i>	<u>42,280</u>	<u>424,034</u>	<u>11,063</u>	<u>0</u>	<u>2,558,189</u>
<i>Fund Balances End of Year</i>	<u>\$42,903</u>	<u>\$297,493</u>	<u>\$10,243</u>	<u>\$0</u>	<u>\$2,978,577</u>



**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Debt Service Funds*  
*December 31, 2021*

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total Nonmajor Debt Service Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$803,861	\$34,358	\$838,219
Special Assessments Receivable	0	964,815	964,815
<i>Total Assets</i>	<u>\$803,861</u>	<u>\$999,173</u>	<u>\$1,803,034</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	\$0	\$964,815	\$964,815
<b>Fund Balances</b>			
Restricted	<u>803,861</u>	<u>34,358</u>	<u>838,219</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$803,861</u>	<u>\$999,173</u>	<u>\$1,803,034</u>

**City of Brecksville, Ohio**

*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*

*Nonmajor Debt Service Funds*

*For the Year Ended December 31, 2021*

	General Obligation Bond Retirement	Special Assessment Bond Retirement	Total Nonmajor Debt Service Funds
<b>Revenues</b>			
Special Assessments	\$0	\$393,635	\$393,635
<b>Expenditures</b>			
General Government:			
Legislative and Executive	0	4,102	4,102
Debt Service:			
Principal Retirement	1,115,000	405,000	1,520,000
Interest and Fiscal Charges	611,624	44,164	655,788
Issuance Costs	73,546	0	73,546
<i>Total Expenditures</i>	<u>1,800,170</u>	<u>453,266</u>	<u>2,253,436</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,800,170)</u>	<u>(59,631)</u>	<u>(1,859,801)</u>
<b>Other Financing Sources</b>			
Premium on Bond Anticipation Notes Issued	99,918	0	99,918
Transfers In	1,726,625	103,958	1,830,583
<i>Total Other Financing Sources</i>	<u>1,826,543</u>	<u>103,958</u>	<u>1,930,501</u>
<i>Net Change in Fund Balances</i>	26,373	44,327	70,700
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>777,488</u>	<u>(9,969)</u>	<u>767,519</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$803,861</u></u>	<u><u>\$34,358</u></u>	<u><u>\$838,219</u></u>

**City of Brecksville, Ohio**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*December 31, 2021*

	Issue II	Recreation Expansion	Public Utility Improvement	Fire Ambulance Capital	Police Station Building	Total Nonmajor Capital Projects Funds
<b>Assets</b>						
Equity in Pooled Cash and Cash Equivalents	\$238,945	\$110,612	\$886,271	\$947,523	\$36,188	\$2,219,539
Accounts Receivable	0	0	0	40,375	0	40,375
Intergovernmental Receivable	0	0	6,000	0	0	6,000
<i>Total Assets</i>	<u>\$238,945</u>	<u>\$110,612</u>	<u>\$892,271</u>	<u>\$987,898</u>	<u>\$36,188</u>	<u>\$2,265,914</u>
<b>Liabilities</b>						
Accounts Payable	\$0	\$0	\$0	\$14,817	\$0	\$14,817
Contracts Payable	0	0	0	2,054	0	2,054
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>16,871</u>	<u>0</u>	<u>16,871</u>
<b>Fund Balances</b>						
Restricted	238,945	0	0	0	0	238,945
Committed	0	0	187,115	971,027	0	1,158,142
Assigned	0	110,612	705,156	0	36,188	851,956
<i>Total Fund Balances</i>	<u>238,945</u>	<u>110,612</u>	<u>892,271</u>	<u>971,027</u>	<u>36,188</u>	<u>2,249,043</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$238,945</u>	<u>\$110,612</u>	<u>\$892,271</u>	<u>\$987,898</u>	<u>\$36,188</u>	<u>\$2,265,914</u>

**City of Brecksville, Ohio**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Year Ended December 31, 2021*

	Issue II	Recreation Expansion	Public Utility Improvement	Fire Ambulance Capital	Police Station Building	Total Nonmajor Capital Projects Funds
<b>Revenues</b>						
Charges for Services	\$0	\$0	\$0	\$358,836	\$0	\$358,836
Licenses and Permits	0	44,872	58,695	0	0	103,567
Interest	2,748	1,162	2,584	9,780	392	16,666
Miscellaneous	0	0	12,000	140	0	12,140
<i>Total Revenues</i>	<u>2,748</u>	<u>46,034</u>	<u>73,279</u>	<u>368,756</u>	<u>392</u>	<u>491,209</u>
<b>Expenditures</b>						
Capital Outlay	0	29,817	14,853	401,551	0	446,221
Debt Service:						
Principal Retirement	31,155	0	0	0	0	31,155
<i>Total Expenditures</i>	<u>31,155</u>	<u>29,817</u>	<u>14,853</u>	<u>401,551</u>	<u>0</u>	<u>477,376</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(28,407)	16,217	58,426	(32,795)	392	13,833
<b>Other Financing Sources</b>						
Transfers In	15,578	0	0	0	0	15,578
<i>Net Change in Fund Balances</i>	(12,829)	16,217	58,426	(32,795)	392	29,411
<i>Fund Balances Beginning of Year</i>	<u>251,774</u>	<u>94,395</u>	<u>833,845</u>	<u>1,003,822</u>	<u>35,796</u>	<u>2,219,632</u>
<i>Fund Balances End of Year</i>	<u><u>\$238,945</u></u>	<u><u>\$110,612</u></u>	<u><u>\$892,271</u></u>	<u><u>\$971,027</u></u>	<u><u>\$36,188</u></u>	<u><u>\$2,249,043</u></u>

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

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Property Taxes	\$2,063,130	\$2,063,130	\$2,118,082	\$54,952
Municipal Income Taxes	14,492,496	18,379,996	18,583,553	203,557
Charges for Services	99,000	99,000	99,003	3
Licenses and Permits	726,000	946,000	4,063,108	3,117,108
Fines and Forfeitures	242,800	242,800	140,633	(102,167)
Intergovernmental	453,537	558,467	553,748	(4,719)
Interest	150,000	150,000	138,859	(11,141)
Contributions and Donations	1,035,650	35,650	34,380	(1,270)
Rentals	161,647	161,647	157,579	(4,068)
Miscellaneous	457,097	257,131	388,104	130,973
<i>Total Revenues</i>	<u>19,881,357</u>	<u>22,893,821</u>	<u>26,277,049</u>	<u>3,383,228</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Mayor:				
Salaries and Wages	188,585	191,510	189,103	2,407
Fringe Benefits	67,638	72,793	70,992	1,801
Materials and Supplies	1,300	1,300	348	952
Purchased Services	1,300	1,300	426	874
Total Mayor	<u>258,823</u>	<u>266,903</u>	<u>260,869</u>	<u>6,034</u>
Finance Director:				
Salaries and Wages	335,705	335,705	333,052	2,653
Fringe Benefits	141,720	141,720	135,160	6,560
Materials and Supplies	4,367	4,367	1,550	2,817
Purchased Services	5,095	5,095	3,084	2,011
Total Finance Director	<u>486,887</u>	<u>486,887</u>	<u>472,846</u>	<u>14,041</u>
Purchasing Department:				
Salaries and Wages	202,853	202,853	193,217	9,636
Fringe Benefits	81,901	81,901	71,558	10,343
Materials and Supplies	3,000	3,000	1,127	1,873
Purchased Services	1,500	1,500	734	766
Total Purchasing Department	<u>289,254</u>	<u>289,254</u>	<u>266,636</u>	<u>22,618</u>
Legal Department:				
Salaries and Wages	51,894	51,703	50,907	796
Fringe Benefits	20,185	20,376	20,376	0
Contractual Services	190,000	190,000	187,901	2,099
Total Legal Department	<u>\$262,079</u>	<u>\$262,079</u>	<u>\$259,184</u>	<u>\$2,895</u>

(continued)

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Legislative:</b>				
Salaries and Wages	\$194,167	\$194,167	\$187,287	\$6,880
Fringe Benefits	69,341	69,341	66,997	2,344
Contractual Services	12,497	12,497	4,885	7,612
Materials and Supplies	1,000	1,000	435	565
Purchased Services	2,500	2,500	470	2,030
<b>Total Legislative</b>	<b>279,505</b>	<b>279,505</b>	<b>260,074</b>	<b>19,431</b>
<b>Civil Service:</b>				
Salaries and Wages	10,000	10,000	897	9,103
Fringe Benefits	1,545	1,545	139	1,406
Contractual Services	15,000	15,000	9,835	5,165
Materials and Supplies	2,500	2,500	1,356	1,144
<b>Total Civil Service</b>	<b>29,045</b>	<b>29,045</b>	<b>12,227</b>	<b>16,818</b>
<b>Information Technology:</b>				
Salaries and Wages	303,334	220,472	220,472	0
Fringe Benefits	122,597	81,168	78,773	2,395
Contractual Services	58,361	250,361	229,836	20,525
Materials and Supplies	38,129	49,829	28,350	21,479
Purchased Services	43,664	43,664	31,255	12,409
Capital Outlay	0	15,000	9,647	5,353
<b>Total Information Technology</b>	<b>566,085</b>	<b>660,494</b>	<b>598,333</b>	<b>62,161</b>
<b>County Fiscal Officer and Treasurer:</b>				
Contractual Services	83,000	83,000	70,698	12,302
<b>Income Tax Administration:</b>				
Contractual Services	24,000	24,125	24,125	0
Materials and Supplies	1,000	1,000	0	1,000
Purchased Services	1,000	1,000	0	1,000
Other	535,000	669,264	650,491	18,773
<b>Total Income Tax Administration</b>	<b>561,000</b>	<b>695,389</b>	<b>674,616</b>	<b>20,773</b>
<b>Administrative Support:</b>				
Salaries and Wages	45,370	45,370	36,584	8,786
Fringe Benefits	402,593	402,593	308,538	94,055
Contractual Services	931,775	937,775	865,666	72,109
Materials and Supplies	632,958	632,958	387,894	245,064
Purchased Services	11,500	11,500	8,038	3,462
Capital Outlay	48,711	48,711	29,985	18,726
Other	1,256,555	1,293,590	607,248	686,342
<b>Total Administrative Support</b>	<b>\$3,329,462</b>	<b>\$3,372,497</b>	<b>\$2,243,953</b>	<b>\$1,128,544</b>

(continued)

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Land and Building:				
Salaries and Wages	\$1,168,941	\$1,168,941	\$1,141,618	\$27,323
Fringe Benefits	510,903	510,903	484,122	26,781
Contractual Services	102,129	102,129	44,321	57,808
Materials and Supplies	150,154	150,154	86,722	63,432
Purchased Services	748,478	782,478	653,086	129,392
Capital Outlay	28,060	28,060	27,973	87
Other	2,000	2,000	0	2,000
Total Land and Building	2,710,665	2,744,665	2,437,842	306,823
Engineer:				
Salaries and Wages	18,000	18,000	10,193	7,807
Fringe Benefits	2,781	2,781	1,575	1,206
Contractual Services	129,940	129,940	109,782	20,158
Total Engineer	150,721	150,721	121,550	29,171
Total Legislative and Executive	9,006,526	9,320,439	7,678,828	1,641,611
Judicial System:				
Mayor's Court:				
Salaries and Wages	121,970	121,970	112,228	9,742
Fringe Benefits	34,705	34,705	33,418	1,287
Contractual Services	1,000	1,000	0	1,000
Materials and Supplies	6,702	6,702	5,157	1,545
Purchased Services	1,500	1,500	630	870
Total Judicial System	165,877	165,877	151,433	14,444
Total General Government	9,172,403	9,486,316	7,830,261	1,656,055
Public Safety:				
Police:				
Law Enforcement:				
Salaries and Wages	2,952,525	2,952,525	2,827,486	125,039
Fringe Benefits	863,647	863,647	821,976	41,671
Contractual Services	541,365	541,365	508,303	33,062
Materials and Supplies	142,615	142,615	112,930	29,685
Purchased Services	155,010	156,129	124,798	31,331
Capital Outlay	136,346	136,346	134,158	2,188
Total Law Enforcement	\$4,791,508	\$4,792,627	\$4,529,651	\$262,976

(continued)



**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Prisoner Support:				
Contractual Services	\$45,000	\$45,000	\$20,569	\$24,431
Materials and Supplies	1,500	1,500	448	1,052
Total Prisoner Support	46,500	46,500	21,017	25,483
Traffic Control:				
Materials and Supplies	19,793	19,793	9,732	10,061
Purchased Services	57,016	57,016	35,151	21,865
Total Traffic Control	76,809	76,809	44,883	31,926
Street Lighting:				
Purchased Services	110,000	110,000	103,345	6,655
Animal Control:				
Salaries and Wages	58,387	58,387	58,386	1
Fringe Benefits	30,126	30,126	29,056	1,070
Contractual Services	4,000	4,000	3,011	989
Materials and Supplies	1,800	1,800	0	1,800
Purchased Services	6,250	6,250	3,856	2,394
Total Animal Control	100,563	100,563	94,309	6,254
Total Police	5,125,380	5,126,499	4,793,205	333,294
Fire:				
Hydrants:				
Salaries and Wages	16,000	16,000	7,738	8,262
Fringe Benefits	2,472	2,472	1,195	1,277
Contractual Services	1,000	1,000	0	1,000
Materials and Supplies	3,500	3,500	2,094	1,406
Purchased Services	500	500	0	500
Total Fire	23,472	23,472	11,027	12,445
Total Public Safety	5,148,852	5,149,971	4,804,232	345,739
Public Health and Social Services:				
Board of Health:				
Contractual Services	\$74,425	\$74,425	\$74,425	\$0

(continued)

