

**CITY OF BRECKSVILLE
CUYAHOGA COUNTY, OHIO**

AUDIT REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2013**

James G. Zupka, CPA, Inc.
Certified Public Accountants



Dave Yost • Auditor of State

Members of Council
City of Brecksville
9069 Brecksville Road
Brecksville, Ohio 44141

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

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

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

Dave Yost
Auditor of State

June 25, 2014

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**CITY OF BRECKSVILLE
CUYAHOGA COUNTY, OHIO
AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 2013**

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JAMES G. ZUPKA, C.P.A., INC.

Certified Public Accountants

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Ohio Society of Certified Public Accountants

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Members of City Council
City of Brecksville, Ohio

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

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City of Brecksville, Ohio'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 of Brecksville, Ohio's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

James G. Zupka,
CPA, President

Digitally signed by James G. Zupka, CPA,
President
DN: cn=James G. Zupka, CPA, President,
o=James G. Zupka, CPA, Inc.,
ou=Accounting,
email=jgzcpa@sbcglobal.net, c=US
Date: 2014.06.05 11:53:07 -0400

James G. Zupka, CPA, Inc.
Certified Public Accountants

April 25, 2014

**CITY OF BRECKSVILLE
CUYAHOGA COUNTY, OHIO
STATUS OF PRIOR FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2013**

The prior audit report, as of December 31, 2012, included no citations or instances of noncompliance. Management letter recommendations have been corrected, repeated, or procedures instituted to prevent occurrences in this audit period.

City of Brecksville, Ohio



Comprehensive Annual Financial Report

For the period ending December 31, 2013

On the Cover...

Brecksville City Hall

CITY OF BRECKSVILLE, OHIO

COMPREHENSIVE

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2013

ISSUED BY THE DEPARTMENT OF FINANCE

Virginia Price, CPA,

FINANCE DIRECTOR



Brecksville City Council and Mayor May 2013

(from left to right)

Seated

Councilman, Rex Mack

Council President, Greg Skaljac

Councilman, Gerald E. Broski

Standing

Councilwoman, Nora L. Murphy

Councilman, Louis N. Carouse, Jr.

Finance Director, Virginia Price

Mayor, Jerry N. Hruby

Council Clerk, Mary Scullin

Council Vice-President, Michael Harwood

Councilwoman, Laura Redinger

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

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

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

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

State statutes require the City of Brecksville (the City) to be subjected to an annual examination by the Auditor of State. Either the Auditor of State of Ohio or, if the Auditor permits, an independent public accounting firm conducts these audits. The City selected James G. Zupka, CPA to perform these services for the year ended December 31, 2013. The Independent Accountants' Report on the basic financial statements is included in the financial section of this report.

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

Profile of the Government

The City of Brecksville was founded in 1811. It was incorporated as a village under the laws of the State of Ohio in 1921 and attained City status in 1960 by virtue of its population exceeding 5,000. It is located in Cuyahoga County in northeastern Ohio, in the heart of rolling woodlands approximately fifteen miles south of the City of Cleveland. The City covers 19.54 square miles. In the year 2010 the U.S. Census Bureau reported that Brecksville had a population of 13,656, up two percent from 13,382 in 2000.

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

Legislative authority is vested in a seven-member City Council which is elected at large and whose terms are staggered. Four Council members are elected at each regular municipal election in November of odd numbered years. Of the four elected, the three receiving the highest number of votes serve a term of four years and the fourth serves a term of two years. The Council fixes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, the appropriation and borrowing of money, the licensing and regulation of business and the trades, and other municipal purposes. The presiding officer is the President who is elected by the Council for a one-year term.



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

As Mayor serving my seventh consecutive term after being re-elected in the November 2011 general election, I am the only Brecksville mayor to be elected to seven consecutive four-year terms since Brecksville became a village in 1921.

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

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

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

Profile of the City

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

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

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

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

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

Brecksville's wooded hills and ravines that lace the area help define its neighborhoods. As a result, every resident is close to natural beauty that has always been a hallmark of Brecksville living. Many neighborhoods are located next to the Brecksville Reservation of the Cleveland Metroparks and the 33,000 acre Cuyahoga Valley National Park. Brecksville is unique among Cuyahoga County communities because one-third of the City is park land. Located within the Cuyahoga Valley National Park is the Ohio Canal National Heritage area. The Brecksville Reservation of the Cleveland Metroparks offers 2,500 acres of park land with facilities for picnicking, softball, horseback riding, golf, hiking and cross-country skiing. A paved all-purpose fitness trail offers walking, biking, running or strolling by the beautiful scenery. Two ski areas are close by. Brecksville was named a Tree City USA for the 20th consecutive year in 2013.

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

The City of Brecksville provides many programs for all ages through its Recreation Department. Baseball, basketball, volleyball, swimming, golf, tennis, spinning and exercise classes, crafts and day camps are just some of the many programs for family fun, fitness and recreation. Recreational facilities include the 185 acre Blossom Hill recreational area with its gymnasium, playground, pavilion, baseball fields, and a state of the art artificial turf soccer and lacrosse field. At City Hall there are three lighted baseball fields and three lighted tennis courts. Two full outdoor basketball courts are located on Stadium Drive and a third on the grounds of the Community Center. The 65,000 square foot Community Center houses the Recreation Department as well as a field house, indoor pool, outdoor children's pool, elevated running track, youth game room, large cardio-vascular room and a large weight room, whirlpool spa, saunas and a dividable community room with facilities for meetings and catering.

Brecksville's, 46,000 square foot Human Services Center (attached to the Community Center) and expanded facilities for the Community Center attracts children less than one year old to folks in their 90s. The second floor of the beautiful building houses the Community Center's vast cardio-vascular fitness section. Headquartered in the Human Services Center is the Department of Human Services which maintains many programs including snow removal and a food bank for low income seniors. It coordinates the local Meals on Wheels program and provides free blood pressure screenings. The Human Services Center has a 30 by 50 foot warm water therapy exercise pool on the lower level and a full service kitchen with an accompanying large gathering area seating 125. The serene Kay Broughton center courtyard complete with tables, benches, and fountain, provide the opportunity for quiet book reading or a lively game of cards surrounded by beautiful plantings.

A quality education for our children is provided by the Brecksville-Broadview Heights City School District. For more than a decade, School Match, a national consulting firm, has ranked the district in the top ten percent of all school districts in the nation. The Brecksville-Broadview Heights City School District has received the highest possible rating on the state-mandated District Report Card since its debut in 2000. The High School Girls Gymnastics Team won its 13th state championship and tenth in a row in 2013. Brecksville is also home to the Cuyahoga Valley Career Center which is the area's vocational school for high school students and additionally provides a multitude of adult education programs for area residents.

Economic Development

The City of Brecksville is a business advocate and a connector. We help companies navigate site relocation and retention by uniting all the necessary elements to assure that Brecksville is an ultimate business destination. Some of the projects we have been overseeing include:

The 100 acre Veterans Administration hospital (VA) property at Miller and Brecksville Roads closed its doors effective November 1, 2012. It is expected that an announcement will be made in 2014 as to the future of the former Brecksville VA site.

The City entered into an economic incentive and job preservation agreement with Naturally Smart Labs, LLC. An affiliate of Naturally Smart Labs has been manufacturing private label cosmetics since 1996. Naturally Smart Labs manufactures soaps and cosmetic bases such as massage oils, lip balms, lotions, etc., and manually repackages bulk cosmetic ingredients into smaller containers. Naturally Smart Labs chose to relocate operations from other locations to Brecksville with the lease of 18,000 square feet of space.

The City entered into a second economic incentive and job preservation agreement with Applied Medical Technology (AMT), an Ohio Limited Liability Company that manufactures niche medical and surgical products. The agreement is an effort to assist AMT with construction of a new and relocated facility next to its previous location on Katherine Boulevard. This new location will consolidate operations from other locations and be their corporate headquarters. Operations will include medical research, product development, and manufacturing of health care products.

The largest economic development project to date was entered in to with Metro Health System. They are a hospital and health provider system under Cuyahoga County with numerous locations around northeast Ohio. Metro Health is to construct an ambulatory health center on approximately 21 acres near the intersection of State Routes 77 and 82, providing a location with excellent highway access. The health facility shall consist of an ambulatory center of approximately 40,000 to 60,000 square feet that includes an emergency room, diagnostic and laboratory facilities, medical office space, and a helicopter pad. Additional facilities and ancillary business are anticipated to build around this facility in the coming years.

Accomplishments

The City is proud that Moody's Investors Services continues to rate our City a bond rating of Aaa. This is the highest gradation of credit worthiness, which attests to our strong economic health and prudent fiscal management.

The City of Brecksville's Finance Department was proud to receive its 23rd consecutive, Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the Fiscal Year ended December 31, 2012. It was also the seventh year that the Finance Department produced its award winning Popular Annual Financial Report.

A partnership agreement was entered in to with the Cleveland Metropolitan Park District to provide funding assistance for the completion of the Valley Parkway All-Purpose Trail. The agreement calls for the portion of the trail within Brecksville to be completed creating a link to our neighboring cities.

A Charter review commission was established and met several times ultimately developing eight amendments to be placed on the ballot, seven of which were approved by the voters.

The City entered in to a cooperative agreement with the City of Independence for Building Department services between the cities. Brecksville continues look for new opportunities for efficient service delivery through investigation and evaluation of new cooperative agreements.

More than two decades ago Brecksville began its Citywide curbside recycling program. We take pride in how the program has grown into a major and quite successful partnership between City services and the residents. The recycling program even has its own video which can be seen on line at brecksville.oh.us. Click on Departments/Service. A \$5,000 recycling grant was received and used for the purchase of recycling containers placed at various City locations.

The Ohio Department of Natural Resources provided the City with \$7,562 of matching grant funds for planting of trees in areas where Ash trees had previously been removed. Using these funds, our Horticulture Department completed the planting of 60 replacement trees.

A 15,000 square foot two story Service Department maintenance and storage facility was completed on the City's Blossom property. The building will support maintenance of the Blossom property's multiple playing fields, recreation facilities, and numerous buildings, as well as seasonal storage.

Paving of Miller Road and a portion of Riverview Road were completed as part of an agreement with Cuyahoga County. As a cooperative cost saving effort, the County performed construction plans while the City did the actual street paving, with the County reimbursing the City for its incurred expenses. Identical agreements have been entered in to for the paving of Barr Road and Snowville Road in 2014.

As the City approaches capacity in its cemeteries an evaluation was performed of the Highland Drive and Riverview Road cemeteries. Ultimately 96 new grave sites were created in the Highland cemetery, and a plan for additional sites at the Riverview cemetery is underway.

2014 Priorities:

- The City applied for and received a Safety Intervention Grant from the Ohio Bureau of Workers' Compensation. The receipt of this grant provides for purchase of a power load cot for the Fire Department, an equipment lift for the Service Department, and a scissor lift for the Community Center all to be received in 2014.
- The City purchased the third of adjacent lots on Brecksville Road thus completing acquisition of the land designated for construction of a new police station. In 2014, an architect and construction manager will be hired and an in-house committee designated for initiation of this project.
- In 2013, the City took steps to create a Community Improvement Corporation. We expect the process to be completed in 2014 and become a useful economic development tool.
- Over \$2.6 million in storm water and sanitary sewer projects are budgeted for 2014 as part of the City's on-going commitment to improving infrastructure. Of this total, almost \$2.4 million in funding will be provided from external local, state, and national funding.
- In coordination with a \$1,892,000 grant from the Department of the Interior, the City will be making much needed roadway improvements. These improvements are necessary to insure safe public access to the adjoining Cuyahoga Valley National Park.
- A 15,000 square foot service garage, vehicle storage facility, and horticulture center has been designed. The building, to be located on the Stadium Drive property, is scheduled for construction in summer 2014.

Long-Term Financial Planning

As part of the annual budget process, the Mayor and City Council review five year budget projections. Based on these estimates, financial strategies are developed to maximize services supplied and infrastructure improvements desired. In the past five years, the City has reduced the size of its staff and found innovative ways to reduce costs without a reduction in services provided to the residents, nor neglecting its infrastructure.

The City continues to adhere to a pay as you go philosophy as it relates to small projects and equipment purchases. By only borrowing for large projects and keeping debt levels low, it provides the City the opportunity to borrow in low interest environments. By continuing to pay down its debt and taking advantage of advance refunding opportunities the City reduced its overall debt principal by \$974,884 in 2013.

Relevant Financial Policies

By City ordinance, \$2,400,000 of total income tax proceeds are credited to the following capital projects funds: \$960,000 to the general municipal improvement fund, \$1,200,000 to the buildings and improvements fund, and \$240,000 to the road improvements fund. The remainder is credited to the general fund.

There are also ordinances in place to allocate 25 percent of all building permit fees collected into the recreation expansion fund and deposit sanitary sewer tap-in, septic conversion and sanitary repair fees into the public utility improvement fund.

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

Awards and Acknowledgements

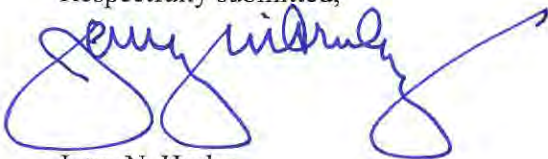
The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to those governmental entities whose CAFR is easily readable, efficiently organized, and conforms to GFOA reporting standards. Such a report must satisfy both generally accepted accounting principles (GAAP) as well as applicable legal requirements. The City of Brecksville received this honor for its Comprehensive Annual Financial Report for the year ended December 31, 2012. A Certificate of Achievement is valid for a period of one year only. The City of Brecksville believes the current report conforms to the Certificate of Achievement Program requirements, and has submitted it to the GFOA to determine its eligibility for another Certificate of Achievement.

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

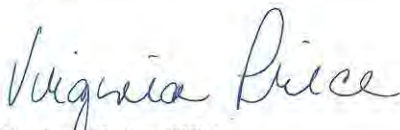
In addition, we would like to thank Brecksville City Council, without whose positive leadership and encouragement, the preparation of this report would not have been possible.

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

Respectfully submitted,



Jerry N. Hruby
Mayor



Virginia Price, CPA
Director of Finance



Government Finance Officers Association

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

Presented to

**City of Brecksville
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

City of Brecksville, Ohio

City Officials

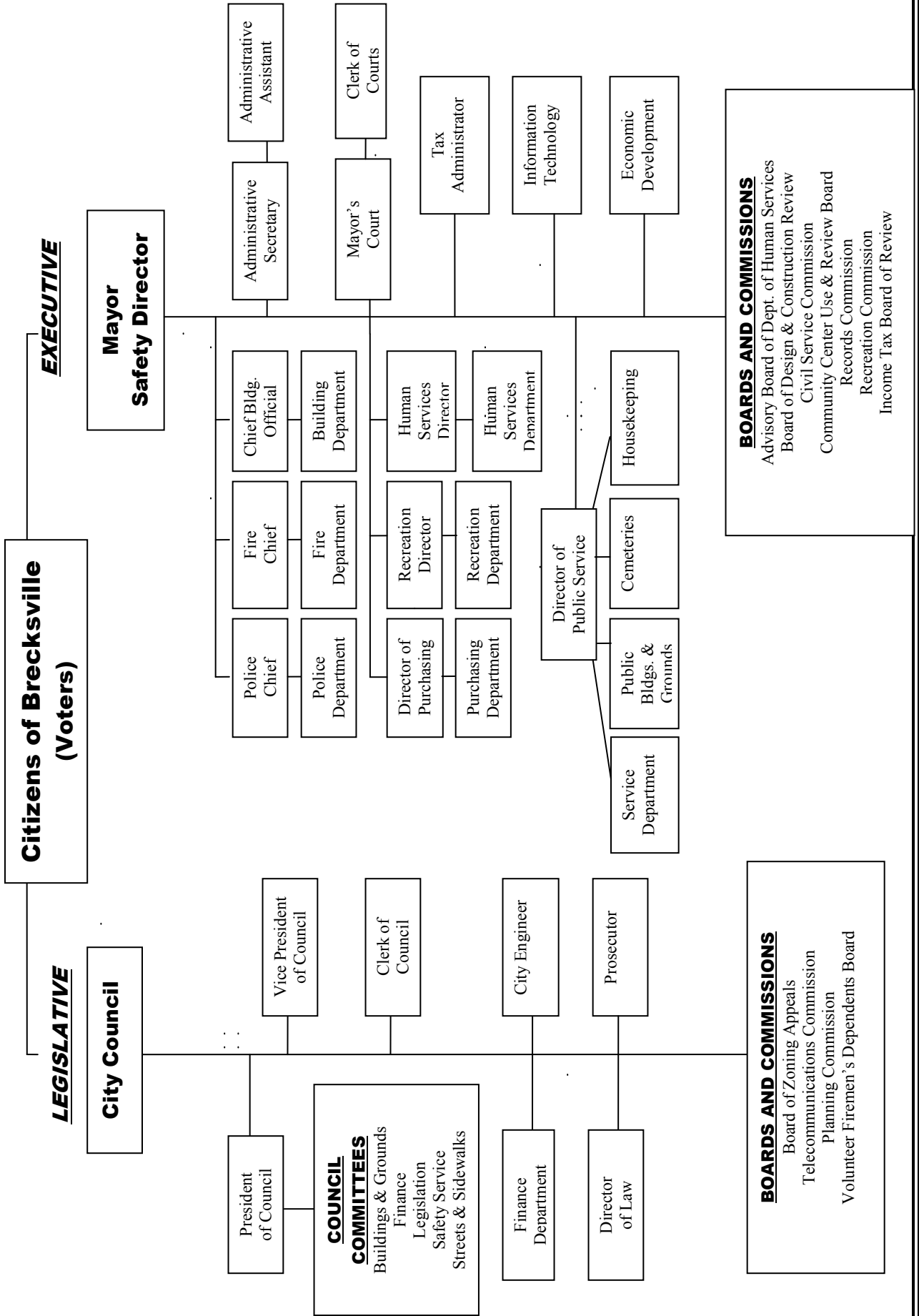
ELECTED OFFICIALS

Mayor-Safety Director.....Jerry N. Hruby
President of Council..... Gregory Skaljac
Vice-President of Council..... Michael T. Harwood
Council Member.....Gerald F. Broski
Council Member.....Louis N. Carouse
Council Member.....Kim Veras
Council Member.....Nora L. Murphy
Council Member.....Laura Redinger

APPOINTED OFFICIALS

Director of Finance.....Virginia Price
Police Chief.....Michael J. Carlin III
Fire ChiefEdwin D. Egut
Service Director.....Ronald J. Weidig
Director of Purchasing.....Becki Burlingham
Chief Building Official.....Scott Packard
Clerk of Courts.....Shelley Kazimore
Director of Recreation.....Thomas Tupa
Director of Law.....David J. Matty
ProsecutorSergio I. Digeronimo
City Engineer.....Gerald M. Wise
Clerk of Council.....Mary Scullin

CITY OF BRECKSVILLE, OHIO ORGANIZATIONAL CHART





Chippewa Road Slope Repair Project



Meadow Lane Slope Repair Project



Amber Lane Culvert Project

City of Brecksville Engineer, Gerald M. Wise, Donald G. Bohning & Associates



Rivercrest Storm Sewer Project

JAMES G. ZUPKA, C.P.A., INC.

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INDEPENDENT AUDITOR'S REPORT

To the Members of City Council
City of Brecksville, Ohio

The Honorable David Yost
Auditor of State
State of Ohio

Report on the Financial Statements

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

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brecksville, Ohio, as of December 31, 2013, and the respective changes in financial position, and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and the Fire Department Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

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

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

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

Other Reporting Required by *Government Auditing Standards*

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



James G. Zupka, CPA, Inc.
Certified Public Accountants

April 25, 2014

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

The discussion and analysis of the City of Brecksville's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2013. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers should also review the transmittal letter, the basic financial statements, and the notes to the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key financial highlights for 2013 are as follows:

- The assets and deferred outflows of resources of the City of Brecksville exceeded its liabilities and deferred inflows of resources by \$96,547,618. This is an increase of \$3,944,018 over last year's net position. Of this amount, \$16,694,528 is available to use to meet the government's ongoing obligations to citizens and creditors. This unrestricted balance is \$1,503,903 more than last year and is a reflection of the \$2,016,023 increase in the equity in pooled cash and cash equivalents.
- The City's return on assets was 3.43 percent. The return is consistently low as total assets continue to grow, while the change in net position is less than 2012.
- Total expenses of all City services were \$23,627,031 in 2013, an increase of \$465,792 (2.01 percent) from 2012. While many activity areas had lower costs; Street Construction, Maintenance, and Repair realized an increase of \$997,990. This increase is a reflection of an aggressive program of street repair accelerated through agreements with Cuyahoga County for some joint projects.
- Total liabilities decreased by \$766,228, or 4.96 percent, from 2012. The City continues to pay down its outstanding long-term bonds, and the \$226,721 Ohio Public Works loan being the only new debt issued in 2013. All other liability amounts are consistent with previous years with no remarkable variations.
- Total capital assets increased by \$1,581,174, or 1.93 percent, over 2012. The City continues to invest heavily in storm water projects. Due to the topography of the City and as further land is developed, addressing water drainage issues has become a priority for the City. A storm and sanitary sewer fee, collected from the residents through the county's property tax billings, is a primary source of funding for these projects. In addition, the City remains vigilant in maintaining and improving its current infrastructure. Two new buildings, a materials storage building and a maintenance storage and staging garage were constructed for the Service Department.
- The cash balance at the end of 2013, in the general fund of \$9,102,969, represents 210 days of operating expenditures for the City and is a reflection of its on-going viability and its desire to protect the ability to provide future services.

Using This Annual Financial Report

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

The statement of Net Position and Statement of Activities provide information about the activities of the whole City, presenting both an aggregate view of the City's finances and a longer-term view of those assets. Major fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what dollars remain for future spending. The fund financial statements also look at the City's most significant funds with all other non-major funds presented in total in one column.

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2013
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Reporting the City of Brecksville as a Whole

Statement of Net Position and the Statement of Activities

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole considers all financial transactions and asks the question, "How did we do financially during 2013?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting method used by the private sector. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

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

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

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

Reporting the City of Brecksville's Most Significant Funds

Fund Financial Statements

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

Governmental Funds Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. All City activities are reported in the governmental funds focusing on how money flows into and out of those funds and the balances left at year-end available for future spending. Our funds are reported using the modified accrual accounting method. The modified accrual method measures cash and all other financial assets expected to be readily converted to cash. The governmental fund statements provide a detailed short-term view of the City's general operations and the basic services it provides. Governmental fund information helps determine the level of financial resources that can be spent in the near future on residential services.

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

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

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

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the City's programs. These funds use the accrual basis of accounting.

The City of Brecksville as a Whole

Recall that the Statement of Net Position pictures the City as a whole. Table 1 provides a summary of the City's net position for 2013 compared to 2012.

Table 1
Net Position

	Governmental Activities		
	2013	2012	Change
Assets			
Current and Other Assets	\$31,414,510	\$29,951,152	\$1,463,358
Capital Assets, Net	83,607,296	82,026,122	1,581,174
<i>Total Assets</i>	<u>115,021,806</u>	<u>111,977,274</u>	<u>3,044,532</u>
Deferred Outflows of Resources	<u>287,237</u>	<u>315,961</u>	<u>(28,724)</u>
Liabilities			
Current and Other Liabilities	2,253,898	2,296,300	42,402
Long-Term Liabilities			
Due Within One Year	1,223,535	1,182,597	(40,938)
Due in More Than One Year	11,204,688	11,969,452	764,764
<i>Total Liabilities</i>	<u>14,682,121</u>	<u>15,448,349</u>	<u>766,228</u>
Deferred Inflows of Resources	<u>4,079,304</u>	<u>4,241,286</u>	<u>161,982</u>
Net Position			
Net Investment in Capital Assets	72,417,114	70,119,261	2,297,853
Restricted for:			
Capital Projects	329,701	232,792	96,909
Debt Service	4,805,954	4,901,981	(96,027)
Other Purposes	2,300,321	2,158,941	141,380
Unrestricted	16,694,528	15,190,625	1,503,903
<i>Total Net Position</i>	<u>\$96,547,618</u>	<u>\$92,603,600</u>	<u>\$3,944,018</u>

City of Brecksville
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Net position may serve as a useful indicator of a government's financial position over time. In the case of the City of Brecksville, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$96,547,618 at year-end 2013. By far the largest portion of the City of Brecksville's net position (75 percent) is its investment in capital assets including land, buildings, streets, water lines, storm water lines, and machinery net of related debt. The City uses these capital assets to provide services to its citizens; consequently, these assets are not available for future spending. Although the City of Brecksville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The City's net position increased during the current year. One contributing factor to this is the increase in capital assets. The City records \$200,000 per month from income tax revenues in capital funds to provide future funding for specific building or infrastructure improvements. In 2013, net investment in capital assets increased by \$2,297,853. Factors for this increase are that total capital assets increased by \$1,581,174, while corresponding debt decreased by \$758,814. One notable reduction to total net position was a reduction in intergovernmental receivable by \$705,714 as a result of large capital project reimbursements in 2012 from the State of Ohio and Cuyahoga County. At the end of 2013, the City's total liabilities to net position ratio was 15.21 percent.

The City carefully invests its cash and equivalents in a variety of investment types with the primary focus being safety of principal, but with an attention to investment opportunities to increase yield. The Investment Board, which consists of the Mayor, Finance Director, and Law Director, pay close attention to daily interest rates and long-term financial trends. The City realized \$81,848 in interest revenue. 2013's interest revenue is \$48,608 less than 2012's and is a direct result of the historically low interest rates industry-wide.

Table 2 shows the changes in net position for the year ended December 31, 2013 compared to 2012.

Table 2
Changes in Net Position

	Governmental Activities		
	2013	2012	Change
Program Revenues			
Charges for Services	\$2,546,253	\$4,357,461	(\$1,811,208)
Operating Grants and Contributions	1,367,960	1,030,092	337,868
Capital Grants and Contributions	735,758	1,302,454	(566,696)
<i>Total Program Revenues</i>	<u>4,649,971</u>	<u>6,690,007</u>	<u>(2,040,036)</u>
General Revenues			
Property Taxes	4,225,430	4,274,049	(48,619)
Income Taxes	16,129,250	15,263,245	866,005
Grants and Entitlements	1,364,858	1,217,585	147,273
Investment Earnings	81,848	130,456	(48,608)
Gain on Sale of Capital Assets	58,756	27,112	31,644
Other	1,060,936	468,793	592,143
Total General Revenues	<u>22,921,078</u>	<u>21,381,240</u>	<u>1,539,838</u>
<i>Total Revenues</i>	<u>\$27,571,049</u>	<u>\$28,071,247</u>	<u>(\$500,198)</u>

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2013
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Table 2
Changes in Net Position (continued)

	Governmental Activities		
	2013	2012	Change
Program Expenses			
General Government:			
Legislative and Executive	\$5,483,124	\$5,786,026	\$302,902
Judicial	97,176	108,293	11,117
Public Safety:			
Police	4,630,560	4,537,860	(92,700)
Fire	2,305,771	2,318,180	12,409
Public Health and Social Services	1,088,378	1,092,369	3,991
Street Construction, Maintenance, and Repair	4,652,589	3,654,599	(997,990)
Housing and Community Development	795,200	962,912	167,712
Basic Utility Services	2,044,860	2,133,946	89,086
Recreational Activities	2,129,059	2,074,033	(55,026)
Interest and Fiscal Charges	400,314	493,021	92,707
<i>Total Program Expenses</i>	<u>23,627,031</u>	<u>23,161,239</u>	<u>(465,792)</u>
<i>Change in Net Position</i>	3,944,018	4,910,008	(965,990)
Net Position Beginning of Year	<u>92,603,600</u>	<u>87,693,592</u>	<u>4,910,008</u>
Net Position End of Year	<u><u>\$96,547,618</u></u>	<u><u>\$92,603,600</u></u>	<u><u>\$3,944,018</u></u>

Governmental Activities

Several revenue sources fund our governmental activities with City income tax being the largest contributor. The income tax rate of 2 percent was created by City Charter and became effective January 1990. This tax created by Charter amendment will remain until such time as the City's electorate changes the rate, which is not anticipated. The income tax revenue amount for 2013 was \$16,129,250, which is \$866,005 above 2012. The City is encouraged by the upward trend and anticipates further growth. The City enjoys an income tax base of numerous large and small businesses which provides stability in collections and insures that the City will be able to meet its financial needs even if the City loses one or more of the businesses. In addition, the City has an active economic development program which continually works on recruiting new establishments to the City while retaining its current businesses. 2013 realized the gains of economic development as several new companies moved to the City while current businesses expanded operations.

