

The City of

FAIRVIEW PARK, OHIO

a great place to grow



**Comprehensive Annual
Financial Report For the year
ended December 31, 2015**



Dave Yost • Auditor of State

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

We have reviewed the *Independent Auditor's Report* of the City of Fairview Park, Cuyahoga County, prepared by Ciuni & Panichi, Inc., for the audit period January 1, 2015 through December 31, 2015. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in cursive script that reads "Dave Yost".

Dave Yost
Auditor of State

September 21, 2016

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Introductory Section

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City of Fairview Park, Ohio

Comprehensive Annual Financial Report

For The Year Ended December 31, 2015

Prepared by:

Gregory M. Cingle, CPA, Finance Director
and Department of Finance

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City of Fairview Park, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2015
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CITY OF FAIRVIEW PARK

20777 Lorain Road
Fairview Park, Ohio 44126-2018

- Established in 1910 -

Eileen Ann Patton, Mayor

June 28, 2016

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

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

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

The CAFR of the City for the year ended December 31, 2015, is submitted herewith. The City, and more specifically the Department of Finance, assumes responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures contained within this report. The accuracy and completeness of the data is based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free of any material misstatements. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the City. We have included all disclosures necessary to enable the reader to gain an understanding of the City's financial activities.

State statutes require the City to be subjected to an annual examination either by the Auditor of State or an independent public accounting firm. Ciuni & Panichi, Inc. rendered an opinion on the City's financial statements as of December 31, 2015, and the Independent Auditor's Report on the basic financial statements is included in the financial section of this report.

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

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

REPORTING ENTITY

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

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

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

AN OVERVIEW OF THE CITY OF FAIRVIEW PARK

The City is located in Cuyahoga County, approximately 10 miles west of the downtown area of the City of Cleveland. It was incorporated as the village of Fairview in 1910 and became the City of Fairview Park in 1950. According to the 2015 Census estimate, the City's population is 16,407. The City's area is approximately 4.77 square miles, broken down by land use as follows:

	<u>Area</u>	<u>Percent of Assessed Valuation of Real Property</u>
Residential	54.5%	81.09%
Commercial/Industrial	9.7	17.61
Public Utility	0.1	1.30
Governmental (including parks) and Other Tax Exempt	34.3	(a)
Agricultural	0.0	0
Undeveloped	1.4	(b)

(a) Not applicable. Exempt from property taxation.

(b) Included in above categories.

Sources: Fairview Park Building Department and Cuyahoga County Fiscal Officer.

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

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

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

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

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

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

THE CITY'S FORM OF GOVERNMENT

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

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

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

ECONOMIC DEVELOPMENT

The City continues with drive and passion in staying on track in the Department of Development.

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

The development of vacant land on Lorain Road has been successful over the past year. The O'Neill Health Care Campus opened a nursing care facility, River South Urban Lofts will soon be completed, as 33 new families are welcomed to the community and the City sold a parcel of land to a new business owner to construct an East Coast Custard.

The blend of restaurants, retail and office buildings provide job creation at a variety of different levels throughout the City. In 2015, the City enjoyed the opening of Just Add Water Scuba Shop, Savers Thrift Shop and Community Donation Center, Maurice's Women's Clothing Store, Riya's Nail Salon, Flawless Beauty Salon and Pita Pit Restaurant. In the first six months of this year, the City has welcomed HR Hospitality Restaurants, Goldfish Swim School, Dollar Tree, Dimanti Salon, Sauced Wood Fire Pizza and Paint Your Own Pottery.

The Fairview Park Department of Development had a good year in 2015, and we look forward to an even better year in 2016. The Department of Development will remain dedicated to keeping Fairview Park, "A Great Place to Grow."

CITY SERVICE

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

In 2015, the Service Department participated in capital improvement projects for a variety of City enhancements. Sewer repair contracts totaled over \$365,000. In addition, the City spent over \$425,000 on street improvements.

Over the years, the City has experienced flooding in specific areas of the community. As a result, public meetings were held with the affected residents to discuss possible steps to relieve the problem. The effect of these meetings was the City's decision to work with an outside consultant, Black & Veatch Engineering, to develop a comprehensive plan to address the flooding issues. In 2015, a skeletal model of the collection system that services the neighborhoods on the western border of the City was developed. This model provides a blueprint for the City to follow to prioritize improvements to mitigate future flooding in these areas. Phase I of these improvements, lining of approximately 3,000 lineal feet of sanitary sewer down West 229th Street that extends from Lorain Road to Clifford Drive, was included in the 2016 Budget.

BUILDING

Building, rebuilding, and expansions to private homes and businesses proceeded at a steady pace in 2015, with the building of 11 new residential dwelling units, of which 10 were townhouses in the previously mentioned River South neighborhood, 26 new garages, six decks and 64 major alterations. Additionally, 22 Certificate of Occupancies were granted to businesses. The Building Department issued 1,419 permits in 2015 for various items, an increase of 19 permits from 2014.

The City's Property Maintenance Program continued in 2015 to preserve maintenance standards in residential neighborhoods. A home is generally the most valuable investment an individual possesses, and the Building Department helps ensure that the City's housing stock continues to remain strong for years to come. In this regard, there were over 1,000 inspections completed and greater than 600 complaints investigated and resolved.

LONG-TERM FINANCIAL PLANNING

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

The unassigned fund balance in the general fund is 16.66 percent of the total general fund revenues. One-time revenues are to be used for financing one-time expenditures, i.e. major maintenance projects, capital improvements, debt service and reserves for current year contingencies. Additionally, unassigned fund balances provide beginning of the year cash flow until current revenues are received.

RELEVANT FINANCIAL POLICIES

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

AWARDS AND ACKNOWLEDGEMENTS

The GFOA awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the year ended December 31, 2014. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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

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

I would like to acknowledge the efforts of the entire staff of the Finance Department for their contributions to this report. Special thanks are extended to Mayor Eileen A. Patton and Members of City Council for their enthusiastic support of this project, and for the guidance and assistance provided by the Local Government Services section of the Ohio Auditor of State.

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

Sincerely,

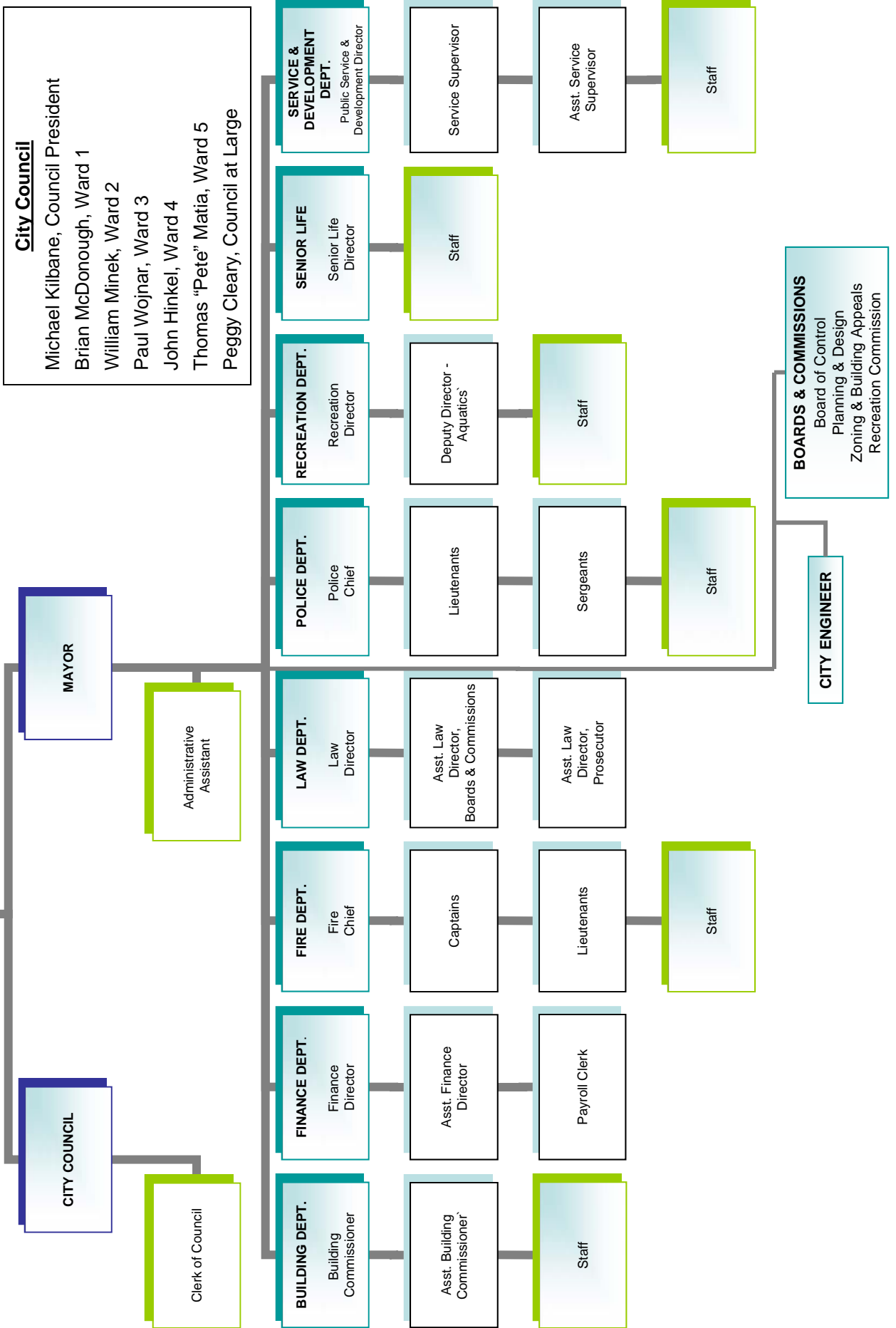
A handwritten signature in black ink, appearing to read 'G. M. Cingle', is written over a faint, illegible stamp.

Gregory M. Cingle, CPA
Director of Finance

CITY OF FAIRVIEW PARK *est. 1910*

Eileen Ann Patton, Mayor (Twelfth Mayor)

16,826 Residents



CITY OF FAIRVIEW PARK, OHIO

City Officials

Elected Officials

Mayor

Eileen Ann Patton

Council Members

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

Appointed Officials

Director of Law	Sara Fagnilli
Finance Director	Gregory M. Cingle
Police Chief	Erich Upperman
Fire Chief	Anthony Raffin
Director of Public Service/Development	Rob Berner
Recreation Director	Steve Owens
Building Commissioner	Walt Maynard
Senior Life Director	Regina Sillasen



Government Finance Officers Association

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

Presented to

**City of Fairview Park
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

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Financial Section

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Independent Auditor's Report

Members of the City Council
Fairview Park, Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Ohio (the "City"), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Recreation Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 3 to the basic financial statements, during 2015, the City adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, and as a result restated their December 31, 2014 net position. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 15 and the schedules of the City's proportionate share of the net pension liability and schedules of the City's contributions on pages 68 through 73 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the

Members of the City Council
Fairview Park, Ohio

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 June 28, 2016, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Ciuni + Panichi, Inc.

Cleveland, Ohio
June 28, 2016

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City of Fairview Park, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

The discussion and analysis of the City of Fairview Park's financial performance provides an overall review of the City's financial activities for the year ended December 31, 2015. The intent of this discussion and analysis is to look at the City's financial performance as a whole; readers should also review the transmittal letter and the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

Key Financial highlights for 2015 are as follows:

- The City completed the second year in the Cuyahoga County Health Care Regionalization program. The current agreement with Cuyahoga County expires on December 31, 2016. The City continued to fully insure dental and vision claims.
- The City received \$2,239,792 from the City of Cleveland to fund the 2015 Water Main Replacement project, which will improve the waterlines on West 213th Street, West 214th Street and West 229th Street. The project is scheduled to be completed in 2016 and is being reported as an agency fund in the City's financial statements.
- The City continues to closely monitor its current financial condition and is aggressively looking for economic development opportunities in order to diversify and increase the City's income tax base. In addition, expenditures are carefully reviewed to ascertain that proposed expenditures have been budgeted prior to purchase.

Overview of the Financial Statements

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

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

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

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

City of Fairview Park, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2015
Unaudited

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

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

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

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

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

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

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

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

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

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

Government-Wide Financial Analysis

While this document contains information about the funds used by the City to provide services to our citizens, the view of the City as a whole looks at all financial transactions and asks the question, "How did we do financially during 2015?" The statement of net position and the statement of activities answer this question. These statements include all assets and deferred outflows of resources and liabilities and deferred inflows of resources using the accrual basis of accounting similar to the accounting used by the private sector. The basis for this accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received or paid.

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

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

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

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The City of Fairview Park as a Whole

Recall that the statement of net position looks at the City as a whole. The following provides a summary of the City's net position for 2015 compared to 2014:

NET POSITION
TABLE 1

	Governmental Activities		Business-Type Activities		Total	
	2015	Restated 2014	2015	Restated 2014	2015	Restated 2014
Current and Other Assets	\$15,739,732	\$17,349,543	\$5,738,174	\$5,760,820	\$21,477,906	\$23,110,363
Capital Assets, Net	43,559,782	44,031,251	12,040,360	12,271,953	55,600,142	56,303,204
<i>Total Assets</i>	<u>59,299,514</u>	<u>61,380,794</u>	<u>17,778,534</u>	<u>18,032,773</u>	<u>77,078,048</u>	<u>79,413,567</u>
Deferred Outflows of Resources:						
Deferred Charge on Refunding	1,721,956	1,844,953	0	0	1,721,956	1,844,953
Pension	1,924,206	1,269,871	24,096	16,765	1,948,302	1,286,636
<i>Total Deferred Outflows of Resources</i>	<u>3,646,162</u>	<u>3,114,824</u>	<u>24,096</u>	<u>16,765</u>	<u>3,670,258</u>	<u>3,131,589</u>
Current and Other Liabilities	1,308,374	1,718,156	29,114	379,485	1,337,488	2,097,641
Long-Term Liabilities:						
Due within One Year	1,396,486	1,417,029	0	22,301	1,396,486	1,439,330
Due in More than One Year:						
Net Pension Liability	14,037,162	13,319,846	137,449	134,344	14,174,611	13,454,190
Other Amounts	22,977,101	24,212,585	25,460	10,308	23,002,561	24,222,893
<i>Total Liabilities</i>	<u>39,719,123</u>	<u>40,667,616</u>	<u>192,023</u>	<u>546,438</u>	<u>39,911,146</u>	<u>41,214,054</u>
Deferred Inflows of Resources:						
Property Taxes	3,904,644	3,651,489	0	0	3,904,644	3,651,489
Pension	57,953	0	2,414	0	60,367	0
<i>Total Deferred Inflows of Resources</i>	<u>3,962,597</u>	<u>3,651,489</u>	<u>2,414</u>	<u>0</u>	<u>3,965,011</u>	<u>3,651,489</u>
Net Investment in Capital Assets	22,367,626	21,750,920	12,040,360	12,262,495	34,407,986	34,013,415
Restricted for:						
Capital Projects	1,588,795	1,740,765	0	0	1,588,795	1,740,765
Debt Service	0	176	0	0	0	176
Street Construction,						
Maintenance and Repair	339,189	326,805	0	0	339,189	326,805
State Highway	94,344	75,007	0	0	94,344	75,007
Street Lighting	167,062	207,685	0	0	167,062	207,685
Police Programs	101,378	54,526	0	0	101,378	54,526
Fire Operating	194,347	154,998	0	0	194,347	154,998
Police and Fire Pensions	37,289	98,489	0	0	37,289	98,489
Solid Waste	409,335	495,834	0	0	409,335	495,834
Waterline Repairs	21,144	47,776	0	0	21,144	47,776
Cable TV	691,095	599,080	0	0	691,095	599,080
Other Purposes	2,707	2,707	0	0	2,707	2,707
Unrestricted (Deficit)	(6,750,355)	(5,378,255)	5,567,833	5,097,438	(1,182,522)	(280,817)
<i>Total Net Position</i>	<u>\$19,263,956</u>	<u>\$20,176,513</u>	<u>\$17,608,193</u>	<u>\$17,359,933</u>	<u>\$36,872,149</u>	<u>\$37,536,446</u>

During 2015, the City adopted GASB Statement 68, "Accounting and Financial Reporting for Pensions – an Amendment of GASB Statement 27," which significantly revises accounting for pension costs and liabilities. For reasons discussed that follow, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension.

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Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability. GASB 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB 68, the net pension liability equals the City's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service
2. Minus plan assets available to pay these benefits

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

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

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

As a result of implementing GASB 68, the City is reporting a net pension liability and deferred inflows/outflows of resources related to pension on the accrual basis of accounting. This implementation also had the effect of restating net position at December 31, 2014, from \$32,226,488 to \$20,176,513 for governmental activities and from \$17,620,679 to \$17,359,933 for business-type activities.

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Total assets decreased from 2014 primarily due to capital asset annual depreciation exceeding additions.

The primary reason for the decrease of total liabilities was the pay down of long-term debt.

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

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

CHANGES IN NET POSITION

TABLE 2

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Revenues						
Program Revenues:						
Charges for Services and						
Operating Assessments	\$3,182,933	\$3,183,161	\$2,145,416	\$2,189,245	\$5,328,349	\$5,372,406
Operating Grants and Contributions	944,792	998,881	0	0	944,792	998,881
Capital Grants and Contributions	439,604	68,083	4,189	0	443,793	68,083
Total Program Revenues	4,567,329	4,250,125	2,149,605	2,189,245	6,716,934	6,439,370
General Revenues:						
Property Taxes	3,664,839	3,585,907	0	0	3,664,839	3,585,907
Income Taxes	8,344,484	8,086,634	0	0	8,344,484	8,086,634
Franchise Taxes	324,113	300,312	0	0	324,113	300,312
Grants and Entitlements	851,661	863,390	0	0	851,661	863,390
Contribution and Donations	1,366	300	0	0	1,366	300
Investment Income	11,751	10,715	0	0	11,751	10,715
Other	115,054	81,436	271	0	115,325	81,436
Total General Revenues	13,313,268	12,928,694	271	0	13,313,539	12,928,694
Total Revenues	17,880,597	17,178,819	2,149,876	2,189,245	20,030,473	19,368,064
Program Expenses						
General Government	3,770,801	3,614,569	0	0	3,770,801	3,614,569
Security of Persons and Property	7,360,859	6,723,713	0	0	7,360,859	6,723,713
Transportation	2,259,606	2,239,324	0	0	2,259,606	2,239,324
Community Environment	423,279	409,230	0	0	423,279	409,230
Basic Utility Services	842,067	882,300	0	0	842,067	882,300
Leisure Time Activities	3,303,474	3,422,491	0	0	3,303,474	3,422,491
Public Health Services	667	695	0	0	667	695
Interest and Fiscal Charges	832,401	862,807	0	0	832,401	862,807
Sewer	0	0	1,901,616	1,809,393	1,901,616	1,809,393
Total Program Expenses	18,793,154	18,155,129	1,901,616	1,809,393	20,694,770	19,964,522
<i>Increase (Decrease) in Net Position</i>						
<i>Before Transfers</i>	(912,557)	(976,310)	248,260	379,852	(664,297)	(596,458)
Transfers	0	20,546	0	(20,546)	0	0
<i>Change in Net Position</i>	(912,557)	(955,764)	248,260	359,306	(664,297)	(596,458)
<i>Net Position Beginning of Year - Restated</i>	20,176,513	N/A	17,359,933	N/A	37,536,446	N/A
<i>Net Position End of Year</i>	\$19,263,956	\$20,176,513	\$17,608,193	\$17,359,933	\$36,872,149	\$37,536,446

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The information necessary to restate the 2014 beginning balances and the 2014 pension expense amounts for the effects of the initial implementation of GASB 68 is not available. Therefore, 2014 functional expenses still include pension expense of \$1,286,636 computed under GASB 27. GASB 27 required recognizing pension expense equal to the contractually required contributions to the plan. Under GASB 68, pension expense represents additional amounts earned, adjusted by deferred inflows/outflows. The contractually required contribution is no longer a component of pension expense. Under GASB 68, the 2015 statements report pension expense of \$1,421,264. Consequently, in order to compare 2015 total program expenses to 2014, the following adjustments are needed:

	Governmental Activities	Business-Type Activities	Total
Total 2015 program expense under GASB 68	\$18,793,154	\$1,901,616	\$20,694,770
Pension expense under GASB 68	(1,406,313)	(14,951)	(1,421,264)
2015 contractually required contribution	1,285,379	16,762	1,302,141
Adjusted 2015 program expenses	18,672,220	1,903,427	20,575,647
Total 2014 program expenses under GASB 27	18,155,129	1,809,393	19,964,522
Increase in program expenses not related to pension	\$517,091	\$94,034	\$611,125

Governmental Activities

Governmental activities decreased the City's net position by \$912,557 during 2015.

Several types of revenues fund our governmental activities, with the City income tax being the biggest contributor. The income tax rate was 2 percent for 2015, the same as the prior year. Both residents of the City and non-residents who work inside the City are subject to the income tax. However, if residents work in a locality that has a municipal income tax, the City provides 75 percent credit up to 1.25 percent for those who pay income tax to another city. City Council could by ordinance, choose to vary that income tax credit and create additional revenues for the City.

Income tax revenue rose in 2015 as a result of increases in employee municipal income tax withholdings and individual income tax receipts. General revenue from property taxes is also a significant source of revenue. Property tax revenue generated in 2015 showed a slight increase from 2014 due to a slight increase in property valuations.

Charges for services revenue stayed in line with 2015. Grants and entitlements increased in 2015 due to the City receiving a grant related to Mastick Road repairs.

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

The largest program function for the City for 2015 is security of persons and property. The program pays for basic police, fire and emergency medical services, pensions, and equipment. Expenses increased in 2015 due to increased personnel costs.

General government is the second largest program. Expenses increased in 2015 due to increased administrative costs.

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The third largest program is leisure time activities expense, which decreased due to more capitalized costs during the current year.

Business-Type Activities

The business-type activities of the City had increased net position of \$248,260 in 2015, as revenues were able to outpace operating expenses.

Financial Analysis of the Government's Funds

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

Governmental Funds

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

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

Fund balances are the differences between assets and deferred outflows of resources and liabilities and deferred inflows of resources reported in a governmental fund. The restricted fund balance is that portion of a governmental fund's fund balance that has constraints on the use of the resources. Fund balances that are committed include amounts that can be used only for the specific purposes imposed by formal action of Council. Assigned fund balances are intended to be used for specific purposes. Unassigned fund balances are amounts available for appropriation. Assigned fund balance reflects a government's self-imposed limitations on the use or otherwise available expendable financial resources in governmental funds.

As of the end of the current year, the City of Fairview Park's governmental funds reported combined ending fund balances of \$6,848,143, which was a decrease of \$1,160,098 from 2014. Of the total governmental fund balances, \$2,650,090 constitutes the general fund balance, a \$662,337 decrease from 2014. The decrease is due to expenditures and transfers out outpacing revenues.

All governmental funds had total revenues of \$18,040,822 and expenditures of \$19,200,920, with expenditures exceeding revenues by \$1,160,098. Efforts are being made to reduce expenditures in all City departments, as spending down the fund balance cannot continue indefinitely.

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The City's Funds

General Fund

The general fund is the main operating fund of the City. At the end of the current year, total fund balance for the general fund was \$2,650,090, of which \$109,256 was nonspendable, \$996,202 was assigned, and \$1,544,632 was unassigned for financial reporting purposes. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to annual fund expenditures. Unassigned general fund balance represents 16.60 percent of total general fund expenditures, while total fund balance represents 28.47 percent of that same amount.

Recreation Fund

The recreation fund is another major fund for the City. At the end of the current year, the total fund balance was \$1,358,515, all of which was committed for financial reporting purposes. This was the seventh full year of operations for the Gemini Recreation Center. Revenues decreased slightly compared to 2014 due to a decrease in intergovernmental revenues. Expenditures increased due to the implementation of new recreation programs.

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 2015, the City amended its general fund budget on various occasions. All recommendations for budget changes come to the Finance Committee of City Council for review before going to the whole Council for ordinance enactment on the change. The City does allow small interdepartmental budget changes that modify line items within the accounting system which are within their appropriation category (department level). The general fund supports many of our major activities such as our police department and fire department as well as most legislative and executive activities. The general fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

For the general fund, original budgeted revenues were \$9,441,602. The final budgeted revenues were \$9,612,396 and actual revenues were \$9,247,696. General fund original budgeted expenditures were \$11,033,471 and the final budgeted expenditures were \$11,223,236. Actual general fund expenditures were \$9,590,115, or \$1,633,121 less than the final budget, which represents the City's proactive management and legislative action to control and reduce costs wherever practicable during 2015.

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Capital Assets and Debt Administration

Capital Assets

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

	Governmental Activities		Business-Type Activities	
	2015	2014	2015	2014
Land	\$1,050,943	\$1,050,943	\$0	\$0
Construction in Progress	1,187,893	465,245	264,457	302,905
Buildings	16,361,720	16,785,707	147,950	153,009
Land Improvements	829,369	848,122	0	0
Equipment and Furniture	748,394	768,979	252,962	182,671
Vehicles	797,123	685,223	0	0
Infrastructure	22,584,340	23,427,032	11,374,991	11,633,368
Total	\$43,559,782	\$44,031,251	\$12,040,360	\$12,271,953

In 2015, the City's current year depreciation outpaced acquisitions of capital assets. The City began sewer and storm sewer improvements projects in 2015, which are being reported as construction in progress. Some of the items purchased included improvements to streets and sidewalks.