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Cemetery:</b>				
Salaries and Wages	\$125,649	\$125,649	\$104,955	\$20,694
Fringe Benefits	28,843	28,843	26,561	2,282
Materials and Supplies	2,500	2,500	2,500	0
Capital Outlay	6,719	6,719	6,329	390
Other	2,000	2,000	275	1,725
<b>Total Cemetery</b>	<b>165,711</b>	<b>165,711</b>	<b>140,620</b>	<b>25,091</b>
<b>Human Services Department:</b>				
Salaries and Wages	390,253	390,253	366,120	24,133
Fringe Benefits	140,963	140,963	139,685	1,278
Contractual Services	37,100	37,100	1,802	35,298
Materials and Supplies	133,673	133,673	98,084	35,589
Purchased Services	246,378	246,378	195,772	50,606
Other	19,310	19,310	9,654	9,656
<b>Total Human Services Department</b>	<b>967,677</b>	<b>967,677</b>	<b>811,117</b>	<b>156,560</b>
<b>Total Public Health and Social Services</b>	<b>1,207,813</b>	<b>1,207,813</b>	<b>1,026,162</b>	<b>181,651</b>
<b>Street Construction, Maintenance, and Repair:</b>				
<b>Street Repairs and Maintenance:</b>				
Salaries and Wages	896,605	896,605	875,607	20,998
Fringe Benefits	511,765	511,765	485,016	26,749
Contractual Services	0	307	307	0
Materials and Supplies	25,000	24,693	21,462	3,231
<b>Total Street Repairs and Maintenance</b>	<b>1,433,370</b>	<b>1,433,370</b>	<b>1,382,392</b>	<b>50,978</b>
<b>Vehicle Maintenance:</b>				
Salaries and Wages	414,267	434,267	424,766	9,501
Fringe Benefits	177,483	180,573	174,614	5,959
Materials and Supplies	45,000	39,850	34,508	5,342
Purchased Services	157,514	162,664	162,664	0
<b>Total Vehicle Maintenance</b>	<b>794,264</b>	<b>817,354</b>	<b>796,552</b>	<b>20,802</b>
<b>Snow and Ice Removal:</b>				
Salaries and Wages	150,000	150,000	105,810	44,190
Fringe Benefits	23,175	23,175	16,301	6,874
Contractual Services	48,000	48,000	20,267	27,733
Materials and Supplies	35,581	35,581	14,344	21,237
<b>Total Snow and Ice and Removal</b>	<b>256,756</b>	<b>256,756</b>	<b>156,722</b>	<b>100,034</b>
<b>Total Street Construction, Maintenance, and Repair</b>	<b>\$2,484,390</b>	<b>\$2,507,480</b>	<b>\$2,335,666</b>	<b>\$171,814</b>

(continued)

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Housing and Community Development:				
Housing and Building Inspection:				
Salaries and Wages	\$387,415	\$387,415	\$367,526	\$19,889
Fringe Benefits	158,377	158,377	154,349	4,028
Contractual Services	17,500	17,500	15,197	2,303
Materials and Supplies	13,000	13,000	3,028	9,972
Purchased Services	8,658	8,658	4,435	4,223
Other	5,000	5,000	263	4,737
Total Housing and Building Inspection	589,950	589,950	544,798	45,152
Board of Zoning Appeals:				
Contractual Services	5,048	5,048	2,373	2,675
Planning Commission:				
Salaries and Wages	2,500	2,500	2,223	277
Fringe Benefits	386	386	344	42
Contractual Services	7,000	7,000	1,135	5,865
Total Planning Commission	9,886	9,886	3,702	6,184
Urban Forestry:				
Salaries and Wages	280,683	280,683	269,217	11,466
Fringe Benefits	131,474	131,474	125,110	6,364
Contractual Services	31,500	31,500	13,611	17,889
Materials and Supplies	16,000	16,000	6,545	9,455
Purchased Services	13,500	13,500	4,767	8,733
Total Urban Forestry	473,157	473,157	419,250	53,907
Total Housing and Community Development	1,078,041	1,078,041	970,123	107,918
Basic Utility Services:				
Service Department:				
Salaries and Wages	346,737	346,737	341,391	5,346
Fringe Benefits	169,851	169,851	145,508	24,343
Contractual Services	3,500	3,500	3,438	62
Materials and Supplies	18,824	18,824	13,332	5,492
Purchased Services	9,888	9,888	4,274	5,614
Capital Outlay	261,669	407,432	407,432	0
Total Service Department	\$810,469	\$956,232	\$915,375	\$40,857

(continued)

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Solid Waste and Recycling:				
Salaries and Wages	\$556,096	\$556,096	\$537,111	\$18,985
Fringe Benefits	189,178	189,178	176,490	12,688
Contractual Services	399,052	399,052	394,285	4,767
Materials and Supplies	3,716	3,716	3,188	528
Purchased Services	52,000	52,000	50,871	1,129
Capital Outlay	0	110,023	110,023	0
<b>Total Solid Waste and Recycling</b>	<b>1,200,042</b>	<b>1,310,065</b>	<b>1,271,968</b>	<b>38,097</b>
Storm Sewers and Drains:				
Salaries and Wages	59,500	59,500	59,497	3
Fringe Benefits	9,193	9,193	9,170	23
Materials and Supplies	10,000	10,000	3,388	6,612
Purchased Services	20,000	20,000	18,615	1,385
<b>Total Storm Sewers and Drains</b>	<b>98,693</b>	<b>98,693</b>	<b>90,670</b>	<b>8,023</b>
<b>Total Basic Utility Services</b>	<b>2,109,204</b>	<b>2,364,990</b>	<b>2,278,013</b>	<b>86,977</b>
<b>Total Expenditures</b>	<b>21,200,703</b>	<b>21,794,611</b>	<b>19,244,457</b>	<b>2,550,154</b>
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(1,319,346)</i>	<i>1,099,210</i>	<i>7,032,592</i>	<i>5,933,382</i>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	10,000	10,000	10,004	4
Advances In	115,000	115,000	115,000	0
Advances Out	(150,000)	(300,000)	(300,000)	0
Transfers Out	(2,377,084)	(2,422,236)	(2,422,236)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(2,402,084)</b>	<b>(2,597,236)</b>	<b>(2,597,232)</b>	<b>4</b>
<b>Net Change in Fund Balance</b>	<b>(3,721,430)</b>	<b>(1,498,026)</b>	<b>4,435,360</b>	<b>5,933,386</b>
<b>Fund Balance Beginning of Year</b>	<b>12,528,895</b>	<b>12,528,895</b>	<b>12,528,895</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>901,821</b>	<b>901,821</b>	<b>901,821</b>	<b>0</b>
<b>Fund Balance End of Year</b>	<b>\$9,709,286</b>	<b>\$11,932,690</b>	<b>\$17,866,076</b>	<b>\$5,933,386</b>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fire Department Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$1,998,474	\$1,998,474	\$2,051,694	\$53,220
Intergovernmental	272,519	272,519	255,000	(17,519)
Interest	15,000	15,000	15,704	704
Contributions and Donations	0	0	600	600
Miscellaneous	6,757	6,757	1,410	(5,347)
<i>Total Revenues</i>	<u>2,292,750</u>	<u>2,292,750</u>	<u>2,324,408</u>	<u>31,658</u>
<b>Expenditures</b>				
Current:				
Public Safety:				
Fire:				
Salaries and Wages	1,944,438	1,944,438	1,807,495	136,943
Fringe Benefits	830,903	830,903	790,181	40,722
Contractual Services	19,800	20,006	20,006	0
Materials and Supplies	54,459	54,253	46,791	7,462
Purchased Services	106,432	106,432	79,845	26,587
<i>Total Expenditures</i>	<u>2,956,032</u>	<u>2,956,032</u>	<u>2,744,318</u>	<u>211,714</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(663,282)</u>	<u>(663,282)</u>	<u>(419,910)</u>	<u>243,372</u>
<b>Other Financing Sources</b>				
Sale of Capital Assets	500	500	603	103
Transfers In	550,000	550,000	550,000	0
<i>Total Other Financing Sources</i>	<u>550,500</u>	<u>550,500</u>	<u>550,603</u>	<u>103</u>
<i>Net Change in Fund Balance</i>	(112,782)	(112,782)	130,693	243,475
<i>Fund Balance Beginning of Year</i>	1,165,833	1,165,833	1,165,833	0
Prior Year Encumbrances Appropriated	24,467	24,467	24,467	0
<i>Fund Balance End of Year</i>	<u>\$1,077,518</u>	<u>\$1,077,518</u>	<u>\$1,320,993</u>	<u>\$243,475</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Municipal Improvement Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Municipal Income Taxes	\$960,000	\$960,000	\$960,000	\$0
Intergovernmental	503,712	977,451	496,295	(481,156)
Special Assessments	6,631	6,631	6,918	287
Interest	30,000	30,000	16,793	(13,207)
Miscellaneous	3,275,599	3,275,599	500,922	(2,774,677)
<i>Total Revenues</i>	<u>4,775,942</u>	<u>5,249,681</u>	<u>1,980,928</u>	<u>(3,268,753)</u>
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	400	400	68	332
Capital Outlay	6,647,004	7,759,481	3,060,884	4,698,597
<i>Total Capital Outlay</i>	<u>6,647,404</u>	<u>7,759,881</u>	<u>3,060,952</u>	<u>4,698,929</u>
Debt Service:				
Principal Retirement	3,500,000	3,500,000	3,500,000	0
Interest and Fiscal Charges	69,873	69,873	69,872	1
<i>Total Debt Service</i>	<u>3,569,873</u>	<u>3,569,873</u>	<u>3,569,872</u>	<u>1</u>
<i>Total Expenditures</i>	<u>10,217,277</u>	<u>11,329,754</u>	<u>6,630,824</u>	<u>4,698,930</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(5,441,335)</u>	<u>(6,080,073)</u>	<u>(4,649,896)</u>	<u>1,430,177</u>
<b>Other Financing Sources (Uses)</b>				
Bond Anticipation Notes Issued	8,560,000	8,560,000	4,110,000	(4,450,000)
Advances In	150,000	300,000	300,000	0
Advances Out	(100,000)	(100,000)	(100,000)	0
Transfers Out	(401,434)	(401,434)	(401,434)	0
<i>Total Other Financing Sources (Uses)</i>	<u>8,208,566</u>	<u>8,358,566</u>	<u>3,908,566</u>	<u>(4,450,000)</u>
<i>Net Change in Fund Balance</i>	2,767,231	2,278,493	(741,330)	(3,019,823)
<i>Fund Balance Beginning of Year</i>	862,212	862,212	862,212	0
Prior Year Encumbrances Appropriated	322,169	322,169	322,169	0
<i>Fund Balance End of Year</i>	<u>\$3,951,612</u>	<u>\$3,462,874</u>	<u>\$443,051</u>	<u>(\$3,019,823)</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Buildings and Improvements Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Taxes	\$1,700,004	\$1,700,004	\$1,700,004	\$0
Intergovernmental	0	43,688	43,688	0
Interest	10,000	10,000	13,429	3,429
Miscellaneous	996	996	19,867	18,871
<i>Total Revenues</i>	1,711,000	1,754,688	1,776,988	22,300
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	894,097	1,004,379	715,193	289,186
<i>Excess of Revenues Over Expenditures</i>	816,903	750,309	1,061,795	311,486
<b>Other Financing Uses</b>				
Transfers Out	(990,233)	(990,233)	(990,233)	0
<i>Net Change in Fund Balance</i>	(173,330)	(239,924)	71,562	311,486
<i>Fund Balance Beginning of Year</i>	952,790	952,790	952,790	0
Prior Year Encumbrances Appropriated	197,297	197,297	197,297	0
<i>Fund Balance End of Year</i>	<u>\$976,757</u>	<u>\$910,163</u>	<u>\$1,221,649</u>	<u>\$311,486</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Road Improvements Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Municipal Income Taxes	\$360,000	\$360,000	\$360,000	\$0
Interest	5,000	5,000	3,908	(1,092)
Miscellaneous	26,069	26,069	26,069	0
<i>Total Revenues</i>	391,069	391,069	389,977	(1,092)
<b>Expenditures</b>				
Capital Outlay:				
Purchased Services	391,000	391,000	305,067	85,933
<i>Net Change in Fund Balance</i>	69	69	84,910	84,841
<i>Fund Balance Beginning of Year</i>	267,140	267,140	267,140	0
<i>Fund Balance End of Year</i>	<u>\$267,209</u>	<u>\$267,209</u>	<u>\$352,050</u>	<u>\$84,841</u>



**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Recreation Facilities Expansion Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Interest	\$5,000	\$5,000	\$14,165	\$9,165
Miscellaneous	0	0	7,086	7,086
<i>Total Revenues</i>	5,000	5,000	21,251	16,251
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	767,044	817,044	781,047	35,997
Debt Service:				
Principal Retirement	8,600,000	8,600,000	8,600,000	0
Interest and Fiscal Charges	171,045	171,045	171,044	1
Total Debt Service	8,771,045	8,771,045	8,771,044	1
<i>Total Expenditures</i>	9,538,089	9,588,089	9,552,091	35,998
<i>Excess of Revenues Under Expenditures</i>	(9,533,089)	(9,583,089)	(9,530,840)	(19,747)
<b>Other Financing Sources (Uses)</b>				
Bond Anticipation Notes Issued	8,600,000	8,600,000	8,600,000	0
Transfers In	657,084	702,236	702,236	0
Transfers Out	(454,494)	(454,494)	(454,494)	0
<i>Total Other Financing Sources (Uses)</i>	8,802,590	8,847,742	8,847,742	0
<i>Net Change in Fund Balance</i>	(730,499)	(735,347)	(683,098)	52,249
<i>Fund Balance Beginning of Year</i>	683,654	683,654	683,654	0
Prior Year Encumbrances Appropriated	767,044	767,044	767,044	0
<i>Fund Balance End of Year</i>	\$720,199	\$715,351	\$767,600	\$52,249

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Motor Vehicle License Tax Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$36,000	\$36,000	\$38,042	\$2,042
Interest	500	500	718	218
<i>Total Revenues</i>	36,500	36,500	38,760	2,260
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance, and Repair:				
Street Repair and Maintenance:				
Capital Outlay	40,500	40,500	17,287	23,213
<i>Net Change in Fund Balance</i>	(4,000)	(4,000)	21,473	25,473
<i>Fund Balance Beginning of Year</i>	52,316	52,316	52,316	0
<i>Fund Balance End of Year</i>	\$48,316	\$48,316	\$73,789	\$25,473

