



OHIO AUDITOR OF STATE
KEITH FABER



CITY OF WESTLAKE
CUYAHOGA COUNTY
DECEMBER 31, 2021

TABLE OF CONTENTS

| TITLE | PAGE |
|--|------|
| Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i> | 1 |
| Attachment: Annual Comprehensive Financial Report | |

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OHIO AUDITOR OF STATE KEITH FABER



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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 Westlake
Cuyahoga County
27700 Hilliard Blvd
Westlake, Ohio 44145

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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Westlake, Cuyahoga County, (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 29, 2022, wherein we 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.

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 29, 2022

City of Westlake, Ohio

Annual Comprehensive Financial Report

For the year ended December 31, 2021





City of Westlake, Ohio

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

Prepared by the Department of Finance
Prashant R. Shah, Director
Terria L. Kneisel, Assistant Director

City of Westlake, Ohio
Annual Comprehensive Financial Report
For the Year Ended December 31, 2021
Table of Contents

| | <i>Page</i> |
|--|-------------|
| I. Introductory Section | |
| Title Page | i |
| Table of Contents | ii |
| Letter of Transmittal | vi |
| Organizational Chart Departments..... | xiv |
| Organizational Chart Commissions | xv |
| List of Principal Officials..... | xvi |
| GFOA Certificate of Achievement | xvii |
| II. Financial Section | |
| Independent Auditor’s Report..... | 1 |
| Management’s Discussion and Analysis..... | 5 |
| Basic Financial Statements: | |
| Government-wide Financial Statements: | |
| Statement of Net Position | 21 |
| Statement of Activities..... | 22 |
| Fund Financial Statements: | |
| Balance Sheet - Governmental Funds..... | 24 |
| Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities | 25 |
| Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds | 26 |
| Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities | 27 |
| Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual: General Fund | 28 |
| Statement of Fund Net Position - Proprietary Funds | 29 |
| Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Funds..... | 30 |
| Statement of Cash Flows - Proprietary Funds | 31 |
| Statement of Fiduciary Net Position - Custodial Fund | 32 |

| | |
|--|-----|
| Statement of Changes in Fiduciary Net Position - Custodial Fund | 33 |
| Notes to the Basic Financial Statements | 34 |
| Required Supplementary Information: | |
| Schedule of the City's Proportionate Share of the Net Pension Liability - OPERS - Traditional Plan – Last Eight Years | 90 |
| Schedule of the City's Proportionate Share of the Net Pension Asset - OPERS - Combined Plan – Last Four Years | 92 |
| Schedule of the City's Proportionate Share of the Net Pension Liability - OP&F - Last Eight Years | 94 |
| Schedule of the City's Proportionate Share of the Net OPEB Liability - OPERS - Last Five Years | 96 |
| Schedule of the City's Proportionate Share of the Net OPEB Liability - OP&F - Last Five Years | 98 |
| Schedule of the City's Contributions - OPERS - Last Nine Years | 100 |
| Schedule of the City's Contributions - OP&F - Last Ten Years | 102 |
| Notes to the Required Supplementary Information | 104 |
| Combining and Individual Fund Statements and Schedules: | |
| Combining Statements - Nonmajor Funds: | |
| Fund Descriptions | 107 |
| Combining Balance Sheet - Other Governmental Funds | 110 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Other Governmental Funds | 111 |
| Combining Balance Sheet - Nonmajor Special Revenue Funds | 112 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds | 116 |
| Combining Balance Sheet - Nonmajor Debt Service Funds | 120 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Debt Service Funds | 121 |
| Combining Balance Sheet - Nonmajor Capital Projects Funds | 122 |
| Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds | 124 |

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

Major Funds:

| | |
|--|-----|
| General Fund | 127 |
| TIF Bond Retirement Fund | 134 |
| Infrastructure Tax Fund | 135 |
| Community Center Construction Fund | 136 |
| Sewer Fund..... | 137 |
| Golf Course Fund | 138 |

Nonmajor Funds:

| | |
|--|-----|
| Street Maintenance Fund..... | 139 |
| State Highway Fund | 140 |
| Permissive Motor Vehicle License Fund..... | 141 |
| Police Pension Fund | 142 |
| Fire Pension Fund..... | 143 |
| Police and Fire Operating Fund..... | 144 |
| Law Enforcement Fund | 145 |
| Mandatory Drug Fines Fund | 146 |
| Alcohol Education Fund..... | 147 |
| Juvenile Diversion Fund..... | 148 |
| Federal Equitable Fund | 149 |
| Coronavirus Relief Fund | 150 |
| Recreation Fund | 151 |
| Central Dispatch Fund..... | 152 |
| Emergency Medical Service Fund..... | 153 |
| Cemetery Investment Fund..... | 154 |
| Westlake/Bay Ecological Fund | 155 |
| City Donations Fund | 156 |
| Swimming Pool Operation Fund | 157 |
| Senior/Community Service Fund | 158 |
| Cemetery Operating Fund | 159 |
| Reserve for Compensated Absences Fund | 160 |
| General Obligation Bond Retirement Fund..... | 161 |
| Special Assessment Bond Retirement Fund..... | 162 |
| Issue II Bond Retirement Fund..... | 163 |
| Storm Drainage Fund | 164 |
| American Greetings Fund..... | 165 |
| Market Square Fund | 166 |
| Issue II Improvement Fund | 167 |
| Impact Fees Fund | 168 |
| Grants Fund | 169 |
| Sidewalks Fund | 170 |
| Recreation Center Construction Fund | 171 |
| Hospitalization Fund | 172 |

III. Statistical Section

| | |
|---|----|
| Contents | S1 |
| Net Position by Component - Last Ten Years | S2 |
| Changes in Net Position - Last Ten Years | S4 |
| Fund Balances, Governmental Funds - Last Ten Years..... | S8 |

| | |
|---|-----|
| Changes in Fund Balances, Governmental Funds - Last Ten Years | S10 |
| Property Tax Rates - Direct and Overlapping Governments - Last Ten Collection Years | S12 |
| Assessed Valuation and Estimated True Values of Taxable Property - Last Ten Years | S14 |
| Property Tax Levies and Collections - Last Ten Years | S16 |
| Principal Taxpayers - 2021 and 2012 | S17 |
| Income Tax Revenue Base and Collections - Last Ten Years | S18 |
| Income Tax Statistics - 2021 and Nine Years Ago | S19 |
| Ratio of Outstanding Debt to Total Personal Income and Debt per Capita - Last Ten Years | S20 |
| Ratio of General Obligation Bonded Debt to Estimated Actual Value and Bonded Debt Per Capita - Last Ten Years..... | S22 |
| Computation of Direct and Overlapping Governmental Activities Debt – December 31, 2021 | S23 |
| Legal Debt Margin - Last Ten Years | S24 |
| Pledged Revenue Coverage - American Greetings Fund - Last Seven Years..... | S26 |
| Principal Employers - 2021 and 2012..... | S27 |
| Demographic and Economic Statistics - Last Ten Years | S28 |
| Full-Time Equivalent City Government Employees by Function/Program - Last Ten Years..... | S30 |
| Operating Indicators by Function/Program - Last Ten Years | S32 |
| Capital Asset Statistics by Function/Program - Last Ten Years | S34 |



FINANCE DEPARTMENT

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June 29, 2022

Members of City Council
Citizens of Westlake, Ohio

We are pleased to submit the annual comprehensive financial report of the City of Westlake for the year ended December 31, 2021.

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

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

Keith Faber, Auditor of State of Ohio has issued an unmodified (“clean”) opinion on the City of Westlake’s financial statements for the year ended December 31, 2021. The Independent Auditor’s Report is located at the front of the financial section of this report.

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

HISTORY OF WESTLAKE

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

GENERAL INFORMATION

Situated in the western reach of Cuyahoga County, Westlake is a suburb of Cleveland, Ohio, thirteen miles from downtown. Per the 2020 census, the current population is estimated at 34,228. The total land area is 15.9 square miles. Proximity to Interstate highways I-80, I-90, and I-480 and to Cleveland Hopkins International Airport makes Westlake a desirable locality for residents and commercial enterprises.

City Hall is situated in the center of the City. The Police Department is located adjacent to City Hall and two fire stations serve the east and west sides of the City. The Recreation Center, situated in an eighty-five acre park setting, includes five indoor swimming pools, a gymnasium, community and craft rooms, an indoor track, fitness area, and an outdoor playground. The outside grounds feature tennis courts, pickleball courts, baseball and soccer fields, sand volleyball courts, nature trails, a sun deck and a picnic area with a lake. A new 28,000 square foot Community Center which opened its doors in 2021 is situated on the grounds next to the Recreation Center and features a café, multiple classrooms, an exercise room and a 144-seat auditorium. The City operates and owns Meadowood Golf Course and five parks are located within the City. An outdoor pool at Clague Park was razed in 2018 and was replaced with a state-of-the-art new Aquatic Center which opened in May, 2019. An eco-friendly Service Center facility was completed in 2006.

FORM OF GOVERNMENT

Westlake operates and is governed by the laws of the State of Ohio and its own charter that was first adopted by the electorate on November 6, 1956. The charter provides for a mayor-council form of government. Legislative authority is vested in a seven-member council. The Council is composed of a president who is elected at-large and six councilpersons elected by wards. All members of Council serve in a part-time capacity for four-year terms. The City's chief executive and administrative officer is the Mayor who is elected to a four-year term and serves in a full-time capacity. The Mayor may veto legislation passed by Council. A two-thirds vote of all members of Council is required to override a veto. As administrator, he appoints all department heads with the exception of the Law Director which is an elected position. The mayor is ultimately responsible for the operation of all departments and divisions.

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

The **Police Department** enforces local, state, and federal laws in addition to protecting citizens and their property. The department takes a community oriented policing approach that has been met with great success. Numerous programs are offered to citizens and students. The department, which is headed by the Chief of Police, consists of two divisions. The Field Operations Division oversees jail operations, animal control, dispatchers, school guards, park patrol officers, and the auxiliary police as well as the staff of patrol officers. The Administrative Services Division is comprised of the Detective Bureau, Records Clerk, Property and Evidence Specialist, and a Building and Vehicle Technician.

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

The **Service Department** is comprised of several divisions administered by a director. The City Service Division is responsible for the maintenance of all City vehicles, buildings and signs, and snow and leaf removal. The Storm/Sanitary Sewers Division maintains proper drainage control. The Parks Division maintains all parks and includes forestry services. The Streets Division is responsible for all non-contractual street repairs. Leaf humus and wood chips are generated from the collection of yard waste.

The City outsources rubbish and recycling services in addition to grass maintenance. The City also owns and operates two cemeteries. The Service Center facility includes administrative offices, vehicle storage and maintenance areas.

The **Recreation Department** provides numerous classes and programs throughout the year. During the summer months, the department operates the Aquatic Center at Clague Park which offers swimming lessons. The City owns the twenty-seven hole Meadowood Golf Course which operates on a profit/loss basis. The department's main responsibility is the operation of the Recreation Center providing an indoor swimming pool, fitness room, a running track, and numerous other recreation and fitness options for residents.

The **Community Services Department** offers programs and activities to enrich the lives of the "Fifty Plus" population at the Westlake Center. It also provides a system of social services for residents of all ages. A variety of social, educational and recreational activities are offered as well as health screenings, support groups, and annual immunizations. The social service staff of the department serves as a resource for referrals, information, emergency food and assistance, discount program applications, and for older and disabled adults, a daily safety phone check and transportation. With construction of the new 28,000 square feet Community Center complete, the center opened its doors to the public in 2021.

The **Finance Department** is responsible for the accurate recording of all receipts and disbursements and for diligently investing all City funds in order to maximize interest earnings while protecting the assets of the City. The department issues bi-weekly payrolls and processes payments to vendors on a weekly basis. Other responsibilities include maintaining a fixed asset system, compilation of the Tax Budget and the Annual Budget, preparation of the Annual Comprehensive Financial Report and the Popular Annual Financial Report for residents. The department is also responsible for commercial and residential utility billing. The Finance Department assists the Mayor in all financial decisions and manages employee health care administration and property, casualty and liability insurance coverage.

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

The **Purchasing Department** prepares the specifications for and obtains proposals to furnish the City with the materials, equipment, and supplies needed to maintain operations. All purchase orders are generated, recorded, and approved by the department as well as bids unrelated to infrastructure. The department also handles the sale, transfer and disposal of all City assets.

The **Human Resource Department** attends to all personnel matters such as hiring, employee trainings, discipline, terminations and other work related issues. Negotiations are conducted every three years with all six labor unions. A manager oversees the department.

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

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

The **Engineering Department** is responsible for fulfilling the general engineering requirements of the City. This includes designing plans and programs to update and maintain the City's infrastructure. Traffic engineering and construction grant applications are also coordinated by the department as well as managing plat books, easements, and deeds.

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

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

ECONOMIC CONDITION AND OUTLOOK

The City of Westlake is economically strong and is a highly desirable location to live, work and play. Our reputation as a serious business destination is evidenced by corporate decisions to stay and grow here and by the new investment and jobs that have and continue to be created. The square footage of Westlake's business space is evenly split between retail, office, health care and industrial and the City is still seeing growth in all of these sectors. Westlake is home to several world and national headquarters companies including American Greetings, Equity Trust, Hyland Software, Nordson Corporation, Scott Fetzer, Q-Lab, IMCD, and Travel Centers of America. Additionally, healthcare facilities continue to have significant representation in the health campus and office market corridors. The City is home to University Hospital's St. John Medical Center, a full-service acute care hospital providing comprehensive healthcare specializing in urology, neurologic care, oncology and orthopedic surgery. MetroHealth Medical Health Center and the Cleveland Clinic Westlake Medical Campus also offer a variety of medical specialties. The newly constructed Crocker Professionals Building is home to Retina Associates and Northcoast Jaw and Implant Center and APEX Dermatology.

To accommodate global and national employment trends and skill levels, Cuyahoga County Community College has two facilities located in Westlake. The Westshore Campus Health Careers and Sciences Building boasts state-of-the-art Life sciences labs, a Technology Learning Center, and much more. The Westshore Campus at Corporate College West Building houses the MATH Lab, Java City, Student Affairs and Student Life Offices. Tri-C expanded its Westshore Campus with a new 94,000 square foot facility. The new building houses Engineering, IT, Creative Arts, and Administrative/Faculty offices. The Westlake School Local District recently constructed a new 150,000 square foot kindergarten through fourth grade elementary school building to replace four aging buildings. The new school opened for the 2019-2020 school year.

Westlake's largest development is Crocker Park, a mixed-use community located in western Westlake. The development, known as the downtown of Westlake, features high-end retailers, restaurants, office space and residential dwellings. The final phase, a \$400 million expansion capped by the new 660,000 square foot headquarters of American Greetings, was completed in 2017. Today, new retail stores and restaurants continue to open. Lucky Shoes, Blo Blow Dry Bar, Esporta Fitness, Wild Mango and Another Broken Egg are just a few of the new businesses that have opened in 2021. To facilitate this endeavor, the City created a Tax Increment Financing (TIF) district and public improvements were funded by bonds to be repaid from the TIF proceeds. In 2014 the City issued \$48.3 million in special obligation/non-tax revenue bonds and also received an \$8.5 million State Infrastructure Bank Loan from the State to finance public infrastructure along with a \$1.0 million grant from the Ohio Department of Transportation. Funds were used to construct three public garages, new public roadways and infrastructure. On September 30, 2021, the City issued \$47,910,000 Special Obligation/Non-Tax Revenue Refunding Bonds, Series 2021 (Federally Taxable) (the Series 2021 Bonds), for the purpose of refunding for debt charges cost savings, certain of the City's outstanding Special Obligation/Non-Tax Revenue Bonds, Series 2014 (American Greetings/Crocker Park Public Improvement Project), dated March 26, 2014 (the Series 2014 Bonds).

In 2016, the City finished construction of Market Square, an 8,500 square foot event center that the City erected on land donated by Crocker Park. The facility is equipped to host corporate, social, and public events and can accommodate up to 1,000 guests. Plans are underway to add a warming kitchen in the facility to make it more marketable. Market Square is located on a half-acre of landscaped outdoor space with six garage doors that can be opened for an al fresco atmosphere. The facility is managed by Crocker Park Management, LLC under an agreement with the City.

WestBay Plaza across from The Promenade and Crocker Park is undergoing a major facelift. SITE Centers Corporation, the owner of the shopping center, is spending more than \$25.0 million to construct a new 80,000 square foot multi-tenant retail plaza. Fresh Thyme Market, Kirkland's, Pet Supplies Plus and HomeSense have already opened. Two other buildings within the plaza are also undergoing major redevelopment, one of which will be the new home of Sierra. The architecture and landscape of the entire shopping center has been upgraded with new attractive materials, additional green space, new lighting and signage. Redevelopment of the plaza will help to strengthen the economic viability of not only WestBay Plaza, but the entire surrounding shopping, dining, and entertainment district of Westlake.

The Canterbury Commons is home to a newly constructed 45,000 square feet Marc's store which relocated from Westbay Plaza. Additionally, two smaller 3,900 square feet outparcel stores are located here and are home to Great Clips and Clean Eats, and will soon include a Penn Station restaurant. Also, the former Pat Catan's craft store changed ownership and became Michael's craft center. The new center offers merchandise for all crafters, including framing, floral, and other do-it-yourself decorations.

To encourage industrial and commercial development, the City offers four financial assistance tools. The Industrial Development Revenue Bonds program is offered under State law and allows the Westlake Community Improvement Corporation and City Council to approve the issuance of revenue bonds. The principal of these reduced interest bonds can be used for land acquisition, building construction, and equipment purchases. In February 2021, the City worked with LEC-Concord Reserve Holding Co. LLC and approved the issuance of \$48 million Healthcare Improvement Revenue Bonds through a conduit financing agreement. The City is not financially liable for any of the debt service on these bonds but merely lends its credit to enable the issuer to get better financing.

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

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

In 2007, the City established Job Creation grants to encourage economic development within the City. To be eligible for the program, the applicant must create fifty new jobs or \$2.0 million in new payroll. The rate and term of the grants are determined through negotiations between the applicant and the City. There are currently three recipients of the grant.

The City compiles a City Guide Plan. The purpose of the plan is to define the community's long range vision and goals for the physical development and redevelopment of the City and to provide a strategy to achieve them. To this end, it guides public policy and zoning decisions related to public and private development by providing relevant studies, maps, and recommendations pertaining to residential, retail, industrial, community facilities, transportation, special study areas, and future land uses.

Current Year Activities The mission of the City of Westlake, its mayor, council, and employees, is to enhance the quality of life for all residents by providing the highest level of service in an efficient and

cost effective manner. The City upheld that mission by continuing to improve services, upgrade infrastructure, and enhance public grounds and facilities in 2021.

The Police Department continued its commitment to public safety and awareness responding to over 31,100 calls and making 2,561 arrests. Numerous policing programs were offered. Student programs such as Safety Town and Drug Awareness Resistance Education (D.A.R.E.) continued. The Westlake Police Department School Resource Officer Program, in partnership with the Westlake City School District, continues to regularly assign SROs to all Westlake public school buildings. The Police Department's Digital Forensic Program and Internet Safety Series continued to earn statewide recognition as leaders in technology related crimes. The first annual National Night Out was held, a community building campaign promoting police-community partnerships and neighborhood camaraderie. Other community programs include the Community Police Academy, National Bike and Walk to School Days, "Operation Medicine Cabinet" (disposal of unused prescriptions and over-the-counter drugs), and a "Shop with a Cop" (activities for children in need at Christmas time).

The Fire Department responded to over 6,000 calls relating to fires, EMS, and hazardous materials. The department also conducted 4,765 fire inspections, plan reviews and consultations. Westlake Fire Department provided 29 public education events and classes. A central dispatch center is shared by the cities of Westlake, Bay Village, Rocky River, Fairview Park, and North Ridgeville and is located in emergency room space at St. John's Medical Center. In 2021, the Center responded to 18,285 calls.

The Service Department is involved in the maintenance of City streets, solid waste collection (leaves and brush), sidewalks, storm water conveyance system, sanitary sewers, parks and public lands, cemeteries, urban forests, buildings, and fleet maintenance. Rubbish and recycling collection and most lawn maintenance have been outsourced to outside contractors in efforts to better utilize the time and skills of City personnel. The department received and completed just over 6,000 work requests in 2021. 8,878 tons of recyclables were collected and 10,486 cubic yards of brush and leaves were sold as wood chips and mulch. The department cleaned 10.5 miles and filmed 6.35 miles of storm and sanitary sewers and located 125 residential clean outs. 120 trees were planted, 365 trees removed and 682 trees were trimmed. The department is also responsible for sign maintenance, snow and ice removal, composting and assists with all community events.

The Inspections Department issued 1,740 building permits during 2021 with an estimated value of \$108.2 million including 132 new residential units with a value of \$46.0 million, an average of \$348,500 per dwelling. Residential remodeling, additions, and improvements projects totaling \$25.2 million and commercial projects totaling \$37.0 million were also processed.

The Planning Department held numerous business meetings and plan reviews in 2021. The department reviewed and approved 184,362 square feet of commercial/industrial space in additions to the plans for four new retail storefronts and four new restaurants in Crocker Park in 2021. The staff oversees the "Westlake in Bloom" event through which 82 residents and businesses competed in seventeen categories for awards relating to City beautification. The City has over 200 flower boxes along Hilliard Boulevard with additional sponsored gardens at Evergreen Cemetery. The department assists in the publication of the "Westlake Magazine" which is mailed annually to all residents and businesses.

The Community Center opened the doors to its new 28,000 square foot building in July 2021. Duplicated patrons totaling over 19,500 participated in programs, activities, trips, support groups, and wellness initiatives throughout the year at the Community Center. The department provided 9,815 transportation trips to residents in need. The Westlake Assistance Program dispensed holiday baskets, distributed gifts to Adopt-A-Family recipients and aided patrons with food distributions to over 74 families and 212 individuals. Patrons were offered 181 different programs and activities on a regular basis and volunteers gave over 1,926 hours of their time.

The Westlake Recreation Center is the hub for all recreation activities in the City. The department offered 634 programs with over 72,000 participants. Including Silver Sneakers and Tivity, there are currently over 8,120 members enrolled at the Center. The Silver Sneakers program for older residents has been met with great success and generated \$159,391 in revenues during 2021. In addition to the numerous classes

and activities held at the Center, the department organized the Fall Pumpkin Festival, the Summer Concerts in the Park series, the “At Home” Easter Egg Hunt, the Fishing Derby, and the Haunted Trick or Treat Trail. In 2021 new Pickle Ball and Tennis Courts were added to the Recreation grounds. The City owns and operates Meadowood Golf Course and currently has contracted with an architect to redesign the course with the possibility of incorporating a driving range, a short game area, putting green, putting course and 9-hole golf course. A brand new \$8.3 million outdoor Aquatic Center was inaugurated in 2019 and was very well received. The new center touts a 4,600 square foot bath house, an activity pool with interactive water features and a lazy river with jets. Also featured are a lap pool with a diving well extension, a climbing wall, and a splash pad for children. A decorative fence encompasses the facility.

In 2021, construction on a new playground at Clague Park started. The City resurfaced Columbia Road from Detroit Road to Hilliard Boulevard at a cost of \$800,000. Crocker Road was widened creating a boulevard from Hilliard Boulevard to Center Ridge Road. This project also included adding a turn lane on Crocker Road at Center Ridge Road, bringing the total cost of the project to \$3.0 million. The Hawkins Road and Seneca Drive waterlines were replaced at a cost of \$1.2 million. With a \$200,000 Cuyahoga County grant, work continues on the historical Lilly Weston House project. Asphalt overlay, concrete rehabilitation, pavement crack and joint sealing and catch basin maintenance were also conducted throughout the City.

Future Projects The City of Westlake will initiate additional infrastructure projects in 2022. The City will resurface Dover Center Road from Center Ridge Road to the Bay Village Corporate line and also resurface Crocker Road from Detroit Road to Hilliard Boulevard. Two watermain replacement projects are planned for 2022, one along First and Second Streets and the other along West Hedgewood Drive. The Columbia/I-90 westbound ramp will also see improvement in 2022.

A Recreation and Parks Master Plan, which was completed in 2014 through community participation, is comprised of over \$34.0 million in long-term projects. In November of 2017, voters renewed the one-eighth percent income tax for recreation improvements and expanded the scope of the tax to include improvements to the Community Center. During 2022 there will be projects worth \$2.1 million that are budgeted including baseball and soccer field improvements at the Recreation Center and design work for improvements at Clague Park. Other improvements that are planned for the near future include renovating Clague Park for improved and expanded walking trails, a new gymnasium, and additional outdoor improvements for the Recreation Center.

Over the past several years, the City has explored alternate providers of water services. Currently, Westlake residents receive their water from the City of Cleveland Division of Water. The City contracted an engineering services firm to explore the operational and financial implications of alternate sources. Recent scenarios include the sharing of water services from three providers. This could lead to reduced costs for residents. This is a large scale project that will involve extensive planning since it encompasses the re-routing of waterlines, the installation of metering systems, and the hiring of personnel for invoicing and maintenance. Yet in the long-run, the conversion may be financially prudent for the City.

LONG-TERM FINANCIAL PLANNING

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

The City also utilizes long-term planning for the funding of capital projects through a Five-Year Capital Plan. The plan is a document through which the major capital projects of the City are identified and subsequently matched to funding sources. Major capital projects include the construction and renovation

of buildings, major technology projects, land purchases, and the construction and improvement of infrastructure such as roads, water lines, and sanitary and storm sewer systems. Projects are initially identified through meetings between the Mayor and department heads and the Director of Engineering acts as the primary consultant concerning timing considerations and estimated costs. The plan is updated annually to include new projects, revise projects listed and remove those completed.

City administration embraces the principles of LEAN government and works to implement the most efficient means to provide government services. Numerous federal, state, and local government agencies have implemented this philosophy. Processes are studied in detail in efforts to identify “value-added” steps and eliminate waste. By identifying inefficiencies, the City hopes to improve services and lower costs. Several LEAN processes have been initiated by City departments in the past few years.

OTHER INFORMATION

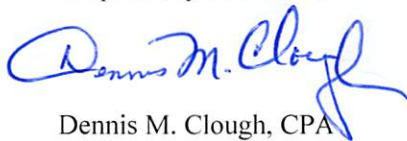
Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Westlake, Ohio, for its annual comprehensive financial report (ACFR) for the year ended December 31, 2020. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report, whose contents conform to the program standards. The ACFR must satisfy both generally accepted accounting principles and applicable legal requirements.

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

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

Respectfully submitted,



Dennis M. Clough, CPA
Mayor

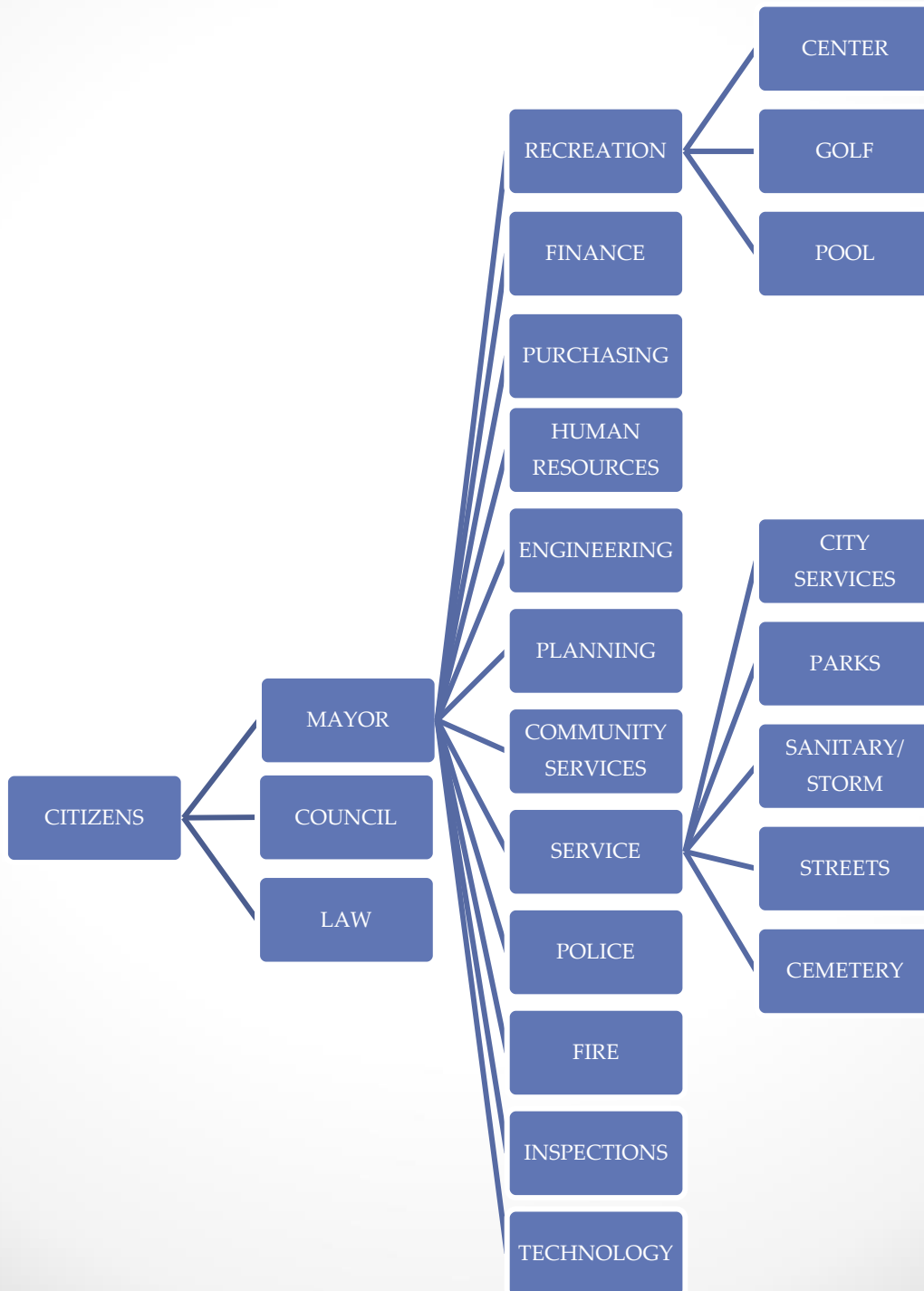


Prashant R. Shah, CPA
Director of Finance

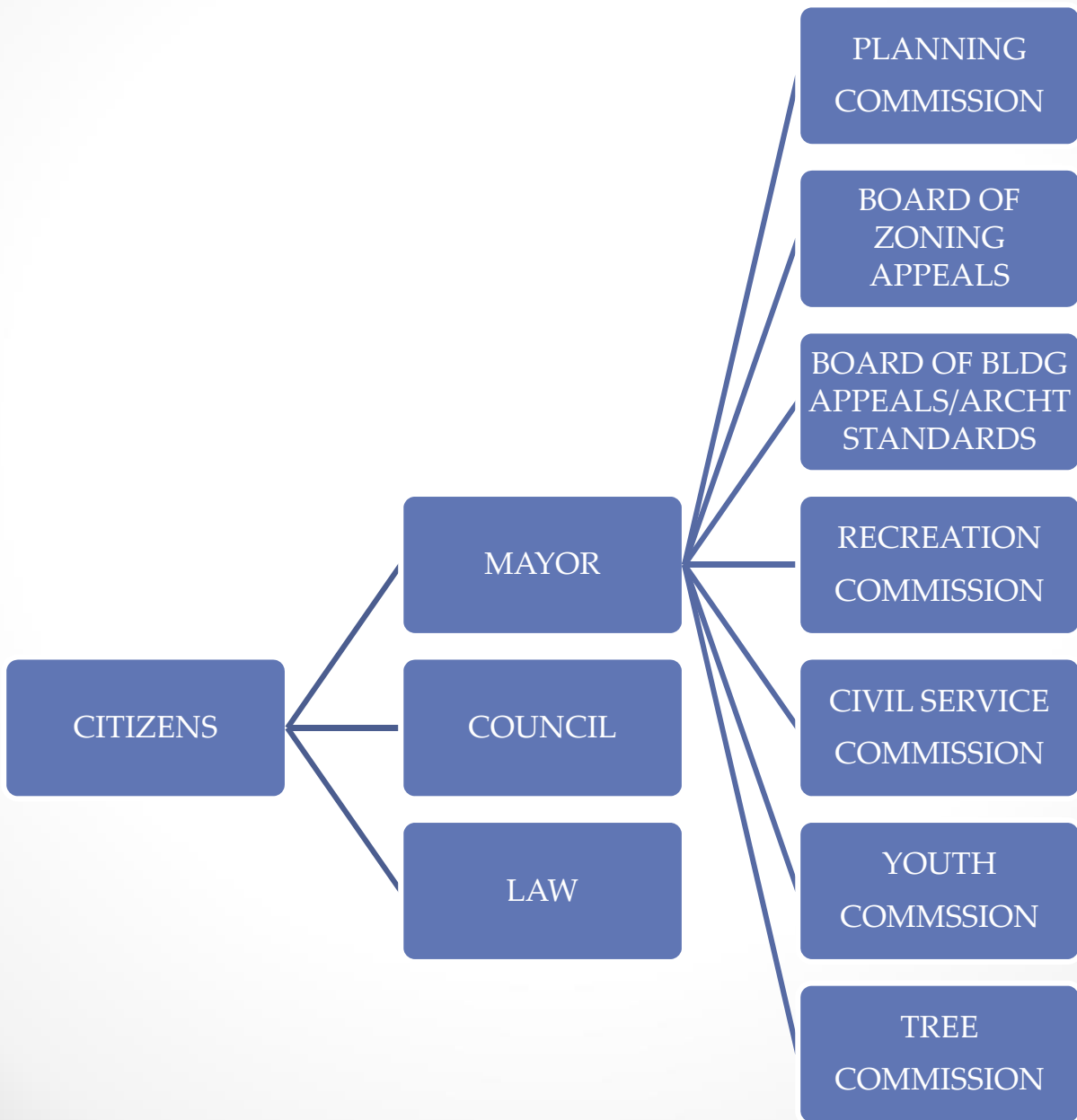


Terria L. Kneisel, CPA
Assistant Director of Finance

CITY OF WESTLAKE ORGANIZATIONAL CHART DEPARTMENTS



CITY OF WESTLAKE ORGANIZATIONAL CHART COMMISSIONS



CITY OF WESTLAKE, OHIO

**PRINCIPAL OFFICIALS
DECEMBER 31, 2021**

ELECTED OFFICIALS

Mayor Dennis M. Clough, CPA
President of Council..... Michael F. Killeen
Council Members
 Ward 1Lynda Appel
 Ward 2.....Nick Nunnari
 Ward 3..... Dennis Sullivan
 Ward 4..... Michael O’Donnell
 Ward 5..... Kenneth Brady
 Ward 6..... Mark Getsay
Director of Law..... Michael Maloney

APPOINTED OFFICIALS

Director of Engineering Robert Kelly
Director of Finance Prashant R. Shah, CPA
Director of Inspections..... Donald Grayem
Director of Planning..... James Bedell
Director of Purchasing Larry Surber
Director of Recreation..... Paula Horner
Director of Community Services Lydia Gadd
Director of Service..... Paul Quinn III
Chief of Police Kevin Bielozer
Chief of Fire James Hughes



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Westlake
Ohio**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2020

Christopher P. Morill

Executive Director/CEO



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 Westlake
Cuyahoga County
27700 Hilliard Blvd
Westlake, Ohio 44145

To the City Council:

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Westlake, Cuyahoga County, Ohio (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, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Westlake, Cuyahoga County, Ohio as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the General 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.

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 fund 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 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 will also issue our report dated June 29, 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 29, 2022

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

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

Financial Highlights

Key Financial highlights for 2021 are as follows:

- Overall, governmental activities revenues of \$64.4 million exceeded the expenses which came in at \$43.9 million, consequently increasing the net position by \$20.5 million for 2021. This increase is primarily due to the large decrease in OPEB related expenses in the Ohio Public Employees Retirement System resulting from a change in benefit terms.
- During 2021, the City's revenues and expenditures continued to trend positively and on a cash basis the general fund ended with an unencumbered cash balance of \$74.7 million, which exceeded the City's policy of maintaining a minimum reserve equal to 3 or 4 months of expenditures.
- Total fund balances for all governmental funds increased from \$107.4 million at the end of 2020 to \$118.2 million at the end of 2021.

Overview of the Financial Statements

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

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

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

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

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

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

The government-wide financial statements can be found starting on page 21 of this report.

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

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

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

Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures and changes in fund balances, for the general fund, TIF bond retirement fund and the infrastructure tax and community center construction capital projects funds, all of which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregate presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in this report.

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

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

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

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 29 through 31 of this report.

Notes to the Basic Financial Statements The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 34 through 88 of this report.

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

Government-wide Financial Analysis

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2021?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and all liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by the private sector. The basis for this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

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

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

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

The City of Westlake as a Whole

Recall that the statement of net position looks at the City as a whole. The following table 1 provides a summary of the City's net position for 2021 compared to 2020.

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

NET POSITION
TABLE 1

| | Governmental Activities | | Business-Type Activities | | Total | |
|---|-------------------------|----------------------|--------------------------|---------------------|----------------------|----------------------|
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Assets: | | | | | | |
| Current and Other Assets | \$160,264,320 | \$150,750,302 | \$14,389,989 | \$14,108,430 | \$174,654,309 | \$164,858,732 |
| Net Pension Asset | 183,421 | 122,928 | 11,707 | 7,847 | 195,128 | 130,775 |
| Net OPEB Asset | 1,251,779 | 0 | 79,898 | 0 | 1,331,677 | 0 |
| Capital Assets, Net | 224,574,825 | 226,448,308 | 22,141,361 | 22,829,113 | 246,716,186 | 249,277,421 |
| <i>Total Assets</i> | <u>386,274,345</u> | <u>377,321,538</u> | <u>36,622,955</u> | <u>36,945,390</u> | <u>422,897,300</u> | <u>414,266,928</u> |
| Deferred Outflows of Resources: | | | | | | |
| Deferred Charge on Refunding | 5,007,717 | 0 | 0 | 0 | 5,007,717 | 0 |
| Pension | 4,955,278 | 6,015,569 | 100,147 | 155,238 | 5,055,425 | 6,170,807 |
| OPEB | 2,781,015 | 3,923,583 | 41,488 | 106,189 | 2,822,503 | 4,029,772 |
| Asset Retirement Obligation | 14,715 | 14,250 | 46,042 | 41,750 | 60,757 | 56,000 |
| <i>Total Deferred Outflows of Resources</i> | <u>12,758,725</u> | <u>9,953,402</u> | <u>187,677</u> | <u>303,177</u> | <u>12,946,402</u> | <u>10,256,579</u> |
| Current and Other Liabilities: | | | | | | |
| Long-Term Liabilities: | 10,307,250 | 12,037,214 | 203,612 | 234,535 | 10,510,862 | 12,271,749 |
| Due within One Year | 3,236,475 | 3,663,643 | 0 | 0 | 3,236,475 | 3,663,643 |
| Due in More than One Year: | | | | | | |
| Net Pension Liability | 35,008,132 | 40,656,389 | 684,006 | 945,017 | 35,692,138 | 41,601,406 |
| Net OPEB Liability | 3,775,483 | 13,827,041 | 0 | 640,629 | 3,775,483 | 14,467,670 |
| Other Amounts | 70,371,784 | 67,829,717 | 81,000 | 75,000 | 70,452,784 | 67,904,717 |
| <i>Total Liabilities</i> | <u>122,699,124</u> | <u>138,014,004</u> | <u>968,618</u> | <u>1,895,181</u> | <u>123,667,742</u> | <u>139,909,185</u> |
| Deferred Inflows of Resources: | | | | | | |
| Property Taxes | 14,737,595 | 13,548,316 | 0 | 0 | 14,737,595 | 13,548,316 |
| Payments in Lieu of Taxes | 4,886,769 | 4,690,402 | 0 | 0 | 4,886,769 | 4,690,402 |
| Leases | 2,495,842 | 2,566,162 | 953,861 | 964,371 | 3,449,703 | 3,530,533 |
| Pension | 9,258,558 | 6,667,462 | 322,829 | 212,030 | 9,581,387 | 6,879,492 |
| OPEB | 5,876,409 | 3,260,778 | 257,171 | 97,125 | 6,133,580 | 3,357,903 |
| <i>Total Deferred Inflows of Resources</i> | <u>37,255,173</u> | <u>30,733,120</u> | <u>1,533,861</u> | <u>1,273,526</u> | <u>38,789,034</u> | <u>32,006,646</u> |
| Net Investment in Capital Assets | 159,570,320 | 160,662,099 | 22,141,361 | 22,789,808 | 181,711,681 | 183,451,907 |
| Restricted for: | | | | | | |
| Capital Projects | 26,044,646 | 22,243,622 | 0 | 0 | 26,044,646 | 22,243,622 |
| Debt Service | 211,476 | 503,917 | 0 | 0 | 211,476 | 503,917 |
| Unclaimed Funds | 285,297 | 466,217 | 0 | 0 | 285,297 | 466,217 |
| Other Purposes | 13,258,093 | 11,613,718 | 0 | 0 | 13,258,093 | 11,613,718 |
| Unrestricted | 39,708,941 | 23,038,243 | 12,166,792 | 11,290,052 | 51,875,733 | 34,328,295 |
| <i>Total Net Position</i> | <u>\$239,078,773</u> | <u>\$218,527,816</u> | <u>\$34,308,153</u> | <u>\$34,079,860</u> | <u>\$273,386,926</u> | <u>\$252,607,676</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

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

exchange; however, the City is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the 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 above, changes in benefits, contribution rates, and return on investments affect the balance of these liabilities, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability and the net OPEB liability are satisfied, these liabilities are separately identified within the long-term liability section of the statement of net position.

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

Total assets in governmental activities increased from the year 2020 to 2021. This is primarily due to an increase in cash, taxes receivable, net OPEB asset and the net pension asset. Carryover cash increases can be attributed to the decrease in general fund expenditures and the receipt of COVID-19 funding. The City's total liabilities in governmental activities decreased compared to the previous year as current liabilities decreased due to a drop in retainage payable due to the completion of several construction projects. Also, long-term liabilities decreased due to a significant reduction to the net OPEB liability as well as the continued pay down of outstanding bonds and loans.

Net position for business-type activities increased as compared to the prior year primarily due to the elimination of the net OPEB liability. The City is now presenting a net OPEB asset.

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

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

CHANGES IN NET POSITION
TABLE 2

| | Governmental Activities | | Business-Type Activities | | Total | |
|--|-------------------------|-------------------|--------------------------|--------------------|-------------------|-------------------|
| | 2021 | 2020 | 2021 | 2020 | 2021 | 2020 |
| Revenues | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | \$5,961,984 | \$4,321,582 | \$3,039,679 | \$3,131,526 | \$9,001,663 | \$7,453,108 |
| Operating Grants and Contributions | 2,705,143 | 4,255,205 | 0 | 0 | 2,705,143 | 4,255,205 |
| Capital Grants and Contributions | 628,616 | 1,065,359 | 377,245 | 38,283 | 1,005,861 | 1,103,642 |
| Total Program Revenues | 9,295,743 | 9,642,146 | 3,416,924 | 3,169,809 | 12,712,667 | 12,811,955 |
| General Revenues: | | | | | | |
| Property Taxes | 13,507,256 | 13,908,188 | 0 | 0 | 13,507,256 | 13,908,188 |
| Income Taxes | 32,669,800 | 32,336,691 | 0 | 0 | 32,669,800 | 32,336,691 |
| Admissions Tax | 98,660 | 48,026 | 0 | 0 | 98,660 | 48,026 |
| Hotel Tax | 585,615 | 348,112 | 0 | 0 | 585,615 | 348,112 |
| Grants and Entitlements | 1,992,745 | 1,871,601 | 0 | 0 | 1,992,745 | 1,871,601 |
| Contributions and Donations | 11,501 | 10,695 | 0 | 0 | 11,501 | 10,695 |
| Franchise Taxes | 541,679 | 575,900 | 0 | 0 | 541,679 | 575,900 |
| Investment Income | 305,298 | 1,587,425 | 39,898 | 106,559 | 345,196 | 1,693,984 |
| Payment in Lieu of Taxes | 4,793,725 | 4,725,075 | 0 | 0 | 4,793,725 | 4,725,075 |
| Gain on Sale of Capital Assets | 101,921 | 23,793 | 0 | 0 | 101,921 | 23,793 |
| Gain in Joint Venture | 0 | 0 | 196,576 | 0 | 196,576 | 0 |
| Miscellaneous | 509,925 | 2,703,196 | 5,708 | 6,509 | 515,633 | 2,709,705 |
| Total General Revenues | 55,118,125 | 58,138,702 | 242,182 | 113,068 | 55,360,307 | 58,251,770 |
| Total Revenues | 64,413,868 | 67,780,848 | 3,659,106 | 3,282,877 | 68,072,974 | 71,063,725 |
| Program Expenses | | | | | | |
| General Government | 6,518,434 | 8,082,818 | 0 | 0 | 6,518,434 | 8,082,818 |
| Security of Persons and Property | 16,507,809 | 21,462,818 | 0 | 0 | 16,507,809 | 21,462,818 |
| Public Health Services | 739,323 | 1,315,873 | 0 | 0 | 739,323 | 1,315,873 |
| Transportation | 10,432,781 | 14,549,495 | 0 | 0 | 10,432,781 | 14,549,495 |
| Community Environment | 2,705,162 | 3,403,202 | 0 | 0 | 2,705,162 | 3,403,202 |
| Basic Utility Services | 2,087,285 | 2,742,590 | 0 | 0 | 2,087,285 | 2,742,590 |
| Leisure Time Activities | 3,281,050 | 4,461,553 | 0 | 0 | 3,281,050 | 4,461,553 |
| Interest and Fiscal Charges | 1,590,572 | 2,504,279 | 0 | 0 | 1,590,572 | 2,504,279 |
| Sewer | 0 | 0 | 3,188,151 | 4,071,467 | 3,188,151 | 4,071,467 |
| Golf Course | 0 | 0 | 243,157 | 471,701 | 243,157 | 471,701 |
| Total Program Expenses | 43,862,416 | 58,522,628 | 3,431,308 | 4,543,168 | 47,293,724 | 63,065,796 |
| <i>Increase (Decrease) in Net Position</i> | | | | | | |
| <i>Before Transfers</i> | 20,551,452 | 9,258,220 | 227,798 | (1,260,291) | 20,779,250 | 7,997,929 |
| Transfers | (495) | 0 | 495 | 0 | 0 | 0 |
| Change in Net Position | 20,550,957 | 9,258,220 | 228,293 | (1,260,291) | 20,779,250 | 7,997,929 |
| <i>Net Position Beginning of Year</i> | | | | | | |
| | 218,527,816 | 209,269,596 | 34,079,860 | 35,340,151 | 252,607,676 | 244,609,747 |
| <i>Net Position End of Year</i> | | | | | | |
| | \$239,078,773 | \$218,527,816 | \$34,308,153 | \$34,079,860 | \$273,386,926 | \$252,607,676 |

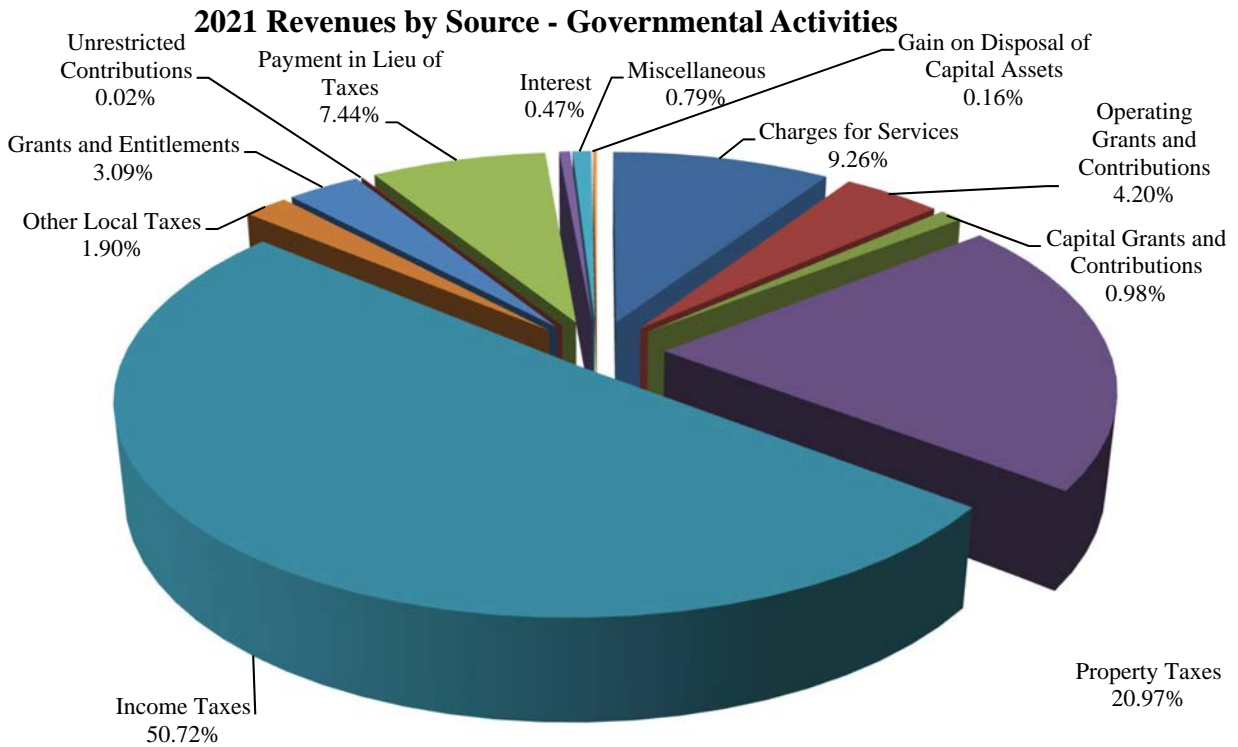
Governmental Activities

Governmental activities increased the City's net position by \$20,550,957 during 2021, as compared to \$9,258,220 during 2020. Total revenues in governmental activities decreased compared to the prior year,

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

which was due to a reduction in program revenues primarily from operating grants and contributions related to the Coronavirus Aid, Relief and Economic Security (CARES) Act funding received in the prior year. Program expenses decreased compared to 2020 due to the negative OPEB expense this year. The negative expense is due to the retirement system no longer reporting a net OPEB liability but instead a net OPEB Asset. For 2021, OPERS recognized changes in the health care plans for OPEB. Changes were made to Medicare retirees' base allowances and eligibility. OPERS-sponsored medical plans previously offered to non-Medicare retirees has been replaced with monthly allowances similar to the program for Medicare retirees. These changes contributed to OPERS OPEB expense decreasing from \$1,119,780 in 2020 to a negative OPEB expense of \$8,232,083 for 2021.

Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 1.5 percent for 2021, the same as the prior year. Both residents of the City and non-residents who work inside the City are subject to the income tax. However, if residents work in a locality that has a municipal income tax, the City provides 100 percent credit up to 1.5 percent for those who pay income tax to another city. City Council could by Ordinance, choose to vary that income tax credit and create additional revenues for the City.



The income tax revenue for 2021 was \$32,669,800, an increase of \$333,109. This increase was due to an improvement to the economy recovering from the pandemic. Of the \$64,413,868 in total revenues, income tax accounted for 50.72 percent, as compared to 47.71 percent of the total during 2020. Property taxes for 2021 were \$13,507,256, a \$400,932 decrease from 2020. This was as a result of a drop in collections.

Operating and capital grants and contributions decreased compared to 2020 due to \$1.8 million in Coronavirus Aid Relief and Economic Security (CARES) Act funds being received in 2020. Furthermore, charges for services significantly increased by \$1.6 million during 2021 as compared to 2020. Half of the increase was a direct result of the Recreation Center rebounding after being shut down for a time frame in 2020 due to the pandemic. With pre-pandemic activities getting back to normal, revenues at the outdoor aquatics center and the Recreation Center increased by approximately \$0.8 million.

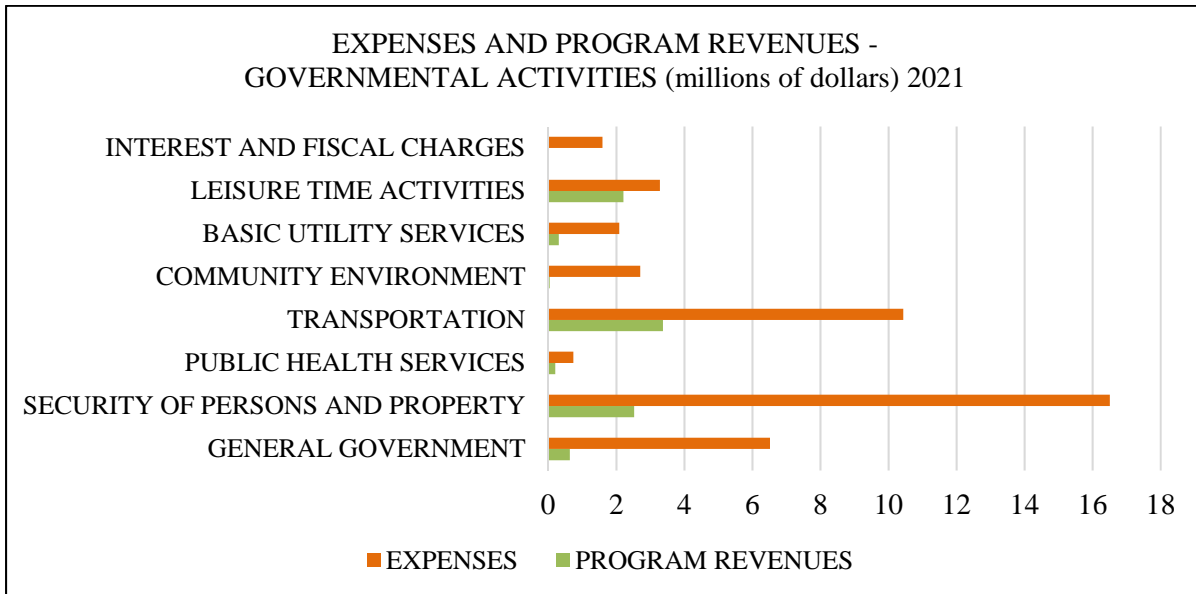
City of Westlake, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2021
Unaudited

General revenues from grants and entitlements, such as local government funds, are also revenue generators. The City monitors its source of revenues very closely for fluctuations. During 2021, the City's grant and entitlement revenues received were comparable to the prior year. Payment in lieu of taxes increased slightly. Miscellaneous revenues decreased during 2021 due to various unexpected one-time amounts from the Bureau of Workers' Compensation in the prior year.

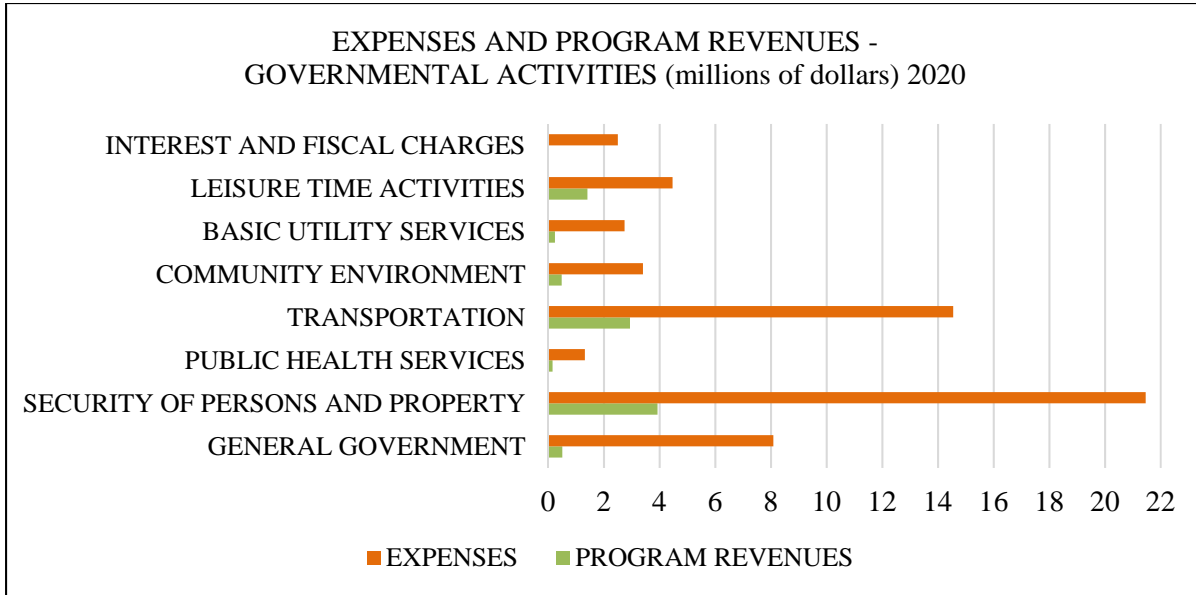
The largest program function for the City for 2021 is security of persons and property. In 2021, security of persons and property had program expenses decreased to \$16,507,809 compared to \$21,462,818 in 2020. This decrease can be attributed to the negative OPEB expense this year. Transportation is typically the next largest program, with program expenses of \$10,432,781, as compared to \$14,549,495 in 2020 as a result from a reduction in infrastructure repair projects during 2021 as well as the negative OPEB expense.

The next largest program is general government, which accounts for the basic operations of the City including council, mayor, finance, law, purchasing, civil service, engineering, building maintenance, among other services. General government expenses for 2021 decreased during 2021 from \$8,082,818 down to \$6,518,434. This is attributable to the negative OPEB expense.

Leisure time activities, community environment and basic utility services expenses decreased during 2021. These drops in expenses can be attributed to the negative OPEB expense for 2021.



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



The charts above reflect how the City funds its programs, either through program or general revenues. As can be seen above, all programs have a heavy reliance on general revenues, with 85.56 percent of total 2021 revenues coming from general revenues. Leisure time activities receives charges for services program revenue, primarily from the City's recreation center which is a membership-only facility.

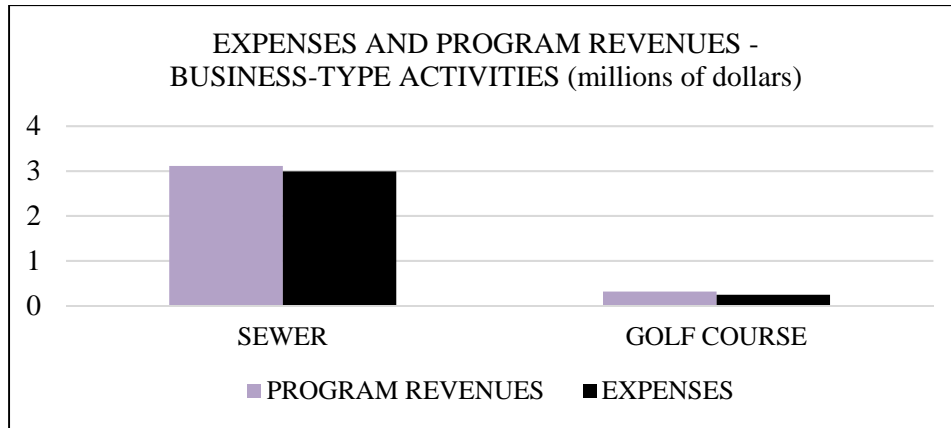
While security of persons and property is a large program expense, usually only a small portion of the total program expense is offset by program revenues. The primary program revenue is from police fines and forfeitures. The fire and emergency rescue department is partially funded with the EMS fee reimbursement which was initiated during mid-2008 and generates approximately \$1.0 million per year.

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

Business-Type Activities and Enterprise Funds

The business-type activities of the City, which include the City's sewer operations and golf activities, increased the City's net position by \$228,293 during 2021, as compared to a decrease of net position of \$1,260,291 during 2020.

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



Program expenses exceeded program revenues in the amount of \$109,688 for the sewer operations in 2021. This is due to increased contributions required for the City's share of operating expenses of the Rocky River Wastewater Treatment Plant, improved maintenance program for sewers through the public service department, as well as additional sewer depreciation for recently-replaced sewer lines.

Program revenues exceeded program expenses in the golf course activity in the amount of \$72,504 for the current year. The drop in program expenses during the current year can be attributed to the negative OPEB expense in 2021.

Financial Analysis of the Government's Funds

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

Governmental Funds

Funds are created and segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations. Resources that are not restricted, committed, or assigned are accounted for in the general fund.

The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balances may serve as a useful measure of a government's net resources available for spending at the end of the year. Information about the City's governmental funds begins on page 24. These funds are accounted for by using the modified accrual basis of accounting.

As of the end of the current year, the City of Westlake's governmental funds reported combined ending fund balances of \$118,176,967. Nonspendable fund balance of \$4,141,079 includes interfund loans, prepaids, inventory and unclaimed funds. Fund balance in the amount of \$35,677,069 is restricted for road improvements, police and fire department operations, other restricted functions of the City and capital improvements. Fund balance in the amount of \$2,411,897 is committed to recreation, donations, basic utility services, the street department, city administration and senior and community services. Assigned fund balance includes \$24,462,887 for future severance payments, equipment replacement, cable television, cemetery operations, swimming pool operations, community services, safety town, 2022 operations, and purchases on order. Unassigned fund balances of \$51,484,035 represents all balances not previously classified.

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

All governmental funds had total revenues of \$63,978,107 and expenditures of \$53,809,706, with revenues exceeding expenditures by \$10,802,649 after including other financing sources and uses. The increase in fund balance is due to the overall decrease in expenditures for the year.

General Fund

The general fund is the chief operating fund of the City. At the end of the current year, total fund balance for the general fund was \$83,332,657, of which \$3,805,834 was nonspendable because of advances, prepaids, inventory and unclaimed funds; \$593,732 was committed to purchases for basic utility services, the street department, city administration, senior and community services, \$24,462,887 was assigned to future severance payments, equipment replacement, cable television, cemetery operations, swimming pool operations, community services, safety town, 2022 operations, and purchases on order; and \$54,470,204 was unassigned for financial reporting purposes. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to annual fund expenditures. Unassigned general fund balance represents 184.11 percent of total general fund expenditures, while total fund balance represents 281.66 percent of that same amount. Total fund balance of the City's general fund increased by \$8,028,432. General fund revenues decreased during 2021 due to various unexpected one-time amounts from the Bureau of Workers' Compensation in the prior year. Interest revenues also decreased due to lower investment interest rates.

TIF Bond Retirement Fund

The TIF bond retirement fund accounts for payments in lieu of taxes used to make debt service payments for the debt related to the American Greeting Project. At the end of the current year, total fund balance for the TIF bond retirement fund was \$260,294, which was an increase from the prior year. Revenues overall increased due to an increase in payments in lieu of taxes.

Infrastructure Tax Fund

The infrastructure tax capital projects fund accounts for the infrastructure-related capital improvements which are funded through a 3/8 of one percent of dedicated income tax. During the current year, the fund balance of the City's infrastructure tax fund increased by \$3.2 million resulting from infrastructure projects being completed at a lower than budgeted cost. The dedicated 3/8 of one percent income tax for infrastructure used by this fund was renewed in November 2006, and was effective for another 15 years beginning January 1, 2008.

Community Center Construction Fund

The community center construction capital projects fund accounts for bond and note proceeds that were used for the construction of the new community center. The fund balance decreased from the prior year due to the construction of the new community center. The City also issued notes during the year to pay off a portion of the prior year notes.

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 on various occasions. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for ordinance enactment on the change. The City does allow small interdepartmental budget changes that modify line items within the accounting system which are within their appropriation

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

category (salaries and other expenses). The general fund supports many of our major activities, such as our police and fire departments as well as most legislative and executive activities. The general fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

For the general fund, original budgeted revenues and other financing sources and final budgeted revenues and other financing sources were \$34,380,867. Original general fund budgeted expenditures and other financing uses were \$45,561,811, and the final budgeted expenditures and other financing uses were \$46,934,208. Actual general fund expenditures and other financing uses were \$36,564,898, or \$10,369,310 less than budgeted, due to all operating expenditures, especially general government and security of persons and property, being less than originally estimated.

The primary reasons for the variance between the general fund's amended or final budget and the actual expenditures were as follows:

- Budgeted but unfilled vacant full-time and part-time positions accounted for \$2.1 million.
- Budgeted costs for the employee medical benefits came in lower by \$0.5 million.
- Employee retirements were lower than budgeted (\$0.4 million)
- Capital projects that were budgeted but postponed or that came in under budget. These include razing of the former Board of Education building (\$0.4 million), purchase of several vehicles (\$0.6 million), financial software upgrade (\$0.3 million), Weston House improvements (\$0.7 million).
- Budgeted legal fees were less than actual (\$0.5 million).

Capital Assets and Debt Administration

Capital Assets

Table 3 shows 2021 balances of capital assets as compared to 2020.

| CAPITAL ASSETS | | | | |
|---|-------------------------|----------------------|--------------------------|---------------------|
| (NET OF DEPRECIATION) | | | | |
| TABLE 3 | | | | |
| | Governmental Activities | | Business-Type Activities | |
| | 2021 | 2020 | 2021 | 2020 |
| Land | \$14,321,982 | \$14,321,982 | \$1,499,176 | \$1,499,176 |
| Construction in Progress | 6,424,260 | 11,201,017 | 58,035 | 56,750 |
| Buildings and Improvements | 78,159,016 | 71,523,773 | 987,498 | 1,022,499 |
| Improvements | 11,933,060 | 11,578,729 | 31,920 | 36,244 |
| Machinery and Equipment | 2,157,563 | 2,209,103 | 55,381 | 58,720 |
| Furniture and Fixtures | 1,228,278 | 1,054,075 | 25,834 | 28,675 |
| Vehicles | 2,785,727 | 2,754,013 | 38,415 | 62,039 |
| Infrastructure: | | | | |
| Roads | 51,195,608 | 54,581,269 | 0 | 0 |
| Water Mains | 31,236,200 | 31,259,783 | 0 | 0 |
| Storm Sewers | 15,749,411 | 16,174,388 | 0 | 0 |
| Sewer Lines | | 0 | 19,445,102 | 20,065,010 |
| Culverts | 355,507 | 376,985 | 0 | 0 |
| Traffic Signals | 8,282,209 | 8,636,384 | 0 | 0 |
| Bridges | 740,826 | 775,759 | 0 | 0 |
| Intangible Right to Use Lease - Equipment | 5,178 | 1,048 | 0 | 0 |
| Total | \$224,574,825 | \$226,448,308 | \$22,141,361 | \$22,829,113 |

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

Total capital assets for governmental activities decreased due to current year depreciation offset by current year acquisitions and construction. Several road projects and the construction of the new community services center was completed in 2021. Capital assets for business-type activities decreased due to current year depreciation outpacing current year acquisitions.

The City is committed to a long-term goal of meeting the needs of its infrastructure and facilities. We have a five-year capital plan in place that provides for street improvements and adding additional facilities to complement our current structures. For additional information see Note 11 to the basic financial statements.

Debt

As of December 31, 2021, the City of Westlake had \$67,037,068 in bonds and loans outstanding.

OUTSTANDING DEBT

TABLE 4

| | Governmental Activities | |
|--------------------------------|-------------------------|--------------|
| | 2021 | 2020 |
| General Obligation Bonds | \$7,932,250 | \$8,969,711 |
| Special Obligation Bonds | 50,301,722 | 46,304,941 |
| Special Assessment Bonds | 0 | 50,000 |
| OPWC Loans | 2,455,729 | 2,610,765 |
| State Infrastructure Bank Loan | 6,347,367 | 6,780,940 |
| Total | \$67,037,068 | \$64,716,357 |

The general obligation bonds are composed of (1) Infrastructure Various Purpose Bonds issued in 2011 for street improvements and (2) Community Center Bonds issued in 2019 for the construction of the new community center.

The non-tax revenue bonds (Special Obligation Bonds) will be repaid from payments in lieu of taxes from the TIF district within Crocker Park.

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

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

State statutes limit the amount of general obligation debt a governmental entity may issue to 10.5 percent of total assessed valuation. The City's overall legal debt margin was \$162,060,241 at December 31, 2021.

Additional information concerning the City's debt can be found in Note 19 to the basic financial statements.

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

Current Financial Related Activities

The City of Westlake continued to maintain a Moody's Investors Service and Fitch's Aaa rating, and Standard and Poor's AAA rating, and all ratings were affirmed in recent annual surveillances by the three rating agencies. The City of Westlake was the first suburb in Ohio to have been awarded all of the Aaa/AAA ratings.

The master plan developed and followed by the City for the acquisition of equipment and buildings and multi-year budgets created for upgrading of city facilities has resulted in the City owning well maintained assets and buildings. Additionally, the City performs annual repairs, maintenance and replacement of its infrastructure including streets, waterlines and sewer lines from funds generated through the 0.5 percent income tax levy dedicated strictly for infrastructure improvements.

Commercial development continued in the City of Westlake along with an increase in residential development. The TIF project within Crocker Park continued to generate steady revenues. Even though the pandemic created a lot of turbulence, overall the City ended the year on a positive note and with the economy continuing to gain steam. The City will monitor income tax revenues closely during 2022 due to the recent surge in "work-from-home" demands by employees across all sectors of the economy which may impact withholding tax revenues going forward.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and show the City's accountability for all money it receives, spends, or invests. If you have any questions about this report or need additional information contact Director of Finance Prashant Shah, CPA, City of Westlake, 27700 Hilliard Blvd., Westlake, Ohio 44145, telephone 440-617-4252, or website at www.cityofwestlake.org.

Basic Financial Statements

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City of Westlake, Ohio
Statement of Net Position
December 31, 2021

| | Governmental Activities | Business-Type Activities* | Total |
|--|----------------------------|------------------------------|----------------------|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$120,981,773 | \$6,747,140 | \$127,728,913 |
| Cash and Cash Equivalents in Segregated Accounts | 27,253 | 0 | 27,253 |
| Cash and Cash Equivalents with Escrow Agents | 329,838 | 0 | 329,838 |
| Materials and Supplies Inventory | 520,126 | 9,010 | 529,136 |
| Accrued Interest Receivable | 278,822 | 17,208 | 296,030 |
| Accounts Receivable | 2,301,245 | 650,161 | 2,951,406 |
| Internal Balances | 1,432,000 | (1,432,000) | 0 |
| Intergovernmental Receivable | 2,410,115 | 0 | 2,410,115 |
| Prepaid Items | 738,656 | 273 | 738,929 |
| Municipal Income Taxes Receivable | 8,335,710 | 0 | 8,335,710 |
| Admission Taxes Receivable | 30,118 | 0 | 30,118 |
| Hotel Taxes Receivable | 42,947 | 0 | 42,947 |
| Permissive Motor Vehicle Taxes Receivable | 41,426 | 0 | 41,426 |
| Property Taxes Receivable | 15,405,828 | 0 | 15,405,828 |
| Payments in Lieu of Taxes Receivable | 4,886,769 | 0 | 4,886,769 |
| Special Assessments Receivable | 5,852 | 0 | 5,852 |
| Lease Receivable | 2,495,842 | 953,861 | 3,449,703 |
| Investment in Joint Venture | 0 | 7,444,336 | 7,444,336 |
| Net Pension Asset | 183,421 | 11,707 | 195,128 |
| Net OPEB Asset | 1,251,779 | 79,898 | 1,331,677 |
| Nondepreciable Capital Assets | 20,746,242 | 1,557,211 | 22,303,453 |
| Depreciable Capital Assets, Net | 203,828,583 | 20,584,150 | 224,412,733 |
| <i>Total Assets</i> | <u>386,274,345</u> | <u>36,622,955</u> | <u>422,897,300</u> |
| Deferred Outflows of Resources | | | |
| Deferred Charge on Refunding | 5,007,717 | 0 | 5,007,717 |
| Pension | 4,955,278 | 100,147 | 5,055,425 |
| OPEB | 2,781,015 | 41,488 | 2,822,503 |
| Asset Retirement Obligation | 14,715 | 46,042 | 60,757 |
| <i>Total Deferred Outflows of Resources</i> | <u>12,758,725</u> | <u>187,677</u> | <u>12,946,402</u> |
| Liabilities | | | |
| Accounts Payable | 1,364,701 | 14,412 | 1,379,113 |
| Contracts Payable | 137,674 | 150 | 137,824 |
| Accrued Wages | 340,966 | 12,288 | 353,254 |
| Retainage Payable | 815,510 | 0 | 815,510 |
| Employee Withholdings Payable | 27,253 | 0 | 27,253 |
| Deposits Held and Due to Others | 1,880,818 | 0 | 1,880,818 |
| Intergovernmental Payable | 104,108 | 1,884 | 105,992 |
| Accrued Interest Payable | 127,349 | 0 | 127,349 |
| Notes Payable | 3,500,000 | 0 | 3,500,000 |
| Unearned Revenue | 1,677,693 | 174,878 | 1,852,571 |
| Claims Payable | 331,178 | 0 | 331,178 |
| Long-Term Liabilities: | | | |
| Due within One Year | 3,236,475 | 0 | 3,236,475 |
| Due in More than One Year: | | | |
| Net Pension Liability (See Note 14) | 35,008,132 | 684,006 | 35,692,138 |
| Net OPEB Liability (See Note 15) | 3,775,483 | 0 | 3,775,483 |
| Other Amounts Due in More than One Year | 70,371,784 | 81,000 | 70,452,784 |
| <i>Total Liabilities</i> | <u>122,699,124</u> | <u>968,618</u> | <u>123,667,742</u> |
| Deferred Inflows of Resources | | | |
| Property Taxes | 14,737,595 | 0 | 14,737,595 |
| Payments in Lieu of Taxes | 4,886,769 | 0 | 4,886,769 |
| Leases | 2,495,842 | 953,861 | 3,449,703 |
| Pension | 9,258,558 | 322,829 | 9,581,387 |
| OPEB | 5,876,409 | 257,171 | 6,133,580 |
| <i>Total Deferred Inflows of Resources</i> | <u>37,255,173</u> | <u>1,533,861</u> | <u>38,789,034</u> |
| Net Position | | | |
| Net Investment in Capital Assets | 159,570,320 | 22,141,361 | 181,711,681 |
| Restricted for: | | | |
| Capital Projects | 26,044,646 | 0 | 26,044,646 |
| Debt Service | 211,476 | 0 | 211,476 |
| Streets and Highways | 6,214,088 | 0 | 6,214,088 |
| Police and Fire | 2,153,724 | 0 | 2,153,724 |
| Central Dispatch | 649,115 | 0 | 649,115 |
| Emergency Medical Service | 3,494,406 | 0 | 3,494,406 |
| Cemetery | 642,839 | 0 | 642,839 |
| Westlake/Bay Ecological | 99,321 | 0 | 99,321 |
| Coronavirus Relief | 4,600 | 0 | 4,600 |
| Unclaimed Funds | 285,297 | 0 | 285,297 |
| Unrestricted | 39,708,941 | 12,166,792 | 51,875,733 |
| <i>Total Net Position</i> | <u>\$239,078,773</u> | <u>\$34,308,153</u> | <u>\$273,386,926</u> |

*After Deferred Outflows and Inflows of Resources related to the change in internal proportionate share of pension and OPEB related items have been eliminated

See accompanying notes to the basic financial statements

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

| | Program Revenues | | | |
|---------------------------------------|---------------------|-------------------------|--|--|
| | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Governmental Activities | | | | |
| General Government | \$6,518,434 | \$633,981 | \$0 | \$0 |
| Security of Persons and Property | 16,507,809 | 2,259,685 | 263,030 | 0 |
| Public Health Services | 739,323 | 207,212 | 0 | 0 |
| Transportation | 10,432,781 | 327,545 | 2,418,127 | 627,280 |
| Community Environment | 2,705,162 | 16,031 | 23,986 | 1,336 |
| Basic Utility Services | 2,087,285 | 306,677 | 0 | 0 |
| Leisure Time Activities | 3,281,050 | 2,210,853 | 0 | 0 |
| Interest and Fiscal Charges | 1,590,572 | 0 | 0 | 0 |
| <i>Total Governmental Activities</i> | <u>43,862,416</u> | <u>5,961,984</u> | <u>2,705,143</u> | <u>628,616</u> |
| Business-Type Activities | | | | |
| Sewer | 3,188,151 | 2,724,018 | 0 | 377,245 |
| Golf Course | 243,157 | 315,661 | 0 | 0 |
| <i>Total Business-Type Activities</i> | <u>3,431,308</u> | <u>3,039,679</u> | <u>0</u> | <u>377,245</u> |
| <i>Total</i> | <u>\$47,293,724</u> | <u>\$9,001,663</u> | <u>\$2,705,143</u> | <u>\$1,005,861</u> |

General Revenues

Property Taxes Levied for:
General Purposes
Police Pension
Fire Pension
Police and Fire Operating
Municipal Income Taxes Levied for:
General Purposes
Recreation
Debt Service
Capital Outlay
Admissions Tax
Hotel Tax
Grants and Entitlements not Restricted
to Specific Purposes
Unrestricted Contributions
Franchise Taxes
Interest
Payments in Lieu of Taxes
Gain on Sale of Capital Assets
Gain in Joint Venture
Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position Beginning of Year

Net Position End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and
Changes in Net Position

| Governmental Activities | Business-Type Activities | Total |
|----------------------------|-----------------------------|---------------|
| (\$5,884,453) | \$0 | (\$5,884,453) |
| (13,985,094) | 0 | (13,985,094) |
| (532,111) | 0 | (532,111) |
| (7,059,829) | 0 | (7,059,829) |
| (2,663,809) | 0 | (2,663,809) |
| (1,780,608) | 0 | (1,780,608) |
| (1,070,197) | 0 | (1,070,197) |
| (1,590,572) | 0 | (1,590,572) |
| (34,566,673) | 0 | (34,566,673) |
| 0 | (86,888) | (86,888) |
| 0 | 72,504 | 72,504 |
| 0 | (14,384) | (14,384) |
| (34,566,673) | (14,384) | (34,581,057) |
| 11,378,999 | 0 | 11,378,999 |
| 425,656 | 0 | 425,656 |
| 425,656 | 0 | 425,656 |
| 1,276,945 | 0 | 1,276,945 |
| 21,745,352 | 0 | 21,745,352 |
| 243,409 | 0 | 243,409 |
| 100,702 | 0 | 100,702 |
| 10,580,337 | 0 | 10,580,337 |
| 98,660 | 0 | 98,660 |
| 585,615 | 0 | 585,615 |
| 1,992,745 | 0 | 1,992,745 |
| 11,501 | 0 | 11,501 |
| 541,679 | 0 | 541,679 |
| 305,298 | 39,898 | 345,196 |
| 4,793,725 | 0 | 4,793,725 |
| 101,921 | 0 | 101,921 |
| 0 | 196,576 | 196,576 |
| 509,925 | 5,708 | 515,633 |
| 55,118,125 | 242,182 | 55,360,307 |
| (495) | 495 | 0 |
| 55,117,630 | 242,677 | 55,360,307 |
| 20,550,957 | 228,293 | 20,779,250 |
| 218,527,816 | 34,079,860 | 252,607,676 |
| \$239,078,773 | \$34,308,153 | \$273,386,926 |

City of Westlake, Ohio

Balance Sheet

Governmental Funds

December 31, 2021

| | General | TIF Bond Retirement | Infrastructure Tax | Community Center Construction | Other Governmental Funds |
|---|----------------------|------------------------|-----------------------|-------------------------------------|--------------------------------|
| Assets | | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$76,471,483 | \$1,685 | \$16,993,750 | \$1,212,832 | \$20,511,172 |
| Cash and Cash Equivalents: | | | | | |
| with Escrow Agents | 0 | 258,609 | 0 | 0 | 71,229 |
| in Segregated Accounts | 27,253 | 0 | 0 | 0 | 0 |
| Materials and Supplies Inventory | 519,506 | 0 | 0 | 0 | 620 |
| Accrued Interest Receivable | 226,190 | 0 | 38,305 | 0 | 14,327 |
| Accounts Receivable | 256,588 | 0 | 0 | 0 | 2,030,144 |
| Lease Receivable | 2,495,842 | 0 | 0 | 0 | 0 |
| Intergovernmental Receivable | 1,004,926 | 0 | 0 | 0 | 1,405,189 |
| Prepaid Items | 719,031 | 0 | 0 | 0 | 19,625 |
| Municipal Income Taxes Receivable | 5,449,524 | 0 | 2,166,008 | 0 | 720,178 |
| Admission Taxes Receivable | 30,118 | 0 | 0 | 0 | 0 |
| Hotel Taxes Receivable | 42,947 | 0 | 0 | 0 | 0 |
| Permissive Motor Vehicle Taxes Receivable | 0 | 0 | 0 | 0 | 41,426 |
| Property Taxes Receivable | 12,978,439 | 0 | 0 | 0 | 2,427,389 |
| Payments in Lieu of Taxes Receivable | 0 | 4,886,769 | 0 | 0 | 0 |
| Special Assessments Receivable | 5,852 | 0 | 0 | 0 | 0 |
| Advances to Other Funds | 2,282,000 | 0 | 315,000 | 0 | 0 |
| Restricted Assets: | | | | | |
| Equity in Pooled Cash and Cash Equivalents | 2,164,615 | 0 | 0 | 0 | 1,500 |
| Total Assets | \$104,674,314 | \$5,147,063 | \$19,513,063 | \$1,212,832 | \$27,242,799 |
| Liabilities | | | | | |
| Accounts Payable | \$1,193,083 | \$0 | \$6,748 | \$4,869 | \$159,143 |
| Contracts Payable | 39,616 | 0 | 78,197 | 0 | 19,861 |
| Accrued Wages | 268,788 | 0 | 0 | 0 | 72,178 |
| Retainage Payable | 0 | 0 | 331,760 | 375,254 | 108,496 |
| Employee Withholdings Payable | 27,253 | 0 | 0 | 0 | 0 |
| Intergovernmental Payable | 64,317 | 0 | 0 | 0 | 39,791 |
| Accrued Interest Payable | 0 | 0 | 0 | 11,699 | 0 |
| Notes Payable | 0 | 0 | 0 | 3,500,000 | 0 |
| Unearned Revenue | 0 | 0 | 0 | 0 | 1,677,693 |
| Advances From Other Funds | 0 | 0 | 0 | 0 | 1,165,000 |
| Deposits Held and Due to Others Payable from Restricted Assets | 1,879,318 | 0 | 0 | 0 | 1,500 |
| Total Liabilities | 3,472,375 | 0 | 416,705 | 3,891,822 | 3,243,662 |
| Deferred Inflows of Resources | | | | | |
| Property Taxes | 12,415,495 | 0 | 0 | 0 | 2,322,100 |
| Payments in Lieu of Taxes | 0 | 4,886,769 | 0 | 0 | 0 |
| Leases | 2,495,842 | 0 | 0 | 0 | 0 |
| Unavailable Revenue | 2,957,945 | 0 | 568,019 | 0 | 2,942,370 |
| Total Deferred Inflows of Resources | 17,869,282 | 4,886,769 | 568,019 | 0 | 5,264,470 |
| Fund Balances | | | | | |
| Nonspendable | 3,805,834 | 0 | 315,000 | 0 | 20,245 |
| Restricted | 0 | 260,294 | 18,213,339 | 0 | 17,203,436 |
| Committed | 593,732 | 0 | 0 | 0 | 1,818,165 |
| Assigned | 24,462,887 | 0 | 0 | 0 | 0 |
| Unassigned (Deficit) | 54,470,204 | 0 | 0 | (2,678,990) | (307,179) |
| Total Fund Balances (Deficit) | 83,332,657 | 260,294 | 18,528,339 | (2,678,990) | 18,734,667 |
| Total Liabilities, Deferred Inflows of Resources and Fund Balances | \$104,674,314 | \$5,147,063 | \$19,513,063 | \$1,212,832 | \$27,242,799 |

See accompanying notes to the basic financial statements

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

| | | |
|--------------------------------|---|---------------|
| | Total Governmental Fund Balances | \$118,176,967 |
| Total Governmental Funds | <i>Amounts reported for governmental activities in the statement of net position are different because:</i> | |
| \$115,190,922 | Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. | 224,574,825 |
| 329,838 | Other long-term assets are not available to pay for current- period expenditures and therefore are reported as unavailable revenue in the funds: | |
| 27,253 | Delinquent Property Taxes | 668,233 |
| 520,126 | Municipal Income Taxes | 2,185,977 |
| 278,822 | Admissions Tax | 7,409 |
| 2,286,732 | Charges for Services | 1,805,350 |
| 2,495,842 | Intergovernmental | 1,665,553 |
| 2,410,115 | Contributions and Donations | 175 |
| 738,656 | Franchise Taxes | 32,462 |
| 8,335,710 | Miscellaneous | 103,175 |
| 30,118 | Total | 6,468,334 |
| 42,947 | 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. | 3,307,213 |
| 41,426 | | |
| 15,405,828 | In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. | (115,650) |
| 4,886,769 | | |
| 5,852 | | |
| 2,597,000 | | |
| 2,166,115 | | |
| \$157,790,071 | | |
| \$1,363,843 | Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds: | |
| 137,674 | General Obligation Bonds | (7,932,250) |
| 340,966 | Special Obligation Bonds | (50,301,722) |
| 815,510 | OPWC Loans | (2,455,729) |
| 27,253 | State Infrastructure Bank Loan | (6,347,367) |
| 104,108 | Leases Payable | (5,871) |
| 11,699 | Deferred Outflows - Asset Retirement Obligation | 14,715 |
| 3,500,000 | Asset Retirement Obligation | (26,000) |
| 1,677,693 | Compensated Absences Payable | (6,320,045) |
| 1,165,000 | Landfill Postclosure Costs | (219,275) |
| 1,880,818 | Deferred Charge on Refunding | 5,007,717 |
| 11,024,564 | Total | (68,585,827) |
| 14,737,595 | The net pension asset, net pension liability, net OPEB asset and net OPEB liability are not due and payable in the current period; therefore the asset, liability and related deferred inflows/outflows are not reported in the funds: | |
| 4,886,769 | Net Pension Asset | 183,421 |
| 2,495,842 | Deferred Outflows - Pension | 4,955,278 |
| 6,468,334 | Net Pension Liability | (35,008,132) |
| 28,588,540 | Deferred Inflows - Pension | (9,258,558) |
| 4,141,079 | Net OPEB Asset | 1,251,779 |
| 35,677,069 | Deferred Outflows - OPEB | 2,781,015 |
| 2,411,897 | Net OPEB Liability | (3,775,483) |
| 24,462,887 | Deferred Inflows - OPEB | (5,876,409) |
| 51,484,035 | Total | (44,747,089) |
| 118,176,967 | <i>Net Position of Governmental Activities</i> | \$239,078,773 |
| \$157,790,071 | | |

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

| | General | TIF Bond Retirement | Infrastructure Tax | Community Center Construction | Other Governmental Funds | Total Governmental Funds |
|---|---------------------|------------------------|-----------------------|-------------------------------------|--------------------------------|--------------------------------|
| Revenues | | | | | | |
| Property Taxes | \$11,367,088 | \$0 | \$0 | \$0 | \$2,126,034 | \$13,493,122 |
| Municipal Income Taxes | 22,156,197 | 0 | 8,364,571 | 509,970 | 2,271,570 | 33,302,308 |
| Admissions Tax | 91,251 | 0 | 0 | 0 | 0 | 91,251 |
| Hotel Tax | 585,615 | 0 | 0 | 0 | 0 | 585,615 |
| Permissive Motor Vehicle Taxes | 0 | 0 | 0 | 0 | 251,327 | 251,327 |
| Charges for Services | 487,328 | 0 | 0 | 0 | 3,766,258 | 4,253,586 |
| Licenses, Permits and Fees | 1,009,069 | 0 | 0 | 0 | 282,210 | 1,291,279 |
| Fines and Forfeitures | 62,972 | 0 | 0 | 0 | 110,972 | 173,944 |
| Intergovernmental | 1,920,369 | 0 | 0 | 0 | 2,272,576 | 4,192,945 |
| Special Assessments | 0 | 0 | 0 | 0 | 25,793 | 25,793 |
| Payments in Lieu of Taxes | 0 | 4,793,725 | 0 | 0 | 0 | 4,793,725 |
| Interest | 256,314 | 108 | 34,626 | 0 | 14,250 | 305,298 |
| Lease | 70,320 | 0 | 0 | 0 | 0 | 70,320 |
| Rentals | 23,136 | 0 | 0 | 0 | 31,384 | 54,520 |
| Contributions and Donations | 11,326 | 0 | 0 | 1,336 | 24,436 | 37,098 |
| Franchise Taxes | 582,517 | 0 | 0 | 0 | 0 | 582,517 |
| Miscellaneous | 447,311 | 0 | 1,650 | 0 | 24,498 | 473,459 |
| <i>Total Revenues</i> | <u>39,070,813</u> | <u>4,793,833</u> | <u>8,400,847</u> | <u>511,306</u> | <u>11,201,308</u> | <u>63,978,107</u> |
| Expenditures | | | | | | |
| Current: | | | | | | |
| General Government | 6,891,489 | 1,084,121 | 0 | 0 | 0 | 7,975,610 |
| Security of Persons and Property | 12,287,458 | 0 | 0 | 0 | 5,295,227 | 17,582,685 |
| Public Health Services | 1,170,586 | 0 | 0 | 0 | 2,850 | 1,173,436 |
| Transportation | 5,646,520 | 0 | 0 | 0 | 1,429,486 | 7,076,006 |
| Community Environment | 1,618,860 | 0 | 0 | 0 | 15,576 | 1,634,436 |
| Basic Utility Services | 930,709 | 0 | 0 | 0 | 114,285 | 1,044,994 |
| Leisure Time Activities | 1,038,446 | 0 | 0 | 0 | 2,349,750 | 3,388,196 |
| Capital Outlay | 0 | 0 | 5,171,742 | 1,996,294 | 1,337,724 | 8,505,760 |
| Debt Service: | | | | | | |
| Principal Retirement | 1,198 | 2,008,573 | 0 | 0 | 1,205,036 | 3,214,807 |
| Interest and Fiscal Charges | 491 | 1,442,531 | 0 | 8,409 | 236,659 | 1,688,090 |
| Bond Issuance Costs | 0 | 507,111 | 0 | 0 | 18,575 | 525,686 |
| <i>Total Expenditures</i> | <u>29,585,757</u> | <u>5,042,336</u> | <u>5,171,742</u> | <u>2,004,703</u> | <u>12,005,168</u> | <u>53,809,706</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>9,485,056</u> | <u>(248,503)</u> | <u>3,229,105</u> | <u>(1,493,397)</u> | <u>(803,860)</u> | <u>10,168,401</u> |
| Other Financing Sources (Uses) | | | | | | |
| Refunding Special Obligation Bonds Issued | 0 | 47,910,000 | 0 | 0 | 0 | 47,910,000 |
| Payment to Refunded Bond Escrow Agent | 0 | (47,402,889) | 0 | 0 | 0 | (47,402,889) |
| Sale of Capital Assets | 119,652 | 0 | 0 | 0 | 1,490 | 121,142 |
| Inception of Lease | 5,995 | 0 | 0 | 0 | 0 | 5,995 |
| Transfers In | 0 | 0 | 0 | 0 | 1,582,271 | 1,582,271 |
| Transfers Out | (1,582,271) | 0 | 0 | 0 | 0 | (1,582,271) |
| <i>Total Other Financing Sources (Uses)</i> | <u>(1,456,624)</u> | <u>507,111</u> | <u>0</u> | <u>0</u> | <u>1,583,761</u> | <u>634,248</u> |
| <i>Net Change in Fund Balances</i> | <u>8,028,432</u> | <u>258,608</u> | <u>3,229,105</u> | <u>(1,493,397)</u> | <u>779,901</u> | <u>10,802,649</u> |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>75,304,225</u> | <u>1,686</u> | <u>15,299,234</u> | <u>(1,185,593)</u> | <u>17,954,766</u> | <u>107,374,318</u> |
| <i>Fund Balances (Deficit) End of Year</i> | <u>\$83,332,657</u> | <u>\$260,294</u> | <u>\$18,528,339</u> | <u>(\$2,678,990)</u> | <u>\$18,734,667</u> | <u>\$118,176,967</u> |

See accompanying notes to the basic financial statements

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

| | | |
|---|---------------------|----------------------------|
| Net Change in Fund Balances - Total Governmental Funds | | \$10,802,649 |
| <i>Amounts reported for governmental activities in the statement of activities are different because:</i> | | |
| Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period: | | |
| Capital Asset Additions: | | |
| Capital Outlays | 7,992,660 | |
| Capital Contributions | 627,280 | |
| Current Year Depreciation/Amortization | <u>(10,472,907)</u> | |
| Total | | (1,852,967) |
| 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. | | |
| | | (20,516) |
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues within the governmental funds: | | |
| Delinquent Property Taxes | 14,134 | |
| Municipal Income Taxes | (632,508) | |
| Admissions Tax | 7,409 | |
| Charges for Services | 142,752 | |
| Licenses, Permits and Fees | (210) | |
| Intergovernmental | 229,180 | |
| Contributions and Donations | 175 | |
| Special Assessments | (50,000) | |
| Franchise Taxes | (40,838) | |
| Miscellaneous | <u>36,466</u> | |
| Total | | (293,440) |
| Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position: | | |
| Principal Retirement | 3,214,807 | |
| Payment to Refunded Bond Escrow Agent | <u>47,402,889</u> | |
| Total | | 50,617,696 |
| 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 | 117,010 | |
| Amortization of Bond Premium | 48,845 | |
| Amortization of Deferred Charge on Refunding | <u>(68,337)</u> | |
| Total | | 97,518 |
| Amortization of deferred outflows related to the asset retirement obligation is reported as an expense in the statement of activities. | | |
| | | 465 |
| Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds: | | |
| Compensated Absences | 192,552 | |
| Landfill | 19,057 | |
| Asset Retirement Obligation | <u>(1,000)</u> | |
| Total | | 210,609 |
| The internal service fund used by management to charge the costs of insurance to individual funds is not reported in entity-wide statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. | | |
| | | (697,563) |
| Other financing sources, such as the special obligation refunding bonds in the governmental funds increase long-term liabilities in the statement of net position. | | |
| Refunding Bonds Issued | (47,910,000) | |
| Inception of Lease | <u>(5,995)</u> | |
| Total | | (47,915,995) |
| Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. | | |
| Pension | 3,397,969 | |
| OPEB | <u>51,916</u> | |
| Total | | 3,449,885 |
| Except for amounts reported as deferred inflows/outflows, changes in the net pension/OPEB asset/liability are reported as pension/OPEB expense in the statement of activities. | | |
| Pension | (1,340,606) | |
| OPEB | <u>7,493,222</u> | |
| Total | | <u>6,152,616</u> |
| <i>Change in Net Position of Governmental Activities</i> | | <u><u>\$20,550,957</u></u> |