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

Debt

As of December 31, 2015, the City of Fairview Park had the following in bonds, notes, loans, and leases outstanding:

OUTSTANDING DEBT AT DECEMBER 31
TABLE 4

	Governmental Activities		Business-Type Activities	
	2015	2014	2015	2014
General Obligation Bonds	\$21,829,059	\$22,611,391	\$0	\$0
Lorain Road Revitalization Loan	0	42,665	0	0
OPWC Loan	613,222	638,252	0	9,458
Intergovernmental Loan	52,941	103,326	0	0
Commercial Redevelopment Loans	43,605	72,677	0	0
Economic Development Notes	183,334	366,667	0	0
Capital Leases	288,497	362,983	0	0
Total	\$23,010,658	\$24,197,961	\$0	\$9,458

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The City's overall legal debt margin was \$40,089,503 at December 31, 2015.

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

The City also entered into a contractual agreement for a commercial revitalization loan from Purvin, Incorporated in 2009, for acquisition and improvements of a property located at 22735 Lorain Road, within the City. The loan will be repaid over a seven-year schedule and will be paid out of the permanent improvement capital projects fund and with user charges in the sewer enterprise fund.

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

In 1994, the City of Fairview Park entered into a contractual agreement with the City of North Olmsted for the construction and future maintenance of a wastewater treatment plant that is in North Olmsted and that Fairview Park residents will be able to tap into. This intergovernmental loan is paid from the capital improvements capital project fund.

In 2009, the City entered into a contractual agreement for a commercial redevelopment loan from Cuyahoga County for acquisition and improvements of a property located at 20520 Lorain Road, within the City. The loan will be repaid from the Lorain Road revitalization capital project fund.

In 2013, the City issued economic development notes in the amount of \$550,000. The note was used to pay the outstanding balance of the 2012 economic development notes.

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

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

Current Financial Related Activities

The City of Fairview Park continues to maintain a Aa2 rating from Moody's Investors Service and an A-rating from S&P Global Ratings.

During 2015, the City's financial position continued to decrease mainly due to subsidizing the 27th payroll and sizable retirement payouts. The City will continue stringent budgeting and procurement standards to help meet the challenges of the future.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, creditors and investors with a general overview of the City's finances and show the City's accountability for all money it receives, spends, or invests. If you have any questions about this report or need additional information contact Finance Director, Gregory M. Cingle, City of Fairview Park, 20777 Lorain Road, Fairview Park, Ohio 44126-2018, telephone (440) 356-4401, or email greg.cingle@fairviewpark.org.

Basic Financial Statements

City of Fairview Park, Ohio
Statement of Net Position
December 31, 2015

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$5,759,735	\$2,246,384	\$8,006,119
Materials and Supplies Inventory	24,406	0	24,406
Accounts Receivable	166,739	0	166,739
Intergovernmental Receivable	1,293,491	279,842	1,573,333
Prepaid Items	106,706	0	106,706
Municipal Income Taxes Receivable	3,534,755	0	3,534,755
Property Taxes Receivable	4,005,387	0	4,005,387
Special Assessments Receivable	541,756	0	541,756
Assets Held for Resale	306,757	0	306,757
Investment in Joint Venture	0	3,211,948	3,211,948
Nondepreciable Capital Assets	2,238,836	264,457	2,503,293
Depreciable Capital Assets, Net	41,320,946	11,775,903	53,096,849
<i>Total Assets</i>	<u>59,299,514</u>	<u>17,778,534</u>	<u>77,078,048</u>
Deferred Outflows of Resources			
Deferred Charge on Refunding Pension	1,721,956	0	1,721,956
	1,924,206	24,096	1,948,302
<i>Total Deferred Outflows of Resources</i>	<u>3,646,162</u>	<u>24,096</u>	<u>3,670,258</u>
Liabilities			
Accounts Payable	289,884	18,974	308,858
Accrued Wages	105,687	1,994	107,681
Retainage Payable	5,000	0	5,000
Contracts Payable	39,379	0	39,379
Intergovernmental Payable	228,234	3,435	231,669
Vacation Benefits Payable	73,850	4,711	78,561
Matured Compensated Absences	19,390	0	19,390
Accrued Interest Payable	66,950	0	66,950
Unearned Revenue	480,000	0	480,000
Long-Term Liabilities:			
Due Within One Year	1,396,486	0	1,396,486
Due In More Than One Year:			
Net Pension Liability (See Note 13)	14,037,162	137,449	14,174,611
Other Amounts Due in More Than One Year	22,977,101	25,460	23,002,561
<i>Total Liabilities</i>	<u>39,719,123</u>	<u>192,023</u>	<u>39,911,146</u>
Deferred Inflows of Resources			
Property Taxes	3,904,644	0	3,904,644
Pension	57,953	2,414	60,367
<i>Total Deferred Inflows of Resources</i>	<u>3,962,597</u>	<u>2,414</u>	<u>3,965,011</u>
Net Position			
Net Investment in Capital Assets	22,367,626	12,040,360	34,407,986
Restricted for:			
Capital Projects	1,588,795	0	1,588,795
Street Construction, Maintenance and Repair	339,189	0	339,189
State Highway	94,344	0	94,344
Street Lighting	167,062	0	167,062
Police Programs	101,378	0	101,378
Fire Operating	194,347	0	194,347
Police and Fire Pensions	37,289	0	37,289
Solid Waste	409,335	0	409,335
Waterline Repairs	21,144	0	21,144
Cable TV	691,095	0	691,095
Other Purposes	2,707	0	2,707
Unrestricted (Deficit)	(6,750,355)	5,567,833	(1,182,522)
<i>Total Net Position</i>	<u>\$19,263,956</u>	<u>\$17,608,193</u>	<u>\$36,872,149</u>

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
Statement of Activities
For the Year Ended December 31, 2015

	Expenses	Program Revenues		
		Charges for Services and Operating Assessments	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities:				
General Government	\$3,770,801	\$132,931	\$0	\$42,572
Security of Persons and Property	7,360,859	945,815	122,908	0
Transportation	2,259,606	15,454	747,294	397,032
Community Environment	423,279	16,653	0	0
Basic Utility Services	842,067	737,038	0	0
Leisure Time Activities	3,303,474	1,335,012	74,590	0
Public Health Services	667	30	0	0
Interest and Fiscal Charges	832,401	0	0	0
<i>Total Governmental Activities</i>	18,793,154	3,182,933	944,792	439,604
Business-Type Activities:				
Sewer	1,901,616	2,145,416	0	4,189
<i>Total</i>	<u>\$20,694,770</u>	<u>\$5,328,349</u>	<u>\$944,792</u>	<u>\$443,793</u>

General Revenues

Property Taxes Levied for:
General Purposes
Permanent Improvements
Recreation
Police and Fire Pension
Fire Operations
Municipal Income Taxes Levied for:
General Purposes
Capital Improvements
Recreation
Franchise Taxes
Grants and Entitlements not Restricted to Specific Programs
Unrestricted Contribution and Donations
Investment Income
Other

Total General Revenues

Change in Net Position

Net Position Beginning of Year - Restated (See Note 3)

Net Position End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and
Changes in Net Position

Governmental Activities	Business-Type Activities	Total
(\$3,595,298)	\$0	(\$3,595,298)
(6,292,136)	0	(6,292,136)
(1,099,826)	0	(1,099,826)
(406,626)	0	(406,626)
(105,029)	0	(105,029)
(1,893,872)	0	(1,893,872)
(637)	0	(637)
(832,401)	0	(832,401)
(14,225,825)	0	(14,225,825)
0	247,989	247,989
(14,225,825)	247,989	(13,977,836)
2,622,747	0	2,622,747
273,929	0	273,929
314,863	0	314,863
188,899	0	188,899
264,401	0	264,401
5,239,613	0	5,239,613
1,034,957	0	1,034,957
2,069,914	0	2,069,914
324,113	0	324,113
851,661	0	851,661
1,366	0	1,366
11,751	0	11,751
115,054	271	115,325
13,313,268	271	13,313,539
(912,557)	248,260	(664,297)
20,176,513	17,359,933	37,536,446
\$19,263,956	\$17,608,193	\$36,872,149

City of Fairview Park, Ohio

*Balance Sheet
Governmental Funds
December 31, 2015*

	General	Recreation	Other Governmental Funds	Total Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,843,814	\$1,171,487	\$2,523,704	\$5,539,005
Materials and Supplies Inventory	2,550	0	21,856	24,406
Accounts Receivable	6,804	17,775	142,160	166,739
Intergovernmental Receivable	432,263	24,383	836,845	1,293,491
Prepaid Items	106,706	0	0	106,706
Municipal Income Taxes Receivable	2,219,826	876,619	438,310	3,534,755
Property Taxes Receivable	2,874,062	345,025	786,300	4,005,387
Special Assessments Receivable	529	0	541,227	541,756
Interfund Receivable	100,000	0	0	100,000
Assets Held for Resale	0	0	306,757	306,757
<i>Total Assets</i>	<u>\$7,586,554</u>	<u>\$2,435,289</u>	<u>\$5,597,159</u>	<u>\$15,619,002</u>
Liabilities				
Accounts Payable	\$77,474	\$97,865	\$114,545	\$289,884
Contracts Payable	0	0	39,379	39,379
Accrued Wages	75,590	15,892	14,044	105,526
Intergovernmental Payable	107,818	24,789	95,624	228,231
Retainage Payable	0	0	5,000	5,000
Matured Compensated Absences Payable	19,390	0	0	19,390
Interfund Payable	0	0	100,000	100,000
Unearned Revenue	0	0	480,000	480,000
<i>Total Liabilities</i>	<u>280,272</u>	<u>138,546</u>	<u>848,592</u>	<u>1,267,410</u>
Deferred Inflows of Resources				
Property Taxes	2,801,926	336,365	766,353	3,904,644
Unavailable Revenue	1,854,266	601,863	1,142,676	3,598,805
<i>Total Deferred Inflows of Resources</i>	<u>4,656,192</u>	<u>938,228</u>	<u>1,909,029</u>	<u>7,503,449</u>
Fund Balances				
Nonspendable	109,256	0	21,856	131,112
Restricted	0	0	2,590,361	2,590,361
Committed	0	1,358,515	253,923	1,612,438
Assigned	996,202	0	0	996,202
Unassigned (Deficit)	1,544,632	0	(26,602)	1,518,030
<i>Total Fund Balances</i>	<u>2,650,090</u>	<u>1,358,515</u>	<u>2,839,538</u>	<u>6,848,143</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$7,586,554</u>	<u>\$2,435,289</u>	<u>\$5,597,159</u>	<u>\$15,619,002</u>

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 December 31, 2015*

Total Governmental Fund Balances	\$6,848,143
 <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.	43,559,782
Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds:	
Delinquent Property Taxes	100,743
Municipal Income Taxes	2,303,560
Intergovernmental	652,746
Special Assessments	541,756
Total	3,598,805
Vacation benefits payable is a contractually required benefit not expected to be paid with expendable available financial resources and therefore not reported in the funds.	(73,850)
In the statement of activities, interest is accrued on outstanding liabilities, whereas in governmental funds, an interest expenditure is reported when due.	(66,950)
Deferred outflows of resources represent deferred charges on refundings, which are not reported in the funds.	1,721,956
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(21,829,059)
OPWC Loan	(613,222)
Intergovernmental Loan	(52,941)
Commercial Redevelopment Loans	(43,605)
Economic Development Note	(183,334)
Compensated Absences Payable	(1,362,929)
Capital Lease Obligations	(288,497)
Total	(24,373,587)
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	220,566
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred inflows/outflows are not reported in governmental funds:	
Deferred Outflows - Pension	1,924,206
Net Pension Liability	(14,037,162)
Deferred Inflows - Pension	(57,953)
Total	(12,170,909)
 <i>Net Position of Governmental Activities</i>	 <u>\$19,263,956</u>

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2015

	General	Recreation	Other Governmental Funds	Total Governmental Funds
Revenues				
Municipal Income Taxes	\$5,344,158	\$2,111,185	\$1,055,592	\$8,510,935
Property Taxes	2,624,374	315,058	727,667	3,667,099
Franchise Taxes	0	0	324,113	324,113
Charges for Services	15,937	1,169,076	454,617	1,639,630
Fines, Licenses and Permits	373,303	0	104,148	477,451
Intergovernmental	830,192	57,472	1,316,450	2,204,114
Special Assessments	0	0	955,352	955,352
Contributions and Donations	1,366	16,948	1,700	20,014
Interest	11,531	0	220	11,751
Rentals	23,263	86,711	0	109,974
Other	49,498	9,556	61,335	120,389
<i>Total Revenues</i>	<u>9,273,622</u>	<u>3,766,006</u>	<u>5,001,194</u>	<u>18,040,822</u>
Expenditures				
Current:				
General Government	2,963,687	0	67,023	3,030,710
Security of Persons and Property	5,187,354	0	1,893,114	7,080,468
Transportation	367,326	0	725,346	1,092,672
Community Environment	408,325	0	0	408,325
Basic Utility Services	39,962	0	799,698	839,660
Leisure Time Activities	340,550	3,041,496	0	3,382,046
Public Health Services	655	0	0	655
Capital Outlay	0	0	1,473,722	1,473,722
Debt Service:				
Principal Retirement	0	500,000	634,971	1,134,971
Interest and Fiscal Charges	0	680,288	77,403	757,691
<i>Total Expenditures</i>	<u>9,307,859</u>	<u>4,221,784</u>	<u>5,671,277</u>	<u>19,200,920</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(34,237)</u>	<u>(455,778)</u>	<u>(670,083)</u>	<u>(1,160,098)</u>
Other Financing Sources (Uses)				
Transfers In	0	0	628,100	628,100
Transfers Out	(628,100)	0	0	(628,100)
<i>Total Other Financing Sources (Uses)</i>	<u>(628,100)</u>	<u>0</u>	<u>628,100</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(662,337)</u>	<u>(455,778)</u>	<u>(41,983)</u>	<u>(1,160,098)</u>
<i>Fund Balances Beginning of Year</i>	<u>3,312,427</u>	<u>1,814,293</u>	<u>2,881,521</u>	<u>8,008,241</u>
<i>Fund Balances End of Year</i>	<u>\$2,650,090</u>	<u>\$1,358,515</u>	<u>\$2,839,538</u>	<u>\$6,848,143</u>

See accompanying notes to the basic financial statements

City of Fairview Park, 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, 2015*

Net Change in Fund Balances - Total Governmental Funds (\$1,160,098)

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

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

Capital Outlays	2,048,564	
Current Year Depreciation	(2,501,531)	
Total		(452,967)

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (18,502)

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

Delinquent Property Taxes	(2,260)	
Municipal Income Taxes	(166,451)	
Intergovernmental	13,295	
Special Assessments	526	
Other	(5,335)	
Total		(160,225)

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:

General Obligation Bonds	730,000	
Economic Development Note	183,333	
OPWC Loan	25,030	
Lorain Road Revitalization Loan	42,665	
Intergovernmental Loan	50,385	
Commercial Redevelopment Loans	29,072	
Capital Lease Obligations	74,486	
Total		1,134,971

In the statement of activities, interest accrued on outstanding bonds and bond premium are amortized over the terms of the bonds, whereas in the governmental funds, the expenditures are reported when due:

Accrued Interest on Bonds	(4,045)	
Amortization of Accounting Loss	(122,997)	
Amortization of Bond Premium	52,332	
Total		(74,710)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Compensated Absences	68,724	
Vacation Benefits Payable	33,808	
Total		102,532

An internal service fund used by management to charge the costs of insurance to individual funds is not reported on the statement of activities. Governmental expenditures and related internal service fund revenues are eliminated. The change for governmental funds is reported for the year. (162,624)

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows. 1,285,379

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities. (1,406,313)

Change in Net Position of Governmental Activities (\$912,557)

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Municipal Income Taxes	\$5,231,545	\$5,369,430	\$5,347,113	(\$22,317)
Property Taxes	2,961,432	2,961,432	2,624,374	(337,058)
Charges for Services	14,637	15,022	14,960	(62)
Fines, Licenses and Permits	367,337	377,019	375,452	(1,567)
Intergovernmental	771,623	791,960	801,724	9,764
Contributions and Donations	1,336	1,372	1,366	(6)
Interest	11,282	11,579	11,531	(48)
Rentals	22,760	23,360	23,263	(97)
Other	59,650	61,222	47,913	(13,309)
<i>Total Revenues</i>	9,441,602	9,612,396	9,247,696	(364,700)
Expenditures				
Current:				
General Government	4,147,974	4,289,379	3,042,349	1,247,030
Security of Persons and Property	5,461,350	5,479,010	5,347,926	131,084
Transportation	390,836	408,836	384,983	23,853
Community Environment	425,344	437,744	424,202	13,542
Basic Utility Services	232,236	232,236	41,435	190,801
Leisure Time Activities	375,086	375,086	348,380	26,706
Public Health Services	645	945	840	105
<i>Total Expenditures</i>	11,033,471	11,223,236	9,590,115	1,633,121
<i>Excess of Revenues Under Expenditures</i>	(1,591,869)	(1,610,840)	(342,419)	1,268,421
Other Financing Uses				
Advances Out	0	0	(100,000)	(100,000)
Transfers Out	0	0	(628,100)	(628,100)
<i>Total Other Financing Uses</i>	0	0	(728,100)	(728,100)
<i>Net Change in Fund Balance</i>	(1,591,869)	(1,610,840)	(1,070,519)	540,321
<i>Fund Balance Beginning of Year</i>	2,741,896	2,741,896	2,741,896	0
Prior Year Encumbrances Appropriated	130,150	130,150	130,150	0
<i>Fund Balance End of Year</i>	\$1,280,177	\$1,261,206	\$1,801,527	\$540,321

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
*Statement of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Municipal Income Taxes	\$2,108,895	\$2,112,366	\$2,112,366	\$0
Property Taxes	314,540	315,058	315,058	0
Charges for Services	1,165,017	1,166,934	1,166,934	0
Intergovernmental	57,378	57,472	57,472	0
Contributions and Donations	16,920	16,948	16,948	0
Rentals	86,569	86,711	86,711	0
Other	9,540	9,556	9,556	0
<i>Total Revenues</i>	<i>3,758,859</i>	<i>3,765,045</i>	<i>3,765,045</i>	<i>0</i>
Expenditures				
Current:				
Leisure Time Activities	3,057,294	3,161,760	3,056,383	105,377
Debt Service:				
Principal Retirement	501,257	500,000	500,000	0
Interest and Fiscal Charges	681,997	680,288	680,288	0
<i>Total Expenditures</i>	<i>4,240,548</i>	<i>4,342,048</i>	<i>4,236,671</i>	<i>105,377</i>
<i>Net Change in Fund Balance</i>	<i>(481,689)</i>	<i>(577,003)</i>	<i>(471,626)</i>	<i>105,377</i>
<i>Fund Balance Beginning of Year</i>	<i>1,561,875</i>	<i>1,561,875</i>	<i>1,561,875</i>	<i>0</i>
Prior Year Encumbrances Appropriated	74,484	74,484	74,484	0
<i>Fund Balance End of Year</i>	<i>\$1,154,670</i>	<i>\$1,059,356</i>	<i>\$1,164,733</i>	<i>\$105,377</i>

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
Statement of Fund Net Position
Proprietary Funds
December 31, 2015

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Gilles-Sweet Fund	Total	Internal Service Fund
Assets				
<i>Current Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$2,246,028	\$356	\$2,246,384	\$220,730
Intergovernmental Receivable	279,842	0	279,842	0
<i>Total Current Assets</i>	<u>2,525,870</u>	<u>356</u>	<u>2,526,226</u>	<u>220,730</u>
<i>Non-Current Assets:</i>				
Investment in Joint Venture	3,211,948	0	3,211,948	0
Land and Construction in Progress	264,457	0	264,457	0
Depreciable Capital Assets, Net	11,775,903	0	11,775,903	0
<i>Total Non-Current Assets</i>	<u>15,252,308</u>	<u>0</u>	<u>15,252,308</u>	<u>0</u>
<i>Total Assets</i>	<u>17,778,178</u>	<u>356</u>	<u>17,778,534</u>	<u>220,730</u>
Deferred Outflows of Resources				
Pension	24,096	0	24,096	0
Liabilities				
<i>Current Liabilities:</i>				
Accounts Payable	18,974	0	18,974	0
Accrued Wages	1,994	0	1,994	161
Intergovernmental Payable	3,435	0	3,435	3
Vacation Benefits Payable	4,711	0	4,711	0
<i>Total Current Liabilities</i>	<u>29,114</u>	<u>0</u>	<u>29,114</u>	<u>164</u>
<i>Long-Term Liabilities (Net of Current Portion):</i>				
Compensated Absences Payable	25,460	0	25,460	0
Net Pension Liability	137,449	0	137,449	0
<i>Total Long-Term Liabilities</i>	<u>162,909</u>	<u>0</u>	<u>162,909</u>	<u>0</u>
<i>Total Liabilities</i>	<u>192,023</u>	<u>0</u>	<u>192,023</u>	<u>164</u>
Deferred Inflows of Resources				
Pension	2,414	0	2,414	0
Net Position				
Net Investment in Capital Assets	12,040,360	0	12,040,360	0
Unrestricted	5,567,477	356	5,567,833	220,566
<i>Total Net Position</i>	<u>\$17,607,837</u>	<u>\$356</u>	<u>\$17,608,193</u>	<u>\$220,566</u>

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
*Statement of Revenues,
Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2015*

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Gilles-Sweet Fund	Total	Internal Service Fund
Operating Revenues				
Charges for Services	\$2,145,416	\$0	\$2,145,416	\$1,099,665
Other	271	0	271	0
<i>Total Operating Revenues</i>	<u>2,145,687</u>	<u>0</u>	<u>2,145,687</u>	<u>1,099,665</u>
Operating Expenses				
Personal Services	184,464	0	184,464	164
Materials and Supplies	33,298	0	33,298	0
Contractual Services	997,643	0	997,643	1,185,642
Claims	0	0	0	76,483
Depreciation	417,072	0	417,072	0
Other Operating Expense	172,233	0	172,233	0
<i>Total Operating Expenses</i>	<u>1,804,710</u>	<u>0</u>	<u>1,804,710</u>	<u>1,262,289</u>
<i>Operating Income (Loss)</i>	340,977	0	340,977	(162,624)
Nonoperating Expenses				
Loss on Investment in Joint Venture	(96,906)	0	(96,906)	0
<i>Income (Loss) Before Capital Contributions</i>	244,071	0	244,071	(162,624)
Capital Contributions	4,189	0	4,189	0
<i>Change in Net Position</i>	248,260	0	248,260	(162,624)
<i>Net Position Beginning of Year - Restated (See Note 3)</i>	<u>17,359,577</u>	<u>356</u>	<u>17,359,933</u>	<u>383,190</u>
<i>Net Position End of Year</i>	<u>\$17,607,837</u>	<u>\$356</u>	<u>\$17,608,193</u>	<u>\$220,566</u>

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2015

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Major Sewer Fund	Nonmajor Gilles-Sweet Fund	Total	Internal Service Fund
<i>Increase (Decrease) in Cash and Cash Equivalents</i>				
<i>Cash Flows from Operating Activities</i>				
Cash Received from Customers	\$2,171,013	\$0	\$2,171,013	\$1,099,665
Cash Received from Other Operating Revenues	271	0	271	0
Cash Payments for Employee Services and Benefits	(188,679)	0	(188,679)	0
Cash Payments for Goods and Services	(1,376,599)	0	(1,376,599)	(1,185,642)
Cash Payments for Claims	0	0	0	(85,635)
Cash Payments for Other Operating Expenses	(172,233)	0	(172,233)	0
<i>Net Cash Provided by (Used for) Operating Activities</i>	433,773	0	433,773	(171,612)
<i>Cash Flows from Capital and Related Financing Activities</i>				
Capital Contributions	4,113	0	4,113	0
Acquisition of Capital Assets	(185,479)	0	(185,479)	0
Principal Paid on OPWC Loan	(9,458)	0	(9,458)	0
<i>Net Cash Used for Capital and Related Financing Activities</i>	(190,824)	0	(190,824)	0
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	242,949	0	242,949	(171,612)
<i>Cash and Cash Equivalents Beginning of Year</i>	2,003,079	356	2,003,435	392,342
<i>Cash and Cash Equivalents End of Year</i>	\$2,246,028	\$356	\$2,246,384	\$220,730
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities				
<i>Operating Income (Loss)</i>	\$340,977	\$0	\$340,977	(\$162,624)
Adjustments:				
Depreciation	417,072	0	417,072	0
Decrease in Intergovernmental Receivable	25,597	0	25,597	0
Decrease in Deferred Outflows - Pension	1,837	0	1,837	0
Increase (Decrease) in Liabilities:				
Accounts Payable	(265,211)	0	(265,211)	0
Accrued Wages	(3,598)	0	(3,598)	161
Retainage Payable	(8,230)	0	(8,230)	0
Vacation Benefits Payable	(106)	0	(106)	0
Intergovernmental Payable	(73,226)	0	(73,226)	3
Compensated Absences Payable	2,309	0	2,309	0
Claims Payable	0	0	0	(9,152)
Net Pension Liability	(2,534)	0	(2,534)	0
Decrease in Deferred Inflows - Pension	(1,114)	0	(1,114)	0
<i>Total Adjustments</i>	92,796	0	92,796	(8,988)
<i>Net Cash Provided by (Used for) Operating Activities</i>	\$433,773	\$0	\$433,773	(\$171,612)

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
Statement of Fiduciary Assets and Liabilities
Agency Funds
December 31, 2015

Assets	
Equity in Pooled Cash and Cash Equivalents	<u><u>\$2,445,841</u></u>
Liabilities	
Intergovernmental Payable	\$2,129,639
Accounts Payable	33,502
Deposits Held and Due to Others	<u>282,700</u>
<i>Total Liabilities</i>	<u><u>\$2,445,841</u></u>

See accompanying notes to the basic financial statements

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 1 – Reporting Entity

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

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

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

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

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

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

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

Note 2 – Summary of Significant Accounting Policies

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Basis of Presentation

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

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

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

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

Fund Accounting

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

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

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

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

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

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

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

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

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

Measurement Focus

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

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

Basis of Accounting

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

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

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlement and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 8). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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 and pension reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The deferred outflows of resources related to pension are explained in Note 13.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

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

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized until that time. For the City, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2014, but which were levied to finance fiscal year 2015 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, income taxes, special assessments, and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Activities found on page 21. Deferred inflows of resources related to pension are reported on the government-wide statement of net position (See Note 13).