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Street Repair and Maintenance Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$735,000	\$735,000	\$859,726	\$124,726
Interest	5,000	5,000	6,186	1,186
<i>Total Revenues</i>	740,000	740,000	865,912	125,912
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance, and Repair:				
Snow and Ice Removal:				
Purchased Services	818,393	818,393	648,074	170,319
Capital Outlay	149,032	149,032	149,031	1
<i>Total Expenditures</i>	967,425	967,425	797,105	170,320
<i>Net Change in Fund Balance</i>	(227,425)	(227,425)	68,807	296,232
<i>Fund Balance Beginning of Year</i>	405,456	405,456	405,456	0
Prior Year Encumbrances Appropriated	227,425	227,425	227,425	0
<i>Fund Balance End of Year</i>	\$405,456	\$405,456	\$701,688	\$296,232

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
State Highway Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$60,000	\$60,000	\$69,707	\$9,707
Interest	2,000	2,000	1,621	(379)
<i>Total Revenues</i>	62,000	62,000	71,328	9,328
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance, and Repair:				
Route 21 Center Strip:				
Purchased Services	75,000	75,000	0	75,000
<i>Net Change in Fund Balance</i>	(13,000)	(13,000)	71,328	84,328
<i>Fund Balance Beginning of Year</i>	115,173	115,173	115,173	0
<i>Fund Balance End of Year</i>	\$102,173	\$102,173	\$186,501	\$84,328

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
**Community Center Fund**  
*For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Charges for Services	\$1,109,000	\$1,114,500	\$892,993	(\$221,507)
Licenses and Permits	15,000	15,000	7,410	(7,590)
Interest	9,000	9,000	7,916	(1,084)
Contributions and Donations	8,500	8,500	8,588	88
Rentals	53,000	53,000	36,031	(16,969)
Miscellaneous	107,968	15,468	10,487	(4,981)
<i>Total Revenues</i>	<u>1,302,468</u>	<u>1,215,468</u>	<u>963,425</u>	<u>(252,043)</u>
<b>Expenditures</b>				
Current:				
Recreational Activities:				
Community Center:				
Salaries and Wages	1,457,016	1,457,016	1,005,108	451,908
Fringe Benefits	444,944	444,944	353,737	91,207
Contractual Services	204,547	207,247	152,307	54,940
Materials and Supplies	196,182	188,682	140,778	47,904
Purchased Services	340,191	340,191	319,987	20,204
Capital Outlay	7,920	7,920	7,920	0
Other	128,100	43,100	31,242	11,858
<i>Total Expenditures</i>	<u>2,778,900</u>	<u>2,689,100</u>	<u>2,011,079</u>	<u>678,021</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,476,432)</u>	<u>(1,473,632)</u>	<u>(1,047,654)</u>	<u>425,978</u>
<b>Other Financing Sources</b>				
Sale of Capital Assets	0	0	1,891	1,891
Transfers In	1,170,000	1,170,000	1,170,000	0
<i>Total Other Financing Sources</i>	<u>1,170,000</u>	<u>1,170,000</u>	<u>1,171,891</u>	<u>1,891</u>
<i>Net Change in Fund Balance</i>	<u>(306,432)</u>	<u>(303,632)</u>	<u>124,237</u>	<u>427,869</u>
<i>Fund Balance Beginning of Year</i>	625,621	625,621	625,621	0
Prior Year Encumbrances Appropriated	34,707	34,707	34,707	0
<i>Fund Balance End of Year</i>	<u>\$353,896</u>	<u>\$356,696</u>	<u>\$784,565</u>	<u>\$427,869</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Road Maintenance Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$587,786	\$587,786	\$603,424	\$15,638
Intergovernmental	80,153	80,153	74,706	(5,447)
Interest	5,000	5,000	4,633	(367)
Miscellaneous	63,931	63,931	63,931	0
<i>Total Revenues</i>	736,870	736,870	746,694	9,824
<b>Expenditures</b>				
Current:				
Street Construction, Maintenance, and Repair:				
Street Repair and Maintenance:				
Capital Outlay	750,000	808,673	772,540	36,133
<i>Net Change in Fund Balance</i>	(13,130)	(71,803)	(25,846)	45,957
<i>Fund Balance Beginning of Year</i>	340,233	340,233	340,233	0
<i>Fund Balance End of Year</i>	\$327,103	\$268,430	\$314,387	\$45,957

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Federal Equitable Sharing Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest	\$300	\$300	\$203	(\$97)
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Materials and Supplies	7,000	7,000	0	7,000
<i>Net Change in Fund Balance</i>	(6,700)	(6,700)	203	6,903
<i>Fund Balance Beginning of Year</i>	18,547	18,547	18,547	0
<i>Fund Balance End of Year</i>	<u>\$11,847</u>	<u>\$11,847</u>	<u>\$18,750</u>	<u>\$6,903</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Enforcement and Education Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and Forfeitures	\$1,000	\$1,000	\$289	(\$711)
Intergovernmental	2,400	2,400	0	(2,400)
Interest	440	440	332	(108)
<i>Total Revenues</i>	3,840	3,840	621	(3,219)
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Salaries and Wages	1,600	1,600	0	1,600
Fringe Benefits	335	335	0	335
Materials and Supplies	5,600	5,600	0	5,600
Purchased Services	1,700	1,700	161	1,539
<i>Total Expenditures</i>	9,235	9,235	161	9,074
<i>Net Change in Fund Balance</i>	(5,395)	(5,395)	460	5,855
<i>Fund Balance Beginning of Year</i>	30,194	30,194	30,194	0
Prior Year Encumbrances Appropriated	200	200	200	0
<i>Fund Balance End of Year</i>	\$24,999	\$24,999	\$30,854	\$5,855



**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Court Computerization Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and Forfeitures	\$12,000	\$12,000	\$5,892	(\$6,108)
Interest	2,000	2,000	1,593	(407)
<i>Total Revenues</i>	14,000	14,000	7,485	(6,515)
<b>Expenditures</b>				
Current:				
General Government:				
Judicial System:				
Materials and Supplies	9,000	9,000	4,549	4,451
Purchased Services	5,000	5,000	300	4,700
<i>Total Expenditures</i>	14,000	14,000	4,849	9,151
<i>Net Change in Fund Balance</i>	0	0	2,636	2,636
<i>Fund Balance Beginning of Year</i>	146,831	146,831	146,831	0
<i>Fund Balance End of Year</i>	\$146,831	\$146,831	\$149,467	\$2,636

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Natureworks Grants Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	950	950	950	0
<i>Fund Balance End of Year</i>	\$950	\$950	\$950	\$0

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Recycling Demo Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$6,000	\$6,000	\$6,000	\$0
Interest	50	50	35	(15)
<i>Total Revenues</i>	6,050	6,050	6,035	(15)
<b>Expenditures</b>				
Current:				
Basic Utility Services:				
Rubbish Recycling:				
Materials and Supplies	6,000	6,000	6,000	0
<i>Net Change in Fund Balance</i>	50	50	35	(15)
<i>Fund Balance Beginning of Year</i>	6,115	6,115	6,115	0
<i>Fund Balance End of Year</i>	<u>\$6,165</u>	<u>\$6,165</u>	<u>\$6,150</u>	<u>(\$15)</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Tree Planting Grants Fund*  
*For the Year Ended December 31, 2021*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Licenses and Permits	\$15,000	\$15,000	\$21,450	\$6,450
<b>Expenditures</b>				
Current:				
Housing and Community Development:				
Tree Planting:				
Contractual Services	15,000	10,382	0	10,382
Materials and Supplies	20,000	24,618	24,618	0
<i>Total Expenditures</i>	<u>35,000</u>	<u>35,000</u>	<u>24,618</u>	<u>10,382</u>
<i>Net Change in Fund Balance</i>	(20,000)	(20,000)	(3,168)	(16,832)
<i>Fund Balance Beginning of Year</i>	<u>105,672</u>	<u>105,672</u>	<u>105,672</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$85,672</u></u>	<u><u>\$85,672</u></u>	<u><u>\$102,504</u></u>	<u><u>(\$16,832)</u></u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Law Enforcement Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and Forfeitures	\$5,000	\$5,000	\$2,173	(\$2,827)
Interest	1,500	1,500	913	(587)
<i>Total Revenues</i>	6,500	6,500	3,086	(3,414)
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Materials and Supplies	5,000	5,000	122	4,878
<i>Net Change in Fund Balance</i>	1,500	1,500	2,964	1,464
<i>Fund Balance Beginning of Year</i>	82,942	82,942	82,942	0
<i>Fund Balance End of Year</i>	<u>\$84,442</u>	<u>\$84,442</u>	<u>\$85,906</u>	<u>\$1,464</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Law Enforcement Mandatory Drug Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Fines and Forfeitures	\$0	\$0	\$160	\$160
Interest	500	500	463	(37)
<i>Total Revenues</i>	500	500	623	123
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Materials and Supplies	12,000	12,000	0	12,000
<i>Net Change in Fund Balance</i>	(11,500)	(11,500)	623	12,123
<i>Fund Balance Beginning of Year</i>	42,280	42,280	42,280	0
<i>Fund Balance End of Year</i>	<u>\$30,780</u>	<u>\$30,780</u>	<u>\$42,903</u>	<u>\$12,123</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Pension Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Property Taxes	\$176,336	\$176,336	\$181,045	\$4,709
Intergovernmental	24,046	24,046	22,414	(1,632)
<i>Total Revenues</i>	200,382	200,382	203,459	3,077
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Fringe Benefits	330,000	330,000	330,000	0
Contractual Services	300	300	0	300
<i>Total Expenditures</i>	330,300	330,300	330,000	300
<i>Net Change in Fund Balance</i>	(129,918)	(129,918)	(126,541)	3,377
<i>Fund Balance Beginning of Year</i>	424,034	424,034	424,034	0
<i>Fund Balance End of Year</i>	\$294,116	\$294,116	\$297,493	\$3,377

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Peace Officer Training Fund  
For the Year Ended December 31, 2021*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
Public Safety:				
Police:				
Purchased Services	4,550	4,550	820	3,730
<i>Net Change in Fund Balance</i>	(4,550)	(4,550)	(820)	3,730
<i>Fund Balance Beginning of Year</i>	10,513	10,513	10,513	0
Prior Year Encumbrances Appropriated	550	550	550	0
<i>Fund Balance End of Year</i>	<u>\$6,513</u>	<u>\$6,513</u>	<u>\$10,243</u>	<u>\$3,730</u>



**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Local Coronavirus Relief Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Materials and Supplies	11,010	11,010	11,010	0
Recreational Activities:				
Materials and Supplies	3,102	3,102	3,102	0
<i>Total Expenditures</i>	14,112	14,112	14,112	0
<i>Net Change in Fund Balance</i>	(14,112)	(14,112)	(14,112)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	14,112	14,112	14,112	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Local Fiscal Recovery Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$712,517	\$712,517	\$712,517	\$0
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Other	712,517	712,517	0	712,517
<i>Net Change in Fund Balance</i>	0	0	712,517	712,517
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$712,517</u>	<u>\$712,517</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Obligation Bond Retirement Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Debt Service:				
Principal Retirement	1,115,000	1,115,000	1,115,000	0
Interest and Fiscal Charges	611,625	611,625	611,624	1
Bond Anticipation Notes Issuance Costs	220,000	220,000	73,546	146,454
<i>Total Expenditures</i>	1,946,625	1,946,625	1,800,170	146,455
<i>Excess of Revenues Under Expenditures</i>	(1,946,625)	(1,946,625)	(1,800,170)	146,455
<b>Other Financing Sources</b>				
Premium on Bond Anticipation Notes Issued	100,000	100,000	99,918	(82)
Transfers In	1,726,625	1,726,625	1,726,625	0
<i>Total Other Financing Sources</i>	1,826,625	1,826,625	1,826,543	(82)
<i>Net Change in Fund Balance</i>	(120,000)	(120,000)	26,373	146,373
<i>Fund Balance Beginning of Year</i>	777,488	777,488	777,488	0
<i>Fund Balance End of Year</i>	\$657,488	\$657,488	\$803,861	\$146,373

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Special Assessment Bond Retirement Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Special Assessments	\$421,383	\$421,383	\$414,180	(\$7,203)
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive:				
Purchased Services	7,000	7,000	4,102	2,898
Debt Service:				
Principal Retirement	421,000	421,000	421,000	0
Interest and Fiscal Charges	48,710	48,710	48,709	1
Total Debt Service	469,710	469,710	469,709	1
<i>Total Expenditures</i>	476,710	476,710	473,811	2,899
<i>Excess of Revenues Under Expenditures</i>	(55,327)	(55,327)	(59,631)	(4,304)
<b>Other Financing Sources (Uses)</b>				
Advances Out	(15,000)	(15,000)	(15,000)	0
Transfers In	103,958	103,958	103,958	0
<i>Total Other Financing Sources (Uses)</i>	88,958	88,958	88,958	0
<i>Net Change in Fund Balance</i>	33,631	33,631	29,327	(4,304)
<i>Fund Balance Beginning of Year</i>	5,031	5,031	5,031	0
<i>Fund Balance End of Year</i>	\$38,662	\$38,662	\$34,358	(\$4,304)