See accompanying notes to the basic financial statements

City of Westlake, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General 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> | |
| Revenues | | | | |
| Property Taxes | \$11,396,580 | \$11,396,580 | \$11,367,088 | (\$29,492) |
| Municipal Income Taxes | 17,782,400 | 17,782,400 | 21,716,768 | 3,934,368 |
| Admissions Tax | 70,000 | 70,000 | 78,928 | 8,928 |
| Hotel Tax | 300,000 | 300,000 | 567,596 | 267,596 |
| Charges for Services | 65,000 | 65,000 | 74,178 | 9,178 |
| Licenses, Permits and Fees | 948,600 | 948,600 | 1,633,265 | 684,665 |
| Fines and Forfeitures | 80,000 | 80,000 | 63,371 | (16,629) |
| Intergovernmental | 1,821,057 | 1,821,057 | 1,903,606 | 82,549 |
| Interest | 700,000 | 700,000 | 706,145 | 6,145 |
| Rentals | 157,230 | 157,230 | 182,978 | 25,748 |
| Franchise Taxes | 575,000 | 575,000 | 551,279 | (23,721) |
| Miscellaneous | 334,000 | 334,000 | 554,858 | 220,858 |
| <i>Total Revenues</i> | <u>34,229,867</u> | <u>34,229,867</u> | <u>39,400,060</u> | <u>5,170,193</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government | 12,438,684 | 12,989,260 | 8,903,487 | 4,085,773 |
| Security of Persons and Property | 15,014,758 | 14,922,220 | 12,602,989 | 2,319,231 |
| Public Health Services | 1,367,295 | 1,364,058 | 1,011,305 | 352,753 |
| Transportation | 7,774,233 | 7,606,029 | 6,568,592 | 1,037,437 |
| Community Environment | 2,729,705 | 2,847,733 | 2,078,569 | 769,164 |
| Basic Utility Services | 1,011,900 | 1,162,493 | 997,514 | 164,979 |
| Leisure Time Activities | 1,016,536 | 1,010,144 | 770,171 | 239,973 |
| <i>Total Expenditures</i> | <u>41,353,111</u> | <u>41,901,937</u> | <u>32,932,627</u> | <u>8,969,310</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(7,123,244)</u> | <u>(7,672,070)</u> | <u>6,467,433</u> | <u>14,139,503</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 51,000 | 51,000 | 83,463 | 32,463 |
| Advances In | 100,000 | 100,000 | 100,000 | 0 |
| Advances Out | (100,000) | (900,000) | (850,000) | 50,000 |
| Transfers Out | (4,108,700) | (4,132,271) | (2,782,271) | 1,350,000 |
| <i>Total Other Financing Sources (Uses)</i> | <u>(4,057,700)</u> | <u>(4,881,271)</u> | <u>(3,448,808)</u> | <u>1,432,463</u> |
| <i>Net Change in Fund Balance</i> | (11,180,944) | (12,553,341) | 3,018,625 | 15,571,966 |
| <i>Fund Balance Beginning of Year</i> | 68,900,262 | 68,900,262 | 68,900,262 | 0 |
| Prior Year Encumbrances Appropriated | 2,769,728 | 2,769,728 | 2,769,728 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$60,489,046</u> | <u>\$59,116,649</u> | <u>\$74,688,615</u> | <u>\$15,571,966</u> |

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2021

| | Business-Type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Fund |
|---|---|------------------|---------------------|--|
| | Sewer | Golf Course | Total | |
| Assets | | | | |
| <i>Current Assets</i> | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$6,648,023 | \$99,117 | \$6,747,140 | \$3,624,736 |
| Materials and Supplies Inventory | 0 | 9,010 | 9,010 | 0 |
| Accrued Interest Receivable | 14,786 | 2,422 | 17,208 | 0 |
| Accounts Receivable | 650,161 | 0 | 650,161 | 14,513 |
| Lease Receivable | 0 | 953,861 | 953,861 | 0 |
| Prepaid Items | 148 | 125 | 273 | 0 |
| <i>Total Current Assets</i> | <u>7,313,118</u> | <u>1,064,535</u> | <u>8,377,653</u> | <u>3,639,249</u> |
| <i>Noncurrent Assets</i> | | | | |
| Investment in Joint Venture | 7,444,336 | 0 | 7,444,336 | 0 |
| Net Pension Asset | 7,805 | 3,902 | 11,707 | 0 |
| Net OPEB Asset | 53,267 | 26,631 | 79,898 | 0 |
| Nondepreciable Capital Assets | 1,285 | 1,555,926 | 1,557,211 | 0 |
| Depreciable Capital Assets, Net | 20,068,747 | 515,403 | 20,584,150 | 0 |
| <i>Total Noncurrent Assets</i> | <u>27,575,440</u> | <u>2,101,862</u> | <u>29,677,302</u> | <u>0</u> |
| <i>Total Assets</i> | <u>34,888,558</u> | <u>3,166,397</u> | <u>38,054,955</u> | <u>3,639,249</u> |
| Deferred Outflows of Resources | | | | |
| Pension | 66,845 | 33,351 | 100,196 | 0 |
| OPEB | 27,659 | 13,829 | 41,488 | 0 |
| Asset Retirement Obligation | 34,336 | 11,706 | 46,042 | 0 |
| <i>Total Deferred Outflows of Resources</i> | <u>128,840</u> | <u>58,886</u> | <u>187,726</u> | <u>0</u> |
| Liabilities | | | | |
| <i>Current Liabilities</i> | | | | |
| Accounts Payable | 11,041 | 3,371 | 14,412 | 858 |
| Contracts Payable | 0 | 150 | 150 | 0 |
| Claims Payable | 0 | 0 | 0 | 331,178 |
| Accrued Wages | 9,376 | 2,912 | 12,288 | 0 |
| Intergovernmental Payable | 1,434 | 450 | 1,884 | 0 |
| Unearned Revenue | 174,878 | 0 | 174,878 | 0 |
| <i>Total Current Liabilities</i> | <u>196,729</u> | <u>6,883</u> | <u>203,612</u> | <u>332,036</u> |
| <i>Long-Term Liabilities</i> | | | | |
| Advances from Other Funds | 0 | 1,432,000 | 1,432,000 | 0 |
| Net Pension Liability | 456,004 | 228,002 | 684,006 | 0 |
| Asset Retirement Obligation | 55,000 | 26,000 | 81,000 | 0 |
| <i>Total Long-Term Liabilities</i> | <u>511,004</u> | <u>1,686,002</u> | <u>2,197,006</u> | <u>0</u> |
| <i>Total Liabilities</i> | <u>707,733</u> | <u>1,692,885</u> | <u>2,400,618</u> | <u>332,036</u> |
| Deferred Inflows of Resources | | | | |
| Pension | 215,219 | 107,659 | 322,878 | 0 |
| OPEB | 171,447 | 85,724 | 257,171 | 0 |
| Leases | 0 | 953,861 | 953,861 | 0 |
| <i>Total Deferred Inflows of Resources</i> | <u>386,666</u> | <u>1,147,244</u> | <u>1,533,910</u> | <u>0</u> |
| Net Position | | | | |
| Net Investment in Capital Assets | 20,070,032 | 2,071,329 | 22,141,361 | 0 |
| Unrestricted (Deficit) | 13,852,967 | (1,686,175) | 12,166,792 | 3,307,213 |
| <i>Total Net Position</i> | <u>\$33,922,999</u> | <u>\$385,154</u> | <u>\$34,308,153</u> | <u>\$3,307,213</u> |

See accompanying notes to the basic financial statements

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

| | <u>Business-Type Activities - Enterprise Funds</u> | | | Governmental Activities - Internal Service Fund |
|---|--|--------------------|---------------------|--|
| | <u>Sewer</u> | <u>Golf Course</u> | <u>Total</u> | |
| Operating Revenues | | | | |
| Charges for Services | \$2,614,192 | \$292,566 | \$2,906,758 | \$3,647,060 |
| Tap-In-Fees | 109,826 | 0 | 109,826 | 0 |
| Lease | 0 | 10,510 | 10,510 | 0 |
| Rentals | 0 | 12,585 | 12,585 | 0 |
| Miscellaneous | 0 | 5,708 | 5,708 | 0 |
| <i>Total Operating Revenues</i> | <u>2,724,018</u> | <u>321,369</u> | <u>3,045,387</u> | <u>3,647,060</u> |
| Operating Expenses | | | | |
| Personal Services | 382,914 | 229,134 | 612,048 | 0 |
| Fringe Benefits | (263,504) | (150,238) | (413,742) | 0 |
| Contractual Services | 1,840,136 | 77,301 | 1,917,437 | 620,680 |
| Materials and Supplies | 32,564 | 45,663 | 78,227 | 0 |
| Depreciation | 1,153,537 | 31,762 | 1,185,299 | 0 |
| Other | 42,504 | 9,397 | 51,901 | 0 |
| Claims | 0 | 0 | 0 | 3,723,943 |
| <i>Total Operating Expenses</i> | <u>3,188,151</u> | <u>243,019</u> | <u>3,431,170</u> | <u>4,344,623</u> |
| <i>Operating (Loss) Income</i> | <u>(464,133)</u> | <u>78,350</u> | <u>(385,783)</u> | <u>(697,563)</u> |
| Nonoperating Revenues (Expenses) | | | | |
| Interest | 10,690 | 29,208 | 39,898 | 0 |
| Loss on Disposal of Capital Assets | 0 | (138) | (138) | 0 |
| Gain in Joint Venture | 196,576 | 0 | 196,576 | 0 |
| <i>Total Nonoperating Revenues (Expenses)</i> | <u>207,266</u> | <u>29,070</u> | <u>236,336</u> | <u>0</u> |
| <i>(Loss) Income Before Capital Contributions</i> | <u>(256,867)</u> | <u>107,420</u> | <u>(149,447)</u> | <u>(697,563)</u> |
| Capital Contributions | 377,740 | 0 | 377,740 | 0 |
| <i>Change in Net Position</i> | <u>120,873</u> | <u>107,420</u> | <u>228,293</u> | <u>(697,563)</u> |
| <i>Net Position Beginning of Year</i> | <u>33,802,126</u> | <u>277,734</u> | <u>34,079,860</u> | <u>4,004,776</u> |
| <i>Net Position End of Year</i> | <u>\$33,922,999</u> | <u>\$385,154</u> | <u>\$34,308,153</u> | <u>\$3,307,213</u> |

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2021

| | Business-Type Activities - Enterprise Funds | | | Governmental Activities - Internal Service Fund |
|--|---|-------------|-------------|--|
| | Sewer | Golf Course | Total | |
| Increase (Decrease) in Cash and Cash Equivalents | | | | |
| Cash Flows from Operating Activities | | | | |
| Cash Received from Customers | \$2,752,095 | \$315,661 | \$3,067,756 | \$3,641,672 |
| Cash Received from Other Operating Sources | 0 | 5,708 | 5,708 | 0 |
| Cash Received from Tap-In Fees | 109,826 | 0 | 109,826 | 0 |
| Cash Payments to Suppliers for Goods and Services | (1,866,645) | (119,326) | (1,985,971) | (619,822) |
| Cash Payments for Claims | 0 | 0 | 0 | (3,643,760) |
| Cash Payments for Employee Services and Benefits | (513,383) | (274,632) | (788,015) | 0 |
| Cash Payments for Other Operating Expenses | (44,498) | (10,020) | (54,518) | 0 |
| <i>Net Cash Provided by (Used for) Operating Activities</i> | 437,395 | (82,609) | 354,786 | (621,910) |
| Cash Flows from Noncapital Financing Activities | | | | |
| Advance In | 0 | 50,000 | 50,000 | 0 |
| Cash Flows from Capital and Related Financing Activities | | | | |
| Acquisition of Capital Assets | (143,676) | (15,574) | (159,250) | 0 |
| Cash Flows from Investing Activities | | | | |
| Interest | 20,110 | 29,234 | 49,344 | 0 |
| <i>Net Increase (Decrease) in Cash and Cash Equivalents</i> | 313,829 | (18,949) | 294,880 | (621,910) |
| <i>Cash and Cash Equivalents Beginning of Year</i> | 6,334,194 | 118,066 | 6,452,260 | 4,246,646 |
| <i>Cash and Cash Equivalents End of Year</i> | \$6,648,023 | \$99,117 | \$6,747,140 | \$3,624,736 |
| Reconciliation of Operating (Loss) Income to Net Cash Provided by (Used for) Operating Activities | | | | |
| <i>Operating (Loss) Income</i> | (\$464,133) | \$78,350 | (\$385,783) | (\$697,563) |
| Adjustments: | | | | |
| Depreciation | 1,153,537 | 31,762 | 1,185,299 | 0 |
| (Increase)/Decrease in Assets and Deferred Outflows: | | | | |
| Materials and Supplies Inventory | 0 | (336) | (336) | 0 |
| Accounts Receivable | 140,345 | 0 | 140,345 | (5,388) |
| Prepaid Items | 5 | (73) | (68) | 0 |
| Net Pension Asset | (922) | (461) | (1,383) | 0 |
| Deferred Outflows of Resources - Pension | 89,174 | 44,574 | 133,748 | 0 |
| Deferred Outflows of Resources - OPEB | 49,903 | 25,951 | 75,854 | 0 |
| Increase in Deferred Outflows of Resources - Asset Retirement Obligation | (3,836) | (456) | (4,292) | 0 |
| Increase/(Decrease) in Liabilities and Deferred Inflows: | | | | |
| Accounts Payable | 2,892 | 2,730 | 5,622 | 858 |
| Contracts Payable | 0 | 150 | 150 | 0 |
| Claims Payable | 0 | 0 | 0 | 80,183 |
| Accrued Wages | 3,555 | 826 | 4,381 | 0 |
| Intergovernmental Payable | 543 | 128 | 671 | 0 |
| Unearned Revenue | (2,442) | 0 | (2,442) | 0 |
| Net Pension Liability | (2,442) | (1,222) | (3,664) | 0 |
| Net OPEB Liability | (257,426) | (128,714) | (386,140) | 0 |
| Asset Retirement Obligation | 5,000 | 1,000 | 6,000 | 0 |
| Deferred Inflows of Resources - Pension | (151,782) | (75,900) | (227,682) | 0 |
| Deferred Inflows of Resources - OPEB | (124,576) | (60,918) | (185,494) | 0 |
| <i>Net Cash Provided by (Used for) Operating Activities</i> | \$437,395 | (\$82,609) | \$354,786 | (\$621,910) |

Noncash Capital Financing and Investing Activities

During 2021, the sewer enterprise fund received sewer lines from developers valued at \$377,245.

During 2021, the sewer enterprise fund received assets from governmental funds with a net book value of \$495.

At December 31, 2020, the City had retainage payable related to the acquisition of capital assets of \$28,655 in the sewer fund.

At December 31, 2020, the City had accounts and contracts payable related to the acquisition of capital assets of \$3,500 and \$7,150, respectively, in the golf course fund.

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Fiduciary Net Position
Custodial Fund
December 31, 2021

| | <u>Asset Forfeitures</u> |
|--|------------------------------|
| Assets | |
| Equity in Pooled Cash and Cash Equivalents | <u>\$127,910</u> |
| Net Position | |
| Restricted for Individuals and Other Governments | <u>\$127,910</u> |

See accompanying notes to the basic financial statements

City of Westlake, Ohio
Statement of Changes in Fiduciary Net Position
Custodial Fund
For the Year Ended December 31, 2021

| | Asset Forfeitures |
|--|----------------------|
| Additions | |
| Fines and Forfeitures for Other Governments | \$23,050 |
| Deductions | |
| Fines and Forfeitures to Other Governments and Others | 21,783 |
| <i>Net Increase (Decrease) in Fiduciary Net Position</i> | 1,267 |
| <i>Net Position Beginning of Year</i> | 126,643 |
| <i>Net Position End of Year</i> | \$127,910 |

See accompanying notes to the basic financial statements

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

Note 1 – Reporting Entity

The City of Westlake, (the City) is a home rule municipal corporation established under the laws of the State of Ohio which operates under its own Charter. The current Charter, which provides for a Council/Mayor form of government, was adopted in 1956.

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

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

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

The Rocky River Wastewater Treatment Plant is a joint venture, owned and operated by the cities of Westlake, Rocky River, Bay Village and Fairview Park. The mayors of each city serve during their term in office as members of the Management Committee of the Rocky River Wastewater Treatment Plant. Each city is responsible for a percentage of the operating expenses of the plant based on volume of flow into the plant (See Note 23).

The City is associated with five jointly governed organizations, the West Shore Council of Governments, Tri-City Park, Safe Air For Environment (S.A.F.E) Council of Governments, West Shore Area Rescue Association and the Regional Income Tax Agency (RITA). These organizations are presented in Note 24 to the basic financial statements.

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

Note 2 – Summary of Significant Accounting Policies

The financial statements of the City of Westlake have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards

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

Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described as follows.

Basis of Presentation

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

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

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

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

Fund Accounting

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

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

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

The following are the City's major governmental funds:

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

TIF Bond Retirement Fund The TIF Bond Retirement fund accounts for and reports payment in lieu of taxes restricted for the payment of principal and interest and fiscal charges related to debt issued to finance the American Greetings project.

Infrastructure Tax Fund The infrastructure tax fund accounts for and reports the receipt of a 3/8 of one percent voted increase in the municipal income tax restricted for general municipal infrastructure costs.

Community Center Construction Fund This fund accounts for and reports bond and note proceeds restricted for the construction of a new community center.

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

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

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

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

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

Internal Service Funds Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's only internal service fund reports on a self-insurance program for employee hospital/medical, prescription, dental and vision insurance benefits.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (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 does not have any trust funds. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund.

The City's fiduciary fund is a custodial fund. The City's custodial fund holds cash and financial assets seized through the police department until a judgement is rendered.

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

Measurement Focus

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

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

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

Fiduciary funds present a statement of changes in fiduciary net position which reports additions to and deductions from the custodial fund.

Basis of Accounting

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

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlement and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is

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

recognized in the year for which the taxes are levied (See Note 9). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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

On enterprise fund financial statements, revenue received as of December 31, 2021, for 2022 services, has been recorded as unearned revenue.

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for the deferred charges on refundings, asset retirement obligations, pension and OPEB. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to 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. The deferred outflows of resources related to pension and OPEB plans are explained in Note 14 and 15.

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 assets that applies to a future period and will not be recognized until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes, pension, OPEB, leases and unavailable revenue. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2021, but which were levied to finance year 2022 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. The deferred inflow for leases is related to the lease receivable and is being amortized to lease revenue in a systematic and rational manner over the term of the lease. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes charges for services, delinquent property taxes, municipal income taxes, admissions tax, contributions and donations, intergovernmental grants, franchise taxes and miscellaneous revenue. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities found on page 25. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (See Note 14 and 15).

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

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

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

Budgetary 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 resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount Council may appropriate. The appropriations resolution is Council's authorization to spend resources and set annual limits on expenditures plus encumbrances at the level of control selected by Council. The legal level of control has been established by Council at the object level (salaries and other expenses) within each department in the general fund and at the object level (salaries and other expenses) for all other funds. Budgetary modifications may only be made by resolution of the City Council at the legal level of control.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original and final budgeted amounts on the budgetary statements reflect the amount on the amended certificate of estimated resources in effect at the time the original and final appropriations were enacted by Council.

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

Pooled Cash and Cash Equivalents

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

During 2021, investments were limited to municipal bonds, bond anticipation notes, federal farm credit bank bonds, federal home loan bank bonds, federated treasury obligation money market fund and STAR Ohio. Investments are reported at fair value, which is based on quoted market price or current price, except for STAR Ohio.

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

For 2021, there were no limitations or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, twenty-four hours advance notice is appreciated for deposits and withdrawals of \$100 million or more. STAR Ohio reserves the right to limit the transaction to

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

\$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.

Interest earnings are allocated to City funds according to State statutes, City Charter, grant requirements, or debt related restrictions. Interest revenue credited to the general fund during 2021 was \$256,314, which includes \$44,525 assigned from other City funds.

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

Cash and cash equivalents that are held separately by the City for payment of retainage to contractors upon project completion are recorded as "cash and cash equivalents with escrow agents." The City also utilizes a financial institute to service various American Greetings and Market Square construction and debt payments. The balances in these accounts are presented on the statement of net position as "cash and cash equivalents with escrow agents."

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

Materials and Supplies Inventory

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2021 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported the year in which services are consumed.

Restricted Assets

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

Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their acquisition values as of the date received. The

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

City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e. estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). The City maintains a capitalization threshold of \$1,000. 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 capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement. Depreciation is computed using a straight-line method over the following useful lives:

| Description | Governmental Activities Estimated Lives | Business-Type Activities Estimated Lives |
|---|---|--|
| Buildings and Improvements | 20 - 84 years | 44 - 50 years |
| Improvements | 10 - 50 years | 20 - 50 years |
| Machinery and Equipment | 5 - 19 years | 5 years |
| Furniture and Fixtures | 10 - 20 years | 10 years |
| Vehicles | 2 - 15 years | 5 years |
| Intangible Right to Use Lease - Equipment | 5 years | N/A |
| Infrastructure | 10 - 50 years | 50 years |

The City is reporting an intangible right to use asset related to leased equipment. This intangible asset is being amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

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

Interfund Balances

On fund financial statements, long-term interfund loans, reported as "advances to/from other funds", are classified as nonspendable fund balance in the general fund, which indicate that they are not in spendable form even though it is a component of net current assets. Repayment is expected to be made within a reasonable period of time. Interfund balance amounts are eliminated in the statement of net position, except for any net residual amounts due between governmental and business-type activities, which are presented as internal balances.

Deferred inflows of resources and deferred outflows of resources from the change in internal proportionate share related to pension and OPEB items are eliminated in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts between governmental and business-type activities. These residual amounts are eliminated in the total column of the entity wide statement of net position.

Compensated Absences

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

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

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

Pensions/Other Postemployment Benefits (OPEB)

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

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgements 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. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan's fiduciary net position is not sufficient for payment of those benefits. Bonds, leases, and long-term loans are recognized as a liability on the governmental fund financial statements when due.

Fund Balance

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

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

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.

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

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

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

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

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

Net Position

Net Position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

Operating Revenues and Expenses

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

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

Interfund Activity

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

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

Contributions of Capital

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

Bond Premium

On the government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the effective-interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are received in the year the bonds are issued. Under Ohio law, premiums on the original issuance of debt are to be deposited to the bond retirement fund to be used for debt retirement and are precluded from being applied to the project fund. Ohio law does allow premiums on refunding debt to be used as part of the payment to the bond escrow agent.

Deferred Charge on Refunding

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

Estimates

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

Note 3 – Change in Accounting Principles

For 2021, the City implemented the Governmental Accounting Standards Board's (GASB) Statement No. 91, *Conduit Debt Obligations* and Statement 98, *The Annual Comprehensive Financial Report*. The City is also implementing *Implementation Guide No. 2019-1*.

GASB 91 clarifies the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of

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

additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures.

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.

These changes were incorporated in the City’s 2021 financial statements; however, there was no effect on beginning net position/fund balance.

Note 4 – Accountability

The grants, sidewalks and community center construction capital projects funds had deficit fund balances at December 31, 2021, in the amounts of \$276,796, \$30,383 and \$2,678,990, respectively. The deficit in the grant and sidewalks capital projects funds is due to advances received for construction projects until revenue is received. The deficit in the community center construction capital projects fund is the result of the issuance of short-term bond anticipation notes which are used to finance the project until bonds are issued. Once the notes are retired or the bonds are issued, the deficit will be eliminated. The general fund provides transfers to cover deficit balances in other funds; however, this is done when cash is needed rather than when accruals occur.

Note 5 – Fund Balances

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

| Fund Balances | General | TIF Bond Retirement | Infrastructure Tax | Community Center Construction | Other Governmental Funds | Total Governmental Funds |
|---|------------------|---------------------|---------------------|-------------------------------|--------------------------|--------------------------|
| <u>Nonspendable:</u> | | | | | | |
| Interfund loans | \$2,282,000 | \$0 | \$315,000 | \$0 | \$0 | \$2,597,000 |
| Prepays | 719,031 | 0 | 0 | 0 | 19,625 | 738,656 |
| Inventory | 519,506 | 0 | 0 | 0 | 620 | 520,126 |
| Unclaimed Monies | 285,297 | 0 | 0 | 0 | 0 | 285,297 |
| Total Nonspendable | 3,805,834 | 0 | 315,000 | 0 | 20,245 | 4,141,079 |
| <u>Restricted for:</u> | | | | | | |
| Streets and Highways | 0 | 0 | 0 | 0 | 5,516,462 | 5,516,462 |
| Police and Fire | | | | | | |
| Police and Fire Departments | 0 | 0 | 0 | 0 | 1,042,042 | 1,042,042 |
| Law Enforcement | 0 | 0 | 0 | 0 | 764,279 | 764,279 |
| Drug and Alcohol Enforcement | 0 | 0 | 0 | 0 | 106,923 | 106,923 |
| Juvenile Diversion | 0 | 0 | 0 | 0 | 17,374 | 17,374 |
| Cemetery Maintenance | 0 | 0 | 0 | 0 | 642,839 | 642,839 |
| Westlake/Bay Ecological | 0 | 0 | 0 | 0 | 78,267 | 78,267 |
| Central Dispatch | 0 | 0 | 0 | 0 | 609,955 | 609,955 |
| Emergency Medical Services | 0 | 0 | 0 | 0 | 1,707,430 | 1,707,430 |
| Debt Service Payments | 0 | 260,294 | 0 | 0 | 367,022 | 627,316 |
| Capital Projects | | | | | | |
| Storm Drainage | 0 | 0 | 0 | 0 | 1,059,106 | 1,059,106 |
| Construction and Improvement of City Facilities | 0 | 0 | 0 | 0 | 5,122,137 | 5,122,137 |
| American Greetings Construction | 0 | 0 | 0 | 0 | 90,243 | 90,243 |
| Issue II Improvements | 0 | 0 | 18,213,339 | 0 | 79,357 | 18,292,696 |
| Total Restricted | \$0 | \$260,294 | \$18,213,339 | \$0 | \$17,203,436 | \$35,677,069 |

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

| Fund Balances | General | TIF Bond Retirement | Infrastructure Tax | Community Center Construction | Other Governmental Funds | Total Governmental Funds |
|----------------------------|----------------------------|-------------------------|----------------------------|-------------------------------------|--------------------------------|--------------------------------|
| Committed to: | | | | | | |
| Recreation | \$0 | \$0 | \$0 | \$0 | \$1,584,832 | \$1,584,832 |
| City Donations | 0 | 0 | 0 | 0 | 233,333 | 233,333 |
| Basic Utility Services | 33,344 | 0 | 0 | 0 | 0 | 33,344 |
| Street Department | 75,097 | 0 | 0 | 0 | 0 | 75,097 |
| City Administration | 481,121 | 0 | 0 | 0 | 0 | 481,121 |
| Senior/Community Services | 4,170 | 0 | 0 | 0 | 0 | 4,170 |
| <i>Total Committed</i> | <u>593,732</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>1,818,165</u> | <u>2,411,897</u> |
| Assigned to: | | | | | | |
| Compensated Absences | 624,361 | 0 | 0 | 0 | 0 | 624,361 |
| Equipment Replacement | 12,966,475 | 0 | 0 | 0 | 0 | 12,966,475 |
| Cable Television | 4,766,454 | 0 | 0 | 0 | 0 | 4,766,454 |
| Cemetery Operations | 88,583 | 0 | 0 | 0 | 0 | 88,583 |
| Swimming Pool Operations | 154,981 | 0 | 0 | 0 | 0 | 154,981 |
| Community Services | 104,751 | 0 | 0 | 0 | 0 | 104,751 |
| Safety Town | 27,947 | 0 | 0 | 0 | 0 | 27,947 |
| 2022 Operations | 5,069,014 | 0 | 0 | 0 | 0 | 5,069,014 |
| Purchases on Order | | | | | | |
| Building Maintenance | 64,304 | 0 | 0 | 0 | 0 | 64,304 |
| Engineering and Zoning | 43,849 | 0 | 0 | 0 | 0 | 43,849 |
| Basic Utility Services | 12,761 | 0 | 0 | 0 | 0 | 12,761 |
| Street Department | 142,253 | 0 | 0 | 0 | 0 | 142,253 |
| City Administration | 242,545 | 0 | 0 | 0 | 0 | 242,545 |
| Police and Fire Department | 123,248 | 0 | 0 | 0 | 0 | 123,248 |
| Senior/Community Services | 3,818 | 0 | 0 | 0 | 0 | 3,818 |
| Recreation Department | 27,543 | 0 | 0 | 0 | 0 | 27,543 |
| <i>Total Assigned</i> | <u>24,462,887</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>24,462,887</u> |
| Unassigned (Deficit) | <u>54,470,204</u> | <u>0</u> | <u>0</u> | <u>(2,678,990)</u> | <u>(307,179)</u> | <u>51,484,035</u> |
| Total Fund Balances | <u>\$83,332,657</u> | <u>\$260,294</u> | <u>\$18,528,339</u> | <u>(\$2,678,990)</u> | <u>\$18,734,667</u> | <u>\$118,176,967</u> |

Note 6 – Budgetary Basis of Accounting

While the City is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The statements of revenues, expenditures and changes in fund balance – budget (Non-GAAP Basis) and actual presented for the general fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- 1 Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
- 2 Investments are reported at fair value (GAAP basis) rather than cost (budget basis).
- 3 Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
- 4 Budgetary revenues and expenditures of the swimming pool operation fund, senior/community service fund, cemetery operating fund and reserve for compensated absences fund are reclassified to the general fund for GAAP Reporting.
- 5 Advances In and Advances Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

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

- 6 Encumbrances are treated as expenditures (budget basis) rather than as restricted, committed or assigned fund balance (GAAP basis).

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

| | General |
|---|-------------|
| GAAP Basis | \$8,028,432 |
| Net Adjustment for Revenue Accruals | 1,572,204 |
| Advances In | 100,000 |
| Beginning Fair Value Adjustment for Investments | 553,582 |
| Ending Fair Value Adjustment for Investments | (159,939) |
| Net Adjustment for Expenditure Accruals | (2,955,866) |
| Advances Out | (850,000) |
| Perspective Difference: | |
| Swimming Pool Operation | (95,362) |
| Senior/Community Service | (29,517) |
| Cemetery Operating | 2,480 |
| Reserve for Compensated Absences | (336,683) |
| Encumbrances | (2,810,706) |
| Budget Basis | \$3,018,625 |

Note 7 – Deposits and Investments

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

Active deposits are public deposits determined to be necessary to meet current demands upon the City treasury. Active monies must be maintained either as cash in the City treasury, in commercial accounts payable 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.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, or by the financial institutions 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.

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

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 subdivisions of the State of Ohio, if training requirements have been met;
6. The State Treasurer's investment pool (STAR Ohio);
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.

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

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 | Percentage of Total Investments |
|--|-----------------------|----------------------|--------------------------------|---------------------------------------|
| Net Asset Value Per Share: | | | | |
| STAR Ohio | \$67,235,803 | Average 51.3 Days | AAAm | N/A |
| Fair Value - Level One Inputs: | | | | |
| Federated Treasury Obligation Money Market | 329,838 | Less than one year | AAAm | N/A |
| Fair Value - Level Two Inputs: | | | | |
| Federal Farm Credit Bank Bonds | 739,270 | Less than three year | AA+ | N/A |
| Federal Home Loan Bank Bonds | 2,993,310 | Less than two years | AA+ | 2.34% |
| Federal Home Loan Bank Bonds | 3,067,628 | Less than five years | AA+ | 2.40 |
| Total Federal Home Loan Bank Bonds | 6,060,938 | | | |
| Bond Anticipation Notes: | | | | |
| City of Avon | 1,250,538 | Less than one year | N/A | 0.98 |
| City of Bay Village | 5,575,000 | Less than one year | N/A | 4.36 |
| City of Berea | 6,262,422 | Less than one year | N/A | 4.90 |
| Blendon Township | 5,035,550 | Less than one year | N/A | 3.94 |
| City of Brecksville | 1,001,204 | Less than one year | N/A | 0.78 |
| City of Fairborn | 4,175,000 | Less than one year | N/A | 3.27 |
| City of Fairview Park | 100,002 | Less than one year | N/A | 0.08 |
| City of Fremont | 1,070,000 | Less than one year | N/A | 0.84 |
| City of Macedonia | 580,000 | Less than one year | N/A | 0.45 |
| City of Middleburg Heights | 11,800,000 | Less than one year | N/A | 9.23 |
| City of North Ridgeville | 1,001,320 | Less than one year | N/A | 0.78 |
| City of Pickerington | 1,682,861 | Less than one year | N/A | 1.32 |
| City of Riverside | 901,098 | Less than one year | N/A | 0.71 |
| City of Shaker Heights | 5,200,000 | Less than one year | N/A | 4.07 |
| City of Springboro | 1,600,448 | Less than one year | N/A | 1.25 |
| Total Bond Anticipation Notes | 47,235,443 | | | |
| Municipal Bonds: | | | | |
| State of Ohio | 5,144,740 | Less than one year | N/A | 4.03 |
| State of Ohio | 512,948 | Less than two years | N/A | 0.40 |
| Columbus City School District | 520,275 | Less than one year | N/A | 0.41 |
| Total Municipal Bonds | 6,177,963 | | | |
| Total Fair Value - Level Two Inputs | 60,213,614 | | | |
| Total | \$127,779,255 | | | |

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 above chart identifies the City's recurring fair value measurements as of December 31, 2021. The Federated Treasury Obligation Money Market 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

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

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. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk The Bond Anticipation Notes and Municipal Bonds are unrated. The Federal Farm Credit Bank Bonds and Federal Home Loan Bank Bonds carry a rating of AA+ by Standard and Poor’s. The Federated Treasury Obligation Money Market carry a rating of AAAM by Standard and Poor’s. STAR Ohio carries a credit rating of AAAM by Standard & Poor’s. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City has no investment policy that addresses credit risk.

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

Note 8 – Interfund Balances and Transfers

Interfund Balances

As of December 31, 2021, interfund balances were as follows:

| | Receivable | Payable |
|--------------------------------------|---------------------------|-----------------------------|
| | Advance to Other Funds | Advance from Other Funds |
| Major Governmental Funds: | | |
| General Fund | \$2,282,000 | \$0 |
| Infrastructure Tax | 315,000 | 0 |
| Other Governmental Fund: | | |
| Grants | 0 | 315,000 |
| Sidewalks | 0 | 850,000 |
| <i>Total Governmental Activities</i> | 2,597,000 | 1,165,000 |
| Business-Type Activity: | | |
| Golf Course | 0 | 1,432,000 |
| Total | \$2,597,000 | \$2,597,000 |

Advances to other funds at December 31, 2021, consisted of a general fund advance of \$1,432,000 to the golf course enterprise fund due to the timing of the operating revenues, a general fund advance of \$850,000 to the sidewalks capital projects fund due to the timing of special assessment collections and an infrastructure tax capital projects fund advance of \$315,000 to the grants capital projects fund due to the timing of grant proceeds. Advances to other funds are not expected to be repaid within one year.

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

Interfund Transfers

At December 31, 2021, interfund transfers were as follows:

| Transfers To | Transfers From |
|----------------------------------|-----------------------|
| | General |
| Other Governmental Funds: | |
| Police Pension | 500,000 |
| Fire Pension | 500,000 |
| Federal Equitable | 12,571 |
| Central Dispatch | 400,000 |
| Issue II Improvement | 158,700 |
| Grants | 11,000 |
| Total Governmental Funds | \$1,582,271 |

The general fund transfers to the other governmental funds were made to provide additional resources for current operations and capital improvements.

Internal Balances – Changes in Proportionate Share

The City uses an internal proportionate share to allocate its net pension asset/liability, net OPEB liability and corresponding deferred outflows/inflows of resources and pension and OPEB expense to its various funds. This allocation creates a change in internal proportionate share. The effects of the internal proportionate share are eliminated from the pension and OPEB deferred outflows/inflows of resources in the governmental and business-type activities columns of the statement of net position, except for any net residual amounts between governmental and business-type activities. These residual amounts are eliminated in the total column of the entity wide statement of net position, thus allowing the total column to present the change in proportionate share for the City as a whole.

Eliminations made in the business type activities column include a deferred outflow of resources for the golf course enterprise fund and a deferred inflow of resources for the sewer enterprise fund in the amount of \$49 related to pension.

Note 9 – Receivables

Receivables at December 31, 2021, consisted primarily of municipal income taxes, property and hotel taxes, payments in lieu of taxes, intergovernmental receivables arising from entitlements and shared revenues, special assessments, accrued interest on investments, leases and accounts (billings for utility service).

All receivables, except for delinquent property taxes, special assessments and leases, 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.

An allowance for uncollectibles of ½ percent has been recorded for accounts receivable for the EMS charges.

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

A summary of the accounts receivable follows and includes the allowance for uncollectibles:

| Fund | Accounts Receivable | Allowances for Uncollectible | Net Accounts Receivable |
|--------------------------|------------------------|---------------------------------|----------------------------|
| Governmental Funds: | | | |
| General | \$256,588 | \$0 | \$256,588 |
| Other Governmental Funds | 2,040,184 | 10,040 | 2,030,144 |
| Total Governmental Funds | 2,296,772 | 10,040 | 2,286,732 |
| Sewer Enterprise Fund | 650,161 | 0 | 650,161 |
| Internal Service | 14,513 | 0 | 14,513 |
| Total | <u>\$2,961,446</u> | <u>\$10,040</u> | <u>\$2,951,406</u> |

Property Taxes

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

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

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

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

The full tax rate for all City operations for the year ended December 31, 2021, was \$9.52 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:

| Category | Amount |
|----------------------------------|------------------------|
| Real Estate: | |
| Residential/Agricultural | \$1,144,215,910 |
| Other Real Estate | 433,433,060 |
| Public Utility Tangible Property | <u>36,205,880</u> |
| Total Assessed Valuation | <u>\$1,613,854,850</u> |

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City of Westlake and periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility taxes and outstanding delinquencies which are measurable as of December 31, 2021, and for which there is an enforceable legal claim. In governmental funds, the portion of the receivable levied to finance 2022 operations is offset to deferred inflows of resources – property taxes. On an accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

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

Income Taxes

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

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

Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

| | <u>Amount</u> |
|---|---------------------------|
| Governmental Activities: | |
| Gas Excise Tax/Highway Distribution | \$891,541 |
| Homestead and Rollback | 745,172 |
| Local Government | 327,709 |
| Auto Registration | 114,759 |
| City of North Ridgeview | 71,553 |
| City of Rocky River | 68,145 |
| City of Fairview Park | 50,325 |
| City of Bay Village | 40,681 |
| Westlake City School District | 34,993 |
| Ohio Department of Commerce | 27,833 |
| City of Cleveland | 26,023 |
| City of Lakewood | 7,018 |
| Ohio Attorney General | 3,239 |
| Ohio Department of Public Safety Grants | <u>1,124</u> |
| Total Intergovernmental Receivables | <u><u>\$2,410,115</u></u> |

Payments in Lieu of Taxes

According to State law, the City has established one tax incremental financing district within the City under which the City has granted property tax exemptions and agreed to construct certain infrastructure improvements. The property owners have agreed to make payments to the City to help pay the costs of the infrastructure improvements. The amount of those payments generally reflects all or a portion of the property taxes which the property owners would have paid if the property had not been declared exempt. The property owners' contractual promise to make these payments in lieu of taxes generally continues until the costs of the improvement have been paid or the agreement expires, whichever occurs first. Future development by these owners or others may result in subsequent agreements to make payments in lieu of taxes and may therefore spread the costs of the improvements to a larger number of property owners.

Leases Receivable

The City is reporting leases receivable of \$2,495,842 in the general fund and \$953,861 in the golf course enterprise fund at December 31, 2021. These amounts represent the discounted future lease payments. This

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

discount is being amortized using the interest method. For 2021, the City recognized lease revenue of \$70,320 and interest revenue of \$89,522 in the general fund and recognized lease revenue of \$10,510 and interest revenue of \$29,234 in the golf course enterprise fund related to lease payments received. A description of the City's leasing arrangements is as follows:

Cell Tower Leases – The City has entered into various lease agreements for cell towers with multiple companies at varying years and terms as follows:

| Company | Lease Commencement Date | Years | Lease Ending Date | Payment Method |
|------------------------|-------------------------------|-------|-------------------------|-------------------|
| T-Mobile | 2007 | 25 | 2032 | Monthly |
| Verizon | 2010 | 25 | 2035 | Monthly |
| AT & T | 2010 | 25 | 2035 | Monthly |
| City of Cleveland | 2013 | 30 | 2043 | Monthly |
| Crown Castle-Fire | 1999 | 45 | 2044 | Monthly |
| Crown Castle-Meadowood | 1999 | 45 | 2044 | Monthly |
| Sprint | 2005 | 25 | 2030 | Monthly |
| Clear Wireless | 2010 | 25 | 2035 | Monthly |

A summary of future lease revenue is as follows:

| Year | General | | Golf Course | |
|-----------|--------------------|------------------|------------------|------------------|
| | Principal | Interest | Principal | Interest |
| 2022 | \$75,647 | \$90,202 | \$11,752 | \$31,304 |
| 2023 | 80,541 | 84,208 | 11,198 | 28,546 |
| 2024 | 91,673 | 81,054 | 15,543 | 28,175 |
| 2025 | 102,205 | 77,546 | 20,085 | 27,608 |
| 2026 | 115,775 | 73,465 | 20,705 | 26,988 |
| 2027-2031 | 705,379 | 294,203 | 138,270 | 124,040 |
| 2032-2036 | 617,422 | 162,582 | 217,386 | 97,386 |
| 2037-2041 | 473,119 | 77,745 | 320,781 | 56,946 |
| 2042-2044 | 234,081 | 8,083 | 198,141 | 7,893 |
| | <u>\$2,495,842</u> | <u>\$949,088</u> | <u>\$953,861</u> | <u>\$428,886</u> |

Note 10 – Tax Abatements

As of December 31, 2021, the City provides two tax abatement programs: Community Reinvestment Area and Job Creation and Retention Program.

Real estate tax abatements

Pursuant to Ohio Revised Code Chapter 5709, the City has established a Community Reinvestment Area to provide property tax abatements to encourage revitalization of existing buildings and the construction of new structures. Abatements are obtained through application by the property owner, including proof that the improvements have been made, and equal 50 percent of the additional property tax resulting from the increase in assessed value as a result of the improvement. The amount of the abatement is deducted from the recipient's

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

tax bill. The City also contracts with the overlapping school district for payments in lieu of taxes when required by Ohio Revised Code. For 2021, the value of the taxes being abated was \$16,772.

Income tax abatement programs

The City has entered into several agreements under a Job Creation and Retention program. The purpose of the program is to encourage the creation and retention of job opportunities through the City. Pursuant to Ohio Revised Code Chapter 718, the City provides an incentive to the company based upon the company's gross annual payroll, the amount of income tax generated annually and the number of jobs created or retained by the business. Each agreement is specific to the business and may be reduced based on the amount of annual payroll for each year not being maintained or not increasing at an agreed upon amount. The abatement is administered as a refund based upon the company's payroll taxes. Also, the time period of the incentive in years, is determined by an agreement put in place by each business and the City. For 2021, the taxes being abated was \$527,729.

Note 11 – Capital Assets

A summary of changes in capital assets during 2021 follows:

| | Balance 12/31/2020 | Additions | Deletions | Transfers | Balance 12/31/2021 |
|---|-----------------------|--------------------|----------------|----------------|-----------------------|
| Business-Type Activities: | | | | | |
| <i>Nondepreciable Capital Assets</i> | | | | | |
| Land | \$1,499,176 | \$0 | \$0 | \$0 | \$1,499,176 |
| Construction in Progress | 56,750 | 1,285 | 0 | 0 | 58,035 |
| Total Nondepreciable Capital Assets | 1,555,926 | 1,285 | 0 | 0 | 1,557,211 |
| <i>Depreciable Capital Assets</i> | | | | | |
| Buildings and Improvements | 1,768,427 | 0 | 0 | 0 | 1,768,427 |
| Improvements | 272,711 | 0 | 0 | 0 | 272,711 |
| Machinery and Equipment | 380,498 | 13,360 | (7,139) | 9,904 | 396,623 |
| Furniture and Fixtures | 79,806 | 2,644 | (1,563) | 0 | 80,887 |
| Vehicles | 953,118 | 0 | 0 | 0 | 953,118 |
| Infrastructure | | | | | |
| Sewer Lines | 54,628,215 | 479,901 | 0 | 0 | 55,108,116 |
| Total Depreciable Capital Assets | 58,082,775 | 495,905 | (8,702) | 9,904 | 58,579,882 |
| <i>Less Accumulated Depreciation</i> | | | | | |
| Buildings and Improvements | (745,928) | (35,001) | 0 | 0 | (780,929) |
| Improvements | (236,467) | (4,324) | 0 | 0 | (240,791) |
| Machinery and Equipment | (321,778) | (17,056) | 7,001 | (9,409) | (341,242) |
| Furniture and Fixtures | (51,131) | (5,485) | 1,563 | 0 | (55,053) |
| Vehicles | (891,079) | (23,624) | 0 | 0 | (914,703) |
| Infrastructure | | | | | |
| Sewer Lines | (34,563,205) | (1,099,809) | 0 | 0 | (35,663,014) |
| Total Accumulated Depreciation | (36,809,588) | (1,185,299) | 8,564 | (9,409) | (37,995,732) |
| Total Depreciable Capital Assets, Net | 21,273,187 | (689,394) | (138) | 495 | 20,584,150 |
| Total Business-Type Activities Capital Assets, Net | \$22,829,113 | (\$688,109) | (\$138) | \$495 | \$22,141,361 |

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

During 2021, the City received sanitary sewer lines valued at \$377,245 from developers in business-type activities. The engineering department transferred assets with a net book value of \$495 to the sewer enterprise fund.

| | Balance 12/31/2020 | Additions | Deletions | Transfers | Balance 12/31/2021 |
|--|-----------------------|----------------------|-----------------------|----------------|-----------------------|
| Governmental Activities: | | | | | |
| <i>Nondepreciable Capital Assets</i> | | | | | |
| Land | \$14,321,982 | \$0 | \$0 | \$0 | \$14,321,982 |
| Construction in Progress | 11,201,017 | 5,624,648 | (10,401,405) | 0 | 6,424,260 |
| <i>Total Nondepreciable Capital Assets</i> | <u>25,522,999</u> | <u>5,624,648</u> | <u>(10,401,405)</u> | <u>0</u> | <u>20,746,242</u> |
| <i>Depreciable Capital Assets</i> | | | | | |
| Buildings and Improvements | 95,404,486 | 9,149,058 | 0 | 0 | 104,553,544 |
| Improvements | 16,512,732 | 1,043,019 | (23,796) | 0 | 17,531,955 |
| Machinery and Equipment | 8,855,015 | 658,281 | (217,991) | (9,904) | 9,285,401 |
| Furniture and Fixtures | 2,966,222 | 345,604 | (29,114) | 0 | 3,282,712 |
| Vehicles | 11,102,862 | 769,969 | (460,703) | 0 | 11,412,128 |
| Infrastructure | | | | | |
| Roads | 160,606,467 | 118,378 | 0 | 0 | 160,724,845 |
| Water Mains | 52,939,339 | 932,862 | (18,572) | 0 | 53,853,629 |
| Storm Sewers | 34,468,833 | 270,875 | 0 | 0 | 34,739,708 |
| Culverts | 3,639,562 | 0 | 0 | 0 | 3,639,562 |
| Traffic Signals | 11,148,530 | 102,656 | 0 | 0 | 11,251,186 |
| Bridges | 1,980,831 | 0 | 0 | 0 | 1,980,831 |
| Intangible Right to Use Lease - Equipment** | 5,241 | 5,995 | (5,241) | 0 | 5,995 |
| <i>Total Depreciable Capital Assets</i> | <u>399,630,120</u> | <u>13,396,697</u> | <u>(755,417)</u> | <u>(9,904)</u> | <u>412,261,496</u> |
| <i>Less Accumulated Depreciation/Amortization</i> | | | | | |
| Buildings and Improvements | (23,880,713) | (2,513,815) | 0 | 0 | (26,394,528) |
| Improvements | (4,934,003) | (688,498) | 23,606 | 0 | (5,598,895) |
| Machinery and Equipment | (6,645,912) | (699,657) | 208,322 | 9,409 | (7,127,838) |
| Furniture and Fixtures | (1,912,147) | (171,401) | 29,114 | 0 | (2,054,434) |
| Vehicles | (8,348,849) | (728,093) | 450,541 | 0 | (8,626,401) |
| Infrastructure | | | | | |
| Roads | (106,025,198) | (3,504,039) | 0 | 0 | (109,529,237) |
| Water Mains | (21,679,556) | (956,445) | 18,572 | 0 | (22,617,429) |
| Storm Sewers | (18,294,445) | (695,852) | 0 | 0 | (18,990,297) |
| Culverts | (3,262,577) | (21,478) | 0 | 0 | (3,284,055) |
| Traffic Signals | (2,512,146) | (456,831) | 0 | 0 | (2,968,977) |
| Bridges | (1,205,072) | (34,933) | 0 | 0 | (1,240,005) |
| Intangible Right to Use Lease - Equipment** | (4,193) | (1,865) | 5,241 | 0 | (817) |
| <i>Total Accumulated Depreciation/Amortization</i> | <u>(198,704,811)</u> | <u>(10,472,907)*</u> | <u>735,396</u> | <u>9,409</u> | <u>(208,432,913)</u> |
| <i>Total Depreciable Capital Assets, Net</i> | <u>200,925,309</u> | <u>2,923,790</u> | <u>(20,021)</u> | <u>(495)</u> | <u>203,828,583</u> |
| <i>Total Governmental Capital Assets, Net</i> | <u>\$226,448,308</u> | <u>\$8,548,438</u> | <u>(\$10,421,426)</u> | <u>(\$495)</u> | <u>\$224,574,825</u> |

During 2021, the City received furniture valued at \$1,781, a vehicle valued at \$5,944, water mains valued at \$593,450 and storm sewers valued at \$26,105 from developers in governmental activities.