Operating Revenues and Expenses

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

Pensions

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

Budgetary Data

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

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

Cash and Cash Equivalents

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

The City invested in the State Treasury Asset Reserve of Ohio (STAR Ohio) during 2015. 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 which is the price the investment could be sold at December 31, 2015.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2015 was \$11,531, which includes \$9,458 assigned from other City funds.

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

Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2015, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported the year in which services are consumed.

Inventory

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Assets Held for Resale

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

Capital Assets

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

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

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

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Buildings	10-50 years	50 years
Land Improvements	20-50 years	20 years
Equipment and Furniture	5-20 years	10-15 years
Vehicles	8-20 years	N/A
Infrastructure	10-75 years	50-75 years

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

Interfund Balances

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Compensated Absences

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

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

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

On governmental fund financial statements, compensated absences are recognized as liabilities and expenditures 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" in the fund from which the compensated absences will be paid. The noncurrent portion of the liability is not reported.

Accrued Liabilities and Long-term Obligations

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

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

Contributions of Capital

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

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:

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

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

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

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

Assigned Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by City Council. In the general fund, assigned amounts represent intended uses established by City Council or a City official delegated that authority by City Charter or ordinance or by State statute. State statute authorizes the Finance Director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated. City Council assigned fund balance to cover a gap between estimated revenue and appropriations for 2016’s spending.

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

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Net Position

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

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

Interfund Activity

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

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

Bond Premium

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

Estimates

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 3 – Change in Accounting Principle and Restatement of Net Position

For 2015, the City implemented the Governmental Accounting Standards Board (GASB) Statement No. 68, “Accounting and Financial Reporting for Pensions” and GASB Statement No. 71, “Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68.” GASB 68 established standards for measuring and recognizing pension liabilities, deferred outflows of resources, deferred inflows of resources, and expense/expenditure.

Also, during 2015, the City’s investment in joint venture needed to be restated due to its implementation of GASB Statement No. 68.

The implementation of this pronouncement on the City and the joint venture had the following effect on net position as reported December 31, 2014:

	<u>Governmental</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net position December 31, 2014	\$32,226,488	\$17,620,679	\$49,847,167
Adjustments:			
Net Pension Liability	(13,319,846)	(134,344)	(13,454,190)
Deferred Outflow - Payments Subsequent to Measurement Date	1,269,871	16,765	1,286,636
Investment in Joint Venture	<u>0</u>	<u>(143,167)</u>	<u>(143,167)</u>
Restated Net Position December 31, 2014	<u>\$20,176,513</u>	<u>\$17,359,933</u>	<u>\$37,536,446</u>

	<u>Major Sewer Fund</u>	<u>Nonmajor Gilles-Sweet Fund</u>	<u>Total Enterprise</u>
Net position December 31, 2014	\$17,620,323	\$356	\$17,620,679
Adjustments:			
Net Pension Liability	(134,344)	0	(134,344)
Deferred Outflow - Payments Subsequent to Measurement Date	16,765	0	16,765
Investment in Joint Venture	<u>(143,167)</u>	<u>0</u>	<u>(143,167)</u>
Restated Net Position December 31, 2014	<u>\$17,359,577</u>	<u>\$356</u>	<u>\$17,359,933</u>

Other than employer contributions subsequent to the measurement date, the City made no restatement for deferred inflows/outflows of resources as the information needed to generate these restatements was not available.

Note 4 – Fund Balances

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Fund Balances	General	Recreation	Other Governmental Funds	Total
<i>Nonspendable:</i>				
Prepays	\$106,706	\$0	\$0	\$106,706
Inventory	2,550	0	21,856	24,406
<i>Total Nonspendable</i>	109,256	0	21,856	131,112
<i>Restricted for:</i>				
Road Improvements	0	0	216,868	216,868
Law Enforcement	0	0	105,735	105,735
Construction and Improvement of City Facilities	0	0	1,075,297	1,075,297
Fire Operations	0	0	167,344	167,344
Drug and Alcohol Enforcement	0	0	13,128	13,128
Civil Service Testing	0	0	2,688	2,688
Lorain Road Revitalization	0	0	307,172	307,172
Cable Television Services	0	0	691,095	691,095
Senior Center Construction	0	0	10,858	10,858
Debt Service Payments	0	0	176	176
<i>Total Restricted</i>	0	0	2,590,361	2,590,361
<i>Committed to:</i>				
Recreation Programs	0	1,358,515	0	1,358,515
S.A.V.E. Program	0	0	400	400
Emergency Medical Services	0	0	205,583	205,583
Bain Park Restoration	0	0	43,016	43,016
Sidewalk Improvements	0	0	4,924	4,924
<i>Total Committed</i>	0	1,358,515	253,923	1,612,438
<i>Assigned to:</i>				
Purchases on Order	37,628	0	0	37,628
2016 Appropriations	958,574	0	0	958,574
<i>Total Assigned</i>	996,202	0	0	996,202
<i>Unassigned (Deficit)</i>	1,544,632	0	(26,602)	1,518,030
<i>Total Fund Balances</i>	\$2,650,090	\$1,358,515	\$2,839,538	\$6,848,143

Note 5 – Budgetary Basis of Accounting

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

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

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP basis).
- (2) Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP basis).

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

- (3) Unrecorded cash represents amounts received but not reported by the City on the operating statements (budget), but which is reported on the GAAP basis operating statements.
- (4) Encumbrances are treated as expenditures (budget) rather than restricted, committed or assigned fund balance (GAAP basis).

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

	General	Recreation
GAAP Basis	(\$662,337)	(\$455,778)
Net Adjustment for Revenue Accruals	(26,126)	(961)
Net Adjustment for Expenditure Accruals	(340,628)	(8,133)
Beginning Unrecorded Cash	859	0
Ending Unrecorded Cash	(659)	0
Encumbrances	(41,628)	(6,754)
Budget Basis	(\$1,070,519)	(\$471,626)

Note 6 – Deposits and Investments

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

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

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

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

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

1. United States Treasury bills, bonds notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, and Government National Mortgage Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

3. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
4. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
5. Bonds and other obligations of the State of Ohio, and with certain limitations bonds and other obligations of political subdivisions of the State of Ohio;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days in an amount not to exceed 40 percent of the interim monies available for investment at any one time if training requirements have been met; and
8. Written repurchase agreements in the securities described in (1) or (2) provided the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and the term of the agreement must not exceed thirty days.

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

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

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

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

Deposits

Custodial Credit Risk Custodial credit risk is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in possession of an outside party. At year-end, \$4,750,107 of the City's bank balance of \$8,617,680 was uninsured and uncollateralized. Although the securities were held by the pledging institution's trust department and all statutory requirements for the deposit of the money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

The City has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the City or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least 105 percent of the deposits being secured.

Investments

At December 31, 2015, the City had \$2,069,198 invested in STAR Ohio with an average maturity of 49.4 days.

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the City's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the City's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments.

Credit Risk Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The City has no investment policy that addresses credit risk.

Note 7 – Interfund Transactions

Intefund Balances

During 2015, the general fund had \$100,000 interfund receivable from the safe routes to school fund due to the timing of the receipt of grant monies. Once the grant monies are received, the interfund balances are anticipated to be repaid within one year.

Inetrfund Transfers

During 2015, the general fund transferred \$628,100 to the police and fire pension fund to provide additional resources for current operations.

Note 8 – Receivables

Receivables at December 31, 2015, consisted primarily of municipal income taxes, property taxes, accounts (billings for user charged services and court fines), 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 are considered collectible in full due to the ability to foreclose for the nonpayment of taxes. All receivables except for property taxes are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

Property Taxes

Property taxes include amounts levied against all real and public utility property located in the City of Fairview Park. Property tax revenues received in 2015 for real and public utility property represent the collection of 2014 taxes.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

2015 real property taxes are levied after October 1, 2015 on the assessed value as of January 1, 2015, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2015 real property taxes are collected in and intended to finance 2016.

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. 2015 public utility property taxes which became a lien December 31, 2014, are levied after October 1, 2015, and are collected in 2016 with real property taxes.

The full tax rate for all City of Fairview Park operations for the year ended December 31, 2015, was \$11.80 per \$1,000 of assessed value. The assessed values of real and public utility property upon which 2015 property tax receipts were based are as follows:

Real Property	\$386,683,320
Public Utility Personal Property	<u>5,119,790</u>
Total	<u>\$391,803,110</u>

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and public utility property taxes and outstanding delinquencies which were measurable as of December 31, 2015, and for which there was an enforceable legal claim. In governmental funds, the portion of the receivable not levied to finance 2016 operations is offset to deferred inflows of resources – property taxes. On the accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue while on the modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

Income Taxes

The City levies an income tax of 2 percent on all income earned within the City as well as income of residents earned outside the City. In the latter case, the City allows a credit of 75 percent of the tax on the income earned outside the City and paid to another municipality to a maximum of the total amount assessed with a limit to the credit of 1.25 percent. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the Regional Income tax Agency (RITA) at least quarterly. Corporations and other individual taxpayers are required to pay their estimated tax at least quarterly and file a final return annually. Taxes collected by RITA in one month are remitted to the City on the first and tenth business days of the following month. One and one-quarter percent is levied for general purposes, one half percent is committed to recreation programs, and one-quarter percent is restricted for capital improvements.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

	Amount
Governmental Activities:	
Mastick Road Repair Grant	\$397,032
Homestead and Rollback	283,111
Local Government	179,519
Gasoline Excise Tax	170,055
Gasoline Tax	83,648
Permissive License Tax	55,505
Motor Vehicle Registration	52,704
Estate Tax	45,009
West Shore Council of Governments	20,955
Bureau of Workers' Compensation Refunds	4,979
Cuyahoga County	974
Total Governmental	1,293,491
Business-Type Activities:	
City of Cleveland	279,766
Bureau of Workers' Compensation Refunds	76
Total Business-Type	279,842
Total Intergovernmental	\$1,573,333

Note 9 – Cleveland Waterline Projects

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

Note 10 – Compensated Absences

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

Sick leave is earned at the rate of four-and-sixth-tenths hours for every 80 hours worked. A maximum of 1,307 hours may be accumulated by each employee. Each employee with ten or more years of service with the City is paid for one-half of the employee's earned unused sick leave upon termination with the City, transfer to another governmental agency, or retirement.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 11 – Capital Assets

A summary of changes in capital assets during 2015 follows:

	Balance 12/31/2014	Additions	Deletions	Balance 12/31/2015
Governmental Activities:				
<i>Nondepreciable Capital Assets</i>				
Land	\$1,050,943	\$0	\$0	\$1,050,943
Construction in Progress	465,245	1,077,041	(354,393)	1,187,893
<i>Total Nondepreciable Capital Assets</i>	1,516,188	1,077,041	(354,393)	2,238,836
<i>Depreciable Capital Assets</i>				
Buildings	21,118,232	0	0	21,118,232
Land Improvements	2,022,702	61,506	0	2,084,208
Equipment and Furniture	2,140,591	76,790	0	2,217,381
Vehicles	4,350,264	287,386	(139,788)	4,497,862
Infrastructure:				
Roads, Sidewalks and Bridges	47,693,984	900,234	0	48,594,218
Fire Hydrants	1,543,167	0	0	1,543,167
Traffic Signals	3,119,326	0	0	3,119,326
<i>Total Depreciable Capital Assets</i>	81,988,266	1,325,916	(139,788)	83,174,394
<i>Less Accumulated Depreciation:</i>				
Buildings	(4,332,525)	(423,987)	0	(4,756,512)
Land Improvements	(1,174,580)	(80,259)	0	(1,254,839)
Equipment and Furniture	(1,371,612)	(97,375)	0	(1,468,987)
Vehicles	(3,665,041)	(156,984)	121,286	(3,700,739)
Infrastructure:				
Roads, Sidewalks and Bridges	(25,854,343)	(1,597,096)	0	(27,451,439)
Fire Hydrants	(902,231)	(25,386)	0	(927,617)
Traffic Signals	(2,172,871)	(120,444)	0	(2,293,315)
<i>Total Accumulated Depreciation</i>	(39,473,203)	(2,501,531) *	121,286	(41,853,448)
<i>Total Depreciable Capital Assets, Net</i>	42,515,063	(1,175,615)	(18,502)	41,320,946
<i>Total Governmental Activities Capital Assets, Net</i>	\$44,031,251	(\$98,574)	(\$372,895)	\$43,559,782

* Depreciation expense was charged to governmental functions as follows:

General Government	\$718,307
Security of Persons and Property	110,920
Transportation	1,223,436
Community Environment	32,630
Leisure Time Activities	416,238
Total	\$2,501,531

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

	Balance 12/31/14	Additions	Deletions	Balance 12/31/15
Business-Type Activities:				
<i>Nondepreciable Capital Assets</i>				
Construction in Progress	\$302,905	\$76,559	(\$115,007)	\$264,457
<i>Depreciable Capital Assets</i>				
Buildings	252,877	0	0	252,877
Land Improvements	6,741	0	0	6,741
Equipment and Furniture	358,903	95,583	0	454,486
Infrastructure:				
Sanitary Sewer	15,229,336	128,344	0	15,357,680
Storm Sewer	8,529,007	0	0	8,529,007
<i>Total Depreciable Capital Assets</i>	24,376,864	223,927	0	24,600,791
Less Accumulated Depreciation:				
Buildings	(99,868)	(5,059)	0	(104,927)
Land Improvements	(6,741)	0	0	(6,741)
Equipment and Furniture	(176,232)	(25,292)	0	(201,524)
Infrastructure:				
Sanitary Sewer	(7,282,405)	(247,203)	0	(7,529,608)
Storm Sewer	(4,842,570)	(139,518)	0	(4,982,088)
<i>Total Accumulated Depreciation</i>	(12,407,816)	(417,072)	0	(12,824,888)
<i>Total Depreciable Capital Assets, Net</i>	11,969,048	(193,145)	0	11,775,903
<i>Total Business-Type Activities Capital Assets, Net</i>	\$12,271,953	(\$116,586)	(\$115,007)	\$12,040,360

Note 12 – Assets Held for Resale

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

In 2011, the City entered an agreement with the Fairview Park City School District to purchase property located at 20770 Lorain Road. In exchange for payment of the property, the City will forego the annual rental of the recreation center charged to the School District of \$60,000 for the next 12 years for a total of \$720,000. The City has recorded an asset held for resale and unearned revenue. The balance at December 31, 2015 is \$480,000. The City sold this property for \$715,128 in 2013.

Note 13 – Defined Benefit Pension Plans

Net Pension Liability

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

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

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

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

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

Plan Description – Ohio Public Employees Retirement System (OPERS)

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

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

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

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

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

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

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

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

	State and Local
2015 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0
2015 Actual Contribution Rates	
Employer:	
Pension	12.0 %
Post-employment Health Care Benefits	2.0
Total Employer	<u>14.0 %</u>
Employee	<u>10.0 %</u>

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$419,053 for 2015. Of this amount, \$39,340 is reported as an intergovernmental payable.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

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

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

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

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

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

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

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

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

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

	Police	Firefighters
2015 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee:		
January 1, 2015 through July 1, 2015	11.50	11.50
July 2, 2015 through December 31, 2015	12.25	12.25
 2015 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50	0.50
 Total Employer	19.50 %	24.00 %
 Employee:		
January 1, 2015 through July 1, 2015	11.50 %	11.50 %
July 2, 2015 through December 31, 2015	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OPF was \$883,088 for 2015. Of this amount \$77,741 is reported as an intergovernmental payable.

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

The net pension liability for OPERS was measured as of December 31, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OPF's total pension liability was measured as of December 31, 2014, and was determined by rolling forward the total pension liability as of January 1, 2014, to December 31, 2014. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	OPERS	OPF	Total
Proportionate Share of the Net Pension Liability	\$3,436,213	\$10,738,398	\$14,174,611
Proportion of the Net Pension Liability	0.02849000%	0.20728830%	
Pension Expense	\$373,783	\$1,047,481	\$1,421,264

City of Fairview Park, Ohio
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At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>OPERS</u>	<u>OPF</u>	<u>Total</u>
Deferred Outflows of Resources			
Differences between expected and actual experience	\$183,346	\$462,815	\$646,161
City contributions subsequent to the measurement date	<u>419,053</u>	<u>883,088</u>	<u>1,302,141</u>
Total Deferred Outflows of Resources	<u>\$602,399</u>	<u>\$1,345,903</u>	<u>\$1,948,302</u>
Deferred Inflows of Resources			
Net difference between projected and actual earnings on pension plan investments	<u>\$60,367</u>	<u>\$0</u>	<u>\$60,367</u>

\$1,302,141 reported as deferred outflows of resources related to pension resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2016. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Fiscal Year Ended June 30:	<u>OPERS</u>	<u>OPF</u>	<u>Total</u>
2016	\$17,983	\$115,704	\$133,687
2017	17,983	115,704	133,687
2018	41,177	115,704	156,881
2019	<u>45,836</u>	<u>115,703</u>	<u>161,539</u>
Total	<u>\$122,979</u>	<u>\$462,815</u>	<u>\$585,794</u>

Actuarial Assumptions – OPERS

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

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2014, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

City of Fairview Park, Ohio
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Wage Inflation	3.75 percent
Future Salary Increases, including inflation COLA or Ad Hoc COLA	4.25 to 10.05 percent including wage inflation 3 percent, simple
Investment Rate of Return	8 percent
Actuarial Cost Method	Individual Entry Age

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

The most recent experience study was completed for the five year period ended December 31, 2010.

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

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the Health Care portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio. The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan and the VEBA Trust. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The money weighted rate of return, net of investments expense, for the Defined Benefit portfolio is 6.95 percent for 2014.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The table below displays the Board-approved asset allocation policy for 2014 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	23.00 %	2.31 %
Domestic Equities	19.90	5.84
Real Estate	10.00	4.25
Private Equity	10.00	9.25
International Equities	19.10	7.40
Other investments	18.00	4.59
Total	100.00 %	5.28 %

City of Fairview Park, Ohio
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Discount Rate The discount rate used to measure the total pension liability was 8 percent. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the statutorily required rates. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 8 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (7 percent) or one-percentage-point higher (9 percent) than the current rate:

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$6,321,646	\$3,436,213	\$1,005,982

Actuarial Assumptions – OPF

OPF's total pension liability as of December 31, 2014 is based on the results of an actuarial valuation date of January 1, 2014, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OPF's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2014, are presented as follows:

Valuation Date	January 1, 2014
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent

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

The most recent experience study was completed January 1, 2012.

City of Fairview Park, Ohio
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The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OPF’s target asset allocation as of December 31, 2014 are summarized as follows:

Asset Class	Target Allocation	Long Term Expected Real Rate of Return
Cash and Cash Equivalents	0.00 %	(0.25) %
Domestic Equity	16.00	4.47
Non-US Equity	16.00	4.47
Core Fixed Income *	20.00	1.62
Global Inflation Protected *	20.00	1.33
High Yield	15.00	3.39
Real Estate	12.00	3.93
Private Markets	8.00	6.98
Timber	5.00	4.92
Master Limited Partnerships	8.00	7.03

* levered 2x

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

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

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

City of Fairview Park, Ohio
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	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$14,852,829	\$10,738,398	\$7,254,726

Note 14 – Postemployment Benefits

Ohio Public Employees Retirement System

Plan Description – The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans: the traditional 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 two cost-sharing, multiple-employer defined benefit postemployment health care trusts, which fund multiple health care plans including medical coverage, prescription drug coverage, deposits to a health reimbursement arrangement and Medicare Part B premium reimbursements, to qualifying benefit recipients of both the traditional pension and combined plans. Members of the member-directed plan do not qualify for ancillary benefits, including OPERS sponsored health care coverage.

In order to qualify for postemployment health care coverage, age and service retirees under the traditional pension and combined plans must have twenty or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. See OPERS' CAFR referenced below for additional information.

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

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

Funding Policy – The Ohio Revised Code provides the statutory authority requiring public employers to fund postemployment health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of postemployment health care.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2015, state and local employers contributed at a rate of 14.0 percent of earnable salary. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

OPERS maintains three health care trusts. The two cost-sharing, multiple employer trusts, the 401(h) Health Care Trust and the 115 Health Care Trust, work together to provide health care funding to eligible retirees of the Traditional Pension and Combined plans. The third trust is a Voluntary Employee's Beneficiary Association (VEBA) that provides funding for a Retiree Medical Account for Member-Directed Plan members. Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate

City of Fairview Park, Ohio
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that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 2.0 percent during calendar year 2015. As recommended by OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2016 remained at 2.0 percent for both plans. The Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited to the VEBA for participants in the Member-Directed Plan for 2015 was 4.5 percent.

Substantially all of the City's contribution allocated to fund postemployment health care benefits relates to the cost-sharing, multiple employer trusts. The corresponding contribution for the years ended December 31, 2015, 2014, and 2013 was \$69,842, \$75,043 and \$36,585, respectively. For 2015, 90.61 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2014 and 2013.

Ohio Police and Fire Pension Fund

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

OPF provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit, or is a spouse or eligible dependent child of such person. The health care coverage provided by OPF meets the definition of an Other Postemployment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 45.

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

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

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

OPF 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 premium reimbursements administered as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan under the authority granted by the Ohio Revised Code to the OPF Board of Trustees.

City of Fairview Park, Ohio
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The Board of Trustees is authorized to allocate a portion of the total employer contribution made to the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2015, the employer contribution allocated to the health care plan was .5 percent of covered payroll. The amount of employer contribution 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 OPF Board of Trustees is also authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contribution to OPF which was allocated to fund postemployment health care benefits for police and firefighters was \$10,647 and \$10,181 for the year ended December 31, 2015, \$10,228 and \$10,191 for the year ended December 31, 2014, and \$72,553 and \$69,099 for the year ended December 31, 2013. For 2015, 91.2 percent has been contributed for both police and firefighters with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2014 and 2013.

Note 15 – Risk Management

Property and Liability

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

Type of Coverage	Coverage	Deductible
Blanket Property and Contents, Replacement	\$29,829,543	\$2,500
General Liability	1,000,000/2,000,000	0
Automobile Liability	1,000,000	0
Public Officials Liability	1,000,000/2,000,000	5,000
Police Professional Liability	1,000,000/2,000,000	5,000
Employment Practice Liability	1,000,000/2,000,000	5,000
Excess Liability	5,000,000	0
Accounts Receivable	100,000	2,500
Building Ordinance	100,000	2,500
Communication Equipment	50,000	250
Computer Equipment	50,000	250
Detached Signs	5,000	2,500
Extra Expense and Business Income	500,000	2,500
Fine Arts	90,000	1,000
Property in Transit	50,000	250
Personal Effect and Property of Others	50,000	2,500
Valuable Papers	100,000	2,500
Miscellaneous Equipment	472,482	250
Hired, Leased, Borrowed Equipment	50,000	250
Public Employee Dishonesty	100,000	1,000
Money and Securities	5,000	1,000

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

Employee Health Benefits

The City managed employee medical and prescription benefits on a self-insured basis through December 31, 2013. As of January 1, 2014, the City was no longer self-insured for these benefits, but is still self insured for dental and vision benefits.

The City has elected to provide employee dental and vision insurance benefits through Medical Mutual of Ohio. The City has elected to provide medical and prescription benefits through the Cuyahoga County Health Care Regionalization Program through a health savings account or a traditional plan. The City's internal service fund was set up to finance the cost of the self insurance program for dental and vision benefits, as well as the premium payments for medical and prescription benefits.