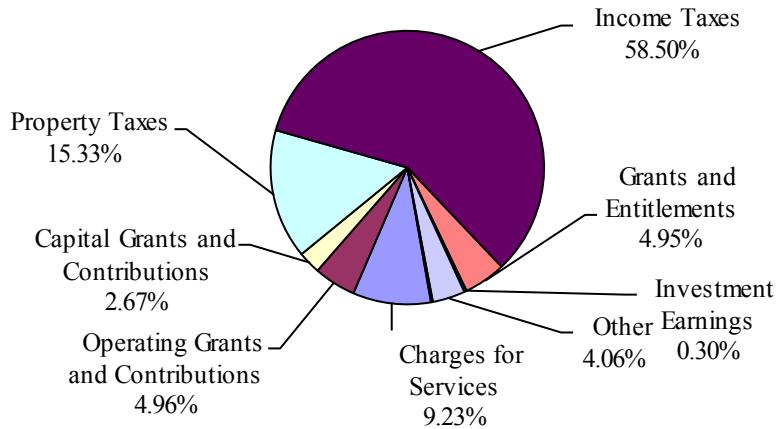
City income tax revenue of \$2,400,000 per year is earmarked for specific City improvements. \$80,000 per month, or \$960,000 per year, is allocated toward general municipal improvements. \$100,000 per month, or \$1,200,000 per year, is allocated toward building improvements. \$20,000 per month, or \$240,000 per year, is part of the funding designated for road improvements. These revenues are allocated by ordinance of City Council providing that a substantial portion of our income tax collections is designated for roads, City facilities and capital needs.

Typically property tax is the City's second largest revenue source, and that was true for 2013. The City recognized a slight decrease of \$48,619 (-1.14 percent) in property tax collections in 2013. Property values since 2008 have fallen 3.34 percent with just a minimal reduction in the collection rate. Valuations provided for 2014 show a stabilizing of property values with a very slight increase. No further reduction in values are anticipated, and with construction completed on several new businesses in town, and the new Woodlands housing development underway, values should rise in the future. Charges for services revenue decreased to normal levels as no special assessments were levied in 2013 like they were for the Riverview Road Sanitary Sewer and Katherine Boulevard Improvements in 2012.

City of Brecksville
Management's Discussion and Analysis
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Of the \$27,571,049 in total revenue, income tax accounts for 58.50 percent of that total. Property taxes of \$4,225,430 accounts for 15.33 percent of total revenue, with program revenues, grants and entitlements, investment income and miscellaneous income accounting for the remaining 26.17 percent.

2013 Revenues by Source



Public safety, including the police and fire departments, accounted for program expenses of \$6,936,331 which is a combined 29.36 percent of total expenses. Our police department continues to improve their equipment to better serve our community and at the same time provide extra safety for our officers. We continue to strive to provide better police and fire service at a lower cost per man-hour.

The fire department is funded through Charter levy millage. The majority of operating costs for maintaining the fire department 24 hours a day, 7 days a week are financed with this millage. In 2013, the fire department also received a \$300,000 transfer in from the general fund. This became necessary as stagnant property tax collections over the past several years depleted its reserves and required an infusion of cash to maintain its operation level. In addition, ambulance billing provides additional funding for the purchase of fire equipment.

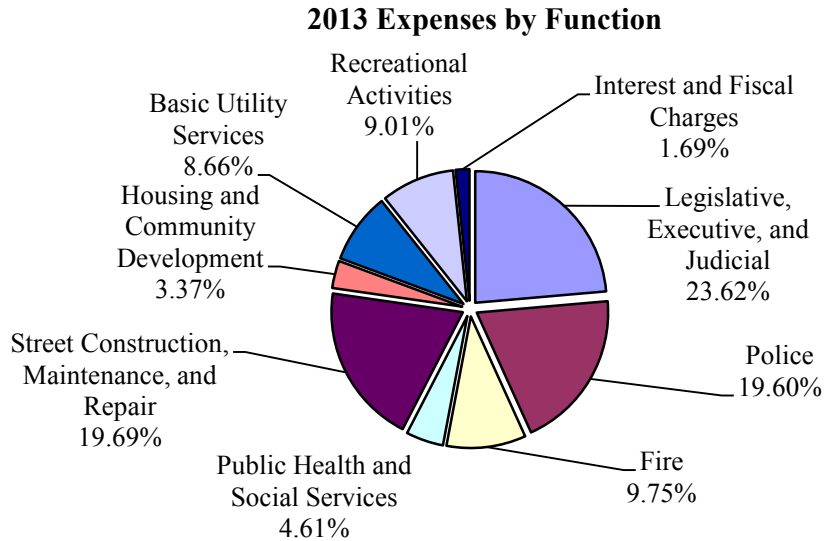
The City's on-going commitment to infrastructure maintenance is reflected in the \$2,044,860 spent on utilities and \$4,652,589 spent on street construction and preservation. Combined, these two City services account for 28.35 percent of City expenses. Services provided by these activities include garbage removal, recycling, leaf pick-up, storm drainage, snow removal, street maintenance and vehicle upkeep.

Public Health and Social Services expenses include charges for county health programs, cemetery maintenance, and the human service department. There was almost no spending change for this expense between 2012 and 2013.

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

City of Brecksville
Management's Discussion and Analysis
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Overall, 2013 expenses increased \$465,792 (2.01 percent) from 2012. The driving factor behind this expense rise is an aggressive street maintenance and repair program. This includes several cooperative projects with Cuyahoga County.



The City's Funds

Information about the City's governmental funds begins on page 18. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenue of \$27,369,059 and expenditures of \$26,075,563. The most significant fund is our general fund with an unassigned fund balance at year-end of \$8,722,841. With annual operating expenditures of \$15,669,097 and operating revenues of \$17,191,218, the general fund experienced operating gains of \$1,522,121. Combined with the other financing sources and uses, which is primarily transfers out to other funds, the fund realized a net increase of \$336,186. Increases in income tax collections and intergovernmental revenues helped to generate the increase in fund balance.

Another significant fund is the fire department fund with revenues of \$1,969,623 and expenditures of \$2,179,381, resulting in a net decrease of \$209,758 in fund balance. Its primary revenue source, property tax, had a slight decrease in 2013. Despite a salary increase, the fire department was able to reduce expenses in 2013 due to a reduction in operating costs. Even with reduced expenses the fire fund, for the first time, required a \$300,000 transfer in from the general fund.

The City has four other funds presented as major funds. These four funds are the special assessment bond retirement fund, the general municipal improvement fund, the buildings and improvements fund and the road improvements fund. Early payoff of a couple of large special assessments caused the 2014 ending fund balance in the special assessments fund to increase \$367,473. The general municipal improvement fund had transfers out to other funds in the amount of \$1,346,721, with \$1,200,000 transferred to the building and improvements fund for building projects, and the remainder used to service previously issued long-term debt. The buildings and improvements fund received \$1,200,000 of transfers in from other capital projects funds, and spent \$1,509,574 in new building and building maintenance projects. There was essentially no change in either operations or ending balance in the road improvements fund as revenue remains stagnant and almost all assets are used to support the City's road program.

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

General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the general fund. During the course of 2013, the City amended its general fund budget several times. The final budgeted revenues and other financing sources were \$2,249,000 higher than original budgeted revenues and other financing sources because the City prefers to take a conservative approach in original budgeting for its revenue projections and make necessary revisions after actual revenues become known. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for ordinance enactment on the change. The general fund supports many of our major activities including the police department, recreation department, and most legislative and executive activities. The general fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

Capital Assets and Debt Administration

Capital Assets

Table 3
 Capital Assets at Year-End

	Governmental Activities	
	2013	2012
Land	\$7,379,576	\$7,379,576
Construction in Progress	2,366,704	3,034,100
Land Improvements	3,425,979	3,197,938
Buildings and Improvements	17,761,895	17,490,981
Machinery and Equipment	6,008,390	5,657,875
Furniture and Fixtures	199,364	192,764
Infrastructure		
Roads	19,230,946	18,162,108
Sidewalks	469,303	559,052
Guardrails	75,457	66,667
Traffic Signals	1,186,209	1,293,538
Storm Sewer	7,815,237	7,567,323
Sanitary Sewer	11,083,934	10,726,325
Water Lines	6,604,302	6,697,875
Total Capital Assets	\$83,607,296	\$82,026,122

Total capital assets, net of depreciation, increased \$1,581,174 over 2012. The largest increase by far of \$1,068,838, is in roads. The aggressive road program undertaken was discussed in previous sections. Other increases of note were machinery and equipment, and sanitary sewer improvements of \$350,515 and \$357,609 respectively. The only asset class indicating a sizeable decrease was in construction in progress as the natural progression of completed projects into their permanent asset class.

City of Brecksville
Management's Discussion and Analysis
For the Year Ended December 31, 2013
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As indicated by the steady increases in our capital assets, the City is committed to a long-term goal of rebuilding its infrastructure and facilities. We have a five year capital plan in place providing for rebuilding major residential streets, water, sewer and storm sewer lines, and adding additional facilities to complement our current structures. Use of grants and loans, as well as short-term notes, enable the City to improve its capital assets, and at the same time, maintain our fund levels. See Note 8 for additional information on the City's capital assets.

Debt

As of December 31, 2013, the City of Brecksville had the following bonds, notes, loans, and compensated absences outstanding:

Table 4
 Outstanding Debt at Year End

	Governmental Activities	
	2013	2012
General Obligation Bonds	\$6,788,673	\$7,321,387
Special Assessment Bonds	4,160,821	4,559,758
OPWC Loans	615,020	442,183
Compensated Absences	863,709	828,721
Total	\$12,428,223	\$13,152,049

The General Obligation Bond Retirement bonds are composed of a Human Services Facility Bond of \$295,673, a 2005 Tree Farm Property Bond for \$2,935,601, and a Human Services Facility Refunding Bond of \$3,557,399. On November 7, 1989, effective January 1, 1990, voters passed a ½ percent City income tax increase (from 1½ percent to 2 percent with 100 percent credit). The ½ percent was designated for the construction of a Community Center, the purchase of Blossom Hill property (\$1,000,000) and capital improvements. Each month, \$80,000 of income tax proceeds is put into a general municipal improvement fund. Money is transferred into the general obligation bond retirement fund for payment of the Community Center bonds.

The Special Assessment Bonds consist of Route 21 Access Road, Southpointe Parkway, Service Road Sewer and Water, Four Seasons Sewer and Water, Route 21/Hilton/Whitewood Sewer and Storm, Katherine Boulevard Improvements, and Riverview Road Sewer. Principal and interest for these bonds are paid from the collection of special assessments by the County Fiscal Officer.

The OPWC Loans are paid semi-annually from the Ohio Public Works Fund and will be paid in full in the year 2033.

The City's overall debt decreased in 2013 by \$723,826. The City's overall legal ten and one-half percent debt limitation (voted and unvoted) on December 31, 2013 was \$62.53 million. The aggregated outstanding debt subject to the five and one half percent limitation is \$6.54 million. The difference of \$55.99 million between the maximum issuable amount and the outstanding amount represents the aggregate principal amount of additional voted and unvoted nonexempt debt which the City may issue without exceeding the ten and one-half percent limitation. See Note 14 for additional information on the City's debt.

City of Brecksville
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Unaudited

Current Financial Related Activities

The City of Brecksville continues to remain financially strong. In spite of the winding down of the City's largest income tax provider, the City recognized healthy income tax collections. This can be attributed to an aggressive campaign to work with our current businesses to help retain and build them, while engaging in measures to bring new businesses to town.

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

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

For many years the City has reduced its health care costs by operating a self-funded insurance program and joining a group rating workers' compensation program. In 2004, the City created a health care cost committee comprised of representatives from all departments to address the issue of rising health care and develop strategies to minimize increases.

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

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

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

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

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and demonstrate the City's accountability for all money it receives, spends, and invests. Please direct any questions about this report or financial information inquiries to Finance Director Virginia Price, City of Brecksville, 9069 Brecksville Road, Brecksville, Ohio 44141, email vprice@brecksville.oh.us or telephone 440-526-4351.

Basic Financial Statements

City of Brecksville, Ohio

Statement of Net Position

December 31, 2013

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$17,191,841
Cash and Cash Equivalents in Segregated Accounts	61,760
Materials and Supplies Inventory	284,889
Accounts Receivable	71,647
Accrued Interest Receivable	20,023
Intergovernmental Receivable	887,650
Prepaid Items	97,713
Municipal Income Taxes Receivable	4,012,664
Property Taxes Receivable	4,381,296
Special Assessments Receivable	4,405,027
Nondepreciable Capital Assets	9,746,280
Depreciable Capital Assets, Net	<u>73,861,016</u>
<i>Total Assets</i>	<u>115,021,806</u>
Deferred Outflows of Resources	
Deferred Charge on Refunding	<u>287,237</u>
Liabilities	
Accounts Payable	97,995
Contracts Payable	293,854
Retainage Payable	152,771
Accrued Wages	657,152
Intergovernmental Payable	435,332
Matured Compensated Absences Payable	123,529
Accrued Interest Payable	36,390
Claims Payable	75,214
Vacation Benefits Payable	381,661
Long-Term Liabilities:	
Due Within One Year	1,223,535
Due In More Than One Year	<u>11,204,688</u>
<i>Total Liabilities</i>	<u>14,682,121</u>
Deferred Inflows of Resources	
Property Taxes	<u>4,079,304</u>
Net Position	
Net Investment in Capital Assets	72,417,114
Restricted for:	
Capital Projects	329,701
Debt Service	4,805,954
Community Center	146,894
Court Computerization	235,719
Fire Department	238,486
Police Department	410,660
Road Maintenance	215,326
Street Construction, Maintenance, and Repair	1,015,590
Other Purposes	37,646
Unrestricted	<u>16,694,528</u>
<i>Total Net Position</i>	<u>\$96,547,618</u>

See accompanying notes to the basic financial statements

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

	Expenses	Program Revenues			Net (Expense)
		Charges for Services and Operating Assessments	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Governmental Activities					
General Government:					
Legislative and Executive	\$5,483,124	\$840,125	\$10,319	\$0	(\$4,632,680)
Judicial System	97,176	20,172	1,327	0	(75,677)
Public Safety:					
Police	4,630,560	211,069	32,227	0	(4,387,264)
Fire	2,305,771	250,218	231,789	0	(1,823,764)
Public Health and Social Services	1,088,378	39,658	1,604	0	(1,047,116)
Street Construction, Maintenance, and Repair	4,652,589	94,951	1,067,022	0	(3,490,616)
Housing and Community Development	795,200	37,370	8,917	0	(748,913)
Basic Utility Services	2,044,860	106,846	8,198	735,758	(1,194,058)
Recreational Activities	2,129,059	945,844	6,557	0	(1,176,658)
Interest and Fiscal Charges	400,314	0	0	0	(400,314)
<i>Total Governmental Activities</i>	<u>\$23,627,031</u>	<u>\$2,546,253</u>	<u>\$1,367,960</u>	<u>\$735,758</u>	<u>(18,977,060)</u>
General Revenues					
Property Taxes Levied for:					
General Purposes					1,806,589
Fire Department					1,749,910
Streets					514,678
Police Department					154,253
Municipal Income Taxes Levied for:					
General Purposes					13,729,250
Capital Outlay					2,400,000
Grants and Entitlements not Restricted to Specific Programs					
					1,364,858
Investment Earnings					81,848
Gain on Sale of Capital Assets					58,756
Miscellaneous					1,060,936
<i>Total General Revenues</i>					<u>22,921,078</u>
Change in Net Position					3,944,018
<i>Net Position Beginning of Year</i>					<u>92,603,600</u>
<i>Net Position End of Year</i>					<u>\$96,547,618</u>

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Balance Sheet
Governmental Funds
December 31, 2013

	General	Fire Department	Special Assessment Bond Retirement	General Municipal Improvement	Buildings and Improvements	Road Improvements
Assets						
Equity in Pooled Cash and Cash Equivalents	\$9,102,969	\$233,135	\$523,638	\$845,401	\$1,170,634	\$218,152
Cash and Cash Equivalents						
In Segregated Accounts	59,760	0	0	0	0	0
Materials and Supplies Inventory	158,285	67,610	0	0	0	0
Accounts Receivable	54,579	0	0	0	0	0
Interfund Receivable	184,000	0	0	0	0	0
Accrued Interest Receivable	20,023	0	0	0	0	0
Intergovernmental Receivable	378,622	111,571	0	20,773	0	0
Prepaid Items	95,184	168	0	0	0	0
Municipal Income Taxes Receivable	3,812,664	0	0	80,000	100,000	20,000
Property Taxes Receivable	1,873,124	1,814,423	0	0	0	0
Special Assessments Receivable	0	0	4,405,027	0	0	0
Restricted Assets:						
Equity in Pooled Cash and Cash Equivalents	5,449	0	0	0	0	0
Total Assets	<u>\$15,744,659</u>	<u>\$2,226,907</u>	<u>\$4,928,665</u>	<u>\$946,174</u>	<u>\$1,270,634</u>	<u>\$238,152</u>
Liabilities						
Accounts Payable	\$76,041	\$3,784	\$0	\$7,121	\$1,318	\$0
Contracts Payable	73,501	1,145	0	16,126	141,464	0
Retainage Payable	0	0	0	47,377	105,394	0
Accrued Wages	541,641	59,352	0	0	0	0
Interfund Payable	0	0	0	128,147	0	55,853
Accrued Interest Payable	0	0	0	539	0	235
Matured Compensated Absences Payable	123,529	0	0	0	0	0
Intergovernmental Payable	368,413	33,256	0	0	0	0
Total Liabilities	<u>1,183,125</u>	<u>97,537</u>	<u>0</u>	<u>199,310</u>	<u>248,176</u>	<u>56,088</u>
Deferred Inflows of Resources						
Property Taxes	1,744,014	1,689,359	0	0	0	0
Unavailable Revenue	3,131,335	235,234	4,405,027	20,773	0	0
Total Deferred Inflows of Resources	<u>4,875,349</u>	<u>1,924,593</u>	<u>4,405,027</u>	<u>20,773</u>	<u>0</u>	<u>0</u>
Fund Balances						
Nonspendable	258,918	67,778	0	0	0	0
Restricted	0	136,999	523,638	0	0	0
Committed	145,272	0	0	726,091	1,022,458	182,064
Assigned	559,154	0	0	0	0	0
Unassigned	8,722,841	0	0	0	0	0
Total Fund Balances	<u>9,686,185</u>	<u>204,777</u>	<u>523,638</u>	<u>726,091</u>	<u>1,022,458</u>	<u>182,064</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$15,744,659</u>	<u>\$2,226,907</u>	<u>\$4,928,665</u>	<u>\$946,174</u>	<u>\$1,270,634</u>	<u>\$238,152</u>

See accompanying notes to the basic financial statements

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

Other Governmental Funds	Total Governmental Funds
\$3,721,974	\$15,815,903
2,000	61,760
58,994	284,889
17,068	71,647
0	184,000
0	20,023
376,684	887,650
2,361	97,713
0	4,012,664
693,749	4,381,296
0	4,405,027
<u>0</u>	<u>5,449</u>
<u>\$4,872,830</u>	<u>\$30,228,021</u>
\$9,731	\$97,995
61,618	293,854
0	152,771
56,159	657,152
0	184,000
0	774
0	123,529
33,663	435,332
<u>161,171</u>	<u>1,945,407</u>
645,931	4,079,304
369,669	8,162,038
<u>1,015,600</u>	<u>12,241,342</u>
61,355	388,051
1,957,424	2,618,061
947,342	3,023,227
729,938	1,289,092
0	8,722,841
<u>3,696,059</u>	<u>16,041,272</u>
<u>\$4,872,830</u>	<u>\$30,228,021</u>

Total Governmental Fund Balances	\$16,041,272
<i>Amounts reported for governmental activities in the statement of net position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	83,607,296
Other long-term assets are not available to pay for current-period expenditures and therefore are unavailable revenue in the funds:	
Property Taxes	301,992
Intergovernmental	686,547
Municipal Income Taxes	2,768,472
Special Assessments	<u>4,405,027</u>
Total	8,162,038
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net position.	1,295,275
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(35,616)
Vacation benefits payables is not expected to be paid with expendable available financial resources and therefore are not reported in the funds.	(381,661)
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(6,788,673)
Special Assessment Bonds	(4,160,821)
OPWC Loans	(615,020)
Compensated Absences	<u>(863,709)</u>
Total	(12,428,223)
Deferred charges on refunding related to the issuance of long-term refunding debt will be amortized over the life of the debt on the statement of net position.	<u>287,237</u>
<i>Net Position of Governmental Activities</i>	<u>\$96,547,618</u>

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

	General	Fire Department	Special Assessment Bond Retirement	General Municipal Improvement	Buildings and Improvements	Road Improvements
Revenues						
Property Taxes	\$1,768,197	\$1,712,721	\$0	\$0	\$0	\$0
Municipal Income Taxes	12,853,849	0	0	960,000	1,200,000	240,000
Charges for Services	175,734	0	0	0	0	0
Licenses and Permits	230,792	0	0	0	0	0
Fines and Forfeitures	272,297	0	0	0	0	0
Intergovernmental	1,402,480	235,061	0	1,305,146	0	0
Special Assessments	0	0	928,458	14,520	0	6,328
Interest	49,182	2,161	0	3,045	4,651	1,117
Donations	2,680	0	0	0	0	0
Rentals	22,369	0	0	0	0	0
Miscellaneous	413,638	19,680	0	502,410	0	0
<i>Total Revenues</i>	<u>17,191,218</u>	<u>1,969,623</u>	<u>928,458</u>	<u>2,785,121</u>	<u>1,204,651</u>	<u>247,445</u>
Expenditures						
Current:						
General Government:						
Legislative and Executive	5,704,562	0	0	0	0	0
Judicial System	85,782	0	0	0	0	0
Public Safety:						
Police	4,494,822	0	0	0	0	0
Fire	15,686	2,179,381	0	0	0	0
Public Health and Social Services	886,624	0	0	0	0	0
Street Construction, Maintenance, and Repair	1,977,189	0	0	0	0	0
Housing and Community Development	749,691	0	0	0	0	0
Basic Utility Services	1,754,741	0	0	0	0	0
Recreational Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	991,230	1,509,574	190,195
Debt Service:						
Principal Retirement	0	0	395,000	0	0	0
Interest and Fiscal Charges	0	0	165,985	6,826	0	2,975
<i>Total Expenditures</i>	<u>15,669,097</u>	<u>2,179,381</u>	<u>560,985</u>	<u>998,056</u>	<u>1,509,574</u>	<u>193,170</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,522,121</u>	<u>(209,758)</u>	<u>367,473</u>	<u>1,787,065</u>	<u>(304,923)</u>	<u>54,275</u>
Other Financing Sources (Uses)						
Sale of Capital Assets	18,236	0	0	0	0	0
OPWC Loan Issued	0	0	0	0	0	0
Transfers In	0	300,000	0	0	1,200,000	0
Transfers Out	(1,204,171)	0	0	(1,346,721)	(415,423)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(1,185,935)</u>	<u>300,000</u>	<u>0</u>	<u>(1,346,721)</u>	<u>784,577</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	336,186	90,242	367,473	440,344	479,654	54,275
<i>Fund Balances Beginning of Year</i>	<u>9,349,999</u>	<u>114,535</u>	<u>156,165</u>	<u>285,747</u>	<u>542,804</u>	<u>127,789</u>
<i>Fund Balances End of Year</i>	<u><u>\$9,686,185</u></u>	<u><u>\$204,777</u></u>	<u><u>\$523,638</u></u>	<u><u>\$726,091</u></u>	<u><u>\$1,022,458</u></u>	<u><u>\$182,064</u></u>

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended December 31, 2013*

Other Governmental Funds	Total Governmental Funds
\$654,863	\$4,135,781
0	15,253,849
1,103,202	1,278,936
78,534	309,326
26,844	299,141
1,092,468	4,035,155
0	949,306
14,944	75,100
4,079	6,759
45,227	67,596
22,382	958,110
<u>3,042,543</u>	<u>27,369,059</u>
0	5,704,562
7,545	93,327
143,927	4,638,749
0	2,195,067
0	886,624
1,692,960	3,670,149
45,921	795,612
5,000	1,759,741
1,848,435	1,848,435
433,438	3,124,437
568,884	963,884
219,190	394,976
<u>4,965,300</u>	<u>26,075,563</u>
<u>(1,922,757)</u>	<u>1,293,496</u>
0	18,236
226,721	226,721
1,689,271	3,189,271
(222,956)	(3,189,271)
<u>1,693,036</u>	<u>244,957</u>
(229,721)	1,538,453
<u>3,925,780</u>	<u>14,502,819</u>
<u>\$3,696,059</u>	<u>\$16,041,272</u>

Net Change in Fund Balances - Total Governmental Funds \$1,538,453

***Amounts reported for governmental activities in the
statement of activities are different because:***

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

Capital Asset Additions:		
Capital Outlays	4,802,869	
Current Year Depreciation	<u>(3,193,310)</u>	
Total		1,609,559

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. (28,385)

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

Property Taxes	89,649	
Intergovernmental	(573,338)	
Municipal Income Taxes	875,401	
Special Assessments	<u>(358,052)</u>	
Total		33,660

Repayment of long-term obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 963,884

Some expenses reported in the statement of activities do not require the use

expenditures in governmental funds.		
Accrued Interest on Bonds	1,735	
Amortization of Premium on Bonds	21,651	
Amortization of Deferred Charge on Refunding	<u>(28,724)</u>	
Total		(5,338)

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

Compensated Absences	(34,988)	
Vacation Payable	<u>(13,433)</u>	
Total		(48,421)

The internal service fund used by management to charge the individual funds is reported in the district-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. 107,327

Other financing sources, such as OPWC loan issued, in the governmental funds increase long-term liabilities in the statement of net position. (226,721)

Change in Net Position of Governmental Activities \$3,944,018

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	1,775,734	\$1,775,734	\$1,768,197	(\$7,537)
Municipal Income Taxes	13,190,000	13,190,000	13,008,475	(181,525)
Charges for Services	4,409	129,400	178,346	48,946
Licenses and Permits	8,556	251,100	283,689	32,589
Fines and Forfeitures	7,496	220,000	259,917	39,917
Intergovernmental	54,230	1,591,527	1,537,711	(53,816)
Interest	1,475	43,300	51,631	8,331
Donations	92	2,700	2,680	(20)
Rentals	239	7,000	5,950	(1,050)
Miscellaneous	19,130	249,600	468,442	218,842
<i>Total Revenues</i>	<u>15,061,361</u>	<u>17,460,361</u>	<u>17,565,038</u>	<u>104,677</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	6,598,032	9,005,532	8,006,836	998,696
Judicial System	140,799	140,799	115,643	25,156
Public Safety:				
Police	4,510,099	4,510,099	4,307,625	202,474
Fire	46,277	46,277	15,686	30,591
Public Health and Social Services	1,036,415	1,036,415	875,865	160,550
Street Construction, Maintenance, and Repair	2,053,498	2,053,498	1,938,277	115,221
Housing and Community Development	898,478	898,478	774,599	123,879
Basic Utility Services	1,998,562	1,998,562	1,735,760	262,802
<i>Total Expenditures</i>	<u>17,282,160</u>	<u>19,689,660</u>	<u>17,770,291</u>	<u>1,919,369</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(2,220,799)</u>	<u>(2,229,299)</u>	<u>(205,253)</u>	<u>2,024,046</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	15,000	15,000	18,236	3,236
Advances In	550,000	550,000	550,000	0
Advances Out	0	(300,000)	(300,000)	0
Transfers In	150,000	0	0	0
Transfers Out	(1,250,000)	(1,204,171)	(1,204,171)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(535,000)</u>	<u>(939,171)</u>	<u>(935,935)</u>	<u>3,236</u>
<i>Net Change in Fund Balance</i>	<u>(2,755,799)</u>	<u>(3,168,470)</u>	<u>(1,141,188)</u>	<u>2,027,282</u>
<i>Fund Balance Beginning of Year</i>	7,460,450	7,460,450	7,460,450	0
Prior Year Encumbrances Appropriated	482,626	482,626	482,626	0
<i>Fund Balance End of Year</i>	<u>\$5,187,277</u>	<u>\$4,774,606</u>	<u>\$6,801,888</u>	<u>\$2,027,282</u>