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Issue II Fund*  
*For the Year Ended December 31, 2021*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Interest	\$4,000	\$4,000	\$2,748	(\$1,252)
<b>Expenditures</b>				
Capital Outlay:				
Contractual Services	4,000	4,000	0	4,000
Debt Service:				
Principal Retirement	31,157	31,157	31,155	2
<i>Total Expenditures</i>	<u>35,157</u>	<u>35,157</u>	<u>31,155</u>	<u>4,002</u>
<i>Excess of Revenues Under Expenditures</i>	(31,157)	(31,157)	(28,407)	2,750
<b>Other Financing Sources</b>				
Transfers In	15,578	15,578	15,578	0
<i>Net Change in Fund Balance</i>	(15,579)	(15,579)	(12,829)	2,750
<i>Fund Balance Beginning of Year</i>	<u>251,774</u>	<u>251,774</u>	<u>251,774</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$236,195</u>	<u>\$236,195</u>	<u>\$238,945</u>	<u>\$2,750</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Recreation Expansion Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Licenses and Permits	\$40,000	\$40,000	\$53,372	\$13,372
Interest	900	900	1,162	262
<i>Total Revenues</i>	<u>40,900</u>	<u>40,900</u>	<u>54,534</u>	<u>13,634</u>
<b>Expenditures</b>				
Capital Outlay:				
Materials and Supplies	0	19,955	19,955	0
Capital Outlay	71,000	71,000	68,160	2,840
Other	800	800	87	713
<i>Total Expenditures</i>	<u>71,800</u>	<u>91,755</u>	<u>88,202</u>	<u>3,553</u>
<i>Net Change in Fund Balance</i>	(30,900)	(50,855)	(33,668)	17,187
<i>Fund Balance Beginning of Year</i>	<u>85,895</u>	<u>85,895</u>	<u>85,895</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$54,995</u></u>	<u><u>\$35,040</u></u>	<u><u>\$52,227</u></u>	<u><u>\$17,187</u></u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Public Utility Improvement Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Licenses and Permits	\$76,700	\$84,075	\$58,695	(\$25,380)
Interest	1,500	1,500	2,584	1,084
Miscellaneous	5,500	5,500	6,000	500
<i>Total Revenues</i>	<u>83,700</u>	<u>91,075</u>	<u>67,279</u>	<u>(23,796)</u>
<b>Expenditures</b>				
Capital Outlay:				
Contractual Services	50,000	50,000	13,478	36,522
Other	9,375	9,375	7,375	2,000
<i>Total Expenditures</i>	<u>59,375</u>	<u>59,375</u>	<u>20,853</u>	<u>38,522</u>
<i>Net Change in Fund Balance</i>	24,325	31,700	46,426	14,726
<i>Fund Balance Beginning of Year</i>	827,845	827,845	827,845	0
Prior Year Encumbrances Appropriated	6,000	6,000	6,000	0
<i>Fund Balance End of Year</i>	<u>\$858,170</u>	<u>\$865,545</u>	<u>\$880,271</u>	<u>\$14,726</u>

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Fire Ambulance Capital Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Charges for Services	\$250,000	\$250,000	\$337,712	\$87,712
Interest	13,000	13,000	9,780	(3,220)
Miscellaneous	0	0	140	140
<i>Total Revenues</i>	263,000	263,000	347,632	84,632
<b>Expenditures</b>				
Capital Outlay:				
Contractual Services	30,000	30,000	24,209	5,791
Capital Outlay	378,700	390,000	386,326	3,674
<i>Total Expenditures</i>	408,700	420,000	410,535	9,465
<i>Net Change in Fund Balance</i>	(145,700)	(157,000)	(62,903)	94,097
<i>Fund Balance Beginning of Year</i>	703,402	703,402	703,402	0
Prior Year Encumbrances Appropriated	283,905	283,905	283,905	0
<i>Fund Balance End of Year</i>	\$841,607	\$830,307	\$924,404	\$94,097



**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes  
in Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Station Building Fund  
For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest	\$0	\$0	\$392	\$392
<b>Expenditures</b>				
Capital Outlay:				
Capital Outlay	34,169	34,169	0	34,169
<i>Net Change in Fund Balance</i>	(34,169)	(34,169)	392	34,561
<i>Fund Balance Beginning of Year</i>	1,627	1,627	1,627	0
Prior Year Encumbrances Appropriated	34,169	34,169	34,169	0
<i>Fund Balance End of Year</i>	\$1,627	\$1,627	\$36,188	\$34,561

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Self Insurance Fund*  
*For the Year Ended December 31, 2021*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest	\$20,000	\$20,000	\$19,888	(\$112)
Miscellaneous	119,004	119,004	178,848	59,844
<i>Total Revenues</i>	139,004	139,004	198,736	59,732
<b>Expenses</b>				
Purchased Services	7,000	7,000	2,202	4,798
Claims	307,000	307,000	3,634	303,366
<i>Total Expenses</i>	314,000	314,000	5,836	308,164
<i>Net Change in Fund Equity</i>	(174,996)	(174,996)	192,900	367,896
<i>Fund Equity Beginning of Year</i>	1,737,312	1,737,312	1,737,312	0
<i>Fund Equity End of Year</i>	\$1,562,316	\$1,562,316	\$1,930,212	\$367,896

**City of Brecksville, Ohio**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Cemetery Endowment Fund*  
*For the Year Ended December 31, 2021*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$50	\$50	\$37	(\$13)
<b>Expenses</b>				
Materials and Supplies	100	100	0	100
<i>Net Change in Fund Equity</i>	(50)	(50)	37	87
<i>Fund Equity Beginning of Year</i>	3,379	3,379	3,379	0
<i>Fund Equity End of Year</i>	<u>\$3,329</u>	<u>\$3,329</u>	<u>\$3,416</u>	<u>\$87</u>

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## Statistical Section

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

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<b>Contents</b>	<b>Pages(s)</b>
<b><i>Financial Trends</i></b> .....	<b><i>S2 – S11</i></b>
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
<b><i>Revenue Capacity</i></b> .....	<b><i>S12 – S20</i></b>
These schedules contain information to help the reader assess the City's most significant local revenue, the property tax and the municipal income tax.	
<b><i>Debt Capacity</i></b> .....	<b><i>S21 – S25</i></b>
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
<b><i>Demographic and Economic Information</i></b> .....	<b><i>S26 – S31</i></b>
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	
<b><i>Operating Information</i></b> .....	<b><i>S32 – S35</i></b>
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

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

**City of Brecksville, Ohio**  
*Net Position By Component*  
*Last Ten Years*  
*(Accrual Basis of Accounting)*

	2021	2020	2019	2018
Governmental Activities				
Net Investment in Capital Assets	\$85,063,992	\$83,200,864	\$79,168,430	\$78,737,049
Restricted:				
Capital Projects	0	129,740	231,764	1,110,602
Debt Service	967,569	1,175,556	2,023,439	2,479,039
Community Center	N/A	N/A	N/A	N/A
Court Computerization	149,816	146,591	143,943	137,454
Fire Department	1,205,570	1,052,048	466,590	209,281
Police Department	497,562	618,936	579,771	521,130
Road Maintenance	371,325	441,926	393,517	220,836
Street Construction, Maintenance, and Repair	1,575,888	1,035,380	1,147,848	806,269
Other Purposes	112,073	127,615	120,909	124,487
Unrestricted (Deficit)	9,408,776	2,933,760	(3,311,888)	(13,354,556)
<i>Total Governmental Activities Net Position</i>	<u>\$99,352,571</u>	<u>\$90,862,416</u>	<u>\$80,964,323</u>	<u>\$70,991,591</u>

(1) The City reported the impact of GASB Statement No. 68 beginning in 2014.

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



2017 (2)	2016	2015	2014 (1)	2013	2012
\$65,981,738	\$73,353,987	\$69,946,323	\$74,133,853	\$72,417,114	\$70,119,261
7,843,753	590,944	900,027	1,420,845	329,701	232,792
2,771,399	3,474,178	3,973,179	4,415,231	4,805,954	4,901,981
N/A	N/A	N/A	N/A	146,894	N/A
174,606	163,287	150,372	242,043	235,719	N/A
254,211	226,751	148,663	177,816	238,486	99,629
509,726	549,496	524,703	480,237	410,660	N/A
174,144	234,283	218,201	245,463	215,326	345,691
700,642	639,465	731,322	872,497	1,015,590	853,116
122,269	172,873	176,243	159,198	37,646	860,505
(7,158,140)	3,808,154	2,295,237	654,223	16,694,528	15,190,625
<u>\$71,374,348</u>	<u>\$83,213,418</u>	<u>\$79,064,270</u>	<u>\$82,801,406</u>	<u>\$96,547,618</u>	<u>\$92,603,600</u>

**City of Brecksville, Ohio**  
*Changes in Net Position*  
*Last Ten Years*  
*(Accrual Basis of Accounting)*

	2021	2020	2019	2018
<b>Program Revenues</b>				
<b>Governmental Activities:</b>				
Charges for Services:				
General Government:				
Legislative and Executive	\$4,057,572	\$319,617	\$551,325	\$354,788
Judicial System	146,018	131,371	240,670	19,135
Public Safety:				
Police	5,389	3,837	7,885	266,786
Fire	358,836	251,482	310,041	285,673
Public Health and Social Services	85,220	65,481	80,350	52,722
Street Construction, Maintenance, and Repair	6,235	6,162	6,391	106,521
Housing and Community Development	214,773	208,004	202,895	71,849
Basic Utility Services	79,923	201,093	136,565	255,642
Recreational Activities	981,306	655,860	1,079,178	1,064,322
Subtotal - Charges for Services	<u>5,935,272</u>	<u>1,842,907</u>	<u>2,615,300</u>	<u>2,477,438</u>
Operating Grants and Contributions:				
General Government:				
Legislative and Executive	2,300	220,492	650	4,171
Judicial System	0	2,090	0	94
Public Safety:				
Police	88,002	71,942	38,606	26,125
Fire	254,824	516,173	276,465	228,981
Public Health and Social Services	28,754	98,643	18,694	726
Street Construction, Maintenance, and Repair	1,245,588	911,220	985,832	726,372
Housing and Community Development	0	14,431	0	641
Basic Utility Services	6,000	32,882	2,667	6,158
Recreational Activities	8,713	39,483	12,323	9,474
Subtotal - Operating Grants and Contributions	<u>1,634,181</u>	<u>1,907,356</u>	<u>1,335,237</u>	<u>1,002,742</u>
Capital Grants and Contributions:				
General Government				
Legislative and Executive	43,688	5,472,832	0	4,450,772
Public Safety:				
Fire	0	0	0	114,636
Public Health and Social Services	0	0	0	1,079
Street Construction, Maintenance, and Repair	0	930,000	0	229,787
Basic Utility Services	2,270,000	9,467	1,287,054	96,438
Recreational Activities	0	0	0	0
Subtotal - Capital Grants and Contributions	<u>2,313,688</u>	<u>6,412,299</u>	<u>1,287,054</u>	<u>4,892,712</u>
<i>Total Governmental Program Revenues</i>	<u>\$9,883,141</u>	<u>\$10,162,562</u>	<u>\$5,237,591</u>	<u>\$8,372,892</u>

2017	2016	2015	2014	2013	2012
\$276,352	\$344,701	\$359,173	\$354,858	\$840,125	\$2,299,783
16,699	19,564	17,080	18,808	20,172	20,671
227,076	227,804	206,834	333,532	211,069	226,459
291,958	291,535	284,088	234,018	250,218	279,871
46,885	49,812	46,217	44,774	39,658	43,699
91,515	100,066	93,240	95,899	94,951	91,811
52,589	63,540	55,154	43,901	37,370	46,690
174,702	171,080	130,548	117,458	106,846	237,193
1,079,413	1,150,592	995,080	994,881	945,844	1,111,284
2,257,189	2,418,694	2,187,414	2,238,129	2,546,253	4,357,461
5,030	3,834	5,988	200,435	10,319	1,536
105	81	115	1,737	1,327	1,911
44,717	27,355	32,454	29,374	32,227	24,616
228,960	230,305	228,841	244,241	231,789	248,914
826	606	941	727	1,604	239
745,911	749,205	763,645	805,157	1,067,022	735,099
25,643	525	791	25,154	8,917	6,474
4,737	30,886	5,771	6,571	8,198	4,521
10,402	10,844	4,940	14,615	6,557	6,782
1,066,331	1,053,641	1,043,486	1,328,011	1,367,960	1,030,092
0	0	0	4,740	0	0
224,133	0	0	0	0	0
0	0	0	0	0	0
1,259,818	0	0	0	0	0
110,805	1,271,409	2,194,237	1,682,114	735,758	1,302,454
0	0	13,500	0	0	0
1,594,756	1,271,409	2,207,737	1,686,854	735,758	1,302,454
\$4,918,276	\$4,743,744	\$5,438,637	\$5,252,994	\$4,649,971	\$6,690,007

(continued)

**City of Brecksville, Ohio**  
*Changes in Net Position (continued)*  
*Last Ten Years*  
*(Accrual Basis of Accounting)*

	2021	2020	2019	2018
<b>Expenses</b>				
Governmental Activities:				
General Government:				
Legislative and Executive	\$8,941,766	\$8,989,300	\$8,736,365	\$11,336,784
Judicial System	62,931	168,915	206,352	212,850
Public Safety:				
Police	5,196,435	5,232,665	1,543,413	6,725,624
Fire	3,065,057	3,296,619	376,008	3,400,741
Public Health and Social Services	839,300	1,192,513	1,435,281	1,350,715
Street Construction, Maintenance, and Repair	3,603,878	4,421,862	4,871,513	4,615,122
Housing and Community Development	496,099	938,557	1,334,087	1,121,780
Basic Utility Services	1,443,134	2,826,513	2,669,147	2,620,164
Recreational Activities	5,984,955	1,600,150	2,485,063	2,521,106
Interest and Fiscal Charges	686,090	917,419	629,735	535,387
<i>Total Governmental Activities Expenses</i>	<u>30,319,645</u>	<u>29,584,513</u>	<u>24,286,964</u>	<u>34,440,273</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	<u>(20,436,504)</u>	<u>(19,421,951)</u>	<u>(19,049,373)</u>	<u>(26,067,381)</u>
<b>General Revenues and Other Changes in Net Position</b>				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	2,133,425	2,096,864	2,123,999	1,853,125
Fire Department	2,066,553	2,031,160	2,034,107	1,795,019
Road Maintenance	607,795	597,386	598,266	527,936
Police Department	182,355	179,226	179,466	158,398
Municipal Income Taxes levied for:				
General Purposes	18,423,832	17,220,272	18,419,954	15,447,729
Capital Outlay	3,020,004	3,020,004	2,220,004	2,860,004
Grants and Entitlements not Restricted to				
Specific Programs	558,923	1,615,802	1,224,575	411,203
Investment Earnings	(90,398)	607,016	684,761	430,972
Gain on Sale of Capital Assets	0	0	0	0
Miscellaneous	2,024,170	1,952,314	1,412,508	2,171,702
<i>Total Governmental Activities General Revenues</i>	<u>28,926,659</u>	<u>29,320,044</u>	<u>28,897,640</u>	<u>25,656,088</u>
Special Item	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Change in Net Position</b>				
Governmental Activities	<u>\$8,490,155</u>	<u>\$9,898,093</u>	<u>\$9,848,267</u>	<u>(\$411,293)</u>

2017	2016	2015	2014	2013	2012
\$6,962,354	\$6,569,538	\$6,025,851	\$5,586,065	\$5,483,124	\$5,786,026
160,528	139,516	222,456	129,098	97,176	108,293
5,487,502	5,028,825	4,511,969	4,372,780	4,630,560	4,537,860
2,842,061	2,761,668	2,646,098	2,557,376	2,305,771	2,318,180
1,345,241	1,206,467	1,608,683	992,430	1,088,378	1,092,369
4,212,835	3,860,763	3,642,128	4,323,479	4,652,589	3,654,599
1,139,785	852,380	796,624	848,261	795,200	962,912
2,799,212	2,260,630	2,242,264	2,402,003	2,044,860	2,133,946
2,362,129	2,173,693	2,430,087	2,137,156	2,129,059	2,074,033
388,089	297,563	297,843	419,654	400,314	493,021
27,699,736	25,151,043	24,424,003	23,768,302	23,627,031	23,161,239
(22,781,460)	(20,407,299)	(18,985,366)	(18,515,308)	(18,977,060)	(16,471,232)
1,880,670	1,791,350	1,687,653	1,811,854	1,806,589	1,827,272
1,821,727	1,735,188	1,634,162	1,755,072	1,749,910	1,770,008
535,794	510,360	480,721	516,198	514,678	520,591
160,760	153,115	144,202	154,859	154,253	156,178
15,017,616	16,717,227	13,887,608	12,129,661	13,729,250	12,853,245
2,603,334	2,540,000	2,400,000	2,600,000	2,400,000	2,410,000
519,469	434,179	592,098	462,912	1,364,858	1,217,585
286,340	159,788	144,903	74,550	81,848	130,456
4,383	65,078	0	0	58,756	27,112
653,726	450,162	476,450	418,473	1,060,936	468,793
23,483,819	24,556,447	21,447,797	19,923,579	22,921,078	21,381,240
0	0	(6,199,567)	(2,250,000)	0	0
\$702,359	\$4,149,148	(\$3,737,136)	(\$841,729)	\$3,944,018	\$4,910,008

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

	2021	2020	2019	2018
<b>General Fund</b>				
Nonspendable	\$509,335	\$573,045	\$608,036	\$684,633
Committed	201,421	600,337	368,230	1,610,988
Assigned	4,519,566	2,549,000	6,253	13,472
Unassigned	11,892,435	11,929,523	11,493,016	7,516,683
<b>Total General Fund</b>	<u>17,122,757</u>	<u>15,651,905</u>	<u>12,475,535</u>	<u>9,825,776</u>
<b>All Other Governmental Funds</b>				
Nonspendable	119,334	129,237	110,953	146,737
Restricted	4,482,190	3,985,952	3,519,624	2,217,153
Committed	5,165,955	3,466,912	2,484,101	2,119,784
Assigned	3,484,269	5,928,252	5,273,600	2,014,987
Unassigned (Deficit)	0	(1,344,793)	(263,256)	(1,277,509)
<b>Total All Other Governmental Funds</b>	<u>13,251,748</u>	<u>12,165,560</u>	<u>11,125,022</u>	<u>5,221,152</u>
<b>Total Governmental Funds</b>	<u><u>\$30,374,505</u></u>	<u><u>\$27,817,465</u></u>	<u><u>\$23,600,557</u></u>	<u><u>\$15,046,928</u></u>

2017	2016	2015	2014	2013	2012
\$653,650	\$683,505	\$589,306	\$308,324	\$258,918	\$307,263
190,043	169,400	142,318	793,372	145,272	114,187
3,406,744	2,460,460	2,704,811	2,067,087	559,154	544,608
5,563,611	6,516,688	5,069,907	5,491,224	8,722,841	8,383,941
9,814,048	9,830,053	8,506,342	8,660,007	9,686,185	9,349,999
134,448	105,103	107,137	133,664	129,133	136,440
8,594,221	2,193,631	2,147,017	2,201,974	2,618,061	2,202,655
3,517,135	3,636,653	3,573,849	2,561,420	2,877,955	2,070,730
1,546,073	713,255	713,353	556,085	729,938	742,995
0	(1,087,163)	(1,455,542)	0	0	0
13,791,877	5,561,479	5,085,814	5,453,143	6,355,087	5,152,820
\$23,605,925	\$15,391,532	\$13,592,156	\$14,113,150	\$16,041,272	\$14,502,819

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

	2021	2020	2019	2018
<b>Revenues</b>				
Taxes (1)	\$26,692,443	\$25,248,802	\$25,037,902	\$22,713,757
Charges for Services	1,351,006	877,611	1,367,465	1,335,769
Licenses and Permits	4,228,469	819,752	768,888	574,510
Fines and Forfeitures	149,118	130,210	246,540	285,373
Intergovernmental	2,673,669	3,699,199	2,569,884	1,831,409
Special Assessments	421,098	423,583	433,965	440,629
Interest	(110,286)	578,979	647,535	394,589
Contributions and Donations	43,568	5,416,587	54,825	21,287
Rentals	191,477	187,333	192,506	195,911
Miscellaneous	1,106,036	1,484,915	1,285,355	2,065,459
<i>Total Revenues</i>	<u>36,746,598</u>	<u>38,866,971</u>	<u>32,604,865</u>	<u>29,858,693</u>
<b>Expenditures</b>				
Current:				
General Government:				
Legislative and Executive	10,757,310	7,050,415	7,295,921	6,187,449
Judicial System	155,994	152,815	158,801	194,178
Public Safety:				
Police	4,968,967	5,020,631	5,245,953	5,438,717
Fire	2,733,414	2,658,453	2,666,529	2,594,276
Public Health and Social Services	1,016,856	935,186	1,063,834	1,071,758
Street Construction, Maintenance, and Repair	3,691,565	3,878,055	3,410,558	3,334,437
Housing and Community Development	1,011,654	839,243	1,054,064	968,608
Basic Utility Services	2,309,513	1,987,223	1,564,067	1,692,068
Recreational Activities	2,003,323	1,612,350	1,934,197	1,926,370
Capital Outlay	6,307,376	17,849,317	6,740,199	13,331,304
Debt Service:				
Principal Retirement	11,111,155	1,505,578	1,251,767	1,228,603
Interest and Fiscal Charges	870,615	778,235	621,519	528,801
Bond Issuance Costs	73,546	56,977	169,490	0
<i>Total Expenditures</i>	<u>47,011,288</u>	<u>44,324,478</u>	<u>33,176,899</u>	<u>38,496,569</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(10,264,690)</u>	<u>(5,457,507)</u>	<u>(572,034)</u>	<u>(8,637,876)</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	11,812	4,593	10,027	50,343
Gain on Sale of Capital Assets	0	0	0	0
Refunding Bonds Issued	0	0	0	0
General Obligation Bonds Issued	0	0	8,500,000	0
Special Assessment Bonds Issued	0	0	0	0
Bond Anticipation Notes Issued	12,710,000	9,560,000	0	0
Premium on Issuance of Debt	99,918	109,822	615,636	0
OPWC Loan Issued	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Transfers In	4,268,397	4,218,716	3,854,418	3,499,115
Transfers Out	(4,268,397)	(4,218,716)	(3,854,418)	(3,499,115)
<i>Total Other Financing Sources (Uses)</i>	<u>12,821,730</u>	<u>9,674,415</u>	<u>9,125,663</u>	<u>50,343</u>
Special Item	0	0	0	0
<i>Net Change in Fund Balances</i>	<u>\$2,557,040</u>	<u>\$4,216,908</u>	<u>\$8,553,629</u>	<u>(\$8,587,533)</u>
Debt Service as a Percentage of Noncapital Expenditures	27.1%	11.7%	7.2%	6.9%

(1) Includes All Taxes



2017	2016	2015	2014	2013	2012
\$22,875,042	\$22,820,621	\$19,698,588	\$20,648,817	\$19,389,630	\$19,442,490
1,316,865	1,439,170	1,279,220	1,272,274	1,278,936	1,317,669
497,995	479,977	441,223	342,268	309,326	564,218
227,119	261,776	253,729	368,109	299,141	266,067
2,763,597	2,737,344	4,106,032	3,138,374	4,035,155	3,183,232
477,980	499,052	459,522	510,313	949,306	488,399
264,667	141,358	130,922	64,798	75,100	120,244
23,989	21,036	20,482	208,943	6,759	7,895
164,758	172,849	137,112	190,031	67,596	66,677
524,561	332,601	357,138	321,424	958,110	450,563
29,136,573	28,905,784	26,883,968	27,065,351	27,369,059	25,907,454
5,909,340	6,253,951	5,941,020	5,658,375	5,704,562	5,646,837
139,126	131,893	220,781	123,991	93,327	109,800
5,045,643	4,544,489	4,210,229	4,285,136	4,638,749	4,570,485
2,531,150	2,405,316	2,375,886	2,379,842	2,195,067	2,267,257
1,076,825	987,931	949,909	857,569	886,624	880,908
3,218,196	3,192,590	3,214,009	3,225,278	3,670,149	2,872,254
963,735	894,594	812,040	808,555	795,612	863,860
1,906,348	2,048,023	1,911,114	1,809,942	1,759,741	1,949,493
1,892,774	1,786,943	1,756,475	1,869,032	1,848,435	1,803,188
6,503,427	3,588,452	4,634,472	4,297,901	3,124,437	3,981,464
1,368,604	1,069,465	1,035,335	1,005,335	963,884	1,278,884
359,136	282,739	286,576	422,517	394,976	463,528
186,766	0	35,000	0	0	118,151
31,101,070	27,186,386	27,382,846	26,743,473	26,075,563	26,806,109
(1,964,497)	1,719,398	(498,878)	321,878	1,293,496	(898,655)
18,113	14,900	0	0	18,236	30,406
0	65,078	0	0	0	0
0	0	2,640,000	0	0	3,580,000
9,980,000	0	0	0	0	0
0	0	0	0	0	2,005,000
0	0	0	0	0	0
180,777	0	0	0	0	136,940
0	0	0	0	226,721	2,308
0	0	(2,662,116)	0	0	(3,599,685)
4,153,161	2,468,989	2,272,467	2,232,116	3,189,271	2,277,477
(4,153,161)	(2,468,989)	(2,272,467)	(2,232,116)	(3,189,271)	(2,277,477)
10,178,890	79,978	(22,116)	0	244,957	2,154,969
0	0	0	(2,250,000)	0	0
\$8,214,393	\$1,799,376	(\$520,994)	(\$1,928,122)	\$1,538,453	\$1,256,314
7.2%	6.1%	6.2%	6.7%	6.4%	7.9%

**City of Brecksville, Ohio**  
*Assessed Valuation and Estimated Actual Values of Taxable Property*  
*Last Ten Years*

Tax Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2021	\$639,519,870	\$121,639,410	\$2,174,740,800	\$22,541,280	\$25,615,091
2020	550,691,840	109,682,240	1,886,783,086	21,683,560	24,640,409
2019	545,915,280	108,489,980	1,869,729,314	21,159,680	24,045,091
2018	540,608,750	110,240,490	1,859,569,257	20,388,440	23,168,682
2017	482,603,830	100,874,550	1,667,081,086	20,721,470	23,547,125
2016	476,728,340	100,946,970	1,650,500,886	20,463,690	23,254,193
2015	472,551,960	100,539,620	1,637,404,514	19,790,100	22,488,750
2014	453,626,110	124,402,550	1,651,510,457	19,695,230	22,380,943
2013	453,604,210	123,043,670	1,647,565,371	18,850,720	21,421,273
2012	469,788,160	110,239,930	1,657,223,114	17,092,360	19,423,136

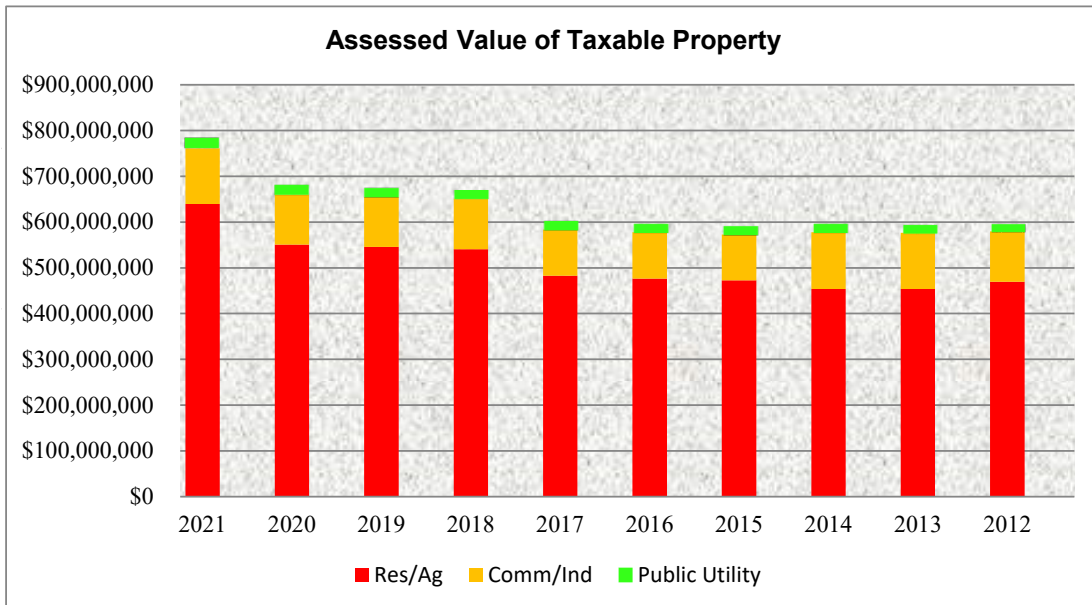
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

The tangible personal property values associated with each year were 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 a 10 percent and a 2 1/2 percent rollback, and homestead exemptions before being billed.