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

Type of Coverage	City		Police and Fire		Administration and Service	
	Traditional	Health Savings	Traditional	Health Savings	Traditional	Health Savings
Single	\$473.76	\$394.64	\$76.92	\$80.70	\$65.01	\$68.17
Family	1,421.29	1,048.92	225.25	214.11	189.54	180.26

The claims liability of \$0 reported in the internal service fund at December 31, 2015 for employee insurance coverage, 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.

Changes in the fund claims liability amount in 2015 and 2014 were as follows:

Year	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2014	\$128,708	\$79,332	\$198,888	\$9,152
2015	9,152	76,483	85,635	0

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

City of Fairview Park, Ohio
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For the Year Ended December 31, 2015

Note 16 – Long-Term Obligations

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

	Original Issue Date	Maturity Date	Interest Rate	Original Issue Amount
General Obligation Bonds:				
Refunding of 1999 Bonds	2005	2019	3.6 %	\$2,380,000
Various Purpose Bonds	2005	2030	3.0-5.0	21,800,000
Various Purpose Refunding Bonds	2012	2030	3.0-5.0	20,590,000
Loans:				
Lorain Road Revitalization Loan	2001	2015	6.59	367,545
OPWC Loan	2009	2040	0	750,887
Intergovernmental Loan	1994	2016	4.12	1,135,647
Commercial Redevelopment Loans	2009	2017, 2015	n/a	391,757
Long-Term Note:				
Economic Development Note	2013	2016	1.72	550,000
Business-Type Activities				
OPWC Loan - Sanitary Sewer Rehabilitation	2000	2015	0	542,014

Changes in long-term obligations during the year ended December 31, 2015, consisted of the following:

	Balance 12/31/2014	Additions	Reductions	Balance 12/31/2015	Amounts Due In One Year
Governmental Activities:					
General Obligation Bonds:					
Refunding of 1999 Bonds	\$1,280,000	\$0	\$230,000	\$1,050,000	\$255,000
Unamortized Premium	2,257	0	2,257	0	0
Total Refunding of 1999 Bonds	<u>1,282,257</u>	<u>0</u>	<u>232,257</u>	<u>1,050,000</u>	<u>255,000</u>
Various Purpose Bonds	400,000	0	400,000	0	0
Various Purpose Refunding Bonds	20,140,000	0	100,000	20,040,000	585,000
Unamortized Premium	789,134	0	50,075	739,059	0
Total Various Purpose Refunding Bonds	<u>20,929,134</u>	<u>0</u>	<u>150,075</u>	<u>20,779,059</u>	<u>585,000</u>
Total General Obligation Bonds	<u>22,611,391</u>	<u>0</u>	<u>782,332</u>	<u>21,829,059</u>	<u>840,000</u>
Other Obligations:					
Lorain Road Revitalization Loan	42,665	0	42,665	0	0
OPWC Loan	638,252	0	25,030	613,222	25,030
Intergovernmental Loan	103,326	0	50,385	52,941	52,941
Commercial Redevelopment Loans	72,677	0	29,072	43,605	29,072
Economic Development Note - 2013	366,667	0	183,333	183,334	183,334
Capital Leases	362,983	0	74,486	288,497	77,191
Compensated Absences Payable	1,431,653	259,727	328,451	1,362,929	188,918
Total Other Obligations	<u>3,018,223</u>	<u>259,727</u>	<u>733,422</u>	<u>2,544,528</u>	<u>556,486</u>
Net Pension Liability:					
OPERS	3,224,256	74,508	0	3,298,764	0
OPF	10,095,590	642,808	0	10,738,398	0
Total Net Pension Liability	<u>13,319,846</u>	<u>717,316</u>	<u>0</u>	<u>14,037,162</u>	<u>0</u>
Total Governmental Activities	<u>\$38,949,460</u>	<u>\$977,043</u>	<u>\$1,515,754</u>	<u>\$38,410,749</u>	<u>\$1,396,486</u>

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	Balance 12/31/2014	Additions	Reductions	Balance 12/31/2015	Amounts Due In One Year
Business-Type Activities:					
OPWC Loan - Sanitary Sewer Rehabilitation	\$9,458	\$0	\$9,458	\$0	\$0
Compensated Absences Payable	23,151	2,309	0	25,460	0
Net Pension Liability - OPERS	134,344	3,105	0	137,449	0
Total Business-Type Activities	<u>\$166,953</u>	<u>\$5,414</u>	<u>\$9,458</u>	<u>\$162,909</u>	<u>\$0</u>

The general obligation bonds, capital leases, and the Lorain Road revitalization loan were paid from the general fund, recreation fund, and cable tv franchise fee fund, respectively.

In 2012, the City issued general obligation bonds, in the amount of \$20,590,000, to partially refund bonds previously issued in 2005 for various purposes in the amount of \$18,300,000. The remaining \$2,290,000 will be used to pay the remaining interest and fiscal charges of the unrefunded bonds. The bonds were issued with interest rates varying from 3 percent to 5 percent. The bonds were issued for a 19 year period with final maturity during fiscal year 2030. The bonds will be retired through the recreation special revenue fund.

The bonds were sold at a premium of \$901,349. Proceeds were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded 2005 Various Purpose bonds. As a result, \$18,300,000 of these bonds was considered defeased and the liability for the refunded bonds has been removed from the City's financial statements. On December 31, 2015, \$18,300,000 of the defeased bonds are still outstanding.

In 2013, the City received proceeds of economic development notes in the amount of \$550,000. The note will be paid from the cable franchise fee special revenue fund and matures on March 21, 2016. The proceeds of the note were used to pay the outstanding balance of the economic development note which matured on March 21, 2013.

In 1994, the City of Fairview Park entered into a contractual agreement with the City of North Olmsted for the construction and future maintenance of a wastewater treatment plant that is in North Olmsted and that Fairview Park residents will be able to tap into. The project was financed mainly by OWDA debt issued in 1994 by the City of North Olmsted. All proceeds were received by the City of North Olmsted and the City of North Olmsted is responsible for the debt retirement and maintenance. The plant will be a capital asset of the City of North Olmsted. The total amount owed to the City of North Olmsted as of December 31, 2015 is \$52,941. This amount has been recorded on Fairview Park's books as a long-term liability. The annual interest rate of the obligation is 4.12 percent. The capital charge agreement is paid from the capital improvements capital project fund.

During 2009, the City entered into a contractual agreement for a commercial redevelopment loan from Cuyahoga County for acquisition and improvements of a property located at 20520 Lorain Road, within the City. The loan is paid from Lorain Road revitalization capital project fund.

The City also entered into a contractual agreement during 2009 for a commercial redevelopment loan from Purvin, Incorporated for acquisition and improvements of a property located at 22735 Lorain Road, within the City. The loan is to be repaid over a seven-year schedule and is paid from permanent improvement capital project fund.

City of Fairview Park, Ohio
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On December 29, 2009, the City issued a loan with the Ohio Public Works Commission (OPWC) for sewer and various street projects around the City. The OPWC loan is paid from the capital improvements capital project fund and with user charges in the sewer enterprise fund. The OPWC loan in business-type activities was paid in full in 2015.

Other Long-Term obligations Compensated absences will be paid from the general fund, recreation and street maintenance and repair special revenue funds. Capital leases will be paid from the recreation fund, permanent improvement fund and sewer enterprise fund. The City pays obligations related to employee compensation from the fund benefitting from their services.

The City's overall legal debt margin was \$40,089,503 at December 31, 2015. Principal and interest requirements to retire the long-term obligations outstanding at December 31, 2015, are as follows:

Governmental Activities

Year	General Obligation Bonds		OPWC Loan
	Serial Bonds		Principal
	Principal	Interest	
2016	\$840,000	\$705,600	\$25,030
2017	945,000	674,606	25,030
2018	1,040,000	650,180	25,030
2019	1,140,000	616,000	25,030
2020	975,000	570,062	25,030
2021-2025	6,845,000	2,156,110	125,149
2026-2030	9,305,000	863,425	125,149
2031-2035	0	0	125,145
2036-2040	0	0	112,629
Total	\$21,090,000	\$6,235,983	\$613,222

Year	Intergovernmental	Commercial		Economic	
	Loan	Redevelopment		Development Note	
	Principal	Principal	Interest	Principal	Interest
2016	\$52,941	\$29,072	\$1,962	\$183,334	\$9,460
2017	0	14,533	327	0	0
Total	\$52,941	\$43,605	\$2,289	\$183,334	\$9,460

Note 17 – Capital Leases

In prior years, the City entered into lease agreements for a dump truck, ambulance, and a fire engine pumper. Capital lease payments have been reclassified and are reflected as debt service expenditures in the basic financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Capital assets acquired by lease have been capitalized and depreciated as follows as of December 31, 2015:

	Governmental Activities
<i>Assets being depreciated:</i>	
Land Improvements	\$222,567
Equipment	277,600
Vehicles	1,024,436
<i>Total Assets being depreciated</i>	<u>1,524,603</u>
<i>Less Accumulated Depreciation:</i>	
Land Improvements	(166,925)
Equipment	(196,675)
Vehicles	(796,797)
<i>Total Accumulated Depreciation</i>	<u>(1,160,397)</u>
<i>Current Book Value</i>	<u>\$364,206</u>

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2015:

Year Ending December 30,	Governmental Activities
2016	\$89,569
2017	59,798
2018	59,798
2019	30,749
2020	30,749
2021-2022	61,498
Total	332,161
Less: Amount Representing Interest	(43,664)
Present Value of Net Minimum Lease Payments	<u>\$288,497</u>

Note 18 – Joint Venture – Rocky River Wastewater Treatment Plant

The Rocky River Wastewater Treatment Plant (the “Plant”) is a joint venture among the cities of Fairview Park, Bay Village, Rocky River and Westlake. The plant is governed by a Management Committee consisting of the elected mayors of the four member cities and a fifth person nominated and elected by the mayors. The Management Committee has authority over all aspects of the Plant’s operation; however, all employees are employees of the City of Rocky River. The Plant supplies all participating residents of the member cities with sewer services. Each city owns the sewage lines located in its city and bills its residents for usage. Continued existence of the Plant is dependent on the City’s continued participation, and the City as an equity interest in the Plant. The City’s equity interest is \$3,211,948 which represents 16.38 percent of the total equity in the Plant. The Plant is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit to or burden on the City. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 19 – Jointly Governed Organizations

West Shore Council of Governments

The West Shore Council of Governments (Council) helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The Board is comprised of one member from each of the six participating entities. The Board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. In 2015, the City contributed \$34,621 to this organization. Complete financial information statements can be obtained from the City of Rocky River, P.O. Box 16088, Rocky River, Ohio 44116-0088.

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

Tri-City Park

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

Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. The City of Fairview Park contributed \$6,600 to Tri-City Park in 2015. Complete financial statements can be obtained from the City of Rocky River, 21012 Hilliard Boulevard, Rocky River, Ohio 44116.

S.A.F.E. Council of Governments

The S.A.F.E. Council of Governments (S.A.F.E.) was formed between municipalities to oppose changes to Cleveland Hopkins International Airport air traffic pattern. The Cities of Fairview Park, Bay Village, Rocky River and Westlake govern by a board consisting of the elected mayors. 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. The City of Fairview Park did not make any contributions to S.A.F.E. in 2015.

West Shore Area Rescue Association

The West Shore Area Rescue Association (WESHARE) helps foster cooperation between municipalities and hospitals to provide optimum emergency medical services. The Board is comprised of one member from each of the nine participating entities. The Board exercises total control over the operation of Weshare including budgeting, appropriating, contracting, and designating management. Budgets are adopted by the Board. Each City's degree of control is limited to its representation on the Board. The City of Fairview Park made a \$300 contribution to the WESHARE in 2015.

City of Fairview Park, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2015

Note 20 – Significant Commitments

Encumbrances

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

Governmental Funds:	
General	\$41,628
Recreation	6,754
Other Governmental Funds	<u>189,604</u>
Total Governmental Funds	237,986
Proprietary Fund:	
Sewer Fund	<u>91,520</u>
Total Encumbrances	<u><u>\$329,506</u></u>

Contractual Commitments

At December 31, 2015, the City’s significant commitments consisted of:

	Contract Amount	Amount Paid	Remaining on Contract
2014 Street Program	\$174,531	\$168,064	\$6,467
2014 Sanitary Sewer and Manhole Rehabilitation	263,987	263,517	470
2015 Street Program	444,069	438,883	5,186
2015 Stormwater Project - City Hall	<u>140,000</u>	<u>116,100</u>	<u>23,900</u>
	<u><u>\$1,022,587</u></u>	<u><u>\$986,564</u></u>	<u><u>\$36,023</u></u>

Remaining commitments were encumbered at year-end.

Note 21 – Accountability

At December 31, 2015, the solid waste and safe routes to school special revenue funds had deficits of \$789 and \$25,813, related to accounts and contracts payable, respectively. The general fund is liable for any deficits in these funds and provides transfers when cash is required, rather than when accruals occur.

Required Supplementary Information

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

	2014	2013
City's Proportion of the Net Pension Liability	0.02849000%	0.02849000%
City's Proportionate Share of the Net Pension Liability	\$3,436,213	\$3,358,600
City's Covered-Employee Payroll	\$3,492,911	\$3,413,357
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	98.38%	98.40%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	86.45%	86.36%

(1) Information prior to 2013 is not available.

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

City of Fairview Park, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Ohio Police and Fire Pension Fund
Last Two Years (1)

	2014	2013
City's Proportion of the Net Pension Liability	0.20728830%	0.20728830%
City's Proportionate Share of the Net Pension Liability	\$10,738,398	\$10,095,590
City's Covered-Employee Payroll	\$4,084,145	\$4,025,131
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered-Employee Payroll	262.93%	250.81%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	72.20%	73.00%

(1) Information prior to 2013 is not available.

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

City of Fairview Park, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Public Employees Retirement System - Traditional Plan
Last Three Years (1)

	2015	2014	2013
Contractually Required Contribution	\$419,053	\$419,149	\$443,736
Contributions in Relation to the Contractually Required Contribution	(419,053)	(419,149)	(443,736)
Contribution Deficiency (Excess)	\$0	\$0	\$0
City Covered-Employee Payroll	\$3,492,110	\$3,492,911	\$3,413,357
Contributions as a Percentage of Covered-Employee Payroll	12.00%	12.00%	13.00%

(1) Information prior to 2013 is not available.

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City of Fairview Park, Ohio
Required Supplementary Information
Schedule of City Contributions
Ohio Police and Fire Pension Fund
Last Ten Years

	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Contractually Required Contribution	\$883,088	\$867,487	\$727,663	\$628,072
Contributions in Relation to the Contractually Required Contribution	<u>(883,088)</u>	<u>(867,487)</u>	<u>(727,663)</u>	<u>(628,072)</u>
Contribution Deficiency (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City Covered-Employee Payroll	\$4,165,581	\$4,084,145	\$4,025,131	\$4,205,701
Contributions as a Percentage of Covered-Employee Payroll:	21.20%	21.24%	18.08%	14.93%

2011	2010	2009	2008	2007	2006
\$610,940	\$661,196	\$619,230	\$664,410	\$573,951	\$553,055
(610,940)	(661,196)	(619,230)	(664,410)	(573,951)	(553,055)
\$0	\$0	\$0	\$0	\$0	\$0
\$4,065,045	\$4,395,555	\$4,132,082	\$4,437,348	\$3,821,065	\$3,944,940
15.03%	15.04%	14.99%	14.97%	15.02%	14.02%

Combining Statements and Individual Fund Schedules

Fund Descriptions - Nonmajor Governmental and Enterprise Funds

Nonmajor Special Revenue Funds

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

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

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

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

S.A.V.E. Fund - To account for and report Stop a Vandal Easily funds committed from general fund, to be used for reward for information in regards to solving crimes. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

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

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

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

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

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

Federal Grants Fund - To account for and report restricted revenues and expenditures of grant funds received from the various Federal Sources in accordance with the covenants and restrictions of the grant agreements. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

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

Fairview Park Sidewalk Fund - To account for and report the transfer of general fund monies committed to be used in the improvement of City sidewalks. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

(continued)

Fund Descriptions - Nonmajor Governmental and Enterprise Funds (continued)

Nonmajor Special Revenue Funds (continued)

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

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

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

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

Civil Reimbursement Fund - To account for and report revenue received from the Civil Service Department and restricted for expenditures for civil service testing. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

New Levy/Project Account Fund - To account for and report property taxes restricted for a specific project. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

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

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

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

Nonmajor Debt Service Fund

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

General Obligation Bond Retirement Fund - To account for and report property taxes restricted for the payment of principal and interest and fiscal charges on general obligation debt. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

(continued)

Fund Descriptions - Nonmajor Governmental and Enterprise Funds (continued)

Nonmajor Capital Projects Funds

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

Recreation Construction Fund - To account for and report revenues from recreation programs restricted for constructing and furnishing the new recreation center and facility. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

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

Lorain Road Revitalization Fund - To account for and report loan proceeds restricted for the purchase of property in the revitalization project. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

Senior Center Construction Fund - To account for bond proceeds restricted for the construction of a new senior center. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

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

Nonmajor Enterprise Fund

Gilles-Sweet Fund - The Gilles-Sweet fund accounts for and reports the receipts and expenditures of the Gilles-Sweet building which was leased from the Fairview Park City School District for Senior Center activities. The lease expired and the Senior Center relocated in July 2000. This fund is now used to pay residual expenses for the past activities. This fund did not have any budgetary activity in 2015, therefore, budgetary information is not provided.

City of Fairview Park, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,455,012	\$176	\$1,068,516	\$2,523,704
Materials and Supplies Inventory	21,856	0	0	21,856
Accounts Receivable	142,160	0	0	142,160
Intergovernmental Receivable	418,600	0	418,245	836,845
Municipal Income Taxes Receivable	0	0	438,310	438,310
Property Taxes Receivable	486,128	0	300,172	786,300
Special Assessments Receivable	541,227	0	0	541,227
Assets Held for Resale	0	0	306,757	306,757
	<u>0</u>	<u>0</u>	<u>306,757</u>	<u>306,757</u>
<i>Total Assets</i>	<u>\$3,064,983</u>	<u>\$176</u>	<u>\$2,532,000</u>	<u>\$5,597,159</u>
Liabilities				
Accounts Payable	\$70,096	\$0	\$44,449	\$114,545
Contracts Payable	27,322	0	12,057	39,379
Accrued Wages	14,044	0	0	14,044
Intergovernmental Payable	83,109	0	12,515	95,624
Retainage Payable	0	0	5,000	5,000
Interfund Payable	100,000	0	0	100,000
Unearned Revenue	0	0	480,000	480,000
	<u>0</u>	<u>0</u>	<u>480,000</u>	<u>480,000</u>
<i>Total Liabilities</i>	<u>294,571</u>	<u>0</u>	<u>554,021</u>	<u>848,592</u>
Deferred Inflows of Resources				
Property Taxes	473,715	0	292,638	766,353
Unavailable Revenue	829,518	0	313,158	1,142,676
	<u>829,518</u>	<u>0</u>	<u>313,158</u>	<u>1,142,676</u>
<i>Total Deferred Inflows of Resources</i>	<u>1,303,233</u>	<u>0</u>	<u>605,796</u>	<u>1,909,029</u>
Fund Balances				
Nonspendable	21,856	0	0	21,856
Restricted	1,218,002	176	1,372,183	2,590,361
Committed	253,923	0	0	253,923
Unassigned (Deficit)	(26,602)	0	0	(26,602)
	<u>(26,602)</u>	<u>0</u>	<u>0</u>	<u>(26,602)</u>
<i>Total Fund Balances</i>	<u>1,467,179</u>	<u>176</u>	<u>1,372,183</u>	<u>2,839,538</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$3,064,983</u>	<u>\$176</u>	<u>\$2,532,000</u>	<u>\$5,597,159</u>

City of Fairview Park, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2015

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Municipal Income Taxes	\$0	\$0	\$1,055,592	\$1,055,592
Property Taxes	453,568	0	274,099	727,667
Franchise Taxes	324,113	0	0	324,113
Charges for Services	394,617	0	60,000	454,617
Fines, Licenses and Permits	104,148	0	0	104,148
Intergovernmental	876,993	0	439,457	1,316,450
Special Assessments	955,352	0	0	955,352
Contributions and Donations	1,700	0	0	1,700
Interest	220	0	0	220
Other	39,670	0	21,665	61,335
<i>Total Revenues</i>	<u>3,150,381</u>	<u>0</u>	<u>1,850,813</u>	<u>5,001,194</u>
Expenditures				
Current:				
General Government	62,765	0	4,258	67,023
Security of Persons and Property	1,893,114	0	0	1,893,114
Transportation	725,346	0	0	725,346
Basic Utility Services	799,698	0	0	799,698
Capital Outlay	0	0	1,473,722	1,473,722
Debt Service:				
Principal Retirement	225,998	0	408,973	634,971
Interest and Fiscal Charges	6,100	0	71,303	77,403
<i>Total Expenditures</i>	<u>3,713,021</u>	<u>0</u>	<u>1,958,256</u>	<u>5,671,277</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(562,640)	0	(107,443)	(670,083)
Other Financing Sources				
Transfers In	628,100	0	0	628,100
<i>Net Change in Fund Balances</i>	65,460	0	(107,443)	(41,983)
<i>Fund Balances Beginning of Year</i>	<u>1,401,719</u>	<u>176</u>	<u>1,479,626</u>	<u>2,881,521</u>
<i>Fund Balances End of Year</i>	<u><u>\$1,467,179</u></u>	<u><u>\$176</u></u>	<u><u>\$1,372,183</u></u>	<u><u>\$2,839,538</u></u>

City of Fairview Park, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2015

	Street Construction, Maintenance and Repair	State Highway	Police and Fire Pension	S.A.V.E.
Assets				
Equity in Pooled Cash and Cash Equivalents	\$32,402	\$44,644	\$84,155	\$400
Materials and Supplies Inventory	0	21,856	0	0
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	335,094	27,844	14,628	0
Property Taxes Receivable	0	0	207,015	0
Special Assessment Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$367,496</u>	<u>\$94,344</u>	<u>\$305,798</u>	<u>\$400</u>
Liabilities				
Accounts Payable	\$155	\$0	\$0	\$0
Contracts Payable	0	0	0	0
Accrued Wages	6,841	0	0	0
Intergovernmental Payable	10,614	0	66,689	0
Interfund Payable	0	0	0	0
<i>Total Liabilities</i>	<u>17,610</u>	<u>0</u>	<u>66,689</u>	<u>0</u>
Deferred Inflows of Resources				
Property Taxes	0	0	201,820	0
Unavailable Revenue	223,356	18,109	19,823	0
<i>Total Deferred Inflows of Resources</i>	<u>223,356</u>	<u>18,109</u>	<u>221,643</u>	<u>0</u>
Fund Balances				
Nonspendable	0	21,856	0	0
Restricted	126,530	54,379	17,466	0
Committed	0	0	0	400
Unassigned (Deficit)	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>126,530</u>	<u>76,235</u>	<u>17,466</u>	<u>400</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$367,496</u>	<u>\$94,344</u>	<u>\$305,798</u>	<u>\$400</u>

Street Lighting	Solid Waste	Fire Operating Levy	Safe Routes to School	Federal Grants	Waterline Repair	Fairview Park Sidewalk
\$36,009	\$66,410	\$174,130	\$101,509	\$18	\$21,144	\$4,924
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	19,932	0	0	0	0
0	0	279,113	0	0	0	0
131,103	410,124	0	0	0	0	0
<u>\$167,112</u>	<u>\$476,534</u>	<u>\$473,175</u>	<u>\$101,509</u>	<u>\$18</u>	<u>\$21,144</u>	<u>\$4,924</u>
\$50	\$67,199	\$45	\$0	\$0	\$0	\$0
0	0	0	27,322	0	0	0
0	0	3,868	0	0	0	0
0	0	3,020	0	0	0	0
0	0	0	100,000	0	0	0
<u>50</u>	<u>67,199</u>	<u>6,933</u>	<u>127,322</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	271,895	0	0	0	0
131,103	410,124	27,003	0	0	0	0
<u>131,103</u>	<u>410,124</u>	<u>298,898</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0	0
35,959	0	167,344	0	18	21,144	0
0	0	0	0	0	0	4,924
0	(789)	0	(25,813)	0	0	0
<u>35,959</u>	<u>(789)</u>	<u>167,344</u>	<u>(25,813)</u>	<u>18</u>	<u>21,144</u>	<u>4,924</u>
<u>\$167,112</u>	<u>\$476,534</u>	<u>\$473,175</u>	<u>\$101,509</u>	<u>\$18</u>	<u>\$21,144</u>	<u>\$4,924</u>

(continued)

City of Fairview Park, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
December 31, 2015