See accompanying notes to the basic financial statements

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$1,954,640	\$1,954,640	\$1,712,721	(\$241,919)
Intergovernmental	5,500	5,500	236,160	230,660
Interest	3,252	3,252	2,161	(1,091)
Miscellaneous	2,000	2,000	19,680	17,680
<i>Total Revenues</i>	1,965,392	1,965,392	1,970,722	5,330
Expenditures				
Current:				
Public Safety:				
Fire	2,354,571	2,354,571	2,279,935	74,636
<i>Excess of Revenues Under Expenditures</i>	(389,179)	(389,179)	(309,213)	79,966
Other Financing Sources				
Transfers In	300,000	300,000	300,000	0
<i>Net Change in Fund Balance</i>	(89,179)	(89,179)	(9,213)	79,966
<i>Fund Balance Beginning of Year</i>	216,300	216,300	216,300	0
Prior Year Encumbrances Appropriated	14,239	14,239	14,239	0
<i>Fund Balance End of Year</i>	<u>\$141,360</u>	<u>\$141,360</u>	<u>\$221,326</u>	<u>\$79,966</u>

See accompanying notes to the basic financial statements

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

	<u>Internal Service Fund - Insurance</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$1,370,489
Liabilities	
Claims Payable	<u>75,214</u>
Net Position	
Unrestricted	<u><u>\$1,295,275</u></u>

See accompanying notes to the basic financial statements

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

	Internal Service Fund - Insurance
Operating Revenues	
Charges for Services	\$1,508,882
Miscellaneous	102,826
<i>Total Operating Revenues</i>	1,611,708
Operating Expenses	
Purchased Services	3,020
Claims	1,508,109
<i>Total Operating Expenses</i>	1,511,129
<i>Operating Income</i>	100,579
Non-Operating Revenues	
Interest	6,748
<i>Change in Net Position</i>	107,327
<i>Net Position Beginning of Year</i>	1,187,948
<i>Net Position End of Year</i>	\$1,295,275

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Cash Flows
Proprietary Fund
For the Year Ended December 31, 2013

	Internal Service Fund - Insurance
<i>Increase (Decrease) In Cash and Cash Equivalents</i>	
Cash Flows from Operating Activities	
Cash Received from Customers	\$1,508,882
Cash Received from Other Operating Sources	102,826
Cash Payments to Suppliers for Goods and Services	(3,020)
Cash Payments for Claims	(1,546,895)
<i>Net Cash Provided By Operating Activities</i>	61,793
Cash Flows from Investing Activities	
Interest	6,748
<i>Net Increase In Cash and Cash Equivalents</i>	68,541
<i>Cash and Cash Equivalents Beginning of Year</i>	1,301,948
<i>Cash and Cash Equivalents End of Year</i>	\$1,370,489
 Reconciliation of Operating Income to Net Cash Provided By Operating Activities	
<i>Operating Income</i>	\$100,579
Adjustments:	
Increase in Claims Payable	(38,786)
<i>Net Cash Provided By Operating Activities</i>	\$61,793

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2013

	Private Purpose Trust	
	Cemetery	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$3,041	\$1,206,404
Liabilities		
Undistributed Monies	0	\$42,331
Deposits Held and Due to Others	0	1,164,073
<i>Total Liabilities</i>	0	\$1,206,404
Net Position		
Held in Trust for Cemetery	16	
Endowments	3,025	
<i>Total Net Position</i>	\$3,041	

See accompanying notes to the basic financial statements

City of Brecksville, Ohio
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
For the Year Ended December 31, 2013

	Private Purpose Trust
	Cemetery
Additions	
Interest	\$16
Deductions	
Materials and Supplies	0
<i>Change in Net Position</i>	16
<i>Net Position Beginning of Year</i>	3,025
<i>Net Position End of Year</i>	\$3,041

See accompanying notes to the basic financial statements

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

Note 1 – Description of the City and Reporting Entity

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

Reporting Entity

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

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

The City participates in one insurance purchasing pool, the Ohio Municipal League rating pool and two jointly governed organizations, the Southwest Council of Governments and the Northeast Ohio Public Energy Council. A jointly governed organization is managed by representatives from each of the governments that create the organization, but there is neither ongoing financial interest nor responsibility on the part of the participating governments. These organizations are discussed in Notes 16 and 17 to the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

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

Basis of Presentation

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

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

Government-wide Financial Statements The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid “doubling up” revenues and expenses. These statements usually distinguish between those activities of the City that are governmental and those that are considered business-type. The City, however, has no business-type activities.

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

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

Fund Accounting

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

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

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

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

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

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

General Municipal Improvement Fund This fund accounts for and reports the .5 percent increase in City income tax committed for the acquisition, construction, and improvement of various facilities within the City.

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

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

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

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

Internal Service Fund Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's only internal service fund is a health fund that accounts for prescription drug and hospital/medical claims of the City employees.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City's only trust fund is a private purpose trust which accounts for the perpetual care and maintenance of an individual family's burial plots in the City's cemetery through an endowment. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds account for donations from citizens held for and used by senior citizens for home visitations, street opening fees, and deposits pledged by contractors.

Measurement Focus

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

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

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

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of fund net position. The statement of changes in fund net position presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the City finances and meets the cash flow needs of its proprietary activities.

The private purpose trust fund is reported using a flow of economic resources measurement focus.

Basis of Accounting

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

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

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied. (See Note 6) Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

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

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.

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

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

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

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

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

Budgetary Process

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

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

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

Cash and Cash Equivalents

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

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

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

During 2013, investments were limited to municipal notes, government securities, and the State Treasury Asset Reserve of Ohio (STAR Ohio). Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating repurchase agreements and certificates of deposit, which are reported at cost.

STAR 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 does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's net asset value per share price, which is the price the investment could be sold for on December 31, 2013.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue is distributed to all funds. Interest revenue credited to the general fund during 2013 amounted to \$49,182, of which \$5,182 was assigned from other funds.

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

Inventory

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2013, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

Restricted Assets

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

Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by backtrending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their fair market values as of the date received. The City maintains a capitalization threshold of \$5,000. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

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

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

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

Interfund Balances

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

Compensated Absences

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

Sick leave benefits are accrued as a liability using the termination method. An accrual for sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the City's past experience of making termination payments.

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

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employee who has accumulated unpaid leave is paid.

Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

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

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

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.

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

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

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

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

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

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

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

Net Position

Net position represents the difference between all other elements in the statement of net position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes included resources which will be used for public safety, motor vehicle license tax, and recreation.

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

Operating Revenues and Expenses

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

Internal Activity

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

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

Bond Premium

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

Deferred Charge on Refunding

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

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

Extraordinary and Special Items

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

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 2013, the City has implemented Governmental Accounting Standard Board (GASB) Statement No. 61, “The Financial Reporting Entity: Omnibus.” GASB Statement No. 61 modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity and financial reporting entity display and disclosure requirements. These changes were incorporated in 2013; however, there was no effect on beginning net position/fund balance.

Note 4 – Budgetary Basis of Accounting

While the City is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, presented for the general and fire department funds, is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

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

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

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

	Net Change in Fund Balance	
	General and Fire Department Special Revenue Funds	
	General	Fire Department
GAAP Basis	\$336,186	\$90,242
Net Adjustment for Revenue Accruals	665,847	1,099
Beginning Fair Value Adjustment for Investments	7,399	0
Ending Fair Value Adjustment for Investments	574	0
Advances In	550,000	0
Advances Out	(300,000)	0
Net Adjustment for Expenditure Accruals	89,910	(88,745)
Encumbrances	(2,491,104)	(11,809)
Budget Basis	<u>(\$1,141,188)</u>	<u>(\$9,213)</u>

Note 5 – Deposits and Investments

The City has chosen to follow State statutes and classify monies held by the City into three categories.

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

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

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

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

1. United States Treasury bills, bonds notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

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

4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed 25 percent of the interim monies available for investment at any one time if training requirements have been met; and
8. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

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

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

Deposits

Custodial credit risk is the risk that in the event of bank failure, the City's deposits may not be returned to it. Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution. In accordance with Chapter 135 of the Ohio Revised Code, any public depository receiving deposits pursuant to an award of City funds shall be required to pledge security for repayment of all public moneys. The City has no investment policy dealing with deposit custodial risk beyond the requirement in State statute that requires securities purchased pursuant to this division shall be delivered into the custody of the Finance Director or an agent designated by the Finance Director.

At year-end, the carrying amount of the City's deposits was \$12,956,342 and the bank balance was \$13,078,009. Of the uninsured bank balance, \$2,522,828 was collateralized with securities held by the pledging institution's trust department, not in the City's name.

Investments

Investments are reported at fair value. As of December 31, 2013, the City's investments were municipal notes, government securities and STAR Ohio.

The average maturity of STAR Ohio is 53.4 days.

Interest Rate Risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk by requiring 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, thereby avoiding that need to

City of Brecksville, Ohio
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For the Year Ended December 31, 2013

sell securities on the open market prior to maturity and by investing operating funds primarily in short-term investments. The City investment policy also limits security purchases to those that mature in five years unless specifically matched to a specific cash flow.

Credit Risk is addressed by the City's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that the portfolio be diversified both by types of investment and issuer. All investments of the City carry a rating AAA by Standard & Poor's.

Note 6 – Receivables

Receivables at December 31, 2013, consisted primarily of municipal income taxes, property and other taxes, accounts (billings for user charged services and court fines), special assessments, interfund, and intergovernmental receivables arising from grants, entitlements and shared revenues. No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant. All receivables except for special assessments and delinquent property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Special assessments expected to be collected in more than one year amount to \$3,989,027 in the special assessments bond retirement fund. At December 31, 2013, the amount of delinquent special assessments was \$96,027.

Property Taxes

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

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

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

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

City of Brecksville, Ohio
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For the Year Ended December 31, 2013

The full tax rate for all City operations for the year ended December 31, 2013, was \$8.21 per \$1,000 of assessed value. The assessed values of real property and public utility tangible property upon which 2013 property tax receipts were based are as follows:

Category	Assessed Value
Real Estate:	
Residential/Agricultural	\$453,604,210
Other Real Estate	123,043,670
Tangible Personal Property Public Utility	18,850,720
Total Assessed Values	\$595,498,600

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

Income Tax

The City levies a municipal income tax of two percent on substantially all income earned within the City. This tax also applies to the net income of businesses operating within the City. Residents of the City are granted one hundred percent credit for taxes paid to other municipalities.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly, as required. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. By City ordinance, \$2,400,000 of total income tax proceeds are credited to the following capital projects funds: \$960,000 to the general municipal improvement fund, \$1,200,000 to the buildings and improvements fund, and \$240,000 to the road improvements fund.

Intergovernmental Receivables

A summary of the intergovernmental receivables follows:

Governmental Activities:	
Homestead and Rollback	\$266,029
Excise Tax	171,864
Estate Tax	166,833
Local Government	93,972
Gasoline Tax	91,788
Auto Registration	46,488
Storm Sewer Grants	20,773
Permissive Tax	16,458
Ohio Department of Natural Resources Grant	7,562
Other	4,082
Fire/EMS Training and Equipment Grant	1,401
Juvenile Diversion Grant	400
Total	\$887,650

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

Note 7 – Interfund Transfers and Balances

Interfund Transfers

Interfund transfers for the year ended December 31, 2013, consisted of the following:

Transfers From	Transfers To			Totals
	Fire Department	Building and Improvements	Other Governmental Funds	
General	\$300,000	\$0	\$904,171	\$1,204,171
General Municipal Improvement	0	1,200,000	146,721	1,346,721
Buildings and Improvements	0	0	415,423	415,423
Other Governmental Funds	0	0	222,956	222,956
<i>Total All Funds</i>	<u>\$300,000</u>	<u>\$1,200,000</u>	<u>\$1,689,271</u>	<u>\$3,189,271</u>

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them. A transfer from the general fund to the community center, recycling demo, tree grant, and fire department funds of \$800,000, \$2,000, \$102,171, and \$300,000, respectively, was to fund their operations. To provide funds for loan payments, transfers totaling \$53,884 were made to the issue II fund from the general municipal improvement fund and the road maintenance fund. The general bond retirement fund is funded for loan payment obligations from the general municipal improvements and buildings and improvements funds. In 2013, this amount was \$731,216. The general municipal improvement fund transferred \$1,200,000 to the building and improvements fund in 2013 for use in building improvements. These transfers were in compliance with the Ohio Revised Code.

Interfund Balances

The general municipal improvement and road improvements major capital projects funds had interfund payable balances of \$128,147 and \$55,853, respectively, and the general fund had an interfund receivable balance of \$184,000 due to the issuance of a manuscript bond. The manuscript bond represents a special assessment bond that was issued on August 13, 2008, at 5.05 percent. This bond is due on December 1, 2025, and was used for construction of an access road off Route 21. The manuscript bond was issued by the City and purchased by the general fund.

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

Note 8 – Capital Assets

A summary of changes in capital assets during 2013 follows:

Governmental Activities	Balance 12/31/2012	Additions	Deductions	Balance 12/31/2013
<i>Capital Assets not being Depreciated:</i>				
Land	\$7,379,576	\$0	\$0	\$7,379,576
Construction in Progress	3,034,100	2,462,295	(3,129,691)	2,366,704
<i>Total Capital Assets not being Depreciated</i>	<u>10,413,676</u>	<u>2,462,295</u>	<u>(3,129,691)</u>	<u>9,746,280</u>
<i>Capital Assets being Depreciated:</i>				
Land Improvements	4,554,151	425,244	(161,440)	4,817,955
Buildings and Improvements	28,296,562	813,855	0	29,110,417
Machinery and Equipment	12,097,962	1,207,625	(673,086)	12,632,501
Furniture and Fixtures	330,896	24,199	0	355,095
Infrastructure:				
Roads	42,232,643	2,124,654	0	44,357,297
Sidewalks	3,589,949	0	0	3,589,949
Guardrails	444,750	12,100	0	456,850
Traffic Signals	2,314,614	0	0	2,314,614
Storm Sewers	9,856,029	347,470	0	10,203,499
Sanitary Sewers	14,159,501	515,118	0	14,674,619
Water Lines	9,469,758	0	0	9,469,758
<i>Total Capital Assets being Depreciated</i>	<u>127,346,815</u>	<u>5,470,265</u>	<u>(834,526)</u>	<u>131,982,554</u>
<i>Less Accumulated Depreciation:</i>				
Land Improvements	(1,356,213)	(196,448)	160,685	(1,391,976)
Buildings and Improvements	(10,805,581)	(542,941)	0	(11,348,522)
Machinery and Equipment	(6,440,087)	(829,480)	645,456	(6,624,111)
Furniture and Fixtures	(138,132)	(17,599)	0	(155,731)
Infrastructure:				
Roads	(24,070,535)	(1,055,816)	0	(25,126,351)
Sidewalks	(3,030,897)	(89,749)	0	(3,120,646)
Guardrails	(378,083)	(3,310)	0	(381,393)
Traffic Signals	(1,021,076)	(107,329)	0	(1,128,405)
Storm Sewers	(2,288,706)	(99,556)	0	(2,388,262)
Sanitary Sewers	(3,433,176)	(157,509)	0	(3,590,685)
Water Lines	(2,771,883)	(93,573)	0	(2,865,456)
<i>Total Accumulated Depreciation</i>	<u>(55,734,369)</u>	<u>(3,193,310) *</u>	<u>806,141</u>	<u>(58,121,538)</u>
<i>Total Capital Assets being Depreciated, Net</i>	<u>71,612,446</u>	<u>2,276,955</u>	<u>(28,385)</u>	<u>73,861,016</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$82,026,122</u>	<u>\$4,739,250</u>	<u>(\$3,158,076)</u>	<u>\$83,607,296</u>

City of Brecksville, Ohio
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For the Year Ended December 31, 2013

*Depreciation expense was charged to governmental activities as follows:

General Government:	
Legislative and Executive	\$209,219
Public Safety:	
Police	155,688
Fire	124,877
Public Health Services	211,125
Street Construction, Maintenance and Repair	1,314,787
Housing and Community Development	33,286
Basic Utility Services	797,757
Recreational Activities	346,571
Total Depreciation Expense	<u>\$3,193,310</u>

Note 9 – Contingencies

Grants

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

Litigation

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

Note 10 – Other Employee Benefits

Compensated Absences

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

Employees earn sick leave at the rate of 6.46 hours per pay for firefighters and 4.61 hours per pay for all other employees. Sick leave accumulation is limited to 120 days for police and unlimited for all others. Upon retirement or death, an employee can be paid thirty-three percent of accumulated, unused sick leave.

Dental Insurance

The City provides dental benefits to employees through Assurant. The family and single premiums for 2013 were \$84.44 and \$28.46, respectively.

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

Note 11 – Defined Benefit Pension Plans

Ohio Public Employees Retirement System

Plan Description – The City participates in the Ohio Public Employees Retirement System (OPERS). OPERS administers three separate pension plans. The Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan. The Member-Directed Plan is a defined contribution plan in which the member invests both member and employer contributions (employer contributions vest over five years at 20 percent per year). Under the Member-Directed Plan, members accumulate retirement assets equal to the value of the member and vested employer contributions plus any investment earnings. The Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan. Under the Combined Plan, OPERS invests employer contributions to provide a formula retirement benefit similar in nature to, but less than, the Traditional Pension Plan benefit. Member contributions, the investment of which is self-directed by the members, accumulate retirement assets in a manner similar to the Member-Directed Plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost-of-living adjustments to members of the Traditional Pension and Combined Plans. Members of the Member-Directed Plan do not qualify for ancillary benefits. Authority to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The Ohio Revised Code provides statutory authority for member and employer contributions and currently limits the employer contribution to a rate not to exceed 14 percent of covered payroll for state and local employer units and 18.1 percent of covered payroll for law enforcement and public safety employer units. Member contribution rates, as set forth in the Ohio Revised Code, are not to exceed 10 percent of covered payroll for members in State and local divisions and 12 percent for law enforcement and public safety members. For the year ended December 31, 2013, members in state and local divisions contributed 10 percent of covered payroll while public safety and law enforcement members contributed 12.0 percent and 12.6 percent, respectively. Effective January 1, 2014, the member contribution rates for law enforcement increased to 13 percent. 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 Pension Plan. For 2013, member and employer contribution rates were consistent across all three plans.

The City's 2013 contribution rate was 14 percent, except for those plan members in law enforcement or public safety, for whom the City's contribution was 18.10 percent of covered payroll. The portion of employer contributions used to fund pension benefits is net of post-employment health care benefits. For 2013, the portion of employer contribution allocated to health care was 1.00 percent for members in the Traditional Plan and the Combined Plan. Effective January 1, 2014, the portion of the employer contributions allocated to health care increased to 2 percent. Employer contribution rates are actuarially determined.

The City's required contributions for pension obligations to the Traditional Pension and Combined Plans for the years ended December 31, 2013, 2012, and 2011 were \$516,680, \$620,411, and \$546,373, respectively. For 2013, 85.23 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011. Contributions to the Member-Directed Plan for 2013 were \$10,139 made by the City and \$7,242 made by plan members.

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

Ohio Police and Fire Pension Fund

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer defined benefit pension plan. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

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

The OP&F Pension Fund is authorized by the Ohio Revised Code to allocate a portion of the employer contributions to retiree health care benefits. For January 1, 2013, thru May 31, 2013, the portion of employer contributions used to fund pension benefits was 14.81 percent of covered payroll for police officers and 19.31 percent of covered payroll for firefighters. For June 1, 2013, thru December 31, 2013, the portion of employer contributions used to fund pension benefits was 16.65 percent of covered payroll for police officers and 21.15 percent of covered payroll for firefighters. The City's contributions to OP&F for police and firefighters were \$349,020 and \$240,036 for the year ended December 31, 2013, \$276,497 and \$209,003 for the year ended December 31, 2012, and \$258,655 and \$205,070 for the year ended December 31, 2011, respectively. For 2013, 89.47 percent for police and 94.88 percent for firefighters has been contributed with the balance for both police and firefighters being reported as an intergovernmental payable. The full amount has been contributed for 2011 and 2010.

Note 12 – Postemployment Benefits

Ohio Public Employees Retirement System

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

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

In order to qualify for post-employment health care coverage, age-and-service retirees under the Traditional Pension and Combined Plans must have 10 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The Ohio Revised Code permits, but does not mandate, OPERS to provide health care benefits to its eligible members and beneficiaries. Authority to establish and amend benefits is provided in Chapter 145 of the Ohio Revised Code.

City of Brecksville, Ohio
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For the Year Ended December 31, 2013

Disclosures for the health care plan are presented separately in the OPERS financial report which may be obtained by visiting <https://www.opers.org/investments/cafr.shtml>, writing to OPERS, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy – The post-employment health care plan was established under, and is administrated in accordance with, Internal Revenue Code 401(h). The Ohio Revised Code provides the statutory authority requiring public employers to fund post-retirement health care through contributions to OPERS. A portion of each employer’s contribution to OPERS is set aside for the funding of post-retirement health care.

Employer contribution rates are expressed as a percentage of the covered payroll of active members. In 2013, state and local employers contributed at a rate of 14 percent of covered payroll, 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.

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

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

The City’s contributions allocated to fund post-employment health care benefits for the years ended December 31, 2013, 2012, and 2011 were \$51,668, \$248,164, and \$311,484, respectively. For 2013, 85.23 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

Changes to the health care plan were adopted by the OPERS Board of Trustees on September 19, 2012, with a transition plan commencing January 1, 2014. With the recent passage of pension legislation under SB 343 and the approved health care changes, OPERS expects to be able to consistently allocate 4 percent of the employer contributions toward the health care fund after the end of the transition period.

Ohio Police and Fire Pension Fund

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

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or survivor benefit check or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 45.

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

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For January 1, 2013, thru May 31, 2013, the employer contribution allocated to the health care plan was 4.69 percent of covered payroll. For June 1, 2013, thru December 31, 2013, the employer contribution allocated to the health care plan was 2.85 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

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

The City's contributions to OP&F which were allocated to fund post-employment health care benefits for police and firefighters were \$79,473 and \$42,590 for the year ended December 31, 2013, \$146,381 and \$81,784 for the year ended December 31, 2012, and \$136,935 and \$80,245 for the year ended December 31, 2011, respectively. For 2013, 89.47 percent has been contributed for police and 94.88 percent has been contributed for firefighters with the balance for both police and firefighters being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

City of Brecksville, Ohio
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For the Year Ended December 31, 2013

Note 13 – Risk Management

Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During 2013, the City contracted with Wichert Insurance Services and Curtis Insurance Services for various types of insurance as follows:

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Wichert Insurance Services	Blanket Building/Contents	\$50,569,224
	Boiler and Machinery	50,569,224
	Inland Marine	1,414,271
	Crime	1,000,000
	Public Officials Liability	1,000,000
	General Liability	2,000,000
	Garage Keepers Liability	120,000
	Auto	1,000,000
	Umbrella Liability	10,000,000
Curtis Insurance Services	Law Enforcement	1,000,000

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

Workers' Compensation

The City participates in the Ohio Municipal League's (OML) rating pool (See Note 16). The intent of the OML is to achieve the benefit of a reduced premium for the participants, foster safer working environments and foster cost-effective claims management by virtue of its grouping and representation with other participants. The workers' compensation experience rating of the participating cities is calculated as one experience and a common premium rate is applied to all cities in the OML. Each participant pays its workers' compensation premium to the State based on the rate for the OML group rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings of the OML. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the OML. Participation in the OML is limited to cities that can meet the OML's selection criteria. The firm of Comp Management Incorporated provides administrative, cost control and actuarial services to the OML.

Employee Insurance Benefits

The City manages employee prescriptions and health benefits on a self-insured basis. The employee health benefit plan provides basic health coverage through Medical Mutual, the third-party administrator of the program, which reviews and pays the claims. A specific excess loss coverage insurance (stop-loss) policy with Medical Mutual covers claims in excess of \$95,000 per person per year to a maximum specific benefit of \$2,500,000 per person.

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

The claims liability of \$75,214, reported in the self-insurance fund at December 31, 2013, is estimated by the third-party administrator and is based on the requirements of Governmental Accounting Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claims adjustments expenses and does not include other allocated or unallocated claim adjustment expenses.

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

	Balance at Beginning of Year	Current Year Claims	Claims Payment	Balance at End of Year
2012	\$94,084	\$1,296,043	\$1,276,127	\$114,000
2013	114,000	1,508,109	1,546,895	75,214

Note 14 – Long-Term Obligations

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

	Original Issue Date	Interest Rate	Original Issue Amount	Date of Maturity
<i>General Obligation:</i>				
Human Services Facility	2004	2.10% to 5.00%	\$6,000,000	December 1, 2023
Tree Farm Property	2005	3.00 to 4.75	4,205,000	December 1, 2025
Human Services Facility Refunding	2012	1.25 to 2.25	3,580,000	December 1, 2023
<i>Special Assessment:</i>				
Route 21 Access Road	2005	3.10 to 4.75	165,000	December 1, 2025
Southpointe Parkway	1997	3.85 to 5.35	1,190,000	December 1, 2017
Service Road Sewer and Water	2001	4.00 to 4.90	935,000	December 1, 2021
Four Seasons Sewer and Water	2001	4.00 to 4.90	1,265,000	December 1, 2021
Route 21, Hilton, Whitewood Sewer and Storm	2005	3.00 to 5.00	1,075,000	December 1, 2025
Katherine Boulevard Improvements	2012	1.25 to 2.25	1,430,000	December 1, 2022
Riverview Road Sewer	2012	1.25 to 2.75	575,000	December 1, 2032
<i>OPWC Loans:</i>				
Elm Street Improvement	1996	0.00	234,638	January 1, 2016
Fairview, Pershing, Wallings Water Main	1999	0.00	224,480	January 1, 2019
Brecksville Center and Old Town Water Main	1999	0.00	224,475	July 1, 2019
Route 21, Hilton, Whitewood Sanitary Sewer	2005	0.00	231,143	July 1, 2025
Fitzwater, Riverview, Wiese, Carriage Hill Cleaning	2006	0.00	162,934	January 1, 2027
Wiese Road Retaining Wall Improvement	2013	0.00	229,030	January 1, 2033

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

A schedule of changes in bonds and other long-term obligations of the City during 2013 follows:

	Principal Outstanding 12/31/2012	Additions	Deletions	Principal Outstanding 12/31/2013	Amounts Due in One Year
Governmental Activities:					
<i>General Obligations Bonds:</i>					
Human Services Facility Bonds - 2004	\$570,000	\$0	(\$280,000)	\$290,000	\$290,000
Premium on Bonds	11,347	0	(5,674)	5,673	0
Tree Farm Property Bonds - 2005	3,075,000	0	(185,000)	2,890,000	195,000
Premium on Bonds	49,401	0	(3,800)	45,601	0
Human Services Facility Refunding Bonds - 2012	3,525,000	0	(50,000)	3,475,000	50,000
Premium on Bonds	90,639	0	(8,240)	82,399	0
<i>Total General Obligation Bonds</i>	<u>7,321,387</u>	<u>0</u>	<u>(532,714)</u>	<u>6,788,673</u>	<u>535,000</u>
<i>Special Assessment Bonds:</i>					
Route 21 Access Road	135,000	0	(5,000)	130,000	10,000
Premium on Bonds	1,697	0	(131)	1,566	0
Southpointe Parkway	405,000	0	(75,000)	330,000	75,000
Service Road Sewer and Water	465,000	0	(45,000)	420,000	45,000
Four Seasons Sewer and Water	710,000	0	(60,000)	650,000	65,000
Route 21, Hilton, Whitewood Sewer and Storm	800,000	0	(50,000)	750,000	50,000
Katherine Boulevard Improvements	1,430,000	0	(135,000)	1,295,000	135,000
Premium on Bonds	38,061	0	(3,806)	34,255	0
Riverview Road Sewer					
Serial Bond	285,000	0	(25,000)	260,000	25,000
Term Bond	290,000	0	0	290,000	0
<i>Total Special Assessment Bonds</i>	<u>4,559,758</u>	<u>0</u>	<u>(398,937)</u>	<u>4,160,821</u>	<u>405,000</u>
<i>OPWC Loans:</i>					
Elm Street Improvement	41,061	0	(11,732)	29,329	11,732
Fairview, Pershing, Wallings Water Main	67,344	0	(11,224)	56,120	11,224
Brecksville Center and Old Town Water Main	72,953	0	(11,224)	61,729	11,224
Route 21, Hilton, Whitewood Sanitary Sewer	144,465	0	(11,558)	132,907	11,558
Fitzwater, Riverview Wiese, Carriage Hill Cleaning	114,052	0	(8,146)	105,906	8,146
Wiese Road Retaining Wall Improvement	2,308	226,721	0	229,029	11,452
<i>Total OPWC Loans</i>	<u>442,183</u>	<u>226,721</u>	<u>(53,884)</u>	<u>615,020</u>	<u>65,336</u>
Compensated Absences	828,721	122,353	(87,365)	863,709	218,199
<i>Total Governmental Activities</i>	<u>\$13,152,049</u>	<u>\$349,074</u>	<u>(\$1,072,900)</u>	<u>\$12,428,223</u>	<u>\$1,223,535</u>

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

The OPWC loans will be paid with monies from the Issue II capital projects fund. The OPWC administers Issue II loans. Compensated absences will be paid from the general fund and the fire department and community center special revenue funds.