Source: Cuyahoga County, Ohio; County Fiscal Officer

Assessed Value	Total Estimated Actual Value	Ratio	Tax Rate
\$783,700,560	\$2,200,355,891	35.62%	\$8.21
682,057,640	1,911,423,495	35.68	8.21
675,564,940	1,893,774,405	35.67	8.21
671,237,680	1,882,737,939	35.65	8.21
604,199,850	1,690,628,211	35.74	8.21
598,139,000	1,673,755,079	35.74	8.21
592,881,680	1,659,893,264	35.72	8.21
597,723,890	1,673,891,400	35.71	8.21
595,498,600	1,668,986,644	35.68	8.21
597,120,450	1,676,646,251	35.61	8.21



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

	2021	2020	2019	2018
<b>Unvoted Millage</b>				
Operating	\$3.5100	\$3.5100	\$3.5100	\$3.5100
Police Pension	0.3000	0.3000	0.3000	0.3000
<i>Total Unvoted Millage</i>	<u>3.8100</u>	<u>3.8100</u>	<u>3.8100</u>	<u>3.8100</u>
<b>Charter Millage</b>				
1982 Charter/Fire	3.4000	3.4000	3.4000	3.4000
1987 Charter/Road Improvement	1.0000	1.0000	1.0000	1.0000
<i>Total Charter Millage</i>	<u>4.4000</u>	<u>4.4000</u>	<u>4.4000</u>	<u>4.4000</u>
<b>Total Millage</b>	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>
<b>Overlapping Rates by Taxing District</b>				
Brecksville-Broadview Heights City School District				
Residential/Agricultural Real	\$37.1606	\$41.4252	\$41.2320	\$41.4324
Commercial/Industrial and Public Utility Real	46.6584	48.9522	49.4221	49.3920
General Business and Public Utility Personal	82.7900	82.7900	82.6300	82.7900
Cuyahoga Valley Career Center				
Residential/Agricultural Real	2.0000	2.0000	2.0000	2.0000
Commercial/Industrial and Public Utility Real	2.0000	2.0000	2.0000	2.0000
General Business and Public Utility Personal	2.0000	2.0000	2.0000	2.0000
Cuyahoga County Commissioner				
Residential/Agricultural Real	12.2552	14.0063	12.8012	12.7973
Commercial/Industrial and Public Utility Real	13.6706	14.3037	13.2303	13.0770
General Business and Public Utility Personal	14.8500	14.8500	14.0500	14.0500
Special Taxing Districts (1)				
Residential/Agricultural Real	9.0236	10.3637	9.3456	8.9475
Commercial/Industrial and Public Utility Real	10.2402	10.7300	9.7042	9.2104
General Business and Public Utility Personal	11.2800	11.2800	10.2800	9.8800

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 Assessed Value Table, generated to 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.

Charter millage is consistently applied to all types of property as opposed to the voted levies of the overlapping taxing districts.

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

(1) Metro Parks, Port Authority, County Library, Community College

2017	2016	2015	2014	2013	2012
\$3.5100	\$3.5100	\$3.5100	\$3.5100	\$3.5100	\$3.5100
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
3.8100	3.8100	3.8100	3.8100	3.8100	3.8100
3.4000	3.4000	3.4000	3.4000	3.4000	3.4000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.4000	4.4000	4.4000	4.4000	4.4000	4.4000
\$8.2100	\$8.2100	\$8.2100	\$8.2100	\$8.2100	\$8.2100

\$44.8382	\$38.9210	\$38.9563	\$39.9725	\$40.1206	\$40.0657
52.2282	46.2177	46.9105	43.8622	43.2930	43.4617
82.8900	77.0000	77.0000	77.0000	77.2000	77.2000

2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000

13.9141	13.8802	13.8698	14.0500	14.0500	13.2200
14.0060	14.0124	14.0500	14.0195	13.9495	12.9968
14.0500	14.0500	14.0500	14.0500	14.0500	13.2200

9.7637	9.2408	9.2368	9.3643	8.4639	7.5635
9.8422	9.3438	9.3676	9.3401	8.3843	7.4621
9.8800	9.3800	9.3800	9.3800	8.4800	7.5800

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

Year	Total Tax Levy	Current Tax Collections	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections (1)
2021	\$5,755,678	\$5,474,566	95.12%	\$92,467	\$5,567,033
2020	5,661,628	5,421,509	95.76	100,759	5,522,268
2019	5,635,299	5,412,932	96.05	102,676	5,515,608
2018	5,224,588	4,877,119	93.35	128,424	5,005,543
2017	5,161,803	4,774,261	92.49	114,971	4,889,232
2016	4,990,947	4,756,871	95.31	82,375	4,839,246
2015	5,165,687	4,523,952	87.58	87,656	4,611,608
2014	5,219,426	4,532,551	86.84	91,162	4,623,713
2013	5,110,700	4,547,214	88.97	119,432	4,666,646
2012	5,113,165	4,736,054	92.62	122,240	4,858,294

Source: Cuyahoga County, Ohio; County Fiscal Officer

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

Note: The City is 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 this presentation.

<u>Percent of Total Tax Collections To Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes</u>	<u>Percentage of Delinquent Taxes to Total Tax Levy</u>
96.72%	\$160,794	2.79%
97.54	124,912	2.21
97.88	134,611	2.39
95.81	131,149	2.51
94.72	251,692	4.88
96.96	194,442	3.90
89.27	298,803	5.78
88.59	433,570	8.31
91.31	299,280	5.86
95.02	209,355	4.09

**City of Brecksville, Ohio**  
*Principal Real Property Taxpayers*  
 2021 and 2012

Taxpayer	<i>2021</i>	
	Real Property Assessed Valuation	Percentage of Real Property Assessed Valuation
Cleveland Electric Illuminating Company	\$15,889,940	2.09 %
Grand Bay of Brecksville	6,241,280	0.82
Holar Properties, LLC	6,197,530	0.81
Ohio Bell Telephone Company	5,485,550	0.72
Creekview Commons Delaware, LLC	5,254,270	0.69
Gateway Association	5,123,180	0.67
PDM Group, Incorporated	4,984,000	0.66
DP LXI, LLC	3,634,130	0.48
Brecksville Shopping Center	3,630,580	0.48
Treeline, Incorporated	3,131,380	0.41
<b>Total</b>	<b>\$59,571,840</b>	<b>7.83 %</b>

Total Real Property Assessed Valuation \$761,159,280

Taxpayer	<i>2012</i>	
	Real Property Assessed Valuation	Percentage of Real Property Assessed Valuation
Cleveland Electric Illuminating Company	\$16,261,470	2.80 %
Ohio Bell Telephone Company	13,223,500	2.28
Cleveland Cuyahoga	8,118,260	1.40
Grand Bay of Brecksville	7,249,480	1.25
PDM Group, Incorporated	6,476,750	1.12
Gateway Association	6,336,470	1.09
CEI	4,659,100	0.80
Treeline, Incorporated	3,531,570	0.61
Cintas Document Management	3,513,200	0.61
Creekview Commons Delaware, LLC	3,116,720	0.54
<b>Total</b>	<b>\$72,486,520</b>	<b>12.50 %</b>

Total Real Property Assessed Valuation \$580,028,090

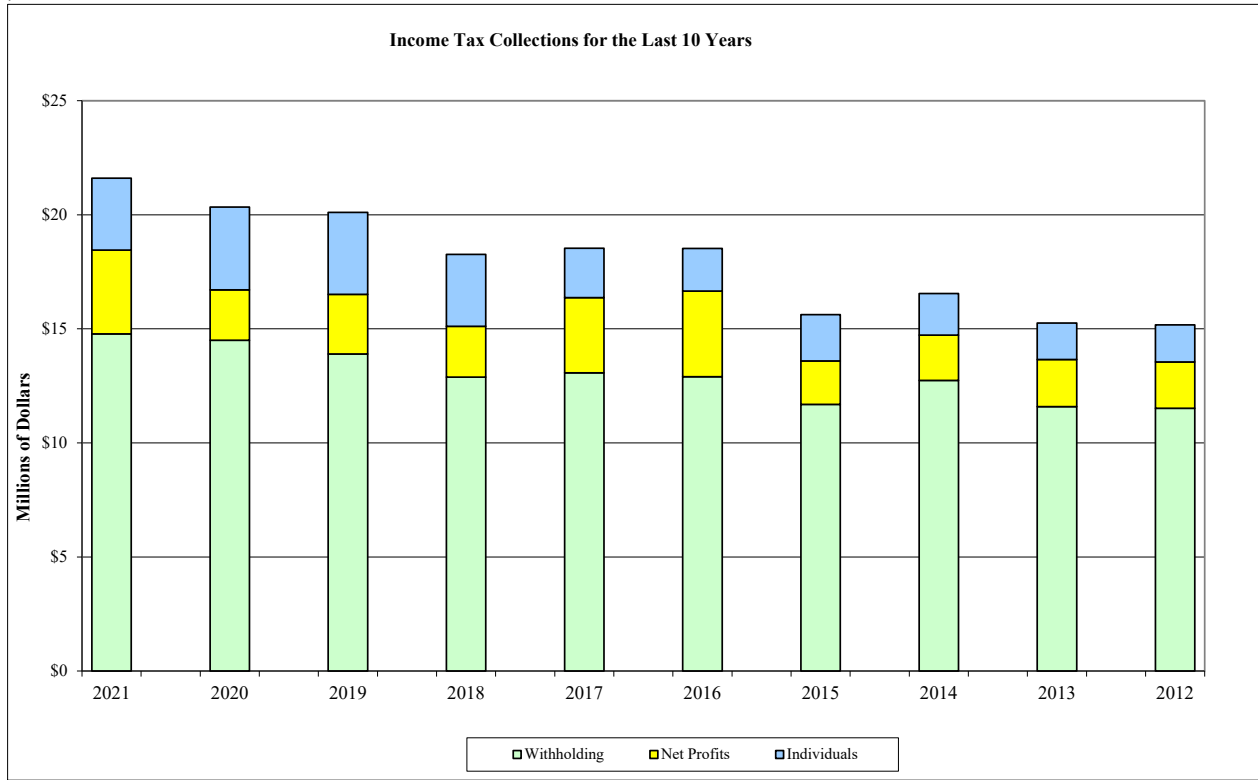
Source: Cuyahoga County Fiscal Officer



**City of Brecksville, Ohio**  
*Income Tax Revenue Base and Collections*  
*(Modified Accrual Basis)*  
*Last Ten Years*

Tax Year	Tax Rate	Total Tax Collected (1)	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2021	2.00%	\$21,603,557	\$14,776,833	68.40%	\$3,672,605	17.00%	\$3,154,119	14.60%
2020	2.00	20,334,466	14,500,508	71.31	2,208,323	10.86	3,625,635	17.83
2019	2.00	20,105,526	13,898,950	69.13	2,609,697	12.98	3,596,879	17.89
2018	2.00	18,258,736	12,881,538	70.55	2,227,566	12.20	3,149,632	17.25
2017	2.00	18,533,341	13,071,973	70.53	3,290,873	17.76	2,170,495	11.71
2016	2.00	18,526,248	12,901,679	69.64	3,755,270	20.27	1,869,298	10.09
2015	2.00	15,617,083	11,683,140	74.81	1,909,969	12.23	2,023,974	12.96
2014	2.00	16,542,412	12,737,657	77.00	1,985,089	12.00	1,819,665	11.00
2013	2.00	15,253,849	11,591,400	75.99	2,059,270	13.50	1,603,179	10.51
2012	2.00	15,175,081	11,514,851	75.88	2,030,426	13.38	1,629,804	10.74

(1) Cash Basis



**City of Brecksville, Ohio**  
*Income Tax Filers by Income Level*  
*Tax Years 2020 and 2012*

Tax Year 2020 (1)(2)				
Income Range	Number of Filers	Percent of Filers	Taxable Income (2)	Percent of Taxable Income
Over \$100,000	2,055	41.41 %	\$551,248,062	83.45 %
75,001-100,000	476	9.59	41,385,748	6.27
50,001-75,000	523	10.54	32,846,275	4.97
25,001-50,000	640	12.89	23,726,743	3.59
Under 25,000	1,269	25.57	11,356,350	1.72
Total	4,963	100.00 %	\$660,563,178	100.00 %

Tax Year 2012 (2)				
Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
Over \$100,000	1,842	34.49 %	\$439,060,031	77.58 %
75,001-100,000	544	10.18	47,078,068	8.32
50,001-75,000	617	11.55	38,089,807	6.73
25,001-50,000	731	13.69	27,002,859	4.77
Under 25,000	1,607	30.09	14,686,661	2.60
Total	5,341	100.00 %	\$565,917,426	100.00 %

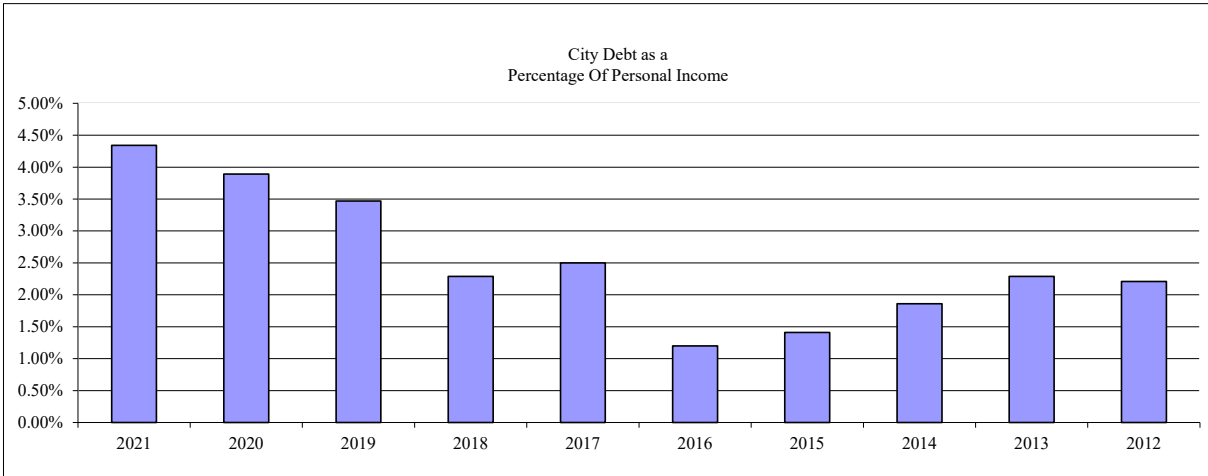
Source: Regional Income Tax Agency Data

(1) Information for 2021 was not available.