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

* Depreciation expense was charged to governmental functions as follows:

| | |
|----------------------------------|--------------|
| General Government | \$589,527 |
| Security of Persons and Property | 843,286 |
| Public Health Services | 173,940 |
| Transportation | 4,567,751 |
| Community Environment | 1,492,767 |
| Basic Utility Services | 1,673,775 |
| Leisure Time Activities | 1,131,861 |
| Total | \$10,472,907 |

** Of the current year depreciation total of \$10,472,907, \$1,865 is presented as general government expense on the Statement of Activities related to the City's intangible asset of a postage machine, which is included as an Intangible Right to Use Lease. With the implementation of Governmental Accounting Standards Board Statement No. 87, *Leases*, a lease meeting the criteria of this statement requires the lessee to recognize the lease liability and an intangible right to use asset.

Note 12 – Risk Management

The City is exposed to various risks of loss related to torts; theft, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During the year the City contracted with various companies for all its commercial insurance.

The types of coverage and deductibles are as follows:

| Type of Coverage | Coverage | Deductible |
|--|-----------------------|------------|
| U.S. Specialty Insurance Company | | |
| Blanket Property and Contents, Replacement | \$102,410,084 | \$2,500 |
| Inland Marine | 6,530,312 | 1,000 |
| General Liability | 1,000,000/3,000,000 | 0 |
| Automobile Liability | 1,000,000 | 0 |
| Public Officials Liability | 1,000,000/1,000,000 | 10,000 |
| Police Professional Liability | 1,000,000/1,000,000 | 5,000 |
| Employment Practices Liability | 1,000,000/1,000,000 | 10,000 |
| Computer - Hardware | 2,379,259 | 1,000 |
| Computer - Media Coverage | 125,000 | 1,000 |
| Umbrella Excess Liability | 10,000,000/10,000,000 | No SIR |
| Travelers Property & Casualty Insurance | | |
| Forgery or Alteration | 1,000,000 | 5,000 |
| Employee Theft - Per Loss | 1,000,000 | 5,000 |
| On Premises | 1,000,000 | 5,000 |
| In Transit | 1,000,000 | 5,000 |
| Money Orders & Counterfeit Money | 1,000,000 | 5,000 |
| Computer Fraud | 1,000,000 | 5,000 |
| Funds Transfer Fraud | 1,000,000 | 5,000 |

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

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

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

The City utilizes the services of America’s Choice Healthplans, the third party administrator, to review, process, and pay employee claims. The City purchased stop-loss coverage for claims in excess of \$80,000 per individual and \$3,659,719 aggregate per year. For each employee, the City paid monthly into the hospitalization internal service fund \$633 for single, \$1,062 for single-plus-one and \$1,500 for family coverage. These rates are paid by the fund from which the employees’ salary is paid.

The claims liability of \$331,178 as estimated by the third-party administrator and reported in the hospitalization internal service fund at December 31, 2021, is based on the requirements of GASB Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate does not include other allocated or unallocated claim adjustment expenses. Changes in the fund claims liability amount in 2020 and 2021 were as follows:

| | Balance at Beginning of Year | Current Year Claims | Claim Payments | Balance at End of Year |
|------|---------------------------------|------------------------|-------------------|---------------------------|
| 2020 | \$471,333 | 2,743,036 | 2,963,374 | \$250,995 |
| 2021 | 250,995 | 3,723,943 | 3,643,760 | 331,178 |

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

Note 13 – Significant Commitments

Contractual Commitments

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

| Project | Contract Amount | Amount Paid | Remaining on Contract |
|------------------------------------|--------------------|----------------|--------------------------|
| 2021 Street Maintenance | \$856,290 | \$440,995 | \$415,295 |
| Crocker Turn Lane/Boulevard | 3,399,679 | 2,519,740 | 879,939 |
| Hawkins Waterline | 575,321 | 356,491 | 218,830 |
| Seneca Waterline | 835,613 | 685,518 | 150,095 |
| Columbia Road Resurfacing | 1,338,702 | 774,955 | 563,747 |
| Clague Playground | 995,967 | 488,840 | 507,127 |
| Recreation Center Tennis Courts | 310,822 | 247,801 | 63,021 |
| Community Center | 9,381,339 | 9,006,086 | 375,253 |
| 2021 Sanitary Sewer Rehabilitation | 353,850 | 0 | 353,850 |
| Total | \$18,047,583 | \$14,520,426 | \$3,527,157 |

The remaining commitments were encumbered at year-end. The amounts of \$171,956, \$92,853 and \$781,278 in accounts, contracts and retainage payable for governmental activities, respectively have been capitalized.

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to

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

facilitate effective cash planning and control. At year-end the amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

| Governmental Funds: | | Proprietary Funds: | |
|---------------------------------|---------------------------|--------------------------------|-------------------------|
| General | \$2,810,706 | Enterprise: | |
| TIF Bond Retirement | 1,639 | Sewer | \$423,882 |
| Infrastructure Tax | 2,661,826 | Golf Course | <u>33,135</u> |
| Community Center Construction | 858,174 | Total Enterprise Funds | 457,017 |
| Other Governmental Funds | <u>2,368,419</u> | | |
| Total Governmental Funds | <u><u>\$8,700,764</u></u> | Internal Service Fund | <u>530,034</u> |
| | | Total Proprietary Funds | <u><u>\$987,051</u></u> |

Note 14 - 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 employees—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.

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 healthcare to eligible benefit recipients.

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

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 15 for the required OPEB disclosures.

Ohio Public Employees Retirement System (OPERS)

Plan Description - City employees, other than full-time police and firefighters, participate in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a combination cost-sharing, multiple-employer 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):

| Group A | Group B | Group C |
|--|--|--|
| Eligible to retire prior to January 7, 2013 or five years after January 7, 2013 | 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013 | Members not in other Groups and members hired on or after January 7, 2013 |
| State and Local | State and Local | State and Local |
| Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit | Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit | Age and Service Requirements: Age 57 with 25 years of service credit or Age 62 with 5 years of service credit |
| Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30 | Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30 | Traditional Plan Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35 |
| Combined Plan Formula: 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30 | Combined Plan Formula: 1% of FAS multiplied by years of service for the first 30 years and 1.25% for service years in excess of 30 | Combined Plan Formula: 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.

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

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.

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 |
|--|--------------------|
| 2021 Statutory Maximum Contribution Rates | |
| Employer | 14.0 % |
| Employee * | 10.0 % |
| 2021 Actual Contribution Rates | |
| Employer: | |
| Pension ** | 14.0 % |
| Post-employment Health Care Benefits ** | 0.0 |
| Total Employer | 14.0 % |
| Employee | 10.0 % |

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

- * 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.

For 2021, the City's contractually required contribution was \$1,551,507 for the traditional plan, \$42,927 for the combined plan and \$17,657 for the member-directed plan. Of these amounts, \$27,086 is reported as an intergovernmental payable for the traditional plan, \$749 for the combined plan, and \$433 for the member-directed plan.

Ohio Police & Fire Pension Fund (OP&F)

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

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

For members hired after July 1, 2013, the minimum retirement age is 52 for normal service retirement with at least 25 years of service credit. For members hired on or before after 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 OP&F 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 OP&F benefits for at least one year may be eligible for a cost-of-living allowance adjustment. The age 55 provision for receiving a COLA does not apply to those who are receiving a permanent and total disability benefit, 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.

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

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% 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.

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 |
|--|---------|--------------|
| 2021 Statutory Maximum Contribution Rates | | |
| Employer | 19.50 % | 24.00 % |
| Employee | 12.25 % | 12.25 % |
| 2021 Actual Contribution Rates | | |
| Employer: | | |
| Pension | 19.00 % | 23.50 % |
| Post-employment Health Care Benefits | 0.50 | 0.50 |
| Total Employer | 19.50 % | 24.00 % |
| Employee | 12.25 % | 12.25 % |

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$1,899,201 for 2021. Of this amount, \$31,900 is reported as an intergovernmental payable.

Pension Liabilities (Assets), 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. OP&F's total pension liability was measured as of December 31, 2020, and was determined by rolling forward the total pension liability as of January 1, 2020, to December 31, 2020. The City's proportion of the net pension liability (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:

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

| | OPERS <u>Traditional Plan</u> | OPERS <u>Combined Plan</u> | <u>OP&F</u> | <u>Total</u> |
|--|----------------------------------|-------------------------------|--------------------|--------------|
| Proportion of the Net Pension Liability/Asset: | | | | |
| Current Measurement Date | 0.0769870% | 0.0675970% | 0.3563403% | |
| Prior Measurement Date | <u>0.0796850%</u> | <u>0.0627140%</u> | <u>0.3837452%</u> | |
| Change in Proportionate Share | <u>-0.0026980%</u> | <u>0.0048830%</u> | <u>-0.0274049%</u> | |
| Proportionate Share of the: | | | | |
| Net Pension Liability | \$11,400,100 | \$0 | \$24,292,038 | \$35,692,138 |
| Net Pension Asset | 0 | 195,128 | 0 | 195,128 |
| Pension Expense | (56,466) | 978 | 1,392,779 | 1,337,291 |

2021 pension expense for the member-directed defined contribution plan was \$17,657. The aggregate pension expense for all pension plans was \$1,354,948 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 <u>Traditional Plan</u> | OPERS <u>Combined Plan</u> | <u>OP&F</u> | <u>Total</u> |
|---|----------------------------------|-------------------------------|--------------------|--------------------|
| Deferred Outflows of Resources | | | | |
| Differences between expected and actual experience | \$0 | \$0 | \$1,015,489 | \$1,015,489 |
| Changes of assumptions | 0 | 12,186 | 407,390 | 419,576 |
| Changes in proportion and differences between City contributions and proportionate share of contributions | 60,930 | 327 | 65,468 | 126,725 |
| City contributions subsequent to the measurement date | <u>1,551,507</u> | <u>42,927</u> | <u>1,899,201</u> | <u>3,493,635</u> |
| Total Deferred Outflows of Resources | <u>\$1,612,437</u> | <u>\$55,440</u> | <u>\$3,387,548</u> | <u>\$5,055,425</u> |

| | OPERS <u>Traditional Plan</u> | OPERS <u>Combined Plan</u> | <u>OP&F</u> | <u>Total</u> |
|---|----------------------------------|-------------------------------|--------------------|--------------------|
| Deferred Inflows of Resources | | | | |
| Differences between expected and actual experience | \$476,875 | \$36,813 | \$946,345 | \$1,460,033 |
| Changes of assumptions | 0 | 0 | 0 | 0 |
| Net difference between projected and actual earnings on pension plan investments | 4,443,425 | 29,018 | 1,178,324 | 5,650,767 |
| Changes in proportion and differences between City contributions and proportionate share of contributions | <u>371,498</u> | <u>22,838</u> | <u>2,076,251</u> | <u>2,470,587</u> |
| Total Deferred Inflows of Resources | <u>\$5,291,798</u> | <u>\$88,669</u> | <u>\$4,200,920</u> | <u>\$9,581,387</u> |

\$3,493,635 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

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

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:

| Year Ending December 31: | OPERS Traditional Plan | OPERS Combined Plan | OP&F | Total |
|--------------------------|------------------------------|---------------------------|----------------------|----------------------|
| 2022 | (\$2,061,250) | (\$17,333) | (\$532,128) | (\$2,610,711) |
| 2023 | (752,311) | (12,235) | (43,184) | (807,730) |
| 2024 | (1,811,292) | (18,929) | (1,510,925) | (3,341,146) |
| 2025 | (606,015) | (10,605) | (493,475) | (1,110,095) |
| 2026 | 0 | (6,466) | (132,861) | (139,327) |
| Thereafter | 0 | (10,588) | 0 | (10,588) |
| Total | <u>(\$5,230,868)</u> | <u>(\$76,156)</u> | <u>(\$2,712,573)</u> | <u>(\$8,019,597)</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.

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 below.

| | 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 percent 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

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

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:

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

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:

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

| | 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 | \$21,745,748 | \$11,400,100 | \$2,797,708 |
| OPERS Combined Plan | (135,870) | (195,128) | (239,293) |

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 – OP&F

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

| | |
|----------------------------|--|
| Valuation Date | January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020 |
| Actuarial Cost Method | Entry Age Normal |
| Investment Rate of Return | 8.0 percent |
| Projected Salary Increases | 3.75 percent to 10.5 percent |
| Payroll Growth | 3.25 percent per annum, compounded annually, consisting of Inflation rate of 2.75 percent plus |
| Cost of Living Adjustments | productivity increase rate of 0.5 percent 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.

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

| 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 averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2020, are summarized below:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|---------------------------------|-------------------|--|
| Cash and Cash Equivalents | - % | 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 | 125.00 % | |

Note: Assumptions are geometric.

* levered 2.5x

OP&F's Board of Trustees has incorporated the risk parity concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on their relationship between asset classes and economic

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

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 net pension liability calculated using the discount rate of 8.00 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.00 percent), or one percentage point higher (9.00 percent) than the current rate.

| | 1% Decrease (7.00%) | Current Discount Rate (8.00%) | 1% Increase (9.00%) |
|--|------------------------|-------------------------------------|------------------------|
| City's proportionate share of the net pension liability | \$33,817,629 | \$24,292,038 | \$16,320,081 |

Note 15 - Defined Benefit OPEB Plans

See Note 14 for a description of the net OPEB liability (asset).

Ohio Public Employees Retirement System (OPERS)

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

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement (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

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

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 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 below for additional information.

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

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

Funding Policy - The Ohio Revised Code provides the statutory authority 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

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

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 \$7,063 for 2021. Of this amount, \$124 is reported as an intergovernmental payable.

Ohio Police & Fire Pension Fund (OP&F)

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored healthcare program, a cost-sharing, multiple-employer defined post-employment health care plan administered by 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, OP&F implemented a new model for health care. Under this new model, OP&F provides eligible retirees with a fixed stipend earmarked to pay for health care and Medicare Part B reimbursements.

OP&F 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 OP&F 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 OP&F 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 OP&F. Even if an OP&F 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 OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Governmental Accounting Standards Board (GASB) Statement No. 75.

OP&F 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, OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. The report may be obtained by visiting the OP&F website at www.op-f.org or by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

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

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

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

The City's contractually required contribution to OP&F was \$45,277 for 2021. Of this amount, \$763 is reported as an intergovernmental payable.

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

The net OPEB liability (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:

| | <u>OPERS</u> | <u>OP&F</u> | |
|---|--------------------|--------------------|---------------|
| Proportion of the Net OPEB Liability/Asset: | | | |
| Current Measurement Date | 0.0747470% | 0.3563403% | |
| Prior Measurement Date | <u>0.0773000%</u> | <u>0.3837452%</u> | |
| Change in Proportionate Share | <u>-0.0025530%</u> | <u>-0.0274049%</u> | |
| | | | <u>Total</u> |
| Proportionate Share of the: | | | |
| Net OPEB Liability | \$0 | \$3,775,483 | \$3,775,483 |
| Net OPEB Asset | \$1,331,677 | \$0 | \$1,331,677 |
| OPEB Expense | (\$8,232,083) | \$243,505 | (\$7,988,578) |

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

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

| | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|---|--------------------|--------------------|--------------------|
| Deferred Outflows of Resources | | | |
| Changes of assumptions | \$654,668 | \$2,085,749 | \$2,740,417 |
| Changes in proportion and differences between City contributions and proportionate share of contributions | 29,746 | 0 | 29,746 |
| City contributions subsequent to the measurement date | <u>7,063</u> | <u>45,277</u> | <u>52,340</u> |
| Total Deferred Outflows of Resources | <u>\$691,477</u> | <u>\$2,131,026</u> | <u>\$2,822,503</u> |
| Deferred Inflows of Resources | | | |
| Differences between expected and actual experience | \$1,201,831 | \$622,753 | \$1,824,584 |
| Changes of assumptions | 2,157,717 | 601,883 | 2,759,600 |
| Net difference between projected and actual earnings on OPEB plan investments | 709,270 | 140,304 | 849,574 |
| Changes in proportion and differences between City contributions and proportionate share of contributions | <u>217,355</u> | <u>482,467</u> | <u>699,822</u> |
| Total Deferred Inflows of Resources | <u>\$4,286,173</u> | <u>\$1,847,407</u> | <u>\$6,133,580</u> |

\$52,340 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:

| Year Ending December 31: | <u>OPERS</u> | <u>OP&F</u> | <u>Total</u> |
|--------------------------|----------------------|------------------|----------------------|
| 2022 | (\$1,886,561) | \$44,354 | (\$1,842,207) |
| 2023 | (1,323,403) | 77,579 | (1,245,824) |
| 2024 | (308,220) | 25,198 | (283,022) |
| 2025 | (83,575) | 55,360 | (28,215) |
| 2026 | 0 | 29,035 | 29,035 |
| Thereafter | <u>0</u> | <u>6,816</u> | <u>6,816</u> |
| Total | <u>(\$3,601,759)</u> | <u>\$238,342</u> | <u>(\$3,363,417)</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.

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

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

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 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, 2019, these best estimates are summarized in the following table:

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

| 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.

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 liability would be if it were calculated using a discount rate that is one-percentage-point lower (5.00 percent) or one-percentage-point higher (7.00 percent) than the current rate:

| | 1% Decrease (5.00%) | Current Discount Rate (6.00%) | 1% Increase (7.00%) |
|---|------------------------|-------------------------------------|------------------------|
| City's proportionate share of the net OPEB asset | (\$331,129) | (\$1,331,677) | (\$2,154,209) |

Sensitivity of the City’s Proportionate Share of the Net OPEB Asset to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB asset calculated using the assumed trend rates, and the expected net OPEB 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

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

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.

| | <u>1% Decrease</u> | <u>Current Health Care Cost Trend Rate Assumption</u> | <u>1% Increase</u> |
|---|--------------------|---|--------------------|
| City's proportionate share of the net OPEB asset | (\$1,364,133) | (\$1,331,677) | \$1,295,366 |

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 – OP&F

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

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

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

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

| | |
|----------------------------|--|
| Valuation Date | January 1, 2020, with actuarial liabilities rolled forward to December 31, 2020 |
| Actuarial Cost Method | Entry Age Normal |
| Investment Rate of Return | 8.0 percent |
| Projected Salary Increases | 3.75 percent to 10.5 percent |
| Payroll Growth | 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 |

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

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 OP&F 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 14.

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, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.12 percent at December 31, 2020 and 2.75 percent at December 31, 2019, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 2.96 percent 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 net OPEB liability calculated using the discount rate of 2.96 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (1.96 percent), or one percentage point higher (3.96 percent) than the current rate.

| | 1% Decrease (1.96%) | Current Discount Rate (2.96%) | 1% Increase (3.96%) |
|--|------------------------|-------------------------------------|------------------------|
| City's proportionate share of the net OPEB liability | \$4,707,812 | \$3,775,483 | \$3,006,422 |

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

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 16 – Compensated Absences

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

Sick leave is earned at the rate of four and sixth-tenths hours for every 80 hours worked. A maximum of 2,500 hours may be accumulated by each employee. Employees belonging to 5 of 6 unions can accumulate a maximum of 2,000 hours. Those employees whose accumulation exceeds 2,500 hours or 2,000 hours as the case may be, are paid, in December of each year, one-fourth of those hours at their current rate. Each employee with 10 or more years of service with the City is paid for one-half of the employee's earned unused sick leave upon termination with the City, transfer to another governmental agency, or retirement, 60 percent after 17 years of service, 68 percent after 20 years of service and 75 percent after 25 years of service.

Note 17 – Contingent Liabilities

Litigation

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

Federal and State Grants

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

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

Note 18 – Short-Term Obligations

The City’s short-term note activity is as follows:

| | Balance 12/31/2020 | Additions | Reductions | Balance 12/31/2021 |
|---|-----------------------|--------------------|--------------------|-----------------------|
| 2020 Community Services Center Improvement Note | \$4,000,000 | \$0 | \$4,000,000 | \$0 |
| 2021 Community Services Center Improvement Note | 0 | 3,500,000 | 0 | 3,500,000 |
| <i>Total Short-term Obligations</i> | <u>\$4,000,000</u> | <u>\$3,500,000</u> | <u>\$4,000,000</u> | <u>\$3,500,000</u> |

On September 1, 2020, the City issued a community services center improvement note in the amount of \$4,000,000 for the purpose of paying a portion of the costs of constructing, furnishing and equipping a new Community Services Center adjacent to the City’s existing Recreation Center. The note was issued at a 1 percent interest rate and matured on September 1, 2021. The note liability is reflected in the fund which received the proceeds and will repay the debt.

On August 31, 2021, the City issued a community services center improvement note in the amount of \$3,500,000 for the purpose of paying a portion of the costs of constructing, furnishing and equipping a new Community Services Center adjacent to the City’s existing Recreation Center. The note was issued at a 1 percent interest rate and matures on August 31, 2022. The note is backed by the full faith and credit of the City and matures within one year. The note liability is reflected in the fund which received the proceeds and will repay the debt.

Note 19 – Long-Term Obligations

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

| | Original Issue Date | Maturity Date | Interest Rate | Original Issue Amount |
|---|------------------------|------------------|------------------|--------------------------|
| General Obligation Bonds: | | | | |
| Infrastructure Various Purpose Bonds | 2011 | 2021 | 4.00 % | \$7,350,000 |
| Community Center Bonds | 2019 | 2044 | 2.00-5.00 | 8,000,000 |
| Special Obligation Bond: | | | | |
| American Greetings/Crocker Park Improvements | 2014 | 2044 | 3.00-5.00 | 48,330,000 |
| Refunding American Greetings/Crocker Park Improvement | 2021 | 2044 | 0.104-2.885 | 47,910,000 |
| Special Assessment Bonds: | | | | |
| Various Purpose Improvements | 2001 | 2021 | 5.00 | 765,000 |
| From Direct Borrowings: | | | | |
| OPWC Loans: | | | | |
| Hilliard Boulevard Watermain Replacement | 2003 | 2025 | 0 | 806,235 |
| Detroit/Bradley Road Intersection | 2014 | 2041 | 0 | 2,868,104 |
| State Infrastructure Bank Loan: | | | | |
| State Route 254/Crocker Road Improvements | 2015 | 2034 | 3.00 | 8,765,300 |

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

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

| | Balance 12/31/2020 | Increase | Decrease | Balance 12/31/2021 | Amounts Due in One Year |
|---|-----------------------|-------------------|-------------------|-----------------------|----------------------------|
| <u>Governmental Activities:</u> | | | | | |
| General Obligation Bonds: | | | | | |
| Infrastructure Various | | | | | |
| Purpose Bonds | \$775,000 | \$0 | \$775,000 | \$0 | \$0 |
| Unamortized Premiums | 27,779 | 0 | 27,779 | 0 | 0 |
| Community Center Bonds | | | | | |
| Serial Bonds | 7,210,000 | 0 | 225,000 | 6,985,000 | 235,000 |
| Term Bonds | 620,000 | 0 | 0 | 620,000 | 0 |
| Unamortized Premiums | 336,932 | 0 | 9,682 | 327,250 | 0 |
| <i>Total General Obligation Bonds</i> | <u>8,969,711</u> | <u>0</u> | <u>1,037,461</u> | <u>7,932,250</u> | <u>235,000</u> |
| Special Obligation Bond: | | | | | |
| American Greetings/ Crocker Park Improvements: | | | | | |
| Serial Portion | 15,605,000 | 0 | 12,605,000 | 3,000,000 | 970,000 |
| Term Portion | 30,140,000 | 0 | 30,140,000 | 0 | 0 |
| Unamortized Premiums | 559,941 | 0 | 523,219 | 36,722 | 0 |
| Refunding American Greetings/ Crocker Park Improvements: | | | | | |
| Serial Portion | 0 | 23,270,000 | 645,000 | 22,625,000 | 320,000 |
| Term Portion | 0 | 24,640,000 | 0 | 24,640,000 | 0 |
| <i>Total Special Obligation Bond</i> | <u>46,304,941</u> | <u>47,910,000</u> | <u>43,913,219</u> | <u>50,301,722</u> | <u>1,290,000</u> |
| Special Assessment Bonds: | | | | | |
| Various Purpose Improvements | 50,000 | 0 | 50,000 | 0 | 0 |
| Loans from Direct Borrowings: | | | | | |
| OPWC Loans | | | | | |
| Hilliard Boulevard | | | | | |
| Watermain Replacement | 201,556 | 0 | 40,312 | 161,244 | 40,312 |
| Detroit/Bradley Road Intersection | 2,409,209 | 0 | 114,724 | 2,294,485 | 114,724 |
| <i>Total OPWC Loans</i> | <u>\$2,610,765</u> | <u>\$0</u> | <u>\$155,036</u> | <u>\$2,455,729</u> | <u>\$155,036</u> |

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

| | Balance 12/31/2020 | Increase | Decrease | Balance 12/31/2021 | Amounts Due in One Year |
|---|-----------------------|---------------------|---------------------|-----------------------|----------------------------|
| <u>Governmental Activities:</u> | | | | | |
| Loan from Direct Borrowings: | | | | | |
| State Infrastructure Bank Loan | | | | | |
| State Route 254/ Crocker Road Improvements | \$6,780,940 | \$0 | \$433,573 | \$6,347,367 | \$446,677 |
| Other Long-Term Obligations | | | | | |
| Compensated Absences Payable | 6,512,597 | 461,142 | 653,694 | 6,320,045 | 1,008,960 |
| Leases Payable | 1,074 | 5,995 | 1,198 | 5,871 | 802 |
| Landfill Postclosure Costs | 238,332 | 54,035 | 73,092 | 219,275 | 100,000 |
| Asset Retirement Obligation | 25,000 | 1,000 | 0 | 26,000 | 0 |
| <i>Total Other Long-Term Obligations</i> | <u>6,777,003</u> | <u>522,172</u> | <u>727,984</u> | <u>6,571,191</u> | <u>1,109,762</u> |
| Net Pension Liability: | | | | | |
| OPERS | 14,805,263 | 0 | 4,089,169 | 10,716,094 | 0 |
| OP&F | 25,851,126 | 0 | 1,559,088 | 24,292,038 | 0 |
| <i>Total Net Pension Liability</i> | <u>40,656,389</u> | <u>0</u> | <u>5,648,257</u> | <u>35,008,132</u> | <u>0</u> |
| Net OPEB Liability: | | | | | |
| OPERS | 10,036,508 | 0 | 10,036,508 | 0 | 0 |
| OP&F | 3,790,533 | 0 | 15,050 | 3,775,483 | 0 |
| <i>Total Net OPEB Liability</i> | <u>13,827,041</u> | <u>0</u> | <u>10,051,558</u> | <u>3,775,483</u> | <u>0</u> |
| Total Governmental Long-Term Liabilities | <u>\$125,976,790</u> | <u>\$48,432,172</u> | <u>\$62,017,088</u> | <u>\$112,391,874</u> | <u>\$3,236,475</u> |
| <u>Business-Type Activities:</u> | | | | | |
| Asset Retirement Obligation: | | | | | |
| Sewer | \$50,000 | \$5,000 | \$0 | \$55,000 | \$0 |
| Golf Course | 25,000 | 1,000 | 0 | 26,000 | 0 |
| <i>Total Asset Retirement Obligation</i> | <u>75,000</u> | <u>6,000</u> | <u>0</u> | <u>81,000</u> | <u>0</u> |
| Net Pension Liability: | | | | | |
| Sewer | 630,011 | 0 | 174,007 | 456,004 | 0 |
| Golf Course | 315,006 | 0 | 87,004 | 228,002 | 0 |
| <i>Total Net Pension Liability</i> | <u>945,017</u> | <u>0</u> | <u>261,011</u> | <u>684,006</u> | <u>0</u> |
| Net OPEB Liability: | | | | | |
| Sewer | 427,086 | 0 | 427,086 | 0 | 0 |
| Golf Course | 213,543 | 0 | 213,543 | 0 | 0 |
| <i>Total Net OPEB Liability</i> | <u>640,629</u> | <u>0</u> | <u>640,629</u> | <u>0</u> | <u>0</u> |
| Total Business-Type Long-Term Liabilities | <u>\$1,660,646</u> | <u>\$6,000</u> | <u>\$901,640</u> | <u>\$765,006</u> | <u>\$0</u> |

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

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

On April 13, 2011, the City issued infrastructure various purpose bonds in the amount of \$7,350,000, at the interest rates varying from 1.5 percent to 4.00 percent. The bonds were issued for an eleven-year period with final maturity during 2021. The bonds were retired through the infrastructure tax improvement capital projects fund.

On September 10, 2019, the City issued community center bonds in the amount of \$8,000,000, at the interest rates varying from 2 percent to 5 percent. The bonds were issued for a fifteen year period with final maturity during 2044. The bonds will be retired through the general obligation bond retirement debt service fund. As of December 31, 2021, \$1,212,832 of the proceeds was unspent. Unspent proceeds is further decreased by accounts payable and retainage payable recorded in the amounts of \$4,869 and \$375,254, respectively.

The term bonds maturing on December 1, 2032 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 in the years and in the respective principal amounts as follows:

| | |
|------------------------|------------------|
| Year | Issue |
| | \$620,000 |
| 2031 | \$305,000 |
| <i>Stated Maturity</i> | <i>12/1/2032</i> |

The remaining principal amount of the term bonds (\$315,000) will mature at the stated maturity.

Special Obligation Bond Special obligation bonds are special obligations of the City and will not represent or constitute a debt of pledge of the full faith and credit of the City or the State of Ohio and will not be secured by an obligation or pledge of any moneys raised by taxation. Special obligation bonds are to be repaid from City non-tax revenues (including the project revenues) pledged and assigned to secure payment thereof by the bond legislation and the indenture.

In 2021, the City issued refunding special obligation bonds for the purpose of refunding a portion of bonds previously issued in 2014.

| | |
|---|--|
| | <u>2014 Special Obligation Bonds</u> |
| Outstanding at December 31, 2020 | \$46,304,941 |
| Amount Refunded | (42,326,835) |
| Principal Payment on Non-Refunded Portion | (930,000) |
| Premium Amortized on Non-Refunded Portion | (11,384) |
| Outstanding at December 31, 2021 | \$3,036,722 |

Net proceeds of \$47,402,889 (after payment of \$507,111 in issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 2014 special obligation bonds. As a result, \$42,326,835 of these bonds was considered defeased and the liability for the refunded

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

bonds has been removed from the City’s financial statements. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City’s financial statements.

| | 2021 Special Obligation Bonds |
|--|----------------------------------|
| Serial Bonds | \$11,675,000 |
| Term Bonds | 30,140,000 |
| Premium on Bonds | 511,835 |
| Total 2014 Special Obligation Bonds | 42,326,835 |
| Payment to Refunded Bond Escrow Agent - Other Financing Use | (47,402,889) |
| Accounting Loss | (\$5,076,054) |

The refunding resulting in the recognition of an accounting loss of \$5,076,054. The City in effect decreased its aggregated debt service payments by \$4,009,927 over the next twenty-four years and obtained an economic gain (difference between the present values of the old and new debt service payments) of \$3,539,681.

The term bonds maturing on December 1, 2038, 2041, and 2044 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 August 1 in the years and in the respective principal amounts as follows:

| Year | Issue | | |
|------------------------|------------------|------------------|------------------|
| | \$5,670,000 | \$9,090,000 | \$9,880,000 |
| 2037 | \$2,800,000 | \$0 | \$0 |
| 2039 | 0 | 2,945,000 | 0 |
| 2040 | 0 | 3,030,000 | 0 |
| 2042 | 0 | 0 | 3,200,000 |
| 2043 | 0 | 0 | 3,290,000 |
| Total | \$2,800,000 | \$5,975,000 | \$6,490,000 |
| <i>Stated Maturity</i> | <i>12/1/2038</i> | <i>12/1/2041</i> | <i>12/1/2044</i> |

The remaining principal amount of the term bonds (\$2,870,000, \$3,115,000, and \$3,390,000) will mature at the stated maturity.

The City has pledged a portion of tax incremental financing revenue to repay the special obligation bonds. The bonds are paid solely from tax incremental financing revenue and payable through 2044. Annual principal and interest payments on the bonds are to require less than 100 percent of tax incremental financing revenue. The total principal and interest remaining to be paid on the bonds is \$68,330,599. Principal and interest paid for the current year was \$2,785,831 and tax incremental financing revenue was \$4,793,725.

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

In 2016, the City defeased the 2005 Street Improvement special assessment bond using assessments collected from the developer. These existing resources were placed with an escrow agent to provide for all future debt

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

service payments on the old bonds. Accordingly, the escrow account assets and liabilities for the defeased bonds are not included in the City's financial statements. On December 31, 2021, \$1,280,000 of the defeased bonds are still outstanding.

Lease Payable - The City entered into a lease agreement for a postage meter at 13.7457 percent for five years. This lease met the GASB 87 definition of a lease. The lease will be paid from the general fund. A summary of the principal and interest amounts for the remaining lease is as follows:

| <u>Year</u> | <u>Principal</u> | <u>Interest</u> |
|-------------|------------------|-----------------|
| 2022 | \$802 | \$758 |
| 2023 | 919 | 640 |
| 2024 | 1,054 | 506 |
| 2025 | 1,208 | 351 |
| 2026 | 1,888 | 149 |
| | <u>\$5,871</u> | <u>\$2,404</u> |

Other Long-Term Obligations There are no repayment schedules for the net pension liability and net OPEB liability. However, employer pension and OPEB contributions are made from the following funds: general fund, street maintenance, police and fire pension, recreation, central dispatch and Westlake/Bay ecological special revenue funds and sewer and golf course enterprise funds. For additional information related to the net pension liability and net OPEB liability see Note 14 and 15. Compensated absences will be paid from the general fund. The asset retirement obligations will be paid from the general fund, sewer and golf course enterprise funds. The OPWC loans are payable semiannually from the Issue II improvements capital projects fund. The loans are interest-free.

The City's outstanding OPWC loans from direct borrowings and direct placements related to governmental activities of \$2,455,729 contain provisions that in the 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, OPWC may require that such payment be taken from the City's share of the county undivided local government fund, and (3) the outstanding amounts shall, at OPWC's option, become immediately due and payable.

The City acquired a State Infrastructure Bank loan in the amount of \$8,765,300 from the Ohio Department of Transportation for the Public Private Partnership project involving the construction of the American Greetings world headquarters and additional development of the Crocker Park complex which is a mixed-use development in the City. All proceeds of the loan were received in 2015. The loan will be paid from the TIF bond retirement fund with tax incremental financing revenues and shortfall payments from Crocker Park and American Greetings. In the event there are not sufficient revenues to repay the loan, permissive license tax, motor vehicle license tax and motor vehicle gasoline tax funds received by the City will be used. The loan will be repaid over 20 years at an interest rate of 3.0 percent per annum.

The City's outstanding State Infrastructure Bank Loan from direct borrowings and direct placements related to governmental activities of \$6,347,367 contain provisions that in the event of default (1) if the loan has not been fully disbursed, termination of any and all of ODOT's obligations under this loan agreement and the commitment, (2) declaration that the entire unpaid balance of all indebtedness owed to ODOT is immediately due and payable, (3) exercise of all or any rights and remedies as ODOT may have under this loan agreement, and any of the other loan documents, (4) inspect, examine and copy the books, records, accounts and financial data of the City, (5) ODOT may pursue all remedies now or hereafter existing at law or in equity to collect all amounts then due and thereafter to become due under this loan agreement, or any other loan document, or to enforcement the performance and observance of any other obligation or agreement of the City under the loan documents.

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

The City's overall legal debt margin was \$162,060,241 and the unvoted legal debt margin was \$81,367,499 at December 31, 2021. Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2021, are as follows:

| Year | General Obligation Bonds | | | |
|--------------|--------------------------|--------------------|------------------|------------------|
| | Serial | | Term | |
| | Principal | Interest | Principal | Interest |
| 2022 | \$235,000 | \$204,500 | \$0 | \$12,400 |
| 2023 | 240,000 | 192,750 | 0 | 12,400 |
| 2024 | 250,000 | 180,750 | 0 | 12,400 |
| 2025 | 255,000 | 168,250 | 0 | 12,400 |
| 2026 | 265,000 | 155,500 | 0 | 12,400 |
| 2027-2031 | 1,135,000 | 627,400 | 305,000 | 62,000 |
| 2032-2036 | 1,360,000 | 499,931 | 315,000 | 6,300 |
| 2037-2041 | 1,935,000 | 308,456 | 0 | 0 |
| 2042-2044 | 1,310,000 | 66,125 | 0 | 0 |
| Total | \$6,985,000 | \$2,403,662 | \$620,000 | \$130,300 |

| Year | Special Obligation Bonds | | | |
|--------------|--------------------------|--------------------|---------------------|---------------------|
| | Serial | | Term | |
| | Principal | Interest | Principal | Interest |
| 2022 | \$1,290,000 | \$483,305 | \$0 | \$687,599 |
| 2023 | 1,320,000 | 453,616 | 0 | 687,599 |
| 2024 | 1,355,000 | 422,772 | 0 | 687,599 |
| 2025 | 1,395,000 | 379,986 | 0 | 687,599 |
| 2026 | 1,405,000 | 368,826 | 0 | 687,599 |
| 2027-2031 | 7,285,000 | 1,583,113 | 0 | 3,437,995 |
| 2032-2036 | 11,575,000 | 816,859 | 0 | 3,437,995 |
| 2037-2041 | 0 | 0 | 14,760,000 | 2,667,580 |
| 2042-2044 | 0 | 0 | 9,880,000 | 575,557 |
| Total | \$25,625,000 | \$4,508,477 | \$24,640,000 | \$13,557,122 |

| Year | From Direct Borrowings | | |
|--------------|------------------------|--------------------------------|--------------------|
| | OPWC Loans | State Infrastructure Bond Loan | |
| | Principal | Principal | Interest |
| 2022 | \$155,036 | \$446,677 | \$187,096 |
| 2023 | 155,035 | 460,178 | 173,595 |
| 2024 | 155,035 | 474,088 | 159,686 |
| 2025 | 155,036 | 488,416 | 145,357 |
| 2026 | 114,724 | 503,179 | 130,594 |
| 2027-2031 | 573,620 | 2,753,426 | 415,438 |
| 2032-2036 | 573,620 | 1,221,403 | 46,144 |
| 2037-2041 | 573,623 | 0 | 0 |
| Total | \$2,455,729 | \$6,347,367 | \$1,257,910 |

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

Note 20 – Asset Retirement Obligations

The Governmental Accounting Standard Board's (GASB) Statement No. 83, *Certain Asset Retirement Obligations*, provides guidance related to asset retirement obligations (AROs). An ARO is a legally enforceable liability associated with the retirement of a tangible capital asset. The City has the following AROs:

Ohio Revised Code Section 6111.44 requires the City to submit any changes to their sewerage system to the Ohio EPA for approval. Through this review process, the City would be responsible to address any public safety issues associated with their pump station. The City Engineer estimates these public safety issues to include cleaning/removing certain equipment. This asset retirement obligation (ARO) of \$55,000 associated with the City pump station was estimated by the City engineer. The remaining useful life of the station is 29.5 years.

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 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. This asset retirement obligation (ARO) of \$26,000 in governmental activities and \$26,000 in the golf course enterprise fund is associated with the City's underground storage tanks was estimated by the City engineer. The remaining useful life of these USTs range from 21.5 to 27.5 years. The City maintains insurance related to any potential pollution remediation associated with the USTs.

Note 21 – Conduit Debt

To further economic development in the City, the City of Westlake has issued Healthcare Improvement Revenue bonds that provide capital financing to private-sector entities (the Borrower) for capital improvements to the Lutheran Home at Concord Reserve facilities (the Facilities). The properties financed are pledged as collateral, and the bonds are payable solely from payments received from the private-sector entities on the underlying mortgage (basic rent on the sublease). In addition, no commitments beyond the collateral, the payments from the private-sector entities, and maintenance of the tax-exempt status of the conduit debt obligation were extended by the City for any of those bonds. In addition, the Borrower and the City entered into an Agreement of Lease under which the Borrower leased the Facilities to the City, and simultaneously therewith, the City and the Borrower entered into a Sublease under which the City subleased the Facilities back to the Borrower. The City will relinquish the title to the Facilities at the end of the arrangement, at which time the conduit debt obligation has been paid off. At December 31, 2021, the bonds have an aggregate outstanding principal amount payable of \$47.675 million

Note 22 – Landfill Closure and Post-closure Care Cost

State and Federal laws and regulations require the City to perform certain maintenance and monitoring functions at the landfill site for 30 years after closure. The City's landfill placed its final cover in 1989. The \$219,275 reported as landfill post-closure costs in the long-term liabilities due in one year and due in more than one year lines of the governmental activities column of the statement of net position at December 31, 2021, represents the estimated cost of maintenance and monitoring through 2024. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The City is required by State and Federal laws and regulations to provide assurances that financial resources will be available to provide for post-closure care and remediation or containment of environmental hazards at the landfill. Financial assurance may take the form of a financial test and corporate guarantee. The financial test was performed on the 2021 audited financial statements and the City was in compliance.

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

Note 23 – Joint Venture – Rocky River Wastewater Treatment Plant

The Rocky River Wastewater Treatment Plant (the “Plant”) is a joint venture among the cities of Fairview Park, Bay Village, Rocky River and Westlake. The plant is governed by a Management Committee consisting of the elected mayors of the four member cities and a fifth person nominated and elected by the mayors. The Management Committee has authority over all aspects of the Plant’s operation, however, all employees are employees of the City of Rocky River. The Plant supplies all participating residents of the member cities with sewer services. Each city owns the sewage lines located in its city and bills its residents for usage.

Continued existence of the Plant is dependent on the City’s continued participation, and the City has an equity interest in the Plant. The City’s equity interest is \$7,444,336, which represents 40 percent of the total equity in the Plant. The Plant is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

Note 24 – Jointly Governed Organizations

West Shore Council of Governments

The West Shore Council of Governments (Council) helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the six participating entities. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City’s degree of control is limited to its representation on the board. In 2021, the City contributed \$77,655, which represented 20.74 percent of total contributions. Complete financial statements can be obtained from the City of Bay Village, 350 Dover Center Road, Bay Village, Ohio 44140.

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

Tri-City Park

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

Budgets are adopted by the Board. Each City’s degree of control is limited to its representation on the Board. The City of Westlake contributed \$28,200 to Tri-City Park in 2021. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

S.A.F.E Council of Governments

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

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

Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board. The City of Westlake did not make any contributions to the S.A.F.E. in 2021. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

West Shore Area Rescue Association

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

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. In 2021, the City did not make any contributions. Complete financial statements can be obtained from Fairview General Hospital, 18101 Lorain Road, Cleveland, Ohio 44111.

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 of income taxes on behalf of each member. RITA currently has approximately 350 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, the City paid RITA \$399,294 for income tax collection services.

Note 25 – COVID-19

The United States and the State of Ohio declared a state of emergency in March of 2020 due to the COVID-19 pandemic. Ohio's state of emergency ended in June, 2021 while the national state of emergency continues. During 2021, the City received COVID-19 funding. The City's investment portfolio fluctuates with market conditions, and due to market volatility, the amount of gains or losses that will be realized in subsequent periods, if any, cannot be determined. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. The impact on the City's future operating costs, revenues, and additional recovery from emergency funding, either federal or state, cannot be estimated.

Required Supplementary Information

City of Westlake, 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 | 0.0769870% | 0.0796850% | 0.0783900% | 0.0807320% |
| City's Proportionate Share of the Net Pension Liability | \$11,400,100 | \$15,750,280 | \$21,469,432 | \$12,665,286 |
| City's Covered Payroll | \$10,845,664 | \$11,211,607 | \$10,588,093 | \$10,672,615 |
| City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 105.11% | 140.48% | 202.77% | 118.67% |
| 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 reflect 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 |
|--------------|--------------|--------------|--------------|
| 0.0823480% | 0.0803110% | 0.0820590% | 0.0820590% |
| \$18,699,830 | \$13,910,880 | \$9,897,235 | \$9,673,688 |
| \$10,645,275 | \$10,001,992 | \$10,060,433 | \$10,064,662 |
| 175.66% | 139.08% | 98.38% | 96.12% |
| 77.25% | 81.08% | 86.45% | 86.36% |

City of Westlake, 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 | 0.0675970% | 0.0627140% | 0.0565610% | 0.0380340% |
| City's Proportionate Share of the Net Pension Asset | \$195,128 | \$130,775 | \$63,249 | \$51,777 |
| City's Covered Payroll | \$297,900 | \$279,179 | \$241,907 | \$155,731 |
| City's Proportionate Share of the Net Pension Asset as a Percentage of its Covered Payroll | -65.50% | -46.84% | -26.15% | -33.25% |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 157.67% | 145.28% | 126.64% | 137.28% |

(1) Amounts for the combined plan are not presented prior to 2018 as the City's participation in this plan was considered immaterial in previous years.

