



OHIO AUDITOR OF STATE  
**KEITH FABER**





# OHIO AUDITOR OF STATE KEITH FABER



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## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Cuyahoga County  
2079 East Ninth Street  
Cleveland, Ohio 44115

The Convention and Visitors Bureau of Greater Cleveland, Inc. DBA Destination Cleveland and Spirit of Cleveland, Inc.  
334 Euclid Avenue  
Cleveland, