



OHIO AUDITOR OF STATE
KEITH FABER



CITY OF EUCLID
CUYAHOGA COUNTY

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CITY OF EUCLID
CUYAHOGA COUNTY

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2020

Federal Grantor/ <i>Pass Through Grantor/ Program or Cluster Title</i>	Federal CFDA Number	Grant Number/ Pass-Through Entity Identifying Number	Pass Through to Sub -recipients	Total Federal Expenditures
<u>U.S. Department of Agriculture:</u>				
<i>Passed Through the Great Lakes Commission:</i>				
Soil and Water Conservation	10.902	69-3A75-17-224	\$ 49,000	\$ 49,000
Total U.S. Department of Agriculture			49,000	49,000
<u>U.S. Department of Homeland Security:</u>				
<i>Direct Award:</i>				
Assistance to Firefighters	97.044	EMW-2018-FO-00448		111,000
				111,000
<i>Passed Through Ohio Department of Public Safety, Ohio Emergency Management:</i>				
Building Resilient Infrastructure and Communities	97.047	EMC-2018-PC-0006	74,091	74,091
Total U.S. Department of Homeland Security			74,091	185,091
<u>U.S. Department of Housing and Urban Development:</u>				
<i>Direct Award:</i>				
CDBG - Entitlement Grants Cluster:				
Community Development Block Grant/Entitlement Grants	14.218	B-16MC-39-0006		694
		B-17MC-39-0006		62,171
		B-18MC-39-0006		170,614
		B-19MC-39-0006		396,865
		B-20MC-39-0006		230,267
COVID-19 Community Development Block Grant	14.218	B-20MW-39-0006		356,752
Total CDBG - Entitlement Grants Cluster				1,217,363
Neighborhood Stabilization Program (NSP)	14.254	N/A		10,648
<i>Passed Through Cuyahoga County:</i>				
Home Investment Partnership Program (HOME Program)	14.239	N/A	57,050	73,350
Total U.S. Department of Housing and Urban Development			57,050	1,301,361
<u>U.S. Department of Justice:</u>				
<i>Direct Award:</i>				
Bulletproof Vest Partnership Program	16.607	2020BUBX20024142		23,257
Equitable Sharing Program	16.922	OH0181800		8,310
Coronavirus Emergency Supplemental Funding Program	16.034	2020-VD-BX-1606		54,256
<i>Passed Through City of Cleveland:</i>				
Edward Byrne Memorial Justice Assistance	16.738	N/A		10,968
Total U.S. Department of Justice				96,791
<u>U.S. Department of Transportation:</u>				
<i>Passed Through the Ohio Department of Public Safety:</i>				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	STEP-2020-00025	12,130	12,130
		OVI-2020 University Hospitals Clev-00006	1,243	1,243
			13,373	13,373
<i>Passed Through the Ohio Department of Public Safety:</i>				
Minimum Penalties for Repeated Offenders for Driving While Intoxicated	20.608	IDEP-2020-00025	3,490	3,490
Total U.S. Department of Transportation			16,863	16,863
<u>U.S. Department of Treasury:</u>				
<i>Passed Through Cuyahoga County:</i>				
Coronavirus Relief Fund	21.019	N/A	4,533,336	4,533,336
<i>Passed Through the Ohio Department of Aging:</i>				
Coronavirus Relief Funds- Adult Day Service and Senior Center Provider Relief	21.019	OBM0100138-CRF-AGE	60,000	60,000
Total U.S. Department of Treasury			4,593,336	4,593,336
Total Expenditures of Federal Awards			\$ 4,790,340	\$ 6,242,442

**CITY OF EUCLID
CUYAHOGA COUNTY**

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
2 CFR 200.510(b)(6)
FOR THE YEAR ENDED DECEMBER 31, 2020**

NOTE A – BASIS OF PRESENTATION

The accompanying Schedule of Expenditures of Federal Awards (the Schedule) includes the federal award activity of the City of Euclid (the City) under programs of the federal government for the year ended December 31, 2020. The information on this Schedule is prepared in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position, or cash flows of the City.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following the cost principles contained in Uniform Guidance wherein certain types of expenditures may or may not be allowable or may be limited as to reimbursement.

NOTE C – INDIRECT COST RATE

The City has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

NOTE D - SUBRECIPIENTS

The City passes certain federal awards received from U.S. Department of Housing and Urban Development (HUD) to other governments or not-for-profit agencies (subrecipients). As Note B describes, the City reports expenditures of Federal awards to subrecipients when paid in cash.

As a subrecipient, the City has certain compliance responsibilities, such as monitoring its subrecipients to help assure they use these subawards as authorized by laws, regulations, and the provisions of contracts or grant agreements, and that subrecipients achieve the award's performance goals.

NOTE E - MATCHING REQUIREMENTS

Certain Federal programs require the City to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The City has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

OHIO AUDITOR OF STATE KEITH FABER



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

City of Euclid
Cuyahoga County
585 E. 222nd Street
Euclid, Ohio 44123

To the City Council:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate discretely presented component unit and remaining fund information of the City of Euclid, Cuyahoga County, Ohio (the City) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements and have issued our report thereon dated July 27, 2021, wherein we also noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of the City.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the City's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the City's financial statements. 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 internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Compliance and Other Matters

As part of reasonably assuring whether the City's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the financial statements. However, opining on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the City's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the City's internal control and compliance. Accordingly, this report is not suitable for any other purpose.



Keith Faber
Auditor of State
Columbus, Ohio

July 27, 2021

OHIO AUDITOR OF STATE KEITH FABER



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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO THE MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

City of Euclid
Cuyahoga County
585 E. 222nd Street
Euclid, Ohio 44123

To the City of Council:

Report on Compliance for the Major Federal Program

We have audited City of Euclid's (the City) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Compliance Supplement* that could directly and materially affect City of Euclid's major federal program for the year ended December 31, 2020. The *Summary of Auditor's Results* in the accompanying schedule of findings identifies the City's major federal program.

Management's Responsibility

The City's Management is responsible for complying with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal program.

Auditor's Responsibility

Our responsibility is to opine on the City's compliance for the City's major federal program based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). These standards and the Uniform Guidance require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our compliance opinion on the City's major program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on the Major Federal Program

In our opinion, City of Euclid complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the year ended December 31, 2020.

Report on Internal Control Over Compliance

The City's management is responsible for establishing and maintaining effective internal control over compliance with the applicable compliance requirements referred to above. In planning and performing our compliance audit, we considered the City's internal control over compliance with the applicable requirements that could directly and materially affect a major federal program, to determine our auditing procedures appropriate for opining on each major federal program's compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not to the extent needed to opine on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the City's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

This report only describes the scope of our internal control over compliance tests and the results of this testing based on Uniform Guidance requirements. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate discretely presented component unit and remaining fund information of City of Euclid (the City) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our unmodified report thereon dated July 27, 2021 wherein we noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of the City. We conducted our audit to opine on the City's basic financial statements as a whole. The accompanying schedule of expenditures of federal awards presents additional analysis required by the Uniform Guidance and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Keith Faber
Auditor of State
Columbus, Ohio

July 27, 2021

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**CITY OF EUCLID
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
2 CFR § 200.515
December 31, 2020**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unmodified
(d)(1)(ii)	Were there any material weaknesses in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material weaknesses in internal control reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unmodified
(d)(1)(vi)	Are there any reportable findings under 2 CFR § 200.516(a)?	No
(d)(1)(vii)	Major Programs (list):	➤ Coronavirus Relief Funds, CFDA #21.019
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 750,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee under 2 CFR § 200.520?	Yes

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

CITY OF EUCLID, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED

DECEMBER 31, 2020

Issued by The Finance Department

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INTRODUCTORY SECTION

City of Euclid, Ohio
Comprehensive Annual Financial Report
For the Year Ended December 31, 2020
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585 East 222nd Street, Euclid, OH 44123-2099

www.cityofeuclid.com

July 27, 2021

Members of Euclid City Council and
Residents of the City of Euclid:

We are pleased to submit to you the City of Euclid's Comprehensive Annual Financial Report. This Comprehensive Annual Financial Report the official report of the City of Euclid's operations and financial position for the fiscal year ended December 31, 2020 and has been developed to accurately detail the status of the City's finances to Euclid residents and elected officials, investment institutions and underwriters, rating agencies and other interested parties. This report is done in compliance with GASB Statement No. 34, *Basic Financial Statements-and Management Discussion and Analysis-for State and Local Governments*.

This report has been prepared in conformity with Generally Accepted Accounting Principles (GAAP) and guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA). Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

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. As the MD&A complements this letter of transmittal, they both should be read together.

PROFILE OF THE GOVERNMENT

The City

The City of Euclid (The City) is a municipal corporation and political subdivision of the State of Ohio. It is located on the southern shore of Lake Erie and in Cuyahoga County.

The City, which covers 10.3 square miles, is situated in the industrial Midwest and is bounded on the west by the City of Cleveland, on the north by Lake Erie, and on the south and east by other smaller cities.

City Government

The City was incorporated as a Village in 1903, became incorporated as a City in 1931, and then became a Charter City in 1951. The government established by the Charter is the Mayor/Council form. The executive power of the City is vested in the Mayor, who is elected for a term of four (4) years. The legislative power of the City is vested in a Council of nine (9) members elected for a term of four (4) years. The judicial power of the City is vested in the Municipal Court Judge, elected to a six (6) year term. The Mayor appoints the directors of Administration, Finance, Police, Fire, Planning & Development, Law, Parks & Recreation, and Public Service.

City Services

The City offers its citizens a full range of municipal services that include a municipal court, police and fire protection, sanitation and recycling services, street maintenance and improvements, health and welfare, community and economic development, a civic cultural center, and a community center that is home to many senior citizen organizations and community activities. In addition, the City's recreational facilities include an 18-hole municipal golf course, an indoor ice skating rink, a municipal swimming pool, and a variety of sports fields which provide opportunities for competitive sports. Quality health care is available in Euclid for people living and working in the City, due to the presence of Euclid Hospital, which is affiliated with the Cleveland Clinic, and University Hospital's Euclid Health Center.

The City operates three enterprises: the Waste Water Treatment Plant, the Water Line Improvement, and the Briardale Greens Golf Course. All are accounted for in the City's enterprise funds. In February, 2010, the City entered into a management agreement with Indigo Golf Partners for the operation of the golf course.

The City provides waste water treatment for the Cities of Wickliffe, Willowick, Willoughby Hills, and parts of Richmond Heights and South Euclid. Each of these communities depends in whole or in part on the City's sanitary sewer system for transportation of their waste water to the City's waste water treatment plant. The maintenance of the sanitary sewer system within each community is the responsibility of each individual community. The firm of Bob Fink Consulting, Inc, determines, annually and independently, the amount of required revenues to provide waste water services and recommends a rate structure that would equitably generate these revenues from the system users.

The City provides an aggregation program for City residents using Constellation Energy as the provider of natural gas and First Energy Solutions as the provider of electricity. Residents can obtain electricity and natural gas from a variety of other independent suppliers. Cleveland Public Power, a City of Cleveland owned electric utility, and The North East Ohio Regional Sewer District serve a small portion of the community. The Regional Transit Authority provides a county-wide transit system bus service within the City.

Reporting Entity

The City has reviewed its reporting entity definition in order to ensure compliance and conformance with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, The Financial Reporting Entity, as amended by GASB Statement No. 61. For financial reporting definition purposes, City management has considered all agencies, departments, and organizations comprising the City of Euclid, the primary government, and its potential component units.

The Euclid City School District has not been included in the accompanying financial statements. The Board is not appointed by the City, nor is it fiscally dependent on the City. The Euclid Development Corporation (EDCOR) is presented as a component unit. This matter is discussed in more detail later in the notes to the basic financial statements.

FACTORS AFFECTING FINANCIAL CONDITION

Economic Condition and Outlook

The City's economic condition received a major boost in 2020 as **Amazon** completed its first full year of operations in 2020 on the site of the former Euclid Square Mall. Amazon, a global leader in e-commerce and cloud computing platforms, partnered with the City and other State and local entities in redeveloping the former 125-plus-acre vacant Euclid Square Mall property into a 857,470 square-foot fulfillment distribution center. Amazon employs approximately 2,000 full-time workers and is now one of the top 3 employers in the City since opening in Fall 2019. Additionally, several third party transportation companies have also made their home in Euclid, adding to the number of employees.

Lincoln Electric is headquartered in the City of Euclid and is the City's largest employer. They are a world leader in the design, development and manufacture of arc welding products, robotic arc welding systems and plasma and oxyfuel cutting equipment, and which holds a leading global position in the brazing and soldering alloys market. Since 1990, Lincoln Electric, with the assistance of the City, the County and the State, has undertaken five major expansions within the City. As part of an earlier expansion completed in 2008, Lincoln Electric acquired the adjacent vacant Hitachi Construction Truck Manufacturing building for the retention and expansion of its Machine/Robotics Division. The 115,000 square-foot Hitachi building was renovated into a state-of-the-art Machine/Robotics Welding Center. The building showcases the advanced robotic welding technology developed by Lincoln Electric at its Euclid headquarters campus.

In 2018, Lincoln completed construction of a new \$30 million Welding Technology and Training Center, which has created 40 new jobs and supplements Lincoln Electric's highly regarded welding education programs. Most recently, Lincoln Electric launched the creation of an additive welding division. In 2019, they began to build-out a new additive manufacturing center at Bluestone Business Park in the City, near the company's headquarters. In early 2020, Lincoln opened this division and began operations with a long-term lease for the approximately 75,000-square-foot building. In 2021, Lincoln Electric submitted building permits for a \$6M renovation of research and development space to recruit 20 new engineers to the City, in addition to the renovation of Class A office space for company executives.

Consolidated Precision Products began operations in 2020 in a new 135,000 square foot manufacturing facility at Bluestone Business Park where they created 128 new jobs. Headquartered in Cleveland, Ohio, Consolidated Precision Products is a leading manufacturer of engineered castings and components used primarily in the commercial aerospace and defense industries. The Euclid expansion project represents a capital investment of over \$55 million.

Bluestone Business Park/Ray Fogg Building received a \$4.3 million Ohio Job Ready Site Grant and a \$1 million Brownfield Redevelopment Grant from Cuyahoga County for the remediation of the former PMX site and the creation of a light industrial park. The first building is fully leased to **Remedi SeniorCare** and **Guardian Technologies** (now Lasko), which together employ over 200 people. With nearly 500,000 square feet of modern industrial space fully leased at Bluestone Business Park, developer Ray Fogg Corporate Properties submitted construction permits for a sixth speculative building in the industrial park in late 2020. That 75,000-square-foot building is currently under construction after receiving full approvals from the building department and Architectural Review Board.

The **Cleveland Clinic Foundation (Euclid Hospital)** completed a \$4.8 million expansion of the Emergency Department in 2007 and has continued to make significant capital investments in Euclid Hospital. In recent years, capital improvements have included major upgrades to parking facilities, elevators and medical equipment at this facility. In 2019, Euclid Hospital named a new President Dr. Teresa Dews and new COO to lead the local facility and continued to invest in the facility and personnel including adding a Geriatric Behavioral Health wing.

Employment levels at **BWX Technologies Nuclear Operations Group, Inc.**'s facilities in the City have grown to 300 employees since the company split from Babcock & Wilcox Co. (formerly Marine Mechanical) in 2015. BWXT anticipates continued growth through 2028 and is looking to add 20 to 30 more highly-skilled labors to their workforce. BWXT has continued to invest in its two state-of-the-art facilities in the City, including the creation of a new x-ray testing lab. The company boasts some of the most technical and advanced manufacturing operations in the world to produce highly complex, electro-mechanical products at its facilities in the City. Since 2018, BWXT has invested more than \$80 million on new manufacturing equipment as part of their 43,000 square foot expansion and hired more than 50 new workers to enable manufacture of electro-mechanical components such as control rod drive mechanisms for naval nuclear reactors. Another expansion is underway to allow for an additional \$33,000 square feet, representing an investment of over \$14 million. In addition, BWXT spent \$5.8 million in Euclid purchasing raw materials and component parts from Euclid-based businesses such as Lincoln Electric.

HGR Inc. acquired the former GM Inland facility on Euclid Avenue in 2014 and has undertaken a comprehensive renovation of the building, measuring nearly one million square feet in size. The company sells used industrial equipment and employs nearly 100 people at the site. In late 2016, HGR leased over 100,000 previously vacant square feet of space to **DriveTime Automotive Group, Inc.**, for the new company's Midwest repair and distribution center. DriveTime later became Carvana and has continued to increase its presence, employing over 80 individuals at the facility as of 2020.

Commercial and retail activity continued to grow in Euclid in 2020. **O'Reilly Auto Enterprises** of Springfield, Missouri constructed and opened a new 7,735 square foot auto parts store on East 200th Street. Further south, **Dollar General** began construction of a new retail store on a 1.1 acre lot on Euclid Avenue. The new Dollar General store added 7,498 square feet of new retail space to the City when it opened in February 2020. Other notable companies to relocate to the City in recent years include the **Pension Benefits Guarantee Corporation, Universal Remote, Northeast Factory Direct, National Strategic Group, Intellitronix, and new retail such as Pulp, Bank of America, Re-Newed Flooring, That Flooring Place, Omni Board Game Parlor, Bananas For Bikes, Zanzibar Soul Fusion, Whistle Stop Tavern** and more.

Despite the Covid-19 pandemic and the resulting instability of raw material sources and costs, new home construction in 2020 set a ten-year all time high with 2021 on track to break the record. The City sold 27 landbank lots with 17 dedicated towards new residential, market-rate construction of single-family detached homes. In February 2021, Euclid City Council approved the sale of a nearly 1.4 acre former elementary school property to **Amato Homes, LLC**. The developer was awarded the land sale after responding to a developer's survey in Fall 2020. The **Homes of Wilmore** will include 11 new, 1600+ square foot homes with detached rear garages to fit the context of the neighborhood. The development is less than a five-minute walk to the recently completed Euclid High and Middle School complex on East 222nd Street at Wilmore Avenue and is designed with modern conveniences to attract new home buyers to the City as well as retain residents looking to become first time homeowners or age-in-place. The developer also acquired 10 landbank lots from the City and began development in late 2020. In 2021, the homes are appraising and selling for around \$230,000, representing \$2.3M in retail value.

There was a period in Euclid's history when much of the lakefront hosted sizable beaches that extended border to border. Today, much of the sand and beach has been eroded, removing many of the recreational and ecological benefits of a robust and diverse shoreline. The recently-adopted **Euclid Waterfront Improvements Plan** proposes to expand public access to Lake Erie and enrich recreational opportunities along the lakefront by creating a shoreline multi-modal trail from Sims Park to the intersection of Lake Shore Boulevard and East 246th Street. Enhancement of Sims Park itself is a key recommendation of the plan, including physical improvements to better connect the waterfront to the **Downtown Euclid business district**. The plan incorporates a wide range of other amenities including a public marina, walking trails, viewing platforms, and extension of a fishing pier. The plan also recommends stabilization of the shoreline, rehabilitating the beaches and creating coastal habitat for aquatic and terrestrial wildlife.

The City took the first step to implementing the plan when it completed the reconstruction of the Euclid Fishing Pier at Sims Park in 2014. The investment of nearly \$2 million resulted in a doubling of the length of the pier and the creation of regionally recognized amenity. In late 2018, the City launched Phase II of the project, which calls for the stabilization of the shoreline and development of a recreational trail along three quarters of a mile of the City's lakefront, from Sims Park east, as well as the development of a paddlecraft beach. The \$13.4M construction of these improvements is anticipated to reach substantial completion by December 2021.

Additional improvements include the acquisition of 6 acres of permanently conserved land to expand the footprint of Sims Park as well as a planned trailhead into Sims Park from Downtown Euclid, providing a dedicated gateway and trail connection for pedestrians and bicyclists separate from motor vehicle traffic.

In 2020, Downtown Euclid business district property owners re-energized a conversation around creating a **Special Improvement District**. Council authorized the City's properties participation in contributing to the new 501c3 which is on track for formation in 2021 after a formal incorporation petition process. The SID would supplement the city's staff through the funding of 'Clean and Safe' Ambassadors. A pilot of the ambassador project kicked off in summer 2021 to the benefit of businesses, residents and visitors in Downtown Euclid and at the lakefront.

Long-Term Financial Planning

The City utilizes long-term planning for the funding of capital projects through a Three-Year Capital Plan. The plan is a document through which the major capital projects of the City are identified and subsequently matched to funding sources. The plan is updated annually to include new projects, revise projects listed and remove those which have been completed.

Although the City has not adopted a formal minimum fund balance policy, the City has always tried to maintain a General Fund balance that would finance a minimum of three months operations. The Finance Department reviews all monetary transactions on an on-going basis and works diligently to monitor revenues and reprioritize expenditures so that all fund balances, especially the General Fund, maintain optimal balances.

FINANCIAL INFORMATION

Summary of Accounting Policies and Budgetary Control

The City's accounting system is organized and operated on a fund basis. A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts. The types of funds to be used are determined by General Accepted Accounting Principles (GAAP) and the number of individual funds established is determined by sound financial administration. Each fund is a separate accounting entity with its own self-balancing set of accounts, assets, liabilities, and fund balance. The City's governmental funds include the General Fund, Special Revenue funds, Debt Service funds, and Capital Projects funds. The City's Proprietary funds are its Enterprise funds that provide services to the general public, including utilities and recreation, and Internal Service funds that provide services to City departments, divisions, and other governments. The City also maintains Fiduciary funds to account for assets held by the City as an agent, or in a trust capacity for individuals, private organizations, and other governments.

Except for budgetary purposes, the basis of accounting used by the City conforms to GAAP as applicable to governmental units. All governmental funds are accounted for using current financial resources, current assets, and current liabilities measurement focus. The modified accrual basis of accounting is utilized for governmental funds. Revenues are recognized in the accounting period when they become both measurable and available.

Expenditures are recognized when the liability is incurred, if measurable, except for interest on general obligation debt, which is recognized when due. The measurement focus of the City's proprietary funds is on the flow of total economic resources. The accrual basis of accounting is utilized for the proprietary funds. Revenues are recognized when earned and expenses are recognized when incurred.

The City's basis of accounting for budgetary purposes differs from GAAP in that revenues are recognized when received, rather than when susceptible to accrual (measurable and available), and encumbrances are included as expenditures rather than included in fund balances.

For the year ended December 31, 2003, the City changed its financial reporting to comply with GASB Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. Accordingly, government-wide financial statements, which include all governmental and proprietary funds, are presented on the full accrual basis of accounting.

As part of the implementation of GASB Statement No. 34, the City has opted to fully implement retroactive infrastructure reporting. In doing so, the historical cost of infrastructure assets (retroactive to 1980) is included as part of the governmental capital assets. Thus, the depreciated value of construction costs for the roadway network, including streets, sidewalks, curbs and gutters, guardrails, traffic lights, signals, parking meters, and the bridge network is reported in the government-wide statement of net position. In conjunction with the implementation of GASB Statement No. 34, the City has also adopted GASB Statement No. 38, Certain Financial Statement Note Disclosures, which rescinds some and modifies other financial statement disclosure requirements.

The City's budgeting process is governed by Ohio Law and Municipal Charter and is divided between the City's Mayor, Finance Director, Council, the Cuyahoga County Budget Commission and the Office of the Cuyahoga County Fiscal Officer. Major documents associated with the budget preparation include: the County Tax Budget, the Certificate of Estimated Resources and the City's Annual Appropriation Ordinance all of which are prepared and then placed on file with the Cuyahoga County Budget Commission. All budget documents are prepared in compliance with the budgetary basis of accounting. Both the Certificate of Estimated Resources and the Appropriation Ordinance are subject to revision and amendment throughout the year; both are subject to the restriction that current appropriations cannot exceed estimated resources as disclosed on the Certificate of Estimated Resources.

In accordance with State law, all funds, with the exception of agency funds, are legally required to be budgeted and appropriated. Council controls appropriations at the personal services and other expenditures object level within each department for all funds. Modifications or amendments to control levels in the Appropriation Ordinance require Council approval; internal City financial policies permit fund transfers within control levels with approval by the Mayor and Finance Director. The County Fiscal Officer through the statutory authority of the County Budget Commission must certify that the City's Annual Appropriation does not exceed the amounts set forth in the Budget Commission's Certificate of Estimated Resources.

The City employs an encumbrance system documenting purchase commitment amounts prior to generation and release of official City purchase orders. Purchasing practices within the City require departmental review and authorization of all purchase requisitions. Where applicable, proposed purchases in excess of administrative approval limits are subject to competitive bid requirements of Council and are awarded subsequent to approved legislation authorizing the procurement of goods or services. The Finance Director certifies all purchase orders for availability of funds and the estimated expenditure is encumbered against the appropriate departmental or fund appropriation. On the government fund financial statements, these encumbrances are reported as a component of fund balance at December 31, 2020. Unencumbered appropriations lapse at year-end and become available for future appropriations.

Internal Accounting and Reporting Control

The Mayor and administrators are responsible for implementing an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse. The internal control structure ensures that accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles (GAAP). The internal control structure is designed to provide reasonable assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All internal controls are designed within the above framework. Accordingly, we believe the City's system of internal accounting controls is adequate to safeguard assets and provide reasonable assurance of proper recording of transactions.

OTHER INFORMATION

Independent Audit

In accordance with Ohio law, an annual independent audit is required to be performed on all financial operations of the City. The Auditor of the State of Ohio unmodified opinion has been included in this report. The administration plans to continue this audit procedure as required by law as part of the preparation of a Comprehensive Annual Financial Report. The annual audit and management letter submitted by The Auditor of the State of Ohio provides information to the City to enable it to maintain and strengthen the City's accounting and budgeting controls.

The City receives federal financial assistance through various federal grant programs. An audit in accordance with Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), Audits of State and Government Auditing Standards, issued by the Comptroller General of the United States, has been performed for the fiscal year ended December 31, 2020. The required reports on supplementary information, compliance, and internal controls, along with various supplementary schedules, are included in a separate report.

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2019. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe our current Comprehensive Annual Financial 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.

In closing, we would especially like to recognize Finance Director James Smith and the Euclid Finance Department staff, all of whom exhibited dedication and professionalism throughout the many hours required in preparing this report.

Respectfully submitted,

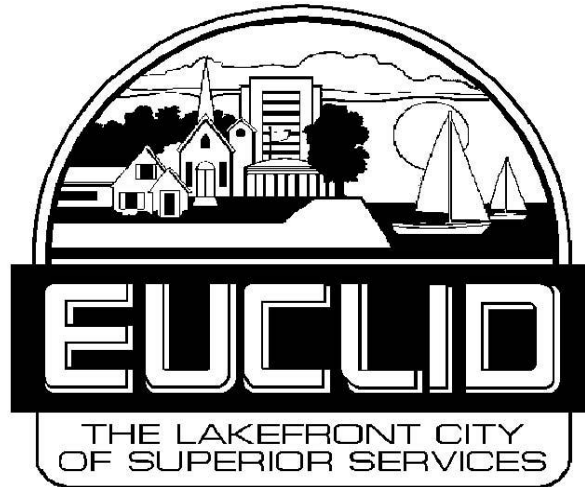


Kirsten Holzheimer Gail
Mayor

CITY OF EUCLID, OHIO

“A City of Superior Services”

KIRSTEN HOLZHEIMER GAIL – Mayor



Directors & Chiefs

KELLEY SWEENEY - *Law*

DAN KNECHT - *Public Service*

JAMES SMITH - *Finance*

CHIEF CHRIS HADDOCK - *Fire*

ALLISON LUKACSY-LOVE - *Economic Development*

CHIEF SCOTT MEYER - *Police*

MAC STEPHENS - *Recreation*

Municipal Court

PATRICK J. GALLAGHER - *Judge*

Euclid City Council

CHARLENE MANCUSO - *President of Council*

STEPHANA C. CAVINESS - *Ward I*

CHRISTINE MCINTOSH - *Ward V*

REV. BRIAN T. MOORE - *Ward II*

JOHN M. WOJTLA - *Ward VI*

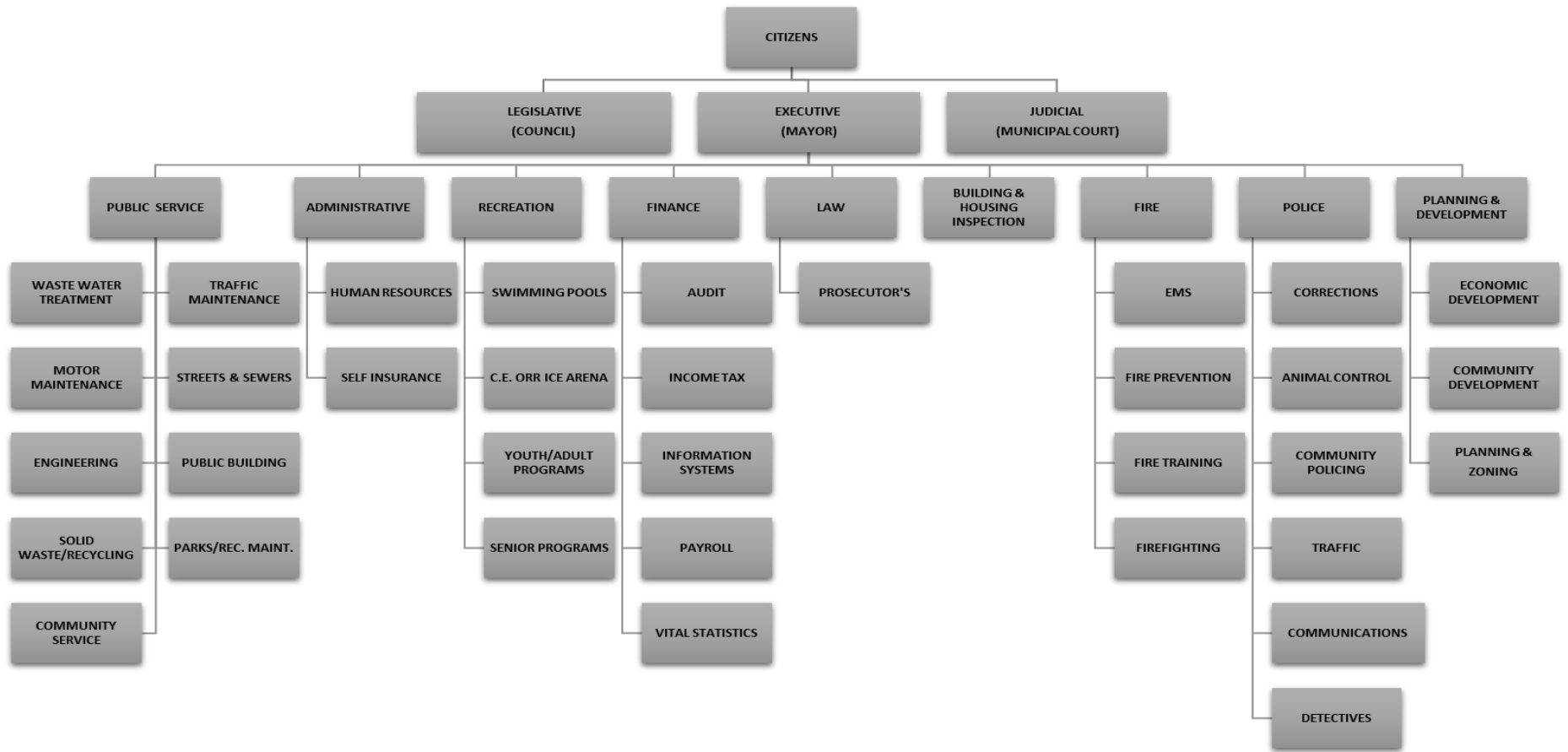
MARCUS EPPS - *Ward III*

MARIA JUKIC - *Ward VII*

KRISTIAN D. JAROSZ - *Ward IV*

LAURA J. GORSHE - *Ward VIII*

City of Euclid, Ohio
Organizational Chart
December 31, 2020





Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Euclid
Ohio**

For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

December 31, 2019

Christopher P. Morill

Executive Director/CEO

FINANCIAL SECTION

OHIO AUDITOR OF STATE KEITH FABER



Lausche Building, 12th Floor
615 Superior Avenue, NW
Cleveland, Ohio 44113-1801
(216) 787-3665 or (800) 626-2297
NortheastRegion@ohioauditor.gov

INDEPENDENT AUDITOR'S REPORT

City of Euclid
Cuyahoga County
585 E. 222nd Street
Euclid, Ohio 44123

To the City Council:

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 discretely presented component unit and remaining fund information of the City of Euclid, Cuyahoga County, Ohio (the City), as of and for the year ended December 31, 2020, 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 preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider 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 to the extent needed to opine on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

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 discretely presented component unit and remaining fund information of the City, as of December 31, 2020, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparisons for the General Fund thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 20 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of the City. We did not modify our opinion regarding this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require this presentation to include *management's discussion and analysis*, and schedules of net pension and other post-employment benefit liabilities and pension and other post-employment benefit contributions listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, consisting of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, to the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not opine or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to opine or provide any other assurance.

Supplementary and Other Information

Our audit was conducted to opine on the City's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected this information to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we will also issue our report dated July 27, 2021, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine 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.



Keith Faber
Auditor of State
Columbus, Ohio

July 27, 2021

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City of Euclid, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

The discussion and analysis of the City of Euclid's (the "City") financial performance provides an overall review of the City's financial activities for the year ended December 31, 2020. 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 2020 are as follows:

- Total assets and deferred outflows of resources of the City exceeded liabilities and deferred inflows of resources at the close of 2020 by \$72,200,156 compared to \$60,905,053 at the end of 2019, an increase of \$11,295,103.
- Total assets increased by \$17,814,413 with governmental activities increasing by \$7,459,086 and business-type activities increasing by \$10,355,327. The governmental activities increase is reflected primarily in current and other assets. The business-type activities increase is reflected primarily in capital assets.
- Municipal income tax revenue for 2020 was \$27,969,279 versus \$28,858,946 in 2019, a decrease of \$889,667 or 3.08 percent.
- Property taxes for governmental activities decreased by \$50,329, or 1.06 percent, to \$4,700,433.
- Together, municipal income taxes and property taxes accounted for \$32,669,712 in revenue, or 53.55 percent, of all revenues in governmental activities.
- Charges for services in business-type activities increased by \$1,426,617, or 6.56 percent, from \$21,761,521 in 2019 to \$23,188,138 in 2020. Operating grants and contributions decreased by \$491,987 due to contributions from the City of Cleveland in 2019.

City of Euclid, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

Overview of the Financial Statements

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

Government-wide Financial Statements. The government-wide financial statements, which begin on page 21, are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business.

The *Statement of Net Position* presents information on all of the City's assets, deferred outflows of resources, liabilities, and deferred inflows of resources with the residual reported as net position. Over time, increases or decreases in the City's net position are one indicator of whether the City's financial health is improving or deteriorating.

The *Statement of Activities* presents information showing how the City's net position changed during the most recent 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 the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from 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 principally include: general government, sanitation, public safety, community development, public health, parks and recreation, and economic development. The business-type activities of the City principally include waste water treatment, water line improvements, and the golf course operations.

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, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

City of Euclid, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the City'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.

The City maintains 33 individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund and the General Obligation Bond Retirement Fund, which are considered to be major funds. Data from the other 31 governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major governmental funds are provided in the form of combining statements elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund, Special Revenue funds, Debt Service Fund, Capital Projects funds, Enterprise funds, and Internal Service Fund. The General Fund budgetary comparison has been provided as separate financial statement to demonstrate compliance with this budget.

The basic governmental fund financial statements can be found on pages 24 through 28 of this report.

Proprietary Funds. The City maintains two different types of proprietary funds: enterprise funds and internal service 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 waste water treatment facility and sewer maintenance, water line improvement, and golf course operations. An internal service fund is an accounting device used to accumulate and allocate costs internally throughout the City's various functions. The City uses an internal service fund to account for its self-insurance for general liability function. Because this service predominantly benefits governmental rather than business-type functions, the fund has been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Waste Water Treatment Fund, and other Enterprise Funds, and the City's internal service fund.

The basic proprietary fund financial statements can be found on pages 29 through 31 of this report.

City of Euclid, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 32 through 33 of this report.

Notes to the Financial Statements. The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found beginning on page 35 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain other information that the City believes readers will find useful. After the notes to the financial statements, the required supplementary information and notes to the required supplementary information related to the net pension liability and net OPEB liability, the combining statements referred to earlier in connection with non-major governmental and proprietary funds are presented, as well as individual detailed budgetary comparisons for non-major funds. This information can be found on pages 104-175 of the report.

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City of Euclid, Ohio
Management's Discussion and Analysis
For the Year Ended December 31, 2020
Unaudited

Government-Wide Financial Analysis

Information regarding the government-wide net position of the City is presented in the following table for 2020 and 2019.

	Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2020	2019*	2020	2019	2020	2019*
ASSETS						
Current and other assets	\$ 45,690,716	\$ 37,187,325	\$ 39,271,330	\$ 37,371,927	\$ 84,962,046	\$ 74,559,252
Capital assets, net	45,195,882	46,240,187	207,755,616	199,299,692	252,951,498	245,539,879
Total Assets	90,886,598	83,427,512	247,026,946	236,671,619	337,913,544	320,099,131
DEFERRED OUTFLOWS OF RESOURCES						
Deferral on Refunding	74,969	81,913	73,287	17,927	148,256	99,840
Pension	7,424,843	17,216,443	677,670	1,845,861	8,102,513	19,062,304
OPEB	4,702,435	3,754,526	469,153	238,453	5,171,588	3,992,979
Total Deferred Outflows of Resources	12,202,247	21,052,882	1,220,110	2,102,241	13,422,357	23,155,123
LIABILITIES						
Current and other liabilities	3,913,054	4,095,405	1,884,724	1,439,073	5,797,778	5,534,478
Long-term liabilities:						
Due within one year	7,991,048	7,756,718	7,332,437	1,810,799	15,323,485	9,567,517
Due in more than one year						
Net Pension Liability	51,122,473	64,843,580	4,308,732	6,103,168	55,431,205	70,946,748
Net OPEB Liability	12,864,530	12,287,691	2,906,161	2,821,830	15,770,691	15,109,521
Other Amounts	19,770,571	21,653,117	149,363,635	151,461,830	169,134,206	173,114,947
Total Liabilities	95,661,676	110,636,511	165,795,689	163,636,700	261,457,365	274,273,211
DEFERRED INFLOWS OF RESOURCES						
Property taxes	4,718,680	4,614,179	-	-	4,718,680	4,614,179
Payments in lieu of taxes	632,991	496,449	-	-	632,991	496,449
Pension	7,504,199	1,046,279	996,836	116,979	8,501,035	1,163,258
OPEB	3,361,936	1,775,889	463,738	26,215	3,825,674	1,802,104
Total Deferred Inflows of Resources	16,217,806	7,932,796	1,460,574	143,194	17,678,380	8,075,990
NET POSITION						
Net investment in capital assets	25,274,148	24,936,122	59,409,426	55,065,315	84,683,574	80,001,437
Restricted	10,310,716	7,048,569	-	-	10,310,716	7,048,569
Unrestricted	(44,375,501)	(46,073,604)	21,581,367	19,928,651	(22,794,134)	(26,144,953)
Total Net Position	\$ (8,790,637)	\$ (14,088,913)	\$ 80,990,793	\$ 74,993,966	\$ 72,200,156	\$ 60,905,053

* Restated

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The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2020 and is reported pursuant to GASB Statement 68, "Accounting and Financial Reporting for Pensions—an Amendment of GASB Statement 27." The City previously adopted GASB Statement 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions," which significantly revises accounting for costs and liabilities related to other postemployment benefits (OPEB). For reasons discussed below, 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 OPEB, the net pension liability and the net OPEB liability to the reported net position and subtracting deferred outflows related to pension and OPEB.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. Prior accounting for pensions (GASB 27) and postemployment benefits (GASB 45) focused on a funding approach. This approach limited pension and OPEB costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's *net pension liability* or *net OPEB liability*. GASB 68 and GASB 75 take an earnings approach to pension and OPEB accounting; however, the nature of Ohio's statewide pension/OPEB plans and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 and GASB 75 require the net pension liability and the net OPEB liability to equal the City's proportionate share of each plan's collective:

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

GASB notes that pension and OPEB obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension and other postemployment benefits. GASB noted that the unfunded portion of this promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of these liabilities. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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 retirement system. In Ohio, there is no legal means to enforce the unfunded liability of the pension/OPEB plan *as against the public employer*.

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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 retirement system is responsible for the administration of the pension and OPEB plans.

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

In accordance with GASB 68 and GASB 75, the City's statements prepared on an accrual basis of accounting include an annual pension expense and an annual OPEB expense for their proportionate share of each plan's *change* in net pension liability and net OPEB liability, respectively, not accounted for as deferred inflows/outflows.

As noted earlier, net position may serve, over time, as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$72,200,156 at the close of the most recent fiscal year.

By far the largest component of the City's net position, is its investment in capital assets (e.g. land, construction in progress, land improvements, buildings and improvements, infrastructure, and furniture, fixtures and equipment), net of accumulated depreciation, less any related, still outstanding debt used to acquire those assets and deferred outflows/inflows of resources. The City uses these capital assets to provide services to citizens; consequently, those assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other resources, since the capital assets themselves cannot be used to liquidate these liabilities.

A portion of the City's net position, \$10,310,716, represents resources that are subject to external restrictions on how they may be used. The remaining portion is unrestricted net position which may be used to meet the City's ongoing obligations to citizens and creditors.

The changes in net pension liability, net OPEB liability and deferred outflows and inflows of resources for pension and OPEB are due to the recording of GASB Statements No. 68 and 75 as previously discussed. The increase in long-term liabilities due within one year is due to the issuance of a note in 2020 as compared to 2019.

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The implementation of GASB Statement No. 68 and 75 requires the reader to perform additional calculations to determine the City's Total Net Position at December 31, 2020 without the implementation of GASB Statement No. 68 and 75. This is an important exercise, as the State Pension Systems (OPERS & OP&F) collect, hold, invest, and distribute pensions to our employees, not the City. These calculations are as follows:

	Governmental Activities	Business-Type Activities
Total Net Position at December 31, 2020 (with GASB 68 and 75)	\$ (8,790,637)	\$ 80,990,793
GASB 68/75 Calculations:		
Add:		
Deferred Inflows related to Pension	7,504,199	996,836
Deferred Inflows related to OPEB	3,361,936	463,738
Net Pension Liability	51,122,473	4,308,732
Net OPEB Liability	12,864,530	2,906,161
Less:		
Net Pension Asset	(101,900)	(43,170)
Deferred Outflows related to Pension	(7,424,843)	(677,670)
Deferred Outflows related to OPEB	(4,702,435)	(469,153)
Total Net Position (without GASB 68 and 75)	\$ 53,833,323	\$ 88,476,267

Changes in net position for the current fiscal year are reflected in the table below and correspond to the Statement of Activities.