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

On March 1, 2004, the City issued \$6,000,000 in general obligation bonds for construction of the Human Services Facility and Community Center expansion. The bonds were issued for a twenty year period with final maturity at December 1, 2023. On September 20, 2012, \$3,255,000 of these bonds were refunded and re-issued at a lower interest rate with final maturity at December 1, 2023.

On October 27, 2005, the City issued \$4,205,000 in general obligation bonds for the purchase of the Cleveland Tree Farm property. The bonds were issued for a twenty year period with final maturity at December 1, 2025.

On September 20, 2012, the City issued \$3,580,000 in general obligation bonds for the purpose of refunding a portion of the 2004 Human Services Facility Bonds. These bonds were issued for a twelve year period with a final maturity of December 1, 2023. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liabilities for the defeased bonds are not included in the City's financial statements. On December 31, 2013, \$3,255,000 of the defeased bonds are still outstanding.

On October 19, 2005, the City issued \$165,000 in special assessment bonds for construction of an access road off Route 21. The bonds were issued for a twenty year period with final maturity at December 1, 2025.

On September 1, 1991, the City issued \$1,000,000 in special assessment bonds for sanitary sewer construction on Oakhurst Road and Fitzwater Road. The bonds were issued for a twenty one year period with final maturity at December 1, 2012. On October 9, 1997, \$875,000 of these bonds were refunded and re-issued at a lower rate with final maturity at December 1, 2012.

On October 9, 1997, the City issued \$1,190,000 in special assessment bonds for improvements to Southpointe Parkway including storm sewers, sanitary sewers, water mains and road construction. The bonds were issued for a twenty year period with final maturity at December 1, 2017.

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

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

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

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

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

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

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

Year	Principal Amount to be Redeemed
2024	\$30,000
2025	30,000
2026	30,000
2027	30,000
2028	30,000
2029	35,000
2030	35,000
2031	35,000
Total	<u>\$255,000</u>

The remaining principal amount of the bonds (\$35,000) will mature at stated maturity on December 1, 2032.

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

The City's overall legal debt margin was \$55,989,973 at December 31, 2013. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2013, are as follows:

	General Obligation Bonds		OPWC Loans
	Principal	Interest	Principal
2014	\$535,000	\$335,920	\$65,336
2015	555,000	182,131	65,336
2016	565,000	170,193	59,469
2017	580,000	157,002	53,604
2018	600,000	143,250	53,604
2019-2023	3,230,000	451,237	161,388
2024-2028	590,000	42,275	99,028
2029-2033	0	0	57,255
Total	<u>\$6,655,000</u>	<u>\$1,482,008</u>	<u>\$615,020</u>

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

	Special Assessment Bonds			
	Serial Portion		Term Portion	
	Principal	Interest	Principal	Interest
2014	\$405,000	\$139,475	\$0	\$7,975
2015	415,000	126,012	0	7,975
2016	425,000	111,985	0	7,975
2017	450,000	96,576	0	7,975
2018	375,000	79,784	0	7,975
2019-2023	1,570,000	193,589	0	39,875
2024-2028	195,000	14,638	150,000	31,625
2029-2032	0	0	140,000	9,625
Total	\$3,835,000	\$762,059	\$290,000	\$121,000

Note 15 – Operating Lease

During 2004, the City entered into an operating lease with the Cuyahoga County Port Authority for a piece of land. The lease is an economic development program designed to bring consolidated operations of the House of LaRose distribution center and corporate offices into the City of Brecksville from their existing facilities in Akron and Cuyahoga Heights. As an incentive for the House of LaRose to locate within the City, the City developed a plan whereby the Cleveland-Cuyahoga County Port Authority agreed to purchase a portion of the land needed for this consolidation and expansion project, which in turn leased this land to the City of Brecksville. The City in turn subleased the property to the House of LaRose.

Recognizing the job creation and revenue generation potential for the City and County, the City and Port Authority utilized the following structure to bring this consolidation and expansion project to fruition. The Port Authority agreed to issue tax-exempt revenue bonds and use the proceeds of the bonds to acquire the land. The City and Port Authority then entered into an annual lease agreement (renewable for ten years) where the City leases the land for an amount equal to the bond payment of the Port Authority plus some administrative fees. The City then subleases the property to the House of LaRose for their operations for \$1 a year. In return for the House of LaRose's sublease, they agree to reach a job creation and retention goal along with an aggregate wage structure for these jobs.

Provided the House of LaRose complies with the terms of the economic development agreement for the ten-year period, they have the option to purchase the land from the Port Authority for \$10. The City's participation in the annual lease would end at that time, and it would have no future obligation related to the agreement or acquire any assets. The City paid \$255,400 on the lease in 2013. The City has two remaining payments for May and November 2014 in the amounts of \$125,419 and \$350,419, respectively.

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

Note 16 – Insurance Purchasing Pool

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

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

Note 17 – Jointly Governed Organizations

Southwest Council of Governments

The Southwest Council of Governments (the Council) helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the sixteen 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 2013, the City contributed \$15,000, which represents 5.55 percent of total contributions.

The Council has established two subsidiary organizations, the Hazardous Material Response Team ("HAZ MAT") which provides hazardous material protections and assistance and the Southwest Enforcement Bureau which provides extra assistance to cities in the form of a Swat Team. The Council's financial statements may be obtained by contacting the Southwest Council of Governments, 11 Berea Commons, Berea, Ohio 44017.

Northeast Ohio Public Energy Council

The City is a member of the Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of 134 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. In 2013, the City made no contributions. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. Financial information can be obtained by contacting Joseph Migliorini, the Board Chairman, at 31360 Solon Road, Suite 33, Solon, Ohio, 44139 or at the website www.nopecinfo.org.

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

Note 18 – Significant Commitments

Contractual Commitments

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

Project	Contract Amount	Amount Paid	Remaining on Contract
Economic Development	\$2,250,000	\$0	\$2,250,000
Land Improvement	23,579	3,738	19,841
Service Equipment	227,076	0	227,076
Storm Drainage Projects	342,725	266,571	76,154
Building Improvements	1,876,422	1,075,538	800,884
Professional Services	172,105	70,269	101,836
Sanitary Sewer	209,270	179,740	29,530
Totals	<u>\$5,101,177</u>	<u>\$1,595,856</u>	<u>\$3,505,321</u>

Encumbrances

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

General	\$2,491,104
Fire Department	11,809
General Municipal Improvement	137,149
Buildings and Improvements	823,837
Other Governmental Funds	<u>340,081</u>
Total	<u>\$3,803,980</u>

Note 19 – Donor Restricted Endowments

The City’s private purpose trust fund includes donor restricted endowments. Endowments, in the amount of \$3,000, represent the principal portion. The amount of interest on donor restricted investments that is available for expenditures by the City is \$25 and is included as held in trust for cemetery. State law permits the City to appropriate, for purposes consistent with the endowment’s intent, net appreciation, realized and unrealized, unless the endowment terms specify otherwise. The endowments indicate that the interest should be used for the decoration of specifically named graves.

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

Note 20 – Fund Balances

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

Fund Balances	General	Fire Department	Special Assessments Bond Retirement	General Municipal Improvement	Buildings and Improvements	Road Improvements	Other Governmental Funds	Total
<u>Nonspendable:</u>								
Inventory	\$158,285	\$67,610	\$0	\$0	\$0	\$0	\$58,994	\$284,889
Prepays	95,184	168	0	0	0	0	2,361	97,713
Unclaimed Funds	5,449	0	0	0	0	0	0	5,449
<i>Total Nonspendable</i>	<u>258,918</u>	<u>67,778</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>61,355</u>	<u>388,051</u>
<u>Restricted for:</u>								
Police Department	0	0	0	0	0	0	377,166	377,166
Fire Department	0	136,999	0	0	0	0	0	136,999
Debt Service Retirement	0	0	523,638	0	0	0	0	523,638
Street Maintenance	0	0	0	0	0	0	731,358	731,358
Court Computerization	0	0	0	0	0	0	235,719	235,719
Recycling Demo	0	0	0	0	0	0	6,413	6,413
Tree Planting	0	0	0	0	0	0	155,392	155,392
Other Purposes	0	0	0	0	0	0	451,376	451,376
<i>Total Restricted</i>	<u>0</u>	<u>136,999</u>	<u>523,638</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,957,424</u>	<u>2,618,061</u>
<u>Committed to:</u>								
Building and Improvements	0	0	0	726,091	1,022,458	0	0	1,748,549
Road Improvements	0	0	0	0	0	182,064	0	182,064
Police Department	0	0	0	0	0	0	3,760	3,760
Community Center	0	0	0	0	0	0	235,335	235,335
Public Utility Improvement	0	0	0	0	0	0	174,650	174,650
Fire Ambulance Capital	0	0	0	0	0	0	525,823	525,823
Purchases on Order	145,272	0	0	0	0	0	0	145,272
Other Purposes	0	0	0	0	0	0	7,774	7,774
<i>Total Committed</i>	<u>145,272</u>	<u>0</u>	<u>0</u>	<u>726,091</u>	<u>1,022,458</u>	<u>182,064</u>	<u>947,342</u>	<u>3,023,227</u>
<u>Assigned to:</u>								
Compensated Absences	297,841	0	0	0	0	0	0	297,841
Capital Improvements	0	0	0	0	0	0	599,097	599,097
Public Utility Improvement	0	0	0	0	0	0	130,841	130,841
Purchases on Order	261,313	0	0	0	0	0	0	261,313
<i>Total Assigned</i>	<u>559,154</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>729,938</u>	<u>1,289,092</u>
Unassigned	8,722,841	0	0	0	0	0	0	8,722,841
Total Fund Balances	<u><u>\$9,686,185</u></u>	<u><u>\$204,777</u></u>	<u><u>\$523,638</u></u>	<u><u>\$726,091</u></u>	<u><u>\$1,022,458</u></u>	<u><u>\$182,064</u></u>	<u><u>\$3,696,059</u></u>	<u><u>\$16,041,272</u></u>

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

Note 21 – Subsequent Event

The City took possession of a property on Brecksville Road which was forfeited as part of a plea bargain agreement in a drug trafficking case. The property is valued at \$130,000 by the Cuyahoga County Auditor's office. The property will be put up for sale in 2014, with proceeds going to the City's general fund.

As part of an economic development agreement entered into in 2013; the City made payment to Metro Health Systems for \$2,250,000 in early 2014.

Combining Statements - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

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

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

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

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

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

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

Indigent Drivers Fund - This fund accounts for and reports \$25 of any fine imposed for a violation of a municipal ordinance relating to operating a vehicle while under the influence of alcohol and/or drugs. These monies are restricted for the rehabilitation and treatment of indigent individuals.

Enforcement and Education Fund - This fund accounts for and reports fines restricted to educating the public about the dangers of and enforcing the laws against operating a motor vehicle while under the influence of alcohol and to reinforce the "Say No to Drugs" message.

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

Natureworks Grants Fund - This fund accounts for and reports grant monies and investment interest restricted for the purpose of adding a recreational facility to the Blossom Complex. This fund did not have any budgetary activity in 2013, therefore, budgetary information is not provided.

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

Tree Planting Grants Fund - This fund accounts for and reports monies received from residents, plus City matching funds which are restricted to the planting of trees within the City.

(continued)

Combining Statements - Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

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

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

Vehicle Immobilization Fund - This fund accounts for and reports restricted revenues and expenditures pursuant to changes in Ohio Law relative to operating a motor vehicle while intoxicated or driving under suspension of license. The Bureau of Motor Vehicles pays the City \$100 for immobilization costs incurred.

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

Memorial Fund - This fund accounts for and reports donations committed to memorials for deceased community members.

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

Nonmajor Debt Service Fund

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

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

Nonmajor Capital Projects Funds

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

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

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

(continued)

Combining Statements - Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds (continued)

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

Public Utility Improvement Fund - This fund accounts for and reports sanitary sewer tap-in-fees and fees for converting from septic tank to sanitary sewer assigned to costs to repair, construct, and reline any public utility line within the City.

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

City of Brecksville, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,976,543	\$117,620	\$1,627,811	\$3,721,974
Cash and Cash Equivalents In Segregated Accounts	2,000	0	0	2,000
Materials and Supplies Inventory	58,994	0	0	58,994
Accounts Receivable	0	0	17,068	17,068
Intergovernmental Receivable	376,684	0	0	376,684
Prepaid Items	2,361	0	0	2,361
Property Taxes Receivable	693,749	0	0	693,749
<i>Total Assets</i>	<u>\$3,110,331</u>	<u>\$117,620</u>	<u>\$1,644,879</u>	<u>\$4,872,830</u>
Liabilities				
Accounts Payable	\$7,344	\$0	\$2,387	\$9,731
Contracts Payable	61,618	0	0	61,618
Accrued Wages	56,159	0	0	56,159
Intergovernmental Payable	33,663	0	0	33,663
<i>Total Liabilities</i>	<u>158,784</u>	<u>0</u>	<u>2,387</u>	<u>161,171</u>
Deferred Inflows of Resources				
Property Taxes	645,931	0	0	645,931
Unavailable Revenue	369,669	0	0	369,669
<i>Total Deferred Inflows of Resources</i>	<u>1,015,600</u>	<u>0</u>	<u>0</u>	<u>1,015,600</u>
Fund Balances				
Nonspendable	61,355	0	0	61,355
Restricted	1,627,723	117,620	212,081	1,957,424
Committed	246,869	0	700,473	947,342
Assigned	0	0	729,938	729,938
<i>Total Fund Balances</i>	<u>1,935,947</u>	<u>117,620</u>	<u>1,642,492</u>	<u>3,696,059</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$3,110,331</u>	<u>\$117,620</u>	<u>\$1,644,879</u>	<u>\$4,872,830</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$654,863	\$0	\$0	\$654,863
Charges for Services	853,683	0	249,519	1,103,202
Licenses and Permits	3,850	0	74,684	78,534
Fines and Forfeitures	26,844	0	0	26,844
Intergovernmental	1,092,468	0	0	1,092,468
Interest	8,891	0	6,053	14,944
Donations	4,079	0	0	4,079
Rentals	45,227	0	0	45,227
Miscellaneous	22,382	0	0	22,382
<i>Total Revenues</i>	<u>2,712,287</u>	<u>0</u>	<u>330,256</u>	<u>3,042,543</u>
Expenditures				
Current:				
General Government:				
Judicial System	7,545	0	0	7,545
Public Safety:				
Police	143,927	0	0	143,927
Street Construction, Maintenance, and Repair	1,692,960	0	0	1,692,960
Housing and Community Development	45,921	0	0	45,921
Basic Utility Services	5,000	0	0	5,000
Recreational Activities	1,848,435	0	0	1,848,435
Capital Outlay	0	0	433,438	433,438
Debt Service:				
Principal Retirement	0	515,000	53,884	568,884
Interest and Fiscal Charges	0	219,190	0	219,190
<i>Total Expenditures</i>	<u>3,743,788</u>	<u>734,190</u>	<u>487,322</u>	<u>4,965,300</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,031,501)</u>	<u>(734,190)</u>	<u>(157,066)</u>	<u>(1,922,757)</u>
Other Financing Sources (Uses)				
OPWC Loan Issued	0	0	226,721	226,721
Transfers In	904,171	731,216	53,884	1,689,271
Transfers Out	(22,956)	0	(200,000)	(222,956)
<i>Total Other Financing Sources (Uses)</i>	<u>881,215</u>	<u>731,216</u>	<u>80,605</u>	<u>1,693,036</u>
<i>Net Change in Fund Balances</i>	<u>(150,286)</u>	<u>(2,974)</u>	<u>(76,461)</u>	<u>(229,721)</u>
<i>Fund Balances Beginning of Year</i>	<u>2,086,233</u>	<u>120,594</u>	<u>1,718,953</u>	<u>3,925,780</u>
<i>Fund Balances End of Year</i>	<u><u>\$1,935,947</u></u>	<u><u>\$117,620</u></u>	<u><u>\$1,642,492</u></u>	<u><u>\$3,696,059</u></u>

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

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center	Road Maintenance	Federal Equitable Sharing
Assets						
Equity in Pooled Cash and Cash Equivalents	\$61,265	\$568,422	\$141,068	\$321,281	\$146,450	\$7,797
Cash and Cash Equivalents						
In Segregated Accounts	0	0	0	2,000	0	0
Materials and Supplies Inventory	0	58,994	0	0	0	0
Intergovernmental Receivable	16,458	286,884	23,256	0	32,403	0
Prepaid Items	0	0	0	2,361	0	0
Property Taxes Receivable	0	0	0	0	533,653	0
<i>Total Assets</i>	<u>\$77,723</u>	<u>\$914,300</u>	<u>\$164,324</u>	<u>\$325,642</u>	<u>\$712,506</u>	<u>\$7,797</u>
Liabilities						
Accounts Payable	\$0	\$1,890	\$0	\$5,144	\$310	\$0
Contracts Payable	0	29,128	32,016	474	0	0
Accrued Wages	0	0	0	51,485	0	0
Intergovernmental Payable	0	0	0	30,843	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>31,018</u>	<u>32,016</u>	<u>87,946</u>	<u>310</u>	<u>0</u>
Deferred Inflows of Resources						
Property Taxes	0	0	0	0	496,870	0
Unavailable Revenue	13,715	239,070	19,380	0	69,186	0
<i>Total Deferred Inflows of Resources</i>	<u>13,715</u>	<u>239,070</u>	<u>19,380</u>	<u>0</u>	<u>566,056</u>	<u>0</u>
Fund Balances						
Nonspendable	0	58,994	0	2,361	0	0
Restricted	64,008	585,218	112,928	0	146,140	7,797
Committed	0	0	0	235,335	0	0
<i>Total Fund Balances</i>	<u>64,008</u>	<u>644,212</u>	<u>112,928</u>	<u>237,696</u>	<u>146,140</u>	<u>7,797</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$77,723</u>	<u>\$914,300</u>	<u>\$164,324</u>	<u>\$325,642</u>	<u>\$712,506</u>	<u>\$7,797</u>

(continued)

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

	Indigent Drivers	Enforcement and Education	Court Computerization	Natureworks Grants	Recycling Demo	Tree Planting Grants
Assets						
Equity in Pooled Cash and Cash Equivalents	\$21,276	\$24,707	\$235,719	\$950	\$6,413	\$162,886
Cash and Cash Equivalents						
In Segregated Accounts	0	0	0	0	0	0
Materials and Supplies Inventory	0	0	0	0	0	0
Intergovernmental Receivable	0	400	0	0	0	7,562
Prepaid Items	0	0	0	0	0	0
Property Taxes Receivable	0	0	0	0	0	0
<i>Total Assets</i>	<u>\$21,276</u>	<u>\$25,107</u>	<u>\$235,719</u>	<u>\$950</u>	<u>\$6,413</u>	<u>\$170,448</u>
Liabilities						
Accounts Payable	\$0	\$0	\$0	\$0	\$0	\$0
Contracts Payable	0	0	0	0	0	0
Accrued Wages	0	0	0	0	0	4,674
Intergovernmental Payable	0	0	0	0	0	2,820
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,494</u>
Deferred Inflows of Resources						
Property Taxes	0	0	0	0	0	0
Unavailable Revenue	0	0	0	0	0	7,562
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>7,562</u>
Fund Balances						
Nonspendable	0	0	0	0	0	0
Restricted	21,276	21,347	235,719	950	6,413	155,392
Committed	0	3,760	0	0	0	0
<i>Total Fund Balances</i>	<u>21,276</u>	<u>25,107</u>	<u>235,719</u>	<u>950</u>	<u>6,413</u>	<u>155,392</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$21,276</u>	<u>\$25,107</u>	<u>\$235,719</u>	<u>\$950</u>	<u>\$6,413</u>	<u>\$170,448</u>

Law Enforcement	Law Enforcement Mandatory Drug	Vehicle Immobilization	Police Pension	Memorial	Peace Officer Training	Total Nonmajor Special Revenue Funds
\$12,269	\$46,028	\$56,425	\$154,836	\$7,774	\$977	\$1,976,543
0	0	0	0	0	0	2,000
0	0	0	0	0	0	58,994
0	0	0	9,721	0	0	376,684
0	0	0	0	0	0	2,361
0	0	0	160,096	0	0	693,749
<u>\$12,269</u>	<u>\$46,028</u>	<u>\$56,425</u>	<u>\$324,653</u>	<u>\$7,774</u>	<u>\$977</u>	<u>\$3,110,331</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$7,344
0	0	0	0	0	0	61,618
0	0	0	0	0	0	56,159
0	0	0	0	0	0	33,663
0	0	0	0	0	0	158,784
0	0	0	149,061	0	0	645,931
0	0	0	20,756	0	0	369,669
0	0	0	169,817	0	0	1,015,600
0	0	0	0	0	0	61,355
12,269	46,028	56,425	154,836	0	977	1,627,723
0	0	0	0	7,774	0	246,869
12,269	46,028	56,425	154,836	7,774	977	1,935,947
<u>\$12,269</u>	<u>\$46,028</u>	<u>\$56,425</u>	<u>\$324,653</u>	<u>\$7,774</u>	<u>\$977</u>	<u>\$3,110,331</u>

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

	Motor Vehicle License Tax	Street Repair and Maintenance	State Highway	Community Center
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	853,683
Licenses and Permits	0	0	0	0
Fines and Forfeitures	0	0	0	0
Intergovernmental	36,683	595,639	48,294	2,478
Interest	300	2,439	819	2,531
Donations	0	0	0	4,079
Rentals	0	0	0	45,227
Miscellaneous	0	0	0	22,382
<i>Total Revenues</i>	<u>36,983</u>	<u>598,078</u>	<u>49,113</u>	<u>930,380</u>
Expenditures				
Current:				
General Government:				
Judicial System	0	0	0	0
Public Safety:				
Police	0	0	0	0
Street Construction, Maintenance, and Repair	35,000	578,627	83,622	0
Housing and Community Development	0	0	0	0
Basic Utility Services	0	0	0	0
Recreational Activities	0	0	0	1,848,435
<i>Total Expenditures</i>	<u>35,000</u>	<u>578,627</u>	<u>83,622</u>	<u>1,848,435</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,983</u>	<u>19,451</u>	<u>(34,509)</u>	<u>(918,055)</u>
Other Financing Sources (Uses)				
Transfers In	0	0	0	800,000
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>800,000</u>
<i>Net Change in Fund Balances</i>	1,983	19,451	(34,509)	(118,055)
<i>Fund Balances Beginning of Year</i>	<u>62,025</u>	<u>624,761</u>	<u>147,437</u>	<u>355,751</u>
<i>Fund Balances End of Year</i>	<u><u>\$64,008</u></u>	<u><u>\$644,212</u></u>	<u><u>\$112,928</u></u>	<u><u>\$237,696</u></u>

Road Maintenance	Federal Equitable Sharing	Indigent Drivers	Enforcement and Education	Court Computerization	Natureworks Grants
\$503,741	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	3,087	700	1,324	16,176	0
372,695	0	0	2,400	1,165	0
1,899	29	105	126	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
878,335	3,116	805	3,850	17,341	0
0	0	0	0	7,545	0
0	0	27	6,387	0	0
995,711	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
995,711	0	27	6,387	7,545	0
(117,376)	3,116	778	(2,537)	9,796	0
0	0	0	0	0	0
(22,956)	0	0	0	0	0
(22,956)	0	0	0	0	0
(140,332)	3,116	778	(2,537)	9,796	0
286,472	4,681	20,498	27,644	225,923	950
\$146,140	\$7,797	\$21,276	\$25,107	\$235,719	\$950

(continued)

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

	Recycling Demo	Tree Planting Grants	Law Enforcement	Law Enforcement Mandatory Drug
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Charges for Services	0	0	0	0
Licenses and Permits	0	3,850	0	0
Fines and Forfeitures	0	0	0	4,332
Intergovernmental	5,000	6,250	0	0
Interest	24	0	111	223
Donations	0	0	0	0
Rentals	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>5,024</u>	<u>10,100</u>	<u>111</u>	<u>4,555</u>
Expenditures				
Current:				
General Government:				
Judicial System	0	0	0	0
Public Safety:				
Police	0	0	16,010	0
Street Construction, Maintenance, and Repair	0	0	0	0
Housing and Community Development	0	45,921	0	0
Basic Utility Services	5,000	0	0	0
Recreational Activities	0	0	0	0
<i>Total Expenditures</i>	<u>5,000</u>	<u>45,921</u>	<u>16,010</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>24</u>	<u>(35,821)</u>	<u>(15,899)</u>	<u>4,555</u>
Other Financing Sources (Uses)				
Transfers In	2,000	102,171	0	0
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>2,000</u>	<u>102,171</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	2,024	66,350	(15,899)	4,555
<i>Fund Balances Beginning of Year</i>	<u>4,389</u>	<u>89,042</u>	<u>28,168</u>	<u>41,473</u>
<i>Fund Balances End of Year</i>	<u>\$6,413</u>	<u>\$155,392</u>	<u>\$12,269</u>	<u>\$46,028</u>

Vehicle Immobilization	Police Pension	Memorial	Peace Officer Training	Total Nonmajor Special Revenue Funds
\$0	\$151,122	\$0	\$0	\$654,863
0	0	0	0	853,683
0	0	0	0	3,850
1,225	0	0	0	26,844
0	21,864	0	0	1,092,468
279	0	0	6	8,891
0	0	0	0	4,079
0	0	0	0	45,227
0	0	0	0	22,382
1,504	172,986	0	6	2,712,287
0	0	0	0	7,545
0	120,118	0	1,385	143,927
0	0	0	0	1,692,960
0	0	0	0	45,921
0	0	0	0	5,000
0	0	0	0	1,848,435
0	120,118	0	1,385	3,743,788
1,504	52,868	0	(1,379)	(1,031,501)
0	0	0	0	904,171
0	0	0	0	(22,956)
0	0	0	0	881,215
1,504	52,868	0	(1,379)	(150,286)
54,921	101,968	7,774	2,356	2,086,233
\$56,425	\$154,836	\$7,774	\$977	\$1,935,947

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

	Issue II	Recreation Expansion	Police Station Building
Assets			
Equity in Pooled Cash and Cash Equivalents	\$212,081	\$85,286	\$513,811
Accounts Receivable	0	0	0
<i>Total Assets</i>	<u>\$212,081</u>	<u>\$85,286</u>	<u>\$513,811</u>
Liabilities			
Accounts Payable	\$0	\$0	\$0
Fund Balances			
Restricted	212,081	0	0
Committed	0	0	0
Assigned	0	85,286	513,811
<i>Total Fund Balances</i>	<u>212,081</u>	<u>85,286</u>	<u>513,811</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$212,081</u>	<u>\$85,286</u>	<u>\$513,811</u>

<u>Public Utility Improvement</u>	<u>Fire Ambulance Capital</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$305,491	\$511,142	\$1,627,811
0	17,068	17,068
<u>\$305,491</u>	<u>\$528,210</u>	<u>\$1,644,879</u>
\$0	\$2,387	\$2,387
0	0	212,081
174,650	525,823	700,473
130,841	0	729,938
<u>305,491</u>	<u>525,823</u>	<u>1,642,492</u>
<u>\$305,491</u>	<u>\$528,210</u>	<u>\$1,644,879</u>

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

	Issue II	Recreation Expansion	Police Station Building
Revenues			
Charges for Services	\$0	\$0	\$0
Licenses and Permits	0	46,934	0
Interest	2,121	509	0
<i>Total Revenues</i>	<u>2,121</u>	<u>47,443</u>	<u>0</u>
Expenditures			
Capital Outlay	49,553	72,226	2,775
Debt Service:			
Principal Retirement	53,884	0	0
<i>Total Expenditures</i>	<u>103,437</u>	<u>72,226</u>	<u>2,775</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(101,316)</u>	<u>(24,783)</u>	<u>(2,775)</u>
Other Financing Sources (Uses)			
OPWC Loan Issued	226,721	0	0
Transfers In	53,884	0	0
Transfers Out	(200,000)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>80,605</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(20,711)	(24,783)	(2,775)
<i>Fund Balances Beginning of Year</i>	<u>232,792</u>	<u>110,069</u>	<u>516,586</u>
<i>Fund Balances End of Year</i>	<u><u>\$212,081</u></u>	<u><u>\$85,286</u></u>	<u><u>\$513,811</u></u>

Public Utility Improvement	Fire Ambulance Capital	Total Nonmajor Capital Projects Funds
\$0	\$249,519	\$249,519
27,750	0	74,684
300	3,123	6,053
<u>28,050</u>	<u>252,642</u>	<u>330,256</u>
11,819	297,065	433,438
<u>0</u>	<u>0</u>	<u>53,884</u>
<u>11,819</u>	<u>297,065</u>	<u>487,322</u>
<u>16,231</u>	<u>(44,423)</u>	<u>(157,066)</u>
0	0	226,721
0	0	53,884
<u>0</u>	<u>0</u>	<u>(200,000)</u>
<u>0</u>	<u>0</u>	<u>80,605</u>
16,231	(44,423)	(76,461)
<u>289,260</u>	<u>570,246</u>	<u>1,718,953</u>
<u>\$305,491</u>	<u>\$525,823</u>	<u>\$1,642,492</u>

Combining Statements - Fiduciary Funds

Fiduciary Funds

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

Private Purpose Trust Fund

Cemetery Endowment Fund - This fund received a \$3,000 endowment with the interest to be used for the perpetual care and maintenance of certain burial plots.