	Bain Park Restoration	Law Enforcement Trust	D.U.I. Education	Police on Patrol Arresting Speeders
Assets				
Equity in Pooled Cash and Cash Equivalents	\$43,016	\$3,362	\$12,211	\$59,793
Materials and Supplies Inventory	0	0	0	0
Accounts Receivable	0	0	103	4,601
Intergovernmental Receivable	0	20,955	0	0
Property Taxes Receivable	0	0	0	0
Special Assessment Receivable	0	0	0	0
<i>Total Assets</i>	<u>\$43,016</u>	<u>\$24,317</u>	<u>\$12,314</u>	<u>\$64,394</u>
Liabilities				
Accounts Payable	\$0	\$0	\$0	\$0
Contracts Payable	0	0	0	0
Accrued Wages	0	0	0	377
Intergovernmental Payable	0	0	0	84
Interfund Payable	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>461</u>
Deferred Inflows of Resources				
Property Taxes	0	0	0	0
Unavailable Revenue	0	0	0	0
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances				
Nonspendable	0	0	0	0
Restricted	0	24,317	12,314	63,933
Committed	43,016	0	0	0
Unassigned (Deficit)	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>43,016</u>	<u>24,317</u>	<u>12,314</u>	<u>63,933</u>
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$43,016</u>	<u>\$24,317</u>	<u>\$12,314</u>	<u>\$64,394</u>

Civil Reimbursement	New Levy/Project Account	Cable TV Franchise Fee	D.A.R.E.	Emergency Medical System	Total Nonmajor Special Revenue Funds
\$2,688	\$1	\$609,382	\$814	\$158,000	\$1,455,012
0	0	0	0	0	21,856
0	0	81,713	0	55,743	142,160
0	0	0	0	147	418,600
0	0	0	0	0	486,128
0	0	0	0	0	541,227
<u>\$2,688</u>	<u>\$1</u>	<u>\$691,095</u>	<u>\$814</u>	<u>\$213,890</u>	<u>\$3,064,983</u>
\$0	\$0	\$0	\$0	\$2,647	\$70,096
0	0	0	0	0	27,322
0	0	0	0	2,958	14,044
0	0	0	0	2,702	83,109
0	0	0	0	0	100,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,307</u>	<u>294,571</u>
0	0	0	0	0	473,715
0	0	0	0	0	829,518
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,303,233</u>
0	0	0	0	0	21,856
2,688	1	691,095	814	0	1,218,002
0	0	0	0	205,583	253,923
0	0	0	0	0	(26,602)
<u>2,688</u>	<u>1</u>	<u>691,095</u>	<u>814</u>	<u>205,583</u>	<u>1,467,179</u>
<u>\$2,688</u>	<u>\$1</u>	<u>\$691,095</u>	<u>\$814</u>	<u>\$213,890</u>	<u>\$3,064,983</u>

City of Fairview Park, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2015

	Street Construction, Maintenance and Repair	State Highway	Police and Fire Pension	S.A.V.E.
Revenues				
Property Taxes	\$0	\$0	\$189,017	\$0
Franchise Taxes	0	0	0	0
Charges for Services	0	0	0	0
Fines, Licenses and Permits	0	0	0	0
Intergovernmental	698,803	57,240	29,822	0
Special Assessments	0	0	0	0
Contributions and Donations	0	0	0	0
Interest	99	121	0	0
Other	0	9,826	0	0
<i>Total Revenues</i>	<u>698,902</u>	<u>67,187</u>	<u>218,839</u>	<u>0</u>
Expenditures				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	0	908,121	0
Transportation	677,760	47,586	0	0
Basic Utility Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>677,760</u>	<u>47,586</u>	<u>908,121</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	21,142	19,601	(689,282)	0
Other Financing Sources				
Transfers In	0	0	628,100	0
<i>Net Change in Fund Balances</i>	21,142	19,601	(61,182)	0
<i>Fund Balances Beginning of Year</i>	<u>105,388</u>	<u>56,634</u>	<u>78,648</u>	<u>400</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$126,530</u>	<u>\$76,235</u>	<u>\$17,466</u>	<u>\$400</u>

Street Lighting	Solid Waste	Fire Operating Levy	Safe Routes to School	Federal Grants	Waterline Repair	Fairview Park Sidewalk
\$0	\$0	\$264,551	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	40,240	24,513	0	0	0
231,417	723,935	0	0	0	0	0
0	0	0	1,700	0	0	0
0	0	0	0	0	0	0
0	0	0	215	0	29,629	0
<u>231,417</u>	<u>723,935</u>	<u>304,791</u>	<u>26,428</u>	<u>0</u>	<u>29,629</u>	<u>0</u>
0	6,504	0	0	0	56,261	0
276,269	0	265,450	52,241	0	0	0
0	0	0	0	0	0	0
0	799,698	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>276,269</u>	<u>806,202</u>	<u>265,450</u>	<u>52,241</u>	<u>0</u>	<u>56,261</u>	<u>0</u>
(44,852)	(82,267)	39,341	(25,813)	0	(26,632)	0
0	0	0	0	0	0	0
(44,852)	(82,267)	39,341	(25,813)	0	(26,632)	0
80,811	81,478	128,003	0	18	47,776	4,924
<u>\$35,959</u>	<u>(\$789)</u>	<u>\$167,344</u>	<u>(\$25,813)</u>	<u>\$18</u>	<u>\$21,144</u>	<u>\$4,924</u>

(continued)

City of Fairview Park, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Year Ended December 31, 2015

	Bain Park Restoration	Law Enforcement Trust	D.U.I. Education	Police on Patrol Arresting Speeders
Revenues				
Property Taxes	\$0	\$0	\$0	\$0
Franchise Taxes	0	0	0	0
Charges for Services	17,359	0	0	0
Fines, Licenses and Permits	0	866	4,328	98,954
Intergovernmental	0	20,955	0	0
Special Assessments	0	0	0	0
Contributions and Donations	0	0	0	0
Interest	0	0	0	0
Other	0	0	0	0
<i>Total Revenues</i>	<u>17,359</u>	<u>21,821</u>	<u>4,328</u>	<u>98,954</u>
Expenditures				
Current:				
General Government	0	0	0	0
Security of Persons and Property	0	3,196	1,466	73,568
Transportation	0	0	0	0
Basic Utility Services	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>3,196</u>	<u>1,466</u>	<u>73,568</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	17,359	18,625	2,862	25,386
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	17,359	18,625	2,862	25,386
<i>Fund Balances Beginning of Year</i>	<u>25,657</u>	<u>5,692</u>	<u>9,452</u>	<u>38,547</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$43,016</u>	<u>\$24,317</u>	<u>\$12,314</u>	<u>\$63,933</u>

Civil Reimbursement	New Levy/Project Account	Cable TV Franchise Fee	D.A.R.E.	Emergency Medical System	Total Nonmajor Special Revenue Funds
\$0	\$0	\$0	\$0	\$0	\$453,568
0	0	324,113	0	0	324,113
0	0	0	0	377,258	394,617
0	0	0	0	0	104,148
0	0	0	0	5,420	876,993
0	0	0	0	0	955,352
0	0	0	0	0	1,700
0	0	0	0	0	220
0	0	0	0	0	39,670
<u>0</u>	<u>0</u>	<u>324,113</u>	<u>0</u>	<u>382,678</u>	<u>3,150,381</u>
0	0	0	0	0	62,765
0	0	0	21	312,782	1,893,114
0	0	0	0	0	725,346
0	0	0	0	0	799,698
0	0	225,998	0	0	225,998
0	0	6,100	0	0	6,100
<u>0</u>	<u>0</u>	<u>232,098</u>	<u>21</u>	<u>312,782</u>	<u>3,713,021</u>
0	0	92,015	(21)	69,896	(562,640)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>628,100</u>
0	0	92,015	(21)	69,896	65,460
2,688	1	599,080	835	135,687	1,401,719
<u>\$2,688</u>	<u>\$1</u>	<u>\$691,095</u>	<u>\$814</u>	<u>\$205,583</u>	<u>\$1,467,179</u>

City of Fairview Park, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2015

	Recreation Construction	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
Assets						
Equity in Pooled Cash and Cash Equivalents	\$723,818	\$107,908	\$415	\$10,858	\$225,517	\$1,068,516
Intergovernmental Receivable	0	21,213	0	0	397,032	418,245
Municipal Income Taxes Receivable	0	0	0	0	438,310	438,310
Property Taxes Receivable	0	300,172	0	0	0	300,172
Assets Held for Resale	0	0	306,757	0	0	306,757
<i>Total Assets</i>	<u>\$723,818</u>	<u>\$429,293</u>	<u>\$307,172</u>	<u>\$10,858</u>	<u>\$1,060,859</u>	<u>\$2,532,000</u>
Liabilities						
Accounts Payable	\$0	\$0	\$0	\$0	\$44,449	\$44,449
Contracts Payable	0	0	0	0	12,057	12,057
Intergovernmental Payable	0	0	0	0	12,515	12,515
Retainage Payable	0	0	0	0	5,000	5,000
Unearned Revenue	480,000	0	0	0	0	480,000
<i>Total Liabilities</i>	<u>480,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>74,021</u>	<u>554,021</u>
Deferred Inflows of Resources						
Property Taxes	0	292,638	0	0	0	292,638
Unavailable Revenue	0	28,747	0	0	284,411	313,158
<i>Total Deferred Inflows of Resources</i>	<u>0</u>	<u>321,385</u>	<u>0</u>	<u>0</u>	<u>284,411</u>	<u>605,796</u>
Fund Balances						
Restricted	243,818	107,908	307,172	10,858	702,427	1,372,183
<i>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</i>	<u>\$723,818</u>	<u>\$429,293</u>	<u>\$307,172</u>	<u>\$10,858</u>	<u>\$1,060,859</u>	<u>\$2,532,000</u>

City of Fairview Park, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2015

	Recreation Construction	Permanent Improvement	Lorain Road Revitalization	Senior Center Construction	Capital Improvements	Total Nonmajor Capital Projects Funds
Revenues						
Municipal Income Taxes	\$0	\$0	\$0	\$0	\$1,055,592	\$1,055,592
Property Taxes	0	274,099	0	0	0	274,099
Charges for Services	60,000	0	0	0	0	60,000
Intergovernmental	0	42,425	0	0	397,032	439,457
Other	0	21,665	0	0	0	21,665
<i>Total Revenues</i>	<u>60,000</u>	<u>338,189</u>	<u>0</u>	<u>0</u>	<u>1,452,624</u>	<u>1,850,813</u>
Expenditures						
Current:						
General Government	0	4,258	0	0	0	4,258
Capital Outlay	0	199,496	0	0	1,274,226	1,473,722
Debt Service:						
Principal Retirement	0	103,558	0	0	305,415	408,973
Interest and Fiscal Charges	0	18,790	0	0	52,513	71,303
<i>Total Expenditures</i>	<u>0</u>	<u>326,102</u>	<u>0</u>	<u>0</u>	<u>1,632,154</u>	<u>1,958,256</u>
<i>Net Change in Fund Balances</i>	60,000	12,087	0	0	(179,530)	(107,443)
<i>Fund Balances Beginning of Year</i>	<u>183,818</u>	<u>95,821</u>	<u>307,172</u>	<u>10,858</u>	<u>881,957</u>	<u>1,479,626</u>
<i>Fund Balances End of Year</i>	<u>\$243,818</u>	<u>\$107,908</u>	<u>\$307,172</u>	<u>\$10,858</u>	<u>\$702,427</u>	<u>\$1,372,183</u>

Fund Descriptions - Fiduciary Funds

Fiduciary Funds

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

Agency Funds

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

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

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

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

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

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

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

City of Fairview Park, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended December 31, 2015

	Balance 12/31/14	Additions	Reductions	Balance 12/31/15
Required Deposits				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$6,713	\$6,985	\$6,880	\$6,818
Liabilities				
Deposits Held and Due to Others	\$6,713	\$6,985	\$6,880	\$6,818
Senior Life Donations				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$39,330	\$10,554	\$16,382	\$33,502
Liabilities				
Accounts Payable	\$39,330	\$10,554	\$16,382	\$33,502
Building Assessment Fees				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,876	\$2,046	\$2,097	\$1,825
Liabilities				
Intergovernmental Payable	\$1,876	\$2,046	\$2,097	\$1,825
Special Hold Account				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$254,980	\$56,681	\$41,850	\$269,811
Liabilities				
Deposits Held and Due to Others	\$254,980	\$56,681	\$41,850	\$269,811

(continued)

City of Fairview Park, Ohio
Combining Statement of Changes in Assets and Liabilities
Agency Funds (continued)
For the Year Ended December 31, 2015

	Balance 12/31/14	Additions	Reductions	Balance 12/31/15
Employee Section M 125				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,609	\$13,926	\$14,363	\$1,172
Liabilities				
Deposits Held and Due to Others	\$1,609	\$13,926	\$14,363	\$1,172
Survey/Sanitary and Storm Sewer				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$4,899	\$0	\$0	\$4,899
Liabilities				
Deposits Held and Due to Others	\$4,899	\$0	\$0	\$4,899
Cleveland Waterline Projects				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$50,981	\$2,489,792	\$412,959	\$2,127,814
Liabilities				
Intergovernmental Payable	\$50,981	\$2,489,792	\$412,959	\$2,127,814
Totals - All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$360,388	\$2,579,984	\$494,531	\$2,445,841
Liabilities				
Intergovernmental Payable	\$52,857	\$2,491,838	\$415,056	\$2,129,639
Accounts Payable	39,330	10,554	16,382	33,502
Deposits Held and Due to Others	268,201	77,592	63,093	282,700
Total Liabilities	\$360,388	\$2,579,984	\$494,531	\$2,445,841

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

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Municipal Income Taxes	\$5,231,545	\$5,369,430	\$5,347,113	(\$22,317)
Property Taxes	2,961,432	2,961,432	2,624,374	(337,058)
Charges for Services	14,637	15,022	14,960	(62)
Fines, Licenses and Permits	367,337	377,019	375,452	(1,567)
Intergovernmental	771,623	791,960	801,724	9,764
Contributions and Donations	1,336	1,372	1,366	(6)
Interest	11,282	11,579	11,531	(48)
Rentals	22,760	23,360	23,263	(97)
Other	59,650	61,222	47,913	(13,309)
<i>Total Revenues</i>	<u>9,441,602</u>	<u>9,612,396</u>	<u>9,247,696</u>	<u>(364,700)</u>
Expenditures				
Current:				
General Government:				
Board of Appeals	800	800	796	4
Mayor's Office	177,595	177,595	175,495	2,100
Service Director	934,070	934,070	889,410	44,660
Finance Department	429,608	429,608	429,589	19
Legal Department	158,964	160,164	149,581	10,583
Engineering	36,894	36,894	36,894	0
Municipal Land and Building	431,162	450,192	397,504	52,688
Civil Service	5,968	11,293	10,260	1,033
County and State Fees	156,333	156,333	148,455	7,878
Legislative	152,328	152,328	148,578	3,750
Other Administrative	1,664,252	1,780,102	655,787	1,124,315
Total General Government	<u>4,147,974</u>	<u>4,289,379</u>	<u>3,042,349</u>	<u>1,247,030</u>
Security of Persons and Property:				
Police Department	3,238,776	3,254,776	3,138,784	115,992
Fire Department	2,087,574	2,089,234	2,081,946	7,288
Central Dispatch EMS	135,000	135,000	127,196	7,804
Total Security of Persons and Property	<u>5,461,350</u>	<u>5,479,010</u>	<u>5,347,926</u>	<u>131,084</u>
Transportation:				
Motor Vehicle Maintenance	154,817	162,817	151,436	11,381
Traffic Control	236,019	246,019	233,547	12,472
Total Transportation	<u>\$390,836</u>	<u>\$408,836</u>	<u>\$384,983</u>	<u>\$23,853</u>

(continued)

City of Fairview Park, 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, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Community Environment:				
Planning and Designing	\$2,672	\$2,672	\$2,493	\$179
Building Department	422,672	435,072	421,709	13,363
Total Community Environment	<u>425,344</u>	<u>437,744</u>	<u>424,202</u>	<u>13,542</u>
Basic Utility Services:				
Recycling and Solid Waste Disposal	232,236	232,236	41,435	190,801
Leisure Time Activities:				
Bain Park	4,590	4,590	4,569	21
Parks and Property Maintenance	63,688	63,688	39,136	24,552
Senior Life Office	306,808	306,808	304,675	2,133
Total Leisure Time Activities	<u>375,086</u>	<u>375,086</u>	<u>348,380</u>	<u>26,706</u>
Public Health Services	645	945	840	105
Total Expenditures	<u>11,033,471</u>	<u>11,223,236</u>	<u>9,590,115</u>	<u>1,633,121</u>
Excess of Revenues Under Expenditures	<u>(1,591,869)</u>	<u>(1,610,840)</u>	<u>(342,419)</u>	<u>1,268,421</u>
Other Financing Uses				
Advances Out	0	0	(100,000)	(100,000)
Transfers Out	0	0	(628,100)	(628,100)
Total Other Financing Uses	<u>0</u>	<u>0</u>	<u>(728,100)</u>	<u>(728,100)</u>
Net Change in Fund Balance	<u>(1,591,869)</u>	<u>(1,610,840)</u>	<u>(1,070,519)</u>	<u>540,321</u>
Fund Balance Beginning of Year	2,741,896	2,741,896	2,741,896	0
Prior Year Encumbrances Appropriated	130,150	130,150	130,150	0
Fund Balance End of Year	<u>\$1,280,177</u>	<u>\$1,261,206</u>	<u>\$1,801,527</u>	<u>\$540,321</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Municipal Income Taxes	\$2,108,895	\$2,112,366	\$2,112,366	\$0
Property Taxes	314,540	315,058	315,058	0
Charges for Services	1,165,017	1,166,934	1,166,934	0
Intergovernmental	57,378	57,472	57,472	0
Contributions and Donations	16,920	16,948	16,948	0
Rentals	86,569	86,711	86,711	0
Other	9,540	9,556	9,556	0
<i>Total Revenues</i>	<i>3,758,859</i>	<i>3,765,045</i>	<i>3,765,045</i>	<i>0</i>
Expenditures				
Current:				
Leisure Time Activities				
Recreation:				
Leisure Time Activities	3,057,294	3,161,760	3,056,383	105,377
Debt Service:				
Principal Retirement	501,257	500,000	500,000	0
Interest and Fiscal Charges	681,997	680,288	680,288	0
Total Debt Service	1,183,254	1,180,288	1,180,288	0
<i>Total Expenditures</i>	<i>4,240,548</i>	<i>4,342,048</i>	<i>4,236,671</i>	<i>105,377</i>
<i>Net Change in Fund Balance</i>	(481,689)	(577,003)	(471,626)	105,377
<i>Fund Balance Beginning of Year</i>	1,561,875	1,561,875	1,561,875	0
Prior Year Encumbrances Appropriated	74,484	74,484	74,484	0
<i>Fund Balance End of Year</i>	<i>\$1,154,670</i>	<i>\$1,059,356</i>	<i>\$1,164,733</i>	<i>\$105,377</i>

City of Fairview Park, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Sewer Fund
For the Year Ended December 31, 2015

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Charges for Services	\$2,216,319	\$2,170,263	\$2,170,263	\$0
Tap-in Fees	766	750	750	0
Intergovernmental	4,200	4,113	4,113	0
Other	277	271	271	0
<i>Total Revenues</i>	<u>2,221,562</u>	<u>2,175,397</u>	<u>2,175,397</u>	<u>0</u>
Expenses				
Personal Services	171,126	188,687	188,679	8
Materials and Supplies	41,283	45,519	34,340	11,179
Contractual Services	1,249,768	1,355,239	1,343,301	11,938
Capital Outlay	269,961	321,412	275,957	45,455
Other	182,703	201,452	172,233	29,219
Debt Service:				
Principal Retirement	9,458	9,458	9,458	0
<i>Total Expenses</i>	<u>1,924,299</u>	<u>2,121,767</u>	<u>2,023,968</u>	<u>97,799</u>
<i>Net Change in Fund Equity</i>	297,263	53,630	151,429	97,799
<i>Fund Equity Beginning of Year</i>	1,229,877	1,229,877	1,229,877	0
Prior Year Encumbrances Appropriated	<u>773,202</u>	<u>773,202</u>	<u>773,202</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$2,300,342</u></u>	<u><u>\$2,056,709</u></u>	<u><u>\$2,154,508</u></u>	<u><u>\$97,799</u></u>

City of Fairview Park, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Construction, Maintenance and Repair Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$700,947	\$700,019	\$700,018	(\$1)
Interest	99	99	99	0
<i>Total Revenues</i>	701,046	700,118	700,117	(1)
Expenditures				
Current:				
Transportation	699,974	699,974	699,965	9
<i>Net Change in Fund Balance</i>	1,072	144	152	8
<i>Fund Balance Beginning of Year</i>	32,250	32,250	32,250	0
<i>Fund Balance End of Year</i>	<u>\$33,322</u>	<u>\$32,394</u>	<u>\$32,402</u>	<u>\$8</u>

City of Fairview Park, 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, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$46,350	\$56,664	\$56,664	\$0
Interest	99	121	121	0
Other	8,038	9,826	9,826	0
<i>Total Revenues</i>	54,487	66,611	66,611	0
Expenditures				
Current:				
Transportation	50,000	50,000	49,999	1
<i>Net Change in Fund Balance</i>	4,487	16,611	16,612	1
<i>Fund Balance Beginning of Year</i>	28,032	28,032	28,032	0
<i>Fund Balance End of Year</i>	<u>\$32,519</u>	<u>\$44,643</u>	<u>\$44,644</u>	<u>\$1</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police and Fire Pension Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$311,121	\$309,420	\$189,017	(\$120,403)
Intergovernmental	49,087	48,818	29,822	(18,996)
<i>Total Revenues</i>	360,208	358,238	218,839	(139,399)
Expenditures				
Current:				
Security of Persons and Property	990,756	990,756	906,851	83,905
<i>Excess of Revenues Under Expenditures</i>	(630,548)	(632,518)	(688,012)	(55,494)
Other Financing Sources				
Transfers In	628,100	628,100	628,100	0
<i>Net Change in Fund Balance</i>	(2,448)	(4,418)	(59,912)	(55,494)
<i>Fund Balance Beginning of Year</i>	144,067	144,067	144,067	0
<i>Fund Balance End of Year</i>	\$141,619	\$139,649	\$84,155	(\$55,494)

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Street Lighting Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Special Assessments	\$232,535	\$231,417	\$231,417	\$0
Expenditures				
Current:				
Security of Persons and Property	317,400	317,400	297,017	20,383
<i>Net Change in Fund Balance</i>	(84,865)	(85,983)	(65,600)	20,383
<i>Fund Balance Beginning of Year</i>	101,609	101,609	101,609	0
<i>Fund Balance End of Year</i>	<u>\$16,744</u>	<u>\$15,626</u>	<u>\$36,009</u>	<u>\$20,383</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Solid Waste Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Special Assessments	\$757,008	\$723,935	\$723,935	\$0
Expenditures				
Current:				
General Government	7,500	7,500	6,504	996
Basic Utility Services	806,250	806,250	806,249	1
<i>Total Expenditures</i>	<u>813,750</u>	<u>813,750</u>	<u>812,753</u>	<u>997</u>
<i>Net Change in Fund Balance</i>	(56,742)	(89,815)	(88,818)	997
<i>Fund Balance Beginning of Year</i>	66,522	66,522	66,522	0
Prior Year Encumbrances Appropriated	<u>88,706</u>	<u>88,706</u>	<u>88,706</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$98,486</u></u>	<u><u>\$65,413</u></u>	<u><u>\$66,410</u></u>	<u><u>\$997</u></u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Fire Operating Levy Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$258,224	\$264,551	\$264,551	\$0
Intergovernmental	39,134	40,093	40,093	0
<i>Total Revenues</i>	297,358	304,644	304,644	0
Expenditures				
Current:				
Security of Persons and Property	273,398	277,254	275,433	1,821
<i>Net Change in Fund Balance</i>	23,960	27,390	29,211	1,821
<i>Fund Balance Beginning of Year</i>	144,919	144,919	144,919	0
<i>Fund Balance End of Year</i>	<u>\$168,879</u>	<u>\$172,309</u>	<u>\$174,130</u>	<u>\$1,821</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Safe Routes to School Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$245,520	\$24,513	\$24,513	\$0
Contributions and Donations	17,027	1,700	1,700	0
Other	2,153	215	215	0
<i>Total Revenues</i>	264,700	26,428	26,428	0
Expenditures				
Current:				
Security of Persons and Property	364,700	110,000	58,850	51,150
<i>Excess of Revenues Under Expenditures</i>	(100,000)	(83,572)	(32,422)	51,150
Other Financing Sources				
Advances In	100,000	100,000	100,000	0
<i>Net Change in Fund Balance</i>	0	16,428	67,578	51,150
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$16,428	\$67,578	\$51,150

City of Fairview Park, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
FEMA Grant Fund
For the Year Ended December 31, 2015*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$109,389	\$0	\$0	\$0
Expenditures				
Current:				
Security of Persons and Property	109,389	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

City of Fairview Park, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Waterline Repair Fund
For the Year Ended December 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other	\$29,000	\$29,629	\$29,629	\$0
Expenditures				
Current:				
General Government	65,000	65,000	56,261	8,739
<i>Net Change in Fund Balance</i>	(36,000)	(35,371)	(26,632)	8,739
<i>Fund Balance Beginning of Year</i>	47,776	47,776	47,776	0
<i>Fund Balance End of Year</i>	<u>\$11,776</u>	<u>\$12,405</u>	<u>\$21,144</u>	<u>\$8,739</u>