Changes in Net Position

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
REVENUES						
Program Revenues:						
Charges for services	\$ 10,061,056	\$ 10,289,786	\$ 23,188,138	\$ 21,761,521	\$ 33,249,194	\$ 32,051,307
Operating grants and contributions	8,730,163	5,552,470	198,794	690,781	8,928,957	6,243,251
Capital grants and contributions	1,000,004	3,219,180	-	388,564	1,000,004	3,607,744
Total Program Revenues	19,791,223	19,061,436	23,386,932	22,840,866	43,178,155	41,902,302
General Revenues:						
Property taxes	4,700,433	4,750,762	-	-	4,700,433	4,750,762
Municipal income taxes	27,969,279	28,858,946	-	-	27,969,279	28,858,946
Other local taxes	748,777	642,491	-	-	748,777	642,491
Payments in lieu of taxes	531,690	532,008	-	-	531,690	532,008
Grants and entitlements	2,473,124	2,157,023	-	-	2,473,124	2,157,023
Investment income	744,828	697,183	-	-	744,828	697,183
Gain on Sale of Capital Assets	-	6,022	-	-	-	6,022
All other revenues	4,052,973	1,183,303	2,341,817	759,087	6,394,790	1,942,390
Total General Revenues	41,221,104	38,827,738	2,341,817	759,087	43,562,921	39,586,825
Total Revenues	61,012,327	57,889,174	25,728,749	23,599,953	86,741,076	81,489,127

Continued

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Changes in Net Position (Continued)

EXPENSES						
Program Expenses:						
Security of persons and property	29,998,710	2,551,384	-	-	29,998,710	2,551,384
Public health	324,831	349,719	-	-	324,831	349,719
Leisure time activities	2,732,624	3,336,559	-	-	2,732,624	3,336,559
Community and economic development	3,439,882	3,269,323	-	-	3,439,882	3,269,323
Sanitation	2,751,812	2,649,462	-	-	2,751,812	2,649,462
Transportation	5,733,744	5,101,508	-	-	5,733,744	5,101,508
General government	10,755,586	11,480,021	-	-	10,755,586	11,480,021
Interest and fiscal charges	500,942	498,392	-	-	500,942	498,392
Waste Water Treatment	-	-	15,028,386	14,597,680	15,028,386	14,597,680
Water Line Improvement	-	-	2,891,539	2,545,430	2,891,539	2,545,430
Briardale Greens Golf Course	-	-	1,287,917	1,294,061	1,287,917	1,294,061
Total Expenses	<u>56,238,131</u>	<u>29,236,368</u>	<u>19,207,842</u>	<u>18,437,171</u>	<u>75,445,973</u>	<u>47,673,539</u>
Change in Net Position before Special Items	4,774,196	28,652,806	6,520,907	5,162,782	11,295,103	33,815,588
Transfers	524,080	-	(524,080)	-	-	-
Change in Net Position	<u>5,298,276</u>	<u>28,652,806</u>	<u>5,996,827</u>	<u>5,162,782</u>	<u>11,295,103</u>	<u>33,815,588</u>
Net Position - Beginning of Year, Restated	(14,088,913)	(42,741,719)	74,993,966	69,831,184	60,905,053	27,089,465
Net Position - End of Year	<u>\$ (8,790,637)</u>	<u>\$ (14,088,913)</u>	<u>\$ 80,990,793</u>	<u>\$ 74,993,966</u>	<u>\$ 72,200,156</u>	<u>\$ 60,905,053</u>

Governmental Activities

Several revenue sources fund the City's governmental activities with income tax revenue being the largest source. The City levies a municipal income tax of 2.85 percent on all income earned within the City, as well as on income of residents earned outside the City, of which 2.38 percent is used to finance the City's operations, while the remaining portion is shared with the Euclid City School District. The City allows a credit of 100 percent on the income earned outside of the City and paid to another municipality.

Capital grants and contributions of governmental activities decreased by \$2,219,176 in 2020 due to the City receiving a majority of the waterfront project grant money in 2019. Operating grants and contributions increased by \$3,177,693 due to CARES Act monies to support COVID-19 pandemic. All other revenues increased by \$2,869,670 due to Ohio Bureau of Workers Compensation reimbursement.

Governmental activities increased the City's net position by \$5,298,276. The increase in expenses is attributable to The Ohio Police and Fire Pension Fund (OP&F) making a change to its health care model. Beginning January 1, 2019 OP&F has changed its retiree health care model and the current self-insured health care plan will no longer be offered. In its place will be a stipend-based health care model. A stipend funded by OP&F is placed in individual Health Reimbursement Accounts that retirees will use to be reimbursed for health care expenses. As a result of changing from the current health care model to the stipend-based health care model, OP&F management expects that it will be able to provide stipends to eligible participants for the next 15 years. This change increased the City's Security of persons and property expense by \$27,447,326 in 2020.

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The provisions of GASB Statements 68 and 75 require the City to recognize a pension/OPEB adjustment that increased expenses by \$3,699,595 in 2020 and reduced expenses by \$21,647,744 in 2019.

As a result, it is difficult to ascertain the true operational cost of services and the changes in cost of service from year to year. The table below shows the total expenses by function with the GASB Statements 68 and 75 pension and OPEB expenses removed.

EXPENSES	Governmental Activities	
	2020	2019
Program Expenses:		
Security of persons and property	\$ 27,427,594	\$ 26,530,913
Public health	323,703	343,832
Leisure time activities	2,551,160	2,921,097
Community and economic development	3,249,940	2,868,528
Sanitation	2,737,697	2,622,068
Transportation	5,603,151	4,859,903
General government	10,144,349	10,239,379
Interest and fiscal charges	500,942	498,392
Total Expenses	\$ 52,538,536	\$ 50,884,112

Using the table above, total expenses increased from 2019 in the amount of \$1,654,424. Security of Persons and Property expenses totaled \$27,427,594, or 52.20 percent of the total 2020 expenses. The increase is due to salaries, wages, and employee benefits for police officers and firefighters. As of December 31, 2020, the City employed 94 full time police officers and 81 full time firefighters. General Government expenses totaled \$10,144,349 or 19.31 percent, of total 2020 expenses. General Government is comprised of the following departments: Legislative, Municipal Court, Mayor, Finance, Law, and Administrative. A significant portion of these expenses are related to salaries, wages, and employee benefits.

A summary of governmental activity expenses and the net cost of providing these services (excluding general revenues) are presented below.

	Governmental Activities	
	Total Cost of Services	Net Cost of Services
	2020	2020
Security of persons and property	\$ 29,998,710	\$ 21,747,877
Public health	324,831	204,547
Leisure time activities	2,732,624	2,333,430
Community and economic development	3,439,882	(513,440)
Sanitation	2,751,812	543,706
Transportation	5,733,744	2,907,832
General government	10,755,586	8,722,014
Interest and fiscal charges	500,942	500,942
Total cost of service	\$ 56,238,131	\$ 36,446,908

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Business-type Activities

Business-type activities are principally accounted for in the City's enterprise funds. The City operates three enterprise funds, which include the Waste Water Treatment Fund, the Water Line Improvement Fund, and the Briardale Greens Golf Course Fund. The operating results of these three enterprise funds are discussed below.

Waste Water Treatment Fund: The Waste Water Treatment Fund accounts for the operation of the City's sanitary sewer and waste water treatment system which services the City and several other surrounding communities. The City has retained the services of Fink Consulting, Inc., on an annual basis, to determine the adequacy of user rates to fund continuing operations. The increase in the fund's net position can be attributed to the City receiving grant funding from OPWC for numerous waste water capital projects.

Water Line Improvement Fund: The Water Line Improvement Fund accounts for distribution of treated water to individual and commercial users in various parts of the City. The increase in revenue is mainly contributed to the increase in reimbursement amounts from the County for waterline projects. The increase in expenses is mainly attributed to contractual services related to the engineering and design costs of upcoming projects.

Briardale Greens Golf Course Fund: The Briardale Greens Golf Course is a public golf course built upon land that was the site of a World War II housing project and is situated on the north side of the City. The City contracts with a management company to manage and operate the golf course.

Financial Analysis of the Government's Funds

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

Governmental Funds 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 fiscal year.

As of December 31, 2020, the City's governmental funds reported an ending combined fund balance of \$22,468,773, an increase of \$8,918,567 in comparison with the prior year. \$12,332,867 of the ending fund balance for 2020 constitutes assigned and unassigned fund balance combined, which is available for spending at the government's discretion. The remainder of fund balance is nonspendable, restricted, or committed to indicate that it is not available for new spending because it is not in spendable form or it has already been restricted by an external constraint or committed by internal constraints.

All governmental funds had total revenues of \$61,073,981 and expenditures of \$57,288,898 (not including other financing sources and uses) with revenues exceeding expenditures by \$3,785,083.

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Analysis of the General Fund

The General Fund is the chief operating fund of the City. At the beginning of the current year, total fund balance for the General Fund was \$8,927,143. General Fund expenditures (not including other financing uses) for the current year were \$37,105,176, with revenues (not including other financing sources) of \$43,540,415, leaving a total fund balance of \$14,249,476, of which \$11,039,794 is unassigned fund balance. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures (not including other financing uses). The General Fund's unassigned fund balance represents 29.75 percent of total General Fund expenditures while total fund balance represents 38.40 percent of that same amount.

The City's General Fund experienced an increase in fund balance of \$5,322,333, due to revenues outpacing expenditures. General Fund's total revenue increased mainly due to the increase in municipal income taxes, intergovernmental and all other revenue. The increase in intergovernmental is due to CARES Act money and the increase in all other revenues is due to reimbursement from Ohio Bureau of Workers Compensation.

Analysis of the General Obligation Bond Retirement Fund

The City's General Obligation Bond Retirement Fund experienced a slight decrease in fund balance of \$19,253.

Proprietary Funds. The City's proprietary fund financial statements provide the same type of information found in the government-wide financial statements, but in more detail. A brief analysis of the major enterprise funds were previously discussed in another section of the Management's Discussion and Analysis.

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 and disbursements. The most significant budgeted fund is the General Fund. During the course of 2020, the City amended its General Fund budget on various occasions. On a cash basis, projected final budgetary fund balance in the General Fund, for year ending 2020 was about \$1.46 million.

For the General Fund, original budgeted revenues (including other financing sources) were \$40,995,932. The final budgeted revenue amount (including other financing sources) was \$40,995,932. The actual revenues (including other financing sources) were higher by \$1,546,294.

Original General Fund budgeted expenditures (including other financing uses) were \$43,501,760. The final budgeted expenditure amount (including other financing uses) was \$44,686,343. The increase was primarily due to general government expense. The actual expenditures (including other financing uses) were lower by \$6,032,947, mainly due the decrease in General Government expense.

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Actual budgetary fund balance increased by \$3,888,830 (which includes prior year encumbrances appropriated) taking the actual budgetary fund balance from \$4,669,146 to \$9,044,209.

Capital Assets and Debt Administration

Capital Assets The City's investment in capital assets for its governmental and business-type activities as of December 31, 2020, amounts to \$252,951,498. This investment in capital assets includes land, construction in progress, land improvements, buildings and improvements, infrastructure, and furniture, fixtures, and equipment.

A summary of the City's capital assets at December 31, 2020, is reflected in the table which follows.

Capital Assets at December 31 (Net of Depreciation)						
	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
Land	\$ 10,775,705	\$ 10,775,705	\$ 8,336,966	\$ 8,336,966	\$ 19,112,671	\$ 19,112,671
Construction in progress	7,493,007	6,301,317	128,920,094	125,197,682	136,413,101	131,498,999
Total Non-Depreciable	<u>18,268,712</u>	<u>17,077,022</u>	<u>137,257,060</u>	<u>133,534,648</u>	<u>155,525,772</u>	<u>150,611,670</u>
Land improvements	2,583,339	2,777,123	145,045	178,076	2,728,384	2,955,199
Buildings and Improvements	6,792,899	7,157,341	5,341,497	5,644,263	12,134,396	12,801,604
Furniture, Fixtures, and Equipment	5,066,784	4,479,080	1,567,111	1,739,200	6,633,895	6,218,280
Infrastructure:						
Streets	12,484,148	14,749,621	-	-	12,484,148	14,749,621
Sanitary Sewers	-	-	53,871,249	48,312,865	53,871,249	48,312,865
Storm Sewers	-	-	9,573,654	9,890,640	9,573,654	9,890,640
Total Depreciable, Net of Depreciation	<u>26,927,170</u>	<u>29,163,165</u>	<u>70,498,556</u>	<u>65,765,044</u>	<u>97,425,726</u>	<u>94,928,209</u>
Total Capital Assets, Net of Depreciation	<u>\$ 45,195,882</u>	<u>\$ 46,240,187</u>	<u>\$ 207,755,616</u>	<u>\$ 199,299,692</u>	<u>\$ 252,951,498</u>	<u>\$ 245,539,879</u>

Major events during the current fiscal year affecting the City's capital assets included the following:

- **Construction in Progress** – ongoing projects in both the governmental activities and business-type activities consist of the following:

<i>Governmental Activities</i>	
Euclid Corridor	\$ 93,750
Waterfront Project	7,399,257
<i>Total Governmental Activities</i>	<u>\$ 7,493,007</u>
 <i>Business-Type Activities</i>	
Headworks & Equalization Basin - Part B	\$ 52,176,235
MBR	26,155,650
WWTP MBR - NRD	50,588,209
<i>Total Business-Type Activities</i>	<u>\$ 128,920,094</u>

Additional information on the City's capital assets can be found in Note 10.

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Debt In April 2021, Moody's Investor Services reaffirmed the City of Euclid's General Obligation Debt bond rating of "A2", which has been in place since June 2016. This investment grade rating was maintained due to the City's ability to demonstrate resiliency through the coronavirus period as financial operations remained steady boosted by stable income tax collections. They noted that operating reserves are adequate but still relatively thin as compared to the median Ohio (Aa1 stable) city which typically carries robust fund balance to provide cushion against potential declines in city income tax collections. Credit strengths included inclusion within the greater Cleveland (A1 stable) metro area, steady income tax collections have contributed to satisfactory operating reserves and manageable debt burden. Credit challenges included relatively weak economic and demographic fundamentals, reliance on economically sensitive income taxes to support operations and exposure to two underfunded cost-sharing pension plans. As of December 31, 2020, the City's General Obligation Bonded Debt totaled \$12,188,576.

A summary of outstanding debt at December 31, 2020 follows.

	Governmental Activities		Business-Type Activities		Total	
	2020	2019	2020	2019	2020	2019
General Obligation Bonds	\$ 7,114,783	\$ 8,627,549	\$ 5,003,793	\$ 5,745,976	\$ 12,118,576	\$ 14,373,525
Notes Payable	5,866,439	5,020,733	-	-	5,866,439	5,020,733
Special Obligation Bond	5,495,000	5,975,000	-	-	5,495,000	5,975,000
OWDA Loans	-	-	140,528,161	138,129,954	140,528,161	138,129,954
OPWC Loans	793,426	835,185	10,128,330	8,188,922	10,921,756	9,024,107
Capital Leases	740,108	940,557	119,805	315,011	859,913	1,255,568
Total Outstanding Debt	<u>\$ 20,009,756</u>	<u>\$ 21,399,024</u>	<u>\$ 155,780,089</u>	<u>\$ 152,379,863</u>	<u>\$ 175,789,845</u>	<u>\$ 173,778,887</u>

The various improvement bonds and notes will be paid out of the General Obligation Bond Retirement Fund. See Notes 11, and 16 to the financial statements for more information regarding the City's outstanding debt.

Debt Capacity: The City is within the statutory limitations for both voted and unvoted debt. The computation of the legal debt margins at December 31, 2020, is included in the Statistical Section of this report under the heading "Legal Debt Margin", along with other related computations and ratios relevant to the City's notes and bonded debt.

The City's 2020 overall legal debt limit established by statutory limitations was \$67,589,144. The City's legal debt margin of \$55,328,378 is within the overall legal debt limit. The City's 2020 unvoted legal debt limit established by statutory limitations was of \$35,403,837. The City's unvoted legal debt margin of \$23,143,071 is within the unvoted legal debt limit.

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Current Financial Related Activities

The City of Euclid has remained strong despite the challenging environment of the State and national economy. The administration has provided consistent financial management during this time, continuing to monitor expenses while maintaining City services at a high level. The City will continue to make any adjustment necessary in its day-to-day operations in order to meet and overcome these challenges. The City remains committed to transparencies and will continue working towards the goal of keeping all residents and other interested parties fully informed as to the financial status of the City of Euclid.

Private management firms have been engaged to operate the Shore Cultural Centre facility, as well as the municipal-owned golf course, Briardale Greens. The operating performance, as well as, the cost savings has been very satisfactory at both facilities.

Contacting the City's Finance Department

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to show accountability for the money it receives, spends, or invests. If you have any questions about this report or need financial information contact the City's Finance Department at 585 East 222nd Street, Euclid, Ohio 44123, 216-289-2850.

Basic Financial Statements

City of Euclid, Ohio
Statement of Net Position
December 31, 2020

	Governmental Activities	Business-Type Activities	Total	Component Unit Euclid Development Corporation
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 16,644,111	\$ 33,200,280	\$ 49,844,391	\$ 593,047
Cash and Cash Equivalents:				
In Segregated Accounts	96,075	163,500	259,575	-
With Fiscal Agents	50,132	-	50,132	-
With Escrow Agents	13,053	-	13,053	-
Materials and Supplies Inventory	209,975	111,925	321,900	-
Accounts Receivable	3,578,966	5,854,228	9,433,194	-
Accrued Interest Receivable	47,991	-	47,991	-
Intergovernmental Receivable	3,302,818	-	3,302,818	-
Internal Balances	230,000	(230,000)	-	-
Prepaid Items	106,689	95,487	202,176	-
Municipal Income Taxes Receivable	10,185,139	-	10,185,139	-
Property Taxes Receivable	5,566,371	-	5,566,371	-
Payments in Lieu of Taxes Receivable	632,991	-	632,991	-
Notes Receivable	315,313	-	315,313	-
Loans Receivable	-	-	-	2,120,008
Special Assessments Receivable	4,448,032	-	4,448,032	-
Assets held for Resale	161,160	-	161,160	-
Capital Leases Receivable	-	32,740	32,740	-
Nondepreciable Capital Assets	18,268,712	137,257,060	155,525,772	-
Depreciable Capital Assets	26,927,170	70,498,556	97,425,726	-
Net Pension Assets	101,900	43,170	145,070	-
Total Assets	90,886,598	247,026,946	337,913,544	2,713,055
DEFERRED OUTFLOWS OF RESOURCES				
Deferral on Refunding	74,969	73,287	148,256	-
Pension	7,424,843	677,670	8,102,513	-
OPEB	4,702,435	469,153	5,171,588	-
Total Deferred Outflows of Resources	12,202,247	1,220,110	13,422,357	-
LIABILITIES				
Accounts Payable	1,149,346	676,937	1,826,283	650
Contracts Payable	390,052	92,493	482,545	-
Accrued Wages and Benefits	800,520	135,397	935,917	2,069
Intergovernmental Payable	460,715	57,687	518,402	-
Matured Compensated Absences Payable	82,574	-	82,574	-
Accrued Interest Payable	115,414	827,454	942,868	-
Retainage Payable	81,113	65,449	146,562	-
Claims Payable	505,303	-	505,303	-
Unearned Revenue	328,017	8,112	336,129	-
Customer Deposits	-	21,195	21,195	-
Long-term Liabilities:				
Due within one year	7,991,048	7,332,437	15,323,485	-
Due in more than one year:				
Net Pension Liability	51,122,473	4,308,732	55,431,205	-
Net OPEB Liability	12,864,530	2,906,161	15,770,691	-
Other amounts due in more than one year	19,770,571	149,363,635	169,134,206	-
Total Liabilities	95,661,676	165,795,689	261,457,365	2,719
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	4,718,680	-	4,718,680	-
Payments in Lieu of Taxes	632,991	-	632,991	-
Pension	7,504,199	996,836	8,501,035	-
OPEB	3,361,936	463,738	3,825,674	-
Total Deferred Inflows of Resources	16,217,806	1,460,574	17,678,380	-
NET POSITION				
Net Investment in Capital Assets	25,274,148	59,409,426	84,683,574	-
Restricted for:				
Debt Service	1,151,308	-	1,151,308	-
Capital Projects	4,778,041	-	4,778,041	-
Transportation	2,964,388	-	2,964,388	-
Community Development	266,735	-	266,735	-
Recreation Center	253,687	-	253,687	-
Other Purposes	30,185	-	30,185	-
Public Safety	396,337	-	396,337	-
Courts	470,035	-	470,035	-
Unrestricted	(44,375,501)	21,581,367	(22,794,134)	2,710,336
Total Net Position	\$ (8,790,637)	\$ 80,990,793	\$ 72,200,156	\$ 2,710,336

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

City of Euclid, Ohio
Statement of Activities
For the Year Ended December 31, 2020

	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental activities:				
Security of Persons and Property	\$ 29,998,710	\$ 2,891,704	\$ 5,359,129	\$ -
Public Health	324,831	86,792	33,492	-
Leisure Time Activities	2,732,624	399,190	4	-
Community and Economic Development	3,439,882	2,371,370	581,948	1,000,004
Sanitation	2,751,812	2,208,106	-	-
Transportation	5,733,744	427,250	2,398,662	-
General Government	10,755,586	1,676,644	356,928	-
Interest and Fiscal Charges	500,942	-	-	-
<i>Total Governmental activities</i>	<u>56,238,131</u>	<u>10,061,056</u>	<u>8,730,163</u>	<u>1,000,004</u>
Business-type activities:				
Waste Water Treatment	15,028,386	20,117,234	-	-
Water Line Improvement	2,891,539	1,837,305	198,794	-
Briardale Greens Golf Course	1,287,917	1,233,599	-	-
<i>Total Business-type activities</i>	<u>19,207,842</u>	<u>23,188,138</u>	<u>198,794</u>	<u>-</u>
<i>Total Primary Government</i>	<u>\$ 75,445,973</u>	<u>\$ 33,249,194</u>	<u>\$ 8,928,957</u>	<u>\$ 1,000,004</u>
Component Unit:				
Euclid Development Corporation	157,458	61,224	-	-
<i>Total Component Unit</i>	<u>\$ 157,458</u>	<u>\$ 61,224</u>	<u>\$ -</u>	<u>\$ -</u>

General Revenues:

Property Taxes levied for:

General Purposes

Debt Service Purpose

Capital Outlay

Other Purposes

Municipal Income Taxes levied for:

General Purposes

Other Local Taxes

Payments in Lieu of Taxes

Grants & Entitlements not restricted to specific programs

Investment Income

All Other Revenues

Transfers

Total General Revenues

Change in Net Position

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

Net Position - End of Year

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

Net (Expense) Revenue and Changes in Net Position			Component
Governmental	Business-type	Total	Unit
Activities	Activities		Euclid
			Development
			Corporation
\$ (21,747,877)	\$ -	\$ (21,747,877)	\$ -
(204,547)	-	(204,547)	-
(2,333,430)	-	(2,333,430)	-
513,440	-	513,440	-
(543,706)	-	(543,706)	-
(2,907,832)	-	(2,907,832)	-
(8,722,014)	-	(8,722,014)	-
(500,942)	-	(500,942)	-
<u>(36,446,908)</u>	<u>-</u>	<u>(36,446,908)</u>	<u>-</u>
-	5,088,848	5,088,848	-
-	(855,440)	(855,440)	-
-	(54,318)	(54,318)	-
-	4,179,090	4,179,090	-
<u>(36,446,908)</u>	<u>4,179,090</u>	<u>(32,267,818)</u>	<u>-</u>
-	-	-	(96,234)
-	-	-	(96,234)
1,704,344	-	1,704,344	-
2,235,228	-	2,235,228	-
431,153	-	431,153	-
329,708	-	329,708	-
27,969,279	-	27,969,279	-
748,777	-	748,777	-
531,690	-	531,690	-
2,473,124	-	2,473,124	-
744,828	-	744,828	21,647
4,052,973	2,341,817	6,394,790	1,214
524,080	(524,080)	-	-
<u>41,745,184</u>	<u>1,817,737</u>	<u>43,562,921</u>	<u>22,861</u>
5,298,276	5,996,827	11,295,103	(73,373)
<u>(14,088,913)</u>	<u>74,993,966</u>	<u>60,905,053</u>	<u>2,783,709</u>
<u>\$ (8,790,637)</u>	<u>\$ 80,990,793</u>	<u>\$ 72,200,156</u>	<u>\$ 2,710,336</u>

City of Euclid, Ohio
Balance Sheet
Governmental Funds
December 31, 2020

	General Fund	General Obligation Bond Retirement	Other Governmental Funds	Total Governmental Funds
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 10,172,275	\$ 362,143	\$ 6,036,157	\$ 16,570,575
Cash and Cash Equivalents:				
In Segregated Accounts	96,075	-	-	96,075
With Fiscal Agents	50,132	-	-	50,132
With Escrow Agents	-	-	13,053	13,053
Materials and Supplies Inventory	76,770	-	133,205	209,975
Accrued Interest Receivable	47,991	-	-	47,991
Accounts Receivable	1,189,572	-	2,389,394	3,578,966
Interfund Receivable	937,741	358,313	-	1,296,054
Intergovernmental Receivable	979,897	142,919	2,180,002	3,302,818
Prepaid Items	92,522	-	14,167	106,689
Municipal Income Taxes Receivable	10,185,139	-	-	10,185,139
Property Taxes Receivable	2,031,392	2,628,106	906,873	5,566,371
Special Assessments Receivable	4,448,032	-	-	4,448,032
Notes Receivable	315,313	-	-	315,313
Payments in Lieu of Taxes Receivable	-	-	632,991	632,991
Assets held for Resale	-	-	161,160	161,160
Total Assets	\$ 30,622,851	\$ 3,491,481	\$ 12,467,002	\$ 46,581,334
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 813,313	\$ -	\$ 336,033	\$ 1,149,346
Accrued Wages and Benefits	749,704	-	50,816	800,520
Contracts Payable	-	-	390,052	390,052
Intergovernmental Payable	439,293	-	21,422	460,715
Matured Compensated Absences Payable	82,574	-	-	82,574
Retainage Payable	-	-	81,113	81,113
Interfund Payable	-	-	1,066,054	1,066,054
Claims Payable	51,866	-	3,437	55,303
Unearned Revenue	-	-	328,017	328,017
Total Liabilities	2,136,750	-	2,276,944	4,413,694
Deferred Inflows of Resources:				
Property Taxes and Payments in Lieu of Taxes	1,724,191	2,224,759	1,402,721	5,351,671
Unavailable Revenue - Delinquent Property Taxes	307,201	403,347	137,143	847,691
Unavailable Revenue - Municipal Income Taxes	6,358,257	-	-	6,358,257
Unavailable Revenue - Other	5,846,976	142,919	1,151,353	7,141,248
Total Deferred Inflows of Resources	14,236,625	2,771,025	2,691,217	19,698,867
Fund Balances:				
Nonspendable	590,108	-	147,372	737,480
Restricted	-	720,456	8,343,936	9,064,392
Committed	315,283	-	18,751	334,034
Assigned	2,304,291	-	-	2,304,291
Unassigned (Deficit)	11,039,794	-	(1,011,218)	10,028,576
Total Fund Balances	14,249,476	720,456	7,498,841	22,468,773
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 30,622,851	\$ 3,491,481	\$ 12,467,002	\$ 46,581,334

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

City of Euclid, Ohio
*Reconciliation of Total Governmental Fund Balances to Net
 Position of Governmental Activities
 December 31, 2020*

Total Governmental Funds Balance \$ 22,468,773

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

Capital Assets used in Governmental Activities are not financial resources and, therefore, are not reported in the funds 45,195,882

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

Delinquent property taxes	847,691	
Municipal income taxes	6,358,257	
Special assessments	4,448,032	
Intergovernmental	1,889,356	
Charges for services	580,921	
Other Local Taxes	126,620	
Miscellaneous	96,319	
Total	14,347,196	14,347,196

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in Governmental funds, an interest expenditure is reported when due. (115,414)

Internal Service funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The assets and liabilities of the Internal Service funds are included in Governmental Activities in the Statement of Net Position. (376,464)

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

Deferred Outflows - Pension	7,424,843	
Deferred Inflows - Pension	(7,504,199)	
Net Pension Asset	101,900	
Net Pension Liability	(51,122,473)	
Deferred Outflows - OPEB	4,702,435	
Deferred Inflows - OPEB	(3,361,936)	
Net OPEB Liability	(12,864,530)	
Total	(62,623,960)	(62,623,960)

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 and notes	(12,967,205)	
Income tax special obligation bonds	(5,495,000)	
Unamortized premiums	(14,017)	
Deferral on refunding	74,969	
Compensated absences	(7,301,086)	
Claims payable	(51,577)	
Capital leases	(740,108)	
OPWC loans	(793,426)	
Landfill	(159,200)	
Asset Retirement Obligation	(240,000)	
Total	(27,686,650)	(27,686,650)

Net Position of Governmental Activities \$ (8,790,637)

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

City of Euclid, Ohio
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2020

	General Fund	General Obligation Bond Retirement	Other Governmental Funds	Total Governmental Funds
REVENUES				
Property Taxes	\$ 1,686,734	\$ 2,223,372	\$ 753,000	\$ 4,663,106
Municipal Income Taxes	28,018,378	-	-	28,018,378
Other Local Taxes	622,157	-	-	622,157
Payments in Lieu of Taxes	-	-	531,690	531,690
Intergovernmental	2,047,406	285,838	10,281,907	12,615,151
Interest	744,699	-	129	744,828
Fees, Licenses, and Permits	840,217	-	-	840,217
Fines and Forfeitures	1,183,414	-	189,124	1,372,538
Rentals	249,790	-	-	249,790
Charges for Services	5,456,926	-	644,422	6,101,348
Contributions and Donations	10,334	-	1,281	11,615
Special Assessments	1,162,385	-	-	1,162,385
All Other Revenues	1,517,975	-	2,622,803	4,140,778
Total Revenues	43,540,415	2,509,210	15,024,356	61,073,981
EXPENDITURES				
Current:				
Security of Persons and Property	22,342,111	-	4,473,962	26,816,073
Public Health	324,570	-	-	324,570
Leisure Time Activities	1,694,512	-	630,075	2,324,587
Community and Economic Development	1,463,190	-	1,606,767	3,069,957
Sanitation	2,729,500	-	-	2,729,500
Transportation	-	-	2,588,284	2,588,284
General Government	8,541,694	39,154	451,467	9,032,315
Capital Outlay	9,599	-	2,583,663	2,593,262
Debt Service:				
Principal Retirement	-	7,012,473	242,208	7,254,681
Interest and Fiscal Charges	-	493,866	21,975	515,841
Debt Issuance Costs	-	39,828	-	39,828
Total Expenditures	37,105,176	7,585,321	12,598,401	57,288,898
Excess of Revenues (Under) Expenditures	6,435,239	(5,076,111)	2,425,955	3,785,083
OTHER FINANCING SOURCES (USES)				
Sale of Capital Assets	5,058	-	41,809	46,867
Long-term Bond Anticipation Notes Issued	-	5,000,000	853,000	5,853,000
Refunding Bonds Issued	-	1,627,446	-	1,627,446
Premium on Debt Issuance	-	40,327	-	40,327
Payment to Refunded Bond Escrow Account	-	(1,610,915)	-	(1,610,915)
Transfers In	36	-	294,759	294,795
Transfers Out	(1,118,000)	-	(36)	(1,118,036)
Total Other Financing Sources (Uses)	(1,112,906)	5,056,858	1,189,532	5,133,484
Net Change in Fund Balances	5,322,333	(19,253)	3,615,487	8,918,567
Fund Balances - Beginning of Year	8,927,143	739,709	3,883,354	13,550,206
Fund Balances - End of Year	\$ 14,249,476	\$ 720,456	\$ 7,498,841	\$ 22,468,773

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

City of Euclid, 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, 2020

Net Change in Fund Balances-Total Governmental Funds		\$ 8,918,567
<i>Amounts reported for Governmental Activities in the Statement of Activities are different because:</i>		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets 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 Outlay	\$ 2,593,262	
Capital Contributions	482,321	
Depreciation	<u>(4,056,794)</u>	
Total		(981,211)
In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets.		
		(63,094)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.		
Delinquent property taxes	37,327	
Municipal income taxes	(49,099)	
Special assessments	350,588	
Intergovernmental	(491,310)	
Charges for services	(44,063)	
Other Local Taxes	126,620	
Miscellaneous	<u>8,513</u>	
Total		(61,424)
Other financing sources in the Governmental funds increase long-term liabilities in the Statement of Net Position. These sources were attributed to the issuance of debt.		
		(7,520,773)
Repayment of City bond principal, notes, OPWC loan, and capital leases are expenditures in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position.		
		8,840,681
Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows		
Pension	4,096,866	
OPEB	<u>74,934</u>	
		4,171,800
Except for amounts reported as deferred inflows/outflows, changes in the net pension. OPEB liability are reported as pension expense in the statement of activities.		
Pension	(6,581,484)	
OPEB	<u>(1,289,911)</u>	
		(7,871,395)
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	58,132	
Claims	200,816	
Accrued interest on bonds	17,226	
Amortization of bond premiums	69,360	
Amortization of loss on refunding	<u>(6,944)</u>	
Total		338,590
Internal Service funds are used by management to charge costs to certain activities, such as insurance to individual funds. The net revenue (expense) of Internal Service funds are reported in the Governmental Activities.		
		<u>(473,465)</u>
Change in Net Position of Governmental Activities		<u><u>\$ 5,298,276</u></u>

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

City of Euclid, Ohio
*Statement of Revenues, Expenditures and Changes in Fund Balance –
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues:				
Property Taxes	\$ 1,741,627	\$ 1,741,627	\$ 1,686,734	\$ (54,893)
Income Taxes	27,000,000	27,000,000	27,898,808	898,808
Other Local Taxes	700,000	700,000	627,455	(72,545)
Intergovernmental	1,897,069	1,897,069	2,016,461	119,392
Interest	300,000	300,000	377,179	77,179
Licenses and Permits	1,136,300	1,136,300	842,962	(293,338)
Fines and Forfeitures	1,471,100	1,471,100	1,196,011	(275,089)
Rentals	44,000	44,000	38,427	(5,573)
Charges for Services	5,510,336	5,510,336	5,432,523	(77,813)
Contributions and Donations	5,500	5,500	10,334	4,834
Special Assessments	830,000	830,000	945,221	115,221
All Other Revenues	357,500	357,500	1,465,017	1,107,517
Total Revenues	<u>40,993,432</u>	<u>40,993,432</u>	<u>42,537,132</u>	<u>1,543,700</u>
Expenditures:				
Current:				
Security of Persons and Property	27,025,982	27,265,415	22,496,620	4,768,795
Public Health	385,043	385,043	331,096	53,947
Leisure Time Activities	1,412,600	1,412,600	1,252,658	159,942
Community and Economic Development	1,547,207	1,557,357	1,427,223	130,134
Sanitation	2,729,964	2,729,964	2,728,569	1,395
General Government	9,495,964	9,890,964	9,072,230	818,734
Total Expenditures	<u>42,596,760</u>	<u>43,241,343</u>	<u>37,308,396</u>	<u>5,932,947</u>
Excess of Revenues Over (Under) Expenditures	(1,603,328)	(2,247,911)	5,228,736	7,476,647
Other Financing Sources (Uses)				
Sale of Capital Assets	2,500	2,500	5,058	2,558
Advances Out	(100,000)	(100,000)	-	100,000
Transfers In	-	-	36	36
Transfers Out	(805,000)	(1,345,000)	(1,345,000)	-
Total Other Financing Sources (Uses)	<u>(902,500)</u>	<u>(1,442,500)</u>	<u>(1,339,906)</u>	<u>102,594</u>
Net Change in Fund Balance	(2,505,828)	(3,690,411)	3,888,830	7,579,241
Fund Balance - Beginning of Year	4,669,146	4,669,146	4,669,146	-
Prior Year Encumbrances Appropriated	486,233	486,233	486,233	-
Fund Balance - End of Year	<u>\$ 2,649,551</u>	<u>\$ 1,464,968</u>	<u>\$ 9,044,209</u>	<u>\$ 7,579,241</u>

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

City of Euclid, Ohio
Statement of Net Position
Proprietary Funds
December 31, 2020

	Enterprise Funds			Governmental Activities
	Waste Water Treatment	Other Enterprise Funds	Total	Internal Service Fund
ASSETS				
Current Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 27,452,216	\$ 5,748,064	\$ 33,200,280	\$ 73,536
Cash and Cash Equivalents:				
In Segregated Accounts	-	163,500	163,500	-
Materials and Supplies Inventory	97,209	14,716	111,925	-
Accounts Receivable	5,274,806	579,422	5,854,228	-
Prepaid Items	75,745	19,742	95,487	-
Capital Leases Receivable	-	32,740	32,740	-
Total Current Assets	32,899,976	6,558,184	39,458,160	73,536
Noncurrent Assets:				
Capital Assets:				
Land	1,065,440	7,271,526	8,336,966	-
Construction in Progress	128,920,094	-	128,920,094	-
Depreciable Assets, Net of Depreciation	69,587,853	910,703	70,498,556	-
Net Pension Asset	43,170	-	43,170	-
Total Noncurrent Assets	199,616,557	8,182,229	207,798,786	-
Total Assets	232,516,533	14,740,413	247,256,946	73,536
DEFERRED OUTFLOWS OF RESOURCES				
Deferral on Refunding	11,048	62,239	73,287	-
Pension	677,670	-	677,670	-
OPEB	469,153	-	469,153	-
Total Deferred Outflows of Resources	1,157,871	62,239	1,220,110	-
LIABILITIES				
Current Liabilities:				
Accounts Payable	553,917	123,020	676,937	-
Accrued Wages and Benefits	135,397	-	135,397	-
Compensated Absences Payable	118,093	-	118,093	-
Customer Deposits Payable	-	21,195	21,195	-
Contracts Payable	-	92,493	92,493	-
Retainage Payable	-	65,449	65,449	-
Intergovernmental Payable	57,687	-	57,687	-
Interfund Payable	-	230,000	230,000	-
Accrued Interest Payable	822,742	4,712	827,454	-
Unearned Revenue	-	8,112	8,112	-
Claims Payable	8,344	-	8,344	450,000
General Obligation Bonds Payable	125,776	338,167	463,943	-
OWDA Loans Payable	5,987,287	-	5,987,287	-
OPWC Loans Payable	414,276	243,135	657,411	-
Capital Leases Payable	87,065	10,294	97,359	-
Total Current Liabilities	8,310,584	1,136,577	9,447,161	450,000
Noncurrent Liabilities:				
Compensated Absences Payable	781,764	-	781,764	-
Claims Payable	7,782	-	7,782	-
General Obligation Bonds Payable	804,507	3,735,343	4,539,850	-
OWDA Loans Payable	134,540,874	-	134,540,874	-
OPWC Loans Payable	6,353,665	3,117,254	9,470,919	-
Capital Leases Payable	-	22,446	22,446	-
Net Pension Liability	4,308,732	-	4,308,732	-
Net OPEB Liability	2,906,161	-	2,906,161	-
Total Noncurrent Liabilities	149,703,485	6,875,043	156,578,528	-
Total Liabilities	158,014,069	8,011,620	166,025,689	450,000
DEFERRED INFLOWS OF RESOURCES				
Pension	996,836	-	996,836	-
OPEB	463,738	-	463,738	-
Total Deferred Inflows of Resources	1,460,574	-	1,460,574	-
NET POSITION				
Net Investment in Capital Assets	51,259,937	8,149,489	59,409,426	-
Unrestricted	22,939,824	(1,358,457)	21,581,367	(376,464)
Total Net Position	\$ 74,199,761	\$ 6,791,032	\$ 80,990,793	\$ (376,464)

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

City of Euclid, Ohio
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2020

	Enterprise Funds			Governmental
	Waste Water Treatment	Other		Internal
		Enterprise Funds	Total	
OPERATING REVENUES				
Charges for Services	\$ 20,117,234	\$ 3,070,904	\$ 23,188,138	\$ -
Miscellaneous	87,052	2,254,765	2,341,817	-
Total Operating Revenues	20,204,286	5,325,669	25,529,955	-
OPERATING EXPENSES				
Salaries	5,410,576	-	5,410,576	-
Materials and Supplies	2,372,177	-	2,372,177	-
Contractual Services	2,998,438	4,021,069	7,019,507	51,033
Depreciation	2,084,888	80,899	2,165,787	-
Claims	-	-	-	1,137,432
Other	139,438	-	139,438	-
Total Operating Expense	13,005,517	4,101,968	17,107,485	1,188,465
Operating Income (Loss)	7,198,769	1,223,701	8,422,470	(1,188,465)
NONOPERATING (EXPENSES)				
Loss on Sale of Capital Assets	(958)	-	(958)	-
Interest and Fiscal Charges	(2,021,911)	(77,488)	(2,099,399)	-
Capital Distribution	(482,321)	-	(482,321)	-
Total Nonoperating (Expenses)	(2,505,190)	(77,488)	(2,582,678)	-
Contributions from Grants	-	198,794	198,794	-
Transfers In	17,638	-	17,638	865,000
Transfers Out	-	(59,397)	(59,397)	-
Change in Net Position	4,711,217	1,285,610	5,996,827	(323,465)
Net Position - Beginning of Year	69,488,544	5,505,422	74,993,966	(52,999)
Net Position - End of Year	\$ 74,199,761	\$ 6,791,032	\$ 80,990,793	\$ (376,464)

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

City of Euclid, Ohio
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2020

	Enterprise Funds			Governmental
	Waste Water Treatment	Other Enterprise Funds	Total	Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Received from Charges for Services	\$ 19,318,844	\$ 2,981,393	\$ 22,300,237	\$ -
Other Cash Receipts	49,068	2,204,765	2,253,833	-
Cash Payments to Employees for Services and Benefits	(4,843,123)	-	(4,843,123)	-
Cash Payments for Goods and Services	(5,050,875)	(3,730,027)	(8,780,902)	(51,033)
Cash Payments for Claims	-	-	-	(837,432)
Other Cash Payments	(168,554)	-	(168,554)	-
Net Cash Provided by (Used in) Operating Activities	<u>9,305,360</u>	<u>1,456,131</u>	<u>10,761,491</u>	<u>(888,465)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Operating Grant	-	198,794	198,794	-
Proceeds from OPWC Loan	-	44,483	44,483	-
Principal Paid on Debt	-	(818,452)	(818,452)	-
Interest Paid on Debt	-	(70,255)	(70,255)	-
Transfers In	8,394,321	-	8,394,321	865,000
Transfers Out	(8,376,683)	(59,397)	(8,436,080)	-
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>17,638</u>	<u>(704,827)</u>	<u>(687,189)</u>	<u>865,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from OWDA and OPWC Loans	9,700,231	-	9,700,231	-
Principal Paid on Debt	(5,779,554)	-	(5,779,554)	-
Interest Paid on Debt	(1,883,051)	-	(1,883,051)	-
Payments for Capital Acquisitions	(11,182,825)	-	(11,182,825)	-
Net Cash (Used in) Capital and Related Financing Activities	<u>(9,145,199)</u>	<u>-</u>	<u>(9,145,199)</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	177,799	751,304	929,103	(23,465)
Cash and Cash Equivalents - Beginning of Year	27,274,417	5,160,260	32,434,677	97,001
Cash and Cash Equivalents - End of Year	<u>\$ 27,452,216</u>	<u>\$ 5,911,564</u>	<u>\$ 33,363,780</u>	<u>\$ 73,536</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 7,198,769	\$ 1,223,701	\$ 8,422,470	\$ (1,188,465)
Adjustments:				
Depreciation	2,084,888	80,899	2,165,787	-
(Increase) Decrease in Assets and Deferred Outflows of Resources:				
Accounts Receivable	(836,374)	(69,501)	(905,875)	-
Materials and Supplies Inventory	(24,902)	3,011	(21,891)	-
Prepaid Items	(16,362)	(17,342)	(33,704)	-
Net Pension Asset	(18,553)	-	(18,553)	-
Deferred Outflows - Pension	1,168,191	-	1,168,191	-
Deferred Outflows - OPEB	(230,700)	-	(230,700)	-
Increase (Decrease) in Liabilities and Deferred Inflows of Resources:				
Accounts Payable	331,888	94,896	426,784	-
Contracts Payable	-	92,493	92,493	-
Customer Deposits Payable	-	2,535	2,535	-
Unearned Revenue	-	(20,010)	(20,010)	-
Accrued Wages and Benefits	18,346	-	18,346	-
Compensated Absences Payable	21,478	-	21,478	-
Retainage Payable	-	65,449	65,449	-
Intergovernmental Payable	(323)	-	(323)	-
Claims Payable	1,739	-	1,739	300,000
Net Pension Liability	(1,794,436)	-	(1,794,436)	-
Net OPEB Liability	84,331	-	84,331	-
Deferred Inflows - Pension	879,857	-	879,857	-
Deferred Inflows - OPEB	437,523	-	437,523	-
Net Cash Provided by (Used in) Operating Activities	<u>\$ 9,305,360</u>	<u>\$ 1,456,131</u>	<u>\$ 10,761,491</u>	<u>\$ (888,465)</u>

Schedule of Noncash Investing, Capital, and Related Financing Activities

Capitalized interest	\$ 187,897	\$ -	\$ 187,897	\$ -
Net impact of accruals related to capital assets	77,835	-	77,835	-
Capital Contribution to Governmental Activities from the Waste Water Treatment Fund	482,321	-	482,321	-

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

City of Euclid, Ohio
Statement of Fiduciary Net Position
Custodial Funds
December 31, 2020

	Custodial Funds
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 160,649
Cash and Cash Equivalents in Segregated Accounts	337,500
Total Assets	498,149
 LIABILITIES	
Due to External Parties	498,149
Total Liabilities	498,149
 NET POSITION	
Restricted For:	
Individuals, Organizations, and Other Governments	-
Total Net Position	\$ -

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

City of Euclid, Ohio
Statement of Change in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2020

	Custodial Funds
ADDITIONS	
Fines and Forfeitures for Other Governments	\$ 4,078,387
Miscellaneous	100
Total Additions	4,078,487
DEDUCTIONS	
Fines and Forfeitures Distributions to Other Governments	4,078,387
Medical, Dental, and Life Insurance for Retirees	100
Total Deductions	4,078,487
Net Increase (Decrease) in Fiduciary Net Position	-
Net Position - Beginning of Year	-
Net Position - End of Year	\$ -

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

Notes to the Basic Financial Statements

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020

NOTE 1: DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Euclid, Ohio (the City) was incorporated in 1931 and includes an area of approximately 10.3 square miles. The City operates under an elected Mayor/Council (nine members) administrative/legislative form of government and provides services to its more than 48,000 residents. The City established a formal charter in 1951 which governs its operations.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading.