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 Westlake, 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 | 0.3563403% | 0.3837452% | 0.3903020% | 0.3905890% |
| City's Proportionate Share of the Net Pension Liability | \$24,292,038 | \$25,851,126 | \$31,858,955 | \$23,972,210 |
| City's Covered Payroll | \$8,773,906 | \$9,104,981 | \$8,944,176 | \$8,610,097 |
| City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll | 276.87% | 283.92% | 356.20% | 278.42% |
| 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 reflect 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 |
|--------------|--------------|--------------|--------------|
| 0.4009790% | 0.3942610% | 0.4044985% | 0.4044985% |
| \$25,397,607 | \$25,363,088 | \$20,954,709 | \$19,700,346 |
| \$8,401,302 | \$8,027,897 | \$8,071,930 | \$7,542,074 |
| 302.31% | 315.94% | 259.60% | 261.21% |
| 68.36% | 66.77% | 71.71% | 73.00% |

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

| | 2021 | 2020 | 2019 |
|---|---------------|--------------|--------------|
| City's Proportion of the Net OPEB (Asset) Liability | 0.0747470% | 0.0773000% | 0.0763360% |
| City's Proportionate Share of the Net OPEB (Asset) Liability | (\$1,331,677) | \$10,677,137 | \$9,952,412 |
| City's Covered Payroll | \$11,305,839 | \$11,678,436 | \$11,071,975 |
| City's Proportionate Share of the Net OPEB (Asset) Liability as a Percentage of its Covered Payroll | -11.78% | 91.43% | 89.89% |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 115.57% | 47.80% | 46.33% |

(1) Although this schedule is intended to reflect 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

| 2018 | 2017 |
|--------------|--------------|
| 0.0782200% | 0.0799100% |
| \$8,494,117 | \$8,071,181 |
| \$11,079,821 | \$11,043,450 |
| 76.66% | 73.09% |
| 54.14% | 54.04% |

City of Westlake, 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)

| | <u>2021</u> | <u>2020</u> | <u>2019</u> |
|---|-------------|-------------|-------------|
| City's Proportion of the Net OPEB Liability | 0.3563403% | 0.3837452% | 0.3903020% |
| City's Proportionate Share of the Net OPEB Liability | \$3,775,483 | \$3,790,533 | \$3,554,298 |
| City's Covered Payroll | \$8,773,906 | \$9,104,981 | \$8,944,176 |
| City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll | 43.03% | 41.63% | 39.74% |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 45.40% | 47.08% | 46.57% |

(1) Although this schedule is intended to reflect 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

| 2018 | 2017 |
|--------------|--------------|
| 0.3905890% | 0.4009790% |
| \$22,130,224 | \$19,033,571 |
| \$8,610,097 | \$8,401,302 |
| 257.03% | 226.56% |
| 14.13% | 15.96% |

City of Westlake, Ohio
Required Supplementary Information
Schedule of the City's Contributions
Ohio Public Employees Retirement System
Last Nine Years (1) (2)

| | 2021 | 2020 | 2019 |
|---|--------------------|--------------------|--------------------|
| Net Pension Liability - Traditional Plan | | | |
| Contractually Required Contribution | \$1,551,507 | \$1,518,393 | \$1,569,625 |
| Contributions in Relation to the Contractually Required Contribution | <u>(1,551,507)</u> | <u>(1,518,393)</u> | <u>(1,569,625)</u> |
| Contribution Deficiency (Excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City Covered Payroll | \$11,082,193 | \$10,845,664 | \$11,211,607 |
| Pension Contributions as a Percentage of Covered Payroll | <u>14.00%</u> | <u>14.00%</u> | <u>14.00%</u> |
| Net Pension Asset - Combined Plan | | | |
| Contractually Required Contribution | \$42,927 | \$41,706 | \$39,085 |
| Contributions in Relation to the Contractually Required Contribution | <u>(42,927)</u> | <u>(41,706)</u> | <u>(39,085)</u> |
| Contribution Deficiency (Excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City Covered Payroll | \$306,621 | \$297,900 | \$279,179 |
| Pension Contributions as a Percentage of Covered Payroll | <u>14.00%</u> | <u>14.00%</u> | <u>14.00%</u> |
| Net OPEB Liability - OPEB Plan (2) | | | |
| Contractually Required Contribution | \$7,063 | \$6,491 | \$7,506 |
| Contributions in Relation to the Contractually Required Contribution | <u>(7,063)</u> | <u>(6,491)</u> | <u>(7,506)</u> |
| Contribution Deficiency (Excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City Covered Payroll (3) | \$11,565,389 | \$11,305,839 | \$11,678,436 |
| OPEB Contributions as a Percentage of Covered Payroll | <u>0.06%</u> | <u>0.06%</u> | <u>0.06%</u> |

(1) Information prior to 2013 is not available.

(2) Beginning in 2016, OPERS used one trust fund as the funding vehicle for all health care plans; therefore, information prior to 2016 is not presented.

(3) 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.

See accompanying notes to the required supplementary information

| 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|--------------|--------------|--------------|--------------|--------------|--------------|
| \$1,482,333 | \$1,387,440 | \$1,277,433 | \$1,200,239 | \$1,207,252 | \$1,308,406 |
| (1,482,333) | (1,387,440) | (1,277,433) | (1,200,239) | (1,207,252) | (1,308,406) |
| \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| \$10,588,093 | \$10,672,615 | \$10,645,275 | \$10,001,992 | \$10,060,433 | \$10,064,622 |
| 14.00% | 13.00% | 12.00% | 12.00% | 12.00% | 13.00% |
| \$33,867 | \$20,245 | \$18,258 | \$17,095 | \$16,111 | \$17,461 |
| (33,867) | (20,245) | (18,258) | (17,095) | (16,111) | (17,461) |
| \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| \$241,907 | \$155,731 | \$152,150 | \$142,458 | \$134,258 | \$134,315 |
| 14.00% | 13.00% | 12.00% | 12.00% | 12.00% | 13.00% |
| \$9,679 | \$118,342 | \$225,790 | | | |
| (9,679) | (118,342) | (225,790) | | | |
| \$0 | \$0 | \$0 | | | |
| \$11,071,975 | \$11,079,821 | \$11,043,450 | | | |
| 0.09% | 1.07% | 2.04% | | | |

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

| | 2021 | 2020 | 2019 | 2018 |
|---|--------------------|--------------------|--------------------|--------------------|
| Net Pension Liability | | | | |
| Contractually Required Contribution | \$1,899,201 | \$1,846,860 | \$1,905,078 | \$1,867,498 |
| Contributions in Relation to the Contractually Required Contribution | <u>(1,899,201)</u> | <u>(1,846,860)</u> | <u>(1,905,078)</u> | <u>(1,867,498)</u> |
| Contribution Deficiency (Excess) | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| City Covered Payroll (1) | \$9,055,442 | \$8,773,906 | \$9,104,981 | \$8,944,176 |
| Pension Contributions as a Percentage of Covered Payroll | <u>20.97%</u> | <u>21.05%</u> | <u>20.92%</u> | <u>20.88%</u> |
| Net OPEB Liability | | | | |
| Contractually Required Contribution | \$45,277 | \$43,870 | \$45,525 | \$44,721 |
| Contributions in Relation to the Contractually Required Contribution | <u>(45,277)</u> | <u>(43,870)</u> | <u>(45,525)</u> | <u>(44,721)</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>21.47%</u> | <u>21.55%</u> | <u>21.42%</u> | <u>21.38%</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> |
|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| \$1,798,337 | \$1,753,225 | \$1,687,967 | \$1,692,800 | \$1,348,367 | \$1,068,217 |
| <u>(1,798,337)</u> | <u>(1,753,225)</u> | <u>(1,687,967)</u> | <u>(1,692,800)</u> | <u>(1,348,367)</u> | <u>(1,068,217)</u> |
| <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| \$8,610,097 | \$8,401,302 | \$8,027,897 | \$8,071,930 | \$7,542,074 | \$7,241,299 |
| <u>20.89%</u> | <u>20.87%</u> | <u>21.03%</u> | <u>20.97%</u> | <u>17.88%</u> | <u>14.75%</u> |
| \$43,051 | \$42,007 | \$40,140 | \$40,359 | \$272,772 | \$488,788 |
| <u>(43,051)</u> | <u>(42,007)</u> | <u>(40,140)</u> | <u>(40,359)</u> | <u>(272,772)</u> | <u>(488,788)</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>21.39%</u> | <u>21.37%</u> | <u>21.53%</u> | <u>21.47%</u> | <u>21.50%</u> | <u>21.50%</u> |

City of Westlake, 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 Westlake, 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 – OP&F Pension

Amounts reported beginning in 2018 incorporate changes in assumptions used by OP&F 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 Westlake, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2021

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 – OP&F 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 – OP&F OPEB

For 2019, OP&F recognized a change in benefit terms. Under this new model, OP&F 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

Fund Descriptions - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

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

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

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

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

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

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

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

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

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

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

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

Coronavirus Relief Fund – To account for and report Federal funding restricted for expenditures related to the Coronavirus pandemic.

Recreation Fund – To account for and report membership and program fees and 1/8 of one percent voted income tax committed for the operation and maintenance of recreation programs and the recreation center.

(continued)

Fund Descriptions - Nonmajor Governmental Funds (continued)

Central Dispatch Fund – To account for and report charges for services restricted to providing services for the Westshore Central Dispatch Center.

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

Cemetery Investment Fund – To account for and report the restricted proceeds from the sale of cemetery lots which will be used for maintaining the columbarium.

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

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

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

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

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

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

Nonmajor Debt Service Funds

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

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

Special Assessment Bond Retirement Fund – To account for and report resources restricted for the retirement of debt issued to finance public improvements deemed to benefit the properties against which special assessments are levied.

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

(continued)

Fund Descriptions - Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds

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

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

American Greetings Fund – To account for and report bond proceeds and payments in lieu of taxes restricted for the costs of all capital projects for the American Greetings construction project.

Market Square Fund – To account for and report transfers made from the general fund and Issue II improvement fund and proceeds transferred from the American Greetings fund restricted for improvements related to the Market Square area.

Issue II Improvement Fund – To account for and report the receipt of State grants restricted to pay contractor’s costs on the Issue II infrastructure project.

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

Grants Fund – To account for and report various State and Federal monies which are restricted for historical site preservation and construction of recreation facilities.

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

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

City of Westlake, Ohio
Combining Balance Sheet
Other Governmental Funds
December 31, 2021

| | Nonmajor Special Revenue Funds | Nonmajor Debt Service Funds | Nonmajor Capital Projects Funds | Total Other Governmental Funds |
|---|---|--------------------------------------|--|---|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$13,396,006 | \$187,586 | \$6,927,580 | \$20,511,172 |
| Cash and Cash Equivalents with Escrow Agents | 0 | 0 | 71,229 | 71,229 |
| Materials and Supplies Inventory | 620 | 0 | 0 | 620 |
| Accrued Interest Receivable | 11,937 | 0 | 2,390 | 14,327 |
| Accounts Receivable | 2,030,144 | 0 | 0 | 2,030,144 |
| Intergovernmental Receivable | 1,405,189 | 0 | 0 | 1,405,189 |
| Prepaid Items | 19,625 | 0 | 0 | 19,625 |
| Municipal Income Taxes Receivable | 56,483 | 243,218 | 420,477 | 720,178 |
| Permissive Motor Vehicle Taxes Receivable | 41,426 | 0 | 0 | 41,426 |
| Property Taxes Receivable | 2,427,389 | 0 | 0 | 2,427,389 |
| Restricted Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | 1,500 | 0 | 0 | 1,500 |
| <i>Total Assets</i> | <u>\$19,390,319</u> | <u>\$430,804</u> | <u>\$7,421,676</u> | <u>\$27,242,799</u> |
| Liabilities | | | | |
| Accounts Payable | \$145,318 | \$0 | \$13,825 | \$159,143 |
| Contracts Payable | 5,205 | 0 | 14,656 | 19,861 |
| Accrued Wages | 72,178 | 0 | 0 | 72,178 |
| Retainage Payable | 34,232 | 0 | 74,264 | 108,496 |
| Intergovernmental Payable | 39,791 | 0 | 0 | 39,791 |
| Unearned Revenue | 1,677,693 | 0 | 0 | 1,677,693 |
| Advances From Other Funds | 0 | 0 | 1,165,000 | 1,165,000 |
| Deposits Held and Due to Others Payable from Restricted Assets | 1,500 | 0 | 0 | 1,500 |
| <i>Total Liabilities</i> | <u>1,975,917</u> | <u>0</u> | <u>1,267,745</u> | <u>3,243,662</u> |
| Deferred Inflows of Resources | | | | |
| Property Taxes | 2,322,100 | 0 | 0 | 2,322,100 |
| Unavailable Revenue | 2,768,321 | 63,782 | 110,267 | 2,942,370 |
| <i>Total Deferred Inflows of Resources</i> | <u>5,090,421</u> | <u>63,782</u> | <u>110,267</u> | <u>5,264,470</u> |
| Fund Balances | | | | |
| Nonspendable | 20,245 | 0 | 0 | 20,245 |
| Restricted | 10,485,571 | 367,022 | 6,350,843 | 17,203,436 |
| Committed | 1,818,165 | 0 | 0 | 1,818,165 |
| Unassigned (Deficit) | 0 | 0 | (307,179) | (307,179) |
| <i>Total Fund Balances</i> | <u>12,323,981</u> | <u>367,022</u> | <u>6,043,664</u> | <u>18,734,667</u> |
| <i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i> | <u>\$19,390,319</u> | <u>\$430,804</u> | <u>\$7,421,676</u> | <u>\$27,242,799</u> |

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

| | Nonmajor Special Revenue Funds | Nonmajor Debt Service Funds | Nonmajor Capital Projects Funds | Total Other Governmental Funds |
|---|---|--------------------------------------|--|---|
| Revenues | | | | |
| Property Taxes | \$2,126,034 | \$0 | \$0 | \$2,126,034 |
| Municipal Income Taxes | 250,005 | 84,284 | 1,937,281 | 2,271,570 |
| Permissive Motor Vehicle Taxes | 251,327 | 0 | 0 | 251,327 |
| Charges for Services | 3,705,066 | 0 | 61,192 | 3,766,258 |
| Licenses, Permits and Fees | 0 | 0 | 282,210 | 282,210 |
| Fines and Forfeitures | 110,972 | 0 | 0 | 110,972 |
| Intergovernmental | 2,272,576 | 0 | 0 | 2,272,576 |
| Special Assessments | 0 | 25,793 | 0 | 25,793 |
| Interest | 12,443 | 0 | 1,807 | 14,250 |
| Rentals | 31,384 | 0 | 0 | 31,384 |
| Contributions and Donations | 24,436 | 0 | 0 | 24,436 |
| Miscellaneous | 24,208 | 0 | 290 | 24,498 |
| <i>Total Revenues</i> | <u>8,808,451</u> | <u>110,077</u> | <u>2,282,780</u> | <u>11,201,308</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property | 5,295,227 | 0 | 0 | 5,295,227 |
| Public Health Services | 2,850 | 0 | 0 | 2,850 |
| Transportation | 1,429,486 | 0 | 0 | 1,429,486 |
| Community Environment | 15,576 | 0 | 0 | 15,576 |
| Basic Utility Services | 114,285 | 0 | 0 | 114,285 |
| Leisure Time Activities | 2,349,750 | 0 | 0 | 2,349,750 |
| Capital Outlay | 0 | 0 | 1,337,724 | 1,337,724 |
| Debt Service: | | | | |
| Principal Retirement | 0 | 1,050,000 | 155,036 | 1,205,036 |
| Interest and Fiscal Charges | 0 | 236,659 | 0 | 236,659 |
| Bond Issuance Costs | 0 | 18,575 | 0 | 18,575 |
| <i>Total Expenditures</i> | <u>9,207,174</u> | <u>1,305,234</u> | <u>1,492,760</u> | <u>12,005,168</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(398,723)</u> | <u>(1,195,157)</u> | <u>790,020</u> | <u>(803,860)</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 1,490 | 0 | 0 | 1,490 |
| Transfers In | 1,412,571 | 0 | 169,700 | 1,582,271 |
| <i>Total Other Financing Sources (Uses)</i> | <u>1,414,061</u> | <u>0</u> | <u>169,700</u> | <u>1,583,761</u> |
| <i>Net Change in Fund Balances</i> | 1,015,338 | (1,195,157) | 959,720 | 779,901 |
| <i>Fund Balances Beginning of Year</i> | <u>11,308,643</u> | <u>1,562,179</u> | <u>5,083,944</u> | <u>17,954,766</u> |
| <i>Fund Balances End of Year</i> | <u>\$12,323,981</u> | <u>\$367,022</u> | <u>\$6,043,664</u> | <u>\$18,734,667</u> |

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

| | Street Maintenance | State Highway | Permissive Motor Vehicle License | Police Pension |
|---|-----------------------|--------------------|---|-------------------|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$2,630,693 | \$1,291,156 | \$1,259,440 | \$232,214 |
| Materials and Supplies Inventory | 0 | 0 | 0 | 0 |
| Accrued Interest Receivable | 5,930 | 2,910 | 2,839 | 0 |
| Accounts Receivable | 0 | 0 | 0 | 0 |
| Intergovernmental Receivable | 955,481 | 76,992 | 0 | 23,482 |
| Prepaid Items | 0 | 0 | 0 | 0 |
| Municipal Income Taxes Receivable | 0 | 0 | 0 | 0 |
| Permissive Motor Vehicle Taxes Receivable | 0 | 0 | 41,426 | 0 |
| Property Taxes Receivable | 0 | 0 | 0 | 485,478 |
| Restricted Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | 0 | 0 | 0 | 0 |
| <i>Total Assets</i> | <u>\$3,592,104</u> | <u>\$1,371,058</u> | <u>\$1,303,705</u> | <u>\$741,174</u> |
| Liabilities | | | | |
| Accounts Payable | \$10,312 | \$0 | \$0 | \$0 |
| Contracts Payable | 1,845 | 0 | 0 | 0 |
| Accrued Wages | 5,538 | 0 | 0 | 0 |
| Retainage Payable | 34,232 | 0 | 0 | 0 |
| Intergovernmental Payable | 852 | 0 | 0 | 17,130 |
| Unearned Revenue | 0 | 0 | 0 | 0 |
| Deposits Held and Due to Others Payable from Restricted Assets | 0 | 0 | 0 | 0 |
| <i>Total Liabilities</i> | <u>52,779</u> | <u>0</u> | <u>0</u> | <u>17,130</u> |
| Deferred Inflows of Resources | | | | |
| Property Taxes | 0 | 0 | 0 | 464,420 |
| Unavailable Revenue | 643,813 | 53,813 | 0 | 44,540 |
| <i>Total Deferred Inflows of Resources</i> | <u>643,813</u> | <u>53,813</u> | <u>0</u> | <u>508,960</u> |
| Fund Balances | | | | |
| Nonspendable | 0 | 0 | 0 | 0 |
| Restricted | 2,895,512 | 1,317,245 | 1,303,705 | 215,084 |
| Committed | 0 | 0 | 0 | 0 |
| <i>Total Fund Balances</i> | <u>2,895,512</u> | <u>1,317,245</u> | <u>1,303,705</u> | <u>215,084</u> |
| <i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i> | <u>\$3,592,104</u> | <u>\$1,371,058</u> | <u>\$1,303,705</u> | <u>\$741,174</u> |

| Fire Pension | Police and Fire Operating | Law Enforcement | Mandatory Drug Fines | Alcohol Education | Juvenile Diversion |
|------------------|---------------------------|------------------|----------------------|-------------------|--------------------|
| \$227,514 | \$635,813 | \$659,856 | \$58,940 | \$47,436 | \$17,374 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 283 | 264 | 0 |
| 23,482 | 70,447 | 0 | 0 | 0 | 0 |
| 0 | 0 | 406 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 485,478 | 1,456,433 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>\$736,474</u> | <u>\$2,162,693</u> | <u>\$660,262</u> | <u>\$59,223</u> | <u>\$47,700</u> | <u>\$17,374</u> |
| \$0 | \$0 | \$9,901 | \$0 | \$0 | \$0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 20,544 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 15,533 | 292 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>15,533</u> | <u>20,836</u> | <u>9,901</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| 464,420 | 1,393,260 | 0 | 0 | 0 | 0 |
| 44,540 | 133,620 | 0 | 0 | 0 | 0 |
| <u>508,960</u> | <u>1,526,880</u> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| 0 | 0 | 406 | 0 | 0 | 0 |
| 211,981 | 614,977 | 649,955 | 59,223 | 47,700 | 17,374 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>211,981</u> | <u>614,977</u> | <u>650,361</u> | <u>59,223</u> | <u>47,700</u> | <u>17,374</u> |
| <u>\$736,474</u> | <u>\$2,162,693</u> | <u>\$660,262</u> | <u>\$59,223</u> | <u>\$47,700</u> | <u>\$17,374</u> |

(continued)

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

| | Federal Equitable | Coronavirus Relief | Recreation | Central Dispatch |
|---|----------------------|-----------------------|--------------------|---------------------|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$114,451 | \$1,677,693 | \$1,636,106 | \$416,480 |
| Materials and Supplies Inventory | 0 | 0 | 620 | 0 |
| Accrued Interest Receivable | 258 | 0 | 0 | 0 |
| Accounts Receivable | 0 | 0 | 31,585 | 0 |
| Intergovernmental Receivable | 0 | 0 | 0 | 234,251 |
| Prepaid Items | 0 | 4,600 | 612 | 11,327 |
| Municipal Income Taxes Receivable | 0 | 0 | 56,483 | 0 |
| Permissive Motor Vehicle Taxes Receivable | 0 | 0 | 0 | 0 |
| Property Taxes Receivable | 0 | 0 | 0 | 0 |
| Restricted Assets: | | | | |
| Equity in Pooled Cash and Cash Equivalents | 0 | 0 | 1,500 | 0 |
| <i>Total Assets</i> | <u>\$114,709</u> | <u>\$1,682,293</u> | <u>\$1,726,906</u> | <u>\$662,058</u> |
| Liabilities | | | | |
| Accounts Payable | \$385 | \$0 | \$94,600 | \$358 |
| Contracts Payable | 0 | 0 | 3,360 | 0 |
| Accrued Wages | 0 | 0 | 23,018 | 10,490 |
| Retainage Payable | 0 | 0 | 0 | 0 |
| Intergovernmental Payable | 0 | 0 | 3,552 | 2,095 |
| Unearned Revenue | 0 | 1,677,693 | 0 | 0 |
| Deposits Held and Due to Others Payable from Restricted Assets | 0 | 0 | 1,500 | 0 |
| <i>Total Liabilities</i> | <u>385</u> | <u>1,677,693</u> | <u>126,030</u> | <u>12,943</u> |
| Deferred Inflows of Resources | | | | |
| Property Taxes | 0 | 0 | 0 | 0 |
| Unavailable Revenue | 0 | 0 | 14,812 | 27,833 |
| <i>Total Deferred Inflows of Resources</i> | <u>0</u> | <u>0</u> | <u>14,812</u> | <u>27,833</u> |
| Fund Balances | | | | |
| Nonspendable | 0 | 4,600 | 1,232 | 11,327 |
| Restricted | 114,324 | 0 | 0 | 609,955 |
| Committed | 0 | 0 | 1,584,832 | 0 |
| <i>Total Fund Balances</i> | <u>114,324</u> | <u>4,600</u> | <u>1,586,064</u> | <u>621,282</u> |
| <i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i> | <u>\$114,709</u> | <u>\$1,682,293</u> | <u>\$1,726,906</u> | <u>\$662,058</u> |

| Emergency Medical Service | Cemetery Investment | Westlake/ Bay Ecological | City Donations | Total Nonmajor Special Revenue Funds |
|---------------------------------|------------------------|--------------------------------|-------------------|---|
| \$1,525,702 | \$642,839 | \$81,648 | \$240,651 | \$13,396,006 |
| 0 | 0 | 0 | 0 | 620 |
| 0 | 0 | 0 | 0 | 11,937 |
| 1,998,012 | 0 | 0 | 0 | 2,030,144 |
| 0 | 0 | 21,054 | 0 | 1,405,189 |
| 2,680 | 0 | 0 | 0 | 19,625 |
| 0 | 0 | 0 | 0 | 56,483 |
| 0 | 0 | 0 | 0 | 41,426 |
| 0 | 0 | 0 | 0 | 2,427,389 |
| 0 | 0 | 0 | 0 | 1,500 |
| <u>\$3,526,394</u> | <u>\$642,839</u> | <u>\$102,702</u> | <u>\$240,651</u> | <u>\$19,390,319</u> |
| \$20,386 | \$0 | \$2,058 | \$7,318 | \$145,318 |
| 0 | 0 | 0 | 0 | 5,205 |
| 11,441 | 0 | 1,147 | 0 | 72,178 |
| 0 | 0 | 0 | 0 | 34,232 |
| 161 | 0 | 176 | 0 | 39,791 |
| 0 | 0 | 0 | 0 | 1,677,693 |
| 0 | 0 | 0 | 0 | 1,500 |
| <u>31,988</u> | <u>0</u> | <u>3,381</u> | <u>7,318</u> | <u>1,975,917</u> |
| 0 | 0 | 0 | 0 | 2,322,100 |
| <u>1,784,296</u> | <u>0</u> | <u>21,054</u> | <u>0</u> | <u>2,768,321</u> |
| <u>1,784,296</u> | <u>0</u> | <u>21,054</u> | <u>0</u> | <u>5,090,421</u> |
| 2,680 | 0 | 0 | 0 | 20,245 |
| 1,707,430 | 642,839 | 78,267 | 0 | 10,485,571 |
| 0 | 0 | 0 | 233,333 | 1,818,165 |
| <u>1,710,110</u> | <u>642,839</u> | <u>78,267</u> | <u>233,333</u> | <u>12,323,981</u> |
| <u>\$3,526,394</u> | <u>\$642,839</u> | <u>\$102,702</u> | <u>\$240,651</u> | <u>\$19,390,319</u> |

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

| | Street Maintenance | State Highway | Permissive Motor Vehicle License | Police Pension |
|---|---------------------------|---------------------------|---|-------------------------|
| Revenues | | | | |
| Property Taxes | \$0 | \$0 | \$0 | \$425,212 |
| Municipal Income Taxes | 0 | 0 | 0 | 0 |
| Permissive Motor Vehicle Taxes | 0 | 0 | 251,327 | 0 |
| Charges for Services | 0 | 0 | 0 | 0 |
| Fines and Forfeitures | 0 | 0 | 0 | 0 |
| Intergovernmental | 1,885,241 | 152,514 | 0 | 46,964 |
| Interest | 6,722 | 2,079 | 2,905 | 0 |
| Rentals | 0 | 0 | 0 | 0 |
| Contributions and Donations | 0 | 0 | 0 | 0 |
| Miscellaneous | 4,770 | 0 | 0 | 0 |
| <i>Total Revenues</i> | <u>1,896,733</u> | <u>154,593</u> | <u>254,232</u> | <u>472,176</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property | 0 | 0 | 0 | 995,650 |
| Public Health Services | 0 | 0 | 0 | 0 |
| Transportation | 1,408,813 | 20,599 | 74 | 0 |
| Community Environment | 0 | 0 | 0 | 0 |
| Basic Utility Services | 0 | 0 | 0 | 0 |
| Leisure Time Activities | 0 | 0 | 0 | 0 |
| <i>Total Expenditures</i> | <u>1,408,813</u> | <u>20,599</u> | <u>74</u> | <u>995,650</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>487,920</u> | <u>133,994</u> | <u>254,158</u> | <u>(523,474)</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 0 | 0 | 0 | 0 |
| Transfers In | 0 | 0 | 0 | 500,000 |
| <i>Total Other Financing Sources (Uses)</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>500,000</u> |
| <i>Net Change in Fund Balances</i> | 487,920 | 133,994 | 254,158 | (23,474) |
| <i>Fund Balances Beginning of Year</i> | <u>2,407,592</u> | <u>1,183,251</u> | <u>1,049,547</u> | <u>238,558</u> |
| <i>Fund Balances End of Year</i> | <u><u>\$2,895,512</u></u> | <u><u>\$1,317,245</u></u> | <u><u>\$1,303,705</u></u> | <u><u>\$215,084</u></u> |

| Fire Pension | Police and Fire Operating | Law Enforcement | Mandatory Drug Fines | Alcohol Education | Juvenile Diversion |
|--------------|---------------------------|-----------------|----------------------|-------------------|--------------------|
| \$425,212 | \$1,275,610 | \$0 | \$0 | \$0 | \$0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 1,426 | 4,267 | 5,438 | 0 |
| 46,964 | 140,893 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 450 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 472,176 | 1,416,503 | 1,876 | 4,267 | 5,438 | 0 |
| 955,185 | 1,348,602 | 47,359 | 9,974 | 672 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 955,185 | 1,348,602 | 47,359 | 9,974 | 672 | 0 |
| (483,009) | 67,901 | (45,483) | (5,707) | 4,766 | 0 |
| 0 | 0 | 1,490 | 0 | 0 | 0 |
| 500,000 | 0 | 0 | 0 | 0 | 0 |
| 500,000 | 0 | 1,490 | 0 | 0 | 0 |
| 16,991 | 67,901 | (43,993) | (5,707) | 4,766 | 0 |
| 194,990 | 547,076 | 694,354 | 64,930 | 42,934 | 17,374 |
| \$211,981 | \$614,977 | \$650,361 | \$59,223 | \$47,700 | \$17,374 |

(continued)

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

| | Federal Equitable | Coronavirus Relief | Recreation | Central Dispatch |
|---|-------------------------|-----------------------|---------------------------|-------------------------|
| Revenues | | | | |
| Property Taxes | \$0 | \$0 | \$0 | \$0 |
| Municipal Income Taxes | 0 | 0 | 250,005 | 0 |
| Permissive Motor Vehicle Taxes | 0 | 0 | 0 | 0 |
| Charges for Services | 0 | 0 | 1,773,576 | 706,802 |
| Fines and Forfeitures | 99,841 | 0 | 0 | 0 |
| Intergovernmental | 0 | 0 | 0 | 0 |
| Interest | 737 | 0 | 0 | 0 |
| Rentals | 0 | 0 | 31,384 | 0 |
| Contributions and Donations | 0 | 0 | 0 | 0 |
| Miscellaneous | 0 | 0 | 19,438 | 0 |
| <i>Total Revenues</i> | <u>100,578</u> | <u>0</u> | <u>2,074,403</u> | <u>706,802</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property | 16,836 | 1,016 | 0 | 934,520 |
| Public Health Services | 0 | 0 | 0 | 0 |
| Transportation | 0 | 0 | 0 | 0 |
| Community Environment | 0 | 0 | 0 | 0 |
| Basic Utility Services | 0 | 0 | 0 | 0 |
| Leisure Time Activities | 0 | 0 | 2,349,750 | 0 |
| <i>Total Expenditures</i> | <u>16,836</u> | <u>1,016</u> | <u>2,349,750</u> | <u>934,520</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>83,742</u> | <u>(1,016)</u> | <u>(275,347)</u> | <u>(227,718)</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 0 | 0 | 0 | 0 |
| Transfers In | 12,571 | 0 | 0 | 400,000 |
| <i>Total Other Financing Sources (Uses)</i> | <u>12,571</u> | <u>0</u> | <u>0</u> | <u>400,000</u> |
| <i>Net Change in Fund Balances</i> | 96,313 | (1,016) | (275,347) | 172,282 |
| <i>Fund Balances Beginning of Year</i> | <u>18,011</u> | <u>5,616</u> | <u>1,861,411</u> | <u>449,000</u> |
| <i>Fund Balances End of Year</i> | <u><u>\$114,324</u></u> | <u><u>\$4,600</u></u> | <u><u>\$1,586,064</u></u> | <u><u>\$621,282</u></u> |

| Emergency Medical Service | Cemetery Investment | Westlake/ Bay Ecological | City Donations | Total Nonmajor Special Revenue Funds |
|---------------------------------|------------------------|--------------------------------|-------------------|---|
| \$0 | \$0 | \$0 | \$0 | \$2,126,034 |
| 0 | 0 | 0 | 0 | 250,005 |
| 0 | 0 | 0 | 0 | 251,327 |
| 1,105,179 | 33,400 | 86,109 | 0 | 3,705,066 |
| 0 | 0 | 0 | 0 | 110,972 |
| 0 | 0 | 0 | 0 | 2,272,576 |
| 0 | 0 | 0 | 0 | 12,443 |
| 0 | 0 | 0 | 0 | 31,384 |
| 0 | 0 | 0 | 23,986 | 24,436 |
| 0 | 0 | 0 | 0 | 24,208 |
| 1,105,179 | 33,400 | 86,109 | 23,986 | 8,808,451 |
| 985,413 | 0 | 0 | 0 | 5,295,227 |
| 0 | 2,850 | 0 | 0 | 2,850 |
| 0 | 0 | 0 | 0 | 1,429,486 |
| 0 | 0 | 0 | 15,576 | 15,576 |
| 0 | 0 | 114,285 | 0 | 114,285 |
| 0 | 0 | 0 | 0 | 2,349,750 |
| 985,413 | 2,850 | 114,285 | 15,576 | 9,207,174 |
| 119,766 | 30,550 | (28,176) | 8,410 | (398,723) |
| 0 | 0 | 0 | 0 | 1,490 |
| 0 | 0 | 0 | 0 | 1,412,571 |
| 0 | 0 | 0 | 0 | 1,414,061 |
| 119,766 | 30,550 | (28,176) | 8,410 | 1,015,338 |
| 1,590,344 | 612,289 | 106,443 | 224,923 | 11,308,643 |
| \$1,710,110 | \$642,839 | \$78,267 | \$233,333 | \$12,323,981 |

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

| | General Obligation Bond Retirement | Special Assessment Bond Retirement | Total Nonmajor Debt Service Funds |
|--|---|---|--|
| Assets | | | |
| Equity in Pooled Cash and Cash Equivalents | \$31,046 | \$156,540 | \$187,586 |
| Municipal Income Taxes Receivable | 243,218 | 0 | 243,218 |
| <i>Total Assets</i> | <u>\$274,264</u> | <u>\$156,540</u> | <u>\$430,804</u> |
| Deferred Inflows of Resources | | | |
| Unavailable Revenue | \$63,782 | \$0 | \$63,782 |
| Fund Balances | | | |
| Restricted | <u>210,482</u> | <u>156,540</u> | <u>367,022</u> |
| <i>Total Deferred Inflows of Resources and Fund Balances</i> | <u>\$274,264</u> | <u>\$156,540</u> | <u>\$430,804</u> |

City of Westlake, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2021

| | General Obligation Bond Retirement | Special Assessment Bond Retirement | Issue II Bond Retirement | Total Nonmajor Debt Service Funds |
|--|---|---|--------------------------------|--|
| Revenues | | | | |
| Municipal Income Taxes | \$84,284 | \$0 | \$0 | \$84,284 |
| Special Assessments | 0 | 25,793 | 0 | 25,793 |
| <i>Total Revenues</i> | <u>84,284</u> | <u>25,793</u> | <u>0</u> | <u>110,077</u> |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement | 225,000 | 50,000 | 775,000 | 1,050,000 |
| Interest and Fiscal Charges | 228,150 | 2,740 | 5,769 | 236,659 |
| Note Issuance Costs | 18,575 | 0 | 0 | 18,575 |
| <i>Total Expenditures</i> | <u>471,725</u> | <u>52,740</u> | <u>780,769</u> | <u>1,305,234</u> |
| <i>Net Change in Fund Balances</i> | (387,441) | (26,947) | (780,769) | (1,195,157) |
| <i>Fund Balances Beginning of Year</i> | <u>597,923</u> | <u>183,487</u> | <u>780,769</u> | <u>1,562,179</u> |
| <i>Fund Balances End of Year</i> | <u><u>\$210,482</u></u> | <u><u>\$156,540</u></u> | <u><u>\$0</u></u> | <u><u>\$367,022</u></u> |

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

| | Storm Drainage | American Greetings | Market Square | Issue II Improvement |
|---|--------------------|-----------------------|------------------|-------------------------|
| Assets | | | | |
| Equity in Pooled Cash and Cash Equivalents | \$1,060,191 | \$29,014 | \$17,194 | \$79,357 |
| Cash and Cash Equivalents with Escrow Agents | 0 | 71,229 | 0 | 0 |
| Accrued Interest Receivable | 2,390 | 0 | 0 | 0 |
| Municipal Income Taxes Receivable | 0 | 0 | 0 | 0 |
| <i>Total Assets</i> | <u>\$1,062,581</u> | <u>\$100,243</u> | <u>\$17,194</u> | <u>\$79,357</u> |
| Liabilities | | | | |
| Accounts Payable | \$3,475 | \$0 | \$0 | \$0 |
| Contracts Payable | 0 | 0 | 0 | 0 |
| Retainage Payable | 0 | 10,000 | 0 | 0 |
| Advances From Other Funds | 0 | 0 | 0 | 0 |
| <i>Total Liabilities</i> | <u>3,475</u> | <u>10,000</u> | <u>0</u> | <u>0</u> |
| Deferred Inflows of Resources | | | | |
| Unavailable Revenue | 0 | 0 | 0 | 0 |
| Fund Balances | | | | |
| Restricted | 1,059,106 | 90,243 | 17,194 | 79,357 |
| Unassigned (Deficit) | 0 | 0 | 0 | 0 |
| <i>Total Fund Balances (Deficit)</i> | <u>1,059,106</u> | <u>90,243</u> | <u>17,194</u> | <u>79,357</u> |
| <i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i> | <u>\$1,062,581</u> | <u>\$100,243</u> | <u>\$17,194</u> | <u>\$79,357</u> |

| Impact Fees | Grants | Sidewalks | Recreation Center Construction | Total Nonmajor Capital Projects Funds |
|--------------------|------------------|------------------|--------------------------------|---------------------------------------|
| \$1,270,335 | \$48,554 | \$819,617 | \$3,603,318 | \$6,927,580 |
| 0 | 0 | 0 | 0 | 71,229 |
| 0 | 0 | 0 | 0 | 2,390 |
| 0 | 0 | 0 | 420,477 | 420,477 |
| <u>\$1,270,335</u> | <u>\$48,554</u> | <u>\$819,617</u> | <u>\$4,023,795</u> | <u>\$7,421,676</u> |
| \$0 | \$10,350 | \$0 | \$0 | \$13,825 |
| 7,328 | 0 | 0 | 7,328 | 14,656 |
| 0 | 0 | 0 | 64,264 | 74,264 |
| 0 | 315,000 | 850,000 | 0 | 1,165,000 |
| <u>7,328</u> | <u>325,350</u> | <u>850,000</u> | <u>71,592</u> | <u>1,267,745</u> |
| 0 | 0 | 0 | 110,267 | 110,267 |
| 1,263,007 | 0 | 0 | 3,841,936 | 6,350,843 |
| 0 | (276,796) | (30,383) | 0 | (307,179) |
| <u>1,263,007</u> | <u>(276,796)</u> | <u>(30,383)</u> | <u>3,841,936</u> | <u>6,043,664</u> |
| <u>\$1,270,335</u> | <u>\$48,554</u> | <u>\$819,617</u> | <u>\$4,023,795</u> | <u>\$7,421,676</u> |

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

| | Storm Drainage | American Greetings | Market Square | Issue II Improvement |
|---|--------------------|-----------------------|------------------|-------------------------|
| Revenues | | | | |
| Municipal Income Taxes | \$0 | \$0 | \$0 | \$0 |
| Charges for Services | 0 | 0 | 0 | 0 |
| Licenses, Permits and Fees | 184,125 | 0 | 0 | 0 |
| Interest | 1,802 | 5 | 0 | 0 |
| Miscellaneous | 0 | 0 | 0 | 0 |
| <i>Total Revenues</i> | <u>185,927</u> | <u>5</u> | <u>0</u> | <u>0</u> |
| Expenditures | | | | |
| Capital Outlay | 51,794 | 0 | 0 | 3,653 |
| Debt Service: | | | | |
| Principal Retirement | 0 | 0 | 0 | 155,036 |
| <i>Total Expenditures</i> | <u>51,794</u> | <u>0</u> | <u>0</u> | <u>158,689</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | 134,133 | 5 | 0 | (158,689) |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 0 | 0 | 0 | 158,700 |
| <i>Net Change in Fund Balances</i> | 134,133 | 5 | 0 | 11 |
| <i>Fund Balances (Deficit) Beginning of Year</i> | <u>924,973</u> | <u>90,238</u> | <u>17,194</u> | <u>79,346</u> |
| <i>Fund Balances (Deficit) End of Year</i> | <u>\$1,059,106</u> | <u>\$90,243</u> | <u>\$17,194</u> | <u>\$79,357</u> |

| Impact Fees | Grants | Sidewalks | Recreation Center Construction | Total Nonmajor Capital Projects Funds |
|--------------------|--------------------|-------------------|--------------------------------|---------------------------------------|
| \$0 | \$0 | \$0 | \$1,937,281 | \$1,937,281 |
| 0 | 0 | 61,192 | 0 | 61,192 |
| 98,085 | 0 | 0 | 0 | 282,210 |
| 0 | 0 | 0 | 0 | 1,807 |
| 0 | 0 | 105 | 185 | 290 |
| 98,085 | 0 | 61,297 | 1,937,466 | 2,282,780 |
| 254,333 | 169,639 | 20,029 | 838,276 | 1,337,724 |
| 0 | 0 | 0 | 0 | 155,036 |
| 254,333 | 169,639 | 20,029 | 838,276 | 1,492,760 |
| (156,248) | (169,639) | 41,268 | 1,099,190 | 790,020 |
| 0 | 11,000 | 0 | 0 | 169,700 |
| (156,248) | (158,639) | 41,268 | 1,099,190 | 959,720 |
| 1,419,255 | (118,157) | (71,651) | 2,742,746 | 5,083,944 |
| <u>\$1,263,007</u> | <u>(\$276,796)</u> | <u>(\$30,383)</u> | <u>\$3,841,936</u> | <u>\$6,043,664</u> |

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

Budget (Non-GAAP Basis) and Actual

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|----------------------------|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Property Taxes | \$11,396,580 | \$11,396,580 | \$11,367,088 | (\$29,492) |
| Municipal Income Taxes | 17,782,400 | 17,782,400 | 21,716,768 | 3,934,368 |
| Admissions Tax | 70,000 | 70,000 | 78,928 | 8,928 |
| Hotel Tax | 300,000 | 300,000 | 567,596 | 267,596 |
| Charges for Services | 65,000 | 65,000 | 74,178 | 9,178 |
| Licenses, Permits and Fees | 948,600 | 948,600 | 1,633,265 | 684,665 |
| Fines and Forfeitures | 80,000 | 80,000 | 63,371 | (16,629) |
| Intergovernmental | 1,821,057 | 1,821,057 | 1,903,606 | 82,549 |
| Interest | 700,000 | 700,000 | 706,145 | 6,145 |
| Rentals | 157,230 | 157,230 | 182,978 | 25,748 |
| Franchise Taxes | 575,000 | 575,000 | 551,279 | (23,721) |
| Miscellaneous | 334,000 | 334,000 | 554,858 | 220,858 |
| <i>Total Revenues</i> | <u>34,229,867</u> | <u>34,229,867</u> | <u>39,400,060</u> | <u>5,170,193</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Council: | | | | |
| Salaries | 209,900 | 209,900 | 204,518 | 5,382 |
| Fringe Benefits | 39,200 | 39,200 | 38,002 | 1,198 |
| Contractual Services | 50,058 | 42,469 | 12,088 | 30,381 |
| Materials and Supplies | 2,000 | 2,000 | 432 | 1,568 |
| Other | 6,571 | 6,521 | 4,806 | 1,715 |
| Total Council | <u>307,729</u> | <u>300,090</u> | <u>259,846</u> | <u>40,244</u> |
| Mayor: | | | | |
| Salaries | 265,400 | 265,400 | 219,633 | 45,767 |
| Fringe Benefits | 65,000 | 65,000 | 42,579 | 22,421 |
| Contractual Services | 31,575 | 31,575 | 19,645 | 11,930 |
| Materials and Supplies | 5,410 | 5,410 | 3,021 | 2,389 |
| Other | 7,875 | 7,688 | 5,350 | 2,338 |
| Total Mayor | <u>375,260</u> | <u>375,073</u> | <u>290,228</u> | <u>84,845</u> |
| Finance Department: | | | | |
| Salaries | 714,900 | 714,900 | 575,920 | 138,980 |
| Fringe Benefits | 211,000 | 211,000 | 178,267 | 32,733 |
| Contractual Services | 942,378 | 1,142,279 | 994,208 | 148,071 |
| Materials and Supplies | 15,800 | 15,800 | 10,058 | 5,742 |
| Capital Outlay | 596,986 | 596,986 | 581,435 | 15,551 |
| Other | 5,344 | 4,994 | 3,244 | 1,750 |
| Total Finance Department | <u>\$2,486,408</u> | <u>\$2,685,959</u> | <u>\$2,343,132</u> | <u>\$342,827</u> |

(continued)

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|------------------------|-------------------------|--------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Communications: | | | | |
| Salaries | \$101,200 | \$101,200 | \$53,790 | \$47,410 |
| Fringe Benefits | 31,800 | 31,800 | 8,241 | 23,559 |
| Contractual Services | 49,440 | 47,150 | 38,841 | 8,309 |
| Materials and Supplies | 21,400 | 21,400 | 21,350 | 50 |
| Capital Outlay | 31,353 | 31,353 | 31,309 | 44 |
| Other | 34,743 | 34,743 | 34,743 | 0 |
| Total Communications | <u>269,936</u> | <u>267,646</u> | <u>188,274</u> | <u>79,372</u> |
| Law Department: | | | | |
| Salaries | 474,200 | 474,200 | 342,958 | 131,242 |
| Fringe Benefits | 112,500 | 112,500 | 91,995 | 20,505 |
| Contractual Services | 58,621 | 54,886 | 31,128 | 23,758 |
| Materials and Supplies | 2,708 | 2,708 | 1,447 | 1,261 |
| Other | 1,657 | 1,500 | 568 | 932 |
| Total Law Department | <u>649,686</u> | <u>645,794</u> | <u>468,096</u> | <u>177,698</u> |
| Purchasing: | | | | |
| Salaries | 177,800 | 177,800 | 168,571 | 9,229 |
| Fringe Benefits | 50,750 | 50,750 | 44,550 | 6,200 |
| Contractual Services | 11,904 | 11,904 | 3,036 | 8,868 |
| Materials and Supplies | 1,865 | 1,490 | 982 | 508 |
| Other | 1,100 | 1,000 | 834 | 166 |
| Total Purchasing | <u>243,419</u> | <u>242,944</u> | <u>217,973</u> | <u>24,971</u> |
| Civil Service: | | | | |
| Salaries | 187,900 | 187,900 | 87,579 | 100,321 |
| Fringe Benefits | 35,900 | 35,900 | 20,183 | 15,717 |
| Contractual Services | 82,182 | 82,182 | 19,507 | 62,675 |
| Material and Supplies | 1,400 | 1,400 | 267 | 1,133 |
| Other | 10,672 | 10,572 | 7,665 | 2,907 |
| Total Civil Service | <u>318,054</u> | <u>317,954</u> | <u>135,201</u> | <u>182,753</u> |
| Engineering: | | | | |
| Salaries | 549,900 | 549,900 | 442,741 | 107,159 |
| Fringe Benefits | 200,050 | 200,050 | 141,371 | 58,679 |
| Contractual Services | 94,317 | 147,771 | 131,573 | 16,198 |
| Material and Supplies | 18,111 | 17,951 | 12,961 | 4,990 |
| Capital Outlay | 96,819 | 96,159 | 60,746 | 35,413 |
| Other | 5,011 | 5,011 | 2,593 | 2,418 |
| Total Engineering | <u>\$964,208</u> | <u>\$1,016,842</u> | <u>\$791,985</u> | <u>\$224,857</u> |

(continued)