Agency Funds

Senior Citizens' Programs Fund - This fund accounts for donations to the City's senior citizens. The senior citizens use the money for home visitations. The City's role is limited to that of custodian of funds.

Street Openings Fund - This fund accounts for deposits held by the City for construction of new street openings. These monies are returned when the work is completed.

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

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

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

	Beginning Balance 12/31/12	Additions	Deductions	Ending Balance 12/31/13
Senior Citizens' Programs				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$38,237	\$19,365	\$15,271	\$42,331
Liabilities				
Undistributed Monies	\$38,237	\$19,365	\$15,271	\$42,331
Street Openings				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$240,663	\$20,650	\$19,602	\$241,711
Liabilities				
Deposits Held and Due to Others	\$240,663	\$20,650	\$19,602	\$241,711
Deposits and Fees				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$394,878	\$414,513	\$390,300	\$419,091
Liabilities				
Deposits Held and Due to Others	\$394,878	\$414,513	\$390,300	\$419,091
Contractors Deposit				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$0	\$1,598,366	\$1,095,095	\$503,271
Liabilities				
Deposits Held and Due to Others	\$0	\$1,598,366	\$1,095,095	\$503,271
Total - All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$673,778	\$2,052,894	\$1,520,268	\$1,206,404
Liabilities				
Undistributed Monies	\$38,237	\$19,365	\$15,271	\$42,331
Deposits Held and Due to Others	635,541	2,033,529	1,504,997	1,164,073
<i>Total Liabilities</i>	\$673,778	\$2,052,894	\$1,520,268	\$1,206,404

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

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$1,775,734	\$1,775,734	\$1,768,197	(\$7,537)
Municipal Income Taxes	13,190,000	13,190,000	13,008,475	(181,525)
Charges for Services	4,409	129,400	178,346	48,946
Licenses and Permits	8,556	251,100	283,689	32,589
Fines and Forfeitures	7,496	220,000	259,917	39,917
Intergovernmental	54,230	1,591,527	1,537,711	(53,816)
Interest	1,475	43,300	51,631	8,331
Donations	92	2,700	2,680	(20)
Rentals	239	7,000	5,950	(1,050)
Miscellaneous	19,130	249,600	468,442	218,842
<i>Total Revenues</i>	<u>15,061,361</u>	<u>17,460,361</u>	<u>17,565,038</u>	<u>104,677</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive:				
Mayor:				
Salaries and Wages	173,873	173,873	173,663	210
Fringe Benefits	63,398	63,398	60,979	2,419
Materials and Supplies	9,870	9,870	616	9,254
Total Mayor	<u>247,141</u>	<u>247,141</u>	<u>235,258</u>	<u>11,883</u>
Finance Director:				
Salaries and Wages	264,695	264,489	262,176	2,313
Fringe Benefits	71,482	71,688	71,688	0
Materials and Supplies	3,031	3,031	1,341	1,690
Purchased Services	8,124	8,124	3,525	4,599
Total Finance Director	<u>347,332</u>	<u>347,332</u>	<u>338,730</u>	<u>8,602</u>
Purchasing Department:				
Salaries and Wages	134,761	133,915	133,915	0
Fringe Benefits	36,375	40,421	40,421	0
Materials and Supplies	2,250	173	173	0
Purchased Services	1,250	127	25	102
Total Purchasing Department	<u>174,636</u>	<u>174,636</u>	<u>174,534</u>	<u>102</u>
Legal Department:				
Salaries and Wages	52,975	52,975	48,780	4,195
Fringe Benefits	8,322	8,322	7,656	666
Contractual Services	240,000	239,641	174,679	64,962
Purchased Services	0	359	359	0
Total Legal Department	<u>301,297</u>	<u>301,297</u>	<u>231,474</u>	<u>69,823</u>
Legislative:				
Salaries and Wages	189,114	189,114	187,120	1,994
Fringe Benefits	54,128	54,128	52,652	1,476
Contractual Services	11,034	11,034	7,900	3,134
Materials and Supplies	1,193	1,193	942	251
Purchased Services	1,357	1,357	788	569
Total Legislative	<u>\$256,826</u>	<u>\$256,826</u>	<u>\$249,402</u>	<u>\$7,424</u>

(continued)

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Civil Service:				
Salaries and Wages	\$2,000	\$2,000	\$1,074	\$926
Fringe Benefits	270	270	163	107
Contractual Services	22,000	35,204	28,128	7,076
Materials and Supplies	2,000	5,296	2,921	2,375
Total Civil Service	<u>26,270</u>	<u>42,770</u>	<u>32,286</u>	<u>10,484</u>
Information Technology:				
Salaries and Wages	186,270	187,785	187,785	0
Fringe Benefits	59,737	60,223	60,223	0
Contractual Services	36,666	37,833	33,338	4,495
Materials and Supplies	45,101	41,933	35,021	6,912
Purchased Services	45,370	45,370	36,727	8,643
Capital Outlay	30,000	30,000	1,948	28,052
Total Information Technology	<u>403,144</u>	<u>403,144</u>	<u>355,042</u>	<u>48,102</u>
County Fiscal Officer and Treasurer:				
Contractual Services	99,350	99,350	63,839	35,511
Income Tax Administration:				
Salaries and Wages	22,056	21,948	21,948	0
Fringe Benefits	3,546	3,542	3,542	0
Contractual Services	468,611	613,007	598,007	15,000
Materials and Supplies	12	20	20	0
Purchased Services	77	133	133	0
Total Income Tax Administration	<u>494,302</u>	<u>638,650</u>	<u>623,650</u>	<u>15,000</u>
Administrative Support:				
Salaries and Wages	129,243	156,954	156,954	0
Fringe Benefits	129,053	156,724	156,724	0
Contractual Services	1,816,913	3,676,834	3,178,767	498,067
Materials and Supplies	229,761	554,536	475,247	79,289
Purchased Services	4,567	11,141	9,377	1,764
Capital Outlay	43,835	43,835	0	43,835
Total Administrative Support	<u>2,353,372</u>	<u>4,600,024</u>	<u>3,977,069</u>	<u>622,955</u>
Land and Building:				
Salaries and Wages	613,402	671,580	671,580	0
Fringe Benefits	226,725	248,219	248,119	100
Contractual Services	76,642	61,719	61,719	0
Materials and Supplies	127,658	104,330	102,831	1,499
Purchased Services	607,520	566,099	504,279	61,820
Capital Outlay	12,700	12,700	11,290	1,410
Total Land and Building	<u>1,664,647</u>	<u>1,664,647</u>	<u>1,599,818</u>	<u>64,829</u>
Engineer:				
Salaries and Wages	59,515	59,515	12,563	46,952
Fringe Benefits	54,275	54,275	11,457	42,818
Contractual Services	115,925	115,925	101,714	14,211
Total Engineer	<u>229,715</u>	<u>229,715</u>	<u>125,734</u>	<u>103,981</u>
Total Legislative and Executive	<u>\$6,598,032</u>	<u>\$9,005,532</u>	<u>\$8,006,836</u>	<u>\$998,696</u>

(continued)

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Judicial System:				
Mayor's Court:				
Salaries and Wages	\$94,297	\$94,297	\$88,565	\$5,732
Fringe Benefits	24,057	24,057	22,595	1,462
Materials and Supplies	19,801	19,801	4,003	15,798
Purchased Services	2,644	2,644	480	2,164
Total Judicial System	<u>140,799</u>	<u>140,799</u>	<u>115,643</u>	<u>25,156</u>
Total General Government	<u>6,738,831</u>	<u>9,146,331</u>	<u>8,122,479</u>	<u>1,023,852</u>
Public Safety:				
Police:				
Law Enforcement:				
Salaries and Wages	2,706,096	2,706,096	2,665,234	40,862
Fringe Benefits	820,276	820,276	807,890	12,386
Contractual Services	65,485	65,485	45,014	20,471
Materials and Supplies	69,417	69,417	56,589	12,828
Purchased Services	92,349	92,349	65,152	27,197
Capital Outlay	203,107	203,107	190,955	12,152
Total Law Enforcement	<u>3,956,730</u>	<u>3,956,730</u>	<u>3,830,834</u>	<u>125,896</u>
Prisoner Support:				
Salaries and Wages	192,226	192,226	183,240	8,986
Fringe Benefits	60,413	60,413	57,589	2,824
Contractual Services	10,970	10,970	6,831	4,139
Materials and Supplies	29,474	29,474	18,042	11,432
Purchased Services	56	56	35	21
Total Prisoner Support	<u>293,139</u>	<u>293,139</u>	<u>265,737</u>	<u>27,402</u>
Traffic Control				
Materials and Supplies	19,654	19,654	13,009	6,645
Purchased Services	34,587	34,587	20,532	14,055
Total Traffic Control	<u>54,241</u>	<u>54,241</u>	<u>33,541</u>	<u>20,700</u>
Street Lighting:				
Purchased Services	128,501	128,501	100,438	28,063
Animal Control:				
Salaries and Wages	47,149	48,830	48,830	0
Fringe Benefits	22,989	23,809	23,809	0
Contractual Services	6,094	3,678	3,678	0
Materials and Supplies	988	903	596	307
Purchased Services	268	268	162	106
Total Animal Control	<u>77,488</u>	<u>77,488</u>	<u>77,075</u>	<u>413</u>
Total Police	<u>\$4,510,099</u>	<u>\$4,510,099</u>	<u>\$4,307,625</u>	<u>\$202,474</u>

(continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fire:				
Hydrants:				
Salaries and Wages	\$11,500	\$11,500	\$6,900	\$4,600
Fringe Benefits	1,777	1,777	1,066	711
Contractual Services	18,263	18,263	4,548	13,715
Materials and Supplies	14,737	14,737	3,172	11,565
Total Fire	46,277	46,277	15,686	30,591
Total Public Safety	4,556,376	4,556,376	4,323,311	233,065
Public Health and Social Services:				
Board of Health:				
Contractual Services	52,439	52,439	52,439	0
Cemetery:				
Salaries and Wages	82,763	92,502	92,502	0
Fringe Benefits	18,130	20,263	20,263	0
Contractual Services	1,306	1,100	1,100	0
Materials and Supplies	8,694	7,399	7,399	0
Total Cemetery	110,893	121,264	121,264	0
Human Services Department:				
Salaries and Wages	340,019	329,648	287,943	41,705
Fringe Benefits	85,725	85,725	72,596	13,129
Contractual Services	50,092	50,092	41,010	9,082
Materials and Supplies	114,337	114,337	85,060	29,277
Purchased Services	282,910	282,910	215,553	67,357
Total Human Services Department	873,083	862,712	702,162	160,550
Total Public Health and Social Services	1,036,415	1,036,415	875,865	160,550
Street Construction, Maintenance, and Repair:				
Street Repairs and Maintenance:				
Salaries and Wages	804,169	818,103	818,103	0
Fringe Benefits	345,456	351,442	351,442	0
Contractual Services	(805)	(140)	(140)	0
Materials and Supplies	69,805	49,220	12,544	36,676
Total Street Repairs and Maintenance	1,218,625	1,218,625	1,181,949	36,676
Vehicle Maintenance:				
Salaries and Wages	306,344	319,633	319,633	0
Fringe Benefits	108,604	113,315	113,315	0
Materials and Supplies	50,710	37,421	33,187	4,234
Purchased Services	133,638	128,927	95,177	33,750
Total Vehicle Maintenance	\$599,296	\$599,296	\$561,312	\$37,984

(continued)

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Snow and Ice Removal:				
Salaries and Wages	\$160,177	\$153,665	\$125,304	\$28,361
Fringe Benefits	24,543	24,543	19,200	5,343
Contractual Services	25,297	25,000	22,500	2,500
Materials and Supplies	25,560	32,369	28,012	4,357
Total Snow and Ice Removal	<u>235,577</u>	<u>235,577</u>	<u>195,016</u>	<u>40,561</u>
Total Street Construction, Maintenance and Repair	<u>2,053,498</u>	<u>2,053,498</u>	<u>1,938,277</u>	<u>115,221</u>
Housing and Community Development:				
Housing and Building Inspection:				
Salaries and Wages	353,390	353,390	334,623	18,767
Fringe Benefits	109,656	109,656	103,833	5,823
Contractual Services	29,660	27,227	13,719	13,508
Materials and Supplies	12,382	12,382	5,727	6,655
Purchased Services	9,794	9,794	4,844	4,950
Capital Outlay	11,000	11,000	0	11,000
Total Housing and Building Inspection	<u>525,882</u>	<u>523,449</u>	<u>462,746</u>	<u>60,703</u>
Board of Zoning Appeals:				
Contractual Services	<u>0</u>	<u>2,433</u>	<u>2,433</u>	<u>0</u>
Planning Commission:				
Salaries and Wages	2,252	2,252	2,177	75
Fringe Benefits	348	348	337	11
Contractual Services	11,000	11,000	1,190	9,810
Total Planning Commission	<u>13,600</u>	<u>13,600</u>	<u>3,704</u>	<u>9,896</u>
Urban Forestry:				
Salaries and Wages	222,628	209,201	202,752	6,449
Fringe Benefits	79,356	92,783	72,271	20,512
Contractual Services	43,213	43,213	24,004	19,209
Materials and Supplies	4,445	4,445	2,188	2,257
Purchased Services	9,354	9,354	4,501	4,853
Total Urban Forestry	<u>358,996</u>	<u>358,996</u>	<u>305,716</u>	<u>53,280</u>
Total Housing and Community Development	<u>898,478</u>	<u>898,478</u>	<u>774,599</u>	<u>123,879</u>
Basic Utility Services:				
Service Department:				
Salaries and Wages	235,906	236,293	233,327	2,966
Fringe Benefits	89,293	88,906	87,328	1,578
Contractual Services	787	787	426	361
Materials and Supplies	22,057	22,057	11,882	10,175
Purchased Services	9,992	9,992	4,503	5,489
Capital Outlay	546,522	546,522	545,203	1,319
Total Service Department	<u>\$904,557</u>	<u>\$904,557</u>	<u>\$882,669</u>	<u>\$21,888</u>

(continued)

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Solid Waste and Recycling:				
Salaries and Wages	\$441,190	\$441,190	\$395,964	\$45,226
Fringe Benefits	120,262	120,262	107,934	12,328
Contractual Services	415,269	415,269	281,084	134,185
Materials and Supplies	3,977	3,977	2,866	1,111
Purchased Services	32,168	32,168	25,283	6,885
Total Solid Waste and Recycling	1,012,866	1,012,866	813,131	199,735
Storm Sewers and Drains:				
Salaries and Wages	35,501	35,501	21,620	13,881
Fringe Benefits	5,484	5,484	3,340	2,144
Materials and Supplies	18,541	18,541	7,041	11,500
Purchased Services	21,613	21,613	7,959	13,654
Total Storm Sewers and Drains	81,139	81,139	39,960	41,179
Total Basic Utility Services	1,998,562	1,998,562	1,735,760	262,802
<i>Total Expenditures</i>	<i>17,282,160</i>	<i>19,689,660</i>	<i>17,770,291</i>	<i>1,919,369</i>
<i>Excess of Revenues Under Expenditures</i>	<i>(2,220,799)</i>	<i>(2,229,299)</i>	<i>(205,253)</i>	<i>2,024,046</i>
Other Financing Sources (Uses)				
Sale of Capital Assets	15,000	15,000	18,236	3,236
Advance In	550,000	550,000	550,000	0
Advances Out	0	(300,000)	(300,000)	0
Transfers In	150,000	0	0	0
Transfers Out	(1,250,000)	(1,204,171)	(1,204,171)	0
Total Other Financing Sources (Uses)	(535,000)	(939,171)	(935,935)	3,236
Net Change in Fund Balance	(2,755,799)	(3,168,470)	(1,141,188)	2,027,282
<i>Fund Balance Beginning of Year</i>	<i>7,460,450</i>	<i>7,460,450</i>	<i>7,460,450</i>	<i>0</i>
Prior Year Encumbrances Appropriated	482,626	482,626	482,626	0
Fund Balance End of Year	\$5,187,277	\$4,774,606	\$6,801,888	\$2,027,282

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$1,954,640	\$1,954,640	\$1,712,721	(\$241,919)
Intergovernmental	5,500	5,500	236,160	230,660
Interest	3,252	3,252	2,161	(1,091)
Miscellaneous	2,000	2,000	19,680	17,680
<i>Total Revenues</i>	<u>1,965,392</u>	<u>1,965,392</u>	<u>1,970,722</u>	<u>5,330</u>
Expenditures				
Current:				
Public Safety:				
Fire:				
Salaries and Wages	1,589,176	1,589,176	1,586,050	3,126
Fringe Benefits	556,022	556,022	541,187	14,835
Contractual Services	9,255	11,734	8,574	3,160
Materials and Supplies	43,583	47,958	41,513	6,445
Purchased Services	126,535	149,681	102,611	47,070
Capital Outlay	30,000	0	0	0
<i>Total Expenditures</i>	<u>2,354,571</u>	<u>2,354,571</u>	<u>2,279,935</u>	<u>74,636</u>
<i>Excess of Revenues Under Expenditures</i>	(389,179)	(389,179)	(309,213)	79,966
Other Financing Sources				
Transfers In	300,000	300,000	300,000	0
<i>Net Change in Fund Balance</i>	(89,179)	(89,179)	(9,213)	79,966
<i>Fund Balance Beginning of Year</i>	216,300	216,300	216,300	0
Prior Year Encumbrances Appropriated	14,239	14,239	14,239	0
<i>Fund Balance End of Year</i>	<u>\$141,360</u>	<u>\$141,360</u>	<u>\$221,326</u>	<u>\$79,966</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Special Assessments	<u>\$600,000</u>	<u>\$950,000</u>	<u>\$949,306</u>	<u>(\$694)</u>
Expenditures				
Debt Service:				
Principal Retirement	406,000	406,000	406,000	0
Interest and Fiscal Charges	<u>190,330</u>	<u>190,330</u>	<u>175,833</u>	<u>14,497</u>
<i>Total Expenditures</i>	<u>596,330</u>	<u>596,330</u>	<u>581,833</u>	<u>14,497</u>
<i>Net Change in Fund Balance</i>	3,670	353,670	367,473	13,803
<i>Fund Balance Beginning of Year</i>	<u>156,165</u>	<u>156,165</u>	<u>156,165</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$159,835</u></u>	<u><u>\$509,835</u></u>	<u><u>\$523,638</u></u>	<u><u>\$13,803</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$960,000	\$960,000	\$960,000	\$0
Intergovernmental	1,268,100	1,268,100	1,305,146	37,046
Interest	38,174	13,655	3,045	(10,610)
Miscellaneous	1,401,981	501,500	502,410	910
<i>Total Revenues</i>	3,668,255	2,743,255	2,770,601	27,346
Expenditures				
Capital Outlay:				
Capital Outlay	3,368,891	1,768,891	1,171,358	597,533
<i>Excess of Revenues Over Expenditures</i>	299,364	974,364	1,599,243	624,879
Other Financing Uses				
Transfers Out	(346,721)	(1,346,721)	(1,346,721)	0
<i>Net Change in Fund Balance</i>	(47,357)	(372,357)	252,522	624,879
<i>Fund Balance Beginning of Year</i>	112,839	112,839	112,839	0
Prior Year Encumbrances Appropriated	342,891	342,891	342,891	0
<i>Fund Balance End of Year</i>	<u>\$408,373</u>	<u>\$83,373</u>	<u>\$708,252</u>	<u>\$624,879</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$1,200,000	\$1,200,000	\$1,200,000	\$0
Interest	5,071	5,071	4,651	(420)
<i>Total Revenues</i>	<u>1,205,071</u>	<u>1,205,071</u>	<u>1,204,651</u>	<u>(420)</u>
Expenditures				
Capital Outlay:				
Capital Outlay	<u>1,046,606</u>	<u>2,386,606</u>	<u>2,109,647</u>	<u>276,959</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>158,465</u>	<u>(1,181,535)</u>	<u>(904,996)</u>	<u>276,539</u>
Other Financing Sources (Uses)				
Transfers In	0	1,200,000	1,200,000	0
Transfers Out	<u>(415,423)</u>	<u>(415,423)</u>	<u>(415,423)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(415,423)</u>	<u>784,577</u>	<u>784,577</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(256,958)	(396,958)	(120,419)	276,539
<i>Fund Balance Beginning of Year</i>	403,610	403,610	403,610	0
Prior Year Encumbrances Appropriated	<u>63,606</u>	<u>63,606</u>	<u>63,606</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$210,258</u>	<u>\$70,258</u>	<u>\$346,797</u>	<u>\$276,539</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$240,000	\$240,000	\$240,000	\$0
Interest	917	917	1,118	201
<i>Total Revenues</i>	<u>240,917</u>	<u>240,917</u>	<u>241,118</u>	<u>201</u>
Expenditures				
Capital Outlay:				
Road Repaving:				
Materials and Supplies	120,476	104,110	16,498	87,612
Purchased Services	203,634	220,000	173,697	46,303
<i>Total Expenditures</i>	<u>324,110</u>	<u>324,110</u>	<u>190,195</u>	<u>133,915</u>
<i>Net Change in Fund Balance</i>	(83,193)	(83,193)	50,923	134,116
<i>Fund Balance Beginning of Year</i>	143,119	143,119	143,119	0
Prior Year Encumbrances Appropriated	<u>24,110</u>	<u>24,110</u>	<u>24,110</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$84,036</u></u>	<u><u>\$84,036</u></u>	<u><u>\$218,152</u></u>	<u><u>\$134,116</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$35,000	\$35,000	\$36,514	\$1,514
Interest	272	272	300	28
<i>Total Revenues</i>	35,272	35,272	36,814	1,542
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Street Repair and Maintenance:				
Capital Outlay	35,000	35,000	35,000	0
<i>Net Change in Fund Balance</i>	272	272	1,814	1,542
<i>Fund Balance Beginning of Year</i>	59,451	59,451	59,451	0
<i>Fund Balance End of Year</i>	<u>\$59,723</u>	<u>\$59,723</u>	<u>\$61,265</u>	<u>\$1,542</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$570,000	\$570,000	\$593,496	\$23,496
Interest	2,843	2,843	2,439	(404)
<i>Total Revenues</i>	<u>572,843</u>	<u>572,843</u>	<u>595,935</u>	<u>23,092</u>
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Snow and Ice Removal:				
Materials and Supplies	20,771	20,771	20,375	396
Purchased Services	498,556	498,556	498,556	0
Capital Outlay	284,158	284,158	278,048	6,110
<i>Total Expenditures</i>	<u>803,485</u>	<u>803,485</u>	<u>796,979</u>	<u>6,506</u>
<i>Net Change in Fund Balance</i>	(230,642)	(230,642)	(201,044)	29,598
<i>Fund Balance Beginning of Year</i>	454,436	454,436	454,436	0
Prior Year Encumbrances Appropriated	<u>103,485</u>	<u>103,485</u>	<u>103,485</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$327,279</u></u>	<u><u>\$327,279</u></u>	<u><u>\$356,877</u></u>	<u><u>\$29,598</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$45,700	\$45,700	\$48,122	\$2,422
Interest	711	711	819	108
<i>Total Revenues</i>	<u>46,411</u>	<u>46,411</u>	<u>48,941</u>	<u>2,530</u>
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Route 21 Center Strip:				
Salaries and Wages	12,000	12,000	4,178	7,822
Fringe Benefits	1,600	1,600	646	954
Purchased Services	85,000	85,000	85,000	0
<i>Total Expenditures</i>	<u>98,600</u>	<u>98,600</u>	<u>89,824</u>	<u>8,776</u>
<i>Net Change in Fund Balance</i>	(52,189)	(52,189)	(40,883)	11,306
<i>Fund Balance Beginning of Year</i>	<u>143,733</u>	<u>143,733</u>	<u>143,733</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$91,544</u></u>	<u><u>\$91,544</u></u>	<u><u>\$102,850</u></u>	<u><u>\$11,306</u></u>