The primary government of the City consists of all funds, departments, boards, and agencies that are not legally separate from the City. For the City of Euclid, this includes police and fire protection, parks and recreation, planning, zoning, public safety, public service, street maintenance, sanitation system, and a staff to provide support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers. The operation of each of these activities and entities is directly controlled by the City Council through the budgetary process. Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; (3) the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City has one component unit, the Euclid Development Corporation.

Euclid Development Corporation (EDCOR) The Euclid Development Corporation (EDCOR) is a legally separate, non-profit organization served by a board of trustees in which a majority is appointed by the City. Potential board members must work or live within the City. EDCOR was formed under Chapter 1702 of the Ohio Revised Code for the purpose of providing administrative program assistance to the Community Development Department while combating deterioration and lessening the burdens of government by advancing, encouraging, and promoting residential and commercial redevelopment and revitalization in the City. The City subsidizes EDCOR's entire operation from its Community Development Block Grant. Based on the significant services and resources provided by the City to EDCOR and EDCOR's administrative program assistance to the Community Development Program of the City, the City has chosen the discrete method of presentation for the EDCOR. The discrete method of presentation requires component unit data to be reported together with, but separately from the data of the primary government in the government-wide financial statements. EDCOR operates on a fiscal year ending December 31. Separately issued financial statements can be obtained from the Euclid Development Corporation, 585 East 222nd Street, Euclid, Ohio 44123.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. 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 statements distinguish between those activities of the City that are governmental and those that are considered business-type activities. As a general rule, the activity of the Internal Service Fund is eliminated to avoid "doubling up" revenues and expenses. An exception to this general rule is that interfund services provided and used are not eliminated in the process of consolidation.

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 and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the City, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function 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 proprietary 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. Fiduciary funds are reported by type.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. 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 typically 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 compared to liabilities and deferred inflows of resources is reported as fund balances. The following are the City's major governmental funds:

General Fund This fund is the operating fund of the City and is used to account for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio.

General Obligation Bond Retirement Fund This fund is used to account for the tax levies and transfers in that are restricted for the repayment of general obligation bonded debt.

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 major enterprise fund:

Waste Water Treatment Fund This fund is used to account for revenues and expenses related to the operation and maintenance of the City's sewage treatment plant and the construction and maintenance of the City's sanitary and storm sewers.

The other enterprise funds of the City are used to account for water line improvement and the Briardale Greens golf course.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Fund Accounting (Continued)

Internal Service Fund The Internal Service Fund accounts 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 Internal Service Fund reports on a self-insurance program to ensure the City, its properties, and its officers and employees against liability, expense, loss, and damage which arise, or is claimed to have arisen, from the performance or nonperformance of official duties.

Fiduciary Funds Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds. Trust funds are distinguished from custodial funds by the existence of a trust agreement or equivalent arrangements that have certain characteristics. Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund.

The City's fiduciary funds are custodial funds. Custodial funds are used to account for retirees' insurance, fines and fees collected by the Euclid Municipal Court (excluding those due to the City of Euclid), and property room and narcotics holding that are due to others.

C. Measurement Focus

Government-wide Financial Statements The government-wide financial statements are presented using the economic resources measurement focus. All assets, deferred outflows of resources, 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 current liabilities 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 governmental funds.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Measurement Focus** (Continued)

Like the government-wide statements, all proprietary funds are accounted for on a flow of economic resources measurement focus. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of these funds are included on the Statement of Net Position. The Statement of Revenues, Expenses, and Changes in Net Position present 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.

D. **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 sixty days of year-end.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 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.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

D. Basis of Accounting (Continued)

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, interest, grants, fees, and rentals.

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

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

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, payments in lieu of taxes, pension, OPEB and unavailable revenues. Property taxes and payments in lieu of taxes represent amounts for which there is an enforceable legal claim as of December 31, 2020, but which were levied to finance year 2021 operations. The property taxes and payments in lieu of taxes have been recorded as deferred inflows on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, municipal income taxes, intergovernmental grants, special assessments, charges for services, other local taxes, and miscellaneous revenue. These amounts are deferred and recognized as inflows of resources in the period the amounts become available. The details of these unavailable revenues are identified on the Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities on page 25. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position (See Notes 14 and 15).

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

D. Basis of Accounting (Continued)

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

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

E. Budgetary Process

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

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 budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources in effect when final appropriations were passed by Council.

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

F. Cash and Cash Equivalents

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

The City has segregated bank accounts for monies held separate from the City's bank accounts. These interest-bearing deposits accounts are presented on the combined balance sheet as "Cash and Cash Equivalents in Segregated Accounts" since they are not required to be deposited into the City's treasury. The cash of the municipal court accounts, employees' portion of flex spending accounts, and the managing of the Shore Cultural Centre, and Briardale Greens golf course are included in this line item.

The City has cash with a fiscal agent. This amount represents the amount the City has on deposit to cover early uses of the employee flex spending accounts.

The City has cash with an escrow agent. This amount represents the cash held for the City by a bank for the payment of debt principal and interest as they come due and to purchase capital assets from a capital lease is included on the financial statements as "cash and cash equivalents with escrow agents".

During 2020, the City invested in State Treasurer Asset Reserve of Ohio (STAR Ohio), U.S. agency debt securities, U.S. Treasuries, commercial paper, and negotiable certificates of deposit. Investments are reported at fair value, which is based on quoted market prices.

The City's investment in 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 and is recognized as an external investment pool by the City. The City measures their investment in STAR Ohio as the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value.

For 2020, there were no limitation or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$100 million. STAR Ohio reserves the right to limit the transaction to \$100 million, requiring the excess amount to be transacted the following business day(s), but only to the \$100 million limit. All accounts of the participant will be combined for these purposes.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

F. Cash and Cash Equivalents (Continued)

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2020 amounted to \$744,699, which includes \$591,501 assigned from other City funds.

Investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are presented on the financial statements as cash equivalents. Investments with an original maturity of more than three months, not purchased from the pool, are reported as investments.

G. Inventory

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

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2020, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which services are consumed.

I. Capital Assets

General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the government-wide Statement of Net Position but are not reported in the fund financial statements.

Capital assets utilized by the proprietary 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 back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

I. Capital Assets (Continued)

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

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	20-40 Years
Building and Improvements	20-40 Years
Furniture, Fixtures, and Equipment	3-15 Years
Infrastructure	25-50 Years

The City's infrastructure consists of streets, storm sewers, and sanitary sewers.

J. Interfund Balances

On fund financial statements, outstanding interfund loans are reported as "interfund receivables/payables." Interfund loans which do not represent available expendable resources are equally offset in the nonspendable fund balance unless the proceeds from their collection are restricted, committed, or assigned. Interfund balance amounts are eliminated in the Statement of Net Position, except for any residual amounts due between governmental and business-type activities, which are presented as internal balances.

K. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future. 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 termination policy.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

K. Compensated Absences (Continued)

In the 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 amount “Matured Compensated Absences” in the fund or funds from which they employees who have accumulated the leave are paid.

L. 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 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 fiscal year. Bonds, capital leases, and long-term loans are recognized as a liability on the governmental fund financial statements when due. Net pension/OPEB liability should be recognized in the governmental funds to the extent that benefit payments are due and payable and the pension/OPEB plan’s fiduciary net position is not sufficient for payment of those benefits.

M. Fund Balance

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

Nonspendable – The nonspendable fund balance classification includes amounts that cannot be spent because they are not spendable in form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or 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.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

M. Fund Balance (Continued)

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of the City’s Council. Those committed amounts cannot be used for any other purpose unless the City’s Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. 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. In the General Fund, assigned amounts would represent intended uses established by City Council.

Unassigned – Unassigned fund balance is the residual classification for the General Fund and includes all spendable amounts not contained in the other classifications. In the other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

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 amounts, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Net Position is the residual amount when comparing assets and deferred outflows of resources to liabilities and deferred inflows of resources. The net investment in capital assets component of net position consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. The restricted component of net position is reported when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

N. Net Position

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

O. Operating Revenue 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 for sewer services, water services, golf, and self-insurance programs. Operating expenses are necessary costs that have been incurred in order to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating.

P. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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 nonoperating 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.

Q. Bond Premium

On the government-wide financial statement, bond premiums are deferred and amortized over the term of the bonds using the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are receipted in the year the bonds are issued.

R. Gain/Loss on Refunding

On the government-wide financial statement, 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 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.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence. No extraordinary or special items occurred in 2020.

T. 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.

U. Pensions/Other Postemployment Benefits (OPEB)

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

NOTE 3: **CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF NET POSITION**

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

GASB Statement No. 83, *Certain Asset Retirement Obligations*. This Statement addresses accounting and financial reporting for certain asset retirement obligations (AROs). The City recorded an asset retirement obligation for the underground gas tanks. These changes were incorporated in the City's 2020 financial statements; and had the following effect on the beginning net position.

	Governmental Activities
Net Position December 31, 2019	\$ (13,848,913)
Adjustments:	
Implementation of GASB 83	(240,000)
Restated Net Position December 31, 2019	\$ (14,088,913)

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 3: CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF NET POSITION (Continued)

GASB Statement No. 88, *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*. The objective of this Statement is to improve the information that is disclosed in notes to government financial statements related to debt, including direct borrowings and direct placements. It also clarifies which liabilities governments should include when disclosing information related to debt. These changes were incorporated in the City’s financial statements; however, there was no effect on the beginning net position/fund balance.

GASB Statement No. 90, *Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*. The primary objectives of this Statement are to improve the consistency and comparability of reporting a government’s majority equity interest in a legally separate organization and to improve the relevance of financial statements information for certain component units. The implementation of this Statement did not have an effect on the financial statements of the City.

NOTE 4: ACCOUNTABILITY AND COMPLIANCE

A. Accountability

The following funds had deficits in fund balance or deficits in net position as of December 31, 2020:

<i>Governmental Funds</i>	
<i>Nonmajor</i>	
Other Grants	\$ 613,051
Community Development Block Grant	39,073
Public Building Construction	358,313
<i>Total Governmental Funds</i>	<u><u>\$ 1,010,437</u></u>
Enterprise Fund	
Water Line Improvement	<u><u>\$ 1,316,225</u></u>
Internal Service Fund	
Self-Insurance	<u><u>\$ 376,464</u></u>

The deficits in the aforementioned funds resulted from recognition of accrued liabilities and negative cash balances. The General Fund is responsible to cover deficit fund balances by means of a transfer. However, this is done when cash is needed rather when accruals occur.

B. Compliance

The City has negative cash balances in the Community Development Block Grant Fund, Other Grants Fund, and the CARES Act fund in the amounts of \$139,495, \$356,234, and \$212,012, respectively. This indicates that revenue from other sources were used to pay obligations contrary to Ohio Revised Code Section 5705.10.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 5: BUDGETARY BASIS OF ACCOUNTING

While the City is reporting financial position, results of operations, and changes in fund balances/fund equity on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for transactions on a basis of cash receipts, disbursements, and encumbrances.

The Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the General 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:

- Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- Encumbrances are treated as expenditures (budget basis) rather than as a part of restricted, committed and assigned fund balance (GAAP basis); and
- Some funds are included in the General Fund (GAAP basis), but have separate legally adopted budgets (budget basis).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund.

	General
GAAP Basis	\$ 5,322,333
Increase (Decrease) Due to:	
Revenue Accruals	(469,362)
Expenditure Accruals	290,419
Fund with Legally Adopted Budgets	(281,125)
Outstanding Encumbrances	(973,435)
Budget Basis	\$ 3,888,830

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 6: FUND BALANCE

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 governmental funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	General Obligation Bond Retirement	Other Governmental Funds	Total
<i>Nonspendable</i>				
Prepaid Items	\$ 92,522	\$ -	\$ 14,167	\$ 106,689
Materials and Supplies Inventory	76,770	-	133,205	209,975
Unclaimed Funds	105,503	-	-	105,503
Notes Receivable	315,313	-	-	315,313
<i>Total Nonspendable</i>	<u>590,108</u>	<u>-</u>	<u>147,372</u>	<u>737,480</u>
<i>Restricted for</i>				
Transportation	-	-	2,277,264	2,277,264
Drug & Alcohol Enforcement	-	-	190,001	190,001
Municipal Court	-	-	470,035	470,035
Recreation	-	-	223,396	223,396
HOME Grant	-	-	16,799	16,799
Neighborhood Stabilization	-	-	105,575	105,575
Law Enforcement	-	-	206,336	206,336
Assets Held for Resale	-	-	161,160	161,160
Capital Improvements	-	-	3,120,829	3,120,829
Recreation Capital	-	-	846,073	846,073
TIF Capital Projects	-	-	722,097	722,097
Other Capital Improvements	-	-	4,371	4,371
Bond Retirement	-	720,456	-	720,456
<i>Total Restricted</i>	<u>-</u>	<u>720,456</u>	<u>8,343,936</u>	<u>9,064,392</u>
<i>Committed to</i>				
Nuisance Abatement	312,254	-	-	312,254
Community Television	3,029	-	-	3,029
Animal Shelter	-	-	18,751	18,751
<i>Total Committed</i>	<u>315,283</u>	<u>-</u>	<u>18,751</u>	<u>334,034</u>
<i>Assigned to</i>				
Subsequent Year Appropriations	1,462,469	-	-	1,462,469
Purchases on Order:				
Safety Forces	228,800	-	-	228,800
Parks and Senior Center	6,052	-	-	6,052
Public Health	26	-	-	26
Community and Economic Development	4,624	-	-	4,624
Sanitation	252	-	-	252
General Government	602,068	-	-	602,068
<i>Total Assigned</i>	<u>2,304,291</u>	<u>-</u>	<u>-</u>	<u>2,304,291</u>
<i>Unassigned (Deficit)</i>	11,039,794	-	(1,011,218)	10,028,576
Total Fund Balances	<u>\$ 14,249,476</u>	<u>\$ 720,456</u>	<u>\$ 7,498,841</u>	<u>\$ 22,468,773</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 7: DEPOSITS AND INVESTMENTS

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

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

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

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

- United States Treasury notes, 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;
- Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
- Written repurchase agreements in the securities listed above provided that 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 that the term of the agreement must not exceed thirty days;
- Commercial paper notes issued by an entity that has assets exceeding five hundred million;
- Bonds and other obligations of the State of Ohio;

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 7: **DEPOSITS AND INVESTMENTS** (Continued)

- No-load money market mutual funds consisting exclusively of obligations described in the first two sections above;
- The obligations described in the second section above of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and
- The State Treasurer’s investment pool (STAR Ohio).

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

- Bonds of the State of Ohio;
- 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
- 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. Investments may only be made through specified dealers and institutions.

Cash on Hand

The City had \$7,020 in undeposited cash on hand, which is reported on the balance sheet as part of “Equity in Pooled Cash and Cash Equivalents”.

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in possession of an outside party. At year-end, the carrying amount of the City’s deposits was \$24,079,031 (which does not include cash in segregated accounts of \$597,075 and cash with escrow agent of \$13,053) and the bank balance was \$25,698,497. Of the bank balance, \$1,241,569 was covered by Federal depository insurance and \$10,306,573 uninsured and collateralized with securities held by the pledging financial institution’s trust department or agent, but not in the City’s name, and \$14,150,355 was uninsured and uncollateralized. One of the City’s financial institutions were approved for a reduced collateral rate of 50 percent through the Ohio Pooled Collateral System, resulting in the uninsured and uncollateralized balance.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 7: **DEPOSITS AND INVESTMENTS** (Continued)

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

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

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. The City's financial institutions were enrolled in OPCS as of December 31, 2020.

Investments

Fair value is determined by quoted market prices and acceptable other pricing methodologies. The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs. Level 3 inputs are significant unobservable inputs. The City's investments measured at fair value are valued using methodologies that incorporate market inputs such as benchmark yields, reported trades, broker/dealer quotes, issuer spreads, two-sided markets, benchmark securities, bids, offers and reference data including market research publications. Market indicators and industry and economic events are also monitored, which could require the need to acquire further market data. (Level 2 inputs). The following identify the City's recurring fair value measurement value. As previously discussed, Star Ohio is reported at its net asset value. As of December 31, 2020, fair value was \$443,906 above the City's net cost for investments.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 7: DEPOSITS AND INVESTMENTS (Continued)

As of December 31, 2020, the City had the following investments:

	Measurement Value	Level Input	Credit Rating	Investment Maturities (in Years)		
				<1	1-3	3-5
Federal Home Loan Mortgage Corp.	\$ 1,500,010	2	AA+	\$ -	\$ 500,360	\$ 999,650
Federal Home Loan Bank	819,417	2	AA+	-	-	819,417
Federal Farm Credit Bank	5,916,211	2	AA+	-	2,857,363	3,058,848
Federal National Mortgage Association	1,269,685	2	AA+	-	-	1,269,685
Negotiable Certificates of Deposit	6,174,001	2	N/A	-	981,164	5,192,837
U.S. Treasuries	1,941,627	2	N/A	394,727	1,546,900	-
Commercial Paper	4,096,966	2	A-1	4,096,966	-	-
Star Ohio	4,251,204	N/A	N/A	4,251,204	-	-
Total Investments	<u>\$ 25,969,121</u>			<u>8,742,897</u>	<u>5,885,787</u>	<u>11,340,437</u>

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

Custodial Credit Risk For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Federal Home Loan Bonds, and Federal National Mortgage Association securities are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the City's name. The City has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the Finance Director or qualified trustee. The City's investments in negotiable certificates of deposit of \$6,174,001 were fully covered by the FDIC.

Credit Risk The City has no investment policy that would further limit its investment choices. Credit ratings, if available, are provided in the aforementioned table by Standard & Poor's.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 7: **DEPOSITS AND INVESTMENTS** (Continued)

Concentration of Credit Risk The City places no limit on the amount it may invest in any one issuer. The following is the City’s allocation as of December 31, 2020:

Percentage of Total Investments	
Federal Home Loan Mortgage Corp.	6%
Federal Home Loan Bank	3%
Federal Farm Credit Bank	23%
Federal National Mortgage Association	5%
Negotiable Certificates of Deposit	24%
U.S. Treasuries	7%
Commercial Paper	16%
Star Ohio	16%
Total	100%

Component Unit - Euclid Development Corporation (EDCOR)

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, EDCOR will not be able to recover deposits or collateral securities that are in possession of an outside party. At year-end, the carrying amount and bank balance of EDCOR’s deposits was \$593,047. Of the bank balance, the full amount was covered by Federal depository insurance.

EDCOR has no deposit policy for custodial risk beyond the requirements of the State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with EDCOR 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 one hundred five percent of the deposits being secured.

NOTE 8: **RECEIVABLES**

Receivables at December 31, 2020, consisted primarily of municipal income taxes, property and other taxes, accounts (billings for utility services), special assessments, accrued interest on investments, and intergovernmental receivables arising from entitlements and shared revenues. All receivables are deemed collectible in full. Special assessments outstanding at December 31, 2020, are \$4,448,032 with delinquent special assessments outstanding being \$1,203,669.

No allowance for doubtful accounts has been recorded because uncollectible amounts are expected to be insignificant.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 8: **RECEIVABLES** (Continued)

A. Property Taxes

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Property tax revenue received during 2020 for real and public utility property taxes represents collections of 2019 taxes. Property tax payments received during 2020 for tangible personal property (other than public utility property) are for delinquent taxes from prior years.

2020 real property taxes are levied after October 1, 2020, on the assessed value as of January 1, 2020, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2019 real property taxes are collected in and intended to finance 2020.

Public utility real and tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2020 public utility property taxes which become a lien December 31, 2019 are levied after October 1, 2020, and are collected in 2021 with real property taxes.

The full tax rate for all City operations for the year ended December 31, 2020, was \$13.60 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2020 property tax receipts were based are as follows:

Real Property	\$ 615,910,150
Public Utility Property	<u>27,795,980</u>
Total Valuation	<u><u>\$ 643,706,130</u></u>

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.

The Cuyahoga County Fiscal Officer collects property taxes on behalf of all taxing districts in the County, including the City of Euclid. The County Fiscal Officer periodically remits to the City its portion of the taxes collected. Property taxes receivable represents real and tangible personal property taxes, public utility taxes, and outstanding delinquencies, which are measurable as of December 31, 2020, and for which there is an enforceable legal claim. In the governmental funds, the entire receivable has been offset by deferred inflows of resources since the current taxes were not levied to finance 2020 operations and the collection of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue is deferred.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 8: **RECEIVABLES** (Continued)

B. Income Tax

The City levies a municipal income tax of 2.85 percent on substantially all income earned within the City. The 0.85 percent collected is to be split between the City and the Euclid City School District at a ratio of 0.38 percent for the City and 0.47 percent for the District. In addition, residents are required to pay City income tax on income earned outside the City; however, a 100 percent credit is allowed for income taxes paid to other municipalities.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are received by the General Fund.

C. Intergovernmental Receivables

A summary of the principal items of intergovernmental receivables follows:

<i>Governmental Activities</i>	
Local Government (County & State)	\$ 870,685
Gasoline Tax	937,733
Homestead and Rollback	257,330
Permissive Tax	17,449
Motor Vehicle Tax	118,769
Various Grants	336,637
Other Intergovernmental	764,215
Total Intergovernmental Receivable	<u>\$ 3,302,818</u>

D. Notes and Loans Receivable

General Fund notes receivable represent amounts loaned to a major corporation in connection with an economic development and rehabilitation project. These notes will be paid back to the City over 30 years by the corporation at an interest rate of 2 percent. The City will incur interest charges at a rate of 4.35 percent on the bonds that had been issued by the City in conjunction with this program. The difference in the interest rates is a subsidy which will be funded by nontax revenue sources.

The Component Unit's loans receivable represent low interest loans for home improvements granted to eligible City residents through the Euclid Development Corporation (EDCOR) under the Federal Community Development Block Grant program. The loans bear interest at an annual rate of 3 percent. The loans are to be repaid over a period ranging up to 10 years.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 9: CONTINGENCIES

A. Grants

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

B. Litigation

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

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City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 10: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2020, was as follows:

	Balance 12/31/2019	Additions	Deletions	Balance 12/31/2020
Governmental Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$ 10,775,705	\$ -	\$ -	\$ 10,775,705
Construction in Progress	6,301,317	1,191,690	-	7,493,007
<i>Total Capital Assets, Not Being Depreciated</i>	<u>17,077,022</u>	<u>1,191,690</u>	<u>-</u>	<u>18,268,712</u>
<i>Capital Assets, Being Depreciated</i>				
Land Improvements	9,322,583	-	-	9,322,583
Buildings and Improvements	17,290,886	-	-	17,290,886
Furniture, Fixtures, and Equipment	15,388,726	1,401,572	620,552	16,169,746
Infrastructure:				
Streets	133,417,465	482,321	-	133,899,786
<i>Total Capital Assets, Being Depreciated</i>	<u>175,419,660</u>	<u>1,883,893</u>	<u>620,552</u>	<u>176,683,001</u>
Less Accumulated Depreciation:				
Land Improvements	(6,545,460)	(193,784)	-	(6,739,244)
Buildings and Improvements	(10,133,545)	(364,442)	-	(10,497,987)
Furniture, Fixtures, and Equipment	(10,909,646)	(750,774)	(557,458)	(11,102,962)
Infrastructure:				
Streets	(118,667,844)	(2,747,794)	-	(121,415,638)
<i>Total Accumulated Depreciation</i>	<u>(146,256,495)</u>	<u>(4,056,794) *</u>	<u>(557,458)</u>	<u>(149,755,831)</u>
Total Capital Assets, Being Depreciated, Net	<u>29,163,165</u>	<u>(2,172,901)</u>	<u>63,094</u>	<u>26,927,170</u>
Governmental Activities Capital Assets, Net	<u>\$ 46,240,187</u>	<u>\$ (981,211)</u>	<u>\$ 63,094</u>	<u>\$ 45,195,882</u>

*Depreciation Expense was charged to governmental functions as follows:

General Government	\$ 221,970
Security of Persons and Property	515,690
Leisure Time Services	225,121
Community and Economic Development	92,297
Transportation	3,001,716
	<u>\$ 4,056,794</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 10: CAPITAL ASSETS (Continued)

	Balance 1/1/2020	Additions	Deletions	Balance 12/31/2020
Business-Type Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$ 8,336,966	\$ -	\$ -	\$ 8,336,966
Construction in Progress	125,197,682	11,144,715	7,422,303	128,920,094
<i>Total Capital Assets, Not Being Depreciated</i>	<u>133,534,648</u>	<u>11,144,715</u>	<u>7,422,303</u>	<u>137,257,060</u>
<i>Capital Assets, Being Depreciated</i>				
Land Improvements	1,493,948	-	-	1,493,948
Buildings and Improvements	14,527,598	-	-	14,527,598
Furniture, Fixtures, and Equipment	9,896,446	31,020	47,906	9,879,560
Infrastructure:				
Sanitary Sewers	59,247,847	6,869,237	-	66,117,084
Storm Sewers	16,424,744	-	-	16,424,744
<i>Total Capital Assets, Being Depreciated</i>	<u>101,590,583</u>	<u>6,900,257</u>	<u>47,906</u>	<u>108,442,934</u>
Less Accumulated Depreciation:				
Land Improvements	(1,315,872)	(33,031)	-	(1,348,903)
Buildings and Improvements	(8,883,335)	(302,766)	-	(9,186,101)
Furniture, Fixtures, and Equipment	(8,157,246)	(202,151)	(46,948)	(8,312,449)
Infrastructure:				
Sanitary Sewers	(10,934,982)	(1,310,853)	-	(12,245,835)
Storm Sewers	(6,534,104)	(316,986)	-	(6,851,090)
<i>Total Accumulated Depreciation</i>	<u>(35,825,539)</u>	<u>(2,165,787)</u>	<u>(46,948)</u>	<u>(37,944,378)</u>
Total Capital Assets, Being Depreciated, Net	<u>65,765,044</u>	<u>4,734,470</u>	<u>958</u>	<u>70,498,556</u>
Business-Type Activities Capital Assets, Net	<u>\$ 199,299,692</u>	<u>\$ 15,879,185</u>	<u>\$ 7,423,261</u>	<u>\$ 207,755,616</u>

A project that was originally established with the intention that they would result in capital projects was deleted from construction in progress in 2020 due to the fact that they would no longer result in capital assets.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS

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

Debt Issue	Interest Rate	Original Issue Date	Original Issue Amount	Date of Maturity
<i>General Obligation Bonds:</i>				
Various Purpose and Refunding - 2011A	2.00-4.00	2011	\$ 5,437,000	2021
Various Purpose Refunding - 2014	2.34	2014	7,023,229	2025
Various Purpose Refunding - 2019	2.68	2019	2,931,000	2028
Various Purpose Refunding - 2020	1.87	2020	1,627,446	2031
<i>Long-term Notes Payable:</i>				
Various Purpose - 2019	3.000	2019	5,000,000	2020
Various Purpose - 2020	2.250	2020	5,853,000	2021
<i>Income Tax Special Obligation bonds:</i>				
Various Purpose - 2015	2.48	2015	6,999,000	2030
<i>Ohio Public Works Commission</i>				
East 222nd Reconstruction -2006	0.00	2006	1,257,200	2029
<i>Enterprise General Obligation Bonds:</i>				
Various Purpose Refunding - 2014	2.34	2014	506,771	2025
Various Purpose Refunding - 2020	1.87	2020	4,952,554	2031
<i>Enterprise OWDA Loans*:</i>				
Land Acquisition for Wastewater Treatment Plant	3.36	2012	908,840	2038
SSO Elimination	3.05	2013	718,696	2033
SSO 25, 26 & 27, E. 220th, E. 194th & E. 222nd	3.44	2014	4,473,345	2035
WWTP Sludge Transfer Force Main - 2014	2.18	2014	2246817	2035
Edgecliff San. Sewer Relining, SSO #28 Elimination	2.29	2015	540,603	2037
East 219th & East 221st I&I Reduction	2.28	2017	948,647	2038
Brandywine SSO Elimination	2.23	2017	408,169	2038
Effingham SSO 36 Elimination	1.84	2018	1,439,560	2038
<i>Enterprise OPWC Loans*:</i>				
East 226th Street/Edgecliff - 2003	0.00	2003	1,528,108	2023
East 197th Street - 2001	0.00	2001	759,025	2020
East 255th Street - 2002	0.00	2002	400,534	2022
East 216th Street - 2004	0.00	2004	581,131	2024
Brandywine Pump Station - 2006	0.00	2006	408,000	2028
Chatworth Dr. Sanitary -2006	0.00	2006	240,400	2028
Euclid Ave/Babbitt Rd -2006	0.00	2006	540,900	2028
Miller Avenue - 2001	0.00	2001	1,689,900	2020
East 222nd Street -2003	0.00	2003	874,958	2023
East 214th Street - 2001	0.00	2001	262,735	2020
Euclid Avenue Improvement - 2008	0.00	2008	552,000	2028
East 222nd Street/Tungsten Road - 2009	0.00	2009	779,300	2039
Dille Road/East 204th Street - 2009	0.00	2009	950,000	2029
East 264th Street - 2010	0.00	2010	439,500	2030
East 248th Street/Shoreview - 2010	0.00	2010	887,600	2040
East 214th Street/Lakeshore - 2010	0.00	2010	958,500	2030
Roadway & Utility Improvement - 2011	0.00	2011	693,360	2031
E. 274th and E. 275th SSO Elimination - 2014	0.00	2014	444,774	2035
Crystal/E. 22nd Street/Bruce Storm and Sanitary - 2015	0.00	2015	1,024,500	2037
Edgecliff SSO Elimination - 2015	0.00	2015	768,624	2038
Brandywine Pump Station SSO Elimination- 2016	0.00	2016	406,460	2038
East 222nd Street Replacement - 2019	0.00	2019	1,695,330	2040

* - There are loans that the City has entered into however, these loans are not complete and an amortization schedule has not been provided to the City. Complete details of these loans are not available.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	Restated Principal Outstanding 1/1/2020	Additions	Deletions	Principal Outstanding 12/31/2020	Due Within One Year
Governmental Activities					
<i>General Obligation Bonds:</i>					
Various Purpose - 2011A	\$ 80,000	\$ -	\$ 40,000	\$ 40,000	\$ 40,000
Unamortized Premium	1,154	-	576	578	-
Various Purpose Refunding - 2011A	433,000	-	433,000	-	-
Unamortized Premium	6,961	-	6,961	-	-
Various Purpose - 2011B	1,586,000	-	1,586,000	-	-
Unamortized Premium	14,202	-	14,202	-	-
Various Purpose Refunding - 2014	3,768,232	-	620,753	3,147,479	598,895
Various Purpose Refunding - 2019	2,738,000	-	312,000	2,426,000	318,000
Various Purpose Refunding - 2020	-	1,627,446	126,720	1,500,726	124,161
<i>Total General Obligation Bonds</i>	<u>8,627,549</u>	<u>1,627,446</u>	<u>3,140,212</u>	<u>7,114,783</u>	<u>1,081,056</u>
<i>Long-term Notes Payable:</i>					
Various Purpose - 2019	5,000,000	-	5,000,000	-	-
Unamortized Premium	20,733	-	20,733	-	-
Various Purpose - 2020	-	5,853,000	-	5,853,000	5,853,000
Unamortized Premium	-	40,327	26,888	13,439	-
<i>Total Long-term Notes Payable</i>	<u>5,020,733</u>	<u>5,893,327</u>	<u>5,047,621</u>	<u>5,866,439</u>	<u>5,853,000</u>
<i>Income Tax Special Obligation Bonds:</i>					
Various Purpose - 2015	5,975,000	-	480,000	5,495,000	490,000
<i>Total Income Tax Special Obligation Bonds:</i>	<u>5,975,000</u>	<u>-</u>	<u>480,000</u>	<u>5,495,000</u>	<u>490,000</u>
<i>Ohio Public Works Commission- Direct Borrowing</i>					
East 222nd Reconstruction -2006	835,185	-	41,759	793,426	83,519
<i>Net Pension Liability</i>					
OPERS	14,406,041	(4,235,623)	-	10,170,418	-
OP&F	50,437,539	-	9,485,484	40,952,055	-
<i>Total Net Pension Liability</i>	<u>64,843,580</u>	<u>(4,235,623)</u>	<u>9,485,484</u>	<u>51,122,473</u>	<u>-</u>
<i>Net OPEB Liability</i>					
OPERS	6,660,706	199,054	-	6,859,760	-
OP&F	5,626,985	377,785	-	6,004,770	-
<i>Total Net OPEB Liability</i>	<u>12,287,691</u>	<u>576,839</u>	<u>-</u>	<u>12,864,530</u>	<u>-</u>
<i>Other Obligations:</i>					
Capital Leases	940,557	-	200,449	740,108	158,300
Landfill	159,200	-	-	159,200	-
Asset Retirement Obligation	240,000	-	-	240,000	-
Claims and Judgments Payable	252,393	-	200,816	51,577	-
Compensated Absences	7,359,218	274,865	332,997	7,301,086	325,173
<i>Total Other Obligations</i>	<u>8,951,368</u>	<u>274,865</u>	<u>734,262</u>	<u>8,491,971</u>	<u>483,473</u>
<i>Total Governmental Activities</i>	<u>\$ 106,541,106</u>	<u>\$ 4,136,854</u>	<u>\$ 18,929,338</u>	<u>\$ 91,748,622</u>	<u>\$ 7,991,048</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	Principal Outstanding 1/1/2020	Additions	Deletions	Principal Outstanding 12/31/2020	Due Within One Year
Business-Type Activities					
<i>General Obligation Bonds:</i>					
Waste Water Fund:					
Sewer Improvement - 2011B	\$ 507,000	\$ -	\$ 507,000	\$ -	\$ -
Unamortized Premium	4,534	-	4,534	-	-
Various Purpose Refunding - 2014	541,766	-	89,247	452,519	86,104
Sewer Improvement Refunding - 2020	-	520,004	42,240	477,764	39,672
Water Line Fund:					
Waterline Improvement - 2011B	4,322,000	-	4,322,000	-	-
Unamortized Premium	38,669	-	38,669	-	-
Waterline Improvement Refunding- 2011A	327,000	-	327,000	-	-
Unamortized Premium	5,007	-	5,007	-	-
Waterline Improvement Refunding- 2020	-	4,432,550	359,040	4,073,510	338,167
<i>Total General Obligation Bonds:</i>	<u>5,745,976</u>	<u>4,952,554</u>	<u>5,694,737</u>	<u>5,003,793</u>	<u>463,943</u>
<i>OWDA Loans - Direct Borrowings:</i>					
Waste Water Fund:					
Land Acquisition for Wastewater					
Treatment Facilities - 2012	739,809	-	29,410	710,399	30,406
SSO Elimination - 2013	713,739	23,792	-	737,531	41,561
SSO 25, 26 & 27, E. 220th, E. 194th & E. 222nd - 2014	4,473,345	-	213,827	4,259,518	221,246
WWTP Sludge Transfer Force Main - 2014	2,246,818	-	107,713	2,139,105	110,878
Edgecliff San. Sewer, WWTP Relief Sewer, SSO Elimination - 2014	1,095,370	44,871	-	1,140,241	-
WWTP Headworks Phase 1 - 2015	7,488,408	-	696,109	6,792,299	280,584
Edgecliff San. Sewer Relining, SSO #28 Elimination - 2015	485,703	-	22,850	462,853	23,376
WWTP MBR - Procurement Phase HAB - 2015	22,206,013	-	1,445,231	20,760,782	1,445,232
Headworks part B & EW Basin Phase 1 - 2015	48,762,837	1,894,747	2,615,943	48,041,641	2,674,868
WWTP MBR - NRD - 2017	47,236,177	5,688,382	-	52,924,559	1,053,001
East 219th & East 221st I&I Reduction - 2017	891,448	-	39,228	852,220	40,128
Brandywine SSO Elimination - 2017	383,435	-	16,952	366,483	17,332
Effingham SSO 36 Elimination - 2018	1,406,852	-	66,322	1,340,530	48,675
<i>Total OWDA Loans</i>	<u>138,129,954</u>	<u>7,651,792</u>	<u>5,253,585</u>	<u>140,528,161</u>	<u>5,987,287</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	Principal Outstanding 1/1/2020	Additions	Deletions	Principal Outstanding 12/31/2020	Due Within One Year
Business-Type Activities (Continued)					
<i>OPWC Loans - Direct Borrowings:</i>					
Waste Water Fund:					
East 226th Street/Edgecliff - 2003	\$ 267,422	\$ -	\$ 38,203	\$ 229,219	\$ 76,406
East 197th Street - 2001	37,948	-	18,976	18,972	18,972
East 255th Street - 2002	50,067	-	10,014	40,053	20,028
East 216th Street - 2004	145,281	-	14,529	130,752	29,058
Brandywine Pump Station - 2006	143,803	-	8,460	135,343	16,920
Chatworth Dr. Sanitary -2006	100,102	-	5,888	94,214	11,776
Euclid Ave/Babbit Rd -2006	226,434	-	11,918	214,516	23,836
Euclid Avenue Improvement -2008	293,487	-	11,740	281,747	23,480
Dille Road/ East 204 - 2009	436,504	-	18,187	418,317	36,374
E. 264th Street - 2010	119,380	-	4,974	114,406	9,948
E. 274th and E. 275th SSO Elimination - 2014	366,941	-	11,119	355,822	22,238
Edgecliff SSO Elimination - 2015	710,976	-	19,216	691,760	38,432
Crystal/E. 22nd Street/Bruce Storm and Sanitary - 2015	870,825	-	25,613	845,212	51,226
Brandywine Pump Station SSO Elimination- 2016	386,137	-	10,162	375,975	20,324
East 222nd Street Replacement - 2019	585,297	25,022	-	610,319	15,258
Monterey Avenue Sewer Replacement	-	2,211,314	-	2,211,314	-
Total Waste Water Fund	4,740,604	2,236,336	208,999	6,767,941	414,276
Water Line Fund (a):					
Miller Avenue - 2001	84,495	-	42,248	42,247	42,247
East 222nd Street -2003	174,990	-	21,874	153,116	43,748
East 214th Street - 2001	13,139	-	6,568	6,571	6,571
East 222nd/Tungsten Road - 2009	688,384	-	12,988	675,396	25,976
Dille Road/ East 204 - 2009	133,496	-	5,563	127,933	11,126
E. 264th Street - 2010	13,140	-	548	12,592	1,096
E. 248th Street/Shoreview - 2010	488,849	-	10,864	477,985	21,728
E. 214 Street/Lake Shore - 2010	360,613	-	14,425	346,188	28,850
Roadway & Utility Improvement - 2011	450,684	-	17,334	433,350	34,668
East 222nd Street Replacement - 2019	1,040,528	44,483	-	1,085,011	27,125
Total Water Line Fund	3,448,318	44,483	132,412	3,360,389	243,135
Total OPWC Loan	8,188,922	2,280,819	341,411	10,128,330	657,411
<i>Other Obligations</i>					
Net Pension Liability - OPERS	6,103,168	-	1,794,436	4,308,732	-
Net OPEB Liability - OPERS	2,821,830	84,331	-	2,906,161	-
Capital Leases	315,011	-	195,206	119,805	97,359
Claims Payable	14,387	1,739	-	16,126	8,344
Compensated Absences	878,379	128,433	106,955	899,857	118,093
Total Other Obligations	10,132,775	214,503	2,096,597	8,250,681	223,796
Total Business-Type Activities	\$ 162,197,627	\$ 15,099,668	\$ 13,386,330	\$ 163,910,965	\$ 7,332,437

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: **LONG-TERM OBLIGATIONS** (Continued)

General obligation bonds will be paid from the General Obligation Bond Retirement Debt Service Fund. Special assessment bonds were paid from the proceeds of special assessments levied against benefitted property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

Governmental capital leases will be paid from the General Permanent Improvement Fund. Business-type capital leases will be paid from the Waste Water Treatment Fund and Briardale Golf Course Fund.

Landfill costs are based on estimates as of December 31, 2020. The actual costs may be higher and they will be paid from the General Fund.

The City participates in the State Workers' Compensation retrospective rating and payment system. This plan involves the payment of a minimum premium for administrative services and stop-loss coverage plus the actual claim costs for injured employees. The maintenance of these benefits and claims will be paid from the funds from which the employees are paid. Refer to Note 13 for further information.

There is no repayment schedule for the net pension and OPEB liability; however, employer pension contributions are made from the General Fund, Court Computerization, Court Special Projects, Animal Shelter, Street Maintenance, Community TV, Recreation, Community Development, Neighborhood Stabilization and Other Grants special revenue funds, and Waste Water enterprise fund. Refer to Notes 14 and 15 for further information regarding Net Pension and OPEB Liability.

Compensated absences will be paid from the General Fund, the Court Computerization Fund, the Court Special Projects Fund, the Animal Shelter Fund, the Street Maintenance and Construction Fund, the Community Television Fund, the Recreation Operating Fund, the Community Development Block Grant Fund, the Neighborhood Stabilization Program Fund, the Law Enforcement Trust Fund, the Other Grants Special Revenue Fund, the Recreation Capital Projects Fund, the Bond Retirement Fund, and the Waste Water Treatment Fund.