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Building Maintenance: | | | | |
| Salaries | \$40,300 | \$40,300 | \$32,201 | \$8,099 |
| Fringe Benefits | 15,500 | 15,500 | 9,506 | 5,994 |
| Contractual Services | 281,028 | 268,584 | 223,087 | 45,497 |
| Material and Supplies | 10,395 | 10,395 | 6,015 | 4,380 |
| Capital Outlay | 211,328 | 211,328 | 168,270 | 43,058 |
| Other | 17,671 | 17,614 | 6,944 | 10,670 |
| Total Building Maintenance | <u>576,222</u> | <u>563,721</u> | <u>446,023</u> | <u>117,698</u> |
| Miscellaneous: | | | | |
| Salaries | 117,100 | 117,100 | 71,443 | 45,657 |
| Fringe Benefits | 990,383 | 990,383 | 868,826 | 121,557 |
| Contractual Services | 3,434,515 | 3,417,902 | 1,979,536 | 1,438,366 |
| Material and Supplies | 92,309 | 92,290 | 67,811 | 24,479 |
| Capital Outlay | 5,058 | 5,058 | 5,058 | 0 |
| Other | 60,126 | 52,433 | 23,659 | 28,774 |
| Total Miscellaneous | <u>4,699,491</u> | <u>4,675,166</u> | <u>3,016,333</u> | <u>1,658,833</u> |
| Cable TV: | | | | |
| Capital Outlay | 34,704 | 34,704 | 19,704 | 15,000 |
| Other | 9,808 | 9,808 | 3,989 | 5,819 |
| Total Cable TV | <u>44,512</u> | <u>44,512</u> | <u>23,693</u> | <u>20,819</u> |
| Contracts: | | | | |
| Contractual Services | 1,203,706 | 1,203,559 | 700,325 | 503,234 |
| Capital Outlay | 300,053 | 650,000 | 22,378 | 627,622 |
| Total Contracts | <u>1,503,759</u> | <u>1,853,559</u> | <u>722,703</u> | <u>1,130,856</u> |
| Total General Government | <u>12,438,684</u> | <u>12,989,260</u> | <u>8,903,487</u> | <u>4,085,773</u> |
| Security of Persons and Property: | | | | |
| Police Department: | | | | |
| Salaries | 6,929,200 | 6,929,200 | 5,969,016 | 960,184 |
| Fringe Benefits | 1,353,000 | 1,353,000 | 1,070,712 | 282,288 |
| Contractual Services | 779,766 | 751,532 | 655,694 | 95,838 |
| Materials and Supplies | 167,591 | 167,591 | 165,008 | 2,583 |
| Capital Outlay | 577,232 | 577,232 | 303,875 | 273,357 |
| Other | 112,288 | 57,333 | 43,243 | 14,090 |
| Total Police Department | <u>\$9,919,077</u> | <u>\$9,835,888</u> | <u>\$8,207,548</u> | <u>\$1,628,340</u> |

(continued)

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Fire Department: | | | | |
| Salaries | \$3,341,300 | \$3,341,300 | \$3,055,054 | \$286,246 |
| Fringe Benefits | 703,500 | 703,500 | 574,193 | 129,307 |
| Contractual Services | 373,021 | 368,096 | 272,443 | 95,653 |
| Materials and Supplies | 141,459 | 141,139 | 114,607 | 26,532 |
| Capital Outlay | 488,214 | 485,383 | 352,376 | 133,007 |
| Other | 27,787 | 26,514 | 15,024 | 11,490 |
| Total Fire Department | <u>5,075,281</u> | <u>5,065,932</u> | <u>4,383,697</u> | <u>682,235</u> |
| Safety Town: | | | | |
| Salaries | 11,500 | 11,500 | 7,866 | 3,634 |
| Fringe Benefits | 1,900 | 1,900 | 1,215 | 685 |
| Other | 7,000 | 7,000 | 2,663 | 4,337 |
| Total Safety Town | <u>20,400</u> | <u>20,400</u> | <u>11,744</u> | <u>8,656</u> |
| <i>Total Security of Persons and Property</i> | <u>15,014,758</u> | <u>14,922,220</u> | <u>12,602,989</u> | <u>2,319,231</u> |
| Public Health Services: | | | | |
| Community Services: | | | | |
| Salaries | 833,200 | 833,200 | 652,497 | 180,703 |
| Fringe Benefits | 271,200 | 271,200 | 207,164 | 64,036 |
| Contractual Services | 189,228 | 186,358 | 93,487 | 92,871 |
| Materials and Supplies | 28,900 | 28,900 | 19,084 | 9,816 |
| Capital Outlay | 15,800 | 15,800 | 13,359 | 2,441 |
| Other | 11,967 | 11,600 | 8,714 | 2,886 |
| Total Community Services | <u>1,350,295</u> | <u>1,347,058</u> | <u>994,305</u> | <u>352,753</u> |
| Cemetery Operations: | | | | |
| Capital Outlay | 17,000 | 17,000 | 17,000 | 0 |
| Total Public Health Services | <u>1,367,295</u> | <u>1,364,058</u> | <u>1,011,305</u> | <u>352,753</u> |
| Transportation: | | | | |
| Service Director: | | | | |
| Salaries | 223,900 | 223,900 | 209,629 | 14,271 |
| Fringe Benefits | 48,200 | 48,200 | 45,594 | 2,606 |
| Contractual Services | 5,284 | 5,282 | 2,404 | 2,878 |
| Materials and Supplies | 2,650 | 2,650 | 1,925 | 725 |
| Other | 2,600 | 2,500 | 734 | 1,766 |
| Total Service Director | <u>\$282,634</u> | <u>\$282,532</u> | <u>\$260,286</u> | <u>\$22,246</u> |

(continued)

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

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|-----------------------------|--------------------|--------------------|--------------------|---|
| | Original | Final | Actual | |
| City Service: | | | | |
| Salaries | \$1,973,600 | \$1,953,600 | \$1,647,210 | \$306,390 |
| Fringe Benefits | 794,000 | 794,000 | 688,564 | 105,436 |
| Contractual Services | 3,109,625 | 2,986,907 | 2,771,092 | 215,815 |
| Materials and Supplies | 306,909 | 306,844 | 259,939 | 46,905 |
| Capital Outlay | 921,400 | 897,026 | 767,811 | 129,215 |
| Other | 37,734 | 37,287 | 15,759 | 21,528 |
| Total City Service | 7,143,268 | 6,975,664 | 6,150,375 | 825,289 |
| Snow Removal: | | | | |
| Salaries | 265,000 | 265,000 | 102,171 | 162,829 |
| Fringe Benefits | 41,000 | 41,000 | 15,709 | 25,291 |
| Contractual Services | 41,331 | 40,833 | 40,051 | 782 |
| Other | 1,000 | 1,000 | 0 | 1,000 |
| Total Snow Removal | 348,331 | 347,833 | 157,931 | 189,902 |
| Total Transportation | 7,774,233 | 7,606,029 | 6,568,592 | 1,037,437 |
| Community Environment: | | | | |
| Planning: | | | | |
| Salaries | 359,400 | 359,400 | 292,138 | 67,262 |
| Fringe Benefits | 106,000 | 106,000 | 79,331 | 26,669 |
| Contractual Services | 61,363 | 61,305 | 34,852 | 26,453 |
| Materials and Supplies | 5,000 | 5,000 | 1,468 | 3,532 |
| Other | 302 | 200 | 150 | 50 |
| Total Planning | 532,065 | 531,905 | 407,939 | 123,966 |
| Zoning: | | | | |
| Contractual Services | 4,300 | 4,300 | 2,519 | 1,781 |
| Materials and Supplies | 1,200 | 1,200 | 1,025 | 175 |
| Total Zoning | 5,500 | 5,500 | 3,544 | 1,956 |
| Inspection: | | | | |
| Salaries | 867,300 | 867,300 | 747,193 | 120,107 |
| Fringe Benefits | 291,050 | 291,050 | 237,171 | 53,879 |
| Contractual Services | 51,617 | 45,503 | 39,679 | 5,824 |
| Materials and Supplies | 15,910 | 15,910 | 15,809 | 101 |
| Capital Outlay | 8,100 | 8,100 | 6,815 | 1,285 |
| Other | 1,871 | 1,861 | 1,139 | 722 |
| Total Inspection | \$1,235,848 | \$1,229,724 | \$1,047,806 | \$181,918 |

(continued)

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|-------------------------------------|-------------------------|--------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Architect: | | | | |
| Contractual Services | \$156,124 | \$176,124 | \$156,326 | \$19,798 |
| Unclaimed Monies: | | | | |
| Salaries | 5,000 | 5,000 | 0 | 5,000 |
| Fringe Benefits | 750 | 750 | 0 | 750 |
| Other | 25,000 | 25,000 | 8,440 | 16,560 |
| Total Unclaimed Monies | 30,750 | 30,750 | 8,440 | 22,310 |
| Deposits: | | | | |
| Salaries | 118,000 | 126,000 | 85,592 | 40,408 |
| Fringe Benefits | 18,600 | 18,600 | 13,198 | 5,402 |
| Contractual Services | 228,709 | 215,021 | 110,489 | 104,532 |
| Other | 404,109 | 514,109 | 245,235 | 268,874 |
| Total Deposits | 769,418 | 873,730 | 454,514 | 419,216 |
| <i>Total Community Environment</i> | <u>2,729,705</u> | <u>2,847,733</u> | <u>2,078,569</u> | <u>769,164</u> |
| Basic Utility Services: | | | | |
| Forester: | | | | |
| Salaries | 283,800 | 303,800 | 296,261 | 7,539 |
| Fringe Benefits | 92,300 | 95,300 | 94,150 | 1,150 |
| Contractual Services | 34,600 | 34,600 | 32,753 | 1,847 |
| Other | 12,082 | 11,337 | 9,211 | 2,126 |
| Total Forester | 422,782 | 445,037 | 432,375 | 12,662 |
| Storm Drainage: | | | | |
| Salaries | 130,000 | 150,000 | 142,311 | 7,689 |
| Fringe Benefits | 22,800 | 22,800 | 21,626 | 1,174 |
| Contractual Services | 51,068 | 45,321 | 30,221 | 15,100 |
| Materials and Supplies | 28,415 | 27,000 | 5,701 | 21,299 |
| Capital Outlay | 19,640 | 19,640 | 15,609 | 4,031 |
| Other | 13,600 | 13,600 | 13,538 | 62 |
| Total Storm Drainage | 265,523 | 278,361 | 229,006 | 49,355 |
| Leaf Pick-Up: | | | | |
| Salaries | 210,000 | 310,000 | 225,557 | 84,443 |
| Fringe Benefits | 32,500 | 48,000 | 34,643 | 13,357 |
| Contractual Services | 66,095 | 66,095 | 61,813 | 4,282 |
| Other | 1,000 | 1,000 | 530 | 470 |
| Total Leaf Pick-Up | 323,595 | 439,095 | 336,133 | 102,962 |
| <i>Total Basic Utility Services</i> | <u>\$1,011,900</u> | <u>\$1,162,493</u> | <u>\$997,514</u> | <u>\$164,979</u> |

(continued)

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--|-------------------------|---------------------|---------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Leisure Time Activities: | | | | |
| Recreation: | | | | |
| Salaries | \$230,200 | \$230,200 | \$228,929 | \$1,271 |
| Fringe Benefits | 72,000 | 72,000 | 55,540 | 16,460 |
| Contractual Services | 53,499 | 49,299 | 36,514 | 12,785 |
| Materials and Supplies | 17,585 | 17,585 | 17,241 | 344 |
| Capital Outlay | 44,000 | 44,000 | 41,373 | 2,627 |
| Other | 2,100 | 2,000 | 800 | 1,200 |
| Total Recreation | <u>419,384</u> | <u>415,084</u> | <u>380,397</u> | <u>34,687</u> |
| Park: | | | | |
| Salaries | 183,300 | 183,300 | 136,077 | 47,223 |
| Fringe Benefits | 62,400 | 62,400 | 38,930 | 23,470 |
| Contractual Services | 209,971 | 207,879 | 180,757 | 27,122 |
| Materials and Supplies | 11,900 | 11,900 | 9,009 | 2,891 |
| Capital Outlay | 108,240 | 108,240 | 11,482 | 96,758 |
| Other | 21,341 | 21,341 | 13,519 | 7,822 |
| Total Park | <u>597,152</u> | <u>595,060</u> | <u>389,774</u> | <u>205,286</u> |
| Total Leisure Time Activities | <u>1,016,536</u> | <u>1,010,144</u> | <u>770,171</u> | <u>239,973</u> |
| Total Expenditures | <u>41,353,111</u> | <u>41,901,937</u> | <u>32,932,627</u> | <u>8,969,310</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(7,123,244)</u> | <u>(7,672,070)</u> | <u>6,467,433</u> | <u>14,139,503</u> |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 51,000 | 51,000 | 83,463 | 32,463 |
| Advances In | 100,000 | 100,000 | 100,000 | 0 |
| Advances Out | (100,000) | (900,000) | (850,000) | 50,000 |
| Transfers Out | (4,108,700) | (4,132,271) | (2,782,271) | 1,350,000 |
| Total Other Financing Sources (Uses) | <u>(4,057,700)</u> | <u>(4,881,271)</u> | <u>(3,448,808)</u> | <u>1,432,463</u> |
| Net Change in Fund Balance | (11,180,944) | (12,553,341) | 3,018,625 | 15,571,966 |
| Fund Balance Beginning of Year | 68,900,262 | 68,900,262 | 68,900,262 | 0 |
| Prior Year Encumbrances Appropriated | <u>2,769,728</u> | <u>2,769,728</u> | <u>2,769,728</u> | <u>0</u> |
| Fund Balance End of Year | <u>\$60,489,046</u> | <u>\$59,116,649</u> | <u>\$74,688,615</u> | <u>\$15,571,966</u> |

City of Westlake, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
TIF Bond Retirement 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> | |
| Revenues | | | | |
| Payments in Lieu of Taxes | \$4,851,800 | \$4,851,800 | \$4,793,725 | (\$58,075) |
| Interest | 1,300 | 1,300 | 108 | (1,192) |
| <i>Total Revenues</i> | <u>4,853,100</u> | <u>4,853,100</u> | <u>4,793,833</u> | <u>(59,267)</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Other | 1,157,500 | 1,523,559 | 1,450,180 | 73,379 |
| Debt Service: | | | | |
| Principal Retirement | 2,008,629 | 2,008,629 | 2,008,573 | 56 |
| Interest and Fiscal Charges | 1,509,609 | 1,509,609 | 1,444,170 | 65,439 |
| Bond Issuance Costs | 0 | 507,111 | 507,111 | 0 |
| <i>Total Expenditures</i> | <u>4,675,738</u> | <u>5,548,908</u> | <u>5,410,034</u> | <u>138,874</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>177,362</u> | <u>(695,808)</u> | <u>(616,201)</u> | <u>79,607</u> |
| Other Financing Sources (Uses) | | | | |
| Refunding Special Obligation Bonds Issued | 0 | 47,910,000 | 47,910,000 | 0 |
| Payment to Refunded Bond Escrow Agent | 0 | (47,402,889) | (47,402,889) | 0 |
| Transfers In | 0 | 0 | 1,805 | 1,805 |
| <i>Total Other Financing Sources (Uses)</i> | <u>0</u> | <u>507,111</u> | <u>508,916</u> | <u>1,805</u> |
| <i>Net Change in Fund Balance</i> | 177,362 | (188,697) | (107,285) | 81,412 |
| <i>Fund Balance Beginning of Year</i> | 364,302 | 364,302 | 364,302 | 0 |
| Prior Year Encumbrances Appropriated | 1,638 | 1,638 | 1,638 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$543,302</u> | <u>\$177,243</u> | <u>\$258,655</u> | <u>\$81,412</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|---------------------------|----------------------------|----------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Municipal Income Taxes | \$5,914,300 | \$5,914,300 | \$7,420,726 | \$1,506,426 |
| Interest | 104,500 | 104,500 | 113,135 | 8,635 |
| Miscellaneous | 1,000 | 1,000 | 1,650 | 650 |
| <i>Total Revenues</i> | <u>6,019,800</u> | <u>6,019,800</u> | <u>7,535,511</u> | <u>1,515,711</u> |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Infrastructure Improvements: | | | | |
| Salaries | 158,000 | 158,000 | 104,862 | 53,138 |
| Fringe Benefits | 23,400 | 23,400 | 16,166 | 7,234 |
| Contractual Services | 243,000 | 243,000 | 240,726 | 2,274 |
| Capital Outlay | 10,961,086 | 8,740,410 | 7,210,615 | 1,529,795 |
| Other | 353,655 | 352,878 | 280,242 | 72,636 |
| <i>Total Expenditures</i> | <u>11,739,141</u> | <u>9,517,688</u> | <u>7,852,611</u> | <u>1,665,077</u> |
| <i>Net Change in Fund Balance</i> | (5,719,341) | (3,497,888) | (317,100) | 3,180,788 |
| <i>Fund Balance Beginning of Year</i> | 11,203,227 | 11,203,227 | 11,203,227 | 0 |
| Prior Year Encumbrances Appropriated | <u>3,418,141</u> | <u>3,418,141</u> | <u>3,418,141</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$8,902,027</u></u> | <u><u>\$11,123,480</u></u> | <u><u>\$14,304,268</u></u> | <u><u>\$3,180,788</u></u> |

City of Westlake, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Community Center Construction 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> | |
| Revenues | | | | |
| Contributions and Donations | \$0 | \$0 | \$1,336 | \$1,336 |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Community Center Construction: | | | | |
| Salaries | 30,000 | 30,000 | 29,437 | 563 |
| Fringe Benefits | 4,650 | 4,650 | 4,531 | 119 |
| Capital Outlay | 3,979,869 | 3,931,432 | 3,930,849 | 583 |
| Other | 360,313 | 355,313 | 354,073 | 1,240 |
| <i>Total Expenditures</i> | <u>4,374,832</u> | <u>4,321,395</u> | <u>4,318,890</u> | <u>2,505</u> |
| <i>Net Change in Fund Balance</i> | (4,374,832) | (4,321,395) | (4,317,554) | 3,841 |
| <i>Fund Balance Beginning of Year</i> | 375,580 | 375,580 | 375,580 | 0 |
| Prior Year Encumbrances Appropriated | <u>4,296,632</u> | <u>4,296,632</u> | <u>4,296,632</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$297,380</u></u> | <u><u>\$350,817</u></u> | <u><u>\$354,658</u></u> | <u><u>\$3,841</u></u> |

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2021

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--------------------------------------|---------------------------|---------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Charges for Services | \$2,790,000 | \$2,790,000 | \$2,752,095 | (\$37,905) |
| Tap-In Fees | 50,000 | 50,000 | 109,826 | 59,826 |
| Interest | 49,000 | 49,000 | 45,403 | (3,597) |
| <i>Total Revenues</i> | <u>2,889,000</u> | <u>2,889,000</u> | <u>2,907,324</u> | <u>18,324</u> |
| Expenses | | | | |
| Personal Services | 558,000 | 558,000 | 378,816 | 179,184 |
| Fringe Benefits | 195,600 | 195,600 | 134,567 | 61,033 |
| Contractual Services | 2,133,985 | 2,133,985 | 1,952,241 | 181,744 |
| Materials and Supplies | 41,137 | 37,500 | 32,564 | 4,936 |
| Capital Outlay | 994,042 | 993,475 | 445,364 | 548,111 |
| Other | 98,602 | 103,602 | 48,533 | 55,069 |
| <i>Total Expenses</i> | <u>4,021,366</u> | <u>4,022,162</u> | <u>2,992,085</u> | <u>1,030,077</u> |
| <i>Net Change in Fund Equity</i> | (1,132,366) | (1,133,162) | (84,761) | 1,048,401 |
| <i>Fund Equity Beginning of Year</i> | 6,185,489 | 6,185,489 | 6,185,489 | 0 |
| Prior Year Encumbrances Appropriated | <u>112,736</u> | <u>112,736</u> | <u>112,736</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u><u>\$5,165,859</u></u> | <u><u>\$5,165,063</u></u> | <u><u>\$6,213,464</u></u> | <u><u>\$1,048,401</u></u> |

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Golf Course Fund
For the Year Ended December 31, 2021

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---|------------------|-----------|-----------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Charges for Services | \$331,500 | \$331,500 | \$292,566 | (\$38,934) |
| Rentals | 53,000 | 53,000 | 52,329 | (671) |
| Miscellaneous | 5,300 | 5,300 | 5,708 | 408 |
| <i>Total Revenues</i> | 389,800 | 389,800 | 350,603 | (39,197) |
| Expenses | | | | |
| Personal Services | 243,800 | 243,800 | 228,180 | 15,620 |
| Fringe Benefits | 48,900 | 48,900 | 46,452 | 2,448 |
| Contractual Services | 107,934 | 105,666 | 77,144 | 28,522 |
| Materials and Supplies | 49,615 | 48,915 | 45,999 | 2,916 |
| Capital Outlay | 75,200 | 45,200 | 44,824 | 376 |
| Other | 18,562 | 13,560 | 10,088 | 3,472 |
| <i>Total Expenses</i> | 544,011 | 506,041 | 452,687 | 53,354 |
| <i>Excess of Revenues Over (Under) Expenses Before Advances</i> | (154,211) | (116,241) | (102,084) | 14,157 |
| Advances In | 50,000 | 50,000 | 50,000 | 0 |
| <i>Net Change in Fund Equity</i> | (104,211) | (66,241) | (52,084) | 14,157 |
| <i>Fund Equity Beginning of Year</i> | 69,455 | 69,455 | 69,455 | 0 |
| Prior Year Encumbrances Appropriated | 48,611 | 48,611 | 48,611 | 0 |
| <i>Fund Equity End of Year</i> | \$13,855 | \$51,825 | \$65,982 | \$14,157 |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Intergovernmental | \$1,600,000 | \$1,600,000 | \$1,866,868 | \$266,868 |
| Interest | 17,500 | 17,500 | 17,686 | 186 |
| Miscellaneous | 0 | 0 | 4,770 | 4,770 |
| <i>Total Revenues</i> | <u>1,617,500</u> | <u>1,617,500</u> | <u>1,889,324</u> | <u>271,824</u> |
| Expenditures | | | | |
| Current: | | | | |
| Transportation: | | | | |
| Street Maintenance and Repair: | | | | |
| Salaries | 348,000 | 348,000 | 276,253 | 71,747 |
| Fringe Benefits | 87,200 | 87,200 | 66,438 | 20,762 |
| Contractual Services | 106,664 | 105,924 | 97,612 | 8,312 |
| Materials and Supplies | 908,948 | 903,864 | 559,249 | 344,615 |
| Capital Outlay | 1,694,346 | 1,694,346 | 1,091,109 | 603,237 |
| Other | 39,557 | 36,040 | 26,021 | 10,019 |
| <i>Total Expenditures</i> | <u>3,184,715</u> | <u>3,175,374</u> | <u>2,116,682</u> | <u>1,058,692</u> |
| <i>Net Change in Fund Balance</i> | (1,567,215) | (1,557,874) | (227,358) | 1,330,516 |
| <i>Fund Balance Beginning of Year</i> | 1,620,772 | 1,620,772 | 1,620,772 | 0 |
| Prior Year Encumbrances Appropriated | <u>522,315</u> | <u>522,315</u> | <u>522,315</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$575,872</u> | <u>\$585,213</u> | <u>\$1,915,729</u> | <u>\$1,330,516</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|---------------------------|---------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Intergovernmental | \$129,500 | \$129,500 | \$151,368 | \$21,868 |
| Interest | 8,000 | 8,000 | 8,429 | 429 |
| <i>Total Revenues</i> | <u>137,500</u> | <u>137,500</u> | <u>159,797</u> | <u>22,297</u> |
| Expenditures | | | | |
| Current: | | | | |
| Transportation: | | | | |
| State Highway | | | | |
| Materials and Supplies | 66,088 | 66,088 | 22,088 | 44,000 |
| Other | 5,000 | 5,000 | 0 | 5,000 |
| <i>Total Expenditures</i> | <u>71,088</u> | <u>71,088</u> | <u>22,088</u> | <u>49,000</u> |
| <i>Net Change in Fund Balance</i> | 66,412 | 66,412 | 137,709 | 71,297 |
| <i>Fund Balance Beginning of Year</i> | 1,127,769 | 1,127,769 | 1,127,769 | 0 |
| Prior Year Encumbrances Appropriated | <u>22,088</u> | <u>22,088</u> | <u>22,088</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$1,216,269</u></u> | <u><u>\$1,216,269</u></u> | <u><u>\$1,287,566</u></u> | <u><u>\$71,297</u></u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|--------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Permissive Motor Vehicle Taxes | \$235,000 | \$235,000 | \$250,193 | \$15,193 |
| Interest | 6,500 | 6,500 | 7,890 | 1,390 |
| <i>Total Revenues</i> | <u>241,500</u> | <u>241,500</u> | <u>258,083</u> | <u>16,583</u> |
| Expenditures | | | | |
| Current: | | | | |
| Transportation: | | | | |
| Permissive Motor Vehicle License: | | | | |
| Capital Outlay | 277,072 | 0 | 0 | 0 |
| Other | 1,376 | 1,000 | 100 | 900 |
| <i>Total Expenditures</i> | <u>278,448</u> | <u>1,000</u> | <u>100</u> | <u>900</u> |
| <i>Net Change in Fund Balance</i> | (36,948) | 240,500 | 257,983 | 17,483 |
| <i>Fund Balance Beginning of Year</i> | 721,933 | 721,933 | 721,933 | 0 |
| Prior Year Encumbrances Appropriated | <u>277,448</u> | <u>277,448</u> | <u>277,448</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$962,433</u> | <u>\$1,239,881</u> | <u>\$1,257,364</u> | <u>\$17,483</u> |

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

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------------|-------------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Property Taxes | \$426,291 | \$426,291 | \$425,212 | (\$1,079) |
| Intergovernmental | 48,037 | 48,037 | 46,964 | (1,073) |
| <i>Total Revenues</i> | <u>474,328</u> | <u>474,328</u> | <u>472,176</u> | <u>(2,152)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Police Pension: | | | | |
| Fringe Benefits | <u>1,150,000</u> | <u>1,150,000</u> | <u>991,517</u> | <u>158,483</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (675,672) | (675,672) | (519,341) | 156,331 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | <u>700,000</u> | <u>700,000</u> | <u>500,000</u> | <u>(200,000)</u> |
| <i>Net Change in Fund Balance</i> | 24,328 | 24,328 | (19,341) | (43,669) |
| <i>Fund Balance Beginning of Year</i> | <u>251,555</u> | <u>251,555</u> | <u>251,555</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$275,883</u></u> | <u><u>\$275,883</u></u> | <u><u>\$232,214</u></u> | <u><u>(\$43,669)</u></u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Property Taxes | \$426,291 | \$426,291 | \$425,212 | (\$1,079) |
| Intergovernmental | 48,037 | 48,037 | 46,964 | (1,073) |
| <i>Total Revenues</i> | 474,328 | 474,328 | 472,176 | (2,152) |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Fire Pension: | | | | |
| Fringe Benefits | 1,075,000 | 1,075,000 | 953,141 | 121,859 |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (600,672) | (600,672) | (480,965) | 119,707 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 600,000 | 600,000 | 500,000 | (100,000) |
| <i>Net Change in Fund Balance</i> | (672) | (672) | 19,035 | 19,707 |
| <i>Fund Balance Beginning of Year</i> | 208,479 | 208,479 | 208,479 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$207,807</u> | <u>\$207,807</u> | <u>\$227,514</u> | <u>\$19,707</u> |

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

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|-------------|-------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Property Taxes | \$1,278,873 | \$1,278,873 | \$1,275,610 | (\$3,263) |
| Intergovernmental | 144,111 | 144,111 | 140,893 | (3,218) |
| <i>Total Revenues</i> | 1,422,984 | 1,422,984 | 1,416,503 | (6,481) |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Police and Fire Operating: | | | | |
| Salaries | 1,417,500 | 1,417,500 | 1,310,828 | 106,672 |
| Fringe Benefits | 36,300 | 36,300 | 33,263 | 3,037 |
| <i>Total Expenditures</i> | 1,453,800 | 1,453,800 | 1,344,091 | 109,709 |
| <i>Net Change in Fund Balance</i> | (30,816) | (30,816) | 72,412 | 103,228 |
| <i>Fund Balance Beginning of Year</i> | 563,401 | 563,401 | 563,401 | 0 |
| <i>Fund Balance End of Year</i> | \$532,585 | \$532,585 | \$635,813 | \$103,228 |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|-------------------------|-------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Fines and Forfeitures | \$30,000 | \$30,000 | \$1,426 | (\$28,574) |
| Contributions and Donations | 0 | 0 | 450 | 450 |
| <i>Total Revenues</i> | <u>30,000</u> | <u>30,000</u> | <u>1,876</u> | <u>(28,124)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Police Department: | | | | |
| Capital Outlay | 7,100 | 7,100 | 7,094 | 6 |
| Other | 45,519 | 45,327 | 43,454 | 1,873 |
| <i>Total Expenditures</i> | <u>52,619</u> | <u>52,427</u> | <u>50,548</u> | <u>1,879</u> |
| <i>Net Change in Fund Balance</i> | (22,619) | (22,427) | (46,585) | (24,158) |
| <i>Fund Balance Beginning of Year</i> | 691,636 | 691,636 | 691,636 | 0 |
| Prior Year Encumbrances Appropriated | <u>2,619</u> | <u>2,619</u> | <u>2,619</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$671,636</u></u> | <u><u>\$671,828</u></u> | <u><u>\$647,670</u></u> | <u><u>(\$24,158)</u></u> |

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

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance with Final Budget Positive (Negative)</u> |
|---------------------------------------|-------------------------|-----------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Fines and Forfeitures | \$5,000 | \$5,000 | \$3,984 | (\$1,016) |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Police Department: | | | | |
| Other | 10,000 | 10,000 | 9,974 | 26 |
| <i>Net Change in Fund Balance</i> | (5,000) | (5,000) | (5,990) | (990) |
| <i>Fund Balance Beginning of Year</i> | 64,930 | 64,930 | 64,930 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$59,930</u> | <u>\$59,930</u> | <u>\$58,940</u> | <u>(\$990)</u> |

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

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|-----------------|-----------------|---|
| | Original | Final | | |
| Revenues | | | | |
| Fines and Forfeitures | \$10,000 | \$10,000 | \$5,741 | (\$4,259) |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Police Department: | | | | |
| Other | 10,000 | 10,000 | 1,122 | 8,878 |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 4,619 | 4,619 |
| <i>Fund Balance Beginning of Year</i> | 42,367 | 42,367 | 42,367 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$42,367</u> | <u>\$42,367</u> | <u>\$46,986</u> | <u>\$4,619</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|-------------------|-------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | \$0 | \$0 | \$0 | \$0 |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Police Department: | | | | |
| Other | <u>17,374</u> | <u>17,374</u> | <u>17,374</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | (17,374) | (17,374) | (17,374) | 0 |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| Prior Year Encumbrances Appropriated | <u>17,374</u> | <u>17,374</u> | <u>17,374</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$0</u></u> |

City of Westlake, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Equitable 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> | |
| Revenues | | | | |
| Fines and Forfeitures | \$3,600 | \$3,600 | \$99,841 | \$96,241 |
| Interest | 200 | 200 | 469 | 269 |
| <i>Total Revenues</i> | <u>3,800</u> | <u>3,800</u> | <u>100,310</u> | <u>96,510</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Police Department: | | | | |
| Contractual Services | 3,000 | 3,000 | 2,609 | 391 |
| Capital Outlay | 3,900 | 3,900 | 3,809 | 91 |
| Other | 14,634 | 10,634 | 10,623 | 11 |
| <i>Total Expenditures</i> | <u>21,534</u> | <u>17,534</u> | <u>17,041</u> | <u>493</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (17,734) | (13,734) | 83,269 | 97,003 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 0 | 0 | 12,571 | 12,571 |
| <i>Net Change in Fund Balance</i> | (17,734) | (13,734) | 95,840 | 109,574 |
| <i>Fund Balance Beginning of Year</i> | 14,301 | 14,301 | 14,301 | 0 |
| Prior Year Encumbrances Appropriated | 3,534 | 3,534 | 3,534 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$101</u> | <u>\$4,101</u> | <u>\$113,675</u> | <u>\$109,574</u> |

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

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------|-------------------|---------------------------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Intergovernmental | \$0 | \$0 | \$1,677,693 | \$1,677,693 |
| Expenditures | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 1,677,693 | 1,677,693 |
| <i>Fund Balance Beginning of Year</i> | <u>0</u> | <u>0</u> | <u>0</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$0</u></u> | <u><u>\$0</u></u> | <u><u>\$1,677,693</u></u> | <u><u>\$1,677,693</u></u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Municipal Income Taxes | \$250,000 | \$250,000 | \$250,000 | \$0 |
| Charges for Services | 1,248,250 | 1,248,250 | 1,759,842 | 511,592 |
| Rentals | 39,700 | 39,700 | 31,384 | (8,316) |
| Miscellaneous | 18,800 | 18,800 | 21,058 | 2,258 |
| <i>Total Revenues</i> | <u>1,556,750</u> | <u>1,556,750</u> | <u>2,062,284</u> | <u>505,534</u> |
| Expenditures | | | | |
| Current: | | | | |
| Leisure Time Activities: | | | | |
| Recreation: | | | | |
| Salaries | 1,432,100 | 1,432,100 | 1,259,812 | 172,288 |
| Fringe Benefits | 356,400 | 356,400 | 301,160 | 55,240 |
| Contractual Services | 863,459 | 805,057 | 690,020 | 115,037 |
| Materials and Supplies | 172,092 | 169,554 | 134,546 | 35,008 |
| Capital Outlay | 4,749 | 4,749 | 4,696 | 53 |
| Other | 81,455 | 80,525 | 69,490 | 11,035 |
| <i>Total Expenditures</i> | <u>2,910,255</u> | <u>2,848,385</u> | <u>2,459,724</u> | <u>388,661</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (1,353,505) | (1,291,635) | (397,440) | 894,195 |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 2,000 | 2,000 | 0 | (2,000) |
| <i>Net Change in Fund Balance</i> | (1,351,505) | (1,289,635) | (397,440) | 892,195 |
| <i>Fund Balance Beginning of Year</i> | 1,759,960 | 1,759,960 | 1,759,960 | 0 |
| Prior Year Encumbrances Appropriated | 139,905 | 139,905 | 139,905 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$548,360</u> | <u>\$610,230</u> | <u>\$1,502,425</u> | <u>\$892,195</u> |

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Central Dispatch 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> | |
| Revenues | | | | |
| Charges for Services | \$625,000 | \$625,000 | \$670,236 | \$45,236 |
| Intergovernmental | 55,000 | 55,000 | 0 | (55,000) |
| <i>Total Revenues</i> | <u>680,000</u> | <u>680,000</u> | <u>670,236</u> | <u>(9,764)</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Fire Department: | | | | |
| Salaries | 798,100 | 798,100 | 614,437 | 183,663 |
| Fringe Benefits | 282,700 | 282,700 | 218,942 | 63,758 |
| Contractual Services | 102,229 | 102,123 | 54,992 | 47,131 |
| Materials and Supplies | 5,092 | 5,092 | 1,568 | 3,524 |
| Capital Outlay | 138,000 | 138,000 | 46,387 | 91,613 |
| Other | 3,120 | 2,900 | 1,290 | 1,610 |
| <i>Total Expenditures</i> | <u>1,329,241</u> | <u>1,328,915</u> | <u>937,616</u> | <u>391,299</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (649,241) | (648,915) | (267,380) | 381,535 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 400,000 | 400,000 | 400,000 | 0 |
| <i>Net Change in Fund Balance</i> | (249,241) | (248,915) | 132,620 | 381,535 |
| <i>Fund Balance Beginning of Year</i> | 276,234 | 276,234 | 276,234 | 0 |
| Prior Year Encumbrances Appropriated | 2,191 | 2,191 | 2,191 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$29,184</u> | <u>\$29,510</u> | <u>\$411,045</u> | <u>\$381,535</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|---------------------------|---------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Charges for Services | \$920,000 | \$920,000 | \$1,050,474 | \$130,474 |
| Intergovernmental | 0 | 0 | 1,052 | 1,052 |
| <i>Total Revenues</i> | <u>920,000</u> | <u>920,000</u> | <u>1,051,526</u> | <u>131,526</u> |
| Expenditures | | | | |
| Current: | | | | |
| Security of Persons and Property: | | | | |
| Fire Department: | | | | |
| Salaries | 687,000 | 747,000 | 726,740 | 20,260 |
| Fringe Benefits | 17,400 | 17,400 | 17,354 | 46 |
| Contractual Services | 177,661 | 177,661 | 98,230 | 79,431 |
| Materials and Supplies | 38,167 | 23,812 | 17,719 | 6,093 |
| Capital Outlay | 16,000 | 16,000 | 8,777 | 7,223 |
| Other | 126,000 | 126,000 | 122,747 | 3,253 |
| <i>Total Expenditures</i> | <u>1,062,228</u> | <u>1,107,873</u> | <u>991,567</u> | <u>116,306</u> |
| <i>Net Change in Fund Balance</i> | (142,228) | (187,873) | 59,959 | 247,832 |
| <i>Fund Balance Beginning of Year</i> | 1,412,829 | 1,412,829 | 1,412,829 | 0 |
| Prior Year Encumbrances Appropriated | <u>29,428</u> | <u>29,428</u> | <u>29,428</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$1,300,029</u></u> | <u><u>\$1,254,384</u></u> | <u><u>\$1,502,216</u></u> | <u><u>\$247,832</u></u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Charges for Services | \$15,000 | \$15,000 | \$33,400 | \$18,400 |
| Expenditures | | | | |
| Current: | | | | |
| Public Health Services: | | | | |
| Cemetery Operations: | | | | |
| Other | 13,000 | 13,000 | 2,850 | 10,150 |
| <i>Net Change in Fund Balance</i> | 2,000 | 2,000 | 30,550 | 28,550 |
| <i>Fund Balance Beginning of Year</i> | 612,289 | 612,289 | 612,289 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$614,289</u> | <u>\$614,289</u> | <u>\$642,839</u> | <u>\$28,550</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|------------------------|------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Charges for Services | \$100,000 | \$100,000 | \$90,878 | (\$9,122) |
| Expenditures | | | | |
| Current: | | | | |
| Basic Utility Services: | | | | |
| Litter Prevention: | | | | |
| Salaries | 69,100 | 69,100 | 64,707 | 4,393 |
| Fringe Benefits | 10,600 | 10,600 | 9,865 | 735 |
| Contractual Services | 43,480 | 42,966 | 37,411 | 5,555 |
| Other | 8,633 | 5,633 | 3,183 | 2,450 |
| <i>Total Expenditures</i> | <u>131,813</u> | <u>128,299</u> | <u>115,166</u> | <u>13,133</u> |
| <i>Net Change in Fund Balance</i> | (31,813) | (28,299) | (24,288) | 4,011 |
| <i>Fund Balance Beginning of Year</i> | 98,411 | 98,411 | 98,411 | 0 |
| Prior Year Encumbrances Appropriated | <u>4,613</u> | <u>4,613</u> | <u>4,613</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$71,211</u></u> | <u><u>\$74,725</u></u> | <u><u>\$78,736</u></u> | <u><u>\$4,011</u></u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Contributions and Donations | \$40,500 | \$40,500 | \$23,986 | (\$16,514) |
| Expenditures | | | | |
| Current: | | | | |
| Community Environment: | | | | |
| Donations: | | | | |
| Other | 46,330 | 46,330 | 28,068 | 18,262 |
| <i>Net Change in Fund Balance</i> | (5,830) | (5,830) | (4,082) | 1,748 |
| <i>Fund Balance Beginning of Year</i> | 224,975 | 224,975 | 224,975 | 0 |
| Prior Year Encumbrances Appropriated | 3,480 | 3,480 | 3,480 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$222,625</u> | <u>\$222,625</u> | <u>\$224,373</u> | <u>\$1,748</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Charges for Services | \$156,000 | \$156,000 | \$343,479 | \$187,479 |
| Expenditures | | | | |
| Current: | | | | |
| Leisure Time Activities: | | | | |
| Recreation: | | | | |
| Salaries | 261,500 | 261,500 | 184,379 | 77,121 |
| Fringe Benefits | 40,500 | 40,500 | 28,482 | 12,018 |
| Contractual Services | 137,770 | 132,704 | 120,483 | 12,221 |
| Materials and Supplies | 17,800 | 17,800 | 14,083 | 3,717 |
| Other | 3,000 | 3,000 | 2,093 | 907 |
| <i>Total Expenditures</i> | <u>460,570</u> | <u>455,504</u> | <u>349,520</u> | <u>105,984</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (304,570) | (299,504) | (6,041) | 293,463 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 250,000 | 250,000 | 100,000 | (150,000) |
| <i>Net Change in Fund Balance</i> | (54,570) | (49,504) | 93,959 | 143,463 |
| <i>Fund Balance Beginning of Year</i> | 22,730 | 22,730 | 22,730 | 0 |
| Prior Year Encumbrances Appropriated | 40,570 | 40,570 | 40,570 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$8,730</u> | <u>\$13,796</u> | <u>\$157,259</u> | <u>\$143,463</u> |

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

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|----------|-----------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Charges for Services | \$90,000 | \$90,000 | \$47,990 | (\$42,010) |
| Contributions and Donations | 6,000 | 6,000 | 11,326 | 5,326 |
| Miscellaneous | 0 | 0 | 229 | 229 |
| <i>Total Revenues</i> | 96,000 | 96,000 | 59,545 | (36,455) |
| Expenditures | | | | |
| Current: | | | | |
| Public Health Services: | | | | |
| Senior/Community Services: | | | | |
| Contractual Services | 6,404 | 6,404 | 4,677 | 1,727 |
| Materials and Supplies | 4,000 | 4,000 | 1,639 | 2,361 |
| Other | 142,848 | 117,848 | 30,077 | 87,771 |
| <i>Total Expenditures</i> | 153,252 | 128,252 | 36,393 | 91,859 |
| <i>Net Change in Fund Balance</i> | (57,252) | (32,252) | 23,152 | 55,404 |
| <i>Fund Balance Beginning of Year</i> | 77,463 | 77,463 | 77,463 | 0 |
| Prior Year Encumbrances Appropriated | 752 | 752 | 752 | 0 |
| <i>Fund Balance End of Year</i> | \$20,963 | \$45,963 | \$101,367 | \$55,404 |

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

| | Budgeted Amounts | | Actual | Variance with Final Budget Positive (Negative) |
|---|------------------|-----------|-----------|---|
| | Original | Final | | |
| Revenues | | | | |
| Charges for Services | \$20,000 | \$20,000 | \$21,351 | \$1,351 |
| Interest | 4,500 | 4,500 | 4,409 | (91) |
| <i>Total Revenues</i> | 24,500 | 24,500 | 25,760 | 1,260 |
| Expenditures | | | | |
| Current: | | | | |
| Public Health Services: | | | | |
| Cemetery Operations: | | | | |
| Salaries | 69,800 | 69,800 | 61,350 | 8,450 |
| Fringe Benefits | 27,000 | 27,000 | 25,465 | 1,535 |
| Contractual Services | 22,744 | 21,908 | 15,777 | 6,131 |
| Materials and Supplies | 10,960 | 10,960 | 6,040 | 4,920 |
| Capital Outlay | 6,650 | 6,650 | 5,867 | 783 |
| Other | 17,920 | 17,920 | 16,765 | 1,155 |
| <i>Total Expenditures</i> | 155,074 | 154,238 | 131,264 | 22,974 |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (130,574) | (129,738) | (105,504) | 24,234 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 100,000 | 100,000 | 100,000 | 0 |
| <i>Net Change in Fund Balance</i> | (30,574) | (29,738) | (5,504) | 24,234 |
| <i>Fund Balance Beginning of Year</i> | 86,339 | 86,339 | 86,339 | 0 |
| Prior Year Encumbrances Appropriated | 2,224 | 2,224 | 2,224 | 0 |
| <i>Fund Balance End of Year</i> | \$57,989 | \$58,825 | \$83,059 | \$24,234 |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-------------------------|-------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Expenditures | | | | |
| Current: | | | | |
| General Government: | | | | |
| Compensated Absences: | | | | |
| Salaries | 1,000,000 | 1,000,000 | 653,694 | 346,306 |
| Fringe Benefits | 14,500 | 14,500 | 9,623 | 4,877 |
| <i>Total Expenditures</i> | <u>1,014,500</u> | <u>1,014,500</u> | <u>663,317</u> | <u>351,183</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (1,014,500) | (1,014,500) | (663,317) | 351,183 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | <u>1,500,000</u> | <u>1,500,000</u> | <u>1,000,000</u> | <u>(500,000)</u> |
| <i>Net Change in Fund Balance</i> | 485,500 | 485,500 | 336,683 | (148,817) |
| <i>Fund Balance Beginning of Year</i> | <u>287,678</u> | <u>287,678</u> | <u>287,678</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$773,178</u></u> | <u><u>\$773,178</u></u> | <u><u>\$624,361</u></u> | <u><u>(\$148,817)</u></u> |

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

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|--|------------------|-------------|-------------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Municipal Income Taxes | \$507,000 | \$507,000 | \$507,000 | \$0 |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement | 4,225,000 | 4,225,000 | 4,225,000 | 0 |
| Interest and Fiscal Charges | 268,200 | 268,200 | 268,150 | 50 |
| Note Issuance Costs | 25,000 | 25,000 | 18,575 | 6,425 |
| <i>Total Expenditures</i> | 4,518,200 | 4,518,200 | 4,511,725 | 6,475 |
| <i>Excess of Revenues Under Expenditures</i> | (4,011,200) | (4,011,200) | (4,004,725) | 6,475 |
| Other Financing Sources (Uses) | | | | |
| General Obligation Notes Issued | 3,500,000 | 3,500,000 | 3,500,000 | 0 |
| General Obligation Notes Premium | 25,000 | 25,000 | 30,030 | 5,030 |
| <i>Total Other Financing Sources (Uses)</i> | 3,525,000 | 3,525,000 | 3,530,030 | 5,030 |
| <i>Net Change in Fund Balance</i> | (486,200) | (486,200) | (474,695) | 11,505 |
| <i>Fund Balance Beginning of Year</i> | 505,741 | 505,741 | 505,741 | 0 |
| <i>Fund Balance End of Year</i> | \$19,541 | \$19,541 | \$31,046 | \$11,505 |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|-------------------------|-------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Special Assessments | \$30,000 | \$30,000 | \$25,793 | (\$4,207) |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement | 50,000 | 50,000 | 50,000 | 0 |
| Interest and Fiscal Charges | 3,500 | 3,500 | 2,740 | 760 |
| <i>Total Expenditures</i> | <u>53,500</u> | <u>53,500</u> | <u>52,740</u> | <u>760</u> |
| <i>Net Change in Fund Balance</i> | (23,500) | (23,500) | (26,947) | (3,447) |
| <i>Fund Balance Beginning of Year</i> | <u>183,487</u> | <u>183,487</u> | <u>183,487</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$159,987</u></u> | <u><u>\$159,987</u></u> | <u><u>\$156,540</u></u> | <u><u>(\$3,447)</u></u> |

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

| | Budgeted Amounts | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|------------------|-----------|-----------|---|
| | Original | Final | Actual | |
| Revenues | | | | |
| Municipal Income Taxes | \$806,000 | \$806,000 | \$780,769 | (\$25,231) |
| Expenditures | | | | |
| Debt Service: | | | | |
| Principal Retirement | 775,000 | 775,000 | 775,000 | 0 |
| Interest and Fiscal Charges | 31,000 | 5,769 | 5,769 | 0 |
| <i>Total Expenditures</i> | 806,000 | 780,769 | 780,769 | 0 |
| <i>Net Change in Fund Balance</i> | 0 | 25,231 | 0 | (25,231) |
| <i>Fund Balance Beginning of Year</i> | 0 | 0 | 0 | 0 |
| <i>Fund Balance End of Year</i> | \$0 | \$25,231 | \$0 | (\$25,231) |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|-------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Licenses, Permits and Fees | \$40,000 | \$40,000 | \$184,125 | \$144,125 |
| Interest | 6,500 | 6,500 | 6,786 | 286 |
| <i>Total Revenues</i> | <u>46,500</u> | <u>46,500</u> | <u>190,911</u> | <u>144,411</u> |
| Expenditures | | | | |
| Current: | | | | |
| Basic Utility Services: | | | | |
| Storm Drainage: | | | | |
| Salaries | 30,000 | 30,000 | 2,056 | 27,944 |
| Fringe Benefits | 4,400 | 4,400 | 317 | 4,083 |
| Capital Outlay | 541 | 541 | 541 | 0 |
| Other | 80,675 | 80,675 | 60,390 | 20,285 |
| <i>Total Expenditures</i> | <u>115,616</u> | <u>115,616</u> | <u>63,304</u> | <u>52,312</u> |
| <i>Net Change in Fund Balance</i> | (69,116) | (69,116) | 127,607 | 196,723 |
| <i>Fund Balance Beginning of Year</i> | 915,334 | 915,334 | 915,334 | 0 |
| Prior Year Encumbrances Appropriated | <u>5,616</u> | <u>5,616</u> | <u>5,616</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$851,834</u></u> | <u><u>\$851,834</u></u> | <u><u>\$1,048,557</u></u> | <u><u>\$196,723</u></u> |