(2) Taxable income of residents of the City.

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

Year	General Obligation Bonds	Special Assessment Bonds	Bond Anticipation Notes	OPWC Loans	Total	Total Personal Income (1)	Percentage Of Personal Income	Population (2)	Total Debt Per Capita
2021	\$19,488,835	\$868,806	\$12,809,918	\$234,178	\$33,401,737	\$769,327,605	4.34 %	13,635	\$2,450
2020	20,645,740	1,277,612	9,669,822	265,333	31,858,507	819,149,114	3.89	13,537	2,353
2019	21,772,644	1,686,418	0	280,911	23,739,973	684,102,216	3.47	13,538	1,754
2018	13,528,900	2,075,224	0	317,678	15,921,802	695,057,844	2.29	13,522	1,177
2017	14,346,178	2,454,031	0	371,281	17,171,490	686,808,360	2.50	13,470	1,275
2016	5,067,679	2,907,837	0	424,885	8,400,401	702,293,760	1.20	13,440	625
2015	5,660,919	3,336,643	0	484,350	9,481,912	670,513,930	1.41	13,543	700
2014	6,235,960	3,751,884	0	549,685	10,537,529	566,818,000	1.86	13,568	777
2013	6,788,673	4,160,821	0	615,020	11,564,514	504,512,000	2.29	13,554	853
2012	7,321,387	4,559,758	0	442,183	12,323,328	557,914,651	2.21	13,656	902



(1) Brecksville Finance Department estimates 2012-2021;  
 U.S. Census Bureau  
 (2) Estimates 2012-2021; U.S. Census Bureau

**City of Brecksville, Ohio**  
*Ratio of General Obligation Bonded Debt to Estimated True  
Value of Taxable Property and Bonded Debt Per Capita  
Last Ten Years*

Year	General Obligation Bonds (1)	Estimated True Value of Taxable Property	Ratio of Bonded Debt to Estimated True Value of Taxable Property	Bonded Debt per Capita
2021	\$19,488,835	\$2,200,355,891	0.89%	\$1,429
2020	20,645,740	1,911,423,495	1.08	1,514
2019	21,772,644	1,893,774,405	1.15	1,608
2018	13,528,900	1,882,737,939	0.72	1,001
2017	14,346,178	1,690,628,211	0.85	1,065
2016	5,067,679	1,673,755,079	0.30	377
2015	5,660,919	1,659,893,264	0.34	418
2014	6,235,960	1,673,891,400	0.37	460
2013	6,788,673	1,668,986,644	0.41	497
2012	7,321,387	1,676,646,251	0.44	536

(1) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal; therefore, these resources are not shown as a deduction from general obligation bonded debt.

**City of Brecksville, Ohio**  
*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
December 31, 2021*

	Debt Attributable to Governmental Activities	Percentage Applicable to City (1)	Amount of Direct and Overlapping Debt
Direct Debt:			
City of Brecksville			
General Obligation Bonds	\$19,488,835	100.00%	\$19,488,835
Special Assessment Bonds	868,806	100.00	868,806
Bond Anticipation Notes	12,809,918	100.00	12,809,918
OPWC Loans	234,178	100.00	234,178
Total Direct Debt	<u>33,401,737</u>		<u>33,401,737</u>
Overlapping Debt:			
Payable from Property Taxes:			
Cuyahoga County Bonds	265,599,988	2.15	5,710,400
Regional Transit Authority Bonds	72,303,677	2.15	1,554,529
Brecksville-Broadview Heights City School District Bonds	51,157,030	59.18	30,274,730
Payable from Other Sources:			
Cuyahoga County Revenue Bonds	452,186,168	2.15	9,722,003
Cuyahoga County Loans	199,057,265	2.15	4,279,731
Cuyahoga County Capital Leases	260,966,852	2.15	5,610,787
Brecksville-Broadview Heights City School District Capital Leases	78,040	59.18	46,184
Total Overlapping Debt	<u>1,301,349,020</u>		<u>57,198,364</u>
Total Direct and Overlapping Debt	<u>\$1,334,750,757</u>		<u>\$90,600,101</u>

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

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the City by the total assessed valuation of the government. The valuations used were for the 2021 collection year.

**City of Brecksville, Ohio**  
*Legal Debt Margin Information*  
*Last Ten Years*

	2021	2020	2019	2018
Overall Debt Limitation (10.5% of Assessed Valuation)	\$82,288	\$71,616	\$70,934	\$70,480
Net Debt Within 10.5% Limitations	30,701	31,342	22,983	16,040
Overall Legal Debt Margin Within 10.5% Limitations	<u>\$51,587</u>	<u>\$40,274</u>	<u>\$47,951</u>	<u>\$54,440</u>
Total net debt applicable to the limit as a percentage of debt limit	37.31%	43.76%	32.40%	22.76%
Unvoted Debt Limitation (5.5% of Assessed Valuation)	\$43,103	\$37,513	\$37,156	\$36,918
Net Debt Within 5.5% Limitations	30,701	31,342	22,983	16,040
Unvoted Legal Debt Margin Within 5.5% Limitations	<u>\$12,402</u>	<u>\$6,171</u>	<u>\$14,173</u>	<u>\$20,878</u>
Total net debt applicable to the limit as a percentage of debt limit	71.23%	83.55%	61.86%	43.45%

Amounts are expressed in thousands.

**Legal Debt Margin Calculation for 2021**

	Overall Margin Within 10.5%	Unvoted Margin Within 5.5%
Assessed property value	<u>\$783,700,560</u>	<u>\$783,700,560</u>
Overall Debt Limitation (percentage of assessed valuation)	\$82,288,559	\$43,103,531
Gross Indebtedness	32,604,178	32,604,178
Less: Special Assessment Bonds	(865,000)	(865,000)
OPWC Loans	(234,178)	(234,178)
General Obligation Bond Retirement Fund Balance	(803,861)	(803,861)
Net Debt Within Limitations	<u>\$30,701,139</u>	<u>\$30,701,139</u>
Legal Debt Margin Within Limitations	<u>\$51,587,420</u>	<u>\$12,402,392</u>

Note: Under State of Ohio finance law, the City of Brecksville's outstanding general obligation debt should not exceed 10.5 percent of total assessed property value. In addition, the outstanding general obligation debt net of voted debt should not exceed 5.5 percent of total assessed property value. By law, the general obligation debt subject to the limitation is offset by amounts set aside for repaying general obligation bonds.

2017	2016	2015	2014	2013	2012
\$63,441	\$62,805	\$62,253	\$62,761	\$62,527	\$62,698
18,421	7,185	7,433	7,977	6,537	7,050
<u>\$45,020</u>	<u>\$55,620</u>	<u>\$54,820</u>	<u>\$54,784</u>	<u>\$55,990</u>	<u>\$55,648</u>
29.04%	11.44%	11.94%	12.71%	10.45%	11.24%
\$33,231	\$32,898	\$32,609	\$32,875	\$32,752	\$32,842
18,421	7,185	7,433	7,977	6,537	7,050
<u>\$14,810</u>	<u>\$25,713</u>	<u>\$25,176</u>	<u>\$24,898</u>	<u>\$26,215</u>	<u>\$25,792</u>
55.43%	21.84%	22.79%	24.26%	19.96%	21.47%

**City of Brecksville, Ohio**  
*Demographic and Economic Statistics*  
*Last Ten Years*

Year	Population (1)	Total Personal Income (1)	Median Family Income (1)	Per Capita Income (1)	Unemployment Rate (2)		City Square Miles (3)
					Cuyahoga County	State of Ohio	
2021	13,635	\$769,327,605	\$108,606	\$56,423	4.1%	4.5%	19.57
2020	13,537	819,149,114	108,606	56,423	6.8	5.5	19.57
2019	13,538	684,102,216	105,566	50,532	3.6	4.1	19.57
2018	13,522	695,057,844	101,060	51,402	5.0	4.6	19.57
2017	13,470	686,808,360	98,345	50,988	4.8	4.7	19.57
2016	13,440	702,293,760	100,589	52,254	5.3	4.9	19.57
2015	13,543	670,513,930	93,409	49,510	4.0	4.8	19.57
2014	13,568	566,818,000	95,470	41,776	5.3	4.7	19.57
2013	13,554	504,512,000	111,667	37,222	7.5	7.4	19.57
2012	13,656	557,914,651	91,432	40,855	6.6	6.8	19.57

(1) U.S. Census Bureau

(2) Ohio Bureau of Employment Services; U.S. Department of Labor, Bureau of Labor Statistics; Unemployment rate for the City is unavailable.

(3) City Records



**City of Brecksville, Ohio**  
*Principal Employers*  
*Current Year and Nine Years Ago*

<b>2021</b>			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
PNC Bank NA	Banking Services	1,014	7.08 %
Crosscounty Mortgage, Incorporated	Financial Services	980	6.85
Lubrizol Advanced Materials/ Lubrizol Corporation	Chemical Technology	567	3.96
American Medical Technology	Medical Equipment	529	3.69
House of LaRose/LRMG	Beverage Distribution	399	2.79
Brecksville-Broadview Heights City School District	Public Education	326	2.28
Curtis-Wright Flow Control	Manufacturing	218	1.52
First Energy/Illuminating Company	Electric Utility	187	1.31
NVR/ Ryan Homes, Incorporated	Construction	156	1.09
AT&T/Ohio Bell	Communication Services	220	1.54
Total		<u>4,596</u>	<u>32.11 %</u>
Total Employment within the City		<u>14,312</u>	

<b>2012</b>			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
AT&T/Ohio Bell	Communication Services	1,189	8.39 %
PNC Bank NA	Banking Services	1,086	7.66
Lubrizol Advanced Materials/ Lubrizol Corporation	Chemical Technology	842	5.94
First Energy/Illuminating Company	Electric Utility	447	3.16
Brecksville-Broadview Heights City School District	Public Education	418	2.95
House of LaRose	Beverage Distribution	329	2.32
Defense Finance	Financial Services	308	2.17
Ryan Homes Incorporated	Construction	245	1.73
Curtis-Wright Flow Control	Manufacturing	219	1.55
Cuyahoga Valley Joint Vocational School District	Vocational Education	183	1.29
Total		<u>5,266</u>	<u>37.16 %</u>
Total Employment within the City		<u>14,171</u>	

Source: Regional Income Tax Agency and a survey conducted by the City.

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

Function/Program	2021	2020	2019	2018
<b>General Government</b>				
Council	4.5	4.5	4.5	4.5
Mayor	1.5	2.0	2.0	2.0
Finance	4.0	4.0	4.0	4.0
Income Tax	N/A	N/A	N/A	N/A
Purchasing	2.0	3.0	2.0	2.0
Legal	1.5	1.0	1.0	1.0
Mayor's Court	1.5	1.5	1.5	1.5
Technology	2.0	4.0	3.5	3.5
Engineering	N/A	N/A	0.5	0.5
Administrative Support	1.0	1.0	1.0	1.0
<b>Public Safety</b>				
Police	31.0	34.5	34.0	40.0
Fire	24.0	20.0	24.5	23.0
<b>Recreational Activities</b>				
Community Center	51.0	24.0	49.5	40.0
Senior/Community Services	4.5	4.0	4.5	4.5
<b>Street Construction, Maintenance and Repair Service</b>				
	46.5	49.5	54.5	52.0
<b>Housing and Community Development</b>				
Building Inspection	6.5	6.0	7.0	6.5
<b>Basic Utility Services</b>				
Housekeeping	11.5	11.0	11.5	9.5
<b>Totals:</b>	<u>193.0</u>	<u>170.0</u>	<u>205.5</u>	<u>195.5</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee as of December 31.