The general obligation bonds for the water line improvement, OPWC water line loans, and capital leases for machinery and equipment will be paid from water usage charges. As a result of the City entering into an agreement with the City of Cleveland, the general obligation bonds and the OPWC water line loans are no longer associated with capital assets of the City.

The general obligation bonds for sewer improvements, OWDA waste water treatment and collections loans, OPWC waste water improvement loans, and capital leases for equipment will be paid from the sewer user charges.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

The City's total direct borrowing from OPWC contain a provision that in an event of default the amount of such default shall bear interest thereafter at the rate of 8 percent per annum, until the date of payment, and outstanding amounts become immediately due. Also, OPWC may direct the county treasurer to pay the outstanding amount from the portion of the local government fund that would otherwise be remitted to the City.

The City's direct borrowings from OWDA contain a provision that in an event of default the amount of such default shall bear interest at the default rate from the due date until the date of payment. In addition to the interest, a late charge of one percent on the amount of each default shall also be paid to OWDA by the City from the pledged revenues for failure to make the payment.

On November 25, 2014, the City issued \$7,490,000 (\$6,548,507 for governmental activities and \$941,493 for business-type activities) in bonds for the purpose of refunding the callable portion of the City's outstanding various purpose improvements, series 2004 at an interest rate of 2.380 with a final maturity date of December 1, 2025.

On June 3, 2015, the City issued \$6.999 million in various purpose income tax bonds at an interest rate of 2.480 percent with a maturity date of June 1, 2030. These bonds were used to fully retire the 2014 various purpose notes. The original various purpose notes were issued for the purposes of equipment, vehicles, street improvements, and waterfront improvements.

On March 28, 2019, the City issued \$2,931,000 in bonds for the purpose of refunding the callable portion of the City's outstanding various purpose improvements, series 2008 at an interest rate of 2.680 with a final maturity date of December 1, 2028.

On April 29, 2020, the City issued \$5.853 million in various purpose general obligation bond anticipation notes at an interest rate of 2.250 percent with a maturity date of April 29, 2021. The proceeds of these notes were used to fully retire the 2019 various purpose notes and for various capital improvements.

On March 25, 2020 the City issued \$6,580,000 (\$1,627,446 for governmental activities and \$4,952,554 for business-type activities) in General Obligation Current Refunding Bonds that were issued to refund various general obligation bonds. The bonds were issued for a 12-year period with final maturity at December 1, 2031 with a varying interest rate of 1.87 percent. The refunded bonds were called in April 2020.

The issuance resulted in a difference (savings) between the cash flows required to service the old debt and the cash flows required to service the new debt of \$6,515,777. The issuance resulted in an economic gain of \$100,777.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: **LONG-TERM OBLIGATIONS** (Continued)

Prior Years' Debt Defeasance

In prior years, the City has defeased various bond issues by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. Government securities that were placed in the irrevocable trust fund. The investment and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the City's government-wide financial statements. As of December 31, 2020, the amount of defeased debt outstanding but removed from the government-wide financial statements amounted to \$5,215,000.

Legal Debt Margin

The City's overall legal debt margin was \$55,328,378 and the unvoted debt margin was \$35,403,837 at December 31, 2020.

Principal and Interest Requirements

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2020 are as follows:

	General Obligation Bonds		Governmental Activities Income Tax Special Obligation Bonds		OPWC Loan	Total	
	Principal	Interest	Principal	Interest	Principal	Principal	Interest
	2021	\$ 1,081,056	\$ 168,059	\$ 490,000	\$ 130,200	\$ 83,519	\$ 1,654,575
2022	1,068,902	141,800	501,000	117,912	83,519	1,653,421	642,800
2023	1,086,109	116,254	515,000	105,314	83,519	1,684,628	631,254
2024	1,052,068	90,329	528,000	92,380	83,519	1,663,587	618,329
2025	1,080,656	65,395	543,000	79,099	83,518	1,707,174	608,395
2026-2030	1,592,647	101,958	2,918,000	184,413	375,832	4,886,479	3,019,958
2031-2035	152,767	2,784	-	-	-	152,767	2,784
2036-2039	-	-	-	-	-	-	-
Total	<u>\$ 7,114,205</u>	<u>\$ 686,579</u>	<u>\$ 5,495,000</u>	<u>\$ 709,318</u>	<u>\$ 793,426</u>	<u>\$ 13,402,631</u>	<u>\$ 5,821,779</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 11: LONG-TERM OBLIGATIONS (Continued)

	<u>Business Type Activities</u>							
	<u>General Obligation Bonds</u>		<u>OWDA Loans</u>		<u>OPWC Loans</u>	<u>Total</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Principal</u>	<u>Interest</u>	
2021	\$ 463,943	\$ 95,770	\$ 484,927	\$ 278,790	\$ 615,028	\$ 1,563,898	\$ 374,560	
2022	471,098	86,690	503,687	274,891	547,227	1,522,012	361,581	
2023	481,892	77,467	519,371	259,208	527,200	1,528,463	336,675	
2024	491,932	68,030	535,553	243,025	428,921	1,456,406	311,055	
2025	501,343	58,394	552,251	226,328	392,518	1,446,112	284,722	
2026-2030	2,144,348	164,127	3,030,946	861,946	1,808,732	6,984,026	1,026,073	
2031-2035	449,237	7,856	3,433,296	358,523	1,178,746	5,061,279	366,379	
2036-2040	-	-	468,078	15,952	524,017	992,095	15,952	
2041-2045	-	-	-	-	173,334	173,334	-	
2046-2050	-	-	-	-	25,963	25,963	-	
Total	<u>\$ 5,003,793</u>	<u>\$ 558,334</u>	<u>\$ 9,528,109</u>	<u>\$ 2,518,663</u>	<u>\$ 6,221,686</u>	<u>\$ 20,753,588</u>	<u>\$ 3,076,997</u>	

At the end of the year, the City had six OWDA projects and three OPWC projects funded through loans that are not complete and the final amortization schedules are not provided as of year-end.

NOTE 12: COMPENSATED ABSENCES

The criteria for determining the vacation and sick leave liabilities are derived from negotiated agreements and City ordinances. Full-time employees earn 10 to 30 vacation days per year, depending upon length of service. Unused vacation balances that can be carried over to the next year vary according to the employee's classification.

All non-union employees may carry over vacation for a maximum of two years. Union employees may not carry over vacation from one year to the next. Police and fire department employees may convert any unused vacation to comp time. Accumulated, unused vacation, compensatory time, and holidays are paid upon termination of employment. All employees of the City earn sick leave at the rate of 1.25 days per month of work completed except for school guards and certain part-time employees who accrue sick leave at a rate of 4.6 hours per 80 hours of work completed. Full-time fire employees earn 1.5 days of sick leave per month. Sick leave accumulation is unlimited. Upon retirement of non-union employees, total payment is determined by multiplying the hourly rate by the maximum number of hours allowed, depending on the years of service as of January 1, 2005:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 12: **COMPENSATED ABSENCES** (Continued)

<u>Years of Service as of January 1, 2005</u>	<u>Upon Retirement Sick Hours Max Out at:</u>
Hired after January 1, 2005	240
5 or less years	320
6 - 10	480
11 - 15	640
16 - 20	800
Over 20 Years	960

Upon retirement of union employees, individuals with less than 1,200 hours of accumulated sick leave will have their sick leave paid out at the accrued number of hours multiplied by the hourly rate. Individuals with more than 1,200 hours will have the first 1,200 hours multiplied by the hourly rate and any hours over 1,200 multiplied by \$2.50. The City developed this policy in order to limit the amount of sick time it will pay out in the future for retirees.

NOTE 13: **RISK MANAGEMENT**

A. Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. Since 1988, the City is self-funded with regard to general liability. An internal service fund is used to process claims against the City. The City's administrative code includes provisions that the Council shall annually appropriate funds to cover the costs of this fund.

During 2020, the City negotiated with McGowan Insurance Company for commercial insurance coverage relating to property, boiler, and machinery insurance. The cost of the current coverage in effect as of December 31, 2020 was \$92,566.

The City carries a commercial package property insurance policy for blanket coverage. The City also negotiated with McGowan Insurance for police liability insurance covering liabilities related to the police department only. The cost of the current coverage in effect as of December 31, 2020 was \$99,521.

The City's total limit of liability is \$263,863,367 as a result of any one occurrence, regardless of the number of perils, coverages or locations involved. The policy coverage includes loss of business income for specific locations, personal property, securities, and property in the open. Included in this blanket is coverage in land marine, equipment breakdown with its own \$25,000 deductible, and crime shield coverage of \$100,000 per loss with a \$1,000 deductible.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 13: **RISK MANAGEMENT**(Continued)

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there was no significant change in insurance coverage from the prior year.

The claims liability of \$450,000 reported in the Self-Insurance Internal Service Fund at December 31, 2020 consists of settled judgments.

B. Health Insurance

The City participates in a shared-funding plan provided by a commercial insurance carrier. The City will pay up to a predetermined amount toward each employee’s health care costs after employees meet their deductible. Once this “funding corridor” has been met, the insurance company will pay the employee’s remaining annual health care costs.

C. Workers’ Compensation Program

The City participates in the State Workers’ Compensation retrospective rating and payment system. The Plan involves the payment of a minimum premium for administrative services and stop loss coverage plus the actual claim costs for employees injured. The program for workers’ compensation is administered by Associated Compensated Resources. Payments are made directly to the Ohio Bureau of Workers’ Compensation for actual claims processed.

The claims liability of \$106,880 reported in governmental activities and \$16,126 reported in business-type activities is based on the requirements of GASB 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’s claims liability amount for the last three years follows:

<u>December 31,</u>	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2018	\$ 214,903	\$ 202,542	\$ 192,692	\$ 224,753
2019	224,753	60,121	168,094	116,780
2020	116,780	6,226	-	123,006

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: DEFINED BENEFIT PENSION PLANS

A. Net Pension Liability/(Asset)

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

The net pension liability/(asset) 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/(asset) calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting 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.

The remainder of this note includes the required pension disclosures.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

B. 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' Comprehensive Annual Financial Report referenced above for additional information):

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

B. Plan Description - Ohio Public Employees Retirement System (OPERS) (Continued)

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 traditional plan 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.

A death benefit of \$500 - \$2,500, determined by the number of years of service credit of the retiree, is paid to the beneficiary of a deceased retiree or disability benefit recipient under the Tradition pension plan and the Combined Plan.

The OPERS Board of Trustees approved a proposal at its October 2019 meeting to create a new tier of membership in the OPERS traditional pension plan. OPERS currently splits its non-retired membership into Group A, B or C depending on age and service criteria. Retirement Group D would consist of OPERS contributing members hired in 2022 and beyond. Group D will have its own eligibility standards, benefit structure and unique member features designed to meet the changing needs of Ohio public workers. It also will help OPERS address expected investment market volatility and adjust to the lack of available funding for health care.

Defined contribution plan benefits are established in the plan documents, which may be amended by the Board. Member-directed plan and combined plan members who have met the retirement eligibility requirements may apply for retirement benefits. The amount available for defined contribution benefits in the combined plan consists of the members' contributions plus or minus the investment gains or losses resulting from the members' investment selections. Combined plan members wishing to receive benefits must meet the requirements for both the defined benefit and defined contribution plans. Member-directed participants must have attained the age of 55, have money on deposit in the defined contribution plan and have terminated public service to apply for retirement benefits. The amount available for defined contribution benefits in the member-directed plan consists of the members' contributions, vested employer contributions and investment gains or losses resulting from the members' investment selections.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

B. Plan Description - Ohio Public Employees Retirement System (OPERS) (Continued)

Employer contributions and associated investment earnings vest over a five-year period, at a rate of 20 percent each year. At retirement, members may select one of several distribution options for payment of the vested balance in their individual OPERS accounts. Options include the purchase of a monthly defined benefit annuity from OPERS (which includes joint and survivor options), partial lump-sum payments (subject to limitations), a rollover of the vested account balance to another financial institution, receipt of entire account balance, net of taxes withheld, or a combination of these options.

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

	State and Local
2020 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee *	10.0 %
 2020 Actual Contribution Rates	
Employer:	
Pension **	14.0 %
Post-Employment Health Care Benefits **	0.0
Total Employer	14.0 %
 Employee	 10.0 %

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

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

The portion of employer contributions used to fund pension benefits is net of postemployment health care benefits. The portion of the employer's contribution allocated to health care was 0% for 2020 for the Traditional and Combined plans. The portion of the employer's contribution allocated to health care was 4% for the Member-Directed plan for 2020. Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contributions was \$1,429,679 for 2020. Of this amount, \$111,436 is reported as an intergovernmental payable.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

C. Plan Description - Ohio Police and Fire Pension Fund (OP&F)

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

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

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

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit. See OP&F Comprehensive Annual Financial Report referenced above for additional information, including requirements for Deferred Retirement Option plan provisions and reduced and unreduced benefits.

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

C. Plan Description - Ohio Police and Fire Pension Fund (OP&F) (Continued)

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, and members whose pension benefit became effective on or after July 1, 2013, will receive a COLA equal to a percentage of the members' base pension benefit where the percentage is the lesser of three percent or the percentage increase in the consumer price index, if any, over the 12 month period that ends on the thirtieth day of September of the immediately preceding year, rounded to the nearest one-tenth of one percent.

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

	Police	Firefighters
2020 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
 2020 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50	0.50
Total Employer	19.50 %	24.00 %
 Employee	 12.25 %	 12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$3,092,633 for 2020. Of this amount, \$216,333 is reported as an intergovernmental payable.

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

The net pension liability/(asset) for OPERS was measured as of December 31, 2019, and the total pension liability/asset used to calculate the net pension liability/asset was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2019, and was determined by rolling forward the total pension liability as of January 1, 2019, to December 31, 2019. The City's proportion of the net pension liability/asset was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: DEFINED BENEFIT PENSION PLANS (Continued)

D. Pension Liabilities/(Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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

	OPERS Traditional Pension Plan	OPERS Combined Pension Plan	OP&F Police	OP&F Fire	Total
Proportion of the Net Pension Liability/(Asset) Prior Measurement Date	0.074884%	0.073976%	0.2953780%	0.3225290%	
Proportion of the Net Pension Liability/(Asset) Current Measurement Date	<u>0.073254%</u>	<u>0.069570%</u>	<u>0.2923746%</u>	<u>0.3155353%</u>	
Change in Proportionate Share	<u>-0.001630%</u>	<u>-0.004406%</u>	<u>-0.0030034%</u>	<u>-0.0069937%</u>	
Proportionate Share of the Net Pension Liability/(Asset)	\$ 14,479,150	\$ (145,070)	\$ 19,695,914	\$ 21,256,141	\$ 55,286,135
Pension Expense	\$ 2,202,441	\$ 17,139	\$ 2,356,397	\$ 2,647,324	\$ 7,223,301

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS	OP&F Police	OP&F Fire	Total
Deferred Outflows of Resources				
Differences between expected and actual experience	\$ -	\$ 745,557	\$ 804,612	\$ 1,550,169
Changes of assumptions	788,313	483,484	521,783	1,793,580
Changes in proportion and differences between City contributions and proportionate share of contributions	59,252	59,053	118,147	236,452
City contributions subsequent to the measurement date	<u>1,429,679</u>	<u>1,461,783</u>	<u>1,630,850</u>	<u>4,522,312</u>
Total Deferred Outflows of Resources	<u>\$ 2,277,244</u>	<u>\$ 2,749,877</u>	<u>\$ 3,075,392</u>	<u>\$ 8,102,513</u>
Deferred Inflows of Resources				
Net difference between projected and actual earnings on pension plan investments				
Changes of assumptions	\$ 2,907,083	\$ 951,471	\$ 1,026,844	\$ 4,885,398
Differences between expected and actual experience	217,124	1,015,798	1,096,266	2,329,188
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>225,580</u>	<u>520,185</u>	<u>540,684</u>	<u>1,286,449</u>
Total Deferred Inflows of Resources	<u>\$ 3,349,787</u>	<u>\$ 2,487,454</u>	<u>\$ 2,663,794</u>	<u>\$ 8,501,035</u>

\$4,522,312 reported as deferred outflows of resources related to pension resulting from City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2021.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

D. Pension Liabilities/(Asset), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

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

Year Ending December 31:	OPERS	OP&F Police	OP&F Fire	Total
2021	\$ (437,635)	\$ (367,515)	\$ (292,365)	\$ (1,097,515)
2022	(1,018,559)	(170,572)	(122,935)	(1,312,066)
2023	116,477	343,537	350,133	810,147
2024	(1,156,846)	(903,455)	(1,022,761)	(3,083,062)
2025	(1,728)	(101,355)	(131,324)	(234,407)
Thereafter	(3,931)	-	-	(3,931)
Total	<u>\$ (2,502,222)</u>	<u>\$ (1,199,360)</u>	<u>\$ (1,219,252)</u>	<u>\$ (4,920,834)</u>

E. 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, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all prior periods included in the measurement in accordance with the requirements of GASB 67. Key methods and assumptions used in the latest actuarial valuation, reflecting experience study results, are presented below:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation
COLA or Ad Hoc COLA	Pre 1/7/2013 retirees; 3 percent, simple Post 1/7/2013 retirees; 1.40 percent, simple through 2020, then 2.15 percent simple
Investment Rate of Return	7.2 percent
Actuarial Cost Method	Individual Entry Age

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

E. *Actuarial Assumptions – OPERS* (Continued)

The total pension asset in the December 31, 2019, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation	3.25 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA	Pre 1/7/2013 retirees; 3 percent, simple Post 1/7/2013 retirees; 1.40 percent, simple through 2020, then 2.15 percent simple
Investment Rate of Return	7.2 percent
Actuarial Cost Method	Individual Entry Age

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

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

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

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

During 2019, OPERS manages investments in three investment portfolios: the Defined Benefits portfolio, the Health Care 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. 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.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

E. *Actuarial Assumptions – OPERS* (Continued)

Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money weighted rate of return expressing investment performance, net of investments expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio was at a gain of 17.23 percent for 2019. 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 2019 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 %	2.79 %
Domestic Equities	19.00	6.21
Real Estate	10.00	4.90
Private Equity	10.00	10.81
International Equities	20.00	7.83
Other investments	18.00	5.50
Total	100.00 %	5.95 %

Discount Rate The discount rate used to measure the total pension liability was 7.2 percent, post-experience study results. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan’s fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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/(asset) calculated using the current period discount rate assumption of 7.2 percent, as well as what the City’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.2 percent) or one-percentage-point higher (8.2 percent) than the current rate:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

E. *Actuarial Assumptions – OPERS* (Continued)

City's proportionate share of the net pension liability/(asset)	1% Decrease (6.20%)	Current Discount Rate (7.20%)	1% Increase (8.20%)
Traditional Pension Plan	\$23,880,804	\$14,479,150	\$6,027,339
Combined Plan	(\$87,658)	(\$145,070)	(\$186,448)

Changes Between Measurement Date and Report Date

Subsequent to December 31, 2019, the global economy was impacted by the COVID-19 pandemic and market volatility increased significantly. It is likely that 2020 investment market conditions and other economic factors will be negatively impacted; however, the overall impact on the OPERS investment portfolio and funding position is unknown at this time.

F. *Actuarial Assumptions – OP&F*

OP&F's total pension liability as of December 31, 2019 is based on the results of an actuarial valuation date of January 1, 2019, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations.

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

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2019, are presented on the next page:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: DEFINED BENEFIT PENSION PLANS (Continued)

F. Actuarial Assumptions – OP&F (Continued)

Valuation Date	January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.00 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	3.00 percent simple, 2.2 percent simple for increases based on the lesser of the increase in CPI and 3 percent

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

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

Mortality for disabled retirees is based on the RP-2014 Disabled Mortality Tables rolled back to 2006, adjusted according to the rates in the following table, and projected with the Conduent Modified 2016 Improvement Scale. Mortality rates for active members were based on the RP-2014 Total employee and Healthy Annuitant Mortality Tables rolled back to 2006, and projected with the Conduent Modified 2016 Improvement Scale.

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

The most recent experience study was completed December 31, 2016.

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

F. *Actuarial Assumptions – OP&F* (Continued)

The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F’s target asset allocation as of December 31, 2019 are summarized on the next page:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>10 year Expected Real Rate of Return **</u>	<u>30 year Expected Real Rate of Return **</u>
Cash and Cash Equivalents	0.00 %	0.10 %	1.00 %
Domestic Equity	16.00	3.90	5.40
International Equity	16.00	4.70	5.80
Core Fixed Income *	23.00	1.10	2.70
U.S. Inflation Linked Bonds *	17.00	0.40	2.50
High Yield Fixed Income	7.00	2.50	4.70
Private Real Estate	12.00	5.40	6.40
Private Markets	8.00	6.10	8.00
Midstream Energy Infrastructure	8.00	5.80	6.60
Private Credit	5.00	4.80	5.50
Real Assets	8.00	6.90	7.40
Total	<u>120.00 %</u>		

Note: Assumptions are geometric

* levered 2x

** numbers are net of expected inflation

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

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 14: **DEFINED BENEFIT PENSION PLANS** (Continued)

F. *Actuarial Assumptions – OP&F* (Continued)

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.00 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.00 percent), or one percentage point higher (9.00 percent) than the current rate.

	1% Decrease (7.00%)	Current Discount Rate (8.00%)	1% Increase (9.00%)
City's proportionate share of the net pension liability	\$ 56,758,124	\$ 40,952,055	\$ 27,731,845

Changes Between Measurement Date and Report Date

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the ensuing emergency measures may impact subsequent periods of OP&F, including the fair value of OP&F's investment portfolio. However, because the values of individual investments fluctuate with market conditions, and due to market volatility, the amount of losses that may be recognized in subsequent periods cannot be determined with half of the fiscal year remaining. In addition, the impact on the OP&F's future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated.

NOTE 15: **DEFINED BENEFIT OPEB PLANS**

A. *Net OPEB Liability*

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

The net OPEB liability represents the City's proportionate share of each OPEB plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each OPEB plan's fiduciary net position. The net OPEB liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: DEFINED BENEFIT OPEB PLANS

A. *Net OPEB Liability (Continued)*

While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

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

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come from these employers and health care plan enrollees which pay a portion of the health care costs in the form of a monthly premium. The Ohio Revised Code permits, but does not require the retirement systems to provide healthcare to eligible benefit recipients. Any change to benefits or funding could significantly affect the net OPEB liability. Resulting adjustments to the net OPEB liability would be effective when the changes are legally enforceable. The retirement systems may allocate a portion of the employer contributions to provide for these OPEB benefits.

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

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

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

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the traditional pension and the combined plans. This trust is also used to fund health care for member-directed plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, member directed plan participants may be eligible for reimbursement of qualified medical expenses from their vested RMA balance. 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.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

B. Plan Description – Ohio Public Employees Retirement System (OPERS) (Continued)

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 75. See OPERS' Comprehensive Annual Financial Report referenced below for additional information.

The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 75. See OPERS' Comprehensive Annual Financial Report 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. When funding is approved by OPERS Board of Trustees, a portion of each employer's contribution to OPERS is set aside to fund OPERS health care plans. Beginning in 2018, health care was no longer being funded.

Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2020, state and local employers contributed at a rate of 14.0 percent of earnable salary and public safety and law enforcement employers contributed at 18.1 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board determines the portion of the employer contribution rate that will be set aside to fund health care plans. As recommended by OPERS' actuary, beginning January 1, 2018, OPERS no longer allocated a portion of its employer contributions to health care for the traditional plan and the combined plan. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited into the RMA for participants in the Member-Directed Plan for 2020 was 4.0 percent.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$2,516 for 2020.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

C. Plan Description – Ohio Police & Fire Pension Fund (OP&F)

Plan Description – The City contributes to the Ohio Police and Fire Pension Fund (OP&F) a cost-sharing, multiple-employer defined post-employment healthcare plan that provides various levels of health care to retired, disabled and beneficiaries, as well as their dependents. On January 1, 2019, OP&F changed the way it supports retiree health care. A stipend-based health care model has replaced the self-insured group health care plan that had been in place. A stipend funded by OP&F is available to these members through a Health Reimbursement Arrangement and can be used to reimburse retirees for qualified health care expenses. As a result of this change, it is expected that the solvency of the Health Care Stabilization Fund (HCSF) will be extended allowing OP&F to provide stipends to eligible participants.

OP&F provides access to postretirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit, or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post Employment Benefit (OPEB) as described in Government Accounting Standards Board (GASB) Statement No. 75.

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

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

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

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 trust and the Section 401(h) account as the employer contribution for retiree health care benefits. For 2020, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

C. Plan Description – Ohio Police & Fire Pension Fund (OP&F) (Continued)

The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The City's contractually required contribution to OP&F was \$73,167 for 2020. Of this amount, \$5,102 is reported as an intergovernmental payable.

D. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

The net OPEB liability and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2018, rolled forward to the measurement date of December 31, 2019, by incorporating the expected value of health care cost accruals, the actual health care payment, and interest accruals during the year. OP&F's total OPEB liability was measured as of December 31, 2019, and was determined by rolling forward the total OPEB liability as of January 1, 2019, to December 31, 2019.

The City's proportion of the net OPEB liability was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Proportion of the Net OPEB Liability			
Prior Measurement Date	0.072732%	0.617906%	
Proportion of the Net OPEB Liability			
Current Measurement Date	0.070703%	0.607910%	
Change in Proportionate Share	<u>-0.002029%</u>	<u>-0.009996%</u>	
Proportionate Share of the Net OPEB			
Liability	\$ 9,765,921	\$ 6,004,770	\$ 15,770,691
OPEB Expense	\$ 980,917	\$ 600,897	\$ 1,581,814

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

D. OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

At December 31, 2020, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Deferred Outflows of Resources			
Changes of assumptions	\$ 1,545,843	\$ 3,510,620	\$ 5,056,463
Differences between expected and actual experience	263	-	263
Changes in proportion and differences between City contributions and proportionate share of contributions	27,929	11,250	39,179
City contributions subsequent to the measurement date	<u>2,516</u>	<u>73,167</u>	<u>75,683</u>
Total Deferred Outflows of Resources	<u>\$ 1,576,551</u>	<u>\$ 3,595,037</u>	<u>\$ 5,171,588</u>
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ 893,138	\$ 645,756	\$ 1,538,894
Changes of assumptions	-	1,279,706	1,279,706
Net difference between projected and actual earnings on OPEB plan investments	497,277	276,317	773,594
Changes in proportion and differences between City contributions and proportionate share of contributions	<u>167,947</u>	<u>65,533</u>	<u>233,480</u>
Total Deferred Inflows of Resources	<u>\$ 1,558,362</u>	<u>\$ 2,267,312</u>	<u>\$ 3,825,674</u>

\$75,683 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in 2021.

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

	<u>OPERS</u>	<u>OP&F</u>	<u>Total</u>
Year Ending December 31:			
2021	\$175,975	\$223,290	\$399,265
2022	51,795	223,289	275,084
2023	395	279,972	280,367
2024	(212,492)	190,612	(21,880)
2025	-	223,441	223,441
Thereafter	-	<u>113,954</u>	<u>113,954</u>
Total	<u>\$15,673</u>	<u>\$1,254,558</u>	<u>\$1,270,231</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. 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 and include the types of coverage provided at the time of each valuation and the historical pattern of sharing of costs between OPERS and plan members. The total OPEB liability was determined by an actuarial valuation as of December 31, 2018, rolled forward to the measurement date of December 31, 2019. The actuarial valuation used the following actuarial assumptions applied to all prior periods included in the measurement in accordance with the requirements of GASB 74:

Wage Inflation	3.25 percent
Projected Salary Increases, including inflation	3.25 to 10.75 percent including wage inflation
Single Discount Rate:	
Current measurement date	3.16 percent
Prior Measurement date	3.96 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate	2.75 percent
Health Care Cost Trend Rate	10.5 percent, initial 3.25 percent, ultimate in 2030
Actuarial Cost Method	Individual Entry Age

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

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. *Actuarial Assumptions – OPERS* (Continued)

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

During 2019, OPERS managed investments in three investment portfolios: the Defined Benefit portfolio, the Health Care portfolio and the Defined Contribution portfolio. The Health Care portfolio includes the assets for health care expenses for the Traditional Pension Plan, Combined Plan and Member-Directed Plan eligible members. Within the Health Care portfolio, contributions into the plans are assumed to be received continuously throughout the year based on the actual payroll payable at the time contributions are made, and health care-related payments are assumed to occur mid-year. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money-weighted rate of return expressing investment performance, net of investment expenses and adjusted for the changing amounts actually invested, for the Health Care portfolio is 19.59 percent for 2019.

The allocation of investment assets with the Health Care portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Assets are managed on a total return basis with a long-term objective of continuing to offer a sustainable health care program for current and future retirees. OPERS' primary goal is to achieve and maintain a fully funded status for the benefits provided through the defined pension plans.

Health care is a discretionary benefit. The table below displays the Board-approved asset allocation policy for 2019 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	36.00 %	1.53 %
Domestic Equities	21.00	5.75
Real Estate Investment Trust	6.00	5.69
International Equities	23.00	7.66
Other investments	14.00	4.90
Total	100.00 %	4.55 %

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. *Actuarial Assumptions – OPERS* (Continued)

Discount Rate A single discount rate of 3.16 percent was used to measure the OPEB liability on the measurement date of December 31, 2019. A single discount rate of 3.96 percent was used to measure the OPEB liability on the measurement date of December 31, 2018. Projected benefit payments are required to be discounted to their actuarial present value using a single discount rate that reflects (1) a long-term expected rate of return on OPEB plan investments (to the extent that the health care fiduciary net position is projected to be sufficient to pay benefits), and (2) tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date (to the extent that the contributions for use with the long-term expected rate are not met). This single discount rate was based on an expected rate of return on the health care investment portfolio of 6.00 percent and a municipal bond rate of 2.75 percent. The projection of cash flows used to determine this single discount rate assumed that employer contributions will be made at rates equal to the actuarially determined contribution rate. Based on these assumptions, the health care fiduciary net position and future contributions were sufficient to finance health care costs through 2034. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2034, and the municipal bond rate was applied to all health care costs after that date.

Sensitivity of the City’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate The following table presents the City’s proportionate share of the net OPEB liability calculated using the single discount rate of 3.16 percent, as well as what the City’s proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (2.16 percent) or one-percentage-point higher (4.16 percent) than the current rate:

	1% Decrease (2.16%)	Current Discount Rate (3.16%)	1% Increase (4.16%)
City's proportionate share of the net OPEB liability	\$ 12,780,274	\$ 9,765,921	\$ 7,352,405

Sensitivity of the City’s Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate Changes in the health care cost trend rate may also have a significant impact on the net OPEB liability. The following table presents the net OPEB liability calculated using the assumed trend rates, and the expected net OPEB liability if it were calculated using a health care cost trend rate that is 1.0 percent lower or 1.0 percent higher than the current rate.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

E. *Actuarial Assumptions – OPERS* (Continued)

Retiree health care valuations use a health care cost-trend assumption that changes over several years built into the assumption. The near-term rates reflect increases in the current cost of health care; the trend starting in 2020 is 10.50 percent. If this trend continues for future years, the projection indicates that years from now virtually all expenditures will be for health care. A more reasonable alternative is that in the not-too-distant future, the health plan cost trend will decrease to a level at, or near, wage inflation. On this basis, the actuaries project premium rate increases will continue to exceed wage inflation for approximately the next decade, but by less each year, until leveling off at an ultimate rate, assumed to be 3.50 percent in the most recent valuation.

	1% Decrease	Current Health Care Cost Trend Rate Assumption	1% Increase
City's proportionate share of the net OPEB liability	\$9,477,737	\$9,765,921	\$10,050,431

Changes between Measurement Date and Report Date

Subsequent to December 31, 2019, the global economy was impacted by the COVID-19 pandemic and market volatility increased significantly. It is likely that 2020 investment market conditions and other economic factors will be negatively impacted; however, the overall impact on the OPERS investment portfolio and funding position is unknown at this time.

On January 15, 2020, the Board approved several changes to the health care plan offered to Medicare and pre-Medicare retirees in efforts to decrease costs and increase the solvency of the health care plan. These changes are effective January 1, 2022, and include changes to base allowances and eligibility for Medicare retirees, as well as replacing OPERS-sponsored medical plans for pre-Medicare retirees with monthly allowances, similar to the program for Medicare retirees. These changes are not reflected in the current year financial statements but are expected to decrease the associated OPEB liability.

F. *Actuarial Assumptions – OP&F*

OP&F's total OPEB liability as of December 31, 2019, is based on the results of an actuarial valuation date of January 1, 2019, and rolled-forward using generally accepted actuarial procedures. The total OPEB liability is determined by OP&F's actuaries in accordance with GASB Statement No. 74, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

F. Actuarial Assumptions – OP&F (Continued)

Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

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

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

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

Valuation Date	January 1, 2019, with actuarial liabilities rolled forward to December 31, 2019
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.0 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	Inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Single discount rate:	
Current measurement date	3.56 percent
Prior measurement date	4.66 percent
Cost of Living Adjustments	3.00 percent simple; 2.2 percent simple for increased based on the lesser of the increase in CPI and 3 percent

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

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

F. Actuarial Assumptions – OP&F (Continued)

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

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

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

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

The long-term expected rate of return on OPEB plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expected. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F’s target asset allocation as of December 31, 2019, are summarized on the next page:

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

F. Actuarial Assumptions – OP&F (Continued)

<u>Asset Class</u>	<u>Target Allocation</u>	<u>10 year Expected Real Rate of Return **</u>	<u>30 year Expected Real Rate of Return **</u>
Cash and Cash Equivalents	0.00 %	0.10 %	1.00 %
Domestic Equity	16.00	3.90	5.40
Non-US Equity	16.00	4.70	5.80
Core Fixed Income *	23.00	1.10	2.70
U.S. Inflation Linked Bonds *	17.00	0.40	2.50
High Yield Fixed Income	7.00	2.50	4.70
Real Estate	12.00	6.90	7.40
Private Markets	8.00	6.10	8.00
Master Limited Partnerships	8.00	5.80	6.60
Private Credit	5.00	4.80	5.50
Real Assets	8.00	6.90	7.40
Total	<u>120.00 %</u>		

Note: Assumptions are geometric

* levered 2x

** numbers are net of expected inflation

OP&F's Board of Trustees has incorporated the risk parity concept into OP&F's asset liability valuation with the goal of reducing equity risk exposure, which reduces overall Total Portfolio risk without sacrificing return, and creating a more risk-balanced portfolio based on the 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 OPEB liability was calculated using the discount rate of 3.56 percent. The projection of cash flows used to determine the discount rate assumed the contribution from employers and from members would be computed based on contribution requirements as stipulated by state statute. Projected inflows from investment earnings were calculated using the longer-term assumed investment rate of return 8 percent. Based on those assumptions, OP&F's fiduciary net position was projected to not be able to make all future benefit payments of current plan members. Therefore, a municipal bond rate of 2.75 percent at December 31, 2019 and 4.13 percent at December 31, 2018, was blended with the long-term rate of 8 percent, which resulted in a blended discount rate of 3.56 percent. The municipal bond rate was determined using the S&P Municipal Bond 20 Year High Grade Rate Index. The OPEB plan's fiduciary net position was projected to be available to make all projected OPEB payments until 2031. The long-term expected rate of return on health care investments was applied to projected costs through 2031, and the municipal bond rate was applied to all health care costs after that date.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 15: **DEFINED BENEFIT OPEB PLANS** (Continued)

F. Actuarial Assumptions – OP&F (Continued)

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate Net OPEB liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net OPEB liability calculated using the discount rate of 3.56 percent, as well as what the net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (2.56 percent), or one percentage point higher (4.56 percent) than the current rate.

	1% Decrease (2.56%)	Current Discount Rate (3.56%)	1% Increase (4.56%)
City's proportionate share of the net OPEB liability	\$7,445,527	\$6,004,770	\$4,807,601

Sensitivity of the City's Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rate Net OPEB liability is sensitive to changes in the health care cost trend rate because it is based on a medical benefit that is a flat dollar amount.

Changes between Measurement Date and Report Date

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the ensuing emergency measures may impact subsequent periods of OP&F, including the fair value of OP&F's investment portfolio. However, because the values of individual investments fluctuate with market conditions, and due to market volatility, the amount of losses that may be recognized in subsequent periods cannot be determined with half of the fiscal year remaining. In addition, the impact on the OP&F's future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated.

NOTE 16: **CAPITAL LEASES**

In previous years the City entered into leases for the following collateral: computer software, pumper trucks, a mower, vehicles, a VAC/Sewer jet truck, and pump station. In prior years, the City entered into leases for the acquisition various miscellaneous vehicles and equipment. Capital lease payments are reflected as program expenditures on the budgetary statements and part of debt service on the Statement of Revenue, Expenditures, and Changes in Fund Balances.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 16: CAPITAL LEASES (Continued)

Capital assets acquired by lease have been capitalized and depreciated as follows as of December 31, 2020:

	Governmental Activities	Business-Type Activities
<i>Capital Assets being Depreciated:</i>		
Furniture, Fixtures, and Equipment	\$ 1,487,216	\$ 1,061,825
Less: Accumulated Depreciation	(496,261)	(351,823)
<i>Total Capital Assets being Depreciated</i>	<u>\$ 990,955</u>	<u>\$ 710,002</u>
Year Ending		
<u>December 31,</u>		
2021	\$ 176,724	\$ 100,573
2022	125,385	11,967
2023	125,385	11,967
2024	125,384	-
2025	125,384	-
Thereafter	125,383	-
Total Minimum Lease Payments	803,645	124,507
Less: Amount Representing Interest	(63,537)	(4,702)
Present Value of Minimum Lease Payments	<u>\$ 740,108</u>	<u>\$ 119,805</u>

In the event of a default the lender may require the City, at the City's cost, to promptly deliver possession of the collateral to the lender, and may recover all expenses and collection costs which the lender has incurred.

NOTE 17: CONSTRUCTION AND OTHER COMMITMENTS

A. Construction Commitments

As of December 31, 2020, the City had the following significant commitments with respect to capital projects:

Capital Projects	Remaining Construction Commitment
<i>Governmental Activities</i>	
Waterfront Project	\$ 4,316,258
Total Governmental Activities	<u>4,316,258</u>
<i>Business-Type Activities</i>	
MBR	\$ 5,968,717
Headworks Part B & EQ Basin Ph. 1	7,780,112
WWTP MBR - NRD	8,835,111
Total Business-Type Activities	<u>22,583,940</u>
Total	<u>\$ 26,900,198</u>

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 17: **CONSTRUCTION AND OTHER COMMITMENTS** (Continued)

B. Other Commitments

The City utilizes encumbrance accounting as part of its budgetary controls. Encumbrances outstanding at year-end are components of fund balance for subsequent year expenditures and may be reported as part of restricted, committed, or assigned classifications of fund balance. As of December 31, 2020, the City's commitments for encumbrances in the governmental funds were as follows:

	Outstanding Encumbrances
General	\$ 841,822
All Other Governmental Funds	643,271
Total	\$ 1,485,093

NOTE 18: **INTERFUND TRANSFERS AND BALANCES**

A. Transfers

Transfers made during the year ended December 31, 2020, were as follows:

Transfers To	Transfers From			Total
	General Fund	Nonmajor Governmental Funds	Nonmajor Enterprise Funds	
Governmental Funds:				
General Fund	\$ -	\$ 36	\$ -	\$ 36
Nonmajor Governmental Funds	253,000	-	41,759	294,759
Total Governmental Funds	253,000	36	41,759	294,795
Enterprise Funds:				
Waster Water Treatment	-	-	17,638	17,638
Total Enterprise Funds	-	-	17,638	17,638
Internal Service Fund	865,000	-	-	865,000
Total	\$ 1,118,000	\$ 36	\$ 59,397	\$ 1,177,433

Transfers made from the General Fund to various other funds provided additional resources for current operations. All transfers were made in accordance with Ohio Revised Code Sections 5705.14, 5705.15, and 5705.16. Transfers of \$294,795 between governmental funds are eliminated on the statement of activities.

B. Interfund Balances

As of December 31, 2020, the \$358,313 interfund receivable in the General Obligation Bond Retirement Debt Service Fund is from manuscript notes from the Public Building Construction Capital Projects Fund. This interfund loan is used to fund repairs to the clubhouse located at the Briardale Greens Golf Course.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 18: **INTERFUND TRANSFERS AND BALANCES** (Continued)

B. Interfund Balances (Continued)

The Public Building Construction Capital Projects Fund will repay this portion of the interfund loan with annual transfers from the General Fund. The interfund payables in the Community Development Block Grant Fund, Other Grants Fund and CARES Act fund respectively in the amount of \$138,495, \$356,234, \$212,012 are from a negative cash balance from grants not yet received. The interfund payables in the Briardale Greens Golf Course fund in the amount of \$230,000 is from the General Fund to cover operating expenses.

NOTE 19: **TAX ABATEMENTS**

As of December 31, 2020, the City of Euclid provides tax incentives under two programs: The Community Reinvestment Area Program and the Euclid Incentive Grant Program.

Real Estate Tax Abatement

Pursuant to Ohio Revised Code Chapter 5709, the City established six Community Reinvestment Area Program districts targeting specific portions of the City for development and redevelopment. The City of Euclid provides administrative approval of tax abatement for qualifying investments. The amount of the abatement is deducted from the recipient's property tax bill. The establishment of the Community Reinvestment Areas gave the City the ability to maintain and expand businesses and residential dwellings located in the City.

Income Tax Abatement

The Euclid Incentive Grant Program is an economic development tool used to support large-scale job creation within the City. Through the program, the Euclid City Council may approve a rebate of payroll tax withholdings to a company when specific job creation levels are met. Incentive Grant agreements are considered on a case-by-case basis. Each agreement defines the annual job creation requirements, the withholding tax rebate percentage, and the term of the agreement.

The City considers the size of the investment of the projects, along with the quantity of new jobs created when determining the amount of the incentive to award.

The following are the tax abatements or other economic incentives provided in 2020 by the City, identified by dollar amount and type:

Total real property taxes exempted through six active Community Reinvestment Area Program districts (tax year 2019, collection year 2020), amounted to \$328,499.

Total Euclid Incentive Grant Program rebates paid after confirmation that participating companies met their annual employment and payroll requirements, amounted to \$110,479

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

NOTE 20: COVID-19

The United States and the State of Ohio declared a state of emergency in March 2020 due to the COVID-19 pandemic. The financial impact of COVID-19 and the continuing emergency measures will impact subsequent periods of the City. The investments of the pension and other employee benefit plan in which the City participates fluctuate with market conditions, and due to market volatility, the amounts of gains or losses that will be recognized in subsequent periods, if any, cannot be determined. In addition, the impact of the City's future operating costs, revenues, and any recovery from emergency funding, either federal or state, cannot be estimated.

NOTE 21: SUBSEQUENT EVENT NOTE

On April 28, 2021 the City issued \$8,895,000 in general obligation various purpose improvement and refunding bonds at 2.125-3.00 percent that will have a final maturity of December 1, 2050.

Required Supplementary Information

City of Euclid, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Ohio Public Employees Retirement System
Last Seven Years (1)

Traditional Plan	2020	2019	2018	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	0.073254%	0.074884%	0.073983%	0.075259%	0.079128%	0.090545%	0.090545%
City's Proportionate Share of the Net Pension Liability	\$ 14,479,150	\$ 20,509,209	\$ 11,606,498	\$ 17,090,039	\$ 13,705,968	\$ 10,920,739	\$ 10,674,076
City's Covered Payroll	\$ 10,306,700	\$ 10,132,093	\$ 9,776,938	\$ 9,728,775	\$ 9,852,258	\$ 11,137,600	\$ 11,744,800
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	140.48%	202.42%	118.71%	175.66%	139.11%	98.05%	90.88%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	82.17%	74.70%	84.66%	77.25%	81.08%	86.45%	86.36%
Combined Plan	2019	2019	2018	2017	2016	2015	2014
City's Proportion of the Net Pension (Asset)	0.069570%	0.073976%	0.062578%	0.073948%	0.075810%	0.091255%	0.091255%
City's Proportionate Share of the Net Pension (Asset)	\$ (145,070)	\$ (82,722)	\$ (85,189)	\$ (41,157)	\$ (36,890)	\$ (35,135)	\$ (9,574)
City's Covered Payroll	\$ 309,693	\$ 2,694,114	\$ 256,285	\$ 287,842	\$ 275,908	\$ 336,092	\$ 305,492
City's Proportionate Share of the Net Pension (Asset) as a Percentage of its Covered Payroll	46.84%	3.07%	33.24%	14.30%	13.37%	10.45%	3.13%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	145.28%	126.64%	137.28%	116.55%	116.90%	114.83%	104.33%

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

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

See accompanying notes to the required supplementary information

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

Police	2020	2019	2018	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	0.2923746%	0.2953780%	0.2938142%	0.2970990%	0.3050281%	0.3163172%	0.3163172%
City's Proportionate Share of the Net Pension Liability	\$ 19,695,914	\$ 24,110,650	\$ 18,032,707	\$ 18,817,953	\$ 19,622,671	\$ 16,790,476	\$ 15,405,640
City's Covered Payroll	\$ 7,710,847	\$ 7,454,032	\$ 7,150,489	\$ 7,115,032	\$ 6,904,947	\$ 7,018,626	\$ 7,005,067
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	255.43%	323.46%	252.19%	264.48%	284.18%	239.23%	219.92%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.07%	63.07%	70.91%	68.36%	66.77%	71.71%	73.00%
Fire	2020	2019	2018	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	0.3155353%	0.3225290%	0.3242205%	0.3206420%	0.3202125%	0.3259162%	0.3259162%
City's Proportionate Share of the Net Pension Liability	\$ 21,256,141	\$ 26,326,889	\$ 19,898,879	\$ 20,309,143	\$ 20,599,495	\$ 17,300,002	\$ 15,873,141
City's Covered Payroll	\$ 6,462,532	\$ 6,621,966	\$ 6,409,574	\$ 6,281,809	\$ 5,861,060	\$ 5,860,983	\$ 5,772,279
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	328.91%	397.57%	310.46%	323.30%	351.46%	295.17%	274.99%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	69.89%	63.07%	70.91%	68.36%	66.77%	71.71%	73.00%

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

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

See accompanying notes to the required supplementary information

City of Euclid, Ohio
Required Supplementary Information
Schedule of the City Contributions – Pension
Ohio Public Employees Retirement System
Last Eight Years (1)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<u>Contractually Required Contributions</u>				
Traditional Plan	\$ 1,386,416	\$ 1,442,938	\$ 1,418,493	\$ 1,271,002
Combined Plan	<u>43,263</u>	<u>43,357</u>	<u>377,176</u>	<u>33,317</u>
Total Required Contributions	\$ 1,429,679	\$ 1,486,295	\$ 1,795,669	\$ 1,304,319
Contributions in Relation to the Contractually Required Contribution	<u>(1,429,679)</u>	<u>(1,486,295)</u>	<u>(1,795,669)</u>	<u>(1,304,319)</u>
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll				
Traditional Plan	\$ 9,902,971	\$ 10,306,700	\$ 10,132,093	\$ 9,776,938
Combined Plan	\$ 309,021	\$ 309,693	\$ 2,694,114	\$ 256,285
<u>Pension Contributions as a Percentage of Covered Payroll</u>				
Traditional Plan	14.00%	14.00%	14.00%	13.00%
Combined Plan	14.00%	14.00%	14.00%	13.00%

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

See accompanying notes to the required supplementary information

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
\$ 1,167,453	\$ 1,182,271	\$ 1,336,512	\$ 1,526,824
<u>34,541</u>	<u>33,109</u>	<u>40,331</u>	<u>39,714</u>
\$ 1,201,994	\$ 1,215,380	\$ 1,376,843	\$ 1,566,538
<u>(1,201,994)</u>	<u>(1,215,380)</u>	<u>(1,376,843)</u>	<u>(1,566,538)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 9,728,775	\$ 9,852,258	\$ 11,137,600	\$ 11,744,800
\$ 287,842	\$ 275,908	\$ 336,092	\$ 305,492
12.00%	12.00%	12.00%	13.00%
12.00%	12.00%	12.00%	13.00%

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

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<u>Contractually Required Contributions</u>				
Police	\$ 1,461,783	\$ 1,465,061	\$ 1,416,266	\$ 1,358,593
Fire	<u>1,630,850</u>	<u>1,518,695</u>	<u>1,556,162</u>	<u>1,506,250</u>
Total Required Contributions	\$ 3,092,633	\$ 2,983,756	\$ 2,972,428	\$ 2,864,843
Contributions in Relation to the Contractually Required Contribution	<u>(3,092,633)</u>	<u>(2,983,756)</u>	<u>(2,972,428)</u>	<u>(2,864,843)</u>
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City's Covered Payroll				
Police	\$ 7,693,595	\$ 7,710,847	\$ 7,454,032	\$ 7,150,489
Fire	\$ 6,939,787	\$ 6,462,532	\$ 6,621,966	\$ 6,409,574
<u>Pension Contributions as a Percentage of Covered Payroll</u>				
Police	19.00%	19.00%	19.00%	19.00%
Fire	23.50%	23.50%	23.50%	23.50%

[1] – The portion of the City's contributions to fund pension obligations from January 1, 2013 thru May 31, 2013, for both police officers and firefighters was 14.81 percent and 19.31 percent, respectively. The portion of the City's contributions to fund pension obligations from June 1, 2013 thru December 31, 2013 for both police officers and firefighters was 16.65 percent and 21.15 percent, respectively.

See accompanying notes to the required supplementary information

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 1,351,856	\$ 1,311,940	\$ 1,333,539	\$ 1,101,897	\$ 864,597	\$ 1,177,259
<u>1,476,225</u>	<u>1,377,349</u>	<u>1,377,331</u>	<u>1,167,732</u>	<u>972,345</u>	<u>1,269,215</u>
\$ 2,828,081	\$ 2,689,289	\$ 2,710,870	\$ 2,269,629	\$ 1,836,942	\$ 2,446,474
<u>(2,828,081)</u>	<u>(2,689,289)</u>	<u>(2,710,870)</u>	<u>(2,269,629)</u>	<u>(1,836,942)</u>	<u>(2,446,474)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 7,115,032	\$ 6,904,947	\$ 7,018,626	\$ 7,005,067	\$ 6,781,153	\$ 9,233,404
\$ 6,281,809	\$ 5,861,060	\$ 5,860,983	\$ 5,772,279	\$ 5,636,783	\$ 7,357,768
19.00%	19.00%	19.00%	[1]	12.75%	12.75%
23.50%	23.50%	23.50%	[1]	17.25%	17.25%

City of Euclid, Ohio
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net OPEB Liability
Ohio Public Employees Retirement System
Last Four Years (1)

	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.070703%	0.072732%	0.071860%	0.073540%
City's Proportionate Share of the Net OPEB Liability	\$ 9,765,921	\$ 9,482,536	\$ 7,803,467	\$ 7,427,790
City's Covered Payroll	\$ 10,663,082	\$ 10,549,529	\$ 10,179,195	\$ 10,162,743
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	91.59%	89.89%	76.66%	73.09%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.80%	46.33%	54.14%	54.04%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

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

	2020	2019	2018	2017
City's Proportion of the Net OPEB Liability	0.6079099%	0.6179063%	0.6180348%	0.6177400%
City's Proportionate Share of the Net OPEB Liability	\$ 6,004,770	\$ 5,626,985	\$ 35,016,985	\$ 29,322,729
City's Covered Payroll	\$ 14,173,379	\$ 14,075,998	\$ 13,560,063	\$ 13,396,841
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	42.37%	39.98%	258.24%	218.88%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	47.08%	46.57%	14.13%	15.96%

(1) Information prior to 2017 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

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

See accompanying notes to the required supplementary information

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City of Euclid, Ohio
Required Supplementary Information
Schedule of the City Contributions – OPEB
Ohio Public Employees Retirement System
Last Six Years (1)

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 2,516	\$ 2,615	\$ 4,403	\$ 106,170	\$ 206,176	\$ 202,352
Contributions in Relation to the Contractually Required Contribution	<u>(2,516)</u>	<u>(2,615)</u>	<u>(4,403)</u>	<u>(106,170)</u>	<u>(206,176)</u>	<u>(202,352)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 10,274,886	\$ 10,663,082	\$ 10,549,529	\$ 10,179,195	\$ 10,162,743	\$ 10,300,470
Contributions as a Percentage of Covered Payroll	0.02%	0.02%	0.04%	1.04%	2.03%	1.96%

(1) Information prior to 2015 is not available. Schedule is intended to show ten years of information, and additional years' will be displayed as it becomes available.

See accompanying notes to the required supplementary information

City of Euclid, Ohio
Required Supplementary Information
Schedule of City Contributions - OPEB
Ohio Police and Fire Pension Fund
Last Ten Years

	2020	2019	2018	2017
Contractually Required Contribution	\$ 73,167	\$ 70,867	\$ 70,380	\$ 71,420
Contributions in Relation to the Contractually Required Contribution	(73,167)	(70,867)	(70,380)	(71,420)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
City Covered Payroll	\$ 14,633,382	\$ 14,173,379	\$ 14,075,998	\$ 13,560,063
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%

See accompanying notes to the required supplementary information

<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>
\$ 66,628	\$ 63,663	\$ 63,834	\$ 446,899	\$ 838,211	\$ 1,119,904
<u>(66,628)</u>	<u>(63,663)</u>	<u>(63,834)</u>	<u>(446,899)</u>	<u>(838,211)</u>	<u>(1,119,904)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 13,396,841	\$ 12,766,007	\$ 12,879,609	\$ 12,777,346	\$ 12,417,936	\$ 16,591,172
0.50%	0.50%	0.50%	3.62%	6.75%	6.75%

City of Euclid, Ohio
Notes to the Required Supplementary Information
For the Year Ended December 31, 2020

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Net Pension Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2020.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2016 and 2018. For 2017, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected investment return was reduced from 8.00% to 7.50%, (b) the expected long-term average wage inflation rate was reduced from 3.75% to 3.25%, (c) the expected long-term average price inflation rate was reduced from 3.00% to 2.50%, (d) Rates of withdrawal, retirement and disability were updated to reflect recent experience, (e) mortality rates were updated to the RP-2014 Health Annuitant Mortality Table, adjusted for mortality improvement back to the observant period base year of 2006 and then established the base year as 2015 (f) mortality rates used in evaluating disability allowances were updated to the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and a base year of 2015 for males and 2010 for females (g) Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables. For 2019, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected investment return was reduced from 7.50% to 7.20%. For 2020, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the cost-of-living adjustments for post-1/7/2013 retirees were reduced from 3.00% simple through 2018 to 1.40% simple through 2020, then 2.15% simple.

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018-2020.

Changes in assumptions: For 2018, the single discount rate changed from 4.23% to 3.85%. For 2019, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the expected investment return was reduced from 6.50% to 6.00% (b) In January 2019, the Board adopted changes to health care coverage for Medicare and pre-Medicare retirees. It will include discontinuing the PPO plan for pre-Medicare retirees and replacing it with a monthly allowance to help participants pay for a health care plan of their choosing. The base allowance for Medicare eligible retirees will be reduced. The specific effect of these changes on the net OPEB liability and OPEB expense are unknown at this time (c) the single discount rate changed from 3.85% to 3.96%. For 2020, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 3.96% to 3.16%.

City of Euclid, Ohio
Notes to the Basic Financial Statements
For the Year Ended December 31, 2020
(Continued)

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Net Pension Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2020.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2017. For 2018, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the investment rate of return was reduced from 8.25 percent to 8.00 percent (b) the projected salary increases was reduced from 4.25% to 3.75% (c) the payroll increases was reduced from 3.75% to 3.25% (d) the inflation assumptions was reduced from 3.25% to 2.75% (e) the cost of living adjustments was reduced from 2.60% to 2.20% (f) rates of withdrawal, disability and service retirement were updated to reflect recent experience (g) mortality rates were updated to the RP-2014 Total Employee and Health Annuitant Mortality Table, adjusted for mortality improvement back to the observant period base year of 2006 and then established the base year as 2016 (h) mortality rates used in evaluating disability allowances were updated to the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and a base year of 2016. For 2019-2020, there have been no OP&F pension plan amendments adopted or changes in assumptions between the measurement date and the report date that would have impacted the actuarial valuation of the pension plan as of the measurement date.

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018 and 2020. For 2019, see below regarding changes to stipend-based model.

Changes in assumptions: For 2018, the single discount rate changed from 3.79 percent to 3.24 percent. For 2019, the changes of assumptions were: (a) beginning January 1, 2019 OP&F changed its retiree health care model and the current self-insured health care plan is no longer offered. In its place will be a stipend-based health care model. OP&F has contracted with a vendor who will assist eligible retirees in choosing health care plans from their marketplace (both Medicare-eligible and pre-Medicare populations). A stipend funded by OP&F will be placed in individual Health Reimbursement Accounts that retirees will use to be reimbursed for health care expenses. As a result of changing from the current health care model to the stipend-based health care model, management expects that it will be able to provide stipends to eligible participants for the next 15 years (b) beginning in 2020 the Board approved a change to the Deferred Retirement Option Plan. The minimum interest rate accruing will be 2.5% (c) the single discount rate changed from 3.24 percent to 4.66 percent. For 2020, the single discount rate changed from 4.66 to 3.56.

Combining Statements

Fund Descriptions – Nonmajor Governmental Funds

Non-Major Special Revenue Funds

Special Revenue funds are established to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes other than debt service or capital projects. A description of the City's special revenue funds follows:

State Highway Fund - This fund accounts for that portion of State gasoline tax and motor vehicle registration fees restricted for the maintenance of State highways within the City.

Indigent Drivers Alcohol Treatment Fund - This fund accounts for fees collected by the Municipal Court from persons whose driver's license or permit has been suspended for driving under the influence of alcohol. By order of the court, this fund will provide for the cost of rehabilitation for those deemed to be indigent.

Court Computerization Fund - This fund accounts for court fees collected by the Municipal Court to be used for equipment, computers and improvements for the Court.

Court Special Projects Fund - This fund accounts for court fees collected by the Municipal Court designated for the hiring of security bailiffs for the Euclid Municipal Court.

Animal Shelter Fund - This fund accounts for revenues and expenditures related to the Euclid Animal Shelter.

Nuisance Abatement Fund - This fund accounts for services provided and assessments collected for the abatement of neighborhood nuisances. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Indigent Drivers Interlock and Alcohol Monitoring – This fund accounts for revenues from fines as established by the State to pay for alcohol monitoring programs for indigent people.

Street Maintenance & Construction Fund - This fund accounts for that portion of State gasoline tax and motor vehicle registration fees used for the maintenance and repair of dedicated streets within in the City.

Community Television Fund - This fund accounts for cable franchise tax used for the operating activities of community television. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Recreation Operating Fund - This fund accounts for operations and maintenance of all recreational facilities within the City as well as City sponsored recreation programs which are funded by participation fees and facility rentals.

Fund Descriptions – Nonmajor Governmental Funds

Non-Major Special Revenue Funds (continued)

Community Development Block Grant Fund - This fund accounts for revenues received from the federal government related to the United States Department of Housing and Urban Development.

Neighborhood Stabilization Program Fund – This fund accounts for the City’s share of a Federal Grant passed through the Ohio Department of Development and Cuyahoga County to provide funding for activities that assist with the stabilization of residential property values. These funds can be used for several types of activities, including the demolition of blighted residential structures, the rehabilitation of abandoned and foreclosed residential units; or the development of new single-family residential units to replace blighted structures that have been demolished.

Other Grants Fund- This fund accounts for monies received from the Federal and State governments.

Law Enforcement Trust Fund - This fund accounts for monies received from fines from convictions related to drug cases and is used for the education of the community.

HOME Program Fund – This fund accounts for and reports grants restricted to help first-time homebuyers with low and moderate income to purchase a new home.

CARES Act Fund- This fund accounts for grant proceeds provided to the local governments who have been financially impacted by the outbreak of COVID-19. The Coronavirus Aid, Relief and Economic Security Act (CARES Act) funding may only be used to cover costs that are necessary expenditures incurred in response to the COVID-19 outbreak.

Building Deposits Fund – This fund accounts for the receipt of refundable deposits required of contractors, builders, residents or others to ensure compliance with various City ordinances.

Street Opening Fund - This fund accounts for the receipt of refundable deposits required of contractors, builders, residents or others to ensure compliance with various City ordinances.

Shore Corporation – This fund accounts for the operating costs of the Shore Cultural Center. Due to the implementation of GASB Statement No. 54, this fund was combined with the General Fund on the governmental fund financial statements but remained a separate fund in the budgetary schedules because it has a separate legally adopted budget.

Non-Major Capital Project Funds

Capital Project funds are established to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by proprietary funds). A description of the City's capital project funds follows:

General Permanent Improvement Fund - This fund accounts for tax revenues and grants expended for various capital projects of the City.

Fund Descriptions – Nonmajor Governmental Funds

Non-Major Capital Project Funds (continued)

Recreation Capital Fund - This fund accounts for tax revenues for the ongoing maintenance and construction of all recreational facilities.

Sidewalk Repair and Replacement Fund - This fund accounts for the collection of assessments for costs associated with the construction and improvement of City sidewalks.

Public Building Construction Fund - This fund accounts for tax revenues used for the construction of public buildings. This fund did not have any budgetary activity in 2020, therefore, budgetary information is not provided.

Euclid Endowment Fund - This fund accounts for proceeds of sales of City property used for the expenditures for economic development. This fund did not have any budgetary activity in 2020, therefore, budgetary information is not provided.

Sims Park Fund - This fund accounts for the erosion control project.

Bennington Hamlet Fund – This fund accounts for the collection of assessments for costs associated with economic development.

CMP Properties Fund- This fund accounts for the collection of assessments for costs associated with economic development.

Harbor Town TIF Fund – This fund is for the redevelopment of the various parcels of real property located north of Lakeshore Boulevard, generally between East 238th Street and East 252nd Street.

Downtown District A TIF Fund– This fund is for the redevelopment of the various parcels of real property located in the Downtown Euclid business district.

O'Reilly Public Improvement Fund – This fund accounts for the collection of assessments for costs associated with economic development.

City of Euclid, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2020

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 3,706,448	\$ 2,329,709	\$ 6,036,157
Cash and Cash Equivalents:			
With Escrow Agents	-	13,053	13,053
Materials and Supplies Inventory	133,205	-	133,205
Accounts Receivable	7,749	2,381,645	2,389,394
Intergovernmental Receivable	2,159,992	20,010	2,180,002
Prepaid Items	14,167	-	14,167
Property Taxes Receivable	392,979	513,894	906,873
Payments in Lieu of Taxes Receivable	-	632,991	632,991
Assets Held for Resale	161,160	-	161,160
Total Assets	\$ 6,575,700	\$ 5,891,302	\$ 12,467,002
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 304,996	\$ 31,037	\$ 336,033
Accrued Wages and Benefits	50,816	-	50,816
Contracts Payable	390,052	-	390,052
Intergovernmental Payable	21,422	-	21,422
Retainage Payable	81,113	-	81,113
Interfund Payable	707,741	358,313	1,066,054
Claims Payable	3,437	-	3,437
Unearned Revenue	328,017	-	328,017
Total Liabilities	1,887,594	389,350	2,276,944
Deferred Inflows of Resources:			
Property Taxes and Payments in Lieu of Taxes	333,550	1,069,171	1,402,721
Unavailable Revenue - Delinquent Property Taxes	59,429	77,714	137,143
Unavailable Revenue - Other	1,131,343	20,010	1,151,353
Total Deferred Inflows of Resources	1,524,322	1,166,895	2,691,217
Fund Balances:			
Nonspendable	147,372	-	147,372
Restricted	3,650,566	4,693,370	8,343,936
Committed	18,751	-	18,751
Unassigned (Deficit)	(652,905)	(358,313)	(1,011,218)
Total Fund Balances	3,163,784	4,335,057	7,498,841
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 6,575,700	\$ 5,891,302	\$ 12,467,002

City of Euclid, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2020

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES			
Property Taxes	\$ 326,301	\$ 426,699	\$ 753,000
Payments in Lieu of Taxes	-	531,690	531,690
Intergovernmental	10,241,887	40,020	10,281,907
Interest	122	7	129
Fines and Forfeitures	189,124	-	189,124
Charges for Services	644,422	-	644,422
Contributions and Donations	1,281	-	1,281
All Other Revenues	229,924	2,392,879	2,622,803
Total Revenues	11,633,061	3,391,295	15,024,356
EXPENDITURES			
Current:			
Security of Persons and Property	4,473,962	-	4,473,962
Leisure Time Activities	595,699	34,376	630,075
Community and Economic Development	1,435,048	171,719	1,606,767
Transportation	2,588,284	-	2,588,284
General Government	407,964	43,503	451,467
Capital Outlay	1,152,352	1,431,311	2,583,663
Debt Service:			
Principal Retirement	-	242,208	242,208
Interest and Fiscal Charges	-	21,975	21,975
Total Expenditures	10,653,309	1,945,092	12,598,401
Excess of Revenues Over (Under) Expenditures	979,752	1,446,203	2,425,955
OTHER FINANCING SOURCES (USES)			
Sale of Capital Assets	13,825	27,984	41,809
Bond Anticipation Notes Issued	-	853,000	853,000
Transfers In	253,000	41,759	294,759
Transfers Out	(36)	-	(36)
Total Other Financing Sources (Uses)	266,789	922,743	1,189,532
Net Change in Fund Balances	1,246,541	2,368,946	3,615,487
Fund Balances - Beginning of Year	1,917,243	1,966,111	3,883,354
Fund Balances - End of Year	\$ 3,163,784	\$ 4,335,057	\$ 7,498,841

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City of Euclid, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2020

	State Highway	Indigent Drivers Alcohol Treatment	Court Computer- ization	Court Special Projects
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 122,336	\$ 152,554	\$ 251,182	\$ 211,359
Materials and Supplies Inventory	-	-	-	-
Accounts Receivable	-	255	3,784	3,710
Intergovernmental Receivable	79,238	-	-	-
Prepaid Items	-	-	-	-
Property Taxes Receivable	-	-	-	-
Assets Held for Resale	-	-	-	-
Total Assets	\$ 201,574	\$ 152,809	\$ 254,966	\$ 215,069
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 65,801	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-
Contracts Payable	-	-	-	-
Intergovernmental Payable	-	-	-	-
Retainage Payable	-	-	-	-
Interfund Payable	-	-	-	-
Claims Payable	-	-	-	-
Unearned Revenue	-	-	-	-
Total Liabilities	65,801	-	-	-
Deferred Inflows of Resources:				
Property Taxes	-	-	-	-
Unavailable Revenue - Delinq. Property Taxes	-	-	-	-
Unavailable Revenue - Other	53,368	-	-	-
Total Deferred Inflows of Resources	53,368	-	-	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	82,405	152,809	254,966	215,069
Committed	-	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balances (Deficit)	82,405	152,809	254,966	215,069
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 201,574	\$ 152,809	\$ 254,966	\$ 215,069

(Continued)

City of Euclid, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2020
(Continued)

	Animal Shelter	Indigent Drivers Interlock and Alcohol Monitoring	Street Maintenance & Construction	Recreation Operating
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 21,596	\$ 37,192	\$ 1,953,650	\$ 279,092
Materials and Supplies Inventory	-	-	133,205	-
Accounts Receivable	-	-	-	-
Intergovernmental Receivable	-	-	994,713	15,301
Prepaid Items	-	-	-	-
Property Taxes Receivable	-	-	-	392,979
Assets Held for Resale	-	-	-	-
Total Assets	\$ 21,596	\$ 37,192	\$ 3,081,568	\$ 687,372
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ 339	\$ -	\$ 48,016	\$ 44,153
Accrued Wages and Benefits	1,969	-	32,111	7,415
Contracts Payable	-	-	-	-
Intergovernmental Payable	410	-	13,368	3,339
Retainage Payable	-	-	-	-
Interfund Payable	-	-	-	-
Claims Payable	127	-	1,808	789
Unearned Revenue	-	-	-	-
Total Liabilities	2,845	-	95,303	55,696
Deferred Inflows of Resources:				
Property Taxes	-	-	-	333,550
Unavailable Revenue - Delinq. Property Taxes	-	-	-	59,429
Unavailable Revenue - Other	-	-	658,201	15,301
Total Deferred Inflows of Resources	-	-	658,201	408,280
Fund Balances:				
Nonspendable	-	-	133,205	-
Restricted	-	37,192	2,194,859	223,396
Committed	18,751	-	-	-
Unassigned (Deficit)	-	-	-	-
Total Fund Balances (Deficit)	18,751	37,192	2,328,064	223,396
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 21,596	\$ 37,192	\$ 3,081,568	\$ 687,372

Community Development Block Grant	Neighborhood Stabilization Program	Other Grants	Law Enforcement Trust	HOME Program	CARES Act	Building Deposits	Street Opening	Total Nonmajor Special Revenue Funds
\$ -	\$ 105,575	\$ -	\$ 206,336	\$ 16,799	\$ -	\$ 239,398	\$ 109,379	\$ 3,706,448
-	-	-	-	-	-	-	-	133,205
-	-	-	-	-	-	-	-	7,749
169,934	-	637,485	-	-	263,321	-	-	2,159,992
-	-	-	-	-	14,167	-	-	14,167
-	-	-	-	-	-	-	-	392,979
-	161,160	-	-	-	-	-	-	161,160
<u>\$ 169,934</u>	<u>\$ 266,735</u>	<u>637,485</u>	<u>\$ 206,336</u>	<u>\$ 16,799</u>	<u>277,488</u>	<u>\$ 239,398</u>	<u>\$ 109,379</u>	<u>\$ 6,575,700</u>
\$ 55,173	\$ -	\$ 18,664	\$ -	\$ -	\$ 52,090	\$ 20,760	\$ -	\$ 304,996
9,321	-	-	-	-	-	-	-	50,816
-	-	390,052	-	-	-	-	-	390,052
4,305	-	-	-	-	-	-	-	21,422
-	-	81,113	-	-	-	-	-	81,113
139,495	-	356,234	-	-	212,012	-	-	707,741
713	-	-	-	-	-	-	-	3,437
-	-	-	-	-	-	218,638	109,379	328,017
<u>209,007</u>	<u>-</u>	<u>846,063</u>	<u>-</u>	<u>-</u>	<u>264,102</u>	<u>239,398</u>	<u>109,379</u>	<u>1,887,594</u>
-	-	-	-	-	-	-	-	333,550
-	-	-	-	-	-	-	-	59,429
-	-	404,473	-	-	-	-	-	1,131,343
-	-	404,473	-	-	-	-	-	1,524,322
-	-	-	-	-	14,167	-	-	147,372
-	266,735	-	206,336	16,799	-	-	-	3,650,566
-	-	-	-	-	-	-	-	18,751
(39,073)	-	(613,051)	-	-	(781)	-	-	(652,905)
<u>(39,073)</u>	<u>266,735</u>	<u>(613,051)</u>	<u>206,336</u>	<u>16,799</u>	<u>13,386</u>	<u>-</u>	<u>-</u>	<u>3,163,784</u>
<u>\$ 169,934</u>	<u>\$ 266,735</u>	<u>\$ 637,485</u>	<u>\$ 206,336</u>	<u>\$ 16,799</u>	<u>\$ 277,488</u>	<u>\$ 239,398</u>	<u>\$ 109,379</u>	<u>\$ 6,575,700</u>

City of Euclid, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020

	State Highway	Indigent Drivers Alcohol Treatment	Court Computer- ization	Court Special Projects	Animal Shelter	Indigent Drivers Interlock and Alcohol Monitoring
REVENUES						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	160,711	-	-	-	-	-
Interest	-	-	-	-	-	-
Fines and Forfeitures	-	5,858	87,182	50,771	-	5,434
Charges for Services	-	-	-	-	26,061	-
Contributions and Donations	-	-	-	-	-	-
All Other Revenues	-	-	-	-	-	-
Total Revenues	160,711	5,858	87,182	50,771	26,061	5,434
EXPENDITURES						
Current:						
Security of Persons and Property	-	957	47,636	1,095	97,686	25,607
Leisure Time Activities	-	-	-	-	-	-
Community and Economic Development	-	-	-	-	-	-
Transportation	158,711	-	-	-	-	-
General Government	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-
Total Expenditures	158,711	957	47,636	1,095	97,686	25,607
Excess of Revenues Over (Under) Expenditures	2,000	4,901	39,546	49,676	(71,625)	(20,173)
OTHER FINANCING SOURCES (USES)						
Sale of Capital Assets	-	-	-	-	-	-
Transfers In	-	-	-	-	80,000	-
Transfer Out	-	-	-	-	-	-
Total Other Financing Sources (USES)	-	-	-	-	80,000	-
Net Change in Fund Balances	2,000	4,901	39,546	49,676	8,375	(20,173)
Fund Balances - Beginning of Year	80,405	147,908	215,420	165,393	10,376	57,365
Fund Balances - End of Year	\$ 82,405	\$ 152,809	\$ 254,966	\$ 215,069	\$ 18,751	\$ 37,192

City of Euclid, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2020
(Continued)

Street Maintenance & Construction	Recreation Operating	Community Development Block Grant	Neighborhood Stabilization Program	Other Grants	Law Enforcement Trust	HOME Program	Cares Act	Building Deposits	Street Opening	Total Nonmajor Special Revenue Funds
\$ -	\$ 326,301	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 326,301
2,242,258	30,603	1,217,198	214	1,946,257	-	-	4,644,646	-	-	10,241,887
-	-	-	-	-	122	-	-	-	-	122
-	-	-	-	1,671	38,208	-	-	-	-	189,124
427,250	191,111	-	-	-	-	-	-	-	-	644,422
-	1,004	-	-	277	-	-	-	-	-	1,281
8,535	275	-	-	200,000	4,315	16,799	-	-	-	229,924
<u>2,678,043</u>	<u>549,294</u>	<u>1,217,198</u>	<u>214</u>	<u>2,148,205</u>	<u>42,645</u>	<u>16,799</u>	<u>4,644,646</u>	<u>-</u>	<u>-</u>	<u>11,633,061</u>
-	-	-	-	7,808	22,436	-	4,270,737	-	-	4,473,962
-	595,699	-	-	-	-	-	-	-	-	595,699
-	-	1,250,741	10,478	121,739	-	-	52,090	-	-	1,435,048
1,946,253	-	-	-	483,320	-	-	-	-	-	2,588,284
-	-	-	-	135,811	-	-	272,153	-	-	407,964
18,158	-	-	-	1,097,914	-	-	36,280	-	-	1,152,352
<u>1,964,411</u>	<u>595,699</u>	<u>1,250,741</u>	<u>10,478</u>	<u>1,846,592</u>	<u>22,436</u>	<u>-</u>	<u>4,631,260</u>	<u>-</u>	<u>-</u>	<u>10,653,309</u>
<u>713,632</u>	<u>(46,405)</u>	<u>(33,543)</u>	<u>(10,264)</u>	<u>301,613</u>	<u>20,209</u>	<u>16,799</u>	<u>13,386</u>	<u>-</u>	<u>-</u>	<u>979,752</u>
-	-	-	-	-	13,825	-	-	-	-	13,825
-	173,000	-	-	-	-	-	-	-	-	253,000
-	(36)	-	-	-	-	-	-	-	-	(36)
-	172,964	-	-	-	13,825	-	-	-	-	266,789
<u>713,632</u>	<u>126,559</u>	<u>(33,543)</u>	<u>(10,264)</u>	<u>301,613</u>	<u>34,034</u>	<u>16,799</u>	<u>13,386</u>	<u>-</u>	<u>-</u>	<u>1,246,541</u>
1,614,432	96,837	(5,530)	276,999	(914,664)	172,302	-	-	-	-	1,917,243
<u>\$ 2,328,064</u>	<u>\$ 223,396</u>	<u>\$ (39,073)</u>	<u>\$ 266,735</u>	<u>\$ (613,051)</u>	<u>\$ 206,336</u>	<u>\$ 16,799</u>	<u>\$ 13,386</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,163,784</u>

City of Euclid, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
December 31, 2020

	General Permanent Improvement	Recreation Capital	Sidewalk Repair & Replacement	Public Building Construction
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 726,131	\$ 846,073	\$ 64	\$ -
Cash and Cash Equivalents:				
With Escrow Agents	13,053	-	-	-
Accounts Receivable	2,381,645	-	-	-
Intergovernmental Receivable	11,771	8,239	-	-
Property Taxes Receivable	302,290	211,604	-	-
Payments in Lieu of Taxes Receivable	-	-	-	-
Total Assets	\$ 3,434,890	\$ 1,065,916	\$ 64	\$ -
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	358,313
Total Liabilities	-	-	-	358,313
Deferred Inflows of Resources:				
Property Taxes and Payments in Lieu of Taxes	256,576	179,604	-	-
Unavailable Revenue - Delinquent Property Taxes	45,714	32,000	-	-
Unavailable Revenue - Other	11,771	8,239	-	-
Total Deferred Inflows of Resources	314,061	219,843	-	-
Fund Balances:				
Restricted	3,120,829	846,073	64	-
Unassigned (Deficit)	-	-	-	(358,313)
Total Fund Balances (Deficit)	3,120,829	846,073	64	(358,313)
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 3,434,890	\$ 1,065,916	\$ 64	\$ -

Sims Park	Bennington Hamlet	CMP Properties	Harbor Town TIF	Downtown District A TIF	O'Reilly Public Improvement	Total Nonmajor Capital Projects Funds
\$ 4,307	\$ 26,771	\$ 159,961	\$ 385,869	\$ 156,334	\$ 24,199	\$ 2,329,709
-	-	-	-	-	-	13,053
-	-	-	-	-	-	2,381,645
-	-	-	-	-	-	20,010
-	-	-	-	-	-	513,894
-	87,460	63,188	334,327	102,698	45,318	632,991
<u>\$ 4,307</u>	<u>\$ 114,231</u>	<u>\$ 223,149</u>	<u>\$ 720,196</u>	<u>\$ 259,032</u>	<u>\$ 69,517</u>	<u>\$ 5,891,302</u>
\$ -	\$ -	\$ -	\$ 31,037	\$ -	\$ -	\$ 31,037
-	-	-	-	-	-	358,313
-	-	-	31,037	-	-	389,350
-	87,460	63,188	334,327	102,698	45,318	1,069,171
-	-	-	-	-	-	77,714
-	-	-	-	-	-	20,010
-	87,460	63,188	334,327	102,698	45,318	1,166,895
4,307	26,771	159,961	354,832	156,334	24,199	4,693,370
-	-	-	-	-	-	(358,313)
<u>4,307</u>	<u>26,771</u>	<u>159,961</u>	<u>354,832</u>	<u>156,334</u>	<u>24,199</u>	<u>4,335,057</u>
<u>\$ 4,307</u>	<u>\$ 114,231</u>	<u>\$ 223,149</u>	<u>\$ 720,196</u>	<u>\$ 259,032</u>	<u>\$ 69,517</u>	<u>\$ 5,891,302</u>

City of Euclid, Ohio
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Year Ended December 31, 2020

	General Permanent Improvement	Recreation Capital	Sidewalk Repair & Replacement	Public Building Construction
REVENUES				
Property Taxes	\$ 251,011	\$ 175,688	\$ -	\$ -
Payment in Lieu of Taxes	-	-	-	-
Intergovernmental	23,542	16,478	-	-
Interest	7	-	-	-
All Other Revenues	2,392,879	-	-	-
Total Revenues	<u>2,667,439</u>	<u>192,166</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Current:				
Leisure Time Activities	-	34,376	-	-
Community Environment	-	-	-	-
General Government	43,503	-	-	-
Capital Outlay	939,609	255,980	-	-
Debt Service:				
Principal Retirement	242,208	-	-	-
Interest and Fiscal Charges	21,975	-	-	-
Total Expenditures	<u>1,247,295</u>	<u>290,356</u>	<u>-</u>	<u>-</u>
Excess of Revenues (Under) Expenditures	<u>1,420,144</u>	<u>(98,190)</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES				
Sale of Capital Assets	27,984	-	-	-
Bond Anticipation Notes Issued	853,000	-	-	-
Transfer In	41,759	-	-	-
Total Other Financing Sources	<u>922,743</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	2,342,887	(98,190)	-	-
Fund Balances - Beginning of Year	777,942	944,263	64	(358,313)
Fund Balances - End of Year	<u>\$ 3,120,829</u>	<u>\$ 846,073</u>	<u>\$ 64</u>	<u>\$ (358,313)</u>

Sims Park	Bennington Hamlet	CMP Properties	Harbor Town TIF	Downtown District A TIF	O'Reilly Public Improvement	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 426,699
-	83,035	56,914	303,531	64,011	24,199	531,690
-	-	-	-	-	-	40,020
-	-	-	-	-	-	7
-	-	-	-	-	-	2,392,879
-	83,035	56,914	303,531	64,011	24,199	3,391,295
-	-	-	-	-	-	34,376
-	104,336	41,416	24,148	1,819	-	171,719
-	-	-	-	-	-	43,503
-	-	-	235,722	-	-	1,431,311
-	-	-	-	-	-	242,208
-	-	-	-	-	-	21,975
-	104,336	41,416	259,870	1,819	-	1,945,092
-	(21,301)	15,498	43,661	62,192	24,199	1,446,203
-	-	-	-	-	-	27,984
-	-	-	-	-	-	853,000
-	-	-	-	-	-	41,759
-	-	-	-	-	-	922,743
-	(21,301)	15,498	43,661	62,192	24,199	2,368,946
4,307	48,072	144,463	311,171	94,142	-	1,966,111
<u>\$ 4,307</u>	<u>\$ 26,771</u>	<u>\$ 159,961</u>	<u>\$ 354,832</u>	<u>\$ 156,334</u>	<u>\$ 24,199</u>	<u>\$ 4,335,057</u>

Fund Descriptions – Nonmajor Proprietary Funds

Enterprise Funds are established to account for operations that are financed by user charges for goods or services provided primarily to the general public.

Water Line Improvement Fund This fund accounts for the provision of water distribution to its residential and commercial users located within the City.

Briardale Greens Golf Course Fund This fund is used to account for the operations of the City owned golf course

City of Euclid, Ohio
Combining Statement of Net Position
Nonmajor Enterprise Funds
December 31, 2020

	Water Line Improvement	Briardale Greens Golf Course	Total Nonmajor Enterprise Funds
ASSETS			
Current Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 5,690,332	\$ 57,732	\$ 5,748,064
Cash and Cash Equivalents:			
In Segregated Accounts	-	163,500	163,500
Materials and Supplies Inventory	-	14,716	14,716
Accounts Receivable	575,422	4,000	579,422
Prepaid Items	-	19,742	19,742
Capital Lease Receivable	-	32,740	32,740
Total Current Assets	<u>6,265,754</u>	<u>292,430</u>	<u>6,558,184</u>
Noncurrent Assets:			
Capital Assets:			
Land	-	7,271,526	7,271,526
Depreciable Capital Assets, Net of Depreciation	-	910,703	910,703
Total Noncurrent Assets	<u>-</u>	<u>8,182,229</u>	<u>8,182,229</u>
Total Assets	<u>6,265,754</u>	<u>8,474,659</u>	<u>14,740,413</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferral on Refunding	62,239	-	62,239
Total Deferred Outflows of Resources	<u>62,239</u>	<u>-</u>	<u>62,239</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	47,665	75,355	123,020
Customer Deposits Payable	-	21,195	21,195
Contracts Payable	92,493	-	92,493
Retainage Payable	65,449	-	65,449
Interfund Payable	-	230,000	230,000
Accrued Interest Payable	4,712	-	4,712
Unearned Revenue	-	8,112	8,112
General Obligation Bonds Payable	338,167	-	338,167
OPWC Loans Payable	243,135	-	243,135
Capital Leases Payable	-	10,294	10,294
Total Current Liabilities	<u>791,621</u>	<u>344,956</u>	<u>1,136,577</u>
Noncurrent Liabilities:			
General Obligation Bonds Payable	3,735,343	-	3,735,343
OPWC Loans Payable	3,117,254	-	3,117,254
Capital Leases Payable	-	22,446	22,446
Total Noncurrent Liabilities	<u>6,852,597</u>	<u>22,446</u>	<u>6,875,043</u>
Total Liabilities	<u>7,644,218</u>	<u>367,402</u>	<u>8,011,620</u>
NET POSITION			
Invested in Capital Assets, Net of Related Debt	-	8,149,489	8,149,489
Unrestricted	(1,316,225)	(42,232)	(1,358,457)
Total Net Position	<u>\$ (1,316,225)</u>	<u>\$ 8,107,257</u>	<u>\$ 6,791,032</u>

City of Euclid, Ohio
Combining Statement of Revenues, Expenses and Changes in Fund Net Position
Nonmajor Enterprise Funds
For the Year Ended December 31, 2020

	<u>Water Line Improvement</u>	<u>Briardale Greens Golf Course</u>	<u>Total Nonmajor Enterprise Funds</u>
OPERATING REVENUES			
Charges for Services	\$ 1,837,305	\$ 1,233,599	\$ 3,070,904
Miscellaneous	2,204,765	50,000	2,254,765
Total Operating Revenues	<u>4,042,070</u>	<u>1,283,599</u>	<u>5,325,669</u>
OPERATING EXPENSES			
Contractual Services	2,814,051	1,207,018	4,021,069
Depreciation	-	80,899	80,899
Total Operating Expense	<u>2,814,051</u>	<u>1,287,917</u>	<u>4,101,968</u>
Operating Income (Loss)	<u>1,228,019</u>	<u>(4,318)</u>	<u>1,223,701</u>
NONOPERATING (EXPENSES)			
Interest and Fiscal Charges	(77,488)	-	(77,488)
Total Nonoperating (Expenses)	<u>(77,488)</u>	<u>-</u>	<u>(77,488)</u>
Capital Contributions	198,794	-	198,794
Transfers Out	(59,397)	-	(59,397)
Change in Net Position	1,289,928	(4,318)	1,285,610
Net Position - Beginning of Year	(2,606,153)	8,111,575	5,505,422
Net Position - End of Year	<u>\$ (1,316,225)</u>	<u>\$ 8,107,257</u>	<u>\$ 6,791,032</u>

City of Euclid, Ohio
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended December 31, 2020

	<u>Water Line Improvement</u>	<u>Briardale Greens Golf Course</u>	<u>Total Nonmajor Enterprise Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash Received from Customers	\$ 1,771,804	\$ 1,209,589	\$ 2,981,393
Other Cash Receipts	2,204,765	-	2,204,765
Cash Payments for Goods and Services	(2,629,588)	(1,100,439)	(3,730,027)
Net Cash Provided by Operating Activities	<u>1,346,981</u>	<u>109,150</u>	<u>1,456,131</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Grants Received	198,794	-	198,794
Proceeds from OPWC loan	44,483	-	44,483
Principal Paid on Debt	(818,452)	-	(818,452)
Interest Paid on Debt	(70,255)	-	(70,255)
Transfers Out	(59,397)	-	(59,397)
Net Cash Used in Noncapital Financing Activities	<u>(704,827)</u>	<u>-</u>	<u>(704,827)</u>
Net Increase in Cash and Cash Equivalents	642,154	109,150	751,304
Cash and Cash Equivalents - Beginning of Year	<u>5,048,178</u>	<u>112,082</u>	<u>5,160,260</u>
Cash and Cash Equivalents - End of Year	<u><u>\$ 5,690,332</u></u>	<u><u>\$ 221,232</u></u>	<u><u>\$ 5,911,564</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating Income (Loss)	\$ 1,228,019	\$ (4,318)	\$ 1,223,701
Adjustments:			
Depreciation	-	80,899	80,899
(Increase) Decrease in Assets and Deferred Outflows of Resources:			
Accounts Receivable	(65,501)	(4,000)	(69,501)
Materials and Supplies Inventory	-	3,011	3,011
Prepaid Items	-	(17,342)	(17,342)
Increase (Decrease) in Liabilities and Deferred Inflows of Resources:			
Accounts Payable	26,521	68,375	94,896
Contracts Payable	92,493	-	92,493
Customer Deposits Payable	-	2,535	2,535
Unearned Revenue	-	(20,010)	(20,010)
Retainage Payable	65,449	-	65,449
Net Cash Provided by Operating Activities	<u><u>\$ 1,346,981</u></u>	<u><u>\$ 109,150</u></u>	<u><u>\$ 1,456,131</u></u>

Fund Descriptions – Fiduciary Funds

Custodial Funds

Custodial funds are used to report fiduciary activities that are not required to be reported in a trust fund. These funds do not account for the City's own source revenue. The following is a description of the City's custodial funds:

Retirees' Insurance Fund - This fund accounts for payments by retirees that retain a life insurance policy.

Revolving Fund - This fund accounts for the property room and narcotics holding accounts that are due to others.

Municipal Court and Jail Commissary Fund - This fund accounts for funds that flow through the Municipal Court office. In addition, this account includes funds received and expended from the City's Jail Commissary fund.

City of Euclid, Ohio
Combining Statement of Fiduciary Net Position
Custodial Funds
December 31, 2020

	Retirees Insurance Payments	Revolving	Municipal Court	Total
ASSETS				
Equity in Pooled Cash and Cash Equivalents	\$ 16,487	\$ 144,162	\$ -	\$ 160,649
Cash and Cash Equivalents in Segregated Accounts	-	-	337,500	337,500
Total Assets	16,487	144,162	337,500	498,149
LIABILITIES				
Due to External Parties	16,487	144,162	337,500	498,149
Total Liabilities	16,487	144,162	337,500	498,149
NET POSITION				
Restricted For:				
Individuals, Organizations, and Other Governments	-	-	-	-
Total Net Position	\$ -	\$ -	\$ -	\$ -

City of Euclid, Ohio
Combining Statement of Change in Fiduciary Net Position
Custodial Funds
For the Year Ended December 31, 2020

	Retirees Insurance Payments	Revolving	Municipal Court	Total
ADDITIONS				
Fines and Forfeitures for Other Governments	\$ -	\$ -	\$ 4,078,387	\$ 4,078,387
Miscellaneous	100	-	-	100
Total Additions	<u>100</u>	<u>-</u>	<u>4,078,387</u>	<u>4,078,487</u>
DEDUCTIONS				
Fines and Forfeitures Distributions to Other Governments	-	-	4,078,387	4,078,387
Medical, Dental, and Life Insurance for Retirees	100	-	-	100
Total Deductions	<u>100</u>	<u>-</u>	<u>4,078,387</u>	<u>4,078,487</u>
Net Increase (Decrease) in Fiduciary Net Position	-	-	-	-
Net Position - Beginning of Year	-	-	-	-
Net Position - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 1,741,627	\$ 1,741,627	\$ 1,686,734	\$ (54,893)
Income Taxes	27,000,000	27,000,000	27,898,808	898,808
Hotel Taxes	700,000	700,000	627,455	(72,545)
Intergovernmental	1,897,069	1,897,069	2,016,461	119,392
Interest	300,000	300,000	377,179	77,179
Licenses and Permits	1,136,300	1,136,300	842,962	(293,338)
Fines and Forfeitures	1,471,100	1,471,100	1,196,011	(275,089)
Rentals	44,000	44,000	38,427	(5,573)
Charges for Services	5,510,336	5,510,336	5,432,523	(77,813)
Contributions and Donations	5,500	5,500	10,334	4,834
Special Assessments	830,000	830,000	945,221	115,221
All Other Revenues	357,500	357,500	1,465,017	1,107,517
Total Revenues	40,993,432	40,993,432	42,537,132	1,543,700
Expenditures:				
Current:				
Security of Persons and Property				
Police				
Personal Services	12,881,031	12,881,031	10,189,727	2,691,304
Other	1,276,879	1,476,879	1,448,994	27,885
Total Police	<u>14,157,910</u>	<u>14,357,910</u>	<u>11,638,721</u>	<u>2,719,189</u>
Police Administration				
Personal Services	729,680	729,680	684,056	45,624
Other	170,672	170,672	144,911	25,761
Total Police Administration	<u>900,352</u>	<u>900,352</u>	<u>828,967</u>	<u>71,385</u>
Corrections				
Personal Services	104,250	104,250	1,389	102,861
Other	600,000	600,000	392,883	207,117
Total Corrections	<u>704,250</u>	<u>704,250</u>	<u>394,272</u>	<u>309,978</u>
Fire				
Personal Services	11,020,215	11,020,215	9,359,860	1,660,355
Other	156,502	188,935	188,668	267
Total Fire	<u>11,176,717</u>	<u>11,209,150</u>	<u>9,548,528</u>	<u>1,660,622</u>
Fire Administration				
Personal Services	64,706	71,706	65,785	5,921
Other	22,047	22,047	20,347	1,700
Total Fire Administration	<u>86,753</u>	<u>93,753</u>	<u>86,132</u>	<u>7,621</u>
Total Security of Persons and Property	<u>27,025,982</u>	<u>27,265,415</u>	<u>22,496,620</u>	<u>4,768,795</u>

(Continued)

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2020
 (Continued)*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Health				
Health				
Personal Services	26,429	26,429	8,348	18,081
Other	358,614	358,614	322,748	35,866
Total Public Health	<u>385,043</u>	<u>385,043</u>	<u>331,096</u>	<u>53,947</u>
Community and Economic Development				
Planning and Development				
Personal Services	254,971	254,971	246,358	8,613
Other Expenses	109,791	119,941	116,067	3,874
Total Planning and Development	<u>364,762</u>	<u>374,912</u>	<u>362,425</u>	<u>12,487</u>
Building/Housing				
Personal Services	953,878	953,878	867,544	86,334
Other Expenses	228,567	228,567	197,254	31,313
Total Building/Housing	<u>1,182,445</u>	<u>1,182,445</u>	<u>1,064,798</u>	<u>117,647</u>
Total Community and Economic Development	<u>1,547,207</u>	<u>1,557,357</u>	<u>1,427,223</u>	<u>130,134</u>
Sanitation				
Public Works				
Personal Services	101,053	101,053	100,314	739
Other Expenses	5,669	5,669	5,113	556
Total Public Works	<u>106,722</u>	<u>106,722</u>	<u>105,427</u>	<u>1,295</u>
Sanitation				
Other Expenses	2,623,242	2,623,242	2,623,142	100
Total Sanitation	<u>2,623,242</u>	<u>2,623,242</u>	<u>2,623,142</u>	<u>100</u>
Total Sanitation	<u>2,729,964</u>	<u>2,729,964</u>	<u>2,728,569</u>	<u>1,395</u>
Leisure Time Activities				
Parks				
Personal Services	1,014,534	1,014,534	929,986	84,548
Other Expenses	54,218	54,218	53,808	410
Total Parks	<u>1,068,752</u>	<u>1,068,752</u>	<u>983,794</u>	<u>84,958</u>
Senior Center				
Personal Services	289,049	289,049	242,044	47,005
Other Expenses	54,799	54,799	26,820	27,979
Total Senior Center	<u>343,848</u>	<u>343,848</u>	<u>268,864</u>	<u>74,984</u>
Total Leisure Time Activities	<u>1,412,600</u>	<u>1,412,600</u>	<u>1,252,658</u>	<u>159,942</u>

(Continued)

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2020
 (Continued)*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
General Government				
Council				
Personal Services	173,913	173,913	172,089	1,824
Other Expenses	7,325	7,325	6,192	1,133
Total Council	<u>181,238</u>	<u>181,238</u>	<u>178,281</u>	<u>2,957</u>
Court				
Personal Services	1,588,643	1,588,643	1,378,032	210,611
Other Expenses	241,456	601,456	598,383	3,073
Total Court	<u>1,830,099</u>	<u>2,190,099</u>	<u>1,976,415</u>	<u>213,684</u>
Mayor				
Personal Services	345,827	345,827	320,909	24,918
Other Expenses	6,400	6,400	2,230	4,170
Total Mayor	<u>352,227</u>	<u>352,227</u>	<u>323,139</u>	<u>29,088</u>
Human Resources				
Personal Services	1,000	1,000	661	339
Other Expenses	2,986	2,986	1,394	1,592
Total Human Resources	<u>3,986</u>	<u>3,986</u>	<u>2,055</u>	<u>1,931</u>
Civil Services				
Personal Services	19,480	19,480	19,371	109
Other Expenses	20,312	20,312	20,004	308
Total Civil Services	<u>39,792</u>	<u>39,792</u>	<u>39,375</u>	<u>417</u>
Law				
Personal Services	693,667	693,667	625,582	68,085
Other Expenses	272,333	272,333	198,704	73,629
Total Law Department	<u>966,000</u>	<u>966,000</u>	<u>824,286</u>	<u>141,714</u>
Finance Department				
Personal Services	514,976	514,976	477,205	37,771
Other Expenses	109,885	109,885	107,803	2,082
Total Finance	<u>624,861</u>	<u>624,861</u>	<u>585,008</u>	<u>39,853</u>
Tax				
Personal Services	280,580	280,580	240,937	39,643
Other Expenses	93,370	93,370	82,473	10,897
Total Tax	<u>373,950</u>	<u>373,950</u>	<u>323,410</u>	<u>50,540</u>

(Continued)

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Fund
 For the Year Ended December 31, 2020
 (Continued)*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Information Technology				
Personal Services	164,554	164,554	101,619	62,935
Other Expenses	146,314	146,314	142,506	3,808
Total Information Technology	<u>310,868</u>	<u>310,868</u>	<u>244,125</u>	<u>66,743</u>
Public Buildings				
Personal Services	689,768	719,768	710,932	8,836
Other Expenses	194,325	194,325	186,974	7,351
Total Public Buildings	<u>884,093</u>	<u>914,093</u>	<u>897,906</u>	<u>16,187</u>
Motor Maintenance				
Personal Services	744,887	744,887	719,337	25,550
Other Expenses	543,395	543,395	521,828	21,567
Total Motor Maintenance	<u>1,288,282</u>	<u>1,288,282</u>	<u>1,241,165</u>	<u>47,117</u>
Engineering				
Other Expenses	81,700	81,700	75,804	5,896
Total Engineering	<u>81,700</u>	<u>81,700</u>	<u>75,804</u>	<u>5,896</u>
Planning and Zoning				
Personal Services	251,391	251,391	225,058	26,333
Other	8,525	8,525	6,803	1,722
Total Planning and Zoning	<u>259,916</u>	<u>259,916</u>	<u>231,861</u>	<u>28,055</u>
General Services				
Personal Services	-	5,000	4,655	345
Other Expenses	2,298,952	2,298,952	2,124,745	174,207
Total General Services	<u>2,298,952</u>	<u>2,303,952</u>	<u>2,129,400</u>	<u>174,552</u>
Total General Government	<u>9,495,964</u>	<u>9,890,964</u>	<u>9,072,230</u>	<u>818,734</u>
Total Expenditures	<u>42,596,760</u>	<u>43,241,343</u>	<u>37,308,396</u>	<u>5,932,947</u>
Excess of Revenues Over (Under) Expenditures	(1,603,328)	(2,247,911)	5,228,736	7,476,647
Other Financing Sources (Uses)				
Sale of Capital Assets	2,500	2,500	5,058	2,558
Advances Out	(100,000)	(100,000)	-	100,000
Transfers In	-	-	36	36
Transfers Out	(805,000)	(1,345,000)	(1,345,000)	-
Total Other Financing Sources (Uses)	<u>(902,500)</u>	<u>(1,442,500)</u>	<u>(1,339,906)</u>	<u>102,594</u>
Net Change in Fund Balance	(2,505,828)	(3,690,411)	3,888,830	7,579,241
Fund Balance - Beginning of Year	4,669,146	4,669,146	4,669,146	-
Prior Year Encumbrances Appropriated	486,233	486,233	486,233	-
Fund Balance - End of Year	<u>\$ 2,649,551</u>	<u>\$ 1,464,968</u>	<u>\$ 9,044,209</u>	<u>\$ 7,579,241</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 General Obligation Bond Retirement Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Property Taxes	\$ 2,085,085	\$ 2,223,372	\$ 138,287
Intergovernmental	269,383	285,838	16,455
Special Assessments	116,470	-	(116,470)
Total Revenues	<u>2,470,938</u>	<u>2,509,210</u>	<u>38,272</u>
Expenditures:			
Current:			
General Government			
Other	<u>39,156</u>	<u>39,154</u>	<u>2</u>
Debt Service:			
Principal	7,035,770	7,035,770	-
Interest & Fiscal Charges	493,866	493,866	-
Total Debt Service	<u>7,529,636</u>	<u>7,529,636</u>	<u>-</u>
Total Expenditures	<u>7,568,792</u>	<u>7,568,790</u>	<u>2</u>
Excess of Revenues Over (Under) Expenditures	(5,097,854)	(5,059,580)	38,274
Other Financing Sources			
Bond Anticipation Notes Issued	5,000,000	5,000,000	-
Premium on Note Issuance	-	40,327	40,327
Total Other Financing Sources	<u>5,000,000</u>	<u>5,040,327</u>	<u>40,327</u>
Net Change in Fund Balance	(97,854)	(19,253)	78,601
Fund Balance - Beginning of Year	381,396	381,396	-
Fund Balance - End of Year	<u>\$ 283,542</u>	<u>\$ 362,143</u>	<u>\$ 78,601</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Self Insurance Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Expenses:			
Current:			
Contractual Services	\$ 49,628	\$ 55,003	\$ (5,375)
Other	909,529	843,791	65,738
Total Expenses	<u>959,157</u>	<u>898,794</u>	<u>60,363</u>
Excess of Revenues Over (Under) Expenses	(959,157)	(898,794)	60,363
Other Financing Sources			
Transfer In	865,000	865,000	-
Total Other Financings Sources	<u>865,000</u>	<u>865,000</u>	<u>-</u>
Net Change in Fund Equity	(94,157)	(33,794)	60,363
Fund Equity - Beginning of Year	1,845	1,845	-
Prior Year Encumbrances Appropriated	95,156	95,156	-
Fund Equity - End of Year	<u>\$ 2,844</u>	<u>\$ 63,207</u>	<u>\$ 60,363</u>

City of Euclid, 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, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 145,917	\$ 163,119	\$ 17,202
Total Revenues	<u>145,917</u>	<u>163,119</u>	<u>17,202</u>
Expenditures:			
Current:			
Transportation			
Other	177,563	172,564	4,999
Total Expenditures	<u>177,563</u>	<u>172,564</u>	<u>4,999</u>
Net Change in Fund Balance	(31,646)	(9,445)	22,201
Fund Balance - Beginning of Year	29,128	29,128	-
Prior Year Encumbrances Appropriated	28,563	28,563	-
Fund Balance - End of Year	<u>\$ 26,045</u>	<u>\$ 48,246</u>	<u>\$ 22,201</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Indigent Drivers Alcohol Treatment Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines and Forfeitures	\$ 6,000	\$ 6,068	\$ 68
Total Revenues	<u>6,000</u>	<u>6,068</u>	<u>68</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	140,000	957	139,043
Total Expenditures	<u>140,000</u>	<u>957</u>	<u>139,043</u>
Net Change in Fund Balance	(134,000)	5,111	139,111
Fund Balance - Beginning of Year	147,443	147,443	-
Fund Balance - End of Year	<u>\$ 13,443</u>	<u>\$ 152,554</u>	<u>\$ 139,111</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Court Computerization Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final			
Revenues:				
Fines and Forfeitures	\$ 70,000		\$ 88,957	\$ 18,957
Total Revenues	70,000		88,957	18,957
Expenditures:				
Current:				
Security of Persons and Property				
Other	250,000		54,048	195,952
Total Expenditures	250,000		54,048	195,952
Net Change in Fund Balance	(180,000)		34,909	214,909
Fund Balance - Beginning of Year	209,861		209,861	-
Fund Balance - End of Year	\$ 29,861		\$ 244,770	\$ 214,909

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Court Special Projects Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines and Forfeitures	\$ 70,000	\$ 52,581	\$ (17,419)
Total Revenues	<u>70,000</u>	<u>52,581</u>	<u>(17,419)</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	220,000	865	219,135
Total Expenditures	<u>220,000</u>	<u>865</u>	<u>219,135</u>
Net Change in Fund Balance	(150,000)	51,716	201,716
Fund Balance - Beginning of Year	159,643	159,643	-
Fund Balance - End of Year	<u>\$ 9,643</u>	<u>\$ 211,359</u>	<u>\$ 201,716</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Animal Shelter Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 30,000	\$ 26,061	\$ (3,939)
Total Revenues	30,000	26,061	(3,939)
Expenditures:			
Current:			
Security of Persons and Property			
Personal Services	87,451	84,444	3,007
Other	17,430	15,212	2,218
Total Expenditures	104,881	99,656	5,225
Excess of Revenues Over (Under) Expenditures	(74,881)	(73,595)	1,286
Other Financing Sources			
Transfers In	80,000	80,000	-
Total Other Financing Sources	80,000	80,000	-
Net Change in Fund Balance	5,119	6,405	1,286
Fund Balance - Beginning of Year	13,972	13,972	-
Fund Balance - End of Year	\$ 19,091	\$ 20,377	\$ 1,286

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Nuisance Abatement Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 69,500	\$ 99,668	\$ 30,168
Special Assessments	110,000	217,164	107,164
Total Revenues	<u>179,500</u>	<u>316,832</u>	<u>137,332</u>
Expenditures:			
Current:			
Community and Economic Development			
Personal Services	59,125	-	59,125
Other	92,278	52,730	39,548
Total Expenditures	<u>151,403</u>	<u>52,730</u>	<u>98,673</u>
Net Change in Fund Balance	28,097	264,102	236,005
Fund Balance - Beginning of Year	23,871	23,871	-
Prior Year Encumbrances Appropriated	3,278	3,278	-
Fund Balance - End of Year	<u>\$ 55,246</u>	<u>\$ 291,251</u>	<u>\$ 236,005</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Indigent Drivers Interlock and Alcohol Monitoring Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines and Forfeitures	\$ 5,000	\$ 5,434	\$ 434
Total Revenues	<u>5,000</u>	<u>5,434</u>	<u>434</u>
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others:			
Other	50,000	28,419	21,581
Total Expenditures	<u>50,000</u>	<u>28,419</u>	<u>21,581</u>
Net Change in Fund Balance	(45,000)	(22,985)	22,015
Fund Balance - Beginning of Year	57,365	57,365	-
Fund Balance - End of Year	<u>\$ 12,365</u>	<u>\$ 34,380</u>	<u>\$ 22,015</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Street Maintenance and Construction Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 2,403,855	\$ 2,276,507	\$ (127,348)
All Other Revenues	225,000	435,785	210,785
Total Revenues	<u>2,628,855</u>	<u>2,712,292</u>	<u>83,437</u>
Expenditures:			
Current:			
Transportation			
Personal Services	1,103,103	1,053,333	49,770
Other	2,371,618	1,049,595	1,322,023
Total Expenditures	<u>3,474,721</u>	<u>2,102,928</u>	<u>1,371,793</u>
Net Change in Fund Balance	(845,866)	609,364	1,455,230
Fund Balance - Beginning of Year	728,596	728,596	-
Prior Year Encumbrances Appropriated	448,238	448,238	-
Fund Balance - End of Year	<u>\$ 330,968</u>	<u>\$ 1,786,198</u>	<u>\$ 1,455,230</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Community Television Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts <u>Final</u>	Actual	Variance with Final Budget Positive (Negative)
Revenues	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Current:			
Community and Economic Development			
Other	3,271	1,463	1,808
Total Expenditures	<u>3,271</u>	<u>1,463</u>	<u>1,808</u>
Net Change in Fund Balance	(3,271)	(1,463)	1,808
Fund Balance - Beginning of Year	3,272	3,272	-
Fund Balance - End of Year	<u><u>\$ 1</u></u>	<u><u>\$ 1,809</u></u>	<u><u>\$ 1,808</u></u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Recreation Operating Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 305,750	\$ 326,301	\$ 20,551
Intergovernmental	31,171	30,603	(568)
Charges for Services	267,000	191,111	(75,889)
Contributions and Donations	500	1,004	504
All Other Revenues	-	275	275
Total Revenues	<u>604,421</u>	<u>549,294</u>	<u>(55,127)</u>
Expenditures:			
Current:			
Leisure Time Activities			
Personal Services	445,215	300,714	144,501
Other	435,938	287,493	148,445
Total Expenditures	<u>881,153</u>	<u>588,207</u>	<u>292,946</u>
Excess of Revenues Over (Under) Expenditures	(276,732)	(38,913)	237,819
Other Financing Sources (Uses)			
Transfers In	250,000	173,000	(77,000)
Transfers Out	(37)	(36)	1
Total Other Financing Sources (Uses)	<u>249,963</u>	<u>172,964</u>	<u>(76,999)</u>
Net Change in Fund Balance	(26,769)	134,051	160,820
Fund Balance - Beginning of Year	97,530	97,530	-
Prior Year Encumbrances Appropriated	34,101	34,101	-
Fund Balance - End of Year	<u>\$ 104,862</u>	<u>\$ 265,682</u>	<u>\$ 160,820</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Community Development Block Grant Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 2,010,604	\$ 1,134,938	\$ (875,666)
Total Revenues	<u>2,010,604</u>	<u>1,134,938</u>	<u>(875,666)</u>
Expenditures:			
Current:			
Community and Economic Development			
Personal Services	390,505	383,755	6,750
Other	1,378,019	833,607	544,412
Total Expenditures	<u>1,768,524</u>	<u>1,217,362</u>	<u>551,162</u>
Net Change in Fund Balance	242,080	(82,424)	(324,504)
Fund Balance (Deficit)- Beginning of Year	(57,071)	(57,071)	-
Fund Balance (Deficit) - End of Year	<u>\$ 185,009</u>	<u>\$ (139,495)</u>	<u>\$ (324,504)</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Neighborhood Stabilization Program Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts <u>Final</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental	\$ 115,000	\$ 214	\$ (114,786)
Total Revenues	<u>115,000</u>	<u>214</u>	<u>(114,786)</u>
Expenditures:			
Current:			
Community and Economic Development			
Other	75,249	10,649	64,600
Total Expenditures	<u>75,249</u>	<u>10,649</u>	<u>64,600</u>
Net Change in Fund Balance	39,751	(10,435)	(50,186)
Fund Balance - Beginning of Year	115,761	115,761	-
Prior Year Encumbrances Appropriated	249	249	-
Fund Balance - End of Year	<u>\$ 155,761</u>	<u>\$ 105,575</u>	<u>\$ (50,186)</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Other Grants Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ -	\$ 1,895,297	\$ 1,895,297
Fines and Forfeitures	-	-	1,671	1,671
Contributions and Donations	-	-	277	277
All Other Revenues	5,000,000	5,000,000	200,000	(4,800,000)
Total Revenues	<u>5,000,000</u>	<u>5,000,000</u>	<u>2,097,245</u>	<u>(2,902,755)</u>
Expenditures:				
Current:				
General Government				
Other	2,340,930	5,407,475	2,869,526	2,537,949
General Government	2,340,930	5,407,475	2,869,526	2,537,949
Total Expenditures	<u>2,340,930</u>	<u>5,407,475</u>	<u>2,869,526</u>	<u>2,537,949</u>
Net Change in Fund Balance	2,659,070	(407,475)	(772,281)	(364,806)
Fund Balance - Beginning of Year	75,117	75,117	75,117	-
Prior Year Encumbrances Appropriated	340,930	340,930	340,930	-
Fund Balance- End of Year	<u>\$ 3,075,117</u>	<u>\$ 8,572</u>	<u>\$ (356,234)</u>	<u>\$ (364,806)</u>

City of Euclid, 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, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Interest	\$ -	\$ 122	\$ 122
Fines and Forfeitures	-	38,208	38,208
All Other Revenues	-	4,315	4,315
Total Revenues	<u>-</u>	<u>42,645</u>	<u>42,645</u>
Expenditures:			
Current:			
Security of Persons and Property			
Other	171,278	43,301	127,977
Total Expenditures	<u>171,278</u>	<u>43,301</u>	<u>127,977</u>
Excess of Revenues Over (Under) Expenditures	(171,278)	(656)	170,622
Other Financing Sources			
Sale of Capital Assets	-	13,825	13,825
Total Other Financing Sources	<u>-</u>	<u>13,825</u>	<u>13,825</u>
Net Change in Fund Balance	(171,278)	13,169	184,447
Fund Balance - Beginning of Year	158,349	158,349	-
Prior Year Encumbrances Appropriated	14,278	14,278	-
Fund Balance - End of Year	<u>\$ 1,349</u>	<u>\$ 185,796</u>	<u>\$ 184,447</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
HOME Program Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Final			
Revenues:				
Intergovernmental	\$ 115,000		\$ -	\$ (115,000)
All Other Revenues	-		16,799	16,799
Total Revenues	115,000		16,799	(98,201)
Expenditures:				
Current:				
Community and Economic Development				
Other	115,000		-	115,000
Total Expenditures	115,000		-	115,000
Net Change in Fund Balance	-		16,799	16,799
Fund Balance - Beginning of Year	-		-	-
Fund Balance - End of Year	\$ -		\$ 16,799	\$ 16,799

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 CARES Act Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 4,747,740	\$ 4,381,325	\$ (366,415)
Total Revenues	<u>4,747,740</u>	<u>4,381,325</u>	<u>(366,415)</u>
Expenditures:			
Current:			
Community Development			
Personal Services	3,388,520	3,370,787	17,733
Other	1,355,887	1,274,672	81,215
Total Expenditures	<u>4,744,407</u>	<u>4,645,459</u>	<u>98,948</u>
Excess of Revenues Over (Under) Expenditures	<u>3,333</u>	<u>(264,134)</u>	<u>(267,467)</u>
Net Change in Fund Balance	3,333	(264,134)	(267,467)
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u>\$ 3,333</u>	<u>\$ (264,134)</u>	<u>\$ (267,467)</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Building Deposit Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
All Other Revenues	\$ 40,000	\$ 92,638	\$ 52,638
Total Revenues	40,000	92,638	52,638
Expenditures:			
Current:			
General Government			
Other	100,000	31,574	68,426
Total Expenditures	100,000	31,574	68,426
Excess of Revenues Over (Under) Expenditures	(60,000)	61,064	121,064
Net Change in Fund Balance	(60,000)	61,064	121,064
Fund Balance - Beginning of Year	178,334	178,334	-
Fund Balance - End of Year	\$ 118,334	\$ 239,398	\$ 121,064

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Street Opening Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
All Other Revenues	\$ -	\$ 3,000	\$ 3,000
Total Revenues	-	3,000	3,000
Expenditures:			
Current:			
Transportation			
Other	50,000	2,000	48,000
Total Expenditures	50,000	2,000	48,000
Excess of Revenues Over (Under) Expenditures	(50,000)	1,000	51,000
Net Change in Fund Balance	(50,000)	1,000	51,000
Fund Balance - Beginning of Year	108,379	108,379	-
Fund Balance - End of Year	\$ 58,379	\$ 109,379	\$ 51,000

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Shore Corporation Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
All Other Revenues	\$ 17,867	\$ -	\$ (17,867)
Total Revenues	<u>17,867</u>	<u>-</u>	<u>(17,867)</u>
Expenditures:			
Current:			
Leisure Time Activities			
Other	245,000	232,334	12,666
Total Expenditures	<u>245,000</u>	<u>232,334</u>	<u>12,666</u>
Excess of Revenues Over (Under) Expenditures	(227,133)	(232,334)	(5,201)
Other Financing Sources			
Transfers In	227,000	227,000	-
Total Other Financing Sources	<u>227,000</u>	<u>227,000</u>	<u>-</u>
Net Change in Fund Balance	(133)	(5,334)	(5,201)
Fund Balance - Beginning of Year	5,334	5,334	-
Fund Balance - End of Year	<u>\$ 5,201</u>	<u>\$ -</u>	<u>\$ (5,201)</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
General Permanent Improvement Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Property Taxes	\$ 236,963	\$ 251,011	\$ 14,048
Intergovernmental	22,208	23,542	1,334
All Other Revenues	-	11,234	11,234
Total Revenues	259,171	285,787	26,616
Expenditures:			
Current:			
Capital Outlay:			
Other	1,589,175	1,333,388	255,787
Debt Service:			
Principal	195,965	176,724	19,241
Total Expenditures	1,785,140	1,510,112	275,028
Excess of Revenues Over (Under) Expenditures	(1,525,969)	(1,224,325)	301,644
Other Financing Sources			
Sale of Capital Assets	15,000	27,984	12,984
Notes Issued	1,000,000	853,000	(147,000)
Total Other Financing Sources	1,015,000	880,984	(134,016)
Net Change in Fund Balance	(510,969)	(343,341)	167,628
Fund Balance - Beginning of Year	331,538	331,538	-
Prior Year Encumbrances Appropriated	440,466	440,466	-
Fund Balance - End of Year	\$ 261,035	\$ 428,663	\$ 167,628

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Recreation Capital Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Property Taxes	\$ 65,873	\$ 175,688	\$ 109,815
Intergovernmental	15,546	16,478	932
Total Revenues	<u>81,419</u>	<u>192,166</u>	<u>110,747</u>
Expenditures:			
Current:			
Capital Outlay:			
Other	<u>503,665</u>	<u>323,735</u>	<u>179,930</u>
Total Expenditures	<u>503,665</u>	<u>323,735</u>	<u>179,930</u>
Net Change in Fund Balance	(422,246)	(131,569)	290,677
Fund Balance - Beginning of Year	940,600	940,600	-
Prior Year Encumbrances Appropriated	3,665	3,665	-
Fund Balance - End of Year	<u>\$ 522,019</u>	<u>\$ 812,696</u>	<u>\$ 290,677</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Sidewalk Repair and Replacement Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
Expenditures:			
Capital Outlay:			
Other	\$ 63	\$ -	\$ 63
Total Expenditures	<u>63</u>	<u>-</u>	<u>63</u>
 Net Change in Fund Balance	 (63)	 -	 63
 Fund Balance - Beginning of Year	 64	 64	 -
Fund Balance - End of Year	<u><u>\$ 1</u></u>	<u><u>\$ 64</u></u>	<u><u>\$ 63</u></u>

City of Euclid, Ohio
*Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Sims Park Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Expenditures:			
Capital Outlay:			
Other	\$ 4,307	\$ -	\$ 4,307
Total Expenditures	4,307	-	4,307
Net Change in Fund Balance	(4,307)	-	4,307
Fund Balance - Beginning of Year	4,307	4,307	-
Fund Balance - End of Year	\$ -	\$ 4,307	\$ 4,307

City of Euclid Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
Bennington Hamlet Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
Payments in Lieu of Taxes	\$ 90,000	\$ 83,035	\$ (6,965)
Total Revenues	<u>90,000</u>	<u>83,035</u>	<u>(6,965)</u>
Expenditures:			
Capital Outlay:			
Other	120,000	112,956	7,044
Total Expenditures	<u>120,000</u>	<u>112,956</u>	<u>7,044</u>
Net Change in Fund Balance	(30,000)	(29,921)	79
Fund Balance - Beginning of Year	36,692	36,692	-
Prior Year Encumbrances Appropriated	20,000	20,000	-
Fund Balance - End of Year	<u>\$ 26,692</u>	<u>\$ 26,771</u>	<u>\$ 79</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Basis) and Actual
CMP Properties Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 57,000	\$ 56,914	\$ (86)
Total Revenues	57,000	56,914	(86)
Expenditures:			
Capital Outlay:			
Other	197,575	161,055	36,520
Net Change in Fund Balance	(140,575)	(104,141)	36,434
Fund Balance - Beginning of Year	23,767	23,767	-
Prior Year Encumbrances Appropriated	137,575	137,575	-
Fund Balance - End of Year	\$ 20,767	\$ 57,201	\$ 36,434

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Balance -
 Budget (Non-GAAP Basis) and Actual
 Harbor Town TIF Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 300,000	\$ 303,531	\$ 3,531
Total Revenues	<u>300,000</u>	<u>303,531</u>	<u>3,531</u>
Expenditures:			
Capital Outlay:			
Other	625,872	269,722	356,150
Total Expenditures	<u>625,872</u>	<u>269,722</u>	<u>356,150</u>
Net Change in Fund Balance	(325,872)	33,809	359,681
Fund Balance - Beginning of Year	324,381	324,381	-
Prior Year Encumbrances Appropriated	25,872	25,872	-
Fund Balance - End of Year	<u>\$ 24,381</u>	<u>\$ 384,062</u>	<u>\$ 359,681</u>

City of Euclid, Ohio
*Schedule of Revenues, Expenses and Changes in Fund Equity -
 Budget (Non-GAAP Basis) and Actual
 Downtown District A TIF Fund
 For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Payments in Lieu of Taxes	\$ 65,000	\$ 64,011	\$ (989)
Total Revenues	<u>65,000</u>	<u>64,011</u>	<u>(989)</u>
Expenditures:			
Capital Outlay:			
Other	156,975	8,794	148,181
Total Expenditures	<u>156,975</u>	<u>8,794</u>	<u>148,181</u>
Net Change in Fund Balance	(91,975)	55,217	147,192
Fund Balance - Beginning of Year	94,142	94,142	-
Prior Year Encumbrances Appropriated	6,975	6,975	-
Fund Balance - End of Year	<u>\$ 9,142</u>	<u>\$ 156,334</u>	<u>\$ 147,192</u>

City of Euclid, Ohio

*Schedule of Revenues, Expenses and Changes in Fund Equity -
Budget (Non-GAAP Basis) and Actual
O'Reilly Public Improvement Fund
For the Year Ended December 31, 2020*

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	
Revenues:			
	\$ -	\$ 24,199	\$ 24,199
Total Revenues	<u>-</u>	<u>24,199</u>	<u>24,199</u>
Expenditures:			
Net Change in Fund Balance	-	24,199	24,199
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 24,199</u>	<u>\$ 24,199</u>

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STATISTICAL SECTION

City of Euclid, Ohio

Statistical Section

This part of City'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.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	S2 – S15
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue sources, property taxes and municipal income taxes.	S16 – S22
Debt Capacity 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.	S24 – S30
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	S31 – S32
Operating Information These schedules contain service 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.	S33 – S42

Sources: Unless otherwise noted, the information in these schedules is derived from the basic financial statements for the relevant year.

City of Euclid, Ohio

Net Position by Component Accrual Basis of Accounting Last Ten Years

	2020	2019 Restated	2018	2017 (2)
Governmental Activities				
Net Investment in Capital Assets	\$ 25,274,148	\$ 24,936,122	\$ 24,074,861	\$ 21,530,048
Restricted	10,310,716	7,048,569	4,710,052	5,234,805
Unrestricted	(44,375,501)	(46,073,604)	(71,286,632)	(65,129,395)
Total Governmental Activities Net Position	\$ (8,790,637)	\$ (14,088,913)	\$ (42,501,719)	\$ (38,364,542)
Business Type - Activities				
Net Investment in Capital Assets	\$ 59,409,426	\$ 55,065,315	\$ 51,873,706	\$ 47,629,041
Unrestricted	21,581,367	19,928,651	17,957,478	15,625,946
Total Business-Type Activities Net Position	\$ 80,990,793	\$ 74,993,966	\$ 69,831,184	\$ 63,254,987
Primary Government				
Net Investment in Capital Assets	\$ 84,683,574	\$ 80,001,437	\$ 75,948,567	\$ 69,159,089
Restricted	10,310,716	7,048,569	4,710,052	5,234,805
Unrestricted	(22,794,134)	(26,144,953)	(53,329,154)	(49,503,449)
Total Primary Government Net Position	\$ 72,200,156	\$ 60,905,053	\$ 27,329,465	\$ 24,890,445

- (1) The City implemented GASB Statement No. 68. As a result, the 2014 and 2015 Net Position was restated.
 (2) The City implemented GASB Statement No.75. As a result, the 2017 Net Position was restated.

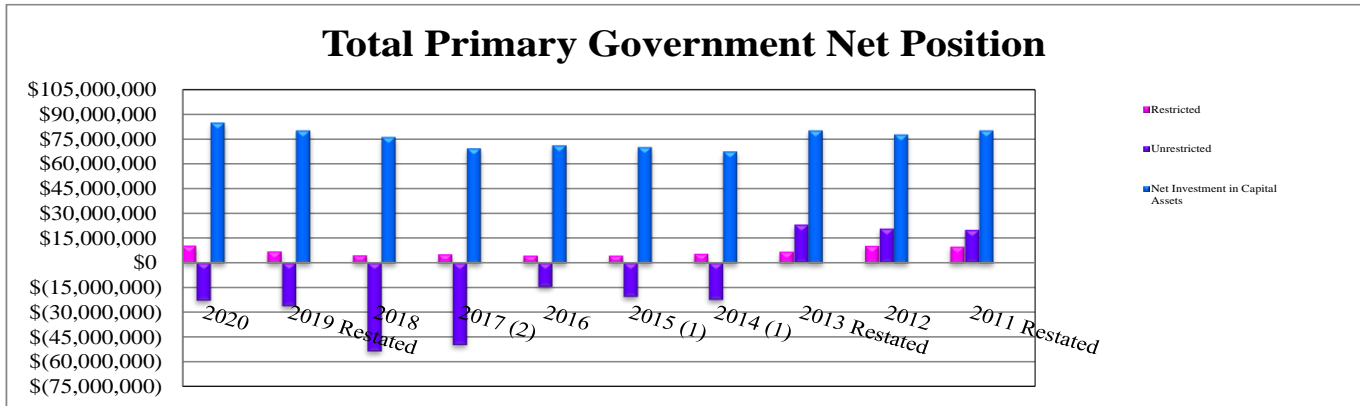


Table 1

2016	2015 (1)	2014 (1)	2013 Restated	2012	2011 Restated
\$ 24,766,951	\$ 27,228,440	\$ 30,734,068	\$ 32,235,958	\$ 32,146,243	\$ 36,430,785
4,613,091	4,514,553	5,572,849	6,761,817	10,219,167	9,671,191
(26,738,157)	(26,065,765)	(26,559,107)	10,896,260	12,076,435	11,807,492
<u>\$ 2,641,885</u>	<u>\$ 5,677,228</u>	<u>\$ 9,747,810</u>	<u>\$ 49,894,035</u>	<u>\$ 54,441,845</u>	<u>\$ 57,909,468</u>
\$ 46,148,436	\$ 42,710,192	\$ 36,541,168	\$ 47,755,727	\$ 45,310,310	\$ 43,523,835
12,251,787	6,386,794	4,187,683	12,158,558	8,658,820	8,144,885
<u>\$ 58,400,223</u>	<u>\$ 49,096,986</u>	<u>\$ 40,728,851</u>	<u>\$ 59,914,285</u>	<u>\$ 53,969,130</u>	<u>\$ 51,668,720</u>
\$ 70,915,387	\$ 69,938,632	\$ 67,275,236	\$ 79,991,685	\$ 77,456,553	\$ 79,954,620
4,613,091	4,514,553	5,572,849	6,761,817	10,219,167	9,671,191
(14,486,370)	(20,499,081)	(22,371,424)	23,054,818	20,735,255	19,952,377
<u>\$ 61,042,108</u>	<u>\$ 53,954,104</u>	<u>\$ 50,476,661</u>	<u>\$ 109,808,320</u>	<u>\$ 108,410,975</u>	<u>\$ 109,578,188</u>

City of Euclid, Ohio

Changes in Net Position Accrual Basis of Accounting Last Ten Years

	2020	2019	2018	2017
<u>Program Revenues</u>				
Governmental Activities:				
Charges for Services:				
General Government	\$ 1,676,644	\$ 1,506,092	\$ 1,335,403	\$ 2,146,060
Security of Persons and Property	2,891,704	3,422,029	3,453,611	3,695,435
Public Health	86,792	133,822	132,249	131,993
Leisure Time Activities	399,190	258,630	500,163	518,824
Community and Economic Development	2,371,370	2,831,254	2,841,379	2,151,060
Sanitation	2,208,106	1,830,895	1,804,919	1,808,746
Transportation	427,250	307,064	332,488	0
Subtotal - Charges for Services	<u>10,061,056</u>	<u>10,289,786</u>	<u>10,400,212</u>	<u>10,452,118</u>
Operating Grants and Contributions:				
General Government	356,928	35,413	17,363	2,550
Security of Persons and Property	5,359,129	90,441	111,709	535,938
Public Health	33,492	48,811	49,315	42,021
Leisure Time Activities	4	267,225	182	993
Community and Economic Development	581,948	2,682,812	1,714,870	1,660,021
Sanitation	0	0	0	0
Transportation	2,398,662	2,427,768	2,158,291	1,802,921
Subtotal - Operating Grants and Contributions	<u>8,730,163</u>	<u>5,552,470</u>	<u>4,051,730</u>	<u>4,044,444</u>
Capital Grants and Contributions:				
General Government	0	116,470	1,331	0
Security of Persons and Property	0	0	23,502	9,596
Public Health	0	0	0	0
Transportation	0	0	0	500,000
Community and Economic Development	1,000,004	3,102,710	0	0
Leisure Time Activities	0	0	0	0
Subtotal - Capital Grants and Contributions	<u>1,000,004</u>	<u>3,219,180</u>	<u>24,833</u>	<u>509,596</u>
Total Governmental Activities Program Revenues	<u>19,791,223</u>	<u>19,061,436</u>	<u>14,476,775</u>	<u>15,006,158</u>
<u>Business-Type Activities</u>				
Charges for Services:				
Briardale Greens Golf Course	1,233,599	1,160,195	1,183,368	1,026,527
Waste Water Treatment	20,117,234	18,801,081	17,635,675	18,130,416
Water Line Improvement	1,837,305	1,800,245	1,752,798	2,047,715
Operating Grants and Contributions:				
Wastewater Treatment	0	0	0	0
Water Line Improvement	198,794	690,781	1,848,465	0
Capital Grants and Contributions				
Briardale Golf Course	0	0	51,383	0
Waste Water Treatment	0	388,564	1,862,719	168,012
Water Line Improvement	0	0	0	0
Total Business-Type Activities Program Revenues	<u>23,386,932</u>	<u>22,840,866</u>	<u>24,334,408</u>	<u>21,372,670</u>
Total Primary Government Program Revenues	<u>\$ 43,178,155</u>	<u>\$ 41,902,302</u>	<u>\$ 38,811,183</u>	<u>\$ 36,378,828</u>

Table 2

2016	2015	2014	2013	2012	2011 Restated
\$ 1,806,019	\$ 1,899,438	\$ 1,884,612	\$ 1,615,417	\$ 2,066,689	\$ 2,507,033
4,039,613	3,520,400	3,316,938	3,643,071	3,919,272	3,448,103
106,213	102,102	91,297	84,625	76,651	77,382
308,629	371,949	368,130	403,594	394,730	450,554
1,611,124	1,833,210	1,769,947	1,965,204	1,779,151	1,702,985
1,941,239	1,849,666	1,907,893	1,592,590	2,378,857	1,797,856
0	0	0	2,024	600	0
<u>9,812,837</u>	<u>9,576,765</u>	<u>9,338,817</u>	<u>9,306,525</u>	<u>10,615,950</u>	<u>9,983,913</u>
240,924	0	84,216	47,626	0	550,724
697,848	548,918	95,757	398,529	617,370	667,415
38,623	40,646	18,326	14,569	0	0
19,415	380	391	368	6,741	51,895
2,238,870	1,593,676	934,765	1,317,949	1,365,971	1,770,441
0	0	0	5,000	4,000	0
1,750,921	1,773,437	1,874,674	1,576,336	1,691,509	1,707,991
<u>4,986,601</u>	<u>3,957,057</u>	<u>3,008,129</u>	<u>3,360,377</u>	<u>3,685,591</u>	<u>4,748,466</u>
116,470	0	191,784	0	18,354	65,527
0	0	0	21,561	124,372	25,511
0	0	0	30,844	0	0
0	0	0	125,587	34,227	1,514,633
0	1,985	0	67,200	13,047	0
0	0	0	252,489	548,313	67,597
<u>116,470</u>	<u>1,985</u>	<u>191,784</u>	<u>497,681</u>	<u>738,313</u>	<u>1,673,268</u>
<u>14,915,908</u>	<u>13,535,807</u>	<u>12,538,730</u>	<u>13,164,583</u>	<u>15,039,854</u>	<u>16,405,647</u>
698,725	760,598	709,972	0	0	0
15,196,076	14,618,099	15,433,332	14,615,480	11,112,883	11,068,529
1,838,834	1,785,669	2,003,009	1,682,000	2,895,931	1,606,374
0	0	0	0	0	0
0	735,805	2,042,210	0	0	0
70,914	26,598	110,582	86,723	9,300	0
3,862,258	6,555,091	2,528,406	850,622	0	0
0	0	0	0	0	1,053,139
<u>21,666,807</u>	<u>24,481,860</u>	<u>22,827,511</u>	<u>17,234,825</u>	<u>14,018,114</u>	<u>13,728,042</u>
<u>\$ 36,582,715</u>	<u>\$ 38,017,667</u>	<u>\$ 35,366,241</u>	<u>\$ 30,399,408</u>	<u>\$ 29,057,968</u>	<u>\$ 30,133,689</u>

City of Euclid, Ohio

Changes in Net Position (continued)

Accrual Basis of Accounting

Last Ten Years

	2020	2019	2018	2017
<u>Expenses</u>				
Governmental Activities:				
General Government	\$ 10,755,586	\$ 11,480,021	\$ 10,842,408	\$ 13,350,744
Security of Persons and Property	29,998,710	2,551,384	29,540,104	23,622,226
Sanitation	2,751,812	2,649,462	2,562,686	2,548,206
Public Health	324,831	349,719	294,163	305,534
Leisure Time Activities	2,732,624	3,336,559	3,042,131	2,912,241
Community and Economic Development	3,439,882	3,269,323	3,300,179	4,236,334
Transportation	5,733,744	5,101,508	5,279,478	5,783,848
Interest and Fiscal Charges	500,942	498,392	636,247	645,515
Total Governmental Activities Expenses	56,238,131	29,236,368	55,497,396	53,404,648
<u>Business-Type Activities</u>				
Briardale Golf Course	1,287,917	1,294,061	1,368,458	1,211,719
Waste water Treatment	15,028,386	14,597,680	12,551,560	12,690,066
Water Line Improvement	2,891,539	2,545,430	1,356,857	988,430
Total Business-Type Activities Expenses	19,207,842	18,437,171	15,276,875	14,890,215
Total Primary Government Program Expenses	75,445,973	47,673,539	70,774,271	68,294,863
<u>Net (Expense)/Revenue</u>				
Governmental Activities	(36,446,908)	(10,174,932)	(41,020,621)	(38,398,490)
Business-Type Activities	4,179,090	4,403,695	9,057,533	6,482,455
Total Primary Government Net Expense	(32,267,818)	(5,771,237)	(31,963,088)	(31,916,035)

Table 2 (Continued)

2016	2015	2014	2013	2012	2011
\$ 14,996,193	\$ 13,569,848	\$ 13,851,860	\$ 13,381,458	\$ 11,879,530	\$ 14,070,597
23,033,620	21,344,311	20,975,180	21,090,420	20,602,865	19,892,646
2,156,988	2,292,854	2,274,374	2,310,771	2,063,996	2,185,892
464,708	294,862	279,500	273,361	275,393	285,793
2,245,540	1,930,889	1,987,341	1,878,910	1,709,689	1,667,298
2,746,663	3,108,042	2,606,619	3,004,987	2,991,518	2,884,982
6,090,854	6,476,034	5,930,036	6,026,874	9,489,789	6,057,526
799,472	846,847	830,823	993,111	1,210,537	846,954
<u>52,534,038</u>	<u>49,863,687</u>	<u>48,735,733</u>	<u>48,959,892</u>	<u>50,223,317</u>	<u>47,891,688</u>
894,434	871,822	806,348	88,397	92,343	80,540
11,157,630	11,958,134	10,053,697	9,997,445	10,203,983	9,601,656
312,351	3,409,410	2,125,851	1,253,974	1,433,806	800,228
<u>12,364,415</u>	<u>16,239,366</u>	<u>12,985,896</u>	<u>11,339,816</u>	<u>11,730,132</u>	<u>10,482,424</u>
<u>64,898,453</u>	<u>66,103,053</u>	<u>61,721,629</u>	<u>60,299,708</u>	<u>61,953,449</u>	<u>58,374,112</u>
(37,618,130)	(36,327,880)	(36,197,003)	(35,795,309)	(35,183,463)	(31,486,041)
9,302,392	8,242,494	9,841,615	5,895,009	2,287,982	3,245,618
<u>(28,315,738)</u>	<u>(28,085,386)</u>	<u>(26,355,388)</u>	<u>(29,900,300)</u>	<u>(32,895,481)</u>	<u>(28,240,423)</u>

City of Euclid, Ohio

Changes in Net Position (continued)

Accrual Basis of Accounting

Last Ten Years

	2020	2019	2018	2017
<u>General Revenues and Other Changes in Net Position</u>				
Governmental Activities				
Property and Other Local Taxes	5,449,210	5,393,253	4,821,321	4,096,416
Municipal Income Taxes	27,969,279	28,858,946	25,989,593	23,451,267
Grants and Entitlements not Restricted to				
Specific Programs	2,473,124	2,157,023	2,002,431	2,184,167
Payments in Lieu of Taxes	531,690	532,008	330,113	340,398
Investment Income	744,828	697,183	321,373	245,311
Gain on Sale of Capital Assets	0	6,022	37,336	14,888
Miscellaneous	4,052,973	1,183,303	898,940	1,555,622
Transfers	524,080	0	2,482,337	(101,858)
Total Governmental Activities	<u>41,745,184</u>	<u>38,827,738</u>	<u>36,883,444</u>	<u>31,786,211</u>
Business-Type Activities				
Property Taxes	0	0	0	0
Grants and Entitlements not Restricted to				
Specific Programs	0	0	0	0
Investment Income	0	0	0	1,629
Miscellaneous	2,341,817	759,087	1,001	447,603
Transfers	(524,080)	0	(2,482,337)	101,858
Total Business-Type Activities	<u>1,817,737</u>	<u>759,087</u>	<u>(2,481,336)</u>	<u>551,090</u>
Total Primary Government General Revenues	<u>43,562,921</u>	<u>39,586,825</u>	<u>34,402,108</u>	<u>32,337,301</u>
Business-Type Activities				
Special Items	0	0	0	0
Total Primary Government General Revenues and Other Changes in Net Position	<u>43,562,921</u>	<u>39,586,825</u>	<u>34,402,108</u>	<u>32,337,301</u>
<u>Change in Net Position</u>				
Governmental Activities	5,298,276	28,652,806	(4,137,177)	(6,612,279)
Business-Type Activities	5,996,827	5,162,782	6,576,197	7,033,545
Total Primary Government Change in Net Position	<u>\$ 11,295,103</u>	<u>\$ 33,815,588</u>	<u>\$ 2,439,020</u>	<u>\$ 421,266</u>

Table 2 (Continued)

2016	2015	2014	2013	2012	2011
4,774,698	4,687,118	4,746,669	4,765,637	4,898,836	4,940,319
26,199,511	24,435,672	22,555,188	23,090,347	22,359,573	24,315,337
2,227,555	2,332,890	2,576,299	2,189,349	3,061,866	4,458,718
246,429	330,248	259,991	261,567	304,822	179,400
195,775	168,425	64,882	90,253	107,136	94,986
45,904	48,163	192,874	23,311	0	0
1,781,650	380,129	746,440	827,035	983,607	1,082,783
(68,625)	(125,347)	0	0	0	420,923
<u>35,402,897</u>	<u>32,257,298</u>	<u>31,142,343</u>	<u>31,247,499</u>	<u>31,715,840</u>	<u>35,492,466</u>
0	0	0	0	0	11,475
0	0	0	0	0	0
0	127	21	146	196	41,651
845	167	0	0	12,232	483,293
0	125,347	0	0	0	(420,923)
<u>845</u>	<u>125,641</u>	<u>21</u>	<u>146</u>	<u>12,428</u>	<u>115,496</u>
<u>35,403,742</u>	<u>32,382,939</u>	<u>31,142,364</u>	<u>31,247,645</u>	<u>31,728,268</u>	<u>35,607,962</u>
0	0	(26,263,065)	0	0	0
<u>35,403,742</u>	<u>32,382,939</u>	<u>4,879,299</u>	<u>31,247,645</u>	<u>31,728,268</u>	<u>35,607,962</u>
(2,215,233)	(4,070,582)	(5,054,660)	(4,547,810)	(3,467,623)	4,006,425
9,303,237	8,368,135	(16,421,429)	5,895,155	2,300,410	3,361,114
<u>\$ 7,088,004</u>	<u>\$ 4,297,553</u>	<u>\$ (21,476,089)</u>	<u>\$ 1,347,345</u>	<u>\$ (1,167,213)</u>	<u>\$ 7,367,539</u>

City of Euclid, Ohio

Fund Balances, Governmental Funds Modified Accrual Basis of Accounting Last Ten Years

	2020	2019	2018	2017
<u>General Fund</u>				
Nonspendable	\$ 590,108	\$ 663,136	\$ 738,608	\$ 818,965
Committed	315,283	30,384	83,297	50,027
Assigned	2,304,291	1,225,564	326,641	1,791,976
Unassigned	11,039,794	7,008,059	5,684,242	5,094,528
Reserved	0	0	0	0
Unreserved	0	0	0	0
Total General Fund	14,249,476	8,927,143	6,832,788	7,755,496
<u>All Other Governmental Funds</u>				
Nonspendable	147,372	220,709	100,913	32,542
Restricted	9,064,392	5,670,485	3,681,850	3,839,784
Committed	18,751	10,376	2,086	11,895
Unassigned	(1,011,218)	(1,278,507)	(2,164,050)	(412,805)
Reserved	0	0	0	0
Unreserved, Undesignated, Reported in:				
Special Revenue funds	0	0	0	0
Debt Service funds	0	0	0	0
Capital Projects funds	0	0	0	0
Total All Other Governmental Funds	8,219,297	4,623,063	1,620,799	3,471,416
Total Governmental Funds	\$ 22,468,773	\$ 13,550,206	\$ 8,453,587	\$ 11,226,912

Note: In 2011, the City implemented GASB Statement No. 54. As a result, the 2010 fund balances were reclassified to reflect the effects of GASB Statement No. 54.

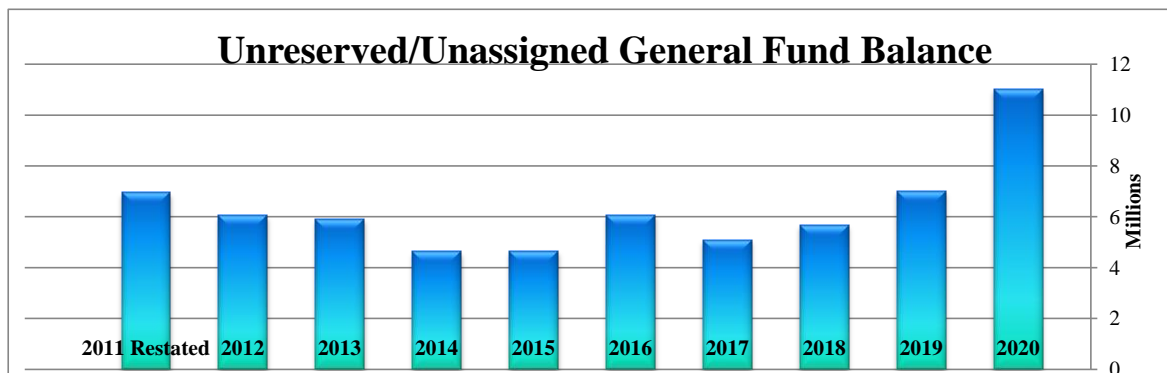


Table 3

2016	2015	2014	2013	2012	2011 Restated
\$ 977,122	\$ 1,059,658	\$ 1,077,737	\$ 1,278,550	\$ 1,323,212	\$ 1,367,748
92,977	127,031	107,724	63,128	73,615	183,472
331,822	836,076	69,288	506,881	451,520	36,008
6,083,614	4,664,182	4,631,088	5,915,128	6,046,519	6,954,074
0	0	0	0	0	0
0	0	0	0	0	0
<u>7,485,535</u>	<u>6,686,947</u>	<u>5,885,837</u>	<u>7,763,687</u>	<u>7,894,866</u>	<u>8,541,302</u>
23,840	93,182	173,105	152,190	159,191	95,779
3,880,296	2,884,961	4,131,784	3,546,337	3,144,566	6,093,620
25,346	22,959	18,324	12,473	1,077	0
(1,551,650)	(419,411)	(408,930)	(3,851,205)	(1,170,048)	(1,542,936)
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>2,377,832</u>	<u>2,581,691</u>	<u>3,914,283</u>	<u>(140,205)</u>	<u>2,134,786</u>	<u>4,646,463</u>
<u>\$ 9,863,367</u>	<u>\$ 9,268,638</u>	<u>\$ 9,800,120</u>	<u>\$ 7,623,482</u>	<u>\$ 10,029,652</u>	<u>\$ 13,187,765</u>

City of Euclid, Ohio

*Changes in Fund Balances, Governmental Funds
Modified Accrual Basis of Accounting
Last Ten Years*

	2020	2019	2018	2017
<u>Revenues</u>				
Property and Other Local Taxes	\$ 5,285,263	\$ 5,368,297	\$ 4,905,606	\$ 4,722,114
Municipal Income Taxes	28,018,378	27,868,161	25,318,825	24,183,801
Charges for Services	6,101,348	6,128,794	5,962,392	6,345,334
Fees, Licenses and Permits	840,217	1,281,103	1,598,189	639,869
Fines and Forfeitures	1,372,538	1,739,973	1,784,044	2,111,894
Payments in Lieu of Taxes	531,690	532,008	330,113	340,398
Intergovernmental	12,615,151	10,392,601	5,254,530	7,627,542
Special Assessments	1,162,385	1,064,109	1,106,835	1,076,849
Rentals	249,790	310,565	279,855	307,233
Contributions and Donations	11,615	53,161	17,545	20,742
Interest	744,828	697,183	321,373	245,311
Miscellaneous	4,140,778	1,095,497	930,137	971,532
Total Revenues	61,073,981	56,531,452	47,809,444	48,592,619
<u>Expenditures</u>				
Current:				
General Government	9,032,315	9,786,914	10,055,502	12,006,222
Security of Persons and Property	26,816,073	25,720,825	24,701,364	21,015,670
Public Health	324,570	342,965	292,616	298,928
Leisure Time Activities	2,324,587	2,698,484	2,719,940	2,471,909
Community and Economic Development	3,069,957	2,758,310	3,131,858	3,899,965
Sanitation	2,729,500	2,628,184	2,551,740	2,523,999
Transportation	2,588,284	1,766,241	1,961,186	1,876,515
Capital Outlay	2,593,262	6,020,296	1,626,253	264,013
Debt Service:				
Principal Retirement	7,254,681	4,081,439	4,824,093	3,930,395
Interest and Fiscal Charges	515,841	421,982	553,991	616,394
Debt Issuance Costs	39,828	66,746	13,535	10,563
Advance Refund Escrow	0	0	0	0
Total Expenditures	57,288,898	56,292,386	52,432,078	48,914,573
Excess of Revenues Over (Under) Expenditures	3,785,083	239,066	(4,622,634)	(321,954)

Table 4

2016	2015	2014	2013	2012	2011 Restated
\$ 4,820,808	\$ 4,684,888	\$ 4,733,723	\$ 4,758,699	\$ 5,223,856	\$ 5,014,254
24,827,667	24,671,958	24,508,171	24,043,014	20,599,919	23,868,290
6,467,478	6,113,352	6,082,512	5,376,589	6,912,556	6,048,437
529,927	462,830	274,714	556,302	161,302	180,020
2,302,963	1,931,591	2,049,775	2,294,990	1,975,305	1,607,230
251,094	330,248	259,991	261,566	304,822	179,400
6,015,259	5,984,434	5,479,675	6,638,542	7,468,739	9,113,247
913,178	918,829	1,103,167	1,236,275	1,229,316	1,223,194
52,671	54,197	74,938	142,242	136,385	220,757
27,401	15,703	50,905	18,780	79,483	1,610,147
195,775	168,425	64,882	90,253	107,376	97,802
1,795,553	375,078	342,989	1,304,261	982,197	1,082,783
<u>48,199,774</u>	<u>45,711,533</u>	<u>45,025,442</u>	<u>46,721,513</u>	<u>45,181,256</u>	<u>50,245,561</u>
14,489,591	13,389,106	13,590,209	12,871,946	12,087,105	13,489,522
20,637,641	20,172,947	20,997,711	20,885,109	20,379,045	20,598,229
311,695	293,531	273,132	277,146	275,451	289,293
1,993,717	1,687,257	1,731,598	1,651,776	1,517,664	1,519,385
2,708,395	2,491,988	2,603,656	2,830,876	2,999,577	2,908,927
2,156,988	2,163,084	2,412,938	2,303,563	2,067,356	2,180,946
2,686,849	2,140,656	1,931,627	1,905,970	1,909,461	1,862,722
2,034,544	2,159,371	1,297,529	2,514,506	2,658,188	4,967,119
2,713,679	7,841,552	2,963,741	3,177,581	3,077,574	7,151,780
719,439	741,042	643,280	964,494	1,151,530	1,070,780
19,585	74,494	67,315	0	17,592	179,065
0	0	148,751	0	0	123,978
<u>50,472,123</u>	<u>53,155,028</u>	<u>48,661,487</u>	<u>49,382,967</u>	<u>48,140,543</u>	<u>56,341,746</u>
<u>(2,272,349)</u>	<u>(7,443,495)</u>	<u>(3,636,045)</u>	<u>(2,661,454)</u>	<u>(2,959,287)</u>	<u>(6,096,185)</u>

City of Euclid, Ohio

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

	2020	2019	2018	2017
<u>Other Financing Sources (Uses)</u>				
Sale of Capital Assets	46,867	48,136	73,602	66,573
General Obligation Bonds Issued	0	2,931,000	0	0
Refunding Bonds Issued	1,627,446	0	0	0
Premium on Debt Issued	40,327	62,200	14,707	11,826
Notes Issued	5,853,000	5,000,000	2,001,000	2,001,000
Inception of Capital Lease	0	0	0	161,100
Insurance Recoveries	0	0	0	0
Transfers In	294,795	415,551	1,292,500	311,000
Transfers Out	(1,118,036)	(715,551)	(1,532,500)	(866,000)
Payment to Refunded Bond Escrow Agent	(1,610,915)	(2,883,783)	0	0
Total Other Financing Sources (Uses)	<u>5,133,484</u>	<u>4,857,553</u>	<u>1,849,309</u>	<u>1,685,499</u>
Net Change in Fund Balances	<u>\$ 8,918,567</u>	<u>\$ 5,096,619</u>	<u>\$ (2,773,325)</u>	<u>\$ 1,363,545</u>

Debt Service as a Percentage of Noncapital Expenditures

14.21% 8.96% 10.59% 9.35%

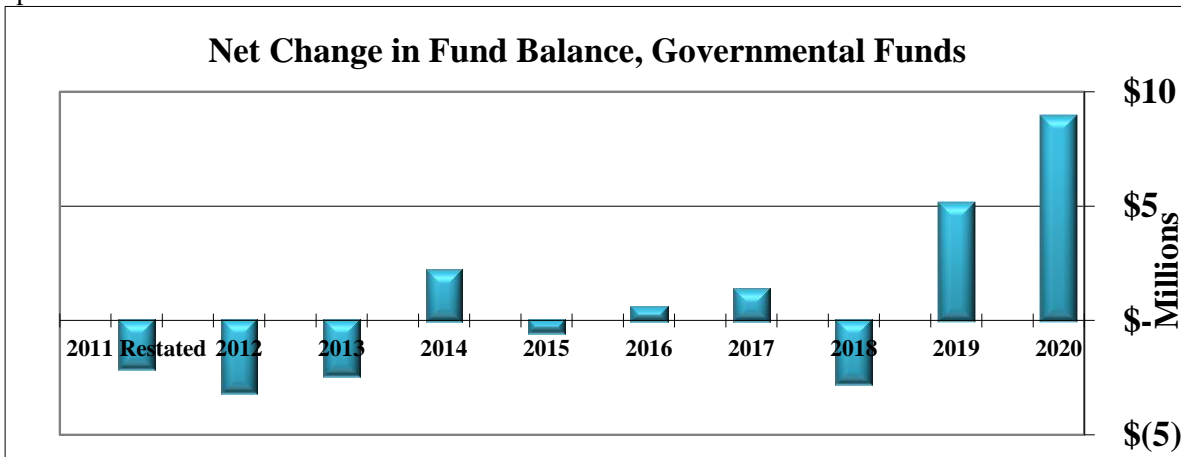


Table 4 (Continued)

2016	2015	2014	2013	2012	2011 Restated
56,581	48,163	192,874	36,125	26,174	62,028
0	0	0	0	0	4,316,000
0	6,999,000	6,548,507	0	0	5,482,000
11,888	0	25,851	0	0	121,632
1,501,000	0	5,265,000	0	0	0
1,338,609	0	420,000	292,000	0	0
0	0	0	2,159	0	35,500
430,000	364,850	944,815	2,334,550	4,234,675	342,300
(471,000)	(500,000)	(1,077,315)	(2,409,550)	(4,459,675)	(912,300)
0	0	(6,507,049)	0	0	(5,468,216)
<u>2,867,078</u>	<u>6,912,013</u>	<u>5,812,683</u>	<u>255,284</u>	<u>(198,826)</u>	<u>3,978,944</u>
<u>\$ 594,729</u>	<u>\$ (531,482)</u>	<u>\$ 2,176,638</u>	<u>\$ (2,406,170)</u>	<u>\$ (3,158,113)</u>	<u>\$ (2,117,241)</u>
7.09%	16.38%	7.55%	8.74%	9.28%	16.20%

City of Euclid, Ohio

Property Tax Rates – Direct and Overlapping Governments (Per \$1,000 of Assessed Valuation)

Last Ten Years

	Collection Year 2020	Collection Year 2019	Collection Year 2018	Collection Year 2017	Collection Year 2016
Unvoted Millage					
Bond Sinking Fund	3.88	3.88	3.88	3.88	3.88
Total Unvoted Millage	3.88	3.88	3.88	3.88	3.88
Voted Millage					
1964 Charter Current Expense	6.72	6.72	6.72	6.72	6.72
1964 Charter Perm Improvement	1.00	1.00	1.00	1.00	1.00
1964 Charter Recreational	0.70	0.70	0.70	0.70	0.70
1964 Charter Recreational	1.30	1.30	1.30	1.30	1.30
1976 Sewage Levy	0.00	0.00	0.00	0.00	0.00
Total Voted Millage	9.72	9.72	9.72	9.72	9.72
Total Millage	13.60	13.60	13.60	13.60	13.60
Overlapping Rates by Taxing District					
City of Euclid					
Residential/Agricultural Effective Rate	6.9863	6.9823	7.4632	7.4435	7.4252
Commercial/Industrial and Public Utility Effective Rate	9.7327	9.8179	10.7500	10.5317	10.5638
General Business and Public Utility Personal Property	13.6000	13.6000	13.6000	13.6000	13.6000
Euclid City Schools					
Residential/Agricultural Effective Rate	66.5296	68.1765	85.4798	86.4056	77.3439
Commercial/Industrial and Public Utility Effective Rate	77.8487	80.3055	99.5924	99.5527	90.9418
General Business and Public Utility Personal Property	97.1200	98.8200	109.8200	110.9200	102.0200
Cuyahoga County					
Residential/Agricultural Effective Rate	12.8012	12.7973	13.9140	13.8802	13.8698
Commercial/Industrial and Public Utility Effective Rate	13.2303	13.0770	14.0060	14.0124	14.0500
General Business and Public Utility Personal Property	14.0500	14.0500	14.0500	14.0500	14.0500
Special Taxing Districts (1)					
Residential/Agricultural Effective Rate	11.9408	11.5362	14.2881	12.3701	10.7674
Commercial/Industrial and Public Utility Effective Rate	12.0951	11.6815	14.3434	12.4200	10.8676
General Business and Public Utility Personal Property	13.3800	12.9800	14.3800	12.4800	10.8800

Source: Cuyahoga County Fiscal Officer

Notes: The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year. The City's basic property tax rate may be increased only by a majority vote of the City's residents.

Charter millage is consistently applied to all types of property.

The real property tax rates for the voted levies of the overlapping taxing districts are reduced so that inflationary increases in value do not generate additional revenue.

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

(1) Metro Parks (1.85 mills), Port Authority (0.13 mills), Euclid Library (4.00 mills), Community College (3.10 mills)

Table 5

Collection Year 2015	Collection Year 2014	Collection Year 2013	Collection Year 2012	Collection Year 2011
3.88	3.88	3.88	3.88	3.88
3.88	3.88	3.88	3.88	3.88
6.72	6.72	6.72	6.72	6.72
1.00	1.00	1.00	1.00	1.00
0.70	0.70	0.70	0.70	0.70
1.30	1.30	1.30	1.30	1.30
0.00	0.00	0.00	0.00	2.00
9.72	9.72	9.72	9.72	11.72
13.60	13.60	13.60	13.60	15.60
7.3102	7.2808	7.2595	6.3749	6.3560
10.2345	9.9585	9.9577	9.5791	9.4690
13.6000	13.6000	13.6000	13.6000	13.6000
75.9075	74.7478	72.2593	53.3148	54.4667
88.8396	86.3873	84.0823	71.9537	72.7342
101.6000	100.7000	98.4000	88.4000	89.8000
14.0500	14.0500	13.2200	13.1182	13.1866
14.0195	13.9495	12.9968	12.7846	12.8412
14.0500	14.0500	13.2200	13.2200	13.3200
10.8643	9.9639	9.0635	9.0041	8.9900
10.8401	9.8843	8.9621	8.8649	8.8450
10.8800	9.9800	9.0800	9.0800	9.0800

City of Euclid, Ohio

Assessed Valuations and Estimated Actual Values of Taxable Property

Last Ten Years

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2020	\$ 437,911,120	\$ 177,999,030	\$ 1,759,743,286	\$ 27,795,980	\$ 31,586,341
2019	\$ 438,293,760	\$ 179,547,300	\$ 1,765,260,171	\$ 25,841,240	\$ 29,365,045
2018	\$ 379,520,140	\$ 152,620,010	\$ 1,520,400,429	\$ 23,303,290	\$ 26,481,011
2017	\$ 381,595,260	\$ 155,568,740	\$ 1,534,754,286	\$ 21,846,670	\$ 24,825,761
2016	\$ 383,494,150	\$ 153,257,260	\$ 1,533,575,457	\$ 20,642,090	\$ 23,456,920
2015	\$ 396,231,090	\$ 164,449,260	\$ 1,601,943,857	\$ 20,085,560	\$ 22,824,500
2014	\$ 399,245,760	\$ 168,521,720	\$ 1,622,192,800	\$ 19,072,000	\$ 21,672,727
2013	\$ 401,745,490	\$ 168,140,380	\$ 1,628,245,343	\$ 17,368,880	\$ 19,737,364
2012	\$ 546,762,120	\$ 175,905,170	\$ 2,064,763,686	\$ 16,043,950	\$ 18,231,761
2011	\$ 551,393,850	\$ 179,899,430	\$ 2,089,409,371	\$ 15,476,470	\$ 17,586,898

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

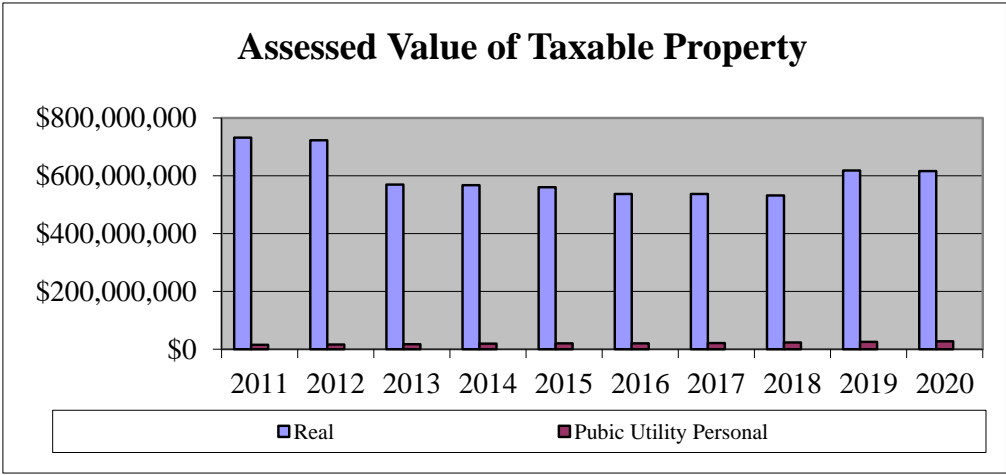
The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property.

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

Source: Ohio Department of Taxation

Table 6

Total			
Assessed Value	Estimated Actual Value	Ratio	Weighted Average Tax Rate
\$ 643,706,130	\$ 1,791,329,627	35.93%	0.3015
\$ 643,682,300	\$ 1,794,625,216	35.87%	0.5460
\$ 555,443,440	\$ 1,546,881,440	35.91%	0.5706
\$ 559,010,670	\$ 1,559,580,047	35.84%	0.5315
\$ 557,393,500	\$ 1,557,032,377	35.80%	0.5037
\$ 580,765,910	\$ 1,624,768,357	35.74%	0.4704
\$ 586,839,480	\$ 1,643,865,527	35.70%	8.2551
\$ 587,254,750	\$ 1,647,982,707	35.63%	8.2196
\$ 738,711,240	\$ 2,082,995,447	35.46%	7.2948
\$ 746,769,750	\$ 2,106,996,269	35.44%	7.2561



City of Euclid, Ohio

Property Tax Levies and Collections

Last Ten Years

Table 7

Year	Current Tax Levy	Current Tax Collections (1)	Percent of Current Tax Collections To Tax Levy	Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collections to Tax Levy	Accumulated Outstanding Delinquent Taxes	Percentage of Delinquent Taxes to Current Tax Levy
2020	\$ 5,690,930	\$ 5,352,853	94.06%	\$ 356,604	\$ 5,709,457	100.33%	\$ 84,691	1.49%
2019	\$ 5,650,564	\$ 5,326,660	94.27%	\$ 398,446	\$ 5,725,106	101.32%	\$ 810,364	14.34%
2018	\$ 5,103,954	\$ 4,750,411	93.07%	\$ 312,845	\$ 5,063,256	99.20%	\$ 785,409	15.39%
2017	\$ 5,090,507	\$ 4,710,282	92.53%	\$ 243,805	\$ 4,954,087	97.32%	\$ 869,694	17.08%
2016	\$ 5,141,300	\$ 4,748,698	92.36%	\$ 345,719	\$ 5,094,417	99.09%	\$ 902,733	17.56%
2015	\$ 5,201,241	\$ 4,641,127	89.23%	\$ 285,470	\$ 4,926,597	94.72%	\$ 948,843	18.24%
2014	\$ 5,242,049	\$ 4,612,167	87.98%	\$ 302,689	\$ 4,914,856	93.76%	\$ 946,613	18.06%
2013	\$ 5,176,102	\$ 4,667,849	90.18%	\$ 281,672	\$ 4,949,521	95.62%	\$ 933,666	18.04%
2012	\$ 5,752,944	\$ 5,173,294	89.92%	\$ 376,418	\$ 5,549,712	96.47%	\$ 926,729	16.11%
2011	\$ 6,884,315	\$ 5,171,119	75.11%	\$ 316,071	\$ 5,487,190	79.71%	\$ 433,724	6.30%

Source: Cuyahoga County Fiscal Officer

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

Note: The County is aware of the requirement to report delinquent tax collections by levy year rather than by collection year. The County's current computer system tracks levy amounts by either current levy or delinquent levy. Once amounts become part of the delinquent levy, the ability to track information by levy year is lost. The County is looking at options to provide this information in the future.

City of Euclid, Ohio

Principal Taxpayers – Real Estate Tax

2020 and 2011

Table 8

Taxpayer	2020	
	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Cleveland Electric Illum Co.	\$ 19,968,270	3.24 %
Euclid Indian Hills, LLC	13,310,060	2.16
Northpointe Towers LTD	8,650,710	1.40
Harbor Crest LTD.	6,663,800	1.08
Lincoln Electric Co	6,582,640	1.07
Euclid Leasing Housing Associates 1, Ltd.	6,492,430	1.05
American Transmission System	5,495,430	0.89
HBP Euclid I LLC	5,585,260	0.91
AE Portfolio, LLC	3,614,700	0.59
Normandy Towers East I & East II LLC	3,141,300	0.51
Total	<u>\$ 79,504,600</u>	<u>12.90 %</u>
Total Assessed Valuation	<u>\$ 615,910,150</u>	

Taxpayer	2011	
	Real Property Assessed Valuation (1)	Percentage of Real Assessed Valuation
Cleveland Electric Illuminating Co.	\$ 13,184,900	1.79 %
Niederst Indian Hills, LLC	10,500,000	1.44
Northpointe Towers LTD	6,685,000	0.91
Lincoln Electric Co.	6,521,910	0.89
Harbor Crest LTD.	5,510,970	0.75
Willo Arms Euclid LLC	5,017,300	0.69
Horizon House LTD	3,638,640	0.50
AE Portfolio, LLC	2,975,000	0.41
Normandy Towers East I & II, LLC	2,664,210	0.36
Dowel MCB Euclid, LLC	2,537,500	0.35
Total	<u>\$ 59,235,430</u>	<u>8.09 %</u>
Total Assessed Valuation	<u>\$ 731,293,280</u>	

Source: Cuyahoga County Fiscal Officer

(1) The amounts presented represent the assessed values upon which 2020 and 2011 collections were based.

City of Euclid, Ohio

Income Tax Collection

Last Ten Years

Table 9

Year	Tax Rate	Individual	Net Profit	Payroll Withholding	Penalty and Interest	Miscellaneous Revenue/Fees	Gross Collections	Refunds and Adjustments	Net Collections	Net Collections for the City	Net Collections for the School District
2020	2.85%	\$3,489,858	\$3,987,203	\$28,566,492	\$527,017	(\$57,815)	\$36,512,756	(\$905,870)	\$35,606,886	\$28,348,013	\$7,258,872
2019	2.85%	\$3,860,654	\$4,211,408	\$25,272,522	\$514,341	(\$93,297)	\$33,765,628	(\$963,912)	\$32,801,716	\$27,370,343	\$5,431,373
2018	2.85%	\$3,706,698	\$4,449,157	\$22,972,757	\$559,997	(\$89,289)	\$31,599,320	(\$910,613)	\$30,688,707	\$24,737,092	\$5,951,615
2017	2.85%	\$4,691,337	\$4,155,935	\$21,633,888	\$679,049	\$40,541	\$31,200,752	(\$831,661)	\$30,369,090	\$24,354,737	\$6,014,353
2016	2.85%	\$5,395,236	\$4,512,341	\$21,533,377	\$597,022	(\$148,987)	\$31,888,990	(\$743,204)	\$31,145,786	\$25,135,350	\$6,010,436
2015	2.85%	\$4,876,343	\$4,567,901	\$21,697,241	\$600,040	\$2,024	\$31,743,549	(\$607,558)	\$31,135,991	\$24,954,644	\$6,367,756
2014	2.85%	\$4,864,917	\$3,645,543	\$22,189,891	\$605,852	\$32,405	\$31,338,608	(\$890,681)	\$30,447,927	\$24,486,985	\$5,960,942
2013	2.85%	\$4,730,185	\$3,149,071	\$22,024,374	\$535,721	\$177,761	\$30,617,112	(\$607,558)	\$30,009,554	\$24,145,781	\$5,863,773
2012	2.85%	\$4,791,973	\$3,880,111	\$21,381,656	\$595,097	\$199,002	\$30,847,839	(\$791,291)	\$30,056,548	\$24,163,169	\$5,893,379
2011	2.85%	\$5,024,705	\$3,148,360	\$19,758,688	\$625,900	\$187,785	\$28,745,438	(\$465,598)	\$28,279,840	\$22,732,211	\$5,547,629

Note: The information provided was determined on a cash basis.

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City of Euclid, Ohio

Ratio of Outstanding Debt to Total Personal Income and Debt Per Capita

Last Ten Years

Year	Governmental Activities						
	General Obligation Bonds (1)	Long-term Notes Payable (1)	Special Obligation Bonds	Special Assessment Bonds (1)	OPWC Loans	Capital Leases	Development Revenue Bonds (1)
2020	\$ 7,114,783	\$ 5,866,439	\$ 5,495,000	\$ -	\$ 793,426	\$ 740,108	\$ -
2019	\$ 8,627,549	\$ 5,020,733	\$ 5,975,000	\$ -	\$ 835,185	\$ 940,557	\$ -
2018	\$ 9,954,146	\$ 2,005,902	\$ 6,442,000	\$ -	\$ 918,704	\$ 1,115,838	\$ -
2017	\$ 11,825,809	\$ 2,004,942	\$ 6,899,000	\$ 131,287	\$ 1,002,223	\$ 1,416,259	\$ -
2016	\$ 13,646,915	\$ 1,504,963	\$ 6,949,000	\$ 262,575	\$ 1,085,742	\$ 1,623,997	\$ -
2015	\$ 15,757,778	\$ -	\$ 6,999,000	\$ 398,863	\$ 1,169,261	\$ 461,253	\$ 185,000
2014	\$ 17,754,494	\$ 5,276,848	\$ -	\$ 530,151	\$ 1,252,780	\$ 681,136	\$ 360,000
2013	\$ 19,975,891	\$ -	\$ -	\$ 570,111	\$ 1,336,299	\$ 375,358	\$ 419,000
2012	\$ 22,581,511	\$ -	\$ -	\$ 683,133	\$ 1,419,818	\$ 271,420	\$ 547,000
2011	\$ 25,114,131	\$ -	\$ -	\$ 786,155	\$ 1,503,337	\$ 286,628	\$ 665,000

(1) Amounts include associated premiums

Note: Population and Personal Income data are presented on Demographic and Economic Statistics

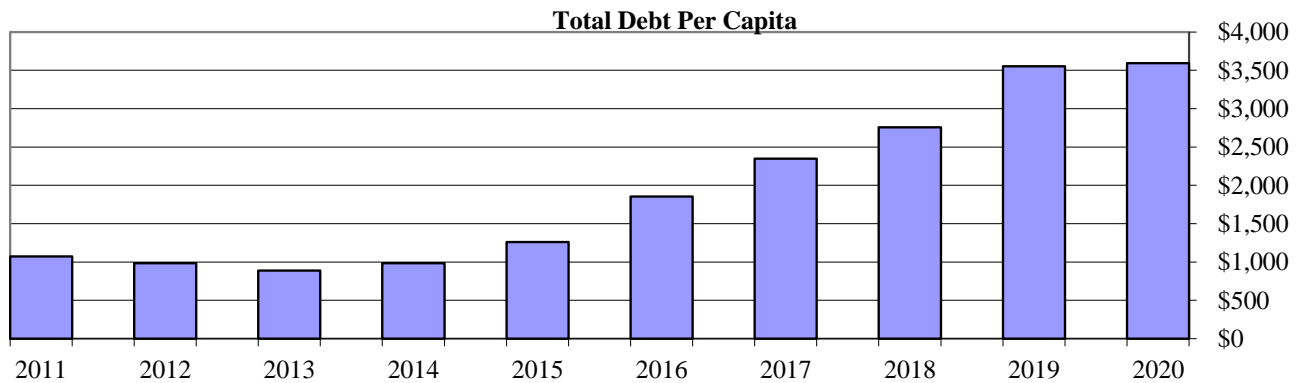


Table 10

Business-Type Activities				Total Debt	Percentage of Personal Income	Per Capita
General Obligation Bonds (1)	Capital Leases	OWDA Loans	OPWC Loans			
\$ 5,003,793	\$ 119,805	\$ 140,528,161	\$ 10,128,330	\$ 175,789,845	16.85%	\$ 3,593
\$ 5,745,976	\$ 315,011	\$ 138,129,954	\$ 8,188,922	\$ 173,778,887	16.66%	\$ 3,552
\$ 6,472,944	\$ 454,073	\$ 100,118,844	\$ 7,319,347	\$ 134,801,798	12.92%	\$ 2,756
\$ 7,483,716	\$ 654,347	\$ 75,476,173	\$ 7,934,339	\$ 114,828,095	11.01%	\$ 2,347
\$ 8,463,935	\$ 850,072	\$ 47,995,724	\$ 8,340,564	\$ 90,723,487	8.70%	\$ 1,855
\$ 9,426,897	\$ 546,182	\$ 18,253,817	\$ 8,515,622	\$ 61,713,673	5.91%	\$ 1,262
\$ 10,351,004	\$ 86,012	\$ 4,726,790	\$ 7,171,677	\$ 48,190,892	4.62%	\$ 985
\$ 11,098,452	\$ 4,751	\$ 2,523,453	\$ 7,177,596	\$ 43,480,911	4.17%	\$ 889
\$ 11,874,105	\$ 57,692	\$ 2,915,302	\$ 7,775,402	\$ 48,125,383	4.61%	\$ 984
\$ 12,612,758	\$ 108,395	\$ 3,184,851	\$ 8,134,229	\$ 52,395,484	5.02%	\$ 1,071

City of Euclid, Ohio

*Ratio of Net General Bonded Debt to Assessed
Value and Net Bonded Debt Per Capita
Last Ten Years*

Table 11

<u>Year</u>	<u>Population (1)</u>	<u>Estimated Actual Value of Taxable Property (2)</u>	<u>Net Bonded Debt (3)</u>	<u>Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property</u>	<u>Net Bonded Debt Per Capita</u>
2020	48,920	\$ 1,791,329,627	\$ 17,264,559	0.96 %	\$ 353
2019	48,920	\$ 1,794,625,216	\$ 18,654,549	1.04 %	\$ 381
2018	48,920	\$ 1,546,881,440	\$ 18,069,915	1.17 %	\$ 369
2017	48,920	\$ 1,559,580,047	\$ 20,939,523	1.34 %	\$ 428
2016	48,920	\$ 1,557,032,377	\$ 23,154,601	1.49 %	\$ 473
2015	48,920	\$ 1,624,768,357	\$ 24,415,751	1.50 %	\$ 499
2014	48,920	\$ 1,643,865,527	\$ 33,382,346	2.03 %	\$ 682
2013	48,920	\$ 1,647,982,707	\$ 31,074,343	1.89 %	\$ 635
2012	48,920	\$ 2,082,995,447	\$ 34,455,616	1.65 %	\$ 704
2011	48,920	\$ 2,106,996,269	\$ 34,936,226	1.66 %	\$ 714

Sources:

(1) Source: 2010 U. S. Census

(2) Cuyahoga County Fiscal Officer

(3) Includes all general obligation bonded debt with the exception of Special Assessment debt minus the debt service fund balance available to pay the general obligation debt.