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	\$952,750	\$952,750	\$853,683	(\$99,067)
Intergovernmental	3,000	3,000	2,478	(522)
Interest	1,726	1,726	2,531	805
Donations	3,750	3,750	4,079	329
Rentals	55,150	55,150	45,227	(9,923)
Miscellaneous	12,200	12,200	21,682	9,482
<i>Total Revenues</i>	<u>1,028,576</u>	<u>1,028,576</u>	<u>929,680</u>	<u>(98,896)</u>
Expenditures				
Current:				
Recreational Activities:				
Community Center:				
Salaries and Wages	950,559	953,826	936,939	16,887
Fringe Benefits	297,999	303,733	303,733	0
Contractual Services	222,881	229,464	199,600	29,864
Materials and Supplies	163,355	161,342	113,264	48,078
Purchased Services	311,878	298,307	252,940	45,367
Capital Outlay	107,500	107,500	62,365	45,135
<i>Total Expenditures</i>	<u>2,054,172</u>	<u>2,054,172</u>	<u>1,868,841</u>	<u>185,331</u>
<i>Excess of Revenues Under Expenditures</i>	(1,025,596)	(1,025,596)	(939,161)	86,435
Other Financing Sources				
Transfers In	800,000	800,000	800,000	0
<i>Net Change in Fund Balance</i>	(225,596)	(225,596)	(139,161)	86,435
<i>Fund Balance Beginning of Year</i>	390,362	390,362	390,362	0
Prior Year Encumbrances Appropriated	35,164	35,164	35,164	0
<i>Fund Balance End of Year</i>	<u>\$199,930</u>	<u>\$199,930</u>	<u>\$286,365</u>	<u>\$86,435</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$574,895	\$574,894	\$503,741	(\$71,153)
Intergovernmental	0	300,000	372,695	72,695
Interest	1,510	1,510	1,899	389
<i>Total Revenues</i>	<u>576,405</u>	<u>876,404</u>	<u>878,335</u>	<u>1,931</u>
Expenditures				
Current:				
Street Construction, Maintenance, and Repair:				
Street Repair and Maintenance:				
Contractual Services	41,000	5,000	3,273	1,727
Purchased Services	164,000	20,000	5,023	14,977
Capital Outlay	530,000	1,035,000	987,105	47,895
<i>Total Expenditures</i>	<u>735,000</u>	<u>1,060,000</u>	<u>995,401</u>	<u>64,599</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(158,595)</u>	<u>(183,596)</u>	<u>(117,066)</u>	<u>66,530</u>
Other Financing Source (Uses)				
Advances In	0	300,000	300,000	0
Advances Out	0	(300,000)	(300,000)	0
Transfers Out	(22,956)	(22,956)	(22,956)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(22,956)</u>	<u>(22,956)</u>	<u>(22,956)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(181,551)	(206,552)	(140,022)	66,530
<i>Fund Balance Beginning of Year</i>	<u>286,472</u>	<u>286,472</u>	<u>286,472</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$104,921</u></u>	<u><u>\$79,920</u></u>	<u><u>\$146,450</u></u>	<u><u>\$66,530</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$0	\$3,000	\$3,087	\$87
Interest	25	25	29	4
<i>Total Revenues</i>	<u>25</u>	<u>3,025</u>	<u>3,116</u>	<u>91</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive:				
Federal Equitable Sharing				
Materials and Supplies	4,000	4,000	0	4,000
<i>Net Change in Fund Balance</i>	(3,975)	(975)	3,116	4,091
<i>Fund Balance Beginning of Year</i>	<u>4,681</u>	<u>4,681</u>	<u>4,681</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$706</u></u>	<u><u>\$3,706</u></u>	<u><u>\$7,797</u></u>	<u><u>\$4,091</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$600	\$600	\$700	\$100
Interest	110	110	105	(5)
<i>Total Revenues</i>	<u>710</u>	<u>710</u>	<u>805</u>	<u>95</u>
Expenditures				
Current:				
Public Safety:				
Police:				
Contractual Services	1,000	1,000	27	973
Materials and Supplies	15,000	15,000	0	15,000
<i>Total Expenditures</i>	<u>16,000</u>	<u>16,000</u>	<u>27</u>	<u>15,973</u>
<i>Net Change in Fund Balance</i>	(15,290)	(15,290)	778	16,068
<i>Fund Balance Beginning of Year</i>	<u>20,498</u>	<u>20,498</u>	<u>20,498</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$5,208</u></u>	<u><u>\$5,208</u></u>	<u><u>\$21,276</u></u>	<u><u>\$16,068</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$1,600	\$1,600	\$1,324	(\$276)
Intergovernmental	2,400	2,400	2,600	200
Interest	164	164	126	(38)
<i>Total Revenues</i>	<u>4,164</u>	<u>4,164</u>	<u>4,050</u>	<u>(114)</u>
Expenditures				
Current:				
Public Safety:				
Police:				
Salaries and Wages	1,528	1,316	1,316	0
Fringe Benefits	484	396	276	120
Materials and Supplies	11,332	11,500	0	11,500
Purchased Services	8,938	9,070	4,865	4,205
<i>Total Expenditures</i>	<u>22,282</u>	<u>22,282</u>	<u>6,457</u>	<u>15,825</u>
<i>Net Change in Fund Balance</i>	(18,118)	(18,118)	(2,407)	15,711
<i>Fund Balance Beginning of Year</i>	<u>27,044</u>	<u>27,044</u>	<u>27,044</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$8,926</u></u>	<u><u>\$8,926</u></u>	<u><u>\$24,637</u></u>	<u><u>\$15,711</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$15,000	\$15,000	\$16,176	\$1,176
Intergovernmental	1,197	1,197	1,165	(32)
<i>Total Revenues</i>	<u>16,197</u>	<u>16,197</u>	<u>17,341</u>	<u>1,144</u>
Expenditures				
Current:				
General Government:				
Judicial:				
Court Computerization:				
Materials and Supplies	30,000	30,000	7,545	22,455
Capital Outlay	50,000	50,000	0	50,000
<i>Total Expenditures</i>	<u>80,000</u>	<u>80,000</u>	<u>7,545</u>	<u>72,455</u>
<i>Net Change in Fund Balance</i>	(63,803)	(63,803)	9,796	73,599
<i>Fund Balance Beginning of Year</i>	<u>225,923</u>	<u>225,923</u>	<u>225,923</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$162,120</u></u>	<u><u>\$162,120</u></u>	<u><u>\$235,719</u></u>	<u><u>\$73,599</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$4,000	\$5,000	\$5,000	\$0
Interest	24	24	24	0
<i>Total Revenues</i>	<u>4,024</u>	<u>5,024</u>	<u>5,024</u>	<u>0</u>
Expenditures				
Current:				
Basic Utility Services:				
Rubbish Recycling:				
Materials and Supplies	6,000	7,000	5,000	2,000
Capital Outlay	1,000	0	0	0
<i>Total Expenditures</i>	<u>7,000</u>	<u>7,000</u>	<u>5,000</u>	<u>2,000</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(2,976)	(1,976)	24	2,000
Other Financing Sources				
Transfers In	0	2,000	2,000	0
<i>Net Change in Fund Balance</i>	(2,976)	24	2,024	2,000
<i>Fund Balance Beginning of Year</i>	<u>4,389</u>	<u>4,389</u>	<u>4,389</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,413</u></u>	<u><u>\$4,413</u></u>	<u><u>\$6,413</u></u>	<u><u>\$2,000</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Licenses and Permits	\$5,000	\$5,000	\$3,850	(\$1,150)
Intergovernmental	0	6,301	6,250	(51)
<i>Total Revenues</i>	<u>5,000</u>	<u>11,301</u>	<u>10,100</u>	<u>(1,201)</u>
Expenditures				
Current:				
Housing and Community Development:				
Tree Planning:				
Salaries and Wages	11,727	74,678	16,742	57,936
Fringe Benefits	133	1,784	1,784	0
Contractual Services	45,068	84,125	10,446	73,679
Materials and Supplies	13,072	24,400	10,608	13,792
<i>Total Expenditures</i>	<u>70,000</u>	<u>184,987</u>	<u>39,580</u>	<u>145,407</u>
<i>Excess of Revenues Under Expenditures</i>	(65,000)	(173,686)	(29,480)	144,206
Other Financing Sources				
Transfers In	0	102,171	102,171	0
<i>Net Change in Fund Balance</i>	(65,000)	(71,515)	72,691	144,206
<i>Fund Balance Beginning of Year</i>	<u>90,195</u>	<u>90,195</u>	<u>90,195</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$25,195</u>	<u>\$18,680</u>	<u>\$162,886</u>	<u>\$144,206</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$2,658	\$158	\$111	(\$47)
Expenditures				
Current:				
Public Safety:				
Police:				
Materials and Supplies	20,000	20,000	16,010	3,990
<i>Net Change in Fund Balance</i>	(17,342)	(19,842)	(15,899)	3,943
<i>Fund Balance Beginning of Year</i>	28,168	28,168	28,168	0
<i>Fund Balance End of Year</i>	<u>\$10,826</u>	<u>\$8,326</u>	<u>\$12,269</u>	<u>\$3,943</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$500	\$4,500	\$4,332	(\$168)
Interest	232	232	223	(9)
<i>Total Revenues</i>	732	4,732	4,555	(177)
Expenditures				
Current:				
Public Safety:				
Police:				
Materials and Supplies	35,000	35,000	0	35,000
<i>Net Change in Fund Balance</i>	(34,268)	(30,268)	4,555	34,823
<i>Fund Balance Beginning of Year</i>	41,473	41,473	41,473	0
<i>Fund Balance End of Year</i>	<u>\$7,205</u>	<u>\$11,205</u>	<u>\$46,028</u>	<u>\$34,823</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Fines and Forfeitures	\$1,500	\$1,500	\$1,225	(\$275)
Interest	293	293	279	(14)
<i>Total Revenues</i>	<u>1,793</u>	<u>1,793</u>	<u>1,504</u>	<u>(289)</u>
Expenditures				
Current:				
Public Safety:				
Police:				
Materials and Supplies	10,000	10,000	0	10,000
Purchased Services	5,000	5,000	0	5,000
<i>Total Expenditures</i>	<u>15,000</u>	<u>15,000</u>	<u>0</u>	<u>15,000</u>
<i>Net Change in Fund Balance</i>	(13,207)	(13,207)	1,504	14,711
<i>Fund Balance Beginning of Year</i>	<u>54,921</u>	<u>54,921</u>	<u>54,921</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$41,714</u></u>	<u><u>\$41,714</u></u>	<u><u>\$56,425</u></u>	<u><u>\$14,711</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Property Taxes	\$172,468	\$172,468	\$151,122	(\$21,346)
Intergovernmental	0	0	21,864	21,864
<i>Total Revenues</i>	<u>172,468</u>	<u>172,468</u>	<u>172,986</u>	<u>518</u>
Expenditures				
Current:				
Public Safety:				
Police:				
Fringe Benefits	170,000	170,000	120,000	50,000
Contractual Services	500	500	118	382
<i>Total Expenditures</i>	<u>170,500</u>	<u>170,500</u>	<u>120,118</u>	<u>50,382</u>
<i>Net Change in Fund Balance</i>	1,968	1,968	52,868	50,900
<i>Fund Balance Beginning of Year</i>	<u>101,968</u>	<u>101,968</u>	<u>101,968</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$103,936</u></u>	<u><u>\$103,936</u></u>	<u><u>\$154,836</u></u>	<u><u>\$50,900</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
General Government:				
Legislative and Executive:				
Memorials:				
Materials and Supplies	<u>7,000</u>	<u>7,000</u>	<u>0</u>	<u>7,000</u>
<i>Net Change in Fund Balance</i>	(7,000)	(7,000)	0	7,000
<i>Fund Balance Beginning of Year</i>	<u>7,774</u>	<u>7,774</u>	<u>7,774</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$774</u></u>	<u><u>\$774</u></u>	<u><u>\$7,774</u></u>	<u><u>\$7,000</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$536	\$6	\$6	\$0
Expenditures				
Current:				
Public Safety:				
Peace Officer Training:				
Salaries and Wages	1,500	0	0	0
Contractual Services	1,385	2,361	1,385	976
<i>Total Expenditures</i>	<u>2,885</u>	<u>2,361</u>	<u>1,385</u>	<u>976</u>
<i>Net Change in Fund Balance</i>	(2,349)	(2,355)	(1,379)	976
<i>Fund Balance Beginning of Year</i>	1,971	1,971	1,971	0
Prior Year Encumbrances Appropriated	385	385	385	0
<i>Fund Balance End of Year</i>	<u><u>\$7</u></u>	<u><u>\$1</u></u>	<u><u>\$977</u></u>	<u><u>\$976</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Debt Service:				
Principal Retirement	515,000	515,000	515,000	0
Interest and Fiscal Charges	<u>236,216</u>	<u>236,216</u>	<u>219,190</u>	<u>17,026</u>
<i>Total Expenditures</i>	<u>751,216</u>	<u>751,216</u>	<u>734,190</u>	<u>17,026</u>
<i>Excess of Revenues Under Expenditures</i>	(751,216)	(751,216)	(734,190)	17,026
Other Financing Sources				
Transfers In	<u>731,216</u>	<u>731,216</u>	<u>731,216</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(20,000)	(20,000)	(2,974)	17,026
<i>Fund Balance Beginning of Year</i>	<u>120,594</u>	<u>120,594</u>	<u>120,594</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$100,594</u>	<u>\$100,594</u>	<u>\$117,620</u>	<u>\$17,026</u>

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$3,279	\$3,279	\$0	(\$3,279)
Interest	4,375	4,375	2,121	(2,254)
<i>Total Revenues</i>	<u>7,654</u>	<u>7,654</u>	<u>2,121</u>	<u>(5,533)</u>
Expenditures				
Capital Outlay:				
Contractual Services	5,000	5,000	0	5,000
Capital Outlay	659,429	659,429	539,875	119,554
Total Capital Outlay	664,429	664,429	539,875	124,554
Debt Service:				
Principal Retirement	53,885	53,885	53,884	1
<i>Total Expenditures</i>	<u>718,314</u>	<u>718,314</u>	<u>593,759</u>	<u>124,555</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(710,660)</u>	<u>(710,660)</u>	<u>(591,638)</u>	<u>119,022</u>
Other Financing Sources (Uses)				
OPWC Loans Issued	226,721	226,721	226,721	0
Advances Out	(250,000)	(250,000)	(250,000)	0
Transfers In	53,884	53,884	53,884	0
Transfers Out	0	(200,000)	(200,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>30,605</u>	<u>(169,395)</u>	<u>(169,395)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(680,055)	(880,055)	(761,033)	119,022
<i>Fund Balance Beginning of Year</i>	423,685	423,685	423,685	0
Prior Year Encumbrances Appropriated	549,429	549,429	549,429	0
<i>Fund Balance End of Year</i>	<u>\$293,059</u>	<u>\$93,059</u>	<u>\$212,081</u>	<u>\$119,022</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Licenses and Permits	\$45,000	\$45,000	\$46,934	\$1,934
Interest	488	488	509	21
<i>Total Revenues</i>	<u>45,488</u>	<u>45,488</u>	<u>47,443</u>	<u>1,955</u>
Expenditures				
Capital Outlay:				
Capital Outlay	92,160	129,860	127,500	2,360
Other	16,400	1,400	58	1,342
<i>Total Expenditures</i>	<u>108,560</u>	<u>131,260</u>	<u>127,558</u>	<u>3,702</u>
<i>Net Change in Fund Balance</i>	(63,072)	(85,772)	(80,115)	5,657
<i>Fund Balance Beginning of Year</i>	95,409	95,409	95,409	0
Prior Year Encumbrances Appropriated	14,660	14,660	14,660	0
<i>Fund Balance End of Year</i>	<u>\$46,997</u>	<u>\$24,297</u>	<u>\$29,954</u>	<u>\$5,657</u>

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
Capital Outlay	200,000	200,000	2,775	197,225
<i>Net Change in Fund Balance</i>	(200,000)	(200,000)	(2,775)	197,225
<i>Fund Balance Beginning of Year</i>	516,586	516,586	516,586	0
<i>Fund Balance End of Year</i>	\$316,586	\$316,586	\$513,811	\$197,225

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Licenses and Permits	\$10,250	\$16,250	\$27,750	\$11,500
Interest	278	278	300	22
<i>Total Revenues</i>	10,528	16,528	28,050	11,522
Expenditures				
Capital Outlay:				
Contractual Services	30,500	30,500	11,819	18,681
<i>Net Change in Fund Balance</i>	(19,972)	(13,972)	16,231	30,203
<i>Fund Balance Beginning of Year</i>	283,760	283,760	283,760	0
Prior Year Encumbrances Appropriated	5,500	5,500	5,500	0
<i>Fund Balance End of Year</i>	<u>\$269,288</u>	<u>\$275,288</u>	<u>\$305,491</u>	<u>\$30,203</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Charges for Services	\$240,000	\$240,000	\$254,248	\$14,248
Interest	2,774	2,774	3,123	349
<i>Total Revenues</i>	<u>242,774</u>	<u>242,774</u>	<u>257,371</u>	<u>14,597</u>
Expenditures				
Capital Outlay:				
Contractual Services	22,000	22,000	20,419	1,581
Capital Outlay	375,382	375,382	274,259	101,123
<i>Total Expenditures</i>	<u>397,382</u>	<u>397,382</u>	<u>294,678</u>	<u>102,704</u>
<i>Net Change in Fund Balance</i>	(154,608)	(154,608)	(37,307)	117,301
<i>Fund Balance Beginning of Year</i>	342,067	342,067	342,067	0
Prior Year Encumbrances Appropriated	206,382	206,382	206,382	0
<i>Fund Balance End of Year</i>	<u>\$393,841</u>	<u>\$393,841</u>	<u>\$511,142</u>	<u>\$117,301</u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$6,593	\$6,593	\$6,748	\$155
Miscellaneous	0	100,000	102,826	2,826
<i>Total Revenues</i>	<u>6,593</u>	<u>106,593</u>	<u>109,574</u>	<u>2,981</u>
Expenses				
Purchased Services	8,000	8,000	3,020	4,980
Claims	333,000	333,000	38,013	294,987
<i>Total Expenses</i>	<u>341,000</u>	<u>341,000</u>	<u>41,033</u>	<u>299,967</u>
<i>Net Change in Fund Equity</i>	(334,407)	(234,407)	68,541	302,948
<i>Fund Equity Beginning of Year</i>	<u>1,301,948</u>	<u>1,301,948</u>	<u>1,301,948</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$967,541</u></u>	<u><u>\$1,067,541</u></u>	<u><u>\$1,370,489</u></u>	<u><u>\$302,948</u></u>

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

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Interest	\$16	\$16	\$16	\$0
Expenses				
Materials and Supplies	20	20	0	20
<i>Net Change in Fund Equity</i>	(4)	(4)	16	20
<i>Fund Equity Beginning of Year</i>	3,025	3,025	3,025	0
<i>Fund Equity End of Year</i>	<u>\$3,021</u>	<u>\$3,021</u>	<u>\$3,041</u>	<u>\$20</u>



The Board of Zoning Appeals meets on the 1st Monday, after the 1st Tuesday of each month at 7:30 pm in the Community Room at Brecksville City Hall. The Board of Zoning Appeals hear and decide appeals for exceptions to and variances in the application of zoning ordinances and regulations, and orders and regulations of administrative officials or agencies governing zoning.

The City code requires all contractors, large or small, to be registered with the City of Brecksville prior to starting any job. The Brecksville Building

Department stands ready to assist residents and businesses, as well as, contractors with all building code regulations.





Three employees of the Brecksville Building Department are State Certified Building Inspectors, Electrical Inspectors, and Residential Building Officials.



The Brecksville Building Department Clerks are both Secretaries of the Board of Zoning Appeals and the Planning Commission.

Statistical Section

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

Contents	Pages(s)
<i>Financial Trends</i>	<i>S2 – S11</i>
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>	<i>S12 – S19</i>
These schedules contain information to help the reader assess the City's most significant local revenue, the property tax and the municipal income tax.	
<i>Debt Capacity</i>	<i>S20 – S23</i>
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
<i>Economic and Demographic Information</i>	<i>S24 – S25</i>
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>	<i>S26 – S31</i>
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

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

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

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Governmental Activities				
Net Investment in Capital Assets	\$72,417,114	\$70,119,261	\$66,408,438	\$65,615,699
Restricted:				
Capital Projects	329,701	232,792	3,045,641	801,922
Debt Service	4,805,954	4,901,981	5,840,447	5,713,451
Community Center	146,894	N/A	N/A	N/A
Court Computerization	235,719	N/A	N/A	N/A
Fire Department	238,486	99,629	311,661	424,696
Police Department	410,660	N/A	N/A	N/A
Road Maintenance	215,326	345,691	137,076	402,803
Street Construction, Maintenance, and Repair	1,015,590	853,116	725,291	825,033
Other Purposes	37,646	860,505	1,309,947	788,783
Unrestricted	<u>16,694,528</u>	<u>15,190,625</u>	<u>9,915,091</u>	<u>10,215,534</u>
<i>Total Governmental Activities Net Position</i>	<u><u>\$96,547,618</u></u>	<u><u>\$92,603,600</u></u>	<u><u>\$87,693,592</u></u>	<u><u>\$84,787,921</u></u>

2009	2008	2007	2006	2005	2004
\$63,486,515	\$60,276,377	\$58,749,092	\$56,037,345	\$53,341,748	\$50,304,248
1,937,585	5,036,864	5,991,605	4,400,084	5,885,715	4,953,157
6,445,832	4,407,165	4,811,900	5,162,626	5,320,046	4,493,213
361,444	538,139	282,524	218,840	151,056	185,522
N/A	N/A	N/A	N/A	N/A	N/A
706,135	514,548	375,265	279,010	429,565	370,646
N/A	N/A	N/A	N/A	N/A	N/A
570,816	589,223	N/A	N/A	N/A	N/A
1,170,024	927,115	876,258	1,110,622	1,195,093	999,759
716,987	734,022	1,296,150	697,202	502,465	642,334
6,771,495	8,367,960	8,379,624	9,390,837	7,318,052	5,689,748
<u>\$82,166,833</u>	<u>\$81,391,413</u>	<u>\$80,762,418</u>	<u>\$77,296,566</u>	<u>\$74,143,740</u>	<u>\$67,638,627</u>

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

	2013	2012	2011	2010
Program Revenues				
Governmental Activities:				
Charges for Services:				
General Government:				
Legislative and Executive	\$840,125	\$2,299,783	\$279,495	\$286,925
Judicial System	20,172	20,671	20,697	25,697
Public Safety:				
Police	211,069	226,459	203,272	217,057
Fire	250,218	279,871	242,973	240,339
Public Health and Social Services	39,658	43,699	28,694	56,109
Street Construction, Maintenance, and Repair	94,951	91,811	95,030	91,510
Housing and Community Development	37,370	46,690	42,223	54,910
Basic Utility Services	106,846	237,193	98,226	125,501
Recreational Activities	945,844	1,111,284	990,728	979,197
Subtotal - Charges for Services	<u>2,546,253</u>	<u>4,357,461</u>	<u>2,001,338</u>	<u>2,077,245</u>
Operating Grants and Contributions:				
General Government:				
Legislative and Executive	10,319	1,536	840	1,675
Judicial System	1,327	1,911	20	54
Public Safety:				
Police	32,227	24,616	27,905	36,852
Fire	231,789	248,914	275,546	394,314
Public Health and Social Services	1,604	239	91	345
Street Construction, Maintenance, and Repair	1,067,022	735,099	750,313	792,508
Housing and Community Development	8,917	6,474	18,878	253
Basic Utility Services	8,198	4,521	678	3,939
Recreational Activities	6,557	6,782	3,985	3,615
Subtotal - Operating Grants and Contributions	<u>1,367,960</u>	<u>1,030,092</u>	<u>1,078,256</u>	<u>1,233,555</u>
Capital Grants and Contributions:				
Street Construction, Maintenance, and Repair	0	0	0	0
Housing and Community Development	0	0	0	0
Basic Utility Services	735,758	1,302,454	279,119	1,081,781
Recreational Activities	0	0	0	295,000
Subtotal - Capital Grants and Contributions	<u>735,758</u>	<u>1,302,454</u>	<u>279,119</u>	<u>1,376,781</u>
<i>Total Governmental Program Revenues</i>	<u>\$4,649,971</u>	<u>\$6,690,007</u>	<u>\$3,358,713</u>	<u>\$4,687,581</u>

2009	2008	2007	2006	2005	2004
\$403,381	\$769,088	\$513,336	\$350,725	\$87,170	\$151,662
22,352	25,311	201,864	316,831	326,593	349,991
185,652	277,326	9,085	42,463	20,849	8,841
794	1,340	3,255	50	669	2,853
6,327	7,328	7,906	37,060	37,965	93,342
73,991	117,325	105,053	0	0	0
45,320	54,992	55,745	186,792	214,392	192,314
107,303	124,950	116,823	31,480	56,030	39,616
884,283	1,012,924	910,748	862,767	884,160	782,684
<u>1,729,403</u>	<u>2,390,584</u>	<u>1,923,815</u>	<u>1,828,168</u>	<u>1,627,828</u>	<u>1,621,303</u>
21,673	5,378	5,010	2,590	1,330	11,400
35	112	131	0	0	0
39,224	10,071	29,040	25,883	33,445	41,675
387,424	14,629	175	6,816	7,584	0
33	117	114	325	0	0
794,864	697,756	668,446	639,195	638,155	637,407
189	727	583	0	2,281	0
4,002	5,226	3,376	0	7,745	5,907
4,017	3,197	2,788	9,086	8,846	4,836
<u>1,251,461</u>	<u>737,213</u>	<u>709,663</u>	<u>683,895</u>	<u>699,386</u>	<u>701,225</u>
0	0	0	48,859	2,619,017	1,394,171
0	0	0	4,236	0	0
300,000	0	0	0	278,298	0
0	0	0	0	0	724,841
<u>300,000</u>	<u>0</u>	<u>0</u>	<u>53,095</u>	<u>2,897,315</u>	<u>2,119,012</u>
<u>\$3,280,864</u>	<u>\$3,127,797</u>	<u>\$2,633,478</u>	<u>\$2,565,158</u>	<u>\$5,224,529</u>	<u>\$4,441,540</u>

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

	2013	2012	2011	2010
Expenses				
Governmental Activities:				
General Government:				
Legislative and Executive	\$5,483,124	\$5,786,026	\$5,499,027	\$5,647,128
Judicial System	97,176	108,293	198,239	210,129
Public Safety:				
Police	4,630,560	4,537,860	3,992,061	4,240,615
Fire	2,305,771	2,318,180	2,314,537	2,413,597
Public Health and Social Services	1,088,378	1,092,369	1,048,646	1,144,253
Street Construction, Maintenance, and Repair	4,652,589	3,654,599	4,059,126	4,007,522
Housing and Community Development	795,200	962,912	852,056	833,662
Basic Utility Services	2,044,860	2,133,946	1,726,275	1,366,953
Recreational Activities	2,129,059	2,074,033	2,078,502	2,001,190
Interest and Fiscal Charges	400,314	493,021	557,354	602,512
<i>Total Governmental Activities Expenses</i>	<u>23,627,031</u>	<u>23,161,239</u>	<u>22,325,823</u>	<u>22,467,561</u>
Net (Expense)/Revenue				
Governmental Activities	<u>(18,977,060)</u>	<u>(16,471,232)</u>	<u>(18,967,110)</u>	<u>(17,779,980)</u>
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	1,806,589	1,827,272	1,814,714	1,817,177
Fire Department	1,749,910	1,770,008	1,757,630	1,779,370
Streets	514,678	520,591	517,013	523,345
Police Department	154,253	156,178	155,104	157,003
Debt Service	0	0	211	17
Municipal Income Taxes levied for:				
General Purposes	13,729,250	12,853,245	13,246,409	11,932,814
Capital Outlay	2,400,000	2,410,000	2,280,000	2,280,000
Grants and Entitlements not Restricted to				
Specific Programs	1,364,858	1,217,585	1,130,958	1,074,764
Investment Earnings	81,848	130,456	306,830	320,959
Gain on Sale of Capital Assets	58,756	27,112	14,939	13,730
Miscellaneous	1,060,936	468,793	648,973	501,889
<i>Total Governmental Activities General Revenues</i>	<u>22,921,078</u>	<u>21,381,240</u>	<u>21,872,781</u>	<u>20,401,068</u>
Change in Net Position				
Governmental Activities	<u>\$3,944,018</u>	<u>\$4,910,008</u>	<u>\$2,905,671</u>	<u>\$2,621,088</u>

2009	2008	2007	2006	2005	2004
\$6,097,065	\$6,102,755	\$5,592,721	\$5,443,397	\$4,355,622	\$4,246,585
161,505	123,977	179,656	171,607	157,222	151,584
4,560,315	4,276,131	4,148,827	3,996,184	3,811,772	3,930,138
2,096,299	2,241,102	2,294,629	2,248,157	2,027,052	1,862,540
1,195,863	126,790	154,672	153,476	122,266	113,498
3,994,538	4,499,947	4,220,016	3,913,477	4,280,735	3,433,446
855,329	1,177,227	1,092,407	956,383	1,079,752	860,061
1,704,663	2,081,050	2,128,748	2,048,065	1,946,379	2,457,634
1,976,407	2,498,487	1,940,978	1,843,775	1,466,915	1,568,851
693,039	773,876	768,970	808,230	725,075	496,051
23,335,023	23,901,342	22,521,624	21,582,751	19,972,790	19,120,388
(20,054,159)	(20,773,545)	(19,888,146)	(19,017,593)	(14,748,261)	(14,678,848)
1,919,648	1,803,685	2,028,243	1,838,138	1,832,776	1,772,674
1,859,488	1,746,733	1,964,679	1,780,532	1,777,908	1,716,753
546,908	513,746	577,846	523,686	522,913	504,927
164,072	154,125	173,354	157,106	156,874	151,478
153,754	200,360	225,361	200,877	256,235	245,481
11,743,625	11,564,512	12,386,754	12,732,659	11,350,171	10,309,796
2,090,000	2,264,852	2,574,193	2,481,438	2,495,169	2,452,992
1,355,899	1,856,007	1,659,652	1,545,865	1,494,661	1,760,102
505,734	913,806	1,047,479	636,011	644,426	594,442
0	70,777	10,011	4,087	0	0
490,451	313,937	706,426	270,020	722,241	375,742
20,829,579	21,402,540	23,353,998	22,170,419	21,253,374	19,884,387
\$775,420	\$628,995	\$3,465,852	\$3,152,826	\$6,505,113	\$5,205,539

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

	2013	2012	2011	2010
General Fund				
Nonspendable	\$258,918	\$307,263	\$297,402	\$263,507
Committed	145,272	114,187	776,399	776,399
Assigned	559,154	544,608	312,269	312,269
Unassigned	8,722,841	8,383,941	7,210,298	5,768,584
Reserved	N/A	N/A	N/A	N/A
Unreserved	N/A	N/A	N/A	N/A
Total General Fund	<u>9,686,185</u>	<u>9,349,999</u>	<u>8,596,368</u>	<u>7,120,759</u>
All Other Governmental Funds				
Nonspendable	\$129,133	\$136,440	\$125,942	\$129,154
Restricted	2,618,061	2,202,655	2,402,674	3,294,029
Committed	2,877,955	2,070,730	2,188,145	1,719,966
Assigned	729,938	742,995	769,587	764,875
Unassigned (Deficit)	0	0	(836,211)	(828,692)
Reserved	N/A	N/A	N/A	N/A
Unreserved, Undesignated, Reported in:				
Special Revenue funds	N/A	N/A	N/A	N/A
Debt Service funds	N/A	N/A	N/A	N/A
Capital Projects funds	N/A	N/A	N/A	N/A
Total All Other Governmental Funds	<u>6,355,087</u>	<u>5,152,820</u>	<u>4,650,137</u>	<u>5,079,332</u>
Total Governmental Funds	<u>\$16,041,272</u>	<u>\$14,502,819</u>	<u>\$13,246,505</u>	<u>\$12,200,091</u>

Note: During 2010, the City implemented GASB 54.