City of Fairview Park, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Bain Park Restoration Fund
For the Year Ended December 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$9,550	\$17,359	\$17,359	\$0
Expenditures				
Current:				
Leisure Time Activities	11,500	11,500	0	11,500
<i>Net Change in Fund Balance</i>	(1,950)	5,859	17,359	11,500
<i>Fund Balance Beginning of Year</i>	25,657	25,657	25,657	0
<i>Fund Balance End of Year</i>	<u>\$23,707</u>	<u>\$31,516</u>	<u>\$43,016</u>	<u>\$11,500</u>

City of Fairview Park, Ohio
*Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Law Enforcement Trust Fund
For the Year Ended December 31, 2015*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines, Licenses and Permits	\$2,000	\$866	\$866	\$0
Expenditures				
Current:				
Security of Persons and Property	5,600	5,600	3,196	2,404
<i>Net Change in Fund Balance</i>	(3,600)	(4,734)	(2,330)	2,404
<i>Fund Balance Beginning of Year</i>	5,692	5,692	5,692	0
<i>Fund Balance End of Year</i>	<u>\$2,092</u>	<u>\$958</u>	<u>\$3,362</u>	<u>\$2,404</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
D.U.I. Education Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines, Licenses and Permits	\$4,000	\$4,490	\$4,490	\$0
Expenditures				
Current:				
Security of Persons and Property	6,400	6,400	1,466	4,934
<i>Net Change in Fund Balance</i>	(2,400)	(1,910)	3,024	4,934
<i>Fund Balance Beginning of Year</i>	9,151	9,151	9,151	0
Prior Year Encumbrances Appropriated	35	35	35	0
<i>Fund Balance End of Year</i>	\$6,786	\$7,276	\$12,210	\$4,934

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Police on Patrol Arresting Speeders Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Fines, Licenses and Permits	\$90,000	\$100,553	\$100,553	\$0
Expenditures				
Current:				
Security of Persons and Property	68,000	80,900	73,107	7,793
<i>Net Change in Fund Balance</i>	22,000	19,653	27,446	7,793
<i>Fund Balance Beginning of Year</i>	32,347	32,347	32,347	0
<i>Fund Balance End of Year</i>	\$54,347	\$52,000	\$59,793	\$7,793

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Cable TV Franchise Fee Fund
For the Year Ended December 31, 2015

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Franchise Taxes	\$693,000	\$320,434	\$320,434	\$0
Expenditures				
Debt Service:				
Principal Retirement	226,721	226,721	225,998	723
Interest and Fiscal Charges	7,305	7,305	6,100	1,205
<i>Total Expenditures</i>	<u>234,026</u>	<u>234,026</u>	<u>232,098</u>	<u>1,928</u>
<i>Net Change in Fund Balance</i>	458,974	86,408	88,336	1,928
<i>Fund Balance Beginning of Year</i>	<u>521,046</u>	<u>521,046</u>	<u>521,046</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$980,020</u></u>	<u><u>\$607,454</u></u>	<u><u>\$609,382</u></u>	<u><u>\$1,928</u></u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
D.A.R.E. Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Security of Persons and Property	835	835	21	814
<i>Net Change in Fund Balance</i>	(835)	(835)	(21)	814
<i>Fund Balance Beginning of Year</i>	835	835	835	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$814</u>	<u>\$814</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Emergency Medical System Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$359,819	\$384,751	\$384,751	\$0
Intergovernmental	4,931	5,273	5,273	0
<i>Total Revenues</i>	364,750	390,024	390,024	0
Expenditures				
Current:				
Security of Persons and Property	369,897	369,897	328,781	41,116
<i>Net Change in Fund Balance</i>	(5,147)	20,127	61,243	41,116
<i>Fund Balance Beginning of Year</i>	88,407	88,407	88,407	0
Prior Year Encumbrances Appropriated	4,750	4,750	4,750	0
<i>Fund Balance End of Year</i>	<u>\$88,010</u>	<u>\$113,284</u>	<u>\$154,400</u>	<u>\$41,116</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Property Taxes	\$291,715	\$274,099	\$274,099	\$0
Intergovernmental	45,152	42,425	42,425	0
Other	22,431	21,665	21,665	0
<i>Total Revenues</i>	<u>359,298</u>	<u>338,189</u>	<u>338,189</u>	<u>0</u>
Expenditures				
General Government	5,300	5,300	4,258	1,042
Capital Outlay	298,838	298,838	232,282	66,556
Debt Service:				
Principal Retirement	103,558	103,558	103,558	0
Interest and Fiscal Charges	18,790	18,790	18,790	0
<i>Total Expenditures</i>	<u>426,486</u>	<u>426,486</u>	<u>358,888</u>	<u>67,598</u>
<i>Net Change in Fund Balance</i>	(67,188)	(88,297)	(20,699)	67,598
<i>Fund Balance Beginning of Year</i>	70,607	70,607	70,607	0
Prior Year Encumbrances Appropriated	57,405	57,405	57,405	0
<i>Fund Balance End of Year</i>	<u>\$60,824</u>	<u>\$39,715</u>	<u>\$107,313</u>	<u>\$67,598</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenditures and Changes
in Fund Balance - Budget (Non-GAAP Basis) and Actual
Capital Improvements Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Municipal Income Taxes	\$1,005,425	\$1,668,183	\$1,056,183	(\$612,000)
Expenditures				
Capital Outlay	886,348	1,478,422	1,406,400	72,022
Debt Service:				
Principal Retirement	241,974	305,415	305,415	0
Interest and Fiscal Charges	38,028	52,513	52,513	0
<i>Total Expenditures</i>	<u>1,166,350</u>	<u>1,836,350</u>	<u>1,764,328</u>	<u>72,022</u>
<i>Net Change in Fund Balance</i>	(160,925)	(168,167)	(708,145)	(539,978)
<i>Fund Balance Beginning of Year</i>	694,760	694,760	694,760	0
Prior Year Encumbrances Appropriated	87,424	87,424	87,424	0
<i>Fund Balance End of Year</i>	<u>\$621,259</u>	<u>\$614,017</u>	<u>\$74,039</u>	<u>(\$539,978)</u>

City of Fairview Park, Ohio
Schedule of Revenues, Expenses and Changes
in Fund Equity - Budget (Non-GAAP Basis) and Actual
Health Insurance Reserve Fund
For the Year Ended December 31, 2015

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$1,304,385	\$1,099,666	\$1,099,665	(\$1)
Expenses				
Contractual Services	1,186,450	1,186,450	1,185,642	808
Claims	114,305	114,305	85,635	28,670
<i>Total Expenses</i>	<u>1,300,755</u>	<u>1,300,755</u>	<u>1,271,277</u>	<u>29,478</u>
<i>Net Change in Fund Equity</i>	3,630	(201,089)	(171,612)	29,477
<i>Fund Equity Beginning of Year</i>	391,563	391,563	391,563	0
Prior Year Encumbrances Appropriated	<u>779</u>	<u>779</u>	<u>779</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$395,972</u>	<u>\$191,253</u>	<u>\$220,730</u>	<u>\$29,477</u>

Statistical Section

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

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

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

City of Fairview Park, Ohio

Net Position By Component

Last Ten Years

(Accrual Basis of Accounting)

	2015 (1)	2014	2013	2012
Governmental Activities				
Net Investment in Capital Assets	\$22,367,626	\$21,750,920	\$22,115,990	\$22,797,010
Restricted:				
Capital Projects	1,588,795	1,740,765	1,743,868	1,644,615
Debt Service	0	176	176	176
Street Construction, Maintenance and Repair	339,189	326,805	334,592	347,530
State Highway	94,344	75,007	60,905	116,483
Street Lighting	167,062	207,685	227,856	230,719
Police Programs	101,378	54,526	125,684	74,861
Fire Operating	194,347	154,998	0	0
Police and Fire Pensions	37,289	98,489	0	0
Solid Waste	409,335	495,834	0	0
Waterline Repairs	21,144	47,776	0	0
Cable TV	691,095	599,080	0	0
Unclaimed Monies	0	0	0	0
Other Purposes	2,707	2,707	752,825	107,061
Unrestricted	(6,750,355)	(5,378,255)	7,820,356	5,847,938
<i>Total Governmental Activities Net Position</i>	<u>\$19,263,956</u>	<u>\$20,176,513</u>	<u>\$33,182,252</u>	<u>\$31,166,393</u>
Business Type - Activities				
Net Investment in Capital Assets	\$12,040,360	\$12,262,495	\$11,937,085	\$12,142,014
Restricted:				
For Capital Projects	0	0	0	0
Unrestricted	5,567,833	5,097,438	5,324,288	4,672,529
<i>Total Business-Type Activities Net Position</i>	<u>\$17,608,193</u>	<u>\$17,359,933</u>	<u>\$17,261,373</u>	<u>\$16,814,543</u>
Primary Government				
Net Investment in Capital Assets	\$34,407,986	\$34,013,415	\$34,053,075	\$34,939,024
Restricted	3,646,685	3,803,848	3,245,906	2,521,445
Unrestricted	(1,182,522)	(280,817)	13,144,644	10,520,467
<i>Total Primary Government Net Position</i>	<u>\$36,872,149</u>	<u>\$37,536,446</u>	<u>\$50,443,625</u>	<u>\$47,980,936</u>

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

2011	2010	2009	2008	2007	2006
\$24,708,718	\$26,270,731	\$27,891,765	\$28,353,807	\$29,713,297	\$19,977,172
1,600,172 0	1,829,248 0	1,823,311 0	2,141,453 0	5,290,585 0	15,635,792 0
334,582	518,659	617,968	478,966	0	0
117,282	132,053	214,680	163,117	0	0
70,350	115,606	367,274	382,171	0	0
76,332	321,606	289,899	324,093	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	320,000	250,000	250,000	0	0
503,529	489,387	300,213	32,104	3,970,546	3,413,168
3,630,657	1,962,807	1,602,047	3,286,347	2,136,548	948,616
<u>\$31,041,622</u>	<u>\$31,960,097</u>	<u>\$33,357,157</u>	<u>\$35,412,058</u>	<u>\$41,110,976</u>	<u>\$39,974,748</u>
\$12,167,063	\$12,409,791	\$12,674,769	\$12,044,939	\$12,412,228	\$11,521,380
0	54,517	157,004	205,149	0	0
4,521,136	4,290,646	4,075,831	3,854,965	3,921,032	4,299,960
<u>\$16,688,199</u>	<u>\$16,754,954</u>	<u>\$16,907,604</u>	<u>\$16,105,053</u>	<u>\$16,333,260</u>	<u>\$15,821,340</u>
\$36,875,781	\$38,680,522	\$40,566,534	\$40,398,746	\$42,125,525	\$31,498,552
2,702,247	3,781,076	4,020,349	3,977,053	9,261,131	19,048,960
8,151,793	6,253,453	5,677,878	7,141,312	6,057,580	5,248,576
<u>\$47,729,821</u>	<u>\$48,715,051</u>	<u>\$50,264,761</u>	<u>\$51,517,111</u>	<u>\$57,444,236</u>	<u>\$55,796,088</u>

City of Fairview Park, Ohio

Changes in Net Position

Last Ten Years

(Accrual Basis of Accounting)

	2015 (1)	2014	2013	2012
Program Revenues				
Governmental Activities:				
Charges for Services and Operating Assessments:				
General Government	\$132,931	\$5,149	\$268,836	\$307,861
Security of Persons and Property	945,815	685,210	1,402,208	1,571,539
Transportation	15,454	561	56,280	58,115
Community Environment	16,653	672	47,918	46,643
Basic Utility Services	737,038	1,171,695	155,829	178,946
Leisure Time Activities	1,335,012	1,319,874	1,483,370	1,344,253
Public Health Services	30	0	172	236
Subtotal - Charges for Services	<u>3,182,933</u>	<u>3,183,161</u>	<u>3,414,613</u>	<u>3,507,593</u>
Operating Grants and Contributions:				
General Government	0	0	34,989	0
Security of Persons and Property	122,908	76,452	108,687	74,568
Transportation	747,294	737,346	751,994	743,516
Community Environment	0	0	0	0
Basic Utility Services	0	0	0	0
Leisure Time Activities	74,590	185,083	65,451	50,550
Subtotal - Operating Grants and Contributions	<u>944,792</u>	<u>998,881</u>	<u>961,121</u>	<u>868,634</u>
Capital Grants and Contributions:				
General Government	42,572	68,083	122,826	56,837
Transportation	397,032	0	0	0
Subtotal - Capital Grants and Contributions	<u>439,604</u>	<u>68,083</u>	<u>122,826</u>	<u>56,837</u>
<i>Total Governmental Activities Program Revenues</i>	<u>4,567,329</u>	<u>4,250,125</u>	<u>4,498,560</u>	<u>4,433,064</u>
Business-Type Activities:				
Charges for Services	2,145,416	2,189,245	2,198,234	2,258,224
Capital Grants and Contributions	4,189	0	0	0
<i>Total Business-Type Activities Program Revenues</i>	<u>2,149,605</u>	<u>2,189,245</u>	<u>2,198,234</u>	<u>2,258,224</u>
<i>Total Primary Government Program Revenues</i>	<u>6,716,934</u>	<u>6,439,370</u>	<u>6,696,794</u>	<u>6,691,288</u>
Expenses				
Governmental Activities:				
General Government	3,770,801	3,614,569	2,682,977	2,692,957
Security of Persons and Property	7,360,859	6,723,713	7,078,086	6,658,780
Transportation	2,259,606	2,239,324	2,458,167	2,376,608
Community Environment	423,279	409,230	382,877	331,394
Basic Utility Services	842,067	882,300	1,203,374	1,137,831
Leisure Time Activities	3,303,474	3,422,491	3,626,538	3,660,823
Public Health Services	667	695	1,256	1,501
Interest and Fiscal Charges	832,401	862,807	890,625	1,263,516
<i>Total Governmental Activities Expenses</i>	<u>18,793,154</u>	<u>18,155,129</u>	<u>18,323,900</u>	<u>18,123,410</u>
Business-Type Activities:				
Sewer	1,901,616	1,809,393	1,840,375	2,109,903
Gilles-Sweet	0	0	0	0
<i>Total Business-Type Activities Expenses</i>	<u>1,901,616</u>	<u>1,809,393</u>	<u>1,840,375</u>	<u>2,109,903</u>
<i>Total Primary Government Expenses</i>	<u>20,694,770</u>	<u>19,964,522</u>	<u>20,164,275</u>	<u>20,233,313</u>
Net (Expense)/Revenue				
Governmental Activities	(14,225,825)	(13,905,004)	(13,825,340)	(13,690,346)
Business-Type Activities	247,989	379,852	357,859	148,321
<i>Total Primary Government Net Expense</i>	<u>(\$13,977,836)</u>	<u>(\$13,525,152)</u>	<u>(\$13,467,481)</u>	<u>(\$13,542,025)</u>

2011	2010	2009	2008	2007	2006
\$606,539	\$179,232	\$57,064	\$6,574	\$190,627	\$209,604
904,038	1,232,136	768,714	318,802	781,176	715,704
39,215	10,288	22,419	0	177,223	0
34,313	25,319	8,941	252,958	216,091	169,834
126,646	93,974	31,515	0	0	0
1,305,112	1,237,710	1,165,775	1,136,867	249,051	181,899
149	0	0	0	0	0
3,016,012	2,778,659	2,054,428	1,715,201	1,614,168	1,277,041
0	0	663	3,000	0	12,320
0	116,288	92,460	219,431	0	22,347
709,728	747,139	726,985	746,222	793,031	709,395
0	0	104	0	0	0
0	4,799	366	0	0	0
0	87,275	62,491	37,177	44,142	27,156
709,728	955,501	883,069	1,005,830	837,173	771,218
0	0	0	0	0	0
53,081	169,922	56,203	516,189	0	0
53,081	169,922	56,203	516,189	0	0
3,778,821	3,904,082	2,993,700	3,237,220	2,451,341	2,048,259
1,998,193	1,795,677	1,562,718	1,735,435	1,702,798	1,736,787
0	0	0	0	0	0
1,998,193	1,795,677	1,562,718	1,735,435	1,702,798	1,736,787
5,777,014	5,699,759	4,556,418	4,972,655	4,154,139	3,785,046
2,776,358	2,782,550	2,564,768	2,953,774	2,537,880	2,249,139
7,267,524	7,854,479	7,118,625	7,562,285	6,291,888	6,617,530
2,586,528	2,221,067	2,326,135	2,780,185	3,454,757	3,263,865
359,121	328,999	344,583	432,720	139,717	1,741,880
1,129,614	1,013,896	1,005,866	1,383,619	1,247,756	0
3,555,596	3,303,008	4,200,804	6,515,743	2,024,273	1,645,018
1,335	1,795	1,625	2,785	4,395	2,405
1,070,312	1,101,108	1,236,834	1,156,874	1,364,203	1,216,334
18,746,388	18,606,902	18,799,240	22,787,985	17,064,869	16,736,171
2,115,212	2,063,857	1,951,784	1,903,636	1,508,864	2,049,290
0	53	0	0	0	0
2,115,212	2,063,910	1,951,784	1,903,636	1,508,864	2,049,290
20,861,600	20,670,812	20,751,024	24,691,621	18,573,733	18,785,461
(14,967,567)	(14,702,820)	(15,805,540)	(19,550,765)	(14,613,528)	(14,687,912)
(117,019)	(268,233)	(389,066)	(168,201)	193,934	(312,503)
(\$15,084,586)	(\$14,971,053)	(\$16,194,606)	(\$19,718,966)	(\$14,419,594)	(\$15,000,415)

(continued)

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

	2015	2014	2013	2012
General Revenues and Other Changes in Net Position				
Governmental Activities				
Taxes:				
Property Taxes Levied For:				
General Purposes	\$2,622,747	\$2,566,235	\$2,647,422	\$2,569,710
Permanent Improvements	273,929	268,047	276,545	268,385
Recreation	314,863	308,132	317,815	308,489
Police and Fire Pension	188,899	186,019	190,877	187,029
Fire Operations	264,401	257,474	265,334	249,763
Other Purposes	0	0	0	0
Municipal Income Taxes Levied for:				
General Purposes	5,239,613	5,078,058	5,122,164	5,198,639
Capital Improvements	1,034,957	1,002,859	1,009,760	1,024,375
Recreation	2,069,914	2,005,717	2,019,519	2,045,643
Franchise Taxes	324,113	300,312	275,387	273,415
Grants and Entitlements not Restricted to Specific Programs	851,661	863,390	3,459,471	1,242,284
Unrestricted Contribution and Donations	1,366	300	0	0
Investment Income	11,751	10,715	5,627	4,588
Gain (Loss) on Sale of Capital Assets	0	0	0	0
Other	115,054	81,436	335,990	419,278
Transfers	0	20,546	(84,712)	23,519
<i>Total Governmental Activities</i>	<u>13,313,268</u>	<u>12,949,240</u>	<u>15,841,199</u>	<u>13,815,117</u>
Business-Type Activities				
Investment Income	0	0	0	0
Miscellaneous	271	0	4,259	1,542
Transfers	0	(20,546)	84,712	(23,519)
<i>Total Business-Type Activities</i>	<u>271</u>	<u>(20,546)</u>	<u>88,971</u>	<u>(21,977)</u>
<i>Total Primary Government General Revenues and Transfers</i>	<u>13,313,539</u>	<u>12,928,694</u>	<u>15,930,170</u>	<u>13,793,140</u>
Change in Net Position				
Governmental Activities	(912,557)	(955,764)	2,015,859	124,771
Business-Type Activities	248,260	359,306	446,830	126,344
<i>Total Change in Net Position</i>	<u>(\$664,297)</u>	<u>(\$596,458)</u>	<u>\$2,462,689</u>	<u>\$251,115</u>

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

Note: Property Taxes Levied for Other Purposes were not broken out into categories until 2008.

2011	2010	2009	2008	2007	2006
\$2,587,238	\$2,721,242	\$3,021,265	\$2,651,543	\$4,171,960	\$3,467,149
273,454	278,883	308,776	277,652	356,878	294,107
314,313	290,671	357,372	270,515	0	0
204,675	156,744	245,019	174,434	0	0
255,230	294,014	228,172	239,189	0	0
0	0	0	0	964,081	806,608
4,905,042	4,601,899	5,118,028	4,454,650	4,447,994	4,236,452
972,520	917,466	865,790	1,304,098	1,384,877	1,395,586
1,945,166	1,834,786	1,993,806	1,708,786	2,742,810	2,518,921
289,816	211,439	211,285	162,682	0	0
1,878,667	1,818,333	2,207,468	2,115,947	1,117,705	1,196,593
0	98,176	0	0	0	0
2,640	4,553	16,985	242,022	887,307	1,162,601
21,857	5,400	0	0	0	0
217,178	185,800	366,060	174,594	57,968	167,610
(56,823)	(113,646)	(1,189,387)	75,735	(314,866)	0
<u>13,810,973</u>	<u>13,305,760</u>	<u>13,750,639</u>	<u>13,851,847</u>	<u>15,816,714</u>	<u>15,245,627</u>
0	0	0	0	3,120	1,375
0	1,937	2,230	15,729	0	655
<u>56,823</u>	<u>113,646</u>	<u>1,189,387</u>	<u>(75,735)</u>	<u>314,866</u>	<u>0</u>
<u>56,823</u>	<u>115,583</u>	<u>1,191,617</u>	<u>(60,006)</u>	<u>317,986</u>	<u>2,030</u>
<u>13,867,796</u>	<u>13,421,343</u>	<u>14,942,256</u>	<u>13,791,841</u>	<u>16,134,700</u>	<u>15,247,657</u>
(1,156,594)	(1,397,060)	(2,054,901)	(5,698,918)	1,203,186	557,715
<u>(60,196)</u>	<u>(152,650)</u>	<u>802,551</u>	<u>(228,207)</u>	<u>511,920</u>	<u>(310,473)</u>
<u>(\$1,216,790)</u>	<u>(\$1,549,710)</u>	<u>(\$1,252,350)</u>	<u>(\$5,927,125)</u>	<u>\$1,715,106</u>	<u>\$247,242</u>

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

	2015	2014	2013	2012
General Fund				
Reserved	N/A	N/A	N/A	N/A
Unreserved	N/A	N/A	N/A	N/A
Nonspendable	\$109,256	\$105,959	\$92,569	\$87,363
Assigned	996,202	1,628,782	1,930,351	1,338,411
Unassigned	1,544,632	1,577,686	2,207,502	991,737
Total General Fund	2,650,090	3,312,427	4,230,422	2,417,511
All Other Governmental Funds				
Reserved	N/A	N/A	N/A	N/A
Unreserved, Undesignated, Reported in:				
Special Revenue funds	N/A	N/A	N/A	N/A
Debt Service fund (Deficit)	N/A	N/A	N/A	N/A
Capital Projects funds	N/A	N/A	N/A	N/A
Nonspendable	21,856	29,810	24,120	81,600
Restricted	2,590,361	2,685,043	2,532,620	1,895,191
Committed	1,612,438	1,980,961	1,892,731	2,181,285
Unassigned (Deficit)	(26,602)	0	0	(218,493)
Total All Other Governmental Funds	4,198,053	4,695,814	4,449,471	3,939,583
Total Governmental Funds	\$6,848,143	\$8,008,241	\$8,679,893	\$6,357,094

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

2011	2010	2009	2008	2007	2006
N/A	\$330,898	\$259,790	\$259,476	\$271,608	\$24,000
N/A	2,045,925	1,572,506	2,199,327	2,007,799	1,335,000
\$80,070	N/A	N/A	N/A	N/A	N/A
24,301	N/A	N/A	N/A	N/A	N/A
2,053,365	N/A	N/A	N/A	N/A	N/A
2,157,736	2,376,823	1,832,296	2,458,803	2,279,407	1,359,000
N/A	483,733	449,893	151,362	4,125,692	8,878,000
N/A	1,863,047	2,126,018	2,758,074	2,777,831	591,000
N/A	176	8	0	(7,559)	(64,000)
N/A	1,381,297	1,528,320	1,811,124	1,187,882	8,953,000
40,260	N/A	N/A	N/A	N/A	N/A
1,841,812	N/A	N/A	N/A	N/A	N/A
1,682,955	N/A	N/A	N/A	N/A	N/A
(235,817)	N/A	N/A	N/A	N/A	N/A
3,329,210	3,728,253	4,104,239	4,720,560	8,083,846	18,358,000
\$5,486,946	\$6,105,076	\$5,936,535	\$7,179,363	\$10,363,253	\$19,717,000

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

	2015	2014	2013	2012
Revenues				
Taxes (1)	n/a	n/a	n/a	n/a
Municipal Income Taxes	\$8,510,935	\$8,174,821	\$7,752,690	\$8,034,255
Property Taxes	3,667,099	3,668,973	3,628,771	3,699,627
Franchise Taxes	324,113	300,312	275,387	273,415
Charges for Services	1,639,630	1,719,720	2,629,470	2,232,900
Fees, Licenses and Permits	477,451	505,856	514,246	500,445
Intergovernmental	2,204,114	1,985,134	4,499,697	2,292,518
Special Assessments	955,352	988,155	229,521	238,489
Contributions and Donations	20,014	18,085	0	0
Interest	11,751	10,715	5,627	4,588
Rentals	109,974	0	0	0
Other	120,389	81,436	335,990	419,278
<i>Total Revenues</i>	<u>18,040,822</u>	<u>17,453,207</u>	<u>19,871,399</u>	<u>17,695,515</u>
Expenditures				
Current:				
General Government	3,030,710	2,988,236	2,028,783	1,957,320
Security of Persons and Property	7,080,468	6,851,769	6,817,934	6,507,611
Transportation	1,092,672	1,059,139	1,215,153	1,098,467
Community Environment	408,325	381,000	318,989	297,151
Basic Utility Services	839,660	906,108	1,105,803	1,136,269
Leisure Time Activities	3,382,046	3,084,895	3,133,752	3,216,922
Public Health Services	655	715	1,225	1,505
Capital Outlay	1,473,722	946,854	1,122,449	1,135,437
Debt Service:				
Principal Retirement	1,134,971	1,131,604	1,593,238	992,973
Interest and Fiscal Charges	757,691	795,085	823,842	686,719
Bond Issuance Costs	0	0	0	277,464
<i>Total Expenditures</i>	<u>19,200,920</u>	<u>18,145,405</u>	<u>18,161,168</u>	<u>17,307,838</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,160,098)</u>	<u>(692,198)</u>	<u>1,710,231</u>	<u>387,677</u>
Other Financing Sources (Uses)				
Bond Premium (Discount)	0	0	0	901,349
Refunding Bonds Issued	0	0	0	20,590,000
Payment to Refunded Bond Escrow Agent	0	0	0	(21,209,265)
Economic Development Notes Issued	0	0	550,000	0
Current Refunding	0	0	0	0
Sale of Capital Assets	0	0	0	0
OPWC Loan	0	0	0	0
Commercial Redevelopment Loans Issued	0	0	0	0
Inception of Capital Lease	0	0	133,444	140,090
Transfers In	628,100	814,112	900,000	722,797
Transfers Out	(628,100)	(793,566)	(970,876)	(662,500)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>20,546</u>	<u>612,568</u>	<u>482,471</u>
<i>Net Change in Fund Balances</i>	<u>(\$1,160,098)</u>	<u>(\$671,652)</u>	<u>\$2,322,799</u>	<u>\$870,148</u>
Debt Service as a Percentage of Noncapital Expenditures	11.0%	11.3%	14.1%	10.2%

(1) 2008 was the first year that taxes were split between property and municipal income.