City of Euclid, Ohio

Computation of Direct and Overlapping Governmental Activities Debt

December 31, 2020

Table 12

Jurisdiction	Governmental Activities Debt Outstanding	Percentage Applicable to City (1)	Amount Applicable to City
Direct - City of Euclid (2)			
General Obligation Bonds, net	\$ 7,114,783	100.00%	\$ 7,114,783
Long-term Notes Payable, net	5,866,439	100.00%	5,866,439
Special Obligation Bonds, net	5,495,000	100.00%	5,495,000
OPWC Loans	793,426	100.00%	793,426
Capital Leases	740,108	100.00%	740,108
Total Direct Debt	20,009,756		20,009,756
Overlapping			
Euclid City School District	125,504,190	100.00%	125,504,190
Cuyahoga County	266,975,000	2.11%	5,628,276
Cuyahoga Community College	201,500,000	2.11%	4,247,955
Total Overlapping Debt	593,979,190		135,380,421
Total	\$ 613,988,946		\$ 155,390,177

Source: Cuyahoga County Fiscal Officer

- (1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.
- (2) Amounts include associated premiums

City of Euclid, Ohio

Legal Debt Margin

Last Ten Years

	2020	2019	2018	2017	2016	2015
Total Assessed Property Value	<u>\$ 643,706,130</u>	<u>\$ 643,682,300</u>	<u>\$ 555,443,440</u>	<u>\$ 559,010,670</u>	<u>\$ 557,393,500</u>	<u>\$ 580,765,910</u>
Overall Legal Debt Limit (10 ½ % of Assessed Valuation)	67,589,144	67,586,642	58,321,561	58,696,120	58,526,318	60,980,421
Debt Outstanding:						
General Obligation Bonds	\$ 7,114,783	\$ 8,627,549	\$ 9,954,146	\$ 11,825,809	\$ 13,646,915	\$ 15,757,778
General Obligation Bonds - Enterprise	5,003,793	5,745,976	6,472,944	7,483,716	8,463,935	9,426,897
Income Tax Special Obligation Bonds	5,495,000	5,975,000	6,442,000	6,899,000	6,949,000	6,999,000
Special Assessment Bonds	0	0	0	131,287	262,575	398,863
Notes	5,866,439	5,020,733	2,005,902	2,004,942	1,504,963	0
Notes - Enterprise	0	0	0	0	0	0
OPWC Loans	793,426	835,185	918,704	1,002,223	1,085,742	1,169,261
OPWC Loans - Enterprise	10,128,330	8,188,922	7,319,347	7,934,339	8,340,564	8,515,622
OWDA Loans - Enterprise	140,528,161	138,129,954	100,118,844	75,476,173	47,995,724	18,253,817
Industrial Development Revenue Bonds	0	0	0	0	0	185,000
Total Gross Indebtedness	<u>174,929,932</u>	<u>172,523,319</u>	<u>133,231,887</u>	<u>112,757,489</u>	<u>88,249,418</u>	<u>60,706,238</u>
Less:						
General Obligation Bonds - Enterprise	(5,003,793)	(5,745,976)	(6,472,944)	(7,483,716)	(8,463,935)	(9,426,897)
Income Tax Special Obligation Bonds	(5,495,000)	(5,975,000)	(6,442,000)	(6,899,000)	(6,949,000)	(6,999,000)
Special Assessment Bonds	0	0	0	(131,287)	(262,575)	(398,863)
Notes	0	0	0	0	0	0
Notes - Enterprise	0	0	0	0	0	0
OPWC Loans	(793,426)	(835,185)	(918,704)	(1,002,223)	(1,085,742)	(1,169,261)
OPWC Loans - Enterprise	(10,128,330)	(8,188,922)	(7,319,347)	(7,934,339)	(8,340,564)	(8,515,622)
OWDA Loans	(140,528,161)	(138,129,954)	(100,118,844)	(75,476,173)	(47,995,724)	(18,253,817)
Industrial Development Revenue Bonds	0	0	0	0	0	(185,000)
General Obligation Bond Retirement Fund Balance	(720,456)	(739,709)	(363,077)	(374,944)	(461,212)	(768,924)
Total Net Debt Applicable to Debt Limit	<u>12,260,766</u>	<u>12,908,573</u>	<u>11,596,971</u>	<u>13,455,807</u>	<u>14,690,666</u>	<u>14,988,854</u>
Legal Debt Margin Within 10 ½ % Limitations	<u>\$ 55,328,378</u>	<u>\$ 54,678,069</u>	<u>\$ 46,724,590</u>	<u>\$ 45,240,313</u>	<u>\$ 43,835,652</u>	<u>\$ 45,991,567</u>
Legal Debt Margin as a Percentage of the Debt Limit	81.86%	80.90%	80.12%	77.08%	74.90%	75.42%
Unvoted Debt Limitation (5 ½ % of Assessed Valuation)	<u>\$ 35,403,837</u>	<u>\$ 35,402,527</u>	<u>\$ 30,549,389</u>	<u>\$ 30,745,587</u>	<u>\$ 30,656,643</u>	<u>\$ 31,942,125</u>
Total Gross Indebtedness	<u>\$ 174,929,932</u>	<u>\$ 172,523,319</u>	<u>\$ 133,231,887</u>	<u>\$ 112,757,489</u>	<u>\$ 88,249,418</u>	<u>\$ 60,706,238</u>
Less:						
General Obligation Bonds - Enterprise	(5,003,793)	(5,745,976)	(6,472,944)	(7,483,716)	(8,463,935)	(9,426,897)
Income Tax Special Obligation Bonds	(5,495,000)	(5,975,000)	(6,442,000)	(6,899,000)	(6,949,000)	(6,999,000)
Special Assessment Bonds	0	0	0	(131,287)	(262,575)	(398,863)
Notes	0	0	0	0	0	0
Notes - Enterprise	0	0	0	0	0	0
OPWC Loans	(793,426)	(835,185)	(918,704)	(1,002,223)	(1,085,742)	(1,169,261)
OPWC Loans - Enterprise	(10,128,330)	(8,188,922)	(7,319,347)	(7,934,339)	(8,340,564)	(8,515,622)
OWDA Loans	(140,528,161)	(138,129,954)	(100,118,844)	(75,476,173)	(47,995,724)	(18,253,817)
Industrial Development Revenue Bonds	0	0	0	0	0	(185,000)
General Obligation Bond Retirement Fund Balance	(720,456)	(739,709)	(363,077)	(374,944)	(461,212)	(768,924)
Net Debt Within 5 ½ % Limitations	<u>12,260,766</u>	<u>12,908,573</u>	<u>11,596,971</u>	<u>13,455,807</u>	<u>14,690,666</u>	<u>14,988,854</u>
Unvoted Legal Debt Margin Within 5 ½ % Limitations	<u>\$ 23,143,071</u>	<u>\$ 22,493,954</u>	<u>\$ 18,952,418</u>	<u>\$ 17,289,780</u>	<u>\$ 15,965,977</u>	<u>\$ 16,953,271</u>
Unvoted legal Debt Margin as a Percentage of the Unvoted Debt Limitation	65.37%	63.54%	62.04%	56.23%	52.08%	53.07%

Source: City Financial Records

Table 13

2014	2013	2012	2011
<u>\$ 586,839,480</u>	<u>\$ 587,254,750</u>	<u>\$ 738,711,240</u>	<u>\$ 746,769,750</u>
<u>61,618,145</u>	<u>61,661,749</u>	<u>77,564,680</u>	<u>78,410,824</u>
\$ 17,754,494	\$ 20,245,532	\$ 22,890,262	\$ 25,114,131
10,351,004	11,249,954	12,051,810	12,612,758
0	0	0	0
530,151	661,439	792,727	786,155
5,276,848	5,278,176	5,276,969	3,432,049
0	0	0	0
1,252,780	1,336,299	1,419,818	1,503,337
7,171,677	7,177,596	7,775,402	8,134,229
4,726,790	2,523,453	2,915,302	3,184,851
360,000	530,000	695,000	665,000
<u>47,423,744</u>	<u>49,002,449</u>	<u>53,817,290</u>	<u>55,432,510</u>
(10,351,004)	(11,249,954)	(12,051,810)	(12,612,758)
0	0	0	0
(530,151)	(661,439)	(792,727)	(786,155)
0	0	0	0
0	0	0	0
(1,252,780)	(1,336,299)	(1,419,818)	(1,503,337)
(7,171,677)	(7,177,596)	(7,775,402)	(8,134,229)
(4,726,790)	(2,523,453)	(2,915,302)	(3,184,851)
(360,000)	(530,000)	(695,000)	(665,000)
(961,843)	0	0	(2,790,663)
<u>23,031,342</u>	<u>25,523,708</u>	<u>28,167,231</u>	<u>25,755,517</u>
<u>\$ 38,586,803</u>	<u>\$ 36,138,041</u>	<u>\$ 49,397,449</u>	<u>\$ 52,655,307</u>
62.62%	58.61%	63.69%	67.15%
<u>\$ 32,276,171</u>	<u>\$ 32,299,011</u>	<u>\$ 40,629,118</u>	<u>\$ 41,072,336</u>
\$ 47,423,744	\$ 49,002,449	\$ 53,817,290	\$ 55,432,510
(10,351,004)	(11,249,954)	(12,051,810)	(12,612,758)
0	0	0	0
(530,151)	(661,439)	(792,727)	(786,155)
0	0	0	0
0	0	0	0
(1,252,780)	(1,336,299)	(1,419,818)	(1,503,337)
(7,171,677)	(7,177,596)	(7,775,402)	(8,134,229)
(4,726,790)	(2,523,453)	(2,915,302)	(3,184,851)
(360,000)	(530,000)	(695,000)	(665,000)
(961,843)	0	0	(2,790,663)
<u>22,069,499</u>	<u>25,523,708</u>	<u>28,167,231</u>	<u>25,755,517</u>
<u>\$ 10,206,672</u>	<u>\$ 6,775,303</u>	<u>\$ 12,461,887</u>	<u>\$ 15,316,819</u>
31.62%	20.98%	30.67%	37.29%

City of Euclid, Ohio

Pledged Revenue Coverage
Industrial Development Revenue Bonds – General Fund
Last Ten Years

Table 14

Year (2)	Net Revenues (1)	Net Revenue Available for Debt Service	Debt Service			Coverage
			Principal	Interest	Total	
2020	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2019	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2018	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2017	\$ 109,336	\$ 109,336	\$ -	\$ -	\$ -	0.00
2016	\$ 109,336	\$ 109,336	\$ 185,000	\$ 8,048	\$ 193,048	0.57
2015	\$ 109,336	\$ 109,336	\$ 175,000	\$ 15,660	\$ 190,660	0.57
2014	\$ 109,336	\$ 109,336	\$ 170,000	\$ 23,055	\$ 193,055	0.57
2013	\$ 109,336	\$ 109,336	\$ 165,000	\$ 30,233	\$ 195,233	0.56
2012	\$ 109,336	\$ 109,336	\$ 155,000	\$ 36,975	\$ 191,975	0.57
2011	\$ 109,336	\$ 109,336	\$ 165,000	\$ 33,114	\$ 198,114	0.55

(1) Net revenues include principal and interest received from repayment of loan from Lincoln Electric Company

(2) The revenue bond was paid in full as of December 31, 2016.

Detail regarding the City's outstanding debt can be found in the notes to the basic financial statements

City of Euclid, Ohio

Principal Employers

2020 and 2011

Table 15

2019 (1)		
Employer	Number of W-2 Issued	Percentage of Total City Employment
Lincoln Electric	3,043	9.81%
Cleveland Clinic	1,411	4.55%
Euclid Board of Education	953	3.07%
Hose Masters	491	1.58%
City of Euclid	502	1.62%
Eaton Industrial Corporation	438	1.41%
Babcock & Wilcox Nuclear Operations	400	1.29%
Remedi Senior	216	0.70%
HC Starck Incorporated	104	0.34%
Turbine Engine	133	0.43%
Total	7,691	24.80%
Total Estimated Employment within the City	<u>31,008</u>	
2011		
Employer	Number of W-2 Issued	Percentage of Total City Employment
Lincoln Electric	2,355	9.69%
Cleveland Clinic	1,475	6.07%
Euclid Board of Education	1,279	5.26%
City of Euclid	639	2.63%
University Hospitals Health System	644	2.65%
Cuyahoga County	525	2.16%
Easton Industrial Corporation	424	1.74%
Babcock & Wilcox Nuclear Operations	300	1.23%
Hose Masters	286	1.18%
HC Starck Inc.	254	1.04%
Total	8,181	33.66%
Total Estimated Employment within the City	<u>24,315</u>	

(1) - Most current information available. 2020 information is not yet available.

Source: City Income Tax Department

City of Euclid, Ohio

Demographic and Economic Statistics

Last Ten Years

Table 16

Year	Population (1)	Total Personal Income (5)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or Higher (1)	School Enrollment (2)	Cuyahoga County Unemployment Rate (3)	Average Sales Price of Residential Property (4)	Total Assessed Property Value (4)
2020	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	4,852	6.8%	N/A	\$ 643,706,130
2019	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,002	3.6%	N/A	\$ 643,682,300
2018	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,194	5.0%	\$ 71,400	\$ 555,443,440
2017	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,218	5.9%	\$ 72,854	\$ 559,010,670
2016	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,341	5.4%	\$ 63,072	\$ 557,393,500
2015	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,382	4.0%	\$ 57,125	\$ 580,765,910
2014	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,277	5.3%	\$ 51,752	\$ 586,839,480
2013	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,381	7.2%	\$ 56,716	\$ 587,254,750
2012	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,580	6.6%	\$ 54,872	\$ 738,711,240
2011	48,920	\$ 1,043,365,760	\$ 21,328	\$ 36,263	41	19.6%	5,793	7.1%	\$ 50,265	\$ 746,769,750

(1) Source: 2010 U. S. Census

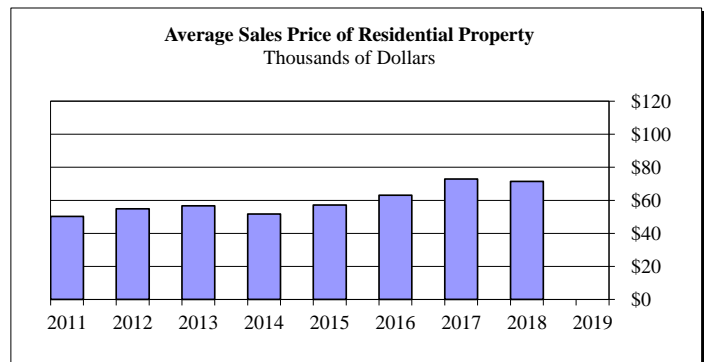
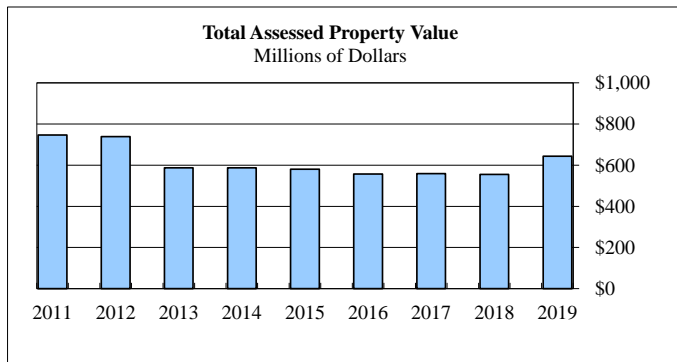
(2) Source: Ohio Department of Education Website: "<http://www.ode.state.oh.us/>"

(3) Source: County Planning Commission

(4) Source: County Auditor

(5) Computation of per capita personal income multiplied by population

N/A - Not yet available



City of Euclid, Ohio

Full-Time Equivalent City Employees by Function/Program

Last Ten Years

Table 17

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government										
Council	10	10	10	10	10	10	11	11	10	10
Finance	6	8	7	7	9	9	9	11	11	12
Tax	3	5	6	5	6	5	8	8	8	8
Mayor	21	20	22	22	22	24	24	24	22	22
Law	8	7	8	8	6	6	7	10	9	11
Municipal Court	27	27	30	25	23	26	25	28	27	26
Public Service Administration	7	7	7	6	4	5	4	3	4	5
Engineer	0	0	0	0	2	1	3	7	6	6
Public Building	8	7	7	7	7	7	8	8	8	8
Security of Persons and Property										
Police	94	91	91	92	91	93	91	93	92	93
Police - Administration	7	11	12	12	12	12	12	11	11	11
Police - Records Room	6	6	6	6	5	5	6	4	5	5
Police - School Guards	7	10	10	10	10	9	10	11	11	11
Police - Communications	0	0	0	0	0	0	18	18	18	17
Police - Corrections	0	0	0	0	0	0	0	13	29	28
Police - Animal Control	2	2	2	2	2	1	1	1	2	2
Fire	81	80	80	80	81	83	77	76	80	81
Fire - Administration	2	2	2	2	2	2	2	0	0	0
Leisure Time Activities										
Recreation - Administration	3	3	3	4	4	4	4	5	4	4
Parks & Rec Maintenance	15	12	13	14	13	13	13	12	12	12
Recreation - Programs	60	62	60	53	60	67	59	56	56	56
Shore Cultural Center	0	0	0	0	0	0	0	0	0	0
Golf Course	0	0	0	0	0	0	0	0	0	0
Community Development										
Economic Development	4	7	7	6	6	5	6	7	6	7
Building	3	4	3	0	0	2	2	2	3	4
Housing	10	11	10	13	11	12	10	10	11	11
Weatherization	1	1	1	1	2	3	4	5	4	4
Senior Programs	11	10	11	10	8	10	10	11	12	11
Transportation										
Motor Maintenance	8	8	8	8	8	8	9	9	8	8
Traffic Maintenance	0	0	0	0	1	1	1	1	1	1
Street M&R	24	24	24	24	25	25	24	25	25	25
Basic Utility Services										
Wastewater	34	34	33	35	37	39	36	43	43	42
Totals:	<u>462</u>	<u>469</u>	<u>473</u>	<u>462</u>	<u>467</u>	<u>487</u>	<u>494</u>	<u>523</u>	<u>538</u>	<u>541</u>

Source: Annual Operating Budget - Employee Count (Appendix A)

City of Euclid, Ohio

Operating Indicators by Function/Program

Last Ten Years

Function/Program	2020	2019	2018	2017
General Government				
<i>Council and Clerk</i>				
Number of Ordinances & Resolutions Passed	150	133	169	150
<i>Finance Department</i>				
Number of checks/ vouchers issued	3,897	4,754	6,105	3,904
Amount of checks written	\$ 23,238,422	\$ 31,053,762	\$ 37,487,960	\$ 24,367,940
Interest earnings for fiscal year (cash basis)	\$ 377,178	\$ 412,120	\$ 351,763	\$ 321,554
Agency Ratings - Moody's Financial Services	A2	A2	A2	A2
Health Insurance Costs vs General Fund Expenditures %	10.71%	9.93%	10.75%	11.13%
General Fund Receipts (cash basis)	\$ 42,684,787	\$ 42,367,999	\$ 39,650,563	\$ 38,541,284
General Fund Expenditures (cash basis)	\$ 37,855,735	\$ 40,843,805	\$ 40,452,031	\$ 37,983,039
General Fund Cash Balances	\$ 8,938,699	\$ 4,596,850	\$ 3,207,798	\$ 3,809,240
<i>Income Tax Department</i>				
Number of Individual Returns	28,489	26,954	23,422	25,777
Number of Business Returns	2,048	3,206	2,315	2,960
Number of Business Withholding Accounts	4,041	4,466	4,052	3,791
Amount of Penalties and Interest Collected	\$ 527,017	\$ 514,341	\$ 559,997	\$ 679,049
Annual number of Corporate withholding forms processed	23,692	22,134	20,423	20,129
Annual number of balance due statements forms processed	13,513	16,300	16,249	18,206
Annual number of estimated payment forms processed	10,026	8,361	15,773	15,642
Annual number of reconciliations of withholdings processed	0	2,487	2,335	2,341
<i>Municipal Court</i>				
Number of Civil Cases	3,082	4,800	4,045	4,184
Number of Traffic/Criminal cases	2,830	4,366	4,631	4,782
<i>Vital Statistics</i>				
<i>Certificates Filed</i>				
Number of Births	2	2	3	3
Number of Deaths	396	350	384	374
<i>Certificates Issued</i>				
Number of Births	4,104	4,041	3,900	3,803
Number of Deaths	1,263	1,216	1,325	1,312
Burial Permits Issued	632	662	640	742
<i>Civil Service</i>				
Number of police entry tests administered	0	1	0	1
Number of fire entry tests administered	1	0	0	1
Number of police promotional tests administered	3	0	3	0
Number of fire promotional tests administered	0	1	0	0
Number of hires of Police Officers from certified lists	4	2	2	1
Number of hires of Fire/Medics from certified lists	0	1	1	0
Number of promotions from police certified lists	0	5	3	4
Number of promotions from fire certified lists	0	0	0	3
Number of Police Lateral Hires	0	3	0	0
Number of Fire Lateral Hires	0	0	0	0

(a) Test Not administered
n/a Information not available

Table 18

2016	2015	2014	2013	2012	2011
150	170	141	150	198	183
6,995	3,840	4,046	4,123	4,312	4,785
\$ 24,941,887	\$ 24,752,868	\$ 16,794,496	\$ 16,606,930	\$ 16,785,380	\$ 19,158,227
\$ 222,218	\$ 148,230	\$ 84,071	\$ 97,847	\$ 91,462	\$ 114,879
A2	Aa2	Aa2	Aa2	Aa2	A1
11.71%	16.03%	12.49%	13.68%	12.45%	11.90%
\$ 38,878,016	\$ 37,928,351	\$ 37,286,945	\$ 37,981,989	\$ 39,828,625	\$ 38,435,617
\$ 38,399,647	\$ 36,909,912	\$ 39,097,396	\$ 37,912,194	\$ 38,430,772	\$ 38,582,867
\$ 3,454,978	\$ 3,324,922	\$ 2,306,483	\$ 4,116,934	\$ 4,047,139	\$ 2,591,536
26,443	29,184	36,866	29,203	25,844	25,125
3,148	3,351	3,414	4,362	3,214	3,168
3,773	3,773	3,514	3,800	3,050	3,022
\$ 597,022	\$ 600,040	\$ 605,852	\$ 535,721	\$ 595,147	\$ 625,900
19,270	17,784	17,016	14,759	16,193	16,720
20,745	22,695	27,357	22,180	21,563	10,926
12,923	17,293	15,049	19,331	21,818	22,123
2,314	2,245	2,247	2,281	2,205	2,391
4,369	3,454	3,853	3,975	4,009	3,671
5,474	5,474	7,592	7,862	7,643	6,720
0	1	5	5	2	0
378	404	423	414	368	366
2,743	2,500	1,969	1,782	1,559	1,616
1,262	1,490	1,577	1,477	1,398	1,391
734	775	743	884	763	639
0	0	0	1	0	0
0	0	0	1	0	0
1	0	0	1	0	2
3	0	0	0	4	0
0	0	8	6	0	6
0	7	7	5	5	10
1	0	10	0	0	18
2	0	9	0	7	3
4	5	0	1	6	n/a
2	0	0	0	0	0

City of Euclid, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Function/Program	2020	2019	2018	2017
General Government				
<i>Building Department Indicators</i>				
Estimated Value of Construction	\$ 60,410,630	\$ 131,734,189	\$ 157,339,091	\$ 21,719,393
Number of permits issued	5,573	3,178	4,163	5,607
Amount of Revenue generated from permits	\$ 583,387	\$ 1,129,424	\$ 984,667	\$ 430,688
Number of contractor registrations issued	624	792	540	695
<i>Housing Department Indicators</i>				
Total dwelling / housing units	15,500	26,008	26,008	26,005
Number of point of sale inspections	1,077	1,208	1,128	1,062
Number of rental inspections performed	2,123	2,346	2,042	4,691
Revenue generated from Housing Fees	\$ 658,558	\$ 1,525,074	\$ 649,775	\$ 1,451,281
Security of Persons & Property				
<i>Police</i>				
Total Crimes/Offenses	7,627	7,948	7,402	8,906
Motor Vehicle Accidents	1,536	1,554	1,552	1,502
Fatalities from Motor Vehicle Accidents	5	5	4	7
Number of criminal arrests	803	1,345	1,588	2,870
Number of traffic citations issued	1,707	4,171	5,069	5,228
Number of parking citations issued	4,421	4,161	4,216	4,505
Narcotics & Vice Criminal Charges	460	1,154	1,533	2,037
Warrants Processed	1,922	2,085	2,297	3,112
Emergency Response Team (ERT) calls for service	72	70	76	81
Police Dept. Auxiliary hours worked	494	1,119	1,533	1,826
Grant Awards	\$ 333,761	\$ 102,425	\$ 128,034	\$ 37,407
Prisoners (Total Jail Days)	0	0	0	0
Prisoner revenue	0	0	0	0
Juvenile Diversion Program - referred	0	0	25	101
Juvenile Diversion Program - accepted	0	0	13	37
<i>Fire</i>				
EMS Calls	9,799	9,440	9,349	9,203
Ambulance Billing Collections (net)		\$ 1,499,438	\$ 1,426,203	\$ 1,437,590
Fire Calls	1,788	1,730	1,709	1,621
Fire Losses	\$ 14,569,300	\$ 1,415,577	\$ 1,095,150	\$ 1,837,000
Fire Safety Company Inspections	337	0	64	0
Fire Prevention Bureau Inspections	1,138	1,570	846	1,807
EMS Training (Man Hours)	2,500	1,231	1,012	973
Fire Training (Man Hours)	7,400	12,629	8,610	8,900
Public Health and Welfare				
Cemetery burials	1	1	0	0
Cemetery cremations	0	0	0	0
Cemetery sale of lots	0	0	0	0
Cemetery receipts	\$ 675	\$ 300	\$ 0	\$ 0

(a) Test Not administered
n/a Information not available

Table 18 (Continued)

2016	2015	2014	2013	2012	2011
\$ 22,050,010	\$ 21,058,012	\$ 7,816,356	\$ 22,572,868	\$ 14,571,894	\$ 10,879,053
6,683	3,066	3,419	2,909	3,667	2,978
\$ 523,049	\$ 449,442	\$ 418,511	\$ 430,184	\$ 421,875	\$ 1,271,562
918	927	875	3,863	1,056	989
26,020	26,050	26,053	26,111	26,153	26,181
1,049	1,764	923	937	840	654
13,614	13,663	11,779	11,845	11,129	11,126
\$ 1,552,292	\$ 1,072,447	\$ 968,029	\$ 846,802	\$ 799,942	\$ 729,035
8,681	9,240	11,584	11,288	12,594	13,956
1,448	1,367	1,229	1,218	1,282	1,269
1	3	2	2	2	3
2,375	2,514	3,017	2,874	3,249	2,665
9,724	8,756	11,678	10,785	11,080	8,983
5,278	4,183	4,983	2,511	2,686	3,389
2,166	1,380	1,295	2,043	2,060	1,457
3,682	3,169	4,256	3,953	2,466	2,390
71	40	17	19	14	7
1,492	1,242	1,506	1,590	2,014	2,573
\$ 91,736	\$ 110,833	\$ 100,040	\$ 106,584	\$ 548,842	\$ 585,689
0	0	699	10,090	17,390	14,482
0	0	0	292,111	399,663	385,031
72	142	156	243	362	240
39	50	85	118	170	205
8,687	8,091	7,634	7,164	6,796	6,670
\$ 1,552,703	\$ 1,541,848	\$ 1,107,475	\$ 1,310,616	\$ 1,475,553	\$ 1,370,438
1,620	1,464	1,535	1,262	1,389	1,212
\$ 1,368,700	\$ 867,217	\$ 1,698,670	\$ 1,427,400	\$ 1,756,825	\$ 3,409,405
1,063	1,154	1,167	1,060	1,650	1,452
438	589	693	1,455	2,850	2,691
753	826	1,920	1,920	1,500	1,450
1,407	1,321	10,573	3,556	7,215	6,223
2	0	0	3	2	5
0	0	0	2	2	2
0	0	0	0	0	0
\$ 400	\$ 0	\$ 0	\$ 1,300	\$ 875	\$ 2,475

City of Euclid, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Function/Program	2020	2019	2018	2017
Leisure Time Activities				
<i>Recreation</i>				
Swimming pool receipts	\$ 1,040	\$ 44,194	\$ 46,480	\$ 47,887
Ice Arena receipts	\$ 146,774	\$ 130,442	\$ 135,629	\$ 140,653
Youth & Adult Sports receipts	\$ 43,015	\$ 81,855	\$ 74,600	\$ 90,824
Shore Cultural Facility rentals	\$ 211,363	\$ 256,694	\$ 246,370	\$ 393,120
<i>Golf</i>				
Rounds of Golf	34,793	29,175	27,572	28,679
Golf/Pro-shop receipts	\$ 751,769	\$ 562,317	\$ 552,091	\$ 545,650
Food & Beverage receipts	\$ 230,612	\$ 313,429	\$ 308,150	\$ 287,711
Community Development				
Grant amounts received due to Economic Development Dept.	\$ 3,934,872	\$ 3,914,983	\$ 2,089,738	\$ 2,463,099
Transportation				
Motor Maintenance - Number of vehicles & equip. maintained	512	527	511	495
Motor Maintenance - Repair Orders	1,782	1,266	1,563	1,519
Traffic Maintenance - No. of responses to EPD Signals/Signs	360.00	350.00	285.00	300.00
Snow & Ice Removal - Salt (tons)	5,359.94	5,768.34	5,540.78	5,552.76
Snow & Ice Removal - Salt (cost)	\$ 383,772	\$ 402,018	\$ 341,188	\$ 308,001
Street Repair Maintenance - Cold Patch (tons)	108.80	115.61	152.73	210.85
Street Repair Maintenance - Cold Patch (cost)	\$ 11,315	\$ 11,792	\$ 14,815	\$ 19,407
Street Repair Maintenance - Hot Mix (tons)	977.56	751.80	587.66	673.01
Street Repair Maintenance - Hot Mix (cost)	\$ 65,008	\$ 48,491	\$ 36,141	\$ 40,381
Street Repair Maintenance - Emulsion/Crack Sealer (gallons)	2,175	429	214	857
Street Repair Maintenance - Emulsion/Crack Sealer (cost)	\$ 10,800	\$ 2,160	\$ 1,080	\$ 4,320
Sewer Jet Cleaning - Sanitary Sewers (feet)	40,182	61,583	118,006	59,465
Sewer Jet Cleaning - Storm Sewers (feet)	7,615	63,893	8,932	39,279
Sewer Repairs (includes Water Department damage)	52	54	90	53
House Call Sewer Jobs/Residential & Business	1,241	1,163	1,378	1,254
Catch Basin Repairs	57	38	30	49
Catch Basin Cleaning	454	638	475	318
Man Hole Repairs	29	35	29	23
Sidewalk Repairs	16	15	16	7
Curb & Apron Repairs	33	46	40	29
Leaf Collection - Number of Loads	574	717	835	944
Street Sweeping - Number of Loads (dirt & debris)	342	361	392	390
Street Sweeping - Number of times whole city sweep	4	4	4	4
Water Hole Maintenance - New Water Openings	254	315	218	176
Water Hole Maintenance - Completed (cemented/asphalted)	287	234	208	207
Water Hole Maintenance - Total not completed	35	81	39	31
Fire Hydrants Painted	0	225	0	0

Table 18 (Continued)

2016	2015	2014	2013	2012	2011
\$ 44,538	\$ 55,748	\$ 62,021	\$ 82,524	\$ 85,166	\$ 91,655
\$ 118,908	\$ 95,140	\$ 130,171	\$ 129,006	\$ 124,809	\$ 141,293
\$ 101,952	\$ 110,187	\$ 123,931	\$ 146,593	\$ 142,412	\$ 159,667
\$ 300,345	\$ 293,480	\$ 285,183	\$ 254,085	\$ 306,324	\$ 360,401
29,345	31,943	28,800	30,800	38,691	31,169
\$ 572,534	\$ 619,465	\$ 584,158	\$ 642,322	\$ 701,977	\$ 569,643
\$ 270,879	\$ 298,896	\$ 214,110	\$ 334,121	\$ 348,439	\$ 295,821
\$ 3,972,381	\$ 7,428,017	\$ 1,617,312	\$ 1,850,449	\$ 1,260,262	\$ 2,292,241
485	499	509	499	493	512
1,416	1,459	1,462	2,026	1,277	1,777
271.00	124.00	398.00	150.00	105.00	N/A
4,533.58	6,306.74	5,642.00	7,259.00	\$ 4,451	4,483.51
\$ 296,021	\$ 413,185	\$ 330,000	\$ 366,548	210,164.00	\$ 202,215
120.45	246.15	310.89	184.00	182.00	357.20
\$ 12,045	\$ 24,306	\$ 31,089	\$ 15,917	15,295.00	\$ 30,716
549.00	661.71	719.18	715.00	\$ 744	468.46
\$ 34,707	\$ 43,009	\$ 45,308	\$ 42,171	42,400	\$ 26,307
214	317	504	1,945	\$ 1,018	909
\$ 1,114	\$ 729	\$ 1,159	\$ 4,863	2,545	\$ 2,518
81,968	51,509	91,220	118,082	121,878	172,530
53,207	0	0	0	0	2,000
51	42	40	39	33	36
1,194	1,163	1,154	1,361	1,006	1,431
63	67	30	23	42	62
897	531	467	409	488	576
5	8	8	6	4	20
21	10	7	11	10	16
47	37	39	53	88	40
633	871	891	784	815	845
275	303	434	352	401	248
3	3	3	4	4	3
229	170	287	171	197	259
201	185	234	250	314	265
78	60	90	40	130	361
0	0	0	0	0	0

City of Euclid, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Function/Program	2020	2019	2018	2017
Wastewater Department				
Wastewater Rates for Water Consumption Based Customers (per 1000 MCF)				
Euclid	\$ 72.56	\$ 71.56	\$ 67.11	\$ 62.24
Cuyahoga County (So.Euclid, Highland Hts, Richmond Hts)	53.07	47.61	43.75	39.25
Willoughby Hills	49.27	43.81	39.94	35.45
Waste Water Flow MGD (Million Gallons per Day)				
Euclid	\$ 8.91	\$ 8.70	\$ 12.74	\$ 12.73
Wickliffe	2.31	2.18	2.51	2.34
Willowick	1.91	1.73	1.85	1.73
Total	<u>13.12</u>	<u>12.61</u>	<u>17.10</u>	<u>16.80</u>
Water Line Construction Fund				
Euclid (charges included with wastewater billing) (per 1000 MCF)	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00
Wastewater Rates				
Wickliffe & Willowick (master metered per 1,000 GA)				
Operating, Maintenance & Repairs	\$ 1.74	\$ 1.73	\$ 1.73	\$ 1.72
Capital Costs	1.22	0.96	0.73	0.53
Lakeshore Trunk Sewer Line maintenance	0.00	0.00	0.00	0.00
Total	<u>\$ 2.96</u>	<u>\$ 2.69</u>	<u>\$ 2.46</u>	<u>\$ 2.25</u>
Willoughby Hills (per MCF of water consumption)				
Operating, Maintenance & Repairs	\$ 28.60	\$ 27.60	\$ 27.60	\$ 26.60
Capital Costs	20.67	16.21	12.34	8.85
Satellite Sewer Discharge Program services	0.00	0.00	0.00	0.00
Total	<u>\$ 49.27</u>	<u>\$ 43.81</u>	<u>\$ 39.94</u>	<u>\$ 35.45</u>
Cuyahoga County (So.Euclid, Highland Hts, Richmond Hts)				
Operating, Maintenance & Repairs	\$ 28.60	\$ 27.60	\$ 27.60	\$ 26.60
Capital Costs	20.67	16.21	12.34	8.85
Satellite Sewer Discharge Program services	0.00	0.00	0.00	0.00
Equalization under billing (2nd quarter 2000)	0.00	0.00	0.00	0.00
Equalization under billing (3rd quarter 2000)	0.00	0.00	0.00	0.00
Meter Reading/Billing Charges (City of Cleveland)	2.30	2.30	2.30	2.30
Administrative Expenses (City of Euclid)	1.50	1.50	1.50	1.50
Total	<u>\$ 53.07</u>	<u>\$ 47.61</u>	<u>\$ 43.74</u>	<u>\$ 39.25</u>
Euclid				
Operating, Maintenance & Repairs	\$ 28.60	\$ 27.60	\$ 27.60	\$ 26.60
Capital Costs	20.62	20.62	17.06	13.97
Peterson Construction Fund	21.04	21.04	20.15	19.37
Meter Reading/Billing Charges	2.30	2.30	2.30	2.30
Total	<u>\$ 72.56</u>	<u>\$ 71.56</u>	<u>\$ 67.11</u>	<u>\$ 62.24</u>

Source: City Departments

(a) Test not administered

n/a Information not available

Table 18 (Continued)

2016	2015	2014	2013	2012	2011
\$ 58.76	\$ 56.23	\$ 56.23	\$ 52.20	\$ 48.17	\$ 35.17
36.19	35.19	35.19	34.19	33.49	29.21
32.38	31.38	31.38	30.38	30.38	24.16
\$ 12.18	\$ 13.02	\$ 14.46	\$ 13.88	\$ 12.86	\$ 15.50
2.11	2.20	2.35	2.46	2.36	2.93
1.67	1.73	1.75	1.82	1.72	2.25
<u>15.96</u>	<u>16.95</u>	<u>18.56</u>	<u>18.16</u>	<u>16.94</u>	<u>20.68</u>
\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 10.00	\$ 9.00
\$ 1.72	\$ 1.71	\$ 1.71	\$ 1.70	\$ 1.70	\$ 1.39
0.39	0.39	0.39	0.39	0.39	0.28
0.00	0.00	0.00	0.00	0.00	0.06
<u>\$ 2.11</u>	<u>\$ 2.10</u>	<u>\$ 2.10</u>	<u>\$ 2.09</u>	<u>\$ 2.09</u>	<u>\$ 1.73</u>
\$ 26.60	\$ 25.60	\$ 25.60	\$ 24.60	\$ 24.60	\$ 19.60
5.78	5.78	5.78	5.78	5.78	4.08
0.00	0.00	0.00	0.00	0.00	0.48
<u>\$ 32.38</u>	<u>\$ 31.38</u>	<u>\$ 31.38</u>	<u>\$ 30.38</u>	<u>\$ 30.38</u>	<u>\$ 24.16</u>
\$ 26.60	\$ 25.60	\$ 25.60	\$ 24.60	\$ 24.60	\$ 19.60
5.78	5.78	5.78	5.78	5.78	4.08
0.00	0.00	0.00	0.00	0.00	0.48
0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00	1.94
2.31	2.31	2.31	2.31	1.61	1.61
1.50	1.50	1.50	1.50	1.50	1.50
<u>\$ 36.19</u>	<u>\$ 35.19</u>	<u>\$ 35.19</u>	<u>\$ 34.19</u>	<u>\$ 33.49</u>	<u>\$ 29.21</u>
\$ 26.60	\$ 25.60	\$ 25.60	\$ 24.60	\$ 24.60	\$ 19.60
11.18	9.95	9.95	9.41	8.08	4.08
18.67	18.37	18.37	15.88	13.88	9.88
2.31	2.31	2.31	2.31	1.61	1.61
<u>\$ 58.76</u>	<u>\$ 56.23</u>	<u>\$ 56.23</u>	<u>\$ 52.20</u>	<u>\$ 48.17</u>	<u>\$ 35.17</u>

City of Euclid, Ohio

Capital Assets Statistics by Function/Program

Last Ten Years

Table 19

Function/Program	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
General Government										
Square Footage Occupied	11,392	11,392	11,392	11,392	11,392	11,392	11,392	11,392	11,392	11,392
Administrative Vehicles	2	1	2	2	2	2	2	2	2	3
Inspection Vehicles	10	13	10	10	10	10	14	15	14	14
Municipal Court Vehicles	1	1	1	1	1	1	1	1	1	1
Lands & Buildings Vehicles	8	8	8	8	8	8	11	11	12	14
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Mini-stations	2	1	2	2	2	2	2	2	2	2
Square Footage of Buildings	58,384	48,000	58,384	58,384	58,384	58,384	58,384	58,384	58,384	58,384
Vehicles	61	61	61	58	58	62	62	65	64	63
Fire										
Stations	3	3	3	3	3	3	3	3	3	3
Square Footage of Buildings	27,389	27,389	27,389	27,389	27,389	27,389	27,389	27,389	27,389	27,389
Vehicles	19	20	19	20	20	18	19	18	18	18
Recreation										
Number of Parks	6	6	6	6	6	6	6	6	6	6
Acres of Parks	106	106	106	106	106	106	106	106	106	106
Acres of Playgrounds/Recreation	254	254	254	254	254	254	254	254	254	254
Number of Playgrounds	14	14	14	14	14	14	14	14	14	14
Number of Tennis Courts	6	6	6	6	6	6	6	6	6	6
Number of Skateboarding Areas	1	1	1	1	1	1	1	1	1	1
Number of Baseball Diamonds	9	9	9	9	9	9	9	9	9	9
Number of Soccer Fields	7	7	7	7	7	7	7	7	7	7
Number of Swimming Pools	4	1	4	4	4	4	4	4	4	4
Number of Spray Parks	1	1	1	1	1	1	1	1	0	0
Number of Ice Rinks	1	1	1	1	1	1	1	1	1	1
Acres of Golf Course	126	126	126	126	126	126	126	126	126	126
Square Footage of Shore Center Building	153,525	153,525	153,525	153,525	153,525	153,525	153,525	153,525	153,525	153,525
Vehicles	14	12	14	14	14	12	13	17	16	16
Other Public Works										
Streets (miles)	143.065	143.065	143.065	143.065	143.065	143.065	143.065	143.065	143.065	143.065
Service Vehicles	59	53	59	59	59	57	57	57	58	54
Wastewater										
Sanitary Sewers (miles)	262.38	262.38	262.38	262.38	262.38	262.38	262.38	262.38	262.38	262.38
Vehicles	14	13	14	13	13	13	11	10	10	10
Water Department										
Water Lines (miles)	139.65	139.65	139.65	139.65	139.65	139.65	139.65	139.65	139.65	139.65

Source: City Departments

(1) Information prior to 2004 is not available

OHIO AUDITOR OF STATE KEITH FABER



**CITY OF EUCLID
CUYAHOGA COUNTY**

AUDITOR OF STATE OF OHIO CERTIFICATION

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



Certified for Release 8/10/2021

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

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