City of Westlake, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
American Greetings 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> | |
| Revenues | | | | |
| Interest | \$100 | \$100 | \$5 | (\$95) |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| American Greetings: | | | | |
| Capital Outlay | 10,000 | 10,000 | 0 | 10,000 |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (9,900) | (9,900) | 5 | 9,905 |
| Other Financing Sources (Uses) | | | | |
| Transfers Out | 0 | 0 | (30) | (30) |
| <i>Net Change in Fund Balance</i> | (9,900) | (9,900) | (25) | 9,875 |
| <i>Fund Balance Beginning of Year</i> | 100,268 | 100,268 | 100,268 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$90,368</u> | <u>\$90,368</u> | <u>\$100,243</u> | <u>\$9,875</u> |

City of Westlake, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Market Square 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> | | |
| Revenues | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Market Square Project: | | | | |
| Capital Outlay | 411,300 | 11,300 | 11,300 | 0 |
| Other | 5,000 | 5,000 | 0 | 5,000 |
| <i>Total Expenditures</i> | <u>416,300</u> | <u>16,300</u> | <u>11,300</u> | <u>5,000</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(416,300)</u> | <u>(16,300)</u> | <u>(11,300)</u> | <u>5,000</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers In | 400,000 | 400,000 | 0 | (400,000) |
| Transfers Out | 0 | (1,775) | (1,775) | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>400,000</u> | <u>398,225</u> | <u>(1,775)</u> | <u>(400,000)</u> |
| <i>Net Change in Fund Balance</i> | (16,300) | 381,925 | (13,075) | (395,000) |
| <i>Fund Balance Beginning of Year</i> | 7,669 | 7,669 | 7,669 | 0 |
| Prior Year Encumbrances Appropriated | <u>11,300</u> | <u>11,300</u> | <u>11,300</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$2,669</u> | <u>\$400,894</u> | <u>\$5,894</u> | <u>(\$395,000)</u> |

City of Westlake, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Issue II Improvement 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> | |
| Revenues | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Issue 2 Improvements: | | | | |
| Capital Outlay | 3,653 | 3,653 | 3,653 | 0 |
| Debt Service: | | | | |
| Principal Retirement | <u>155,047</u> | <u>155,047</u> | <u>155,036</u> | <u>11</u> |
| <i>Total Expenditures</i> | <u>158,700</u> | <u>158,700</u> | <u>158,689</u> | <u>11</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (158,700) | (158,700) | (158,689) | 11 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | <u>158,700</u> | <u>158,700</u> | <u>158,700</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | 0 | 0 | 11 | 11 |
| <i>Fund Balance Beginning of Year</i> | <u>79,346</u> | <u>79,346</u> | <u>79,346</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$79,346</u></u> | <u><u>\$79,346</u></u> | <u><u>\$79,357</u></u> | <u><u>\$11</u></u> |

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

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | Variance with Final Budget Positive (Negative) |
|---------------------------------------|-------------------------|------------------|--------------------|---|
| | <u>Original</u> | <u>Final</u> | | |
| Revenues | | | | |
| Licenses, Permits and Fees | \$25,000 | \$25,000 | \$98,085 | \$73,085 |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Impact Fee: | | | | |
| Capital Outlay | 399,704 | 524,704 | 507,688 | 17,016 |
| Other | 9,808 | 9,808 | 3,989 | 5,819 |
| <i>Total Expenditures</i> | <u>409,512</u> | <u>534,512</u> | <u>511,677</u> | <u>22,835</u> |
| <i>Net Change in Fund Balance</i> | (384,512) | (509,512) | (413,592) | 95,920 |
| <i>Fund Balance Beginning of Year</i> | 1,407,243 | 1,407,243 | 1,407,243 | 0 |
| Prior Year Encumbrances Appropriated | <u>12,012</u> | <u>12,012</u> | <u>12,012</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$1,034,743</u> | <u>\$909,743</u> | <u>\$1,005,663</u> | <u>\$95,920</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|-----------------|-----------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> | <u>\$0</u> |
| Expenditures | | | | |
| Current: | | | | |
| Capital Outlay: | | | | |
| Grants: | | | | |
| Salaries | 10,000 | 10,000 | 0 | 10,000 |
| Capital Outlay | 189,377 | 200,377 | 199,677 | 700 |
| Other | 2,700 | 2,700 | 1,680 | 1,020 |
| <i>Total Expenditures</i> | <u>202,077</u> | <u>213,077</u> | <u>201,357</u> | <u>11,720</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (202,077) | (213,077) | (201,357) | 11,720 |
| Other Financing Sources (Uses) | | | | |
| Transfers In | <u>0</u> | <u>0</u> | <u>11,000</u> | <u>11,000</u> |
| <i>Net Change in Fund Balance</i> | (202,077) | (213,077) | (190,357) | 22,720 |
| <i>Fund Balance Beginning of Year</i> | 39,430 | 39,430 | 39,430 | 0 |
| Prior Year Encumbrances Appropriated | <u>187,077</u> | <u>187,077</u> | <u>187,077</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u>\$24,430</u> | <u>\$13,430</u> | <u>\$36,150</u> | <u>\$22,720</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---|-------------------------|------------------|------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Charges for Services | \$59,000 | \$163,300 | \$61,192 | (\$102,108) |
| Other | 0 | 0 | 105 | 105 |
| <i>Total Revenues</i> | <u>59,000</u> | <u>163,300</u> | <u>61,297</u> | <u>(102,003)</u> |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Sidewalk Improvement: | | | | |
| Salaries | 5,000 | 55,000 | 13,909 | 41,091 |
| Fringe Benefits | 800 | 8,500 | 2,149 | 6,351 |
| Contractual Services | (480) | 520 | 516 | 4 |
| Materials and Supplies | 1,200 | 1,200 | 645 | 555 |
| Capital Outlay | 52,250 | 738,000 | 737,328 | 672 |
| Other | 480 | 3,780 | 2,810 | 970 |
| <i>Total Expenditures</i> | <u>59,250</u> | <u>807,000</u> | <u>757,357</u> | <u>49,643</u> |
| <i>Excess of Revenues Over (Under) Expenditures</i> | <u>(250)</u> | <u>(643,700)</u> | <u>(696,060)</u> | <u>(52,360)</u> |
| Other Financing Sources (Uses) | | | | |
| Advances In | 0 | 800,000 | 800,000 | 0 |
| Advances Out | (50,000) | (100,000) | (100,000) | 0 |
| <i>Total Other Financing Sources (Uses)</i> | <u>(50,000)</u> | <u>700,000</u> | <u>700,000</u> | <u>0</u> |
| <i>Net Change in Fund Balance</i> | (50,250) | 56,300 | 3,940 | (52,360) |
| <i>Fund Balance Beginning of Year</i> | 26,099 | 26,099 | 26,099 | 0 |
| Prior Year Encumbrances Appropriated | 52,250 | 52,250 | 52,250 | 0 |
| <i>Fund Balance End of Year</i> | <u>\$28,099</u> | <u>\$134,649</u> | <u>\$82,289</u> | <u>(\$52,360)</u> |

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

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|---------------------------------------|---------------------------|---------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Municipal Income Taxes | \$1,496,200 | \$1,496,200 | \$1,962,803 | \$466,603 |
| Miscellaneous | 0 | 0 | 185 | 185 |
| <i>Total Revenues</i> | <u>1,496,200</u> | <u>1,496,200</u> | <u>1,962,988</u> | <u>466,788</u> |
| Expenditures | | | | |
| Capital Outlay: | | | | |
| Recreation Center Construction: | | | | |
| Salaries | 40,000 | 40,000 | 9,892 | 30,108 |
| Fringe Benefits | 6,200 | 6,200 | 1,522 | 4,678 |
| Contractual Services | 81,500 | 81,500 | 79,822 | 1,678 |
| Capital Outlay | 1,472,253 | 1,796,868 | 1,373,686 | 423,182 |
| Other | 126,300 | 126,300 | 75,700 | 50,600 |
| <i>Total Expenditures</i> | <u>1,726,253</u> | <u>2,050,868</u> | <u>1,540,622</u> | <u>510,246</u> |
| <i>Net Change in Fund Balance</i> | (230,053) | (554,668) | 422,366 | 977,034 |
| <i>Fund Balance Beginning of Year</i> | 2,343,372 | 2,343,372 | 2,343,372 | 0 |
| Prior Year Encumbrances Appropriated | <u>442,253</u> | <u>442,253</u> | <u>442,253</u> | <u>0</u> |
| <i>Fund Balance End of Year</i> | <u><u>\$2,555,572</u></u> | <u><u>\$2,230,957</u></u> | <u><u>\$3,207,991</u></u> | <u><u>\$977,034</u></u> |

City of Westlake, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Hospitalization Fund
For the Year Ended December 31, 2021

| | <u>Budgeted Amounts</u> | | | Variance with Final Budget Positive (Negative) |
|--------------------------------------|---------------------------|---------------------------|---------------------------|---|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | |
| Revenues | | | | |
| Charges for Services | <u>\$3,080,000</u> | <u>\$3,080,000</u> | <u>\$3,641,672</u> | <u>\$561,672</u> |
| Expenses | | | | |
| Contractual Services | 807,349 | 794,539 | 794,539 | 0 |
| Claims | <u>4,238,208</u> | <u>4,009,446</u> | <u>3,999,077</u> | <u>10,369</u> |
| <i>Total Expenses</i> | <u>5,045,557</u> | <u>4,803,985</u> | <u>4,793,616</u> | <u>10,369</u> |
| <i>Net Change in Fund Equity</i> | (1,965,557) | (1,723,985) | (1,151,944) | 572,041 |
| <i>Fund Equity Beginning of Year</i> | 3,401,089 | 3,401,089 | 3,401,089 | 0 |
| Prior Year Encumbrances Appropriated | <u>845,557</u> | <u>845,557</u> | <u>845,557</u> | <u>0</u> |
| <i>Fund Equity End of Year</i> | <u><u>\$2,281,089</u></u> | <u><u>\$2,522,661</u></u> | <u><u>\$3,094,702</u></u> | <u><u>\$572,041</u></u> |



Statistical Section

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

| Contents | Pages(s) |
|--|-----------------|
| <i>Financial Trends</i> | S2 – S11 |
| These schedules contain trend information to help the reader understand how the City’s financial performance and well-being have changed over time. | |
| <i>Revenue Capacity</i> | S12 – S19 |
| These schedules contain information to help the reader assess the City’s most significant local revenues, the property tax and the municipal income tax. | |
| <i>Debt Capacity</i> | S20 - S26 |
| These schedules present information to help the reader assess the affordability of the City’s current levels of outstanding debt and the City’s ability to issue additional debt in the future. | |
| <i>Demographic and Economic Information</i> | S27 – S29 |
| These schedules offer economic and demographic indicators to help the reader understand the environment within which the City’s financial activities take place. | |
| <i>Operating Information</i> | S30 - S35 |
| These schedules contain service and infrastructure data to help the reader understand how the information in the City’s financial report relates to the services the City provides and the activities it performs. | |

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

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

| | 2021 | 2020 (4) | 2019 (4) (3) | 2018 (3) (2) |
|--|----------------------|----------------------|----------------------|----------------------|
| Governmental Activities | | | | |
| Net Investment in Capital Assets | \$159,570,320 | \$160,662,099 | \$162,443,570 | \$153,724,619 |
| Restricted | 39,799,512 | 34,827,474 | 31,918,399 | 35,168,280 |
| Unrestricted (Deficit) | 39,708,941 | 23,038,243 | 14,907,627 | (3,751,308) |
| <i>Total Governmental Activities Net Position</i> | <u>239,078,773</u> | <u>218,527,816</u> | <u>209,269,596</u> | <u>185,141,591</u> |
| Business-Type Activities | | | | |
| Net Investment in Capital Assets | 22,141,361 | 22,789,808 | 23,158,883 | 24,165,246 |
| Unrestricted | 12,166,792 | 11,290,052 | 12,181,268 | 12,285,750 |
| <i>Total Business-Type Activities Net Position</i> | <u>34,308,153</u> | <u>34,079,860</u> | <u>35,340,151</u> | <u>36,450,996</u> |
| Primary government | | | | |
| Net Investment in Capital Assets | 181,711,681 | 183,451,907 | 185,602,453 | 177,889,865 |
| Restricted | 39,799,512 | 34,827,474 | 31,918,399 | 35,168,280 |
| Unrestricted | 51,875,733 | 34,328,295 | 27,088,895 | 8,534,442 |
| <i>Total Primary Government Net Position</i> | <u>\$273,386,926</u> | <u>\$252,607,676</u> | <u>\$244,609,747</u> | <u>\$221,592,587</u> |

- (1) The effects of the implementation of GASB Statement No. 68 are reflected in the 2015 and 2014 amounts.
(2) The effects of the implementation of GASB Statement No. 75 are reflected in the 2018 and 2017 amounts.
(3) The effects of the implementation of GASB Statement No. 84 are reflected in the 2019 and 2018 amounts.
(4) The effects of the implementation of GASB Statement No. 83 are reflected in the 2020 and 2019 amounts.

| 2017 (2) | 2016 | 2015 (1) | 2014 (1) | 2013 | 2012 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| \$150,012,872 | \$143,617,893 | \$139,414,217 | \$126,984,208 | \$127,651,517 | \$121,260,561 |
| 29,908,511 | 33,733,248 | 31,672,209 | 42,096,325 | 37,706,036 | 36,145,785 |
| (1,317,783) | 23,785,685 | 25,293,630 | 19,108,390 | 42,509,763 | 40,264,326 |
| 178,603,600 | 201,136,826 | 196,380,056 | 188,188,923 | 207,867,316 | 197,670,672 |
| 25,236,744 | 25,239,798 | 25,995,165 | 26,983,590 | 28,088,783 | 30,295,832 |
| 12,378,706 | 13,683,994 | 13,072,759 | 12,822,985 | 13,197,731 | 13,684,924 |
| 37,615,450 | 38,923,792 | 39,067,924 | 39,806,575 | 41,286,514 | 43,980,756 |
| 175,249,616 | 168,857,691 | 165,409,382 | 153,967,798 | 155,740,300 | 151,556,393 |
| 29,908,511 | 33,733,248 | 31,672,209 | 42,096,325 | 37,706,036 | 36,145,785 |
| 11,060,923 | 37,469,679 | 38,366,389 | 31,931,375 | 55,707,494 | 53,949,250 |
| \$216,219,050 | \$240,060,618 | \$235,447,980 | \$227,995,498 | \$249,153,830 | \$241,651,428 |

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

| | 2021 | 2020 | 2019 | 2018 (2) |
|--|---------------------|---------------------|---------------------|---------------------|
| Program Revenues | | | | |
| Governmental Activities: | | | | |
| Charges for Services: | | | | |
| General Government | \$633,981 | \$442,232 | \$894,779 | \$846,400 |
| Security of Persons and Property | 2,259,685 | 1,937,458 | 2,265,514 | 2,483,881 |
| Public Health Services | 207,212 | 134,060 | 182,509 | 189,707 |
| Transportation | 327,545 | 162,669 | 381,563 | 238,451 |
| Community Environment | 16,031 | 31,262 | 35,845 | 36,677 |
| Basic Utility Services | 306,677 | 240,102 | 215,010 | 112,735 |
| Leisure Time Activities | 2,210,853 | 1,373,799 | 2,444,318 | 2,410,920 |
| Operating Grants and Contributions | 2,705,143 | 4,255,205 | 2,408,714 | 1,831,175 |
| Capital Grants and Contributions | 628,616 | 1,065,359 | 3,591,148 | 439,793 |
| <i>Total Governmental Activities Program Revenues</i> | <u>9,295,743</u> | <u>9,642,146</u> | <u>12,419,400</u> | <u>8,589,739</u> |
| Business-Type Activities: | | | | |
| Charges for Services: | | | | |
| Sewer | 2,724,018 | 2,769,647 | 2,771,877 | 2,794,566 |
| Golf Course | 315,661 | 361,879 | 297,407 | 266,012 |
| Capital Grants and Contributions | 377,245 | 38,283 | 151,797 | 0 |
| <i>Total Business-Type Activities Program Revenues</i> | <u>3,416,924</u> | <u>3,169,809</u> | <u>3,221,081</u> | <u>3,060,578</u> |
| <i>Total Primary Government Program Revenues</i> | <u>12,712,667</u> | <u>12,811,955</u> | <u>15,640,481</u> | <u>11,650,317</u> |
| Expenses | | | | |
| Governmental Activities: | | | | |
| General Government | 6,518,434 | 8,082,818 | 11,114,344 | 10,056,237 |
| Security of Persons and Property | 16,507,809 | 21,462,818 | 4,061,787 | 20,715,593 |
| Public Health Services | 739,323 | 1,315,873 | 1,602,429 | 1,467,530 |
| Transportation | 10,432,781 | 14,549,495 | 15,035,224 | 12,000,797 |
| Community Environment | 2,705,162 | 3,403,202 | 3,879,645 | 3,320,222 |
| Basic Utility Services | 2,087,285 | 2,742,590 | 2,796,293 | 2,982,805 |
| Leisure Time Activities | 3,281,050 | 4,461,553 | 5,110,463 | 4,413,027 |
| Interest and Fiscal Charges | 1,590,572 | 2,504,279 | 2,511,053 | 2,544,287 |
| <i>Total Governmental Activities Expenses</i> | <u>43,862,416</u> | <u>58,522,628</u> | <u>46,111,238</u> | <u>57,500,498</u> |
| Business-Type Activities: | | | | |
| Sewer | 2,991,575 | 4,071,467 | 3,969,930 | 3,847,077 |
| Golf | 243,157 | 471,701 | 513,647 | 482,889 |
| <i>Total Business-Type Activities Expenses</i> | <u>3,234,732</u> | <u>4,543,168</u> | <u>4,483,577</u> | <u>4,329,966</u> |
| <i>Total Primary Government Expenses</i> | <u>\$47,097,148</u> | <u>\$63,065,796</u> | <u>\$50,594,815</u> | <u>\$61,830,464</u> |

| 2017 | 2016 | 2015 (1) | 2014 | 2013 | 2012 |
|--------------|--------------|--------------|--------------|--------------|--------------|
| \$851,366 | \$615,600 | \$648,223 | \$1,013,675 | \$760,751 | \$496,295 |
| 1,799,719 | 1,746,310 | 1,790,833 | 1,650,934 | 1,719,144 | 1,030,741 |
| 141,390 | 100,585 | 97,200 | 78,150 | 86,828 | 144,383 |
| 343,883 | 950,920 | 556,556 | 475,729 | 581,149 | 415,183 |
| 32,105 | 98,052 | 116,909 | 81,787 | 78,126 | 378,779 |
| 206,818 | 248,538 | 129,890 | 88,531 | 126,920 | 182,005 |
| 2,515,169 | 2,503,902 | 2,600,202 | 2,311,885 | 2,481,187 | 2,512,420 |
| 1,837,505 | 1,608,091 | 1,634,552 | 1,785,738 | 1,525,808 | 2,104,715 |
| 3,908,156 | 5,251,537 | 8,820,731 | 8,243,682 | 3,321,851 | 1,422,539 |
| 11,636,111 | 13,123,535 | 16,395,096 | 15,730,111 | 10,681,764 | 8,687,060 |
| 2,673,800 | 2,760,363 | 2,753,856 | 2,685,737 | 2,189,435 | 1,864,043 |
| 283,672 | 294,337 | 312,266 | 308,476 | 309,945 | 331,372 |
| 58,952 | 121,829 | 127,383 | 0 | 168,731 | 47,087 |
| 3,016,424 | 3,176,529 | 3,193,505 | 2,994,213 | 2,668,111 | 2,242,502 |
| 14,652,535 | 16,300,064 | 19,588,601 | 18,724,324 | 13,349,875 | 10,929,562 |
| 10,794,762 | 8,160,095 | 7,678,275 | 8,418,520 | 6,840,500 | 7,404,615 |
| 18,414,710 | 19,024,502 | 17,282,475 | 17,487,121 | 14,405,743 | 15,042,478 |
| 1,321,235 | 1,178,898 | 1,224,487 | 1,174,508 | 891,433 | 1,073,921 |
| 15,562,035 | 14,176,484 | 13,864,015 | 11,442,820 | 10,875,198 | 10,977,479 |
| 3,417,017 | 2,045,702 | 2,101,651 | 3,388,227 | 1,492,557 | 1,475,762 |
| 2,740,832 | 2,979,184 | 2,908,847 | 2,180,366 | 2,240,089 | 2,058,732 |
| 4,553,093 | 4,269,174 | 4,089,416 | 4,064,325 | 3,992,595 | 3,762,378 |
| 2,570,868 | 3,034,994 | 2,822,396 | 2,117,493 | 663,122 | 1,253,224 |
| 59,374,552 | 54,869,033 | 51,971,562 | 50,273,380 | 41,401,237 | 43,048,589 |
| 3,793,775 | 3,404,204 | 3,519,865 | 3,324,980 | 3,897,755 | 3,557,778 |
| 431,112 | 461,152 | 453,454 | 450,130 | 452,592 | 478,255 |
| 4,224,887 | 3,865,356 | 3,973,319 | 3,775,110 | 4,350,347 | 4,036,033 |
| \$63,599,439 | \$58,734,389 | \$55,944,881 | \$54,048,490 | \$45,751,584 | \$47,084,622 |

(continued)

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

| | 2021 | 2020 | 2019 | 2018 (2) |
|--|---------------------|---------------------|---------------------|---------------------|
| Net (Expense)/Revenue | | | | |
| Governmental Activities | (\$34,566,673) | (\$48,880,482) | (\$33,691,838) | (\$48,910,759) |
| Business-Type Activities | 182,192 | (1,373,359) | (1,262,496) | (1,269,388) |
| <i>Total Primary Government Net Expense</i> | <u>(34,384,481)</u> | <u>(50,253,841)</u> | <u>(34,954,334)</u> | <u>(50,180,147)</u> |
| General Revenues and Other Changes in Net Position | | | | |
| Governmental Activities: | | | | |
| Taxes: | | | | |
| Property Taxes Levied For: | | | | |
| General Purposes | 11,378,999 | 11,716,722 | 11,101,300 | 10,283,784 |
| Other Purposes | 2,128,257 | 2,191,466 | 2,076,276 | 1,923,370 |
| Debt Service | 0 | 0 | 0 | 0 |
| Municipal Income Taxes Levied For: | | | | |
| General Purposes | 21,745,352 | 21,488,472 | 21,615,250 | 21,693,454 |
| Recreation | 243,409 | 249,139 | 249,984 | 250,147 |
| Debt Service | 100,702 | 1,523,625 | 1,984,670 | 1,991,299 |
| Capital Outlay | 10,580,337 | 9,075,455 | 8,860,698 | 8,748,613 |
| Admissions Tax | 98,660 | 48,026 | 174,335 | 179,818 |
| Hotel Tax | 585,615 | 348,112 | 664,172 | 648,529 |
| Grants and Entitlements not Restricted to Specific Programs | 1,992,745 | 1,871,601 | 1,870,709 | 1,701,700 |
| Unrestricted Contributions | 11,501 | 10,695 | 10,727 | 17,997 |
| Franchise Taxes | 541,679 | 575,900 | 599,136 | 621,160 |
| Interest | 305,298 | 1,587,425 | 2,848,906 | 1,625,894 |
| Payment in Lieu of Taxes | 4,793,725 | 4,725,075 | 4,702,454 | 4,854,112 |
| Gain on Sale of Capital Assets | 101,921 | 23,793 | 70,033 | 43,939 |
| Miscellaneous | 509,925 | 2,703,196 | 1,001,443 | 864,934 |
| Transfers | (495) | 0 | 0 | 0 |
| <i>Total Governmental Activities</i> | <u>55,117,630</u> | <u>58,138,702</u> | <u>57,830,093</u> | <u>55,448,750</u> |
| Business-Type Activities: | | | | |
| Interest | 39,898 | 106,559 | 178,662 | 99,098 |
| Gain on Sale of Capital Assets | 0 | 0 | 0 | 327 |
| Gain in Joint Venture | 0 | 0 | 0 | 0 |
| Miscellaneous | 5,708 | 6,509 | 4,739 | 5,509 |
| Transfers | 495 | 0 | 0 | 0 |
| <i>Total Business-Type Activities</i> | <u>46,101</u> | <u>113,068</u> | <u>183,401</u> | <u>104,934</u> |
| <i>Total Primary Government</i> | <u>55,163,731</u> | <u>58,251,770</u> | <u>58,013,494</u> | <u>55,553,684</u> |
| Change in Net Position | | | | |
| Governmental Activities | 20,550,957 | 9,258,220 | 24,138,255 | 6,537,991 |
| Business-Type Activities | 228,293 | (1,260,291) | (1,079,095) | (1,164,454) |
| <i>Total Primary Government Change in Net Position</i> | <u>\$20,779,250</u> | <u>\$7,997,929</u> | <u>\$23,059,160</u> | <u>\$5,373,537</u> |

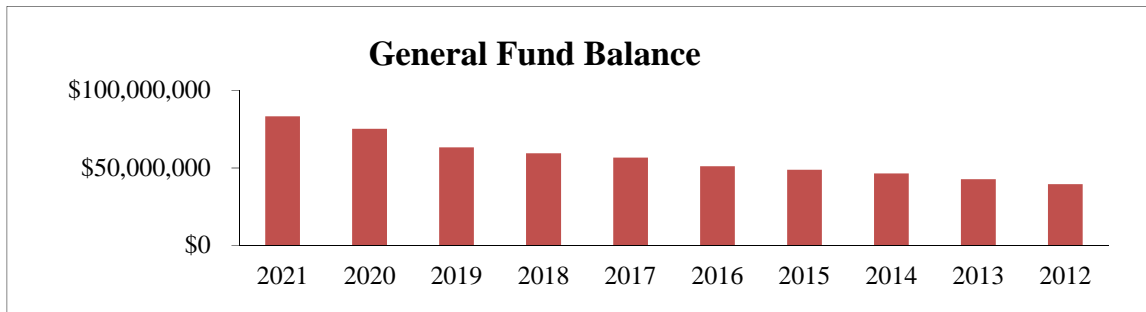
(1) Expenses are first impacted by the implementation of GASB Statement No. 68 beginning in 2015.

(2) Expenses are first impacted by the implementation of GASB Statement No. 75 beginning in 2018.

| 2017 | 2016 | 2015 (1) | 2014 | 2013 | 2012 |
|--------------|----------------|----------------|----------------|----------------|----------------|
| (47,738,441) | (\$41,745,498) | (\$35,576,466) | (\$34,543,269) | (\$30,719,473) | (\$34,361,529) |
| (1,208,463) | (688,827) | (779,814) | (780,897) | (1,682,236) | (1,793,531) |
| (48,946,904) | (42,434,325) | (36,356,280) | (35,324,166) | (32,401,709) | (36,155,060) |
| 10,154,907 | 10,169,515 | 9,733,889 | 9,213,316 | 9,798,208 | 9,529,928 |
| 1,899,367 | 1,902,063 | 1,825,021 | 1,723,188 | 1,832,575 | 1,790,295 |
| 0 | 0 | 0 | 0 | 0 | 112,330 |
| 20,243,282 | 18,743,101 | 17,052,217 | 15,823,044 | 15,499,256 | 14,861,413 |
| 247,096 | 247,088 | 244,579 | 245,548 | 260,674 | 255,530 |
| 1,977,163 | 1,976,025 | 2,000,167 | 1,969,449 | 1,993,639 | 1,924,449 |
| 8,172,129 | 7,268,918 | 6,486,643 | 5,839,692 | 5,709,996 | 5,401,802 |
| 155,861 | 312,085 | 124,078 | 134,986 | 186,249 | 184,553 |
| 624,085 | 684,544 | 522,645 | 489,850 | 499,878 | 483,446 |
| 1,601,753 | 1,557,287 | 1,563,433 | 2,253,953 | 2,585,598 | 3,248,049 |
| 15,516 | 0 | 11,870 | 13,736 | 0 | 0 |
| 608,919 | 650,093 | 644,240 | 649,254 | 492,615 | 573,198 |
| 762,066 | 487,239 | 539,348 | 289,616 | 290,643 | 428,975 |
| 3,706,657 | 2,124,325 | 539,499 | 0 | 0 | 0 |
| 43,314 | 79,748 | 0 | 41,425 | 43,276 | 50,214 |
| 1,407,551 | 488,275 | 2,480,501 | 2,228,479 | 676,958 | 360,487 |
| (623,488) | (188,038) | (531) | 0 | 1,046,552 | (18,624) |
| 50,996,178 | 46,502,268 | 43,767,599 | 40,915,536 | 40,916,117 | 39,186,045 |
| 52,958 | 34,581 | 34,398 | 17,152 | 29,306 | 6,464 |
| 1,500 | 0 | 1,800 | 6,901 | 0 | 27,000 |
| 0 | 316,387 | 0 | 0 | 0 | 0 |
| 5,593 | 5,689 | 4,434 | 7,697 | 5,240 | 5,718 |
| 623,488 | 188,038 | 531 | 0 | (1,046,552) | 18,624 |
| 683,539 | 544,695 | 41,163 | 31,750 | (1,012,006) | 57,806 |
| 51,679,717 | 47,046,963 | 43,808,762 | 40,947,286 | 39,904,111 | 39,243,851 |
| 3,257,737 | 4,756,770 | 8,191,133 | 6,372,267 | 10,196,644 | 4,824,516 |
| (524,924) | (144,132) | (738,651) | (749,147) | (2,694,242) | (1,735,725) |
| \$2,732,813 | \$4,612,638 | \$7,452,482 | \$5,623,120 | \$7,502,402 | \$3,088,791 |

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

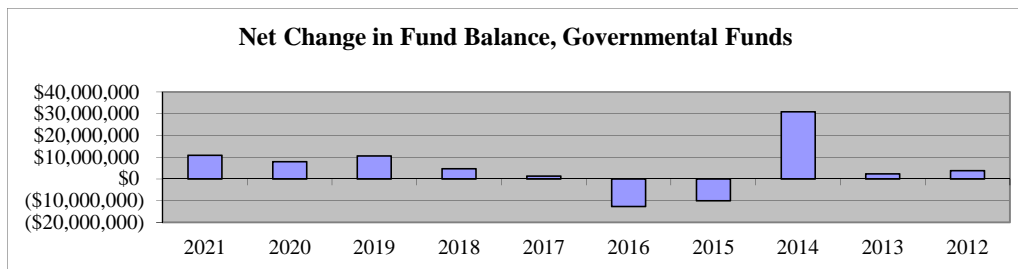
| | 2021 | 2020 | 2019 | 2018 |
|---|----------------------|----------------------|---------------------|---------------------|
| General Fund: | | | | |
| Nonspendable | \$3,805,834 | \$3,266,994 | \$2,974,631 | \$4,366,161 |
| Committed | 593,732 | 465,270 | 284,218 | 155,360 |
| Assigned | 24,462,887 | 26,200,057 | 19,486,682 | 19,107,570 |
| Unassigned | 54,470,204 | 45,371,904 | 40,579,186 | 35,907,578 |
| Total General Fund | 83,332,657 | 75,304,225 | 63,324,717 | 59,536,669 |
| All Other Governmental Funds: | | | | |
| Nonspendable | 335,245 | 22,910 | 17,592 | 4,065 |
| Restricted | 35,677,069 | 31,339,201 | 33,494,301 | 30,628,028 |
| Committed | 1,818,165 | 2,083,383 | 2,780,499 | 2,847,687 |
| Assigned | 0 | 0 | 0 | 37,607 |
| Unassigned (Deficit) | (2,986,169) | (1,375,401) | (192,732) | (4,272,974) |
| Total All Other Governmental Funds | 34,844,310 | 32,070,093 | 36,099,660 | 29,244,413 |
| Total Governmental Funds | \$118,176,967 | \$107,374,318 | \$99,424,377 | \$88,781,082 |



| 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--------------|--------------|--------------|---------------|--------------|--------------|
| \$2,946,500 | \$1,949,742 | \$1,777,482 | \$1,770,774 | \$1,576,133 | \$1,388,341 |
| 223,087 | 0 | 0 | 133,197 | 153,311 | 78,494 |
| 23,492,946 | 18,670,970 | 27,107,303 | 21,958,577 | 19,781,129 | 17,151,115 |
| 30,042,009 | 30,486,799 | 20,024,683 | 22,663,318 | 21,321,693 | 20,917,452 |
| 56,704,542 | 51,107,511 | 48,909,468 | 46,525,866 | 42,832,266 | 39,535,402 |
| 1,440 | 1,899 | 2,581 | 1,824 | 4,824,603 | 3,288 |
| 27,232,504 | 31,135,518 | 44,057,732 | 58,261,161 | 26,126,256 | 29,608,475 |
| 2,866,260 | 2,751,481 | 2,586,755 | 2,342,690 | 2,105,124 | 1,706,932 |
| 37,607 | 15,607 | 15,607 | 37,607 | 15,607 | 15,607 |
| (2,802,812) | (2,833,851) | (1,911,316) | (3,480,036) | (3,090,696) | (424,244) |
| 27,334,999 | 31,070,654 | 44,751,359 | 57,163,246 | 29,980,894 | 30,910,058 |
| \$84,039,541 | \$82,178,165 | \$93,660,827 | \$103,689,112 | \$72,813,160 | \$70,445,460 |

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

| | 2021 | 2020 | 2019 | 2018 |
|---|---------------------|--------------------|---------------------|--------------------|
| Revenues | | | | |
| Property Taxes | \$13,493,122 | \$13,431,173 | \$13,357,326 | \$12,245,200 |
| Municipal Income Taxes | 33,302,308 | 32,453,058 | 32,525,899 | 31,715,656 |
| Admission Taxes | 91,251 | 48,026 | 174,335 | 179,818 |
| Hotel Tax | 585,615 | 348,112 | 664,172 | 648,529 |
| Permissive Motor Vehicle Taxes | 251,327 | 232,512 | 242,787 | 239,790 |
| Charges for Services | 4,253,586 | 3,205,747 | 4,791,521 | 4,759,335 |
| Licenses, Permits and Fees | 1,291,279 | 842,056 | 857,131 | 1,198,753 |
| Fines and Forfeitures | 173,944 | 221,634 | 179,368 | 253,181 |
| Intergovernmental | 4,192,945 | 5,870,132 | 6,798,946 | 3,419,535 |
| Special Assessments | 25,793 | 30,169 | 29,613 | 28,943 |
| Payments in Lieu of Taxes | 4,793,725 | 4,725,075 | 4,702,454 | 4,854,112 |
| Interest | 305,298 | 1,587,425 | 2,848,906 | 1,625,894 |
| Lease | 70,320 | 57,582 | 0 | 0 |
| Rentals | 54,520 | 43,604 | 240,707 | 244,363 |
| Contributions and Donations | 37,098 | 459,408 | 55,030 | 288,142 |
| Franchise Taxes | 582,517 | 577,544 | 595,902 | 612,541 |
| Miscellaneous | 473,459 | 2,714,620 | 974,185 | 888,614 |
| Total Revenues | 63,978,107 | 66,847,877 | 69,038,282 | 63,202,406 |
| Expenditures | | | | |
| Current: | | | | |
| General Government | 7,975,610 | 8,910,573 | 9,819,768 | 9,472,036 |
| Security of Persons and Property | 17,582,685 | 16,940,411 | 17,787,352 | 17,041,039 |
| Public Health Services | 1,173,436 | 1,054,613 | 1,252,254 | 1,267,469 |
| Transportation | 7,076,006 | 7,611,672 | 7,548,476 | 6,998,581 |
| Community Environment | 1,634,436 | 1,728,259 | 1,708,339 | 2,001,834 |
| Basic Utility Services | 1,044,994 | 952,407 | 981,594 | 1,232,353 |
| Leisure Time Activities | 3,388,196 | 3,249,010 | 3,762,917 | 3,417,253 |
| Capital Outlay | 8,505,760 | 13,483,830 | 16,982,093 | 11,419,847 |
| Debt Service: | | | | |
| Principal Retirement | 3,214,807 | 2,387,537 | 4,495,087 | 3,329,017 |
| Interest and Fiscal Charges | 1,688,090 | 2,589,079 | 2,385,149 | 2,656,671 |
| Bond Issuance Costs | 525,686 | 22,250 | 276,725 | 0 |
| Total Expenditures | 53,809,706 | 58,929,641 | 66,999,754 | 58,836,100 |
| Excess of Revenues Over (Under) Expenditures | 10,168,401 | 7,918,236 | 2,038,528 | 4,366,306 |
| Other Financing Sources (Uses) | | | | |
| Sale of Capital Assets | 121,142 | 31,705 | 260,520 | 375,235 |
| General Obligations Notes and Bonds Issued | 0 | 0 | 8,000,000 | 0 |
| General Obligation Notes and Bonds Premium | 0 | 0 | 344,247 | 0 |
| OPWC Loan Issued | 0 | 0 | 0 | 0 |
| State Infrastructure Bank Loan Issued | 0 | 0 | 0 | 0 |
| Refunding Special Obligations Bonds Issued | 47,910,000 | 0 | 0 | 0 |
| Special Obligation Bonds Issued | 0 | 0 | 0 | 0 |
| Special Obligation Bonds Premium | 0 | 0 | 0 | 0 |
| Inception of Capital Lease | 5,995 | 0 | 0 | 0 |
| Payment to Refunded Bond Escrow Agent | (47,402,889) | 0 | 0 | 0 |
| Transfers In | 1,582,271 | 1,282,945 | 5,287,356 | 5,357,900 |
| Transfers Out | (1,582,271) | (1,282,945) | (5,287,356) | (5,357,900) |
| Total Other Financing Sources (Uses) | 634,248 | 31,705 | 8,604,767 | 375,235 |
| Net Change in Fund Balances | \$10,802,649 | \$7,949,941 | \$10,643,295 | \$4,741,541 |
| Debt Service as a Percentage of Noncapital Expenditures | 10.7% | 10.5% | 13.2% | 12.4% |



| 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|--------------------|-----------------------|-----------------------|---------------------|--------------------|--------------------|
| \$12,084,309 | \$12,024,672 | \$11,547,143 | \$11,671,818 | \$11,197,764 | \$11,409,771 |
| 31,116,720 | 28,619,626 | 25,757,758 | 24,633,001 | 22,704,304 | 21,744,517 |
| 155,861 | 312,085 | 124,078 | 134,986 | 186,249 | 184,553 |
| 624,085 | 684,544 | 522,645 | 489,850 | 499,878 | 483,446 |
| 235,343 | 238,862 | 238,712 | 234,314 | 229,172 | 226,807 |
| 3,955,230 | 3,633,104 | 3,828,835 | 3,762,633 | 4,050,691 | 3,350,948 |
| 1,063,782 | 1,092,807 | 1,182,052 | 1,183,422 | 894,372 | 655,053 |
| 245,296 | 283,707 | 347,129 | 272,467 | 293,605 | 332,873 |
| 6,478,615 | 7,730,618 | 11,310,791 | 4,311,716 | 6,908,585 | 6,104,036 |
| 41,843 | 431,761 | 393,347 | 418,783 | 466,384 | 290,000 |
| 3,706,657 | 2,124,325 | 539,499 | 0 | 0 | 0 |
| 762,066 | 487,239 | 539,348 | 289,616 | 290,643 | 428,975 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 236,556 | 271,983 | 221,886 | 209,870 | 225,295 | 231,985 |
| 59,679 | 40,477 | 782,822 | 6,974,059 | 23,293 | 29,900 |
| 611,169 | 584,752 | 644,240 | 649,254 | 492,615 | 573,198 |
| 1,385,547 | 469,382 | 2,511,211 | 2,174,483 | 642,417 | 359,643 |
| <u>62,762,758</u> | <u>59,029,944</u> | <u>60,491,496</u> | <u>57,410,272</u> | <u>49,105,267</u> | <u>46,405,705</u> |
| 9,356,411 | 7,605,160 | 7,381,581 | 7,821,827 | 6,900,546 | 6,970,194 |
| 15,672,569 | 16,392,694 | 16,047,061 | 15,845,571 | 14,444,674 | 14,314,721 |
| 1,062,109 | 1,023,964 | 1,129,696 | 1,041,101 | 887,612 | 1,060,754 |
| 6,246,520 | 5,988,531 | 7,970,793 | 6,987,598 | 7,211,192 | 7,028,529 |
| 1,726,116 | 1,719,613 | 2,106,262 | 1,669,156 | 1,541,973 | 1,468,880 |
| 977,262 | 1,139,994 | 918,388 | 770,242 | 900,172 | 817,980 |
| 3,416,639 | 3,345,479 | 3,372,995 | 3,229,032 | 3,432,454 | 3,097,749 |
| 18,344,538 | 29,800,001 | 35,901,521 | 35,240,489 | 8,701,922 | 5,210,403 |
| 2,210,129 | 2,268,691 | 1,938,751 | 1,948,842 | 2,103,842 | 2,008,451 |
| 2,574,642 | 2,688,527 | 2,809,501 | 1,964,178 | 671,181 | 719,472 |
| 0 | 0 | 0 | 1,584,844 | 0 | 0 |
| <u>61,586,935</u> | <u>71,972,654</u> | <u>79,576,549</u> | <u>78,102,880</u> | <u>46,795,568</u> | <u>42,697,133</u> |
| <u>1,175,823</u> | <u>(12,942,710)</u> | <u>(19,085,053)</u> | <u>(20,692,608)</u> | <u>2,309,699</u> | <u>3,708,572</u> |
| 58,044 | 79,748 | 77,791 | 91,045 | 58,001 | 34,191 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 112,107 | 200,065 | 2,555,933 | 0 | 0 |
| 0 | 0 | 8,765,300 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 0 | 0 | 0 | 48,330,000 | 0 | 0 |
| 0 | 0 | 0 | 591,582 | 0 | 0 |
| 0 | 0 | 13,612 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| 1,377,215 | 3,683,685 | 1,294,332 | 952,757 | 967,265 | 1,742,430 |
| <u>(1,377,215)</u> | <u>(3,683,685)</u> | <u>(1,294,332)</u> | <u>(952,757)</u> | <u>(967,265)</u> | <u>(1,742,430)</u> |
| <u>58,044</u> | <u>191,855</u> | <u>9,056,768</u> | <u>51,568,560</u> | <u>58,001</u> | <u>34,191</u> |
| <u>\$1,233,867</u> | <u>(\$12,750,855)</u> | <u>(\$10,028,285)</u> | <u>\$30,875,952</u> | <u>\$2,367,700</u> | <u>\$3,742,763</u> |
| 10.2% | 10.3% | 10.1% | 8.7% | 7.5% | 7.3% |

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

| | 2021 | 2020 | 2019 | 2018 |
|--|-------------------------|-------------------------|-------------------------|-------------------------|
| Unvoted Millage | | | | |
| Operating | \$1.50000 | \$1.50000 | \$1.50000 | \$1.50000 |
| Debt | 0.00000 | 0.00000 | 0.00000 | 0.00000 |
| Fire Pension | 0.30000 | 0.30000 | 0.30000 | 0.30000 |
| Police Pension | 0.30000 | 0.30000 | 0.30000 | 0.30000 |
| <i>Total Unvoted Millage</i> | <u>2.10000</u> | <u>2.10000</u> | <u>2.10000</u> | <u>2.10000</u> |
| Voted Millage by Levy | | | | |
| 1976 Charter/Current Expense | 6.52000 | 6.52000 | 6.52000 | 6.52000 |
| 2001 Charter Police and Fire Operating | 0.90000 | 0.90000 | 0.90000 | 0.90000 |
| <i>Total Voted Millage by Type of Property</i> | <u>7.42000</u> | <u>7.42000</u> | <u>7.42000</u> | <u>7.42000</u> |
| <i>Total Millage</i> | <u><u>\$9.52000</u></u> | <u><u>\$9.52000</u></u> | <u><u>\$9.52000</u></u> | <u><u>\$9.52000</u></u> |
| Overlapping Rates by Taxing District | | | | |
| <i>Westlake City School District</i> | | | | |
| General Business and Public Utility Personal | \$69.80000 | \$69.15000 | \$69.90000 | \$69.90000 |
| Residential/Agricultural Real | 33.63828 | 32.96437 | 33.70560 | 35.84343 |
| Commercial/Industrial and Public Utility Real | 38.14437 | 37.71468 | 38.43124 | 40.01702 |
| <i>Westlake Porter Library</i> | | | | |
| Operating - continuing | | | | |
| General Business and Public Utility Personal | 2.80000 | 2.80000 | 2.80000 | 2.80000 |
| Residential/Agricultural Real | 2.44086 | 2.43835 | 2.43743 | 2.66198 |
| Commercial/Industrial and Public Utility Real | 2.56010 | 2.58044 | 2.57735 | 2.72368 |
| <i>Cuyahoga County</i> | | | | |
| General Business and Public Utility Personal | 14.85000 | 14.05000 | 14.05000 | 14.05000 |
| Residential/Agricultural Real | 14.00632 | 12.80115 | 12.79732 | 13.91410 |
| Commercial/Industrial and Public Utility Real | 14.30367 | 13.23033 | 13.07704 | 14.00605 |
| <i>Special Taxing Districts (1)</i> | | | | |
| General Business and Public Utility Personal | 7.78000 | 7.78000 | 7.38000 | 7.38000 |
| Residential/Agricultural Real | 7.10018 | 7.08618 | 6.68792 | 7.28823 |
| Commercial/Industrial and Public Utility Real | 7.33977 | 7.32436 | 6.84133 | 7.34352 |

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

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

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

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

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

Source: Cuyahoga County Fiscal Officer

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

| 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|-----------|-----------|-----------|-----------|-----------|-----------|
| \$1.50000 | \$1.50000 | \$1.50000 | \$1.50000 | \$1.50000 | \$1.40000 |
| 0.00000 | 0.00000 | 0.00000 | 0.00000 | 0.00000 | 0.10000 |
| 0.30000 | 0.30000 | 0.30000 | 0.30000 | 0.30000 | 0.30000 |
| 0.30000 | 0.30000 | 0.30000 | 0.30000 | 0.30000 | 0.30000 |
| 2.10000 | 2.10000 | 2.10000 | 2.10000 | 2.10000 | 2.10000 |
| 6.52000 | 6.52000 | 6.52000 | 6.52000 | 6.52000 | 6.60000 |
| 0.90000 | 0.90000 | 0.90000 | 0.90000 | 0.90000 | 0.90000 |
| 7.42000 | 7.42000 | 7.42000 | 7.42000 | 7.42000 | 7.50000 |
| \$9.52000 | \$9.52000 | \$9.52000 | \$9.52000 | \$9.52000 | \$9.60000 |

| | | | | | |
|------------|------------|------------|------------|------------|------------|
| \$70.20000 | \$70.10000 | \$70.10000 | \$70.10000 | \$70.10000 | \$70.10000 |
| 36.12103 | 36.05458 | 37.31630 | 37.31100 | 37.25843 | 36.76906 |
| 40.34621 | 41.04409 | 40.81830 | 40.68110 | 39.15236 | 39.11334 |

| | | | | | |
|---------|---------|---------|---------|---------|---------|
| 2.80000 | 2.80000 | 2.80000 | 2.80000 | 2.80000 | 2.80000 |
| 2.65963 | 2.66316 | 2.80000 | 2.80000 | 2.80000 | 2.80000 |
| 2.72637 | 2.80000 | 2.80000 | 2.80000 | 2.80000 | 2.80000 |

| | | | | | |
|----------|----------|----------|----------|----------|----------|
| 14.05000 | 14.05000 | 14.05000 | 14.05000 | 13.22000 | 13.22000 |
| 13.88020 | 13.86978 | 14.05000 | 14.05000 | 13.22000 | 13.11822 |
| 14.01236 | 14.05000 | 14.01950 | 13.94950 | 12.99676 | 12.78454 |

| | | | | | |
|---------|---------|---------|---------|---------|---------|
| 6.88000 | 6.88000 | 6.88000 | 5.98000 | 5.08000 | 5.08000 |
| 6.77011 | 6.76737 | 6.86430 | 5.96390 | 5.06349 | 5.00415 |
| 6.84687 | 6.86755 | 6.84010 | 5.88430 | 4.96214 | 4.86484 |

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

| Collection Year | Real Property Assessed Values | | Estimated Actual Value | Tangible Personal Property | |
|-----------------|-------------------------------|--------------------------|------------------------|----------------------------|------------------------|
| | Residential/ Agricultural | Commercial Industrial | | Assessed Values | Estimated Actual Value |
| 2021 | \$1,144,215,910 | \$433,433,060 | \$4,507,568,486 | \$36,205,880 | \$41,143,045 |
| 2020 | 1,141,704,820 | 418,726,620 | 4,458,375,543 | 32,709,670 | 37,170,080 |
| 2019 | 1,135,047,820 | 412,930,430 | 4,422,795,000 | 30,844,930 | 35,051,057 |
| 2018 | 1,034,243,160 | 386,886,600 | 4,060,370,743 | 29,857,840 | 33,929,364 |
| 2017 | 1,029,030,270 | 386,811,130 | 4,045,261,143 | 27,951,630 | 31,763,216 |
| 2016 | 1,019,017,040 | 381,570,250 | 4,001,677,971 | 25,840,090 | 29,363,739 |
| 2015 | 961,244,180 | 378,786,240 | 3,828,658,343 | 25,237,460 | 28,678,932 |
| 2014 | 954,156,290 | 376,280,950 | 3,801,249,257 | 24,094,940 | 27,380,614 |
| 2013 | 953,166,540 | 391,329,590 | 3,841,417,514 | 21,853,120 | 24,833,091 |
| 2012 | 967,001,100 | 378,135,350 | 3,843,247,000 | 19,742,750 | 22,434,943 |

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

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

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

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

| Assessed Values | Total Estimated Actual Value | Ratio | Direct Tax Rate |
|-----------------|------------------------------|---------|-----------------|
| \$1,613,854,850 | \$4,548,711,531 | 35.48 % | \$9.52 |
| 1,593,141,110 | 4,495,545,622 | 35.44 | 9.52 |
| 1,578,823,180 | 4,457,846,057 | 35.42 | 9.52 |
| 1,450,987,600 | 4,094,300,107 | 35.44 | 9.52 |
| 1,443,793,030 | 4,077,024,359 | 35.41 | 9.52 |
| 1,426,427,380 | 4,031,041,710 | 35.39 | 9.52 |
| 1,365,267,880 | 3,857,337,275 | 35.39 | 9.52 |
| 1,354,532,180 | 3,828,629,871 | 35.38 | 9.52 |
| 1,366,349,250 | 3,866,250,605 | 35.34 | 9.52 |
| 1,364,879,200 | 3,865,681,943 | 35.31 | 9.60 |

City of Westlake, 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) | Percent of Total Tax Collections To Tax Levy |
|------|----------------------|-------------------------------|---|----------------------------------|---------------------------------|---|
| 2021 | \$15,181,701 | \$14,605,655 | 96.21 % | \$274,486 | \$14,880,141 | 98.01 % |
| 2020 | 14,913,303 | 14,513,798 | 97.32 | 276,153 | 14,789,951 | 99.17 |
| 2019 | 14,939,724 | 14,495,258 | 97.02 | 284,545 | 14,779,803 | 98.93 |
| 2018 | 13,641,742 | 13,364,689 | 97.97 | 259,573 | 13,624,262 | 99.87 |
| 2017 | 12,158,615 | 13,206,564 | 108.62 | 251,884 | 13,458,448 | 110.69 |
| 2016 | 12,783,682 | 13,150,051 | 102.87 | 245,598 | 13,395,649 | 104.79 |
| 2015 | 13,023,503 | 12,597,328 | 96.73 | 256,587 | 12,853,915 | 98.70 |
| 2014 | 12,927,841 | 12,465,018 | 96.42 | 476,492 | 12,941,510 | 100.11 |
| 2013 | 13,042,841 | 12,144,049 | 93.11 | 311,148 | 12,455,197 | 95.49 |
| 2012 | 13,263,978 | 12,477,531 | 94.07 | 368,459 | 12,845,990 | 96.85 |

Source: Cuyahoga County Fiscal Officer

Note: The County's current reporting system does not track delinquency tax collections by tax year. Outstanding delinquencies are tracked in total by the date the parcel is first certified delinquent. Penalties and interest are applied to the total outstanding delinquent balance. The presentation will be updated as new information becomes available.