2009	2008	2007	2006	2005	2004
\$237,981	N/A	N/A	N/A	N/A	N/A
0	N/A	N/A	N/A	N/A	N/A
495,999	N/A	N/A	N/A	N/A	N/A
5,545,608	N/A	N/A	N/A	N/A	N/A
N/A	\$286,045	\$446,930	\$521,033	\$205,703	\$152,799
N/A	7,849,898	6,213,938	7,472,841	7,000,511	5,774,941
6,279,588	8,135,943	6,660,868	7,993,874	7,206,214	5,927,740
\$135,439	N/A	N/A	N/A	N/A	N/A
3,440,021	N/A	N/A	N/A	N/A	N/A
1,312,186	N/A	N/A	N/A	N/A	N/A
758,237	N/A	N/A	N/A	N/A	N/A
(921,057)	N/A	N/A	N/A	N/A	N/A
N/A	\$863,642	\$4,134,754	\$1,583,769	\$2,405,842	\$8,161,824
N/A	2,868,361	1,958,225	1,784,046	1,493,502	1,573,035
N/A	575,497	809,373	781,115	757,229	542,934
N/A	1,131,583	1,793,269	2,588,372	2,841,013	2,476,285
4,724,826	5,439,083	8,695,621	6,737,302	7,497,586	12,754,078
\$11,004,414	\$13,575,026	\$15,356,489	\$14,731,176	\$14,703,800	\$18,681,818

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

	2013	2012	2011	2010
Revenues				
Taxes (1)	\$19,389,630	\$19,442,490	\$19,254,109	\$18,730,301
Charges for Services	1,278,936	1,317,669	1,210,862	1,177,776
Licenses and Permits	309,326	564,218	430,730	525,806
Fines and Forfeitures	299,141	266,067	254,848	308,416
Intergovernmental	4,035,155	3,183,232	2,516,919	3,179,603
Special Assessments	949,306	488,399	324,876	324,741
Interest	75,100	120,244	295,858	307,103
Donations	6,759	7,895	6,218	8,138
Rentals	67,596	66,677	84,040	44,935
Miscellaneous	958,110	450,563	632,139	485,427
<i>Total Revenues</i>	<u>27,369,059</u>	<u>25,907,454</u>	<u>25,010,599</u>	<u>25,092,246</u>
Expenditures				
Current:				
General Government:				
Legislative and Executive	5,704,562	5,646,837	5,515,740	5,541,484
Judicial System	93,327	109,800	203,415	208,078
Public Safety:				
Police	4,638,749	4,570,485	4,046,058	4,299,205
Fire	2,195,067	2,267,257	2,244,514	2,390,618
Public Health and Social Services	886,624	880,908	861,325	842,538
Street Construction, Maintenance, and Repair	3,670,149	2,872,254	3,125,788	3,460,310
Housing and Community Development	795,612	863,860	887,874	813,415
Basic Utility Services	1,759,741	1,949,493	1,593,784	1,432,297
Recreational Activities	1,848,435	1,803,188	1,772,171	1,846,298
Capital Outlay	3,124,437	3,981,464	2,007,069	1,332,610
Debt Service:				
Principal Retirement	963,884	1,278,884	1,178,884	1,138,884
Repayment to Refunded Bond Escrow Agent	0	0	0	0
Interest and Fiscal Charges	394,976	463,528	560,548	604,565
Bond Issuance Costs	0	118,151	0	0
<i>Total Expenditures</i>	<u>26,075,563</u>	<u>26,806,109</u>	<u>23,997,170</u>	<u>23,910,302</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,293,496</u>	<u>(898,655)</u>	<u>1,013,429</u>	<u>1,181,944</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	18,236	30,406	32,985	13,733
Bond Anticipation Notes Issued	0	0	0	0
Refunding Bonds Issued	0	3,580,000	0	0
General Obligation Bonds Issued	0	0	0	0
Special Assessment Bonds Issued	0	2,005,000	0	0
Premium on Issuance of Debt	0	136,940	0	0
OPWC Loan Issued	226,721	2,308	0	0
Payment to Refunded Bond Escrow Agent	0	(3,599,685)	0	0
Payment to Refund Notes	0	0	0	0
Transfers In	3,189,271	2,277,477	2,042,634	2,447,956
Transfers Out	(3,189,271)	(2,277,477)	(2,042,634)	(2,447,956)
<i>Total Other Financing Sources (Uses)</i>	<u>244,957</u>	<u>2,154,969</u>	<u>32,985</u>	<u>13,733</u>
<i>Net Change in Fund Balances</i>	<u>\$1,538,453</u>	<u>\$1,256,314</u>	<u>\$1,046,414</u>	<u>\$1,195,677</u>
Debt Service as a Percentage of Noncapital Expenditures	6.4%	7.9%	8.4%	8.5%

(1) Includes All Taxes

2009	2008	2007	2006	2005	2004
\$17,441,398	\$20,355,101	\$19,556,957	\$18,082,865	\$18,112,579	\$18,163,891
905,024	1,006,940	928,599	795,817	780,783	763,763
362,044	387,068	370,401	370,661	426,845	433,896
279,459	338,338	281,554	318,741	315,131	331,702
2,946,251	2,612,165	2,394,732	2,201,360	3,381,031	3,445,386
428,519	620,735	624,415	612,128	723,870	335,895
485,075	894,042	1,028,720	624,763	633,497	587,077
7,477	16,756	14,475	21,267	13,142	32,231
46,261	218,333	119,234	99,195	105,069	91,942
469,189	313,740	705,695	270,020	719,916	270,539
<u>23,370,697</u>	<u>26,763,218</u>	<u>26,024,782</u>	<u>23,396,817</u>	<u>25,211,863</u>	<u>24,456,322</u>
5,819,602	5,941,778	5,464,710	5,220,680	4,332,900	4,142,258
165,677	122,934	188,321	169,613	157,402	148,162
4,467,546	4,217,591	4,063,261	3,848,371	3,710,648	3,853,278
2,107,045	2,106,263	2,139,383	2,046,088	1,866,348	1,797,479
910,160	129,648	137,731	150,617	123,716	119,739
2,966,943	3,439,482	3,166,873	2,765,761	3,060,674	2,803,466
900,852	846,644	836,660	807,590	835,066	818,070
2,256,844	1,925,652	1,913,731	1,777,645	1,678,032	1,593,358
1,862,876	1,598,784	1,677,602	1,553,328	1,655,893	1,781,954
2,535,718	5,577,837	3,742,989	3,155,119	13,663,395	8,203,769
1,270,884	1,933,884	1,338,884	1,271,233	1,880,949	2,040,170
0	0	0	0	0	12,867
694,576	779,233	764,362	777,817	722,436	437,710
0	0	0	0	0	141,470
<u>25,958,723</u>	<u>28,619,730</u>	<u>25,434,507</u>	<u>23,543,862</u>	<u>33,687,459</u>	<u>27,893,750</u>
<u>(2,588,026)</u>	<u>(1,856,512)</u>	<u>590,275</u>	<u>(147,045)</u>	<u>(8,475,596)</u>	<u>(3,437,428)</u>
17,414	75,049	35,038	11,487	42,820	32,446
0	0	0	0	1,550,000	2,550,000
0	0	0	0	0	0
0	0	0	0	4,205,000	7,785,000
0	0	0	0	1,240,000	0
0	0	0	0	78,615	115,282
0	0	0	162,934	231,143	0
0	0	0	0	0	(1,739,483)
0	0	0	0	(2,850,000)	0
2,231,175	3,798,793	5,601,367	4,641,971	4,254,600	5,386,125
<u>(2,231,175)</u>	<u>(3,798,793)</u>	<u>(5,601,367)</u>	<u>(4,641,971)</u>	<u>(4,254,600)</u>	<u>(5,386,125)</u>
<u>17,414</u>	<u>75,049</u>	<u>35,038</u>	<u>174,421</u>	<u>4,497,578</u>	<u>8,743,245</u>
<u>(\$2,570,612)</u>	<u>(\$1,781,463)</u>	<u>\$625,313</u>	<u>\$27,376</u>	<u>(\$3,978,018)</u>	<u>\$5,305,817</u>
9.0%	11.9%	9.9%	10.2%	13.4%	13.4%

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

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2013	\$453,604,210	\$123,043,670	\$1,647,565,371	\$18,850,720	\$21,421,273
2012	469,788,160	110,239,930	1,657,223,114	17,092,360	19,423,136
2011	470,033,220	107,690,260	1,650,638,514	16,066,350	18,257,216
2010	468,585,650	107,226,880	1,645,178,657	15,680,600	17,818,864
2009	487,768,500	104,494,650	1,692,180,429	15,167,690	17,236,011
2008	486,131,280	106,177,280	1,692,310,171	14,924,650	16,959,830
2007	481,735,920	115,062,150	1,705,137,343	19,525,150	22,187,670
2006	441,195,080	107,170,670	1,566,759,286	19,629,130	22,305,830
2005	433,727,390	91,010,670	1,499,251,600	20,730,430	23,557,307
2004	424,437,130	89,385,240	1,468,063,914	21,523,860	24,458,932

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

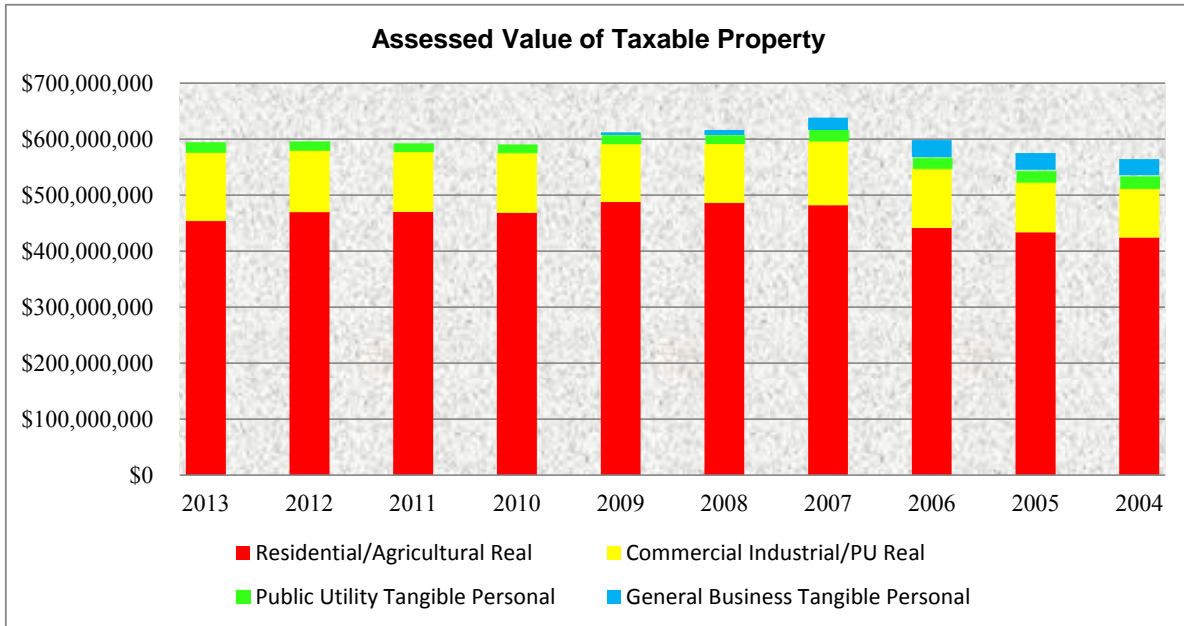
The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006.

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

Source: Cuyahoga County, Ohio; County Fiscal Officer

Tangible Personal Property

General Business		Total		Ratio	Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value		
\$0	\$0	\$595,498,600	\$1,668,986,644	35.68%	\$8.21
0	0	597,120,450	1,676,646,251	35.61	8.21
0	0	593,789,830	1,668,895,730	35.58	8.21
0	0	591,493,130	1,662,997,521	35.57	8.21
4,678,850	74,861,600	612,109,690	1,784,278,040	34.31	8.50
8,871,057	141,936,912	616,104,267	1,851,206,913	33.28	8.60
22,088,288	176,706,304	638,411,508	1,904,031,317	33.53	8.60
30,089,242	160,475,957	598,084,122	1,749,541,073	34.19	8.70
29,751,764	119,007,056	575,220,254	1,641,815,963	35.04	8.70
28,958,950	115,835,800	564,305,180	1,608,358,646	35.09	8.70



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

	2013	2012	2011	2010
Unvoted Millage				
Operating	\$3.5100	\$3.5100	\$3.5100	\$3.5100
Police Pension	0.3000	0.3000	0.3000	0.3000
<i>Total Unvoted Millage</i>	<u>3.8100</u>	<u>3.8100</u>	<u>3.8100</u>	<u>3.8100</u>
Charter Millage				
1982 Charter/Fire	3.4000	3.4000	3.4000	3.4000
1987 Charter/Road Improvement	1.0000	1.0000	1.0000	1.0000
<i>Total Charter Millage</i>	<u>4.4000</u>	<u>4.4000</u>	<u>4.4000</u>	<u>4.4000</u>
Voted Millage				
Library	0.0000	0.0000	0.0000	0.0000
Total Millage	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>	<u><u>\$8.2100</u></u>

Overlapping Rates by Taxing District

Brecksville-Broadview Heights City School District				
Residential/Agricultural Real	\$40.1206	\$40.0657	\$39.1912	\$39.1175
Commerical/Industrial and Public Utility Real	43.2930	43.4617	42.8357	42.8641
General Business and Public Utility Personal	77.2000	77.2000	77.2000	77.2000
Cuyahoga Valley Career Center				
Residential/Agricultural Real	2.0000	2.0000	2.0000	2.0000
Commerical/Industrial and Public Utility Real	2.0000	2.0000	2.0000	2.0000
General Business and Public Utility Personal	2.0000	2.0000	2.0000	2.0000
Cuyahoga County Commissioner				
Residential/Agricultural Real	14.0500	13.2200	13.1182	13.1866
Commerical/Industrial and Public Utility Real	13.9495	12.9968	12.7845	12.8413
General Business and Public Utility Personal	14.0500	13.2200	13.2200	13.3200
Special Taxing Districts (1)				
Residential/Agricultural Real	8.4639	7.5635	7.5041	7.3870
Commerical/Industrial and Public Utility Real	8.3843	7.4621	7.3648	7.3450
General Business and Public Utility Personal	8.4800	7.5800	7.5800	7.5800

Source: Cuyahoga County Fiscal Officer

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

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

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

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

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

2009	2008	2007	2006	2005	2004
\$3.5100	\$3.5100	\$3.5100	\$3.5100	\$3.5100	\$3.5100
0.3000	0.3000	0.3000	0.3000	0.3000	0.3000
3.8100	3.8100	3.8100	3.8100	3.8100	3.8100
3.4000	3.4000	3.4000	3.4000	3.4000	3.4000
1.0000	1.0000	1.0000	1.0000	1.0000	1.0000
4.4000	4.4000	4.4000	4.4000	4.4000	4.4000
0.2900	0.3900	0.3900	0.4900	0.4900	0.4900
\$8.5000	\$8.6000	\$8.6000	\$8.7000	\$8.7000	\$8.7000

\$37.2338	\$37.1756	\$39.9809	\$39.9810	\$40.2141	\$34.0346
43.4071	43.1759	46.3679	46.3680	46.4754	40.5435
77.1000	77.1000	77.4000	77.4000	77.6000	71.4000

2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000
2.0000	2.0000	2.0000	2.0000	2.0000	2.0000

12.6607	11.8688	11.7227	11.7227	10.9754	10.9899
12.8153	12.4535	12.5880	12.5762	11.9846	12.0433
13.3200	13.4200	13.5200	13.5200	13.5200	13.5200

6.6597	5.9676	6.2900	6.2900	6.2880	4.7783
6.8911	6.2519	6.5596	6.5552	6.5067	5.1811
7.2800	6.7800	6.7800	6.7800	6.7800	5.8800

City of Brecksville, Ohio
Principal Real Property Taxpayers
 2013 and 2004

Taxpayer	<i>2013</i>	
	Real Property Assessed Valuation	Percentage of Real Property Assessed Valuation
Cleveland Electric Illuminating Company	\$17,012,630	2.95 %
The Cleveland Clinic Foundation	13,223,500	2.29
Ohio Bell Telephone Company	8,118,260	1.41
PDM Group, Incorporated	7,249,480	1.26
Grand Bay of Brecksville	6,476,750	1.12
Cleveland Cuyahoga Port Authority	6,336,470	1.10
Gateway Association	4,659,100	0.81
Creekview Commons, LLC	3,513,200	0.61
Treeline Incorporated	3,416,520	0.59
MS Brecksville L.P.	2,712,430	0.47
Total	\$72,718,340	12.61 %
Total Real Property Assessed Valuation	\$576,647,880	

Taxpayer	<i>2004</i>	
	Real Property Assessed Valuation	Percentage of Real Property Assessed Valuation
Cleveland Electric Illuminating Company	\$16,513,820	3.21 %
Ohio Bell Telephone Company	12,068,050	2.35
PMD Group, Inc.	8,813,840	1.72
Grand Bay of Brecksville	7,023,920	1.37
Gateway Association III & IV	4,479,840	0.87
Treeline, Incorporated	3,399,970	0.66
Brecksville Land Development, LLC	3,307,190	0.64
Brecksville Corporate Center	2,908,150	0.57
Southpoint Association	2,827,490	0.55
Brecksville Shopping Center	1,908,380	0.37
Total	\$63,250,650	12.31 %
Total Real Property Assessed Valuation	\$513,822,370	

Source: Cuyahoga County Fiscal Officer

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

Year	Total Tax Levy	Current Tax Collections	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections (1)	Percent of Total Tax Collections To Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage of Delinquent Taxes to Total Tax Levy
2013	\$4,910,392	\$4,547,214	92.60%	\$119,432	\$4,666,646	95.04%	\$301,993	6.15%
2012	4,905,724	4,736,054	96.54	122,347	4,858,401	99.04	212,193	4.33
2011	4,884,659	4,714,666	96.52	143,718	4,858,384	99.46	205,553	4.21
2010	4,864,431	4,702,865	96.68	146,148	4,849,013	99.68	229,099	4.71
2009	5,179,840	5,013,860	96.80	113,222	5,127,082	98.98	263,979	5.10
2008	5,343,912	5,052,543	94.55	123,527	5,176,070	96.86	225,651	4.22
2007	5,471,368	5,218,601	95.38	122,322	5,340,923	97.62	246,600	4.51
2006	5,080,922	4,893,297	96.31	101,802	4,995,099	98.31	182,408	3.59
2005	5,186,465	4,835,607	93.24	112,123	4,947,730	95.40	162,105	3.13
2004	5,038,544	4,681,595	92.92	129,800	4,811,394	95.49	198,671	3.94

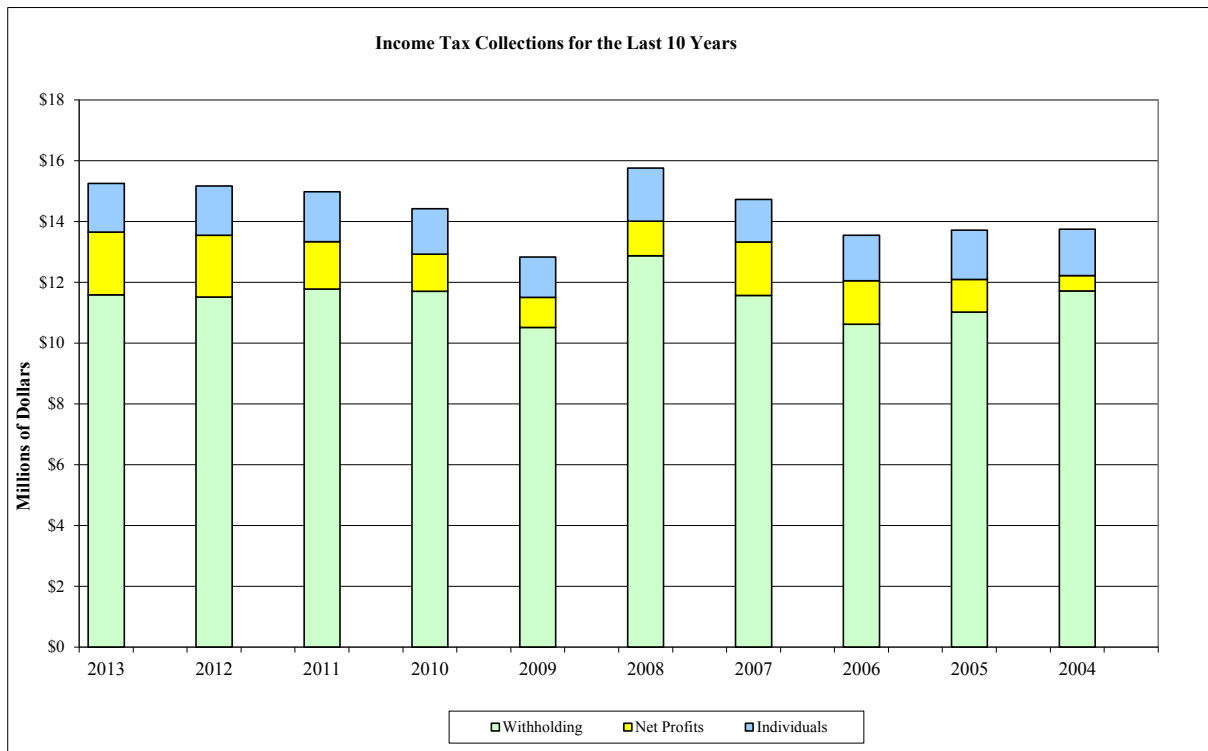
Source: Cuyahoga County, Ohio; County Fiscal Officer

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

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

City of Brecksville, Ohio
Income Tax Revenue Base and Collections
 (Modified Accrual Basis)
 Last Ten Years

Tax Year	Tax Rate	Total Tax Collected	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individuals	Percentage of Taxes from Individuals
2013	2.00%	\$15,253,849	\$11,591,400	75.99%	\$2,059,270	13.50%	\$1,603,179	10.51%
2012	2.00	15,175,081	11,514,851	75.88	2,030,426	13.38	1,629,804	10.74
2011	2.00	14,978,641	11,779,203	78.64	1,554,783	10.38	1,644,655	10.98
2010	2.00	14,425,759	11,705,203	81.14	1,220,691	8.46	1,499,864	10.40
2009	2.00	12,835,856	10,516,417	81.93	990,928	7.72	1,328,511	10.35
2008	2.00	15,763,909	12,869,655	81.64	1,141,307	7.24	1,752,947	11.12
2007	2.00	14,724,747	11,570,706	78.58	1,753,717	11.91	1,400,323	9.51
2006	2.00	13,551,132	10,615,957	78.34	1,435,065	10.59	1,500,110	11.07
2005	2.00	13,713,689	11,017,578	80.34	1,072,410	7.82	1,623,701	11.84
2004	2.00	13,747,033	11,715,222	85.22	505,891	3.68	1,525,921	11.10



City of Brecksville, Ohio
Income Tax Filers by Income Level
Tax Years 2012 and 2004

Tax Year 2012 (1)				
Income Range	Number of Filers	Percent of Filers	Taxable Income (2)	Percent of Taxable Income
Over \$100,000	1,842	34.49 %	\$439,060,031	77.58 %
75,001-100,000	544	10.18	47,078,068	8.32
50,001-75,000	617	11.55	38,089,807	6.73
25,001-50,000	731	13.69	27,002,859	4.77
Under 25,000	1,607	30.09	14,686,661	2.60
Total	5,341	100.00 %	\$565,917,426	100.00 %

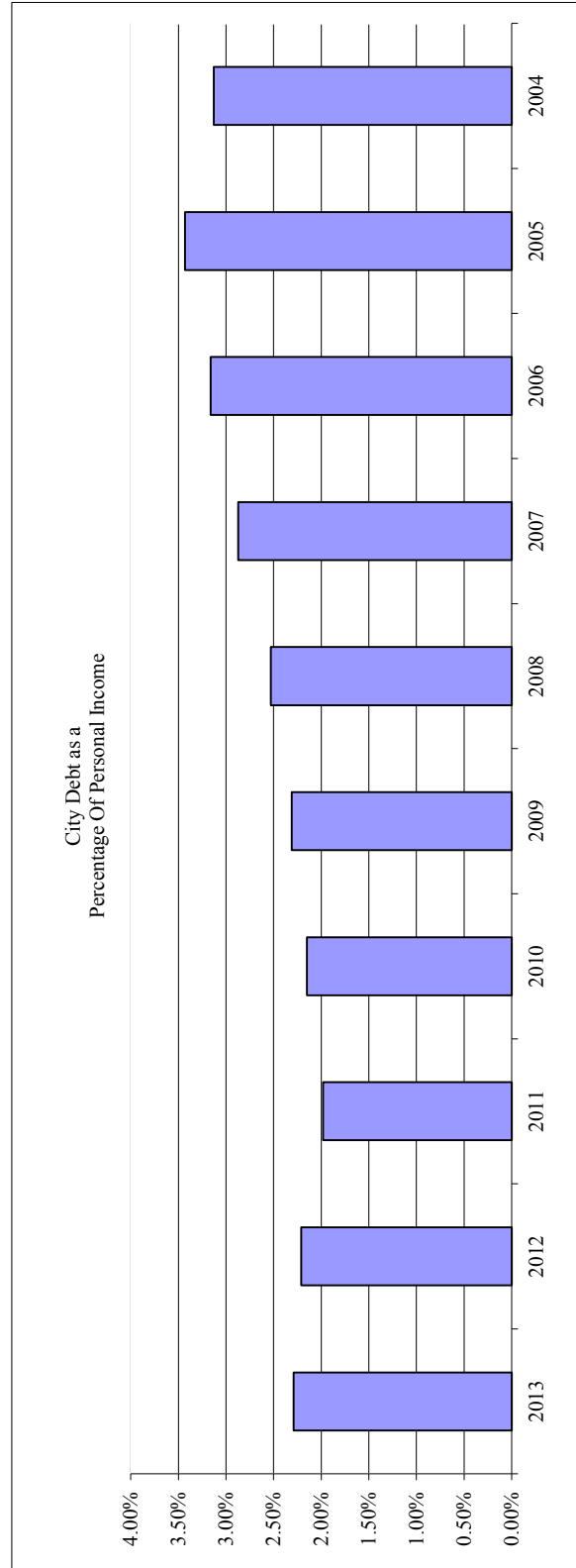
Tax Year 2004 (2)				
Income Range	Number of Filers	Percent of Filers	Taxable Income	Percent of Taxable Income
Over \$100,000	1,564	29.52 %	\$327,284,262	70.64 %
75,001-100,000	588	11.10	50,990,915	11.01
50,001-75,000	642	12.12	40,181,654	8.67
25,001-50,000	818	15.43	30,303,048	6.54
Under 25,000	1,687	31.83	14,520,398	3.14
Total	5,299	100.00 %	\$463,280,277	100.00 %

Source: Regional Income Tax Agency Data

- (1) Information for 2013 was not available
- (2) Taxable income of residents of the City