2011	2010	2009	2008	2007	2006
n/a	n/a	n/a	n/a	\$13,685,944	\$12,665,853
\$7,696,575	\$7,444,610	\$7,091,943	\$8,245,667	n/a	n/a
3,699,559	3,702,107	4,094,073	3,625,281	n/a	n/a
289,816	211,439	211,285	162,682	n/a	n/a
2,291,794	2,035,758	1,425,433	1,356,368	697,267	630,322
490,901	505,760	402,723	438,441	478,917	404,212
2,656,203	3,056,856	3,121,304	3,423,663	1,827,018	2,014,888
233,317	237,141	233,052	268,887	280,487	251,996
0	98,176	0	0	0	0
2,640	4,553	16,985	242,022	902,878	1,163,633
0	0	0	12,470	11,005	10,429
217,178	185,800	366,060	174,594	175,679	164,709
<u>17,577,983</u>	<u>17,482,200</u>	<u>16,962,858</u>	<u>17,950,075</u>	<u>18,059,195</u>	<u>17,306,042</u>
1,926,354	1,928,797	1,810,825	1,967,282	1,825,369	1,575,760
7,364,669	7,238,353	6,956,305	7,241,799	6,606,229	6,541,135
1,308,777	1,062,943	1,311,737	1,596,174	2,285,613	2,096,611
297,860	271,935	283,406	366,556	150,868	1,735,926
1,144,672	1,011,700	1,006,478	1,384,836	1,239,329	0
3,114,531	2,827,571	3,851,156	6,286,903	1,785,080	1,673,816
1,355	1,795	1,625	2,785	4,395	2,405
1,085,895	855,352	1,521,439	624,601	11,019,177	4,718,525
552,713	888,450	964,220	795,177	892,753	2,094,705
1,096,822	1,118,517	1,202,639	1,263,587	1,221,322	1,241,148
0	0	0	0	0	0
<u>17,893,648</u>	<u>17,205,413</u>	<u>18,909,830</u>	<u>21,529,700</u>	<u>27,030,135</u>	<u>21,680,031</u>
<u>(315,665)</u>	<u>276,787</u>	<u>(1,946,972)</u>	<u>(3,579,625)</u>	<u>(8,970,940)</u>	<u>(4,373,989)</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
750,000	0	1,100,000	0	0	1,200,000
(1,100,000)	0	(1,100,000)	0	0	0
21,857	5,400	0	0	0	0
0	0	750,887	0	0	0
0	0	391,757	0	0	0
82,501	0	0	320,000	0	0
1,043,240	1,148,300	1,112,010	1,140,658	1,166,028	862,634
(1,100,063)	(1,261,946)	(1,550,510)	(1,064,923)	(1,480,894)	(862,634)
<u>(302,465)</u>	<u>(108,246)</u>	<u>704,144</u>	<u>395,735</u>	<u>(314,866)</u>	<u>1,200,000</u>
<u>(\$618,130)</u>	<u>\$168,541</u>	<u>(\$1,242,828)</u>	<u>(\$3,183,890)</u>	<u>(\$9,285,806)</u>	<u>(\$3,173,989)</u>
9.6%	11.8%	12.2%	9.9%	10.5%	24.5%

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

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value			Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU	Estimated Actual Value	Assessed Value	Estimated Actual Value
2015	\$317,677,550	\$69,005,770	\$1,104,809,486	\$5,119,790	\$5,817,943
2014	298,898,670	60,914,970	1,028,038,971	5,003,170	5,685,420
2013	299,039,400	63,502,020	1,035,832,629	4,779,910	5,431,716
2012	299,182,420	58,992,630	1,023,357,286	4,364,670	4,959,852
2011	311,446,240	60,258,740	1,062,014,229	4,036,050	4,586,420
2010	312,052,360	64,654,730	1,076,305,971	3,895,260	4,426,432
2009	342,011,590	66,153,650	1,166,186,400	3,565,490	4,051,693
2008	341,934,910	59,863,300	1,147,994,885	3,395,360	3,858,364
2007	342,374,940	59,112,380	1,147,106,628	5,431,180	6,171,795
2006	312,301,780	56,857,330	1,054,740,314	5,600,560	6,364,273

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax is 2010). During 2013, the City did not include an assessed value for the general business tangible personal property. The 2014 assessed values are based on 2013 taxes levied.

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

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

Tangible Personal Property						
General Business			Total			
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio		Tax Rate
\$0	\$0	\$391,803,110	\$1,110,627,429	35	%	\$11.80
0	0	364,816,810	1,033,724,392	35		11.80
0	0	367,321,330	1,041,264,344	35		11.80
0	0	362,539,720	1,028,317,138	35		11.80
0	0	375,741,030	1,066,600,649	35		11.80
0	0	380,602,350	1,080,732,403	35		11.80
2,643,000	42,288,000	414,373,730	1,212,526,093	34		11.80
1,973,776	15,790,208	407,167,346	1,167,643,457	35		11.80
4,791,198	25,553,056	411,709,698	1,178,831,479	35		11.80
7,440,181	29,760,724	382,199,851	1,090,865,311	35		11.80

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

	2015	2014	2013	2012
Inside Millage				
Operating	\$3.33000	\$3.33000	\$3.33000	\$3.33000
Fire Pension	0.30000	0.30000	0.30000	0.30000
Police Pension	0.30000	0.30000	0.30000	0.30000
<i>Total Inside Millage</i>	<u>3.93000</u>	<u>3.93000</u>	<u>3.93000</u>	<u>3.93000</u>
Charter Millage				
1976 Charter/Current Expense	5.00000	5.00000	5.00000	5.00000
1994 Charter/Permanent Improvement	0.87000	0.87000	0.87000	0.87000
1996 Charter/Fire	1.00000	1.00000	1.00000	1.00000
1996 Charter/Recreational	1.00000	1.00000	1.00000	1.00000
<i>Total Charter Millage</i>	<u>7.87000</u>	<u>7.87000</u>	<u>7.87000</u>	<u>7.87000</u>
Total Charter Millage	<u>\$11.80000</u>	<u>\$11.80000</u>	<u>\$11.80000</u>	<u>\$11.80000</u>

Overlapping Rates by Taxing District

Fairview Park City School District				
Residential/Agricultural Real	\$54.4973	\$57.0919	\$57.0551	\$58.2264
Commercial/Industrial and Public Utility Real	63.5433	62.0500	61.1419	62.5649
General Business and Public Utility Personal	96.1700	96.4700	96.4700	97.7000
Rocky River City School District				
Residential/Agricultural Real	46.2970	49.5457	49.5067	49.3321
Commercial/Industrial and Public Utility Real	67.2385	64.8023	64.6202	64.4748
General Business and Public Utility Personal	89.5500	89.5500	89.5500	89.4500
Berea City School District				
Residential/Agricultural Real	44.4553	44.7135	44.7727	44.8302
Commercial/Industrial and Public Utility Real	52.7196	51.8216	51.5507	51.4777
General Business and Public Utility Personal	78.0000	78.7000	78.8000	78.9000
Cuyahoga County Commissioners				
Residential/Agricultural Real	13.8698	14.0500	14.0500	13.2200
Commercial/Industrial and Public Utility Real	14.0500	14.0195	13.9495	12.9968
General Business and Public Utility Personal	14.0500	14.0500	14.0500	13.2200
Special Taxing Districts (1)				
Residential/Agricultural Real	11.5328	19.5385	15.8801	14.9634
Commercial/Industrial and Public Utility Real	11.6375	19.6933	15.9433	15.0066
General Business and Public Utility Personal	11.7800	20.6300	16.9800	16.0800

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

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

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

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

2011	2010	2009	2008	2007	2006
\$3.33000	\$3.33000	\$3.33000	\$3.33000	\$3.33000	\$3.33000
0.30000	0.30000	0.30000	0.30000	0.30000	0.30000
0.30000	0.30000	0.30000	0.30000	0.30000	0.30000
3.93000	3.93000	3.93000	3.93000	3.93000	3.93000
5.00000	5.00000	5.00000	5.00000	5.00000	5.00000
0.87000	0.87000	0.87000	0.87000	0.87000	0.87000
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
1.00000	1.00000	1.00000	1.00000	1.00000	1.00000
7.87000	7.87000	7.87000	7.87000	7.87000	7.87000
\$11.80000	\$11.80000	\$11.80000	\$11.80000	\$11.80000	\$11.80000

\$56.8256	\$56.7442	\$56.5150	\$51.9219	\$51.7745	\$51.3582
61.5257	61.2140	60.9701	59.3262	58.1597	57.9899
97.6000	97.6000	97.4000	96.1000	96.0000	95.6000

44.1296	43.9489	42.3267	40.8213	35.1663	35.2625
58.5507	57.4008	55.1613	55.6700	50.3371	51.2820
84.3500	84.3000	82.7000	82.7000	77.1000	77.2000

38.7028	38.5574	38.6449	35.9563	35.9965	36.0527
45.3316	44.9615	45.1142	43.6675	4.5842	43.7691
75.0000	74.9000	75.0000	74.9000	74.9000	74.9000

13.1182	13.1866	13.1789	12.6607	11.8689	11.8655
12.7845	12.8413	12.8457	12.8153	12.4536	12.4941
13.2200	13.3200	13.3200	13.3200	13.4200	13.4200

14.7429	14.7006	14.2125	13.4074	12.7052	12.7038
14.7148	14.5296	14.0203	14.0723	13.4384	13.5665
16.0800	16.0800	15.7800	15.7800	15.2800	15.2800

City of Fairview Park, Ohio
Property Tax Levies And Collections (1)
Last Ten Years

Collection Year	Current Tax Levy (2)	Current Tax Collections (2)	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections	Total Tax Collections (1)
2015	\$4,247,194	\$4,151,873	97.76 %	\$81,402	\$4,233,275
2014	4,243,283	4,135,110	97.45	94,700	4,229,810
2013	4,280,430	4,112,114	96.07	80,784	4,192,898
2012	4,329,671	4,193,808	96.86	125,216	4,319,024
2011	4,417,972	4,191,060	94.86	103,228	4,294,288
2010	4,399,219	4,175,733	94.92	108,449	4,284,182
2009	4,754,307	4,527,554	95.23	97,095	4,624,649
2008	4,713,003	4,567,342	96.91	116,079	4,683,421
2007	4,799,649	4,644,801	96.77	131,447	4,776,248
2006	4,397,790	4,216,264	95.87	141,801	4,358,065

Source: Cuyahoga County, Ohio; County Fiscal Officer

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

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

Percent of Total Tax Collections to Current Tax Levy	Accumulated Outstanding Delinquent Taxes (3)	Percentage of Delinquent Taxes to Total Tax Levy
99.67 %	\$100,743	2.37 %
99.68	103,003	2.43
97.96	186,068	4.35
99.75	116,847	2.70
97.20	233,098	5.28
97.39	315,560	7.17
97.27	246,225	5.18
99.37	178,625	3.79
99.51	183,200	3.82
99.10	202,607	4.61

City of Fairview Park, Ohio
Principal Real Property Taxpayers
 2015 and 2006

2015		
Taxpayer	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Westgate Mall , LLC	\$16,324,360	4.22 %
Z and Sons Limited Partnership	6,168,200	1.60
Target Corporation	4,128,220	1.07
Cleveland Electric Illuminating Company	3,369,890	0.87
Fairview Shopping Center Corporation	3,097,010	0.80
Lawn Village Incorporated	2,335,910	0.60
200 West Apartments	1,836,320	0.47
West Valley Medical	1,659,040	0.43
East Ohio Gas	825,390	0.22
Aldi, Incorporated	788,830	0.20
Total	\$40,533,170	10.48 %
Total Real Property Assessed Valuation	\$386,683,320	

2006		
Taxpayer	Real Property Assessed Valuation	Percentage of Total Assessed Valuation
Z and Sons Limited Partnership	\$6,746,000	1.83 %
Westgate Mall, Incorporated	5,710,000	1.55
Fairview Shopping Center Corporation	4,139,000	1.12
Lawn Village, Incorporated	2,439,000	0.66
Cleveland Electric Illuminating Company	2,206,000	0.60
200 West Apartments	1,989,000	0.54
Ohio Bell Telephone Company	1,265,000	0.34
Stallard-Schrier Fan LTD Par	1,024,000	0.28
North Solon Office	1,019,000	0.27
Fairview Reality Invest Limited	1,003,000	0.27
Total	\$27,540,000	7.46 %
Total Real Property Assessed Valuation	\$369,159,110	

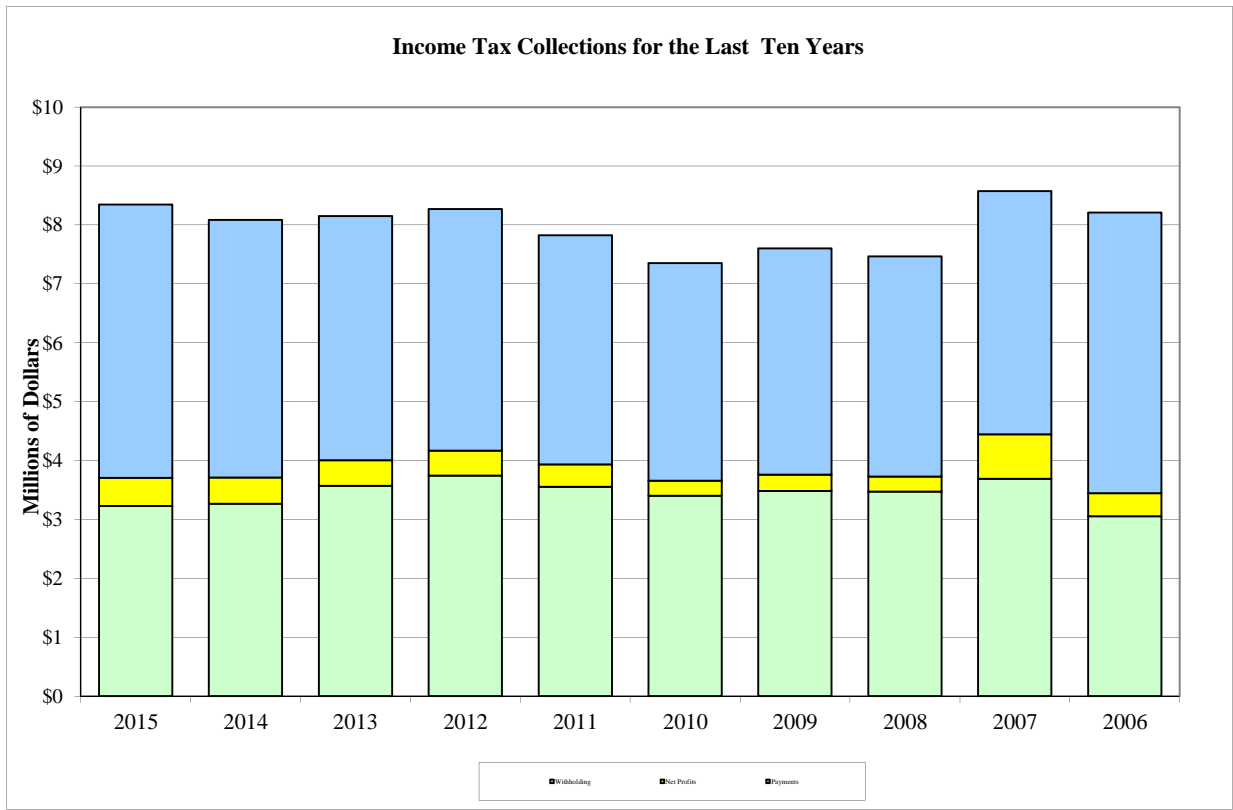
Source: Cuyahoga County Fiscal Officer

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

Tax Year (1)	Tax Rate	Total Tax Collected (1)	Taxes from Withholding	Percentage of Taxes from Withholding	Taxes From Net Profits	Percentage of Taxes from Net Profits	Taxes From Individual Payments	Percentage of Taxes from Individual Payments
2015	2.00%	\$8,344,484	3,228,481	38.69%	\$479,808	5.75%	\$4,636,195	55.56%
2014	2.00	8,086,634	3,268,240	40.42	442,531	5.47	4,375,863	54.11
2013	2.00	8,151,443	3,574,069	43.85	430,565	5.28	4,146,809	50.87
2012	2.00	8,268,657	3,744,967	45.29	426,256	5.16	4,097,434	49.55
2011	2.00	7,822,728	3,555,014	45.44	379,285	4.85	3,888,429	49.71
2010	2.00	7,354,151	3,404,124	46.29	251,612	3.42	3,698,415	50.29
2009	2.00	7,602,945	3,483,223	45.81	280,339	3.69	3,839,383	50.50
2008	2.00	7,467,534	3,471,710	46.49	257,259	3.45	3,738,565	50.06
2007	2.00	8,575,681	3,692,373	43.06	753,961	8.79	4,129,347	48.15
2006	2.00	8,208,671	3,054,047	37.21	391,453	4.77	4,763,171	58.02

Source: Regional Income Tax Agency (RITA)

- (1) - 2007 through 2015 are on an Accrual Basis and 2006 is on a Modified Accrual Basis
- (2) - The City is statutorily prohibited from presenting individual taxpayer information
- (3) - The City's basic income tax rate may only be increased by a majority vote of the City's residents



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

Year	Governmental Activities					
	General Obligation Bonds	Lorain Road Revitalization Loan	OPWC Loan	Intergovernmental Loan	Commercial Redevelopment Loans	Economic Development Note
2015	\$21,829,059	\$0	\$613,222	\$52,941	\$43,605	\$183,334
2014	22,611,391	42,665	638,252	103,326	72,677	366,667
2013	23,388,495	82,654	663,282	160,135	101,749	550,000
2012	24,060,599	120,134	688,312	216,944	130,821	750,000
2011	22,289,346	155,263	713,342	277,241	219,893	750,000
2010	22,678,198	188,188	738,372	334,025	263,965	1,100,000
2009	23,212,050	219,048	750,887	390,821	391,757	1,100,000
2008	23,805,757	247,972	0	447,637	0	1,200,000
2007	24,370,511	275,038	0	504,461	0	1,200,000
2006	25,065,000	300,000	280,000	561,000	0	1,200,000

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

Business-Type Activities					
Capital Leases	OPWC Loan	Capital Leases	Total Debt	Percentage of Personal Income	Per Capita
\$288,497	\$0	\$0	\$23,010,658	4.43%	\$1,368
362,983	9,458	0	24,207,419	4.72	1,439
435,354	45,592	0	25,427,261	4.70	1,511
376,757	81,726	0	26,425,293	4.93	1,571
310,112	117,860	0	24,833,057	4.75	1,476
271,513	153,994	54,517	25,782,772	5.67	1,532
437,000	190,128	157,004	26,848,695	5.52	1,528
605,480	226,262	205,149	26,738,257	5.50	1,522
466,767	262,396	0	27,079,173	5.60	1,541
363,000	280,464	0	28,049,464	5.80	1,596

City of Fairview Park, Ohio

*Legal Debt Margin
Last Eight Years (1)*

	2015	2014	2013
Total Assessed Property Value	<u>\$391,803,110</u>	<u>\$364,816,810</u>	<u>\$367,321,330</u>
General Bonded Debt Outstanding:			
General Obligation Bonds	\$21,090,000	\$21,820,000	\$22,545,000
Lorain Road Revitalization Loan	0	42,665	82,654
OPWC Loan	613,222	638,252	663,282
Intergovernmental Loan	52,941	103,326	160,135
Commercial Redevelopment Loans	43,605	72,677	101,749
Economic Development Note	<u>183,334</u>	<u>366,667</u>	<u>550,000</u>
Total Gross Indebtedness	21,983,102	23,043,587	24,102,820
Less:			
2005 Various Purpose Bonds	(20,040,000)	(20,540,000)	(21,040,000)
Lorain Road Revitalization Loan	0	(42,665)	(82,654)
OPWC Loan	(613,222)	(638,252)	(663,282)
Intergovernmental Loan	(52,941)	(103,326)	(160,135)
Commercial Redevelopment Loans	(43,605)	(72,677)	(101,749)
Economic Development Note	(183,334)	(366,667)	(550,000)
General Obligation Bond Retirement Fund Balance	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>
Total Net Debt Applicable to Debt Limit	<u>1,049,824</u>	<u>1,279,824</u>	<u>1,504,824</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	<u>41,139,327</u>	<u>38,305,765</u>	<u>38,568,740</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$40,089,503</u>	<u>\$37,025,941</u>	<u>\$37,063,916</u>
Legal Debt Margin as a Percentage of the Debt Limit	97.45%	96.66%	96.10%
Unvoted Debt Limitation 5 ½ % of Assessed Valuation	<u>\$21,549,171</u>	<u>\$20,064,925</u>	<u>\$20,202,673</u>
Total Gross Indebtedness	21,983,102	23,043,587	24,102,820
Less:			
2005 Various Purpose Bonds	(20,040,000)	(20,540,000)	(21,040,000)
Economic Development Loan	(183,334)	(366,667)	(550,000)
Lorain Road Revitalization Loan	0	(42,665)	(82,654)
Commercial Redevelopment Loans	(43,605)	(72,677)	(101,749)
Intergovernmental Loan	(52,941)	(103,326)	(160,135)
General Obligation Bond Retirement Fund Balance	<u>(176)</u>	<u>(176)</u>	<u>(176)</u>
Net Debt Within 5 ½ % Limitations	<u>1,663,046</u>	<u>1,918,076</u>	<u>2,168,106</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$19,886,125</u>	<u>\$18,146,849</u>	<u>\$18,034,567</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	92.28%	90.44%	89.27%