Source: Finance Department

2017	2016	2015	2014	2013	2012
4.5	4.5	4.5	4.5	4.5	4.5
2.0	2.0	2.0	2.0	2.0	2.0
4.0	4.0	4.0	4.0	3.5	3.5
N/A	N/A	N/A	0.5	0.5	0.5
2.0	2.0	2.0	2.0	2.0	2.0
1.0	1.5	1.5	1.5	1.5	1.5
1.5	1.5	1.5	1.5	1.5	1.5
3.0	3.0	3.0	3.0	3.0	3.0
0.0	1.0	1.0	1.0	1.0	1.0
3.0	2.0	2.0	1.5	1.5	1.5
41.0	41.5	41.5	42.5	41.5	44.5
26.0	26.0	28.5	27.0	28.0	27.5
31.0	49.0	34.5	36.5	37.5	42.5
5.0	4.5	5.0	5.5	5.0	5.5
42.5	43.0	46.0	44.0	46.0	46.0
6.5	6.5	7.0	6.5	6.0	6.0
10.5	10.5	11.0	11.5	11.5	12.0
183.5	202.5	195.0	195.0	196.5	205.0

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

Function/Program	2021	2020	2019	2018
<b>General Government</b>				
Building Department Vehicles	3	3	4	4
Other Department Vehicles	4	4	4	4
<b>Police</b>				
Stations	1	1	1	1
Square Footage of Building	28,817	6,577	6,577	6,577
Vehicles	23	23	23	23
<b>Fire</b>				
Stations	1	1	1	1
Square Footage of Building	17,674	17,674	17,674	17,674
Vehicles	11	11	11	14
<b>Street Construction, Maintenance and Repair</b>				
Streets (lane miles)	191	191	191	191
Urban Forestry Vehicles	4	4	4	3
Other Public Services Vehicles	71	67	63	64
<b>Recreational Activities</b>				
Recreation Center	1	1	1	1
Recreation Center Square Footage	65,000	65,000	65,000	65,000
Number of Parks	4	4	3	3
Number of Baseball Diamonds	7	7	7	7
Number of Playgrounds	4	4	4	4
Number of Tennis Courts	3	3	3	3
Number of Soccer Fields	5	5	5	5
Vehicles	2	2	4	4
<b>Housing and Community Development</b>				
Human Services Center Square Footage	29,000	29,000	29,000	29,000
Vehicles	3	4	4	4

Source: Finance Department

2017	2016	2015	2014	2013	2012
4	4	5	5	4	5
4	4	4	4	5	4
1	1	1	1	1	1
6,577	6,577	6,577	6,577	6,577	6,577
23	22	22	22	22	22
1	1	1	1	1	1
17,674	17,674	17,674	17,674	17,674	17,674
14	13	15	14	14	14
191	191	189	189	189	189
3	3	3	3	3	3
65	64	62	58	59	57
1	1	1	1	1	1
65,000	65,000	65,000	65,000	65,000	65,000
3	3	3	3	3	3
7	7	7	7	6	6
5	5	5	5	5	5
3	3	3	3	3	3
5	5	5	5	5	5
4	4	4	4	4	4
29,000	29,000	29,000	29,000	29,000	29,000
5	5	5	5	5	6

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

Function/Program	2021	2020	2019	2018
<b>Police:</b>				
Police Expenditures (in thousands)	\$4,946	\$4,862	\$5,264	\$5,242
Total Arrests	1,259	991	2,185	2,761
Part One Offenses	22	60	60	54
OVI Arrests	22	32	22	39
Prisoners	76	68	182	272
Motor Vehicle Accidents	184	147	211	211
Calls for Service	12,180	10,710	15,861	15,004
Incidents per Citizen	1.0079	0.8871	1.3693	1.1096
Cost per Citizen	\$362.74	\$359.16	\$388.83	\$387.66
<b>Fire:</b>				
Fire Expenditures (in thousands)	\$2,742	\$2,409	\$2,637	\$2,600
Emergency Responses	1,729	1,484	1,605	1,537
Fire Safety Inspections	164	110	263	331
Fire Protection Systems Inspected	92	55	31	46
Building Fire Protection Plans Reviewed	8	4	11	10
Percentage of Business Inspected	28%	21%	40%	33%
Number of Community Programs	83	79	187	201
Emergency Responses per Citizen	0.1462	0.1221	0.1411	0.1137
Cost per Citizen	\$201.10	\$177.96	\$194.79	\$192.28
Street Lights Expenditures (in thousands)	\$103	\$101	\$102	\$103
Cost per Acre of Streetlights	\$8.24	\$8.08	\$8.16	\$8.24
<b>Public Health Services:</b>				
Health Department (in thousands)	\$74	\$74	\$65	\$59
Health Cost per Citizen	\$5.43	\$5.47	\$4.80	\$4.36
<b>Recreational Activities:</b>				
Blossom Hill (in thousands)	\$277	\$263	\$300	\$284
Community Center (in thousands)	1,987	1,554	1,884	1,931
Total Leisure Service Cost (in thousands)	\$2,264	\$1,817	\$2,184	\$2,215
Cost per Citizen	\$166.04	\$134.22	\$161.32	\$163.81
Community Center Square Feet	65,000	65,000	65,000	65,000
Square Feet per Citizen	4.77	4.80	4.80	4.81
Total Recreational Revenue (in thousands)	\$956	\$671	\$1,041	\$1,036
Community Center Members	3,708	2,410	5,087	5,689
Total Participations	143,986	91,750	155,954	171,844
Fitness Class Participations	6,813	4,274	15,312	16,817
Participations per Citizen	10.56	6.78	11.52	12.71
Cost per Participation	\$15.72	\$19.80	\$14.00	\$12.89
Revenue per Participation	\$6.64	\$7.31	\$6.68	\$6.03
<b>Housing and Community Development:</b>				
Human Services (in thousands)	\$799	\$749	\$828	\$876
Cost per Citizen	\$58.60	\$55.33	\$61.16	\$64.78
Human Services Square Feet	29	29,000	29,000	29,000
Square Feet per Member	18.13	17.58	16.83	17.30
Total Human Services Revenue (in thousands)	\$90	\$104	\$78	\$104
Human Services Members	1,600	1,650	1,723	1,676
Total Participations	6,525	6,727	32,300	30,349
Participations per Citizen	0.48	0.50	2.39	2.24
Cost per Member	\$499.38	\$453.94	\$480.56	\$522.67

2017	2016	2015	2014	2013	2012
\$4,747	\$4,218	\$4,030	\$4,065	\$3,916	\$3,956
2,300	2,716	2,382	2,534	3,308	3,009
68	79	72	78	74	96
35	45	36	36	50	47
399	555	541	593	857	931
231	243	191	188	152	206
15,198	13,515	12,643	12,646	14,349	13,708
1.3535	1.0056	0.9260	0.9260	1.0510	1.0040
\$352.41	\$313.84	\$295.11	\$297.67	\$286.76	\$289.69
\$2,532	\$2,432	\$2,453	\$2,385	\$2,355	\$2,244
1,601	1,623	1,471	1,398	1,246	1,318
322	132	484	381	337	308
49	47	44	46	78	42
14	16	9	6	3	5
32%	25%	44%	37%	33%	31%
197	190	184	188	172	140
0.1189	0.1208	0.1077	0.1024	0.0912	0.0965
\$187.97	\$180.95	\$179.63	\$174.65	\$172.42	\$164.31
\$104	\$106	\$109	\$108	\$129	\$116
\$8.30	\$8.48	\$8.72	\$8.64	\$10.28	\$9.26
\$54	\$54	\$54	\$54	\$52	\$52
\$4.01	\$4.02	\$3.95	\$3.95	\$3.84	\$3.84
\$281	\$264	\$285	\$261	\$279	\$223
1,907	1,845	1,811	1,931	2,054	1,808
\$2,188	\$2,109	\$2,096	\$2,192	\$2,333	\$2,031
\$162.44	\$156.92	\$153.49	\$160.52	\$170.89	\$148.75
65,000	65,000	65,000	65,000	65,000	65,000
4.83	4.84	4.76	4.76	4.76	4.76
\$1,035	\$1,110	\$933	\$1,032	\$977	\$1,157
5,721	5,669	5,814	5,979	6,200	6,242
175,130	172,277	171,917	173,042	173,308	192,970
17,067	18,833	18,602	16,534	22,603	23,521
13.00	12.82	12.59	12.67	12.69	14.13
\$10.89	\$10.71	\$10.53	\$11.16	\$11.85	\$9.37
\$5.91	\$6.44	\$5.43	\$5.96	\$5.64	\$5.99
\$905	\$844	\$805	\$863	\$838	\$707
\$67.19	\$63.00	\$59.00	\$63.00	\$61.00	\$52.00
29,000	29,000	29,000	29,000	29,000	29,000
21.53	21.48	27.08	19.89	23.37	15.65
\$97	\$116	\$87	\$93	\$88	\$89
1,230	1,350	1,071	1,458	1,241	1,853
32,130	31,719	42,202	51,168	50,961	42,942
2.39	2.36	3.09	3.75	3.73	3.14
\$735.77	\$625.19	\$751.63	\$591.91	\$675.33	\$381.33

(continued)

**City of Brecksville, Ohio**  
*Operating Indicators by Function/Program (continued)*  
*Last Ten Years*

Function/Program	2021	2020	2019	2018
<b>Housing and Community Development:</b>				
Planning and Zoning (in thousands)	\$6	\$6	\$3	\$4
Housing and Building Inspection (in thousands)	\$545	\$504	\$582	\$560
Cost per Citizen	\$40.41	\$37.67	\$43.21	\$41.71
Building Permits - Residential	980	984	891	966
Dollar Value of Permits (in thousands)	\$28,462	\$32,179	\$23,405	\$27,773
Building Permits - Commercial	101	98	134	150
Dollar Value of Permits (in thousands)	\$8,695	\$56,306	\$16,702	\$8,794
Engineering (in thousands)	\$122	\$156	\$106	\$102
Engineering Reviews				
New Topo Reviews	31	35	26	37
Revised Topo Reviews	29	28	16	38
Retaining Wall Reviews	3	6	5	6
Plat Reviews	7	7	5	6
Other Reviews	100	87	90	93
Builder Grades	49	39	48	57
Landscaping Grades	6	12	13	9
Total All Reviews	225	214	203	246
Number of Trees Planted	245	115	177	126
Number of Trees Removed	96	114	104	70
Cemetery Internments	59	51	52	47
Grave Purchases/Interment Payments (in thousands)	\$24	\$23	\$13	\$21
<b>Street Construction, Maintenance and Repair:</b>				
Street Maintenance (in thousands)	\$1,382	\$1,149	\$1,294	\$1,207
Snow and Ice Removal (in thousands)	\$145	\$156	\$178	\$130
Streets (lane miles)	191	191	191	191
Cost per mile of street	\$7.99	\$6.83	\$7.71	\$6.32
Feet of street per capita	73.96	69.46	74.49	74.58
Asphalt Usage (in tons)	7,284	5,418	4,892	8,407
Asphalt Cost per ton	\$65.00	\$63.50	\$63.50	\$60.00
Salt Usage (in tons)	6,800	6,100	8,265	8,323
Concrete Used (in cubic yards)	4,145	7,495	4,355	1,652
Brush/Grass/Yard Waste Collected (in cubic yard)	1,745	1,319	1,580	2,162
Leaves Collected (in cubic yards)	10,045	10,190	9,521	8,990
<b>General Government:</b>				
Law (in thousands)	\$259	\$338	\$248	\$292
Cost per budget dollar	\$0.0042	\$0.0049	\$0.0044	\$0.0051
Finance (in thousands)	\$473	\$446	\$443	\$424
Cost per budget dollar	\$0.0077	\$0.0064	\$0.0079	\$0.0074
Purchasing (in thousands)	\$266	\$233	\$212	\$212
Cost per employee	\$1,378.24	\$1,370.59	\$1,031.63	\$1,084.40
Lands and Buildings (in thousands)	\$1,398	\$1,274	\$1,166	\$1,045
Cost per citizen	\$102.53	\$94.11	\$86.13	\$77.28
Mayor's Office (in thousands)	\$261	\$227	\$196	\$227
Council (in thousands)	\$260	\$258	\$251	\$254

Source: Finance Department



2017	2016	2015	2014	2013	2012
\$5	\$7	\$4	\$7	\$6	\$5
\$554	\$528	\$518	\$471	\$462	\$454
\$41.50	\$40.00	\$38.00	\$35.00	\$34.00	\$34.00
952	859	761	742	826	853
\$22,705	\$22,412	\$17,387	\$12,356	\$4,307	\$9,648
205	202	183	167	213	208
\$18,220	\$8,932	\$7,826	\$12,140	\$12,250	\$10,818
\$122	\$104	\$135	\$138	\$187	\$339
26	28	31	8	6	7
23	30	36	14	13	9
9	8	3	2	12	7
8	8	3	2	6	4
110	90	73	56	43	51
50	31	25	12	9	6
5	9	8	6	5	3
231	204	179	100	94	87
267	323	211	134	163	92
203	240	124	757	98	157
41	61	31	45	64	54
\$14	\$24	\$16	\$19	\$38	\$43
\$1,143	\$1,074	\$1,048	\$923	\$1,182	\$1,070
\$142	\$149	\$191	\$240	\$169	\$97
191	191	189	189	189	189
\$6.73	\$6.40	\$6.56	\$6.15	\$7.15	\$6.18
74.87	75.04	73.08	73.08	73.08	73.08
6,090	6,755	8,062	12,481	9,926	5,576
\$57.75	\$54.75	\$55.00	\$55.00	\$60.75	\$60.75
6,501	8,553	10,950	11,745	10,270	4,920
1,141	5,140	6,888	10,934	6,151	5,239
1,450	1,375	1,403	2,657	1,478	1,743
7,705	9,050	8,221	8,440	7,222	7,710
\$262	\$256	\$252	\$251	\$231	\$304
\$0.0048	\$0.0061	\$0.0079	\$0.0083	\$0.0072	\$0.0077
\$430	\$411	\$393	\$352	\$339	\$319
\$0.0079	\$0.0097	\$0.0123	\$0.0112	\$0.0105	\$0.0080
\$202	\$196	\$195	\$177	\$175	\$168
\$1,100.82	\$967.90	\$835.12	\$758.03	\$747.46	\$720.77
\$1,054	\$1,187	\$1,090	\$818	\$742	\$651
\$78.25	\$88.32	\$79.82	\$59.90	\$54.35	\$47.65
\$266	\$257	\$249	\$237	\$235	\$234
\$257	\$260	\$258	\$249	\$249	\$250

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# OHIO AUDITOR OF STATE KEITH FABER



**CITY OF BRECKSVILLE**

**CUYAHOGA COUNTY**

## **AUDITOR OF STATE OF OHIO CERTIFICATION**

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



**Certified for Release 11/10/2022**

88 East Broad Street, Columbus, Ohio 43215  
Phone: 614-466-4514 or 800-282-0370

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