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

Year	Special Assessment		OPWC Loans	Notes Payable	Total	Total Personal Income (1)	Percentage Of Personal Income	Population (2)	Total Debt Per Capita
	General Obligation Bonds	Bonds							
2013	\$6,788,673	\$4,160,821	\$615,020	\$0	\$11,564,514	\$504,512,000	2.29 %	13,554	\$853
2012	7,321,387	4,559,758	442,183	0	12,323,328	557,914,651	2.21	13,656	902
2011	7,856,490	2,851,828	493,759	0	11,202,077	565,836,360	1.98	13,656	820
2010	8,672,310	3,166,959	547,643	0	12,386,912	576,706,536	2.15	13,656	907
2009	9,465,056	3,467,090	601,527	0	13,533,673	585,948,239	2.31	13,875	975
2008	10,402,802	3,754,221	655,411	0	14,812,434	585,948,239	2.53	13,806	1,073
2007	11,875,548	4,169,352	709,295	0	16,754,195	583,783,744	2.87	13,806	1,214
2006	12,761,477	4,569,483	763,179	0	18,094,139	572,461,107	3.16	13,755	1,315
2005	13,615,307	4,929,614	651,478	0	19,196,399	559,584,836	3.43	13,661	1,405
2004	10,027,432	4,057,000	471,284	2,550,000	17,105,716	546,998,189	3.13	13,567	1,261



(1) Brecksville Finance Department estimates 2002-2010;

U.S. Census Bureau 2010

(2) Estimates 2002-2010; U.S. Census Bureau 2010

City of Brecksville, Ohio
*Ratio of General Obligation Bonded Debt to Estimated True
 Value of Taxable Property and Bonded Debt Per Capita
 Last Ten Years*

Year	General Obligation Bonds	Estimated True Value of Taxable Property	Ratio of Bonded Debt to Estimated True Value of Taxable Property	Bonded Debt per Capita
2013	\$6,788,673	\$1,668,986,644	0.41%	\$501
2012	7,321,387	1,676,646,251	0.44	536
2011	7,856,490	1,668,895,730	0.47	575
2010	8,672,310	1,662,997,521	0.52	635
2009	9,465,056	1,784,278,040	0.53	682
2008	10,402,802	1,851,206,913	0.56	753
2007	11,875,548	1,904,031,317	0.62	860
2006	12,761,477	1,749,541,073	0.73	928
2005	13,615,307	1,641,815,963	0.83	997
2004	10,027,432	1,608,358,646	0.62	739

City of Brecksville
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
December 31, 2013*

	Debt Attributable to Governmental Activities	Percentage Applicable to City (1)	Amount of Direct and Overlapping Debt
Direct Debt:			
City of Brecksville			
General Obligation Bonds	\$6,788,673	100.00%	\$6,788,673
Special Assessment Bonds	4,160,821	100.00	4,160,821
OPWC Loans	<u>615,020</u>	100.00	<u>615,020</u>
Total Direct Debt	<u>11,564,514</u>		<u>11,564,514</u>
Overlapping Debt:			
Payable from Property Taxes:			
Cuyahoga County Bonds	335,242,118	2.15	7,207,706
Regional Transit Authority Bonds	134,123,371	2.15	2,883,652
Brecksville-Broadview Heights City School District Bonds	11,824,374	59.18	6,997,665
Payable from Other Sources:			
Cuyahoga County Revenue Bonds	427,434,477	2.15	9,189,841
Cuyahoga County Loans	6,058,580	2.15	130,259
Cuyahoga County Notes	5,100,000	2.15	109,650
Cuyahoga County Capital Leases	372,101,958	2.15	8,000,192
Regional Transit Authority Capital Lease	17,793,437	2.15	382,559
Brecksville-Broadview Heights City School District Notes	7,673,759	59.18	4,541,331
Brecksville-Broadview Heights City School District Capital Leases	<u>145,292</u>	59.18	<u>85,984</u>
Total Overlapping Debt	<u>1,317,497,366</u>		<u>39,528,839</u>
Total Direct and Overlapping Debt	<u>\$1,329,061,880</u>		<u>\$51,093,353</u>

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

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

City of Brecksville, Ohio
Legal Debt Margin Information
Last Ten Years
(amounts expressed in thousands)

	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Overall Debt Limitation (10.5% of Assessed Valuation)	\$62,527	\$62,698	\$62,348	\$62,107	\$64,272	\$64,691	\$67,033	\$62,799	\$60,398	\$59,252
Net Debt Within 10.5% Limitations	6,537	7,050	7,637	8,438	9,384	10,536	11,553	12,202	14,150	12,100
Overall Legal Debt Margin Within 10.5% Limitations	\$55,990	\$55,648	\$54,711	\$53,669	\$54,888	\$54,155	\$55,480	\$50,597	\$46,248	\$47,152
Total net debt applicable to the limit as a percentage of debt limit	10.45%	11.24%	12.25%	13.59%	14.60%	16.29%	17.23%	19.43%	23.43%	20.42%
Unvoted Debt Limitation (5.5% of Assessed Valuation)	\$32,752	\$32,842	\$32,658	\$32,532	\$33,666	\$33,886	\$35,113	\$32,895	\$31,637	\$31,037
Net Debt Within 5.5% Limitations	6,537	7,050	7,637	8,438	9,384	10,536	11,553	12,202	14,150	12,100
Unvoted Legal Debt Margin Within 5.5% Limitations	\$26,215	\$25,792	\$25,021	\$24,094	\$24,282	\$23,350	\$23,560	\$20,693	\$17,487	\$18,937
Total net debt applicable to the limit as a percentage of debt limit	19.96%	21.47%	23.38%	25.94%	27.87%	31.09%	32.90%	37.09%	44.73%	38.99%

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed property value		Overall Margin Within 10.5%		Unvoted Margin Within 5.5%
Overall Debt Limitation (percentage of assessed valuation)		\$595,498,600		\$595,498,600
Gross Indebtedness		\$62,527,353		\$32,752,423
Less: Various Purpose Notes		11,395,020		11,395,020
Special Assessment Bonds		0		0
OPWC Loans		(4,125,000)		(4,125,000)
General Obligation Bond Retirement Fund Balance		(615,020)		(615,020)
Net Debt Within Limitations		(117,620)		(117,620)
Legal Debt Margin Within Limitations		\$6,537,380		\$6,537,380
		\$55,989,973		\$26,215,043

Note: Under State of Ohio finance law, the City of Brecksville's outstanding general obligation debt should not exceed 10.5 percent of total assessed property value. In addition, the outstanding general obligation debt net of voted debt should not exceed 5.5 percent of total assessed property value. By law, the general obligation debt subject to the limitation is offset by amounts set aside for repaying general obligation bonds.

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

Year	Population (1)	Total Personal Income (2)	Median Family Income (1)	Per Capita Income (1)	Unemployment Rate (3)		City Square Miles (4)
					Cuyahoga County	State of Ohio	
2013	13,554	\$504,512,000	\$111,667	\$37,222	7.5%	7.4%	19.57
2012	13,656	557,914,651	91,432	40,855	6.6	6.8	19.57
2011	13,656	565,836,360	92,088	41,435	7.1	8.6	19.57
2010	13,656	576,706,536	96,038	42,231	8.6	10.1	19.54
2009	13,875	585,948,239	97,415	42,231	9.0	10.2	19.54
2008	13,806	585,948,239	97,415	42,442	7.1	6.5	19.54
2007	13,806	583,783,744	97,055	42,285	6.1	5.6	19.54
2006	13,755	572,461,107	95,526	41,619	5.5	5.6	19.54
2005	13,661	559,584,836	94,022	40,963	5.9	5.9	19.54
2004	13,567	546,998,189	92,541	40,318	6.3	5.9	19.54

(1) Estimates 2004-2013; U.S. Census Bureau

(2) Brecksville Finance Department estimates 2004-2013;
U.S. Census Bureau.

(3) Ohio Bureau of Employment Services; U.S. Department of Labor, Bureau of
Labor Statistics; Unemployment rate for the City is unavailable.

(4) City Records

City of Brecksville, Ohio
Principal Employers
Current Year and Eight Years Ago (1)

2013			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
AT&T/ Ohio Bell	Communication Services	1,268	8.78 %
PNC/National City Corporation	Banking Services	1,099	7.61
Lubrizol Corporation	Chemical Technology	934	6.47
Brecksville-Broadview Heights City School District	Public Education	420	2.91
First Energy/Illuminating Company	Electric Utility	393	2.71
House of LaRose	Beverage Distributor	358	2.48
Ryan Homes Incorporated	Construction	295	2.04
Curtiss-Wright Flow Control	Manufacturing	235	1.63
Defense Finance	Financial Services	193	1.34
Cuyahoga Valley Joint Vocational School District	Vocational Education	170	1.18
Total		<u>5,365</u>	<u>37.15 %</u>
Total Employment within the City		<u>14,441</u>	

2005			
Employer	Nature of Activity	Employees	Percentage of Total City Employment
Department of Veteran Affairs	Medical Center	1,326	9.85 %
Ameritech/SBC	Communication Services	877	6.51
National City Corporation	Banking Services	834	6.19
B.F. Goodrich Company	Chemical Firm	529	3.93
Brecksville-Broadview Heights City School District	Public Education	497	3.69
House of LaRose	Beverage Distribution	310	2.30
Curtiss-Wright Flow Control	Manufacturing	165	1.23
City of Brecksville	Municipal Government	141	1.05
Cuyahoga Valley Joint Vocational School District	Vocational Education	133	0.99
Regional Income Tax Agency	Tax Collections	132	0.98
Total		<u>4,944</u>	<u>36.72 %</u>
Total Employment within the City		<u>13,463</u>	

Source: Regional Income Tax Agency and a survey conducted by the City.

(1) Information prior to 2005 is not available

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

Function/Program	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Government										
Council	4.5	4.5	4.5	4.5	4.5	4.5	4.5	8.0	8.0	8.0
Mayor	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	3.0	3.0
Finance	3.5	3.5	3.5	3.5	3.5	4.0	4.0	4.0	4.0	4.0
Income Tax	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Purchasing	2.0	2.0	2.0	2.0	2.5	3.0	3.0	3.0	3.0	3.0
Legal	1.5	1.5	1.5	1.5	1.5	1.5	1.5	0.0	0.0	0.0
Mayor's Court	1.5	1.5	1.5	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Technology	3.0	3.0	3.5	3.5	3.5	3.5	3.0	3.0	1.0	1.0
Engineering	1.0	1.0	1.0	1.0	1.0	2.0	2.0	2.0	2.0	0.0
Administrative Support	1.5	1.5	1.5	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Public Safety										
Police	41.5	44.5	43.5	41.0	43.0	44.5	43.5	43.0	45.0	45.0
Fire	22.0	22.0	22.5	26.0	26.5	27.0	28.0	26.0	26.0	25.0
Recreational Activities										
Community Center	37.5	37.0	39.0	50.0	55.0	52.0	51.5	49.0	55.5	59.5
Senior/Community Services	7.0	7.5	7.5	7.5	9.5	9.5	9.0	8.0	4.0	4.0
Street Construction, Maintenance and Repair										
Service	46.0	46.0	48.0	43.5	47.0	44.0	48.0	59.5	60.5	61.0
Housing and Community Development										
Building Inspection	6.0	6.0	5.5	6.5	6.0	7.0	8.5	8.0	7.5	7.0
Basic Utility Services										
Housekeeping	11.5	12.0	12.0	11.5	12.0	13.5	13.5	11.0	10.0	9.5
Totals:	192.5	196.0	199.5	207.5	221.0	221.5	225.5	230.0	233.0	233.5

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee as of December 31.

Source: Finance Department

City of Brecksville, Ohio

*Capital Assets Statistics by Function/Program
Last Ten Years*

Function/Program	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
General Government										
Building Department Vehicles	4	5	5	5	6	6	6	6	6	6
Other Department Vehicles	5	4	3	4	5	5	5	5	5	4
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Square Footage of Building Vehicles	6,577	6,577	6,577	6,577	6,577	6,577	6,577	6,577	6,577	6,577
Vehicles	22	22	22	23	23	22	22	22	22	22
Fire										
Stations	1	1	1	1	1	1	1	1	1	1
Square Footage of Building Vehicles	17,674	17,674	17,674	17,674	17,674	17,674	17,674	17,674	17,674	17,674
Vehicles	14	14	15	14	13	12	12	12	13	12
Street Construction, Maintenance and Repair										
Streets (lane miles)	189	189	189	189	189	189	189	189	185	185
Urban Forestry Vehicles	3	3	3	3	3	3	3	3	3	3
Other Public Services Vehicles	59	57	54	54	53	54	54	54	54	51
Recreational Activities										
Recreation Center	1	1	1	1	1	1	1	1	1	1
Recreation Center Square Footage	65,000	65,000	65,000	65,000	65,000	65,000	65,000	65,000	49,000	49,000
Number of Parks	3	3	3	3	3	3	3	3	3	3
Number of Baseball Diamonds	10	10	10	10	10	10	10	10	10	10
Number of Playgrounds	8	8	8	8	8	8	8	8	8	8
Number of Tennis Courts	3	3	3	3	3	3	3	3	3	3
Number of Full Sized Soccer Fields	3	3	3	3	2	2	2	2	2	2
Vehicles	4	4	4	3	3	3	3	3	3	3
Housing and Community Development										
Human Services Center Square Footage	46,000	46,000	46,000	46,000	46,000	46,000	46,000	46,000	0	0
Vehicles	5	6	6	5	5	6	6	6	6	6

Source: Finance Department

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

Function/Program	2013	2012	2011	2010
Police:				
Police Expenditures (in thousands)	\$3,916	\$3,956	\$3,645	\$3,716
Total Arrests	3,308	3,009	3,036	3,658
Part One Offenses	74	96	85	80
OVI Arrests	50	47	56	47
Prisoners	857	931	901	908
Motor Vehicle Accidents	152	206	204	215
Calls for Service	14,349	13,708	15,174	14,701
Incidents per Citizen	1.0510	1.0040	1.1110	1.0770
Cost per Citizen	\$286.76	\$289.69	\$266.92	\$272.08
Fire:				
Fire Expenditures (in thousands)	\$2,355	\$2,244	\$2,304	\$2,438
Emergency Responses	1,246	1,318	1,395	1,351
Fire Safety Inspections	337	308	284	404
Fire Protection Systems Inspected	78	42	59	35
Building Fire Protection Plans Reviewed	3	5	3	2
Percentage of Business Inspected	33%	31%	30%	36%
Number of Community Programs	172	140	143	197
Emergency Responses per Citizen	0.0912	0.0965	0.1022	0.0989
Cost per Citizen	\$172.42	\$164.31	\$168.72	\$178.53
Street Lights Expenditures (in thousands)	\$129	\$116	\$101	\$108
Cost per Acre of Streetlights	\$10.28	\$9.26	\$8.08	\$8.61
Public Health Services:				
Health Department (in thousands)	\$52	\$52	\$50	\$50
Health Cost per Citizen	\$3.84	\$3.84	\$3.62	\$3.62
Recreational Activities:				
Blossom Hill (in thousands)	\$279	\$223	\$254	\$253
Community Center (in thousands)	2,054	1,808	1,762	1,843
Total Leisure Service Cost (in thousands)	\$2,333	\$2,031	\$2,016	\$2,096
Cost per Citizen	\$170.89	\$148.75	\$147.61	\$153.48
Community Center Square Feet	65,000	65,000	65,000	65,000
Square Feet per Citizen	4.76	4.76	4.76	4.76
Total Recreational Revenue (in thousands)	\$977	\$1,157	\$1,008	\$972
Community Center Members	6,200	6,242	6,693	6,479
Total Participations	173,308	192,970	171,646	169,171
Participations of Members Over Age 60	N/A	N/A	N/A	N/A
Fitness Class Participations	22,603	23,521	20,754	21,584
Participations per Citizen	12.69	14.13	12.57	12.39
Cost per Participation	\$11.85	\$9.37	\$10.27	\$10.89
Revenue per Participation	\$5.64	\$5.99	\$5.87	\$5.74
Housing and Community Development:				
Human Services (in thousands)	\$838	\$707	\$696	\$676
Cost per Citizen	\$61.00	\$52.00	\$51.00	\$50.00
Human Services Square Feet	29,000	29,000	29,000	29,000
Square Feet per Citizen	23.37	15.65	24.21	25.55
Total Human Services Revenue (in thousands)	\$88	\$89	\$81	\$81
Human Services Members	1,241	1,853	1,198	1,135
Total Participations	50,961	42,942	38,553	37,663
Participations per Citizen	3.73	3.14	2.82	2.76
Cost per Participation	\$675.33	\$381.33	\$580.88	\$595.59

2009	2008	2007	2006	2005	2004
\$3,516	\$3,350	\$3,428	\$3,321	\$2,970	\$3,021
3,181	3,542	3,526	4,499	4,171	4,275
85	83	67	71	72	79
39	64	55	44	55	71
1,258	1,235	1,086	1,033	923	888
256	293	303	326	344	325
14,302	16,603	15,669	15,433	16,668	17,271
1.0308	1.2030	1.1349	1.1220	1.2202	1.2730
\$253.41	\$242.67	\$248.32	\$241.41	\$217.41	\$222.67
\$2,159	\$2,067	\$2,194	\$2,220	\$2,053	\$1,997
1,346	1,399	1,313	1,387	1,386	1,345
249	410	276	268	164	235
49	58	47	34	46	38
3	9	7	14	7	39
25%	39%	44%	28%	28%	25%
181	245	15	15	11	10
0.0975	0.1013	0.0951	0.1008	0.1015	0.0991
\$155.60	\$149.72	\$158.91	\$161.40	\$150.29	\$147.20
\$98	\$86	\$85	\$85	\$85	\$84
\$7.60	\$6.88	\$6.81	\$6.80	\$6.80	\$6.72
\$50	\$48	\$48	\$45	\$45	\$41
\$3.57	\$3.49	\$3.49	\$3.27	\$3.29	\$3.02
\$305	\$271	\$280	\$254	\$260	\$271
1,791	1,610	1,609	1,527	1,666	1,546
\$2,096	\$1,881	\$1,889	\$1,781	\$1,926	\$1,817
\$151.03	\$136.26	\$136.85	\$129.48	\$140.99	\$133.93
65,000	65,000	65,000	65,000	49,000	49,000
4.68	4.71	4.71	4.73	3.59	3.61
\$894	\$1,039	\$928	\$791	\$796	\$747
6,606	6,798	7,440	6,637	6,453	6,564
199,102	218,209	171,266	165,066	155,135	171,000
N/A	N/A	N/A	N/A	30,144	34,437
21,624	24,107	21,779	15,531	14,345	16,382
14.35	15.81	12.40	12.00	11.36	12.61
\$10.53	\$7.38	\$9.40	\$9.25	\$10.74	\$9.03
\$4.49	\$4.76	\$5.42	\$4.79	\$5.13	\$4.37
\$720	\$701	\$659	\$504	N/A	N/A
\$51.89	\$51.00	\$48.00	\$37.00	N/A	N/A
29,000	29,000	29,000	29,000	N/A	N/A
26.34	31.80	31.80	44.89	N/A	N/A
\$81	\$76	\$52	\$51	N/A	N/A
1,101	714	912	646	N/A	N/A
46,272	36,946	32,542	33,299	N/A	N/A
3.33	2.68	2.36	2.42	N/A	N/A
\$653.95	\$982.18	\$722.15	\$780.19	N/A	N/A

(continued)

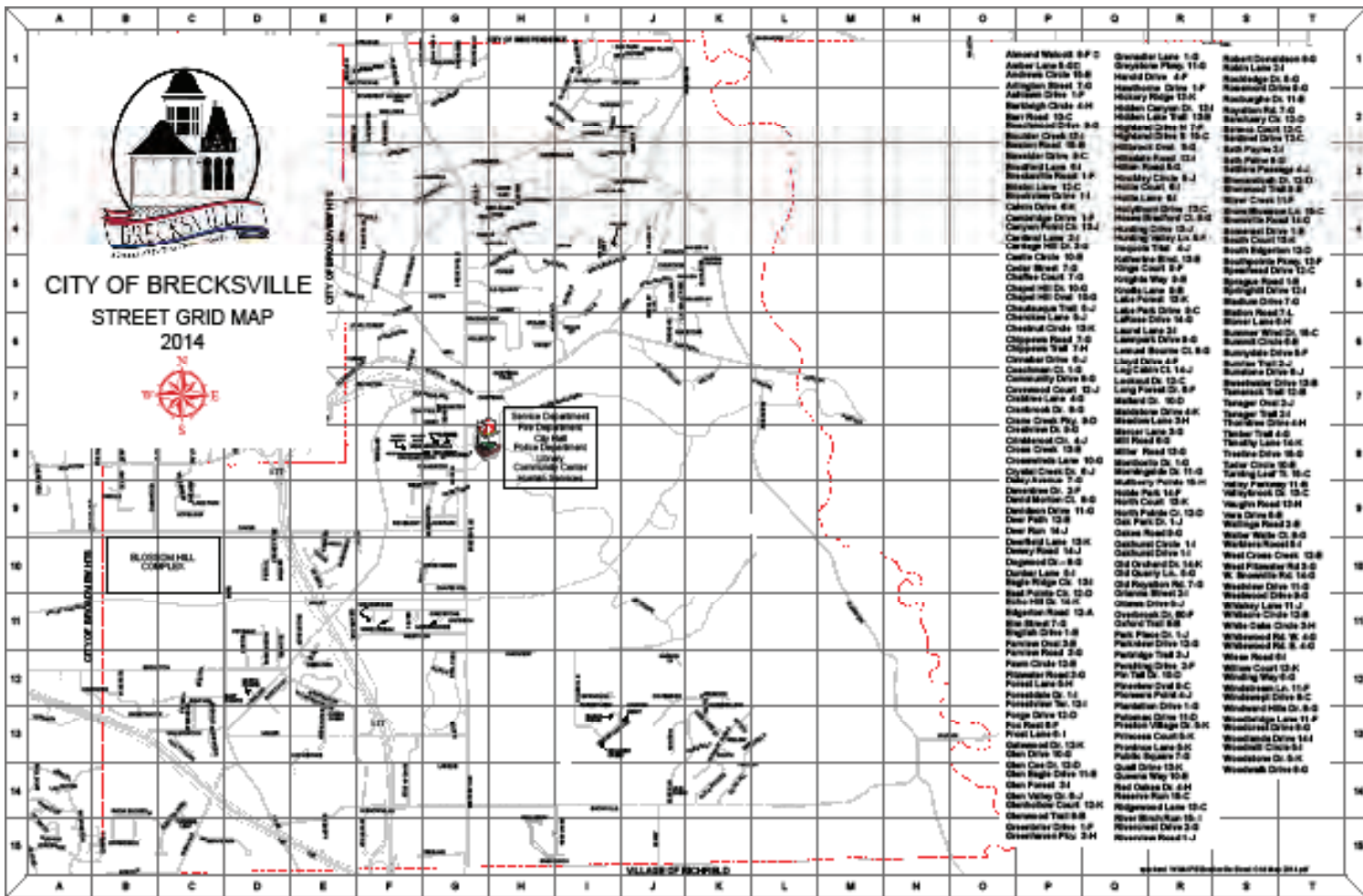
City of Brecksville, Ohio
Operating Indicators by Function/Program (continued)
Last Ten Years

Function/Program	2013	2012	2011	2010
Housing and Community Development:				
Planning and Zoning (in thousands)	\$6	\$5	\$5	\$5
Housing and Building Inspection (in thousands)	\$462	\$454	\$479	\$505
Cost per Citizen	\$34.00	\$34.00	\$35.00	\$37.00
Building Permits - Residential	826	853	845	895
Dollar Value of Permits (in thousands)	\$4,307	\$9,648	\$3,236	\$3,654
Building Permits - Commercial	213	208	244	207
Dollar Value of Permits (in thousands)	\$12,250	\$10,818	\$4,081	\$21,592
Engineering (in thousands)	\$187	\$339	\$339	\$241
Engineering Reviews				
New Topo Reviews	6	7	5	5
Revised Topo Reviews	13	9	8	8
Retaining Wall Reviews	12	7	5	39
Plat Reviews	6	4	3	6
Other Reviews	43	51	55	13
Builder Grades	9	6	5	9
Landscaping Grades	5	3	2	4
Total All Reviews	94	87	83	84
Number of Trees Planted	163	92	175	168
Number of Trees Removed	98	157	196	190
Cemetery Internments	64	54	48	43
Grave Purchases/Interment Payments (in thousands)	\$38	\$43	\$33	\$27
Street Construction, Maintenance and Repair:				
Street Maintenance (in thousands)	\$1,182	\$1,070	\$1,185	\$892
Snow and Ice Removal (in thousands)	\$169	\$97	\$157	\$220
Road Maintenance (man hours)	65,248	63,944	66,200	65,600
Streets (lane miles)	189	189	189	189
Cost per mile of street	\$7.15	\$6.18	\$7.10	\$5.88
Feet of street per capita	73.08	73.08	73.08	73.08
Asphalt Usage (in tons)	9,926	5,576	7,650	5,415
Asphalt Cost per ton	\$60.75	\$60.75	\$68.30	\$68.50
Salt Usage (in tons)	10,270	4,920	7,650	6,863
Concrete Used (in cubic yards)	6,151	5,239	44,438	3,945
Brush/Grass/Yard Waste Collected (in cubic yard)	1,478	1,743	3,094	2,354
Leaves Collected (in cubic yards)	7,222	7,710	6,333	6,411
General Government:				
Law (in thousands)	\$231	\$304	\$248	\$247
Cost per budget dollar	\$0.0072	\$0.0077	\$0.0071	\$0.0069
Finance (in thousands)	\$339	\$319	\$308	\$325
Cost per budget dollar	\$0.0105	\$0.0080	\$0.0088	\$0.0090
Purchasing (in thousands)	\$175	\$168	\$165	\$169
Cost per employee	\$747.46	\$720.77	\$706.21	\$724.63
Lands and Buildings (in thousands)	\$742	\$651	\$563	\$602
Cost per citizen	\$54.35	\$47.65	\$41.23	\$44.06
Mayor's Office (in thousands)	\$235	\$234	\$233	\$218
Council (in thousands)	\$249	\$250	\$248	\$238

Source: Finance Department

2009	2008	2007	2006	2005	2004
\$4	\$13	\$8	\$9	\$15	\$16
\$521	\$471	\$492	\$473	\$487	\$496
\$37.84	\$35.00	\$36.00	\$35.00	\$37.00	\$38.00
882	742	1,077	981	1,095	926
\$5,596	\$7,450	\$7,609	\$12,371	\$19,823	\$17,508
137	205	126	124	104	157
\$3,954	\$7,075	\$23,762	\$4,212	\$7,461	\$19,572
\$256	\$178	\$152	\$129	\$114	N/A
11	11	15	29	39	N/A
13	23	28	46	40	N/A
15	9	32	12	0	N/A
16	9	3	0	11	N/A
43	41	38	41	0	N/A
15	17	66	31	0	N/A
11	7	20	11	0	N/A
124	117	202	170	90	N/A
146	110	168	278	73	231
197	135	103	102	157	166
41	46	60	68	58	38
\$30	\$24	\$40	\$37	\$38	\$30
\$1,033	\$1,155	\$1,112	\$1,115	\$1,070	\$1,086
\$175	\$208	\$175	\$70	\$229	\$181
70,776	70,776	66,405	63,460	74,505	71,160
189	189	189	189	185	185
\$7.21	\$7.21	\$6.81	\$6.27	\$7.02	\$6.85
72.28	72.28	72.28	72.55	71.51	72.00
7,237	2,307	2,119	4,526	4,000	3,188
\$56.81	\$55.74	\$60.68	\$52.02	\$52.02	\$51.00
8,625	9,090	9,875	4,255	9,770	5,809
1,941	1,941	1,172	1,600	1,205	1,246
2,409	2,729	2,120	2,717	3,269	3,240
7,722	5,926	6,953	6,145	5,721	5,934
\$219	\$222	\$241	\$208	\$205	\$203
\$0.0054	\$0.0052	\$0.0058	\$0.0060	\$0.0058	\$0.0049
\$342	\$299	\$292	\$285	\$282	\$280
\$0.0085	\$0.0071	\$0.0070	\$0.0083	\$0.0080	\$0.0067
\$227	\$201	\$198	\$191	\$179	\$183
\$1,027.15	\$861.07	\$847.97	\$817.99	\$766.60	\$879.81
\$785	\$767	\$769	\$777	\$732	\$808
\$56.58	\$55.57	\$55.70	\$56.49	\$53.58	\$59.56
\$217	\$231	\$206	\$210	\$227	\$186
\$234	\$229	\$230	\$212	\$204	\$200

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Dave Yost • Auditor of State

CITY OF BRECKSVILLE

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JULY 8, 2014**