Source: City Financial Records

(1) Information prior to 2008 is not available

2012	2011	2010	2009	2008
<u>\$362,539,720</u>	<u>\$375,741,030</u>	<u>\$380,602,350</u>	<u>\$414,373,730</u>	<u>\$407,167,346</u>
\$23,165,000	\$21,585,000	\$21,935,000	\$22,430,000	\$22,965,000
120,134	155,263	188,188	219,048	247,972
688,312	831,202	892,366	941,015	226,262
216,944	277,241	334,025	390,821	447,637
130,821	219,893	263,965	391,757	0
750,000	750,000	1,100,000	1,100,000	1,200,000
<u>25,071,211</u>	<u>23,818,599</u>	<u>24,713,544</u>	<u>25,472,641</u>	<u>25,086,871</u>
(21,440,000)	(19,650,000)	(19,800,000)	(20,100,000)	(20,400,000)
(120,134)	(155,263)	(188,188)	(219,048)	(247,972)
(688,312)	(831,202)	(892,366)	(941,015)	(226,262)
(216,944)	(277,241)	(334,025)	(390,821)	(447,637)
(130,821)	(219,893)	(263,965)	(391,757)	0
(750,000)	(750,000)	(1,100,000)	(1,100,000)	(1,200,000)
<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(8)</u>	<u>0</u>
<u>1,724,824</u>	<u>1,934,824</u>	<u>2,134,824</u>	<u>2,329,992</u>	<u>2,565,000</u>
<u>38,066,671</u>	<u>39,452,808</u>	<u>39,963,247</u>	<u>43,509,242</u>	<u>42,752,571</u>
<u>\$36,341,847</u>	<u>\$37,517,984</u>	<u>\$37,828,423</u>	<u>\$41,179,250</u>	<u>\$40,187,571</u>
95.47%	95.10%	94.66%	94.64%	94.00%
<u>\$19,939,685</u>	<u>\$20,665,757</u>	<u>\$20,933,129</u>	<u>\$22,790,555</u>	<u>\$22,394,204</u>
25,071,211	23,818,599	24,713,544	25,472,641	25,086,871
(21,440,000)	(19,650,000)	(19,800,000)	(20,100,000)	(20,400,000)
(750,000)	(750,000)	(1,100,000)	(1,100,000)	(1,200,000)
(120,134)	(155,263)	(188,188)	(219,048)	(247,972)
(130,821)	(219,893)	(263,965)	(391,757)	0
(216,944)	(277,241)	(334,025)	(390,821)	(447,637)
<u>(176)</u>	<u>(176)</u>	<u>(176)</u>	<u>(8)</u>	<u>0</u>
<u>2,413,136</u>	<u>2,766,026</u>	<u>3,027,190</u>	<u>3,271,007</u>	<u>2,791,262</u>
<u>\$17,526,549</u>	<u>\$17,899,731</u>	<u>\$17,905,939</u>	<u>\$19,519,548</u>	<u>\$19,602,942</u>
87.90%	86.62%	85.54%	85.65%	87.54%

City of Fairview Park, Ohio
Computation of Direct and Overlapping Governmental Activities Debt
December 31, 2015

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City of Fairview Park
Direct Debt:			
City of Fairview Park			
General Obligation Bonds	\$21,829,059	100.00 %	\$21,829,059
OPWC Loan	613,222	100.00	613,222
Intergovernmental Loan	52,941	100.00	52,941
Commercial Redevelopment Loans	43,605	100.00	43,605
Economic Development Note	183,334	100.00	183,334
Capital Leases	288,497	100.00	288,497
<i>Total Direct Debt</i>	<u>23,010,658</u>		<u>23,010,658</u>
Overlapping Debt:			
Fairview Park City School District	23,019,717	100.00	23,019,717
Cuyahoga County			
General Obligation Bonds	265,325,306	1.45	3,847,217
Revenue Bonds	632,267,039	1.45	9,167,872
Certificates of Participation	256,864,058		
Loans	3,641,944	1.45	52,808
Leases	454,910,836	1.45	6,596,207
Greater Cleveland Regional Transit Authority	<u>133,153,266</u>	1.45	<u>1,930,722</u>
<i>Total Overlapping Debt</i>	<u>1,769,182,166</u>		<u>44,614,544</u>
<i>Total Direct and Overlapping Debt</i>	<u>\$1,792,192,824</u>		<u>\$67,625,202</u>

Source: Cuyahoga County, Ohio; County Fiscal Officer

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

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

Year	Population (1)	Estimated Actual Values of Taxable Property (2)	Bonded Debt	Ratio of Bonded Debt to Estimated Actual Values of Taxable Property	Bonded Debt Per Capita
2015	16,826	\$1,110,627,429	\$21,829,059	1.97 %	\$1,297.34
2014	16,826	1,033,724,392	22,611,391	2.19	1,343.84
2013	16,826	1,041,264,344	23,388,495	2.25	1,390.02
2012	16,826	1,028,317,138	24,060,599	2.34	1,429.97
2011	16,826	1,066,600,649	22,289,346	2.09	1,324.70
2010	16,826	1,080,732,403	22,678,198	2.10	1,347.81
2009	17,572	1,212,526,093	23,212,050	1.91	1,320.97
2008	17,572	1,167,643,457	23,805,757	2.04	1,354.76
2007	17,572	1,178,831,479	24,370,511	2.07	1,386.89
2006	17,572	1,090,865,311	25,065,000	2.30	1,426.42

Sources:

(1) U. S. Bureau of Census, Census of Population.

(2) Cuyahoga County Fiscal Officer

City of Fairview Park, Ohio
Principal Employers
 2015 and 2007 (1)

2015		
Employer	Employees	Percentage of Total City Employment
Fairview Park City School District	336	6.78%
Cleveland Metroparks	277	5.59
Cuyahoga County Educational Service Center	174	3.51
Cuyahoga County Fiscal Office	146	2.94
Riser Foods Company	146	2.94
McGowan & Company Incorporated	129	2.60
St. Angelas Church	98	1.98
City of Cleveland	73	1.47
Reserves Network, Incorporated	51	1.03
Fairview Eye Center	44	0.88
Total	1,474	29.72%
Total Employment within the City	4,959	

2007		
Employer	Employees	Percentage of Total City Employment
Quadax	301	4.83%
US Department of Interior	276	4.42
Fairview Park City School District	268	4.30
Cleveland Metroparks	200	3.21
Riser Foods	191	3.06
McGowan & Company, Incorporated	76	1.22
Analex Corporation	68	1.09
ASRC Aerospace	65	1.04
Reserves Network, Incorporated	64	1.02
Cuyahoga County	59	0.95
Total	1,568	25.14%
Total Employment within the City	6,238	

Source: Number of employees obtained from the W2's from RITA
 (1) Information prior to 2007 is not available.

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City of Fairview Park, Ohio
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)
2015	16,826	\$519,973,878	\$30,903	\$53,425	42.4
2014	16,826	513,243,478	30,503	52,844	42.1
2013	16,826	540,854,944	32,144	53,693	42.1
2012	16,826	536,547,488	31,888	54,011	42.3
2011	16,826	522,666,038	31,063	52,982	41.5
2010	16,826	454,991,866	27,041	51,425	42.3
2009	17,572	486,076,664	27,662	50,487	40.9
2008	17,572	486,076,664	27,662	50,487	40.9
2007	17,572	483,423,292	27,511	50,436	40.8
2006	17,572	483,423,292	27,511	50,436	40.8

(1) Source U. S. Census

(2) Source: Fairview Park City School District CAFR

(3) U.S. Department of Labor's Bureau of Labor Statistics

(4) Source: Cuyahoga County Fiscal Officer

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

(6) Cuyahoga County Jobs and Family Services

School Enrollment (2)	Cuyahoga County Unemployment Rate (6)	Average Sales Price of Residential Property (3)	Total Assessed Property Value (4)
1,782	4.0%	\$142,800	\$391,803,110
1,795	5.0	144,600	364,816,810
1,800	7.2	148,000	367,321,330
1,736	8.3	139,972	362,539,720
1,760	8.0	153,200	375,741,030
1,763	8.6	128,979	380,602,350
1,605	9.0	137,899	414,373,730
1,666	7.1	153,564	407,167,346
1,699	6.1	151,009	411,709,698
1,821	5.5	151,749	382,199,851

City of Fairview Park, Ohio
Capital Assets Statistics by Function/Program
Last Ten Years

Function/Program	2015	2014	2013	2012
General Government				
City Hall and Police Station (square footage occupied)	40,489	40,489	40,489	40,489
Senior Center(square feet)	9,600	9,600	9,600	9,600
City Service Garage - Front (square feet)	4,000	4,000	4,000	4,000
City Service Garage - Rear (square feet)	4,000	4,000	4,000	4,000
Nelson Russ Center (square feet)	2,400	2,400	2,400	2,400
Bain Cabin	3,880	3,880	3,880	3,880
Administrative Vehicles	4	4	4	4
Inspection Vehicles	2	2	2	2
Police				
Stations	1	1	1	1
Vehicles	13	13	16	16
Fire				
Stations	1	1	1	1
Number of fire hydrants	866	866	866	866
Vehicles	7	7	7	7
Recreation				
Number of Parks	5	5	5	5
Number of Pools	2	2	2	2
Number of Tennis Courts	6	6	6	6
Number of Baseball Diamonds	7	7	7	7
Number of Soccer Fields	4	4	4	4
Number of Stadiums	1	1	1	1
Square Footage of Recreation Center	93,000	93,000	93,000	93,000
Other Public Works				
Streets (miles)	52.90	52.90	52.90	52.90
Number of street lights (per light bill)	1,262	1,262	1,262	1,262
Service Department Large Vehicles/Trucks	29	29	29	29
Wastewater				
Sanitary Sewers (miles)	52.90	52.90	52.90	52.90
Storm Sewers (miles)	52.90	52.90	52.90	52.90
Vehicles	1.00	1.00	1.00	1.00

Source: City of Fairview Park Departments
n/a: Information not available

2011	2010	2009	2008	2007	2006
40,489	40,489	40,489	40,489	40,489	40,489
9,600	9,600	9,600	9,600	9,600	9,600
4,000	4,000	4,000	4,000	4,000	4,000
4,000	4,000	4,000	4,000	4,000	4,000
2,400	2,400	2,400	2,400	2,400	2,400
3,880	3,880	3,880	3,880	3,880	3,880
4	4	4	4	4	0
2	2	2	2	2	0
1	1	1	1	1	1
16	16	16	13	13	12
1	1	1	1	1	1
866	866	866	866	866	866
7	7	7	7	8	n/a
5	5	5	5	5	5
2	2	2	2	0	0
6	6	6	6	6	6
7	7	7	7	8	8
4	4	4	4	3	3
1	1	1	1	1	1
93,000	93,000	93,000	93,000	93,000	0
52.90	52.90	52.90	52.90	52.90	52.90
1,262	1,262	1,262	1,262	1,262	1,262
30	30	36	34	34	34
52.90	52.90	52.90	52.90	50.10	50.10
52.90	52.90	52.90	52.90	50.10	50.10
1.00	1.00	0.00	0.00	1.00	1.00

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

Function/Program	2015	2014	2013	2012
General Government				
Council	4.50	4.50	4.50	8.00
Finance	2.50	3.00	3.00	3.50
Administration	3.50	5.00	3.50	4.00
Planning Design	1.00	1.00	1.00	1.00
Payroll/Civil Service	1.50	1.50	1.50	1.00
Security of Persons and Property				
Police	26.00	27.00	26.00	25.00
Police - Auxiliary/Guards	14.00	14.00	14.00	14.00
Police - Dispatchers/Office/Other	2.00	2.00	1.50	1.50
Animal Wardens	0.00	0.50	0.50	1.00
Fire	25.00	25.00	25.00	25.00
Fire Secretary	1.00	1.00	1.00	1.00
Leisure Time Activities				
Recreation	9.00	10.00	10.00	10.00
Senior Life	7.00	5.50	6.00	2.00
Community Development				
Building	2.00	4.00	4.00	4.00
Economic Development	2.00	2.00	2.00	3.00
Transportation				
Service	25.00	23.00	24.00	23.00
Totals:	126.00	129.00	127.50	127.00

Source: City of Fairview Park, Department of Finance

Method: Using 1.0 for each full-time employee and 0.50 for each part-time employee at December 31. Seasonal employees are not included.

2011	2010	2009	2008	2007	2006
8.00	8.00	8.00	8.00	8.00	8.00
3.50	3.50	3.50	3.00	3.00	3.00
4.00	4.00	4.00	4.00	4.00	4.00
1.00	1.00	1.00	1.00	1.00	1.00
1.00	1.00	1.00	1.00	1.00	1.00
24.00	27.00	27.00	27.00	27.00	27.00
14.00	16.00	16.00	12.00	16.00	11.00
1.50	1.50	1.50	1.00	1.50	2.00
1.00	1.00	1.00	1.00	0.00	1.00
24.00	28.00	28.00	28.00	28.00	25.00
1.00	1.00	1.00	1.00	1.00	1.00
9.00	11.00	11.00	11.00	15.00	21.00
2.00	2.00	2.00	2.00	7.00	7.00
4.00	4.00	4.00	4.00	4.00	3.50
2.00	2.00	2.00	2.00	2.00	2.00
24.00	27.00	27.00	28.00	25.00	28.00
124.00	138.00	138.00	134.00	143.50	145.50

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

Function/Program	2015	2014	2013	2012
General Government				
<i>Council and Clerk</i>				
Number of Ordinances Passed	53	61	55	51
Number of Resolutions Passed	34	24	30	23
Number of Planning Commission docket items	28	48	20	16
Zoning Board of Appeals docket items	10	13	19	11
<i>Finance Department</i>				
Number of payroll checks issued	1,483	1,756	1,592	1,667
Number of checks/vouchers issued	2,560	2,469	2,465	2,421
Amount of checks written	\$11,739,562	\$12,105,865	\$9,339,571	\$8,685,570
Interest earnings for fiscal year (cash basis)	\$11,750	\$10,715	\$4,873	\$4,695
Number of Receipts issued	1,761	1,840	1,875	1,857
Number of Budget Adjustments issued	3	3	3	2
Agency Ratings - Moody's Financial Services	A-	A-	A-	A-
Health Insurance Costs vs. General Fund Expenditures %	12.32%	12.70%	15.54%	12.74%
General Fund Receipts	\$9,247,696	\$9,250,630	\$12,481,613	\$10,363,066
General Fund Expenditures	\$10,318,215	\$10,421,991	\$10,488,377	\$9,982,702
General Fund Cash Balances	\$1,801,527	\$2,741,896	\$3,895,005	\$1,854,319
<i>Engineer Contracted Services</i>				
Dollar amount of Construction overseen by Engineer	\$426,414	\$1,189,512	\$410,996	\$1,068,732
<i>Civil Service</i>				
Number of police entry tests administered	1	0	1	0
Number of fire entry tests administered	0	1	0	0
Number of police promotional tests administered	1	0	3	0
Number of fire promotional tests administered	0	3	0	0
Number of Police Officers hired	4	2	3	1
Number of Fire/Medics hired	1	1	0	1
<i>Building Department Indicators</i>				
New Construction Permits Issued	35	339	358	296
Estimated Value of Construction	\$13,223,287	\$12,782,725	\$20,467,573	\$6,520,419
Number of electrical/plumbing/remodeling permits issued	1,376	1,410	1,462	1,490
Amount of Revenue generated from permits	\$168,386	\$173,998	\$189,539	\$101,551
Number of contract registrations issued	518	568	516	473
Number of rental inspections performed	99	98	102	139
Annual Apartment/Rooming House License Fees	\$16,924	\$20,106	\$20,536	\$20,536
Security of Persons and Property				
<i>Police</i>				
Total Calls for Services	12,859	13,652	12,239	11,893
Number of traffic citations issued	3,262	3,152	3,690	4,859
Number of parking citations issued	1,412	1,963	1,263	1,621
Number of criminal arrests	173	174	191	172
Number of accident reports completed	249	236	224	244
Part 1 Offenses (major offenses)	91	79	42	73
Animal Warden service calls responded to per annual report	363	353	381	376
Police Dept. Auxiliary hours worked	2,933	2,433	2,718	3,486
DUI Arrests	50	71	45	55
Prisoners	635	638	684	517
Prisoner meal costs	6,981	7,995	7,099	4,369
Motor Vehicle Accidents	523	497	392	339
Property damage accidents	504	481	328	197
Fatalities from Motor Vehicle Accidents	0	1	0	0
Gasoline costs of fleet	36,792	56,740	50,973	55,086
Community Diversion Program Youths (1)	4	0	0	0
Community Diversion Program - community service hours	24	0	0	0
<i>Fire</i>				
EMS Calls	1,911	1,668	1,590	1,458
Ambulance Billing Collections (net)	\$384,419	\$361,475	\$359,309	\$325,256
Fire Calls	171	152	126	334
Fires with Loss	4	3	6	9
Fires with Losses exceeding \$10,000	2	3	4	5
Fire Losses \$	\$131,800	\$79,000	\$263,010	\$242,800
Fire Safety Inspections	565	484	509	697
Number of times Mutual Aid given to Fire and EMS	179	145	144	121
Number of times Mutual Aid received for Fire and EMS	145	174	52	54

2011	2010	2009	2008	2007	2006
68	47	85	76	78	67
27	24	17	25	27	30
18	21	49	22	36	17
2	13	11	12	12	12
1,817	1,898	2,223	0	0	5,735
2,349	1,765	3,090	3,614	3,396	2,868
\$8,648,137	\$7,314,408	\$10,283,501	\$16,095,444	\$26,308,251	\$24,515,579
\$2,597	\$4,489	\$16,985	\$525,500	\$906,612	\$1,184,028
1,920	1,673	2,230	30,096	1,446	n/a
1	1	3	0	0	2
A-	A-	A-	A-	A-	A-
12.65%	15.10%	13.08%	11.78%	11.26%	12.03%
\$10,297,802	\$10,746,175	\$10,319,406	\$10,016,188	\$11,201,852	\$8,988,968
\$10,637,753	\$9,785,443	\$10,838,029	\$10,531,074	\$10,260,650	\$9,661,655
\$1,453,491	\$1,781,327	\$796,678	\$1,301,642	\$1,586,382	\$92,635
\$776,992	\$83,083	\$1,633,623	\$1,276,825	\$1,386,923	\$836,855
1	0	0	0	97	0
0	1	0	1	0	1
0	0	0	0	0	0
2	2	0	0	0	0
0	0	0	1	0	0
2	1	1	0	3	0
310	267	278	348	674	312
\$5,679,573	\$4,512,702	\$6,770,889	\$10,236,541	\$2,196,066	\$28,319,012
1,403	1,772	1,494	1,837	1,923	1,730
\$97,189	\$95,425	\$101,187	\$158,570	\$273,157	\$206,663
523	534	422	429	203	322
112	468	1,783	1,783	1,783	1,783
\$20,396	\$10,482	\$10,482	\$10,482	\$10,482	\$10,482
12,149	12,149	12,000	11,990	11,298	10,930
5,716	5,716	4,561	5,420	4,946	5,586
1,460	1,460	1,373	1,521	2,176	1,941
136	136	115	105	112	124
222	222	217	259	224	239
51	51	62	65	87	73
392	392	433	380	393	0
1,672	1,672	1,981	1,699	0	1,500
48	48	52	60	57	62
498	498	491	502	737	593
3,770	3,770	4,133	7,388	12,344	\$11,484
418	418	404	37	224	0
192	192	176	117	100	171
0	0	1	1	0	0
42,098	42,098	31,140	55,649	38,974	\$43,102
0	0	0	1,440	1,440	1,400
0	0	0	48	0	0
1,469	1,465	1,253	1,363	1,508	1,531
\$345,936	\$273,070	\$262,020	\$282,167	\$250,972	\$248,375
207	197	148	161	201	144
6	10	11	40	99	0
2	8	6	6	2	0
\$221,050	\$394,000	\$482,400	\$250,000	\$154,000	\$0
362	663	578	721	1,276	580
76	87	100	104	97	93
31	50	63	80	55	60

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

Function/Program	2015	2014	2013	2012
Leisure Time Activities				
<i>Recreation</i>				
Recreation Swimming pool receipts	\$131,860	\$104,668	\$120,279	\$102,639
Recreation Mens & Womens Leagues receipts	16,800	18,340	20,430	23,025
Recreation programs	217,962	202,302	200,264	175,496
Youth Soccer League	19,394	20,085	18,196	17,407
Youth Basketball League	17,233	18,550	22,466	20,805
Facilities rentals	97,748	99,814	90,382	99,608
Recreation center memberships	459,350	480,599	507,057	500,632
Miscellaneous	146,966	122,223	112,469	98,234
Total Recreation Department receipts	\$1,107,313	\$1,066,581	\$1,091,543	\$1,037,846
Community Development				
Grant amounts received due to Economic Development Dept.	\$0	\$0	\$0	\$0
Basic Utility Services				
Refuse disposal per year (in tons) January through December	5,250	5,192	5,191	6,229
Refuse disposal costs per year January through December	\$823,930	\$182,770	\$830,581	\$564,567
Percentage of waste recycled	45.09%	45.87%	30.00%	28.00%
Annual recycling tonnage (excluding leaf and compost items)	1,597	1,742	1,500	1,121
Transportation				
Street Repair (Concrete,asphalt,crack sealing) (hours)	1,400	1,160	1,160	1,160
Mowing (hours)	1,950	1,950	1,950	1,950
Street Sweeper (hours)	320	320	320	320
Cold Patch (hours)	600	400	400	400
Snow & Ice Removal regular hours	1,200	1,600	1,600	1,500
Sewer and Sanitary calls for service	4,000	4,000	4,000	4,000
Fire hydrants (hours)	10	10	10	10
Catch basin (hours)	2,000	2,000	2,000	2,000
Leaf collection (hours)	2,500	2,500	2,500	2,500
Holiday lights setup (hours)	50	50	50	50
Burial Services (hours)	16	16	16	0
Equipment repair/body shop (hours)	5,000	5,000	5,000	5,000
Sign department (hours)	250	250	250	200
Paint striping (hours)	700	700	700	710
Building maintenance (hours)	9,011	9,011	9,011	9,011
Landscaping (hours)	2,280	2,280	2,280	2,280
Other (hours)	2,240	2,240	2,240	2,240
Tree Pruning and Care	1,500	1,500	1,500	1,210
Parks and main street garbage	2,000	2,000	2,000	2,000
Recycling crews	0	0	4,160	4,160
Traffic department (hours)	2,080	2,080	2,080	1,080
Summerfest	272	272	272	256
Wastewater Department				
Wastewater Rates per 1st 1000 Cu ft of water used	\$39.00	\$39.00	\$39.00	\$39.00
Total flow of wastewater treatment plant (Billions of Gallons)	5.88	5.88	5.88	5.10
Average daily flow (Millions of gallons per day)	16.13	16.13	16.13	13.97
Tons of dry sludge removed	1,686.05	1,686.05	1,686.05	1,659.12

Source: City of Fairview Park Departments

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

2011	2010	2009	2008	2007	2006
\$94,102	\$69,341	\$53,386	\$28,518	\$0	\$16,934
28,835	24,325	37,130	27,510	24,330	24,414
192,058	185,689	147,768	163,173	48,164	49,537
19,200	14,669	13,856	13,184	15,974	16,095
19,410	15,723	13,100	19,407	34,852	36,681
82,648	93,011	103,471	72,897	9,034	3,830
537,598	564,201	601,797	585,690	71,651	0
131,490	82,675	130,013	115,604	63,004	35,405
<u>\$1,105,341</u>	<u>\$1,049,634</u>	<u>\$1,100,521</u>	<u>\$1,025,983</u>	<u>\$267,009</u>	<u>\$182,896</u>
\$0	\$0	\$90,527	\$95,000	\$102,023	\$50,000
8,440	8,137	8,203	8,511	8,412	8,432
\$538,631	\$541,338	\$523,075	\$556,346	\$282,482	\$261,923
26.00%	26.50%	26.40%	26.90%	26.34%	36.51%
826	915	1,070	1,057	1,121	1,184
1,150	1,120	1,128	1,184	2,152	n/a
1,944	1,944	1,944	1,776	1,856	n/a
320	320	320	320	328	n/a
400	400	400	400	32	n/a
1,000	1,900	1,808	1,888	1,768	n/a
4,000	3,940	3,736	3,920	3,636	n/a
15	16	32	16	40	n/a
2,000	2,000	1,944	1,920	632	n/a
2,000	2,816	2,800	2,784	3,320	n/a
50	140	140	140	147	n/a
0	0	0	0	16	n/a
4,160	7,060	7,040	7,024	8,344	n/a
200	180	176	160	516	n/a
700	720	640	624	n/a	n/a
9,011	9,011	9,016	9,152	9,086	n/a
2,280	2,280	2,280	1,704	2,648	n/a
2,240	2,240	2,240	2,240	8,832	n/a
1,200	1,211	1,216	1,216	n/a	n/a
2,000	2,000	2,000	1,704	n/a	n/a
4,160	3,968	3,968	3,968	n/a	n/a
1,080	1,840	1,800	1,840	n/a	n/a
256	256	256	256	n/a	n/a
\$36.00	\$33.00	\$27.00	\$27.00	n/a	n/a
6.59	4.39	4.42	5.03	4.73	4.20
18.07	12.03	12.10	13.74	12.94	11.51
1,983.08	1,666.30	1,660.10	1,757.60	1,978.69	1,924.31

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

Members of the City Council
Fairview Park, Ohio

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Fairview Park, Ohio (the “City”) as of and for the year ended December 31, 2015 and the related notes to the financial statements, which collectively comprise the City’s basic financial statements, and have issued our report thereon dated June 28, 2016, wherein we noted the City implemented Government Accounting Standards Board (GASB) Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, and as a result restated the December 31, 2014 net position, as disclosed in Note 3.

Internal Control over Financial Reporting

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

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

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

Members of the City Council
Fairview Park, Ohio

Compliance and Other Matters

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

Purpose of this Report

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

Ciuni + Panichi, Inc.

Cleveland, Ohio
June 28, 2016



Dave Yost • Auditor of State

CITY OF FAIRVIEW PARK

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
OCTOBER 4, 2016**