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

City of Westlake, Ohio

Principal Taxpayers

2021 and 2012

| Taxpayer | 2021 | |
|--|----------------------------------|--|
| | Real Property Assessed Valuation | Percentage of Total Assessed Valuation |
| Stark (Crocker Park) (1) | \$78,669,160 | 4.87% |
| Blue Sky Property Co, LLC (American Greetings Corporation) | 38,534,800 | 2.39 |
| Cleveland Electric Illuminating Company | 23,680,070 | 1.47 |
| Cleveland-Cuyahoga County Port Authority | 14,486,830 | 0.90 |
| Hyland Software, Incorporated | 10,468,160 | 0.65 |
| Cuyahoga Community College | 10,088,260 | 0.63 |
| ARC Westlake Village, Incorporated | 8,028,970 | 0.50 |
| Concord Reserve Realty | 7,900,700 | 0.49 |
| American Transmission System | 6,826,070 | 0.42 |
| BCM Westlake, LLC | 6,445,750 | 0.39 |
| Total | \$205,128,770 | 12.71% |
| Total Assessed Valuation | \$1,613,854,850 | |
| Taxpayer | 2012 | |
| | Real Property Assessed Valuation | Percentage of Total Assessed Valuation |
| Toledo-Lucas County Port Authority (Crocker Park) | \$42,010,220 | 3.08% |
| St John Medical Center | 19,326,890 | 1.41 |
| Cleveland Electric Illuminating Company | 17,833,930 | 1.31 |
| Promenade Delaware LLC | 12,181,550 | 0.88 |
| Crocker Park LLC | 11,015,610 | 0.81 |
| Energizer Battery Manufacturing, Incorporated | 7,101,510 | 0.52 |
| Sturbridge Square Apartments | 6,531,850 | 0.48 |
| Remington-OP & F, Incorporated | 6,499,330 | 0.48 |
| ARC Westlake Village, Incorporated | 6,068,230 | 0.44 |
| BCM Westlake, LLC | 5,659,650 | 0.42 |
| Total | \$134,228,770 | 9.83% |
| Total Assessed Valuation | \$1,364,879,200 | |

Source: Cuyahoga County Fiscal Officer

(1) Stark (Crocker Park) includes CP Commercial Delaware, Crocker Park Residential (all phases) and Promenade Delaware.

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

| Year | Tax Rate | Total Tax Collected (1) | Taxes From Withholding | Percentage of Taxes From Withholding | Taxes From Net Profits | Percentage of Taxes From Net Profits | Taxes From Individuals | Percentage of Taxes From Individuals |
|------|----------|-------------------------|------------------------|--------------------------------------|------------------------|--------------------------------------|------------------------|--------------------------------------|
| 2021 | 1.50 % | \$32,669,800 | \$25,482,444 | 78 % | \$3,266,980 | 10 % | \$3,920,376 | 12 % |
| 2020 | 1.50 | 32,336,691 | 24,252,518 | 75 | 4,203,770 | 13 | 3,880,403 | 12 |
| 2019 | 1.50 | 32,710,602 | 25,187,164 | 77 | 3,598,166 | 11 | 3,925,272 | 12 |
| 2018 | 1.50 | 32,683,513 | 24,839,470 | 76 | 4,248,857 | 13 | 3,595,186 | 11 |
| 2017 | 1.50 | 30,639,670 | 22,979,753 | 75 | 4,289,553 | 14 | 3,370,364 | 11 |
| 2016 | 1.50 | 28,235,132 | 20,893,998 | 74 | 3,952,918 | 14 | 3,388,216 | 12 |
| 2015 | 1.50 | 25,783,606 | 18,564,196 | 72 | 4,125,377 | 16 | 3,094,033 | 12 |
| 2014 | 1.50 | 23,877,733 | 18,203,055 | 76 | 3,012,550 | 13 | 2,662,128 | 11 |
| 2013 | 1.50 | 23,463,565 | 17,730,322 | 76 | 2,917,615 | 12 | 2,815,628 | 12 |
| 2012 | 1.50 | 22,443,194 | 16,832,396 | 75 | 2,917,615 | 13 | 2,693,183 | 12 |

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

(1) Based on Accrual Basis

City of Westlake, Ohio

Income Tax Statistics

2021 and Nine Years Ago

| <hr/> <hr/> | | | | |
|---------------------|-------------------------|--------------------------|------------------------|----------------------------------|
| 2021 | | | | |
| <u>Income Range</u> | <u>Number of Filers</u> | <u>Percent of Filers</u> | <u>Taxable Income</u> | <u>Percent of Taxable Income</u> |
| 0-24,999 | 3,421 | 28.13 % | \$32,323,533 | 2.34 % |
| 25,000-49,999 | 1,881 | 15.46 | 69,695,150 | 5.03 |
| 50,000-99,999 | 2,971 | 24.43 | 214,725,852 | 15.51 |
| 100,000-249,999 | 2,662 | 21.88 | 414,088,057 | 29.91 |
| Over 250,000 | 1,228 | 10.10 | 653,474,545 | 47.21 |
| Total | <u>12,163</u> | | <u>\$1,384,307,137</u> | |

| 2012 | | | | |
|---------------------|-------------------------|--------------------------|------------------------|----------------------------------|
| <u>Income Range</u> | <u>Number of Filers</u> | <u>Percent of Filers</u> | <u>Taxable Income</u> | <u>Percent of Taxable Income</u> |
| 0-24,999 | 3,713 | 30.84 % | \$36,132,556 | 2.96 % |
| 25,000-49,999 | 2,139 | 17.77 | 79,334,129 | 6.50 |
| 50,000-74,999 | 1,728 | 14.35 | 106,579,470 | 8.74 |
| 75,000-99,999 | 1,086 | 9.02 | 94,120,326 | 7.72 |
| Over 100,000 | 3,373 | 28.02 | 903,474,713 | 74.08 |
| Total | <u>12,039</u> | | <u>\$1,219,641,194</u> | |

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

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

| Year | Governmental Activities | | | | |
|------|--------------------------------|--------------------------------|--------------------------------|--------------|---------------|
| | General Obligation Bonds | Special Assessment Bonds | Special Obligation Bonds | SIB Loans | OPWC Loans |
| 2021 | \$7,932,250 | \$0 | \$50,301,722 | \$6,347,367 | \$2,455,729 |
| 2020 | 8,969,711 | 50,000 | 46,304,941 | 6,780,940 | 2,610,765 |
| 2019 | 9,923,909 | 100,000 | 47,231,141 | 7,201,792 | 2,688,283 |
| 2018 | 4,592,630 | 150,000 | 48,137,096 | 7,610,297 | 2,843,319 |
| 2017 | 6,373,209 | 200,000 | 48,921,582 | 8,200,694 | 2,998,355 |
| 2016 | 8,103,778 | 245,000 | 48,921,582 | 8,579,893 | 3,075,873 |
| 2015 | 9,788,444 | 3,264,943 | 48,921,582 | 8,765,300 | 3,118,802 |
| 2014 | 11,453,100 | 3,534,580 | 48,921,582 | 0 | 2,959,049 |
| 2013 | 13,107,009 | 3,823,935 | 0 | 0 | 443,428 |
| 2012 | 14,866,286 | 4,142,704 | 0 | 0 | 504,189 |

(1) Beginning in 2019 amounts reflect GASB 87 leases. Prior to 2019, amounts reflect capital leases.

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

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

| Leases (1) | Total Debt | Percentage of Personal Income (2) | Per Capita (3) |
|------------|--------------|-----------------------------------|----------------|
| \$5,871 | \$67,042,939 | 3.47% | \$1,959 |
| 1,074 | 64,717,431 | 3.81 | 1,977 |
| 5,241 | 67,150,366 | 4.11 | 2,052 |
| 1,546 | 63,334,888 | 3.76 | 1,935 |
| 5,130 | 66,698,970 | 3.98 | 2,038 |
| 8,542 | 68,934,668 | 4.30 | 2,106 |
| 11,790 | 73,870,861 | 4.83 | 2,257 |
| 1,617 | 66,869,928 | 4.38 | 2,043 |
| 5,147 | 17,379,519 | 1.21 | 531 |
| 8,228 | 19,521,407 | 1.41 | 596 |

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

| Year | Population (1) | Estimated Actual Value of Taxable Property (2) | Gross Bonded Debt | Ratio of Bonded Debt to Estimated Actual Value of Taxable Property | Bonded Debt Per Capita |
|------|----------------|---|-------------------------|--|------------------------------|
| 2021 | 34,228 | \$4,548,711,531 | \$7,932,250 | 0.17% | \$232 |
| 2020 | 32,729 | 4,495,545,622 | 8,969,711 | 0.20 | 274 |
| 2019 | 32,729 | 4,457,846,057 | 9,923,909 | 0.22 | 303 |
| 2018 | 32,729 | 4,094,300,107 | 4,592,630 | 0.11 | 140 |
| 2017 | 32,729 | 4,077,024,359 | 6,373,209 | 0.16 | 195 |
| 2016 | 32,729 | 4,031,041,710 | 8,103,778 | 0.20 | 248 |
| 2015 | 32,729 | 3,857,337,275 | 9,788,444 | 0.25 | 299 |
| 2014 | 32,729 | 3,828,629,871 | 11,453,100 | 0.30 | 350 |
| 2013 | 32,729 | 3,866,250,605 | 13,107,009 | 0.34 | 400 |
| 2012 | 32,729 | 3,865,681,943 | 14,866,286 | 0.38 | 454 |

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

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

City of Westlake, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2021

| Jurisdiction | Total Debt Outstanding | Percentage Applicable to City (1) | Amount Applicable to City of Westlake |
|--|------------------------------|---|--|
| Direct Debt: | | | |
| City of Westlake | | | |
| General Obligation Bonds | \$7,932,250 | 100.00% | \$7,932,250 |
| Special Obligation Bonds | 50,301,722 | 100.00 | 50,301,722 |
| SIB Loans | 6,347,367 | 100.00 | 6,347,367 |
| Lease | 5,871 | 100.00 | 5,871 |
| OPWC Loans | 2,455,729 | 100.00 | 2,455,729 |
| Total Direct Debt | 67,042,939 | | 67,042,939 |
| | | | |
| Payable from Property Taxes: | | | |
| Cuyahoga County General Obligation Bonds | 265,599,988 | 5.22 | 13,864,319 |
| Westlake City School District Bonds | 105,909,406 | 100.00 | 105,909,406 |
| | | | |
| Payable from Other Sources: | | | |
| Cuyahoga County Revenue Bonds | 452,186,168 | 5.22 | 23,604,118 |
| Cuyahoga County Certificates of Participation | 197,622,397 | 5.22 | 10,315,889 |
| Cuyahoga County Capital Leases | 260,966,852 | 5.22 | 13,622,470 |
| Cuyahoga County Loans | 1,434,868 | 5.22 | 74,900 |
| Regional Transit Authority Sales Tax Revenue Bonds | 54,990,990 | 5.22 | 2,870,530 |
| Westlake City School District Capital Leases | 278,000 | 100.00 | 278,000 |
| Total Overlapping Debt | 1,338,988,669 | | 170,539,632 |
| Total | \$1,406,031,608 | | \$237,582,571 |

Source: Cuyahoga County, Ohio; County Fiscal Officer

(1) Percentages were determined by dividing each overlapping government located within the boundaries of the City by the total assessed valuation of the government. The valuations used were for the 2021 collection year.

City of Westlake, Ohio
Legal Debt Margin
Last Ten Years

| | 2021 | 2020 | 2019 | 2018 |
|--|-----------------|-----------------|-----------------|-----------------|
| Assessed Property Value | \$1,613,854,850 | \$1,593,141,110 | \$1,578,823,180 | \$1,450,987,600 |
| General Bonded Debt Outstanding: | | | | |
| General Obligation Bonds | \$7,605,000 | \$8,605,000 | \$9,525,000 | \$4,510,000 |
| Special Obligation Bonds | 50,265,000 | 45,745,000 | 46,660,000 | 47,555,000 |
| Special Assessment Bonds | 0 | 50,000 | 100,000 | 150,000 |
| Bond Anticipation Notes | 3,500,000 | 4,000,000 | 3,500,000 | 0 |
| Total Gross Indebtedness | 61,370,000 | 58,400,000 | 59,785,000 | 52,215,000 |
| Less Exempt: | | | | |
| Special Obligation Bonds | (50,265,000) | (45,745,000) | (46,660,000) | (47,555,000) |
| Special Assessment Bonds | 0 | (50,000) | (100,000) | (150,000) |
| Bond Anticipation Notes | (3,500,000) | (4,000,000) | (3,500,000) | 0 |
| General Obligation Bond Retirement Fund Balance | (210,482) | (597,923) | (1,008,837) | (216,581) |
| Issue II Bond Retirement Fund Balance | 0 | (780,769) | (147,454) | (148,182) |
| Total Net Debt Applicable to Debt Limit | 7,394,518 | 7,226,308 | 8,368,709 | 4,145,237 |
| Overall Legal Debt Limit | | | | |
| 10 1/2% of Assessed Valuation | 169,454,759 | 167,279,817 | 165,776,434 | 152,353,698 |
| Legal Debt Margin Within 10 1/2% Limitations | \$162,060,241 | \$160,053,509 | \$157,407,725 | \$148,208,461 |
| Legal Debt Margin as a Percentage of the Debt Limit | 95.64% | 95.68% | 94.95% | 97.28% |
| Unvoted Debt Limitation | | | | |
| 5 1/2% of Assessed Valuation | \$88,762,017 | \$87,622,761 | \$86,835,275 | \$79,804,318 |
| Total Gross Indebtedness | 61,370,000 | 58,400,000 | 59,785,000 | 52,215,000 |
| Less: | | | | |
| Special Obligation Bonds | (50,265,000) | (45,745,000) | (46,660,000) | (47,555,000) |
| Special Assessment Bonds | 0 | (50,000) | (100,000) | (150,000) |
| Bond Anticipation Notes | (3,500,000) | (4,000,000) | (3,500,000) | 0 |
| General Obligation Bond Retirement Fund Balance | (210,482) | (597,923) | (1,008,837) | (216,581) |
| Issue II Bond Retirement Fund Balance | 0 | (780,769) | (147,454) | (148,182) |
| Net Debt Within 5 1/2% Limitations | 7,394,518 | 7,226,308 | 8,368,709 | 4,145,237 |
| Unvoted Legal Debt Margin Within 5 1/2% Limitations | \$81,367,499 | \$80,396,453 | \$78,466,566 | \$75,659,081 |
| Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation | 91.67% | 91.75% | 90.36% | 94.81% |

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

| 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|
| <u>\$1,443,793,030</u> | <u>\$1,426,427,380</u> | <u>\$1,365,267,880</u> | <u>\$1,354,532,180</u> | <u>\$1,366,349,250</u> | <u>\$1,364,879,200</u> |
| \$6,265,000 | \$7,970,000 | \$9,630,000 | \$11,270,000 | \$12,900,000 | \$14,635,000 |
| 48,330,000 | 48,330,000 | 48,330,000 | 48,330,000 | 0 | 0 |
| 200,000 | 245,000 | 3,075,000 | 3,330,000 | 3,605,000 | 3,910,000 |
| 0 | 0 | 0 | 0 | 0 | 0 |
| <u>54,795,000</u> | <u>56,545,000</u> | <u>61,035,000</u> | <u>62,930,000</u> | <u>16,505,000</u> | <u>18,545,000</u> |
| (48,330,000) | (48,330,000) | (48,330,000) | (48,330,000) | 0 | 0 |
| (200,000) | (245,000) | (3,075,000) | (3,330,000) | (3,605,000) | (3,910,000) |
| 0 | 0 | 0 | 0 | 0 | 0 |
| (209,980) | (212,206) | (218,092) | (220,716) | (297,891) | (553,220) |
| (152,310) | (151,900) | (150,110) | (148,758) | (147,964) | (151,190) |
| <u>5,902,710</u> | <u>7,605,894</u> | <u>9,261,798</u> | <u>10,900,526</u> | <u>12,454,145</u> | <u>13,930,590</u> |
| <u>151,598,268</u> | <u>149,774,875</u> | <u>143,353,127</u> | <u>142,225,879</u> | <u>143,466,671</u> | <u>143,312,316</u> |
| <u>\$145,695,558</u> | <u>\$142,168,981</u> | <u>\$134,091,329</u> | <u>\$131,325,353</u> | <u>\$131,012,526</u> | <u>\$129,381,726</u> |
| 96.11% | 94.92% | 93.54% | 92.34% | 91.32% | 90.28% |
| <u>\$79,408,617</u> | <u>\$78,453,506</u> | <u>\$75,089,733</u> | <u>\$74,499,270</u> | <u>\$75,149,209</u> | <u>\$75,068,356</u> |
| 54,795,000 | 56,545,000 | 61,035,000 | 62,930,000 | 16,505,000 | 18,545,000 |
| (48,330,000) | (48,330,000) | (48,330,000) | (48,330,000) | 0 | 0 |
| (200,000) | (245,000) | (3,075,000) | (3,330,000) | (3,605,000) | (3,910,000) |
| 0 | 0 | 0 | 0 | 0 | 0 |
| (209,980) | (212,206) | (218,092) | (220,716) | (297,891) | (553,220) |
| (152,310) | (151,900) | (150,110) | (148,758) | (147,964) | (151,190) |
| <u>5,902,710</u> | <u>7,605,894</u> | <u>9,261,798</u> | <u>10,900,526</u> | <u>12,454,145</u> | <u>13,930,590</u> |
| <u>\$73,505,907</u> | <u>\$70,847,612</u> | <u>\$65,827,935</u> | <u>\$63,598,744</u> | <u>\$62,695,064</u> | <u>\$61,137,766</u> |
| 92.57% | 90.31% | 87.67% | 85.37% | 83.43% | 81.44% |

City of Westlake, Ohio
Pledged Revenue Coverage
TIF Bond Retirement Fund (1)
Last Eight Years (1)

| Year | TIF Bond Retirement Fund | Debt Service Requirements | | | Coverage |
|------|--------------------------|---------------------------|-------------|-------------|----------|
| | | Principal | Interest | Total | |
| 2021 | \$4,793,725 | \$1,575,000 | \$1,210,831 | \$2,785,831 | 1.72 |
| 2020 | 4,725,075 | 915,000 | 1,939,419 | 2,854,419 | 1.66 |
| 2019 | 4,702,454 | 895,000 | 1,957,319 | 2,852,319 | 1.65 |
| 2018 | 4,854,112 | 775,000 | 1,980,569 | 2,755,569 | 1.76 |
| 2017 | 3,706,657 | 0 | 1,980,569 | 1,980,569 | 1.87 |
| 2016 | 1,084,549 | 0 | 1,980,569 | 1,980,569 | 0.55 |
| 2015 | 539,499 | 0 | 1,980,569 | 1,980,569 | 0.27 |
| 2014 | 0 | 0 | 1,347,887 | 1,347,887 | 0.00 |

(1) The Tax Incremental Financing bonds were issued in 2014. The special obligation bonds will be paid from tax incremental financing (TIF) revenue. Collections began in 2015 and began covering debt service requirements in 2017.

City of Westlake, Ohio

Principal Employers

2021 and 2012

| 2021 | | |
|------------------------------------|---------------|-------------------------------------|
| Employer | Employees | Percentage of Total City Employment |
| University Hospitals Health System | 3,202 | 8.64 % |
| Hyland Software, Incorporated | 1,987 | 5.36 |
| American Greetings Corporation | 1,167 | 3.15 |
| TA Operating, LLC | 835 | 2.25 |
| Westlake City Schools District | 707 | 1.91 |
| City of Westlake | 413 | 1.11 |
| Equity Administrative Services | 412 | 1.11 |
| The Cleveland Clinic Foundation | 395 | 1.07 |
| Budget Dumpster, LLC | 333 | 0.90 |
| KeyBank National Association | 199 | 0.54 |
| Total | <u>9,650</u> | <u>26.05 %</u> |
| Total City Employment | <u>37,049</u> | |

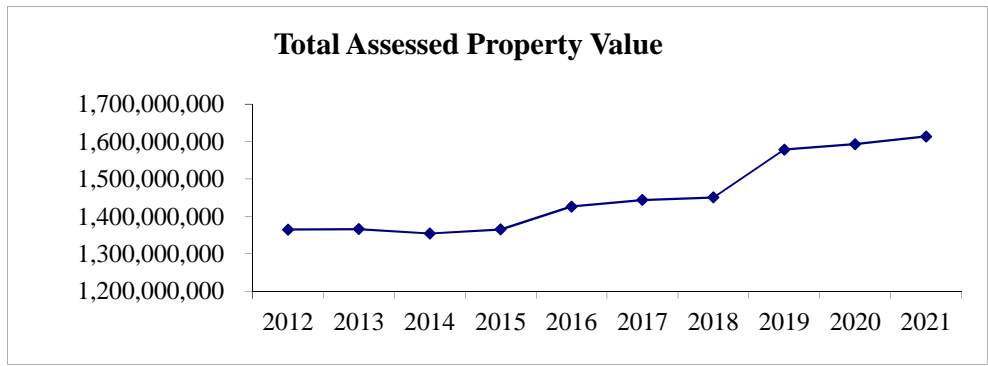
| 2012 | | |
|-------------------------------|---------------|-------------------------------------|
| Employer | Employees | Percentage of Total City Employment |
| St. John West Shore Hospital | 1,232 | 3.82 % |
| Eveready Battery | 530 | 1.64 |
| Westlake City School District | 506 | 1.57 |
| Bonne Bell | 498 | 1.54 |
| City of Westlake | 409 | 1.27 |
| USG Interiors, Inc. | 310 | 0.96 |
| TA Operating, LLC | 300 | 0.93 |
| Lutheran Home | 290 | 0.90 |
| Hyland Software, Incorporated | 267 | 0.83 |
| Antares Management Solutions | 250 | 0.76 |
| Total | <u>4,592</u> | <u>14.22 %</u> |
| Total City Employment | <u>32,288</u> | |

Source: Employer Amounts for are estimates from the Regional Income Tax Authority. Total City employment based upon estimate from the Regional Development - Regional Income Tax Authority 2021 withholding information.

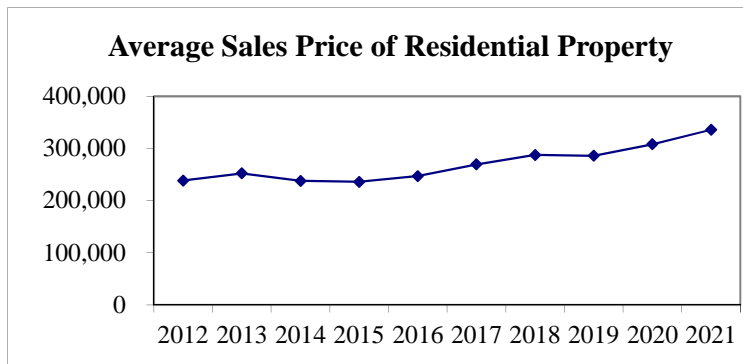
City of Westlake, Ohio
Demographic and Economic Statistics
Last Ten Years

| Year | Population (1) | Total Personal Income | Per Capita Personal Income (5)(1) | Median Household Income (1) | Median Age (1) | Educational Attainment: Bachelor's Degree or higher (1) |
|------|----------------|-----------------------|-----------------------------------|-----------------------------|----------------|---|
| 2021 | 34,228 | \$1,934,395,420 | \$56,515 | \$92,917 | 47.0 | 55.1 % |
| 2020 | 32,729 | 1,698,831,474 | 51,906 | 86,008 | 47.4 | 52.6 |
| 2019 | 32,729 | 1,632,817,081 | 49,889 | 83,434 | 46.8 | 52.8 |
| 2018 | 32,729 | 1,683,383,386 | 51,434 | 81,966 | 46.7 | 53.0 |
| 2017 | 32,729 | 1,676,706,670 | 51,230 | 80,989 | 47.2 | 52.5 |
| 2016 | 32,729 | 1,604,015,561 | 49,009 | 76,449 | 46.2 | 53.4 |
| 2015 | 32,729 | 1,527,920,636 | 46,684 | 76,358 | 45.3 | 52.4 |
| 2014 | 32,729 | 1,527,920,636 | 46,684 | 76,358 | 45.1 | 52.4 |
| 2013 | 32,729 | 1,435,723,043 | 43,867 | 74,008 | 45.0 | 51.2 |
| 2012 | 32,729 | 1,387,447,768 | 42,392 | 71,974 | 45.0 | 50.1 |

- (1) Source: U. S. Census, Census of population
- (2) Source: Westlake City School District Financial Audit
- (3) Source: Ohio Dept. of Jobs and Family Services Civilian Labor Force Estimate
 (a) Ohio Labor Market Information
- (4) Source: Cuyahoga County Fiscal Officer
- (5) Computation of per capita personal income divided by population



| School Enrollment (2) | City's Unemployment Rate (3a) | Average Sales Price of Residential Property (3) | Total Assessed Property Value (4) |
|-----------------------|-------------------------------|---|-----------------------------------|
| 3,296 | 3.9 % | \$335,800 | \$1,613,854,850 |
| 3,401 | 6.2 | 308,100 | 1,593,141,110 |
| 3,428 | 2.9 | 286,100 | 1,578,823,180 |
| 3,483 | 4.0 | 287,700 | 1,450,987,600 |
| 3,516 | 3.7 | 269,311 | 1,443,793,030 |
| 3,646 | 4.1 | 247,137 | 1,426,427,380 |
| 4,059 | 3.1 | 236,174 | 1,365,267,880 |
| 3,934 | 4.4 | 237,891 | 1,354,532,180 |
| 3,988 | 5.7 | 252,411 | 1,366,349,250 |
| 4,065 | 4.8 | 238,598 | 1,364,879,200 |



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

| <u>Function/program</u> | <u>2021</u> | <u>2020</u> | <u>2019</u> | <u>2018</u> |
|--|---------------|---------------|---------------|---------------|
| General Government: | | | | |
| Council | 4.50 | 4.50 | 4.50 | 4.50 |
| Mayor | 2.00 | 2.00 | 2.00 | 2.00 |
| Finance | 5.00 | 5.00 | 6.00 | 5.00 |
| Information Technology | 2.50 | 3.00 | 3.00 | 2.50 |
| Law | 5.00 | 6.50 | 6.50 | 6.00 |
| Purchasing/Adm. Services | 2.00 | 2.00 | 2.00 | 2.00 |
| Communication | 1.00 | 1.00 | 0.50 | 0.50 |
| Human Resources | 2.00 | 2.00 | 2.00 | 2.00 |
| Planning | 3.00 | 3.00 | 4.00 | 4.25 |
| Safety Town | 1.50 | 0.50 | 1.50 | 1.50 |
| Central Dispatch | 12.00 | 11.50 | 12.00 | 11.50 |
| Police/Fire Operating Levy | 14.00 | 14.00 | 14.00 | 14.00 |
| Engineering | 10.50 | 9.50 | 10.00 | 9.50 |
| Inspection | 9.50 | 9.50 | 10.50 | 9.50 |
| Security of Persons and Property: | | | | |
| Police | 72.00 | 74.50 | 81.00 | 84.50 |
| Fire | 35.50 | 38.50 | 40.50 | 41.00 |
| Recreation: | | | | |
| Administration | 5.40 | 5.40 | 7.40 | 5.50 |
| Swimming Pool (1) | 52.50 | 59.50 | 60.00 | 0.00 |
| Recreation Center | 82.10 | 92.60 | 95.10 | 115.50 |
| Golf Course | 11.50 | 13.50 | 15.00 | 17.00 |
| Senior/Community Services | 18.00 | 17.50 | 17.00 | 16.00 |
| Service: | | | | |
| Administration | 2.00 | 2.00 | 2.00 | 2.25 |
| Building Maintenance | 1.00 | 1.00 | 1.00 | 1.00 |
| City Services | 39.00 | 39.50 | 45.50 | 42.50 |
| Sanitary/Storm Drainage | 8.00 | 8.00 | 8.00 | 8.00 |
| Parks | 3.00 | 3.00 | 3.00 | 3.00 |
| Forester | 3.00 | 3.00 | 3.00 | 3.00 |
| Street Maintenance | 3.00 | 3.00 | 3.00 | 3.00 |
| Cemetery | 1.00 | 1.00 | 1.00 | 1.00 |
| Miscellaneous | 1.00 | 1.00 | 2.00 | 1.50 |
| Totals: | <u>412.50</u> | <u>437.00</u> | <u>463.00</u> | <u>419.50</u> |

Source: City of Westlake, Ohio 2012-2021 Annual Budgets

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

Count taken at December 31.

(1) The Swimming Pool was not open during 2018 due to construction.

| 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 4.50 | 4.50 | 4.50 | 4.50 | 4.50 | 4.50 |
| 2.00 | 2.00 | 2.00 | 2.50 | 2.00 | 2.00 |
| 6.00 | 6.00 | 6.00 | 6.00 | 6.00 | 5.80 |
| 2.00 | 2.00 | 1.00 | 2.50 | 2.50 | 2.50 |
| 5.00 | 5.00 | 5.00 | 5.00 | 5.00 | 6.50 |
| 2.00 | 2.00 | 2.00 | 2.00 | 1.50 | 3.50 |
| 0.50 | 0.50 | 0.00 | 0.00 | 1.00 | 1.00 |
| 2.00 | 2.00 | 2.00 | 2.00 | 1.00 | 0.00 |
| 4.25 | 4.25 | 4.00 | 4.50 | 4.00 | 4.50 |
| 1.50 | 1.50 | 1.50 | 1.50 | 2.00 | 2.00 |
| 12.50 | 12.50 | 12.00 | 11.50 | 12.50 | 13.00 |
| 13.00 | 14.00 | 14.00 | 14.00 | 14.00 | 16.00 |
| 10.50 | 10.50 | 9.50 | 10.00 | 12.00 | 12.50 |
| 10.50 | 10.50 | 10.50 | 10.00 | 10.00 | 10.00 |
| 89.00 | 84.60 | 81.50 | 82.50 | 84.50 | 79.00 |
| 40.50 | 39.00 | 38.50 | 40.00 | 39.50 | 40.00 |
| 5.00 | 4.50 | 3.50 | 3.00 | 3.00 | 3.00 |
| 26.50 | 42.00 | 43.50 | 43.50 | 43.50 | 44.50 |
| 83.00 | 91.50 | 92.00 | 85.00 | 92.50 | 94.00 |
| 15.00 | 14.00 | 13.00 | 11.50 | 14.50 | 10.50 |
| 16.00 | 15.10 | 15.00 | 15.00 | 14.00 | 15.50 |
| 2.25 | 2.25 | 2.00 | 2.00 | 2.00 | 2.00 |
| 1.00 | 0.80 | 1.00 | 1.50 | 1.50 | 1.50 |
| 44.50 | 45.00 | 46.00 | 46.50 | 49.00 | 47.00 |
| 9.00 | 9.00 | 9.00 | 9.00 | 7.00 | 6.80 |
| 3.00 | 3.00 | 3.00 | 3.00 | 2.00 | 4.00 |
| 3.00 | 3.00 | 3.00 | 3.00 | 4.00 | 5.00 |
| 3.00 | 3.00 | 3.00 | 4.00 | 3.00 | 2.00 |
| 1.00 | 1.00 | 1.00 | 1.00 | 1.00 | 1.00 |
| 2.00 | 2.00 | 2.00 | 2.00 | 1.50 | 1.00 |
| <u>420.00</u> | <u>437.00</u> | <u>431.00</u> | <u>428.50</u> | <u>440.50</u> | <u>440.60</u> |

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

| Function/program | 2021 | 2020 | 2019 | 2018 |
|---|---------------|--------------|---------------|--------------|
| General Government | | | | |
| Construction Permits Issued (2) | 1,740 | 1,443 | 1,418 | 1,354 |
| Estimated Value of Construction (2) | \$108,218,593 | \$62,145,845 | \$101,857,220 | \$82,300,508 |
| Economic Development Projects approved (square feet) (3) | 184,362 | 66,838 | 27,251 | 323,669 |
| Number of Planning Commission docket items (3) | 112 | 86 | 94 | 86 |
| Sewer Bills mailed (1) | 40,171 | 39,841 | 39,568 | 39,284 |
| Purchase Orders Issued (4) | 2,115 | 1,966 | 2,404 | 2,473 |
| Number of new litigations filed (5) | 3 | 5 | 2 | 11 |
| Number of pending litigations (5) | 7 | 9 | 5 | 8 |
| Police (6) | | | | |
| Total Arrests | 2,561 | 2,941 | 4,750 | 4,680 |
| Part I Offenses (major offenses such as murder and theft) | 281 | 324 | 333 | 217 |
| DUI Arrests | 86 | 71 | 122 | 161 |
| Prisoners | 592 | 537 | 1,222 | 1,149 |
| Motor Vehicle Accidents | 535 | 508 | 774 | 949 |
| Calls for Service | 31,135 | 29,142 | 37,448 | 40,539 |
| Fire (7) | | | | |
| Emergency responses | 6,040 | 5,204 | 5,497 | 5,611 |
| Fire Safety Inspections/Re-Inspections | 2,517 | 1,485 | 2,794 | 1,483 |
| Fire Protection Systems Inspected | 1,460 | 947 | 965 | 1,175 |
| Building/Fire Protection Plan Review | 303 | 203 | 330 | 309 |
| Number of Community Programs | 29 | 50 | 50 | 32 |
| Public Service (8) | | | | |
| Road Maintenance (man hours)* | 7,992 | 2,568 | 3,433 | 4,984 |
| Asphalt (hot/cold) used in road maintenance (tons) | 18 | 24 | 190 | 127 |
| Concrete used in road maintenance (yards) | 361 | 196 | 191 | 247 |
| Number of Trees Removed | 365 | 465 | 249 | 300 |
| Number of Trees Planted | 120 | 106 | 175 | 97 |
| Truckloads of leaves picked-up | 1,067 | 1,302 | 1,219 | 1,363 |
| Cubic Yards of leaf humus delivered/sold | 7,968 | 7,624 | 9,454 | 7,258 |
| Cubic Yards of wood chips delivered/sold | 2,518 | 2,765 | 2,493 | 2,243 |
| Tons of snow melting salt purchased | 4,401 | 3,086 | 4,871 | 6,320 |
| Cemetery Internments | 54 | 41 | 56 | 62 |
| Grave purchases/Internment payments | \$54,751 | \$38,937 | \$55,847 | \$54,083 |
| Recreation (9) | | | | |
| Recreation Center attendance** | 263,836 | 207,886 | 578,214 | 602,934 |
| No. of Peterson Pool Memberships*** | 3,236 | 1,885 | 3,310 | 0 |
| Learn to Swim enrollment (Peterson Pool only)*** | 232 | 0 | 297 | 0 |
| Average daily golf revenue (June, July, & August) | \$1,758 | \$1,849 | \$1,648 | \$1,053 |
| Senior/Community Services (10) | | | | |
| Number of Activities/Programs | 181 | 123 | 208 | 155 |
| Activity Trips**** | 1 | 0 | 32 | 38 |
| Number of Volunteers | 110 | 81 | 98 | 98 |
| Newsletters***** | 34,447 | 16,270 | 17,832 | 14,802 |
| Transports | 9,815 | 7,755 | 11,629 | 10,915 |
| Miles Transported | n/a | n/a | 75,920 | 77,291 |
| Donations, Center/Assistance/Prescriptions | \$30,898 | \$51,687 | \$25,456 | \$31,018 |

Sources:

- | | |
|--|---|
| (1) City of Westlake Finance Department | (6) City of Westlake Police Department |
| (2) City of Westlake Building Department | (7) City of Westlake Fire Department |
| (3) City of Westlake Department of Planning and Economic Development | (8) City of Westlake Department of Public Service |
| (4) City of Westlake Purchasing Department | (9) City of Westlake Recreation Department |
| (5) City of Westlake Law Department | (10) City of Westlake Department of Senior and Community Services |

*Amounts are estimated

**Attendance based upon calendar year

***Peterson Pool was not open during 2018 due to construction of the new Aquatic Center and Learn to Swim was canceled in 2020 due to COVID-19

****Senior/Community Services Activity Trips were canceled in 2020 due to COVID-19

*****An additional 47,308 weekly email newsletters were sent out during COVID-19

In 2021, this amount includes Pathways newsletters and newsletters sent through Constant Contact

| 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---------------|--------------|---------------|---------------|--------------|---------------|
| 1,472 | 1,260 | 1,385 | 2,508 | 1,433 | 1,471 |
| \$101,309,019 | \$74,456,760 | \$114,400,073 | \$210,550,179 | \$95,473,407 | \$144,334,087 |
| 373,092 | 189,858 | 54,474 | 435,421 | 63,718 | 937,338 |
| 90 | 103 | 106 | 89 | 93 | 96 |
| 39,007 | 38,551 | 38,233 | 37,868 | 37,287 | 36,811 |
| 2,450 | 2,379 | 2,429 | 2,549 | 2,659 | 2,618 |
| 9 | 8 | 5 | 3 | 4 | 5 |
| 6 | 8 | 8 | 12 | 10 | 9 |
| 4,874 | 5,156 | 4,798 | 4,620 | 4,827 | 5,806 |
| 388 | 460 | 521 | 503 | 509 | 507 |
| 296 | 166 | 195 | 165 | 176 | 246 |
| 1,133 | 1,026 | 897 | 879 | 53 | 1,273 |
| 758 | 822 | 774 | 721 | 729 | 755 |
| 38,666 | 36,352 | 33,751 | 31,721 | 31,331 | 33,606 |
| 5,470 | 5,159 | 4,957 | 4,513 | 4,301 | 4,267 |
| 1,439 | 1,191 | 123 | 362 | 317 | 576 |
| 1,072 | 962 | 627 | 786 | 818 | 926 |
| 280 | 280 | 358 | 259 | 279 | 272 |
| 41 | 37 | 41 | 99 | 74 | 78 |
| 3,793 | 4,697 | 3,149 | 4,893 | 5,399 | 2,813 |
| 260 | 270 | 299 | 349 | 234 | 280 |
| 440 | 280 | 322 | 196 | 262 | 349 |
| 239 | 333 | 299 | 241 | 258 | 417 |
| 165 | 128 | 118 | 154 | 229 | 186 |
| 1,111 | 1,373 | 1,257 | 1,387 | 1,457 | 1,387 |
| 10,141 | 7,522 | 5,349 | 5,602 | 6,908 | 8,213 |
| 2,774 | 2,289 | 4,036 | 3,193 | 3,277 | 3,576 |
| 4,692 | 5,586 | 7,026 | 7,287 | 4,822 | 4,713 |
| 44 | 47 | 53 | 50 | 52 | 32 |
| \$34,192 | \$44,527 | \$61,050 | \$40,955 | \$58,925 | \$34,425 |
| 592,700 | 601,178 | 583,299 | 566,189 | 595,200 | 587,182 |
| 766 | 569 | 424 | 474 | 568 | 591 |
| 565 | 577 | 680 | 686 | 893 | 901 |
| \$1,029 | \$1,220 | \$1,177 | \$1,328 | \$1,861 | \$2,047 |
| 131 | 120 | 155 | 165 | 194 | 143 |
| 41 | 37 | 43 | 41 | 45 | 39 |
| 88 | 134 | 84 | 108 | 141 | 387 |
| 12,698 | 9,930 | 7,967 | 7,735 | 7,304 | 7,579 |
| 7,755 | 8,838 | 7,339 | 7,747 | 4,867 | 5,211 |
| 58,721 | 58,830 | 57,324 | 51,572 | 47,163 | 49,834 |
| \$28,531 | \$38,472 | \$26,147 | \$30,995 | \$29,489 | \$33,966 |

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

| Function/program | 2021 | 2020 | 2019 | 2018 |
|---|---------|---------|---------|---------|
| General Government | | | | |
| Square Footage Occupied (1) | 40,000 | 40,000 | 40,000 | 40,000 |
| Engineering Vehicles (2) | 12 | 12 | 12 | 12 |
| Inspection Vehicles (2) | 7 | 7 | 7 | 7 |
| Other Departmental Vehicles (2) | 5 | 6 | 6 | 6 |
| Police | | | | |
| Stations | 1 | 1 | 1 | 1 |
| Square Footage of Building (3) | 25,000 | 25,000 | 25,000 | 25,000 |
| Vehicles (2) | 42 | 44 | 44 | 41 |
| Fire | | | | |
| Stations | 2 | 2 | 2 | 2 |
| Vehicles (2) | 18 | 19 | 19 | 17 |
| Other public works | | | | |
| Streets (miles) | 139 | 139 | 139 | 139 |
| Number of Streetlights (per light bill) | 3,324 | 3,321 | 3,315 | 3,315 |
| Public Service Vehicles (5) | 67 | 65 | 68 | 70 |
| Recreation | | | | |
| Number of Parks | 5 | 5 | 5 | 5 |
| Recreation Centers | 1 | 1 | 1 | 1 |
| Recreation Center Square Footage | 102,000 | 102,000 | 102,000 | 102,000 |
| Vehicles (2) | 6 | 7 | 8 | 7 |
| Senior/Community Services | | | | |
| Vehicles (4) | 7 | 7 | 7 | 7 |
| Wastewater | | | | |
| Sanitary sewers (miles) | 125 | 124 | 124 | 124 |

Sources:

- (1) City of Westlake Department of Engineering
- (2) City of Westlake Finance Department
- (3) City of Westlake Police Department
- (4) City of Westlake Department of Senior and Community Services
- (5) City of Westlake Department of Public Service

| 2017 | 2016 | 2015 | 2014 | 2013 | 2012 |
|---------|---------|---------|---------|---------|---------|
| 40,000 | 40,000 | 40,000 | 40,000 | 40,000 | 40,000 |
| 11 | 12 | 11 | 12 | 13 | 11 |
| 7 | 7 | 7 | 7 | 7 | 8 |
| 6 | 6 | 6 | 8 | 7 | 7 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 25,000 | 25,000 | 25,000 | 25,000 | 25,000 | 25,000 |
| 43 | 41 | 43 | 38 | 44 | 47 |
| 2 | 2 | 2 | 2 | 2 | 2 |
| 18 | 18 | 16 | 18 | 18 | 18 |
| 139 | 139 | 137 | 137 | 137 | 136 |
| 3,321 | 3,322 | 3,316 | 3,307 | 3,313 | 3,298 |
| 72 | 66 | 68 | 64 | 67 | 72 |
| 5 | 5 | 5 | 5 | 5 | 5 |
| 1 | 1 | 1 | 1 | 1 | 1 |
| 102,000 | 102,000 | 102,000 | 102,000 | 102,000 | 102,000 |
| 5 | 7 | 7 | 7 | 9 | 7 |
| 6 | 6 | 6 | 6 | 6 | 7 |
| 124 | 124 | 123 | 123 | 123 | 122 |

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OHIO AUDITOR OF STATE KEITH FABER



CITY OF WESTLAKE

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 7/26/2022

88 East Broad Street, Columbus, Ohio 43215
Phone: 614-466-4514 or 800-282-0370

This report is a matter of public record and is available online at
www.ohioauditor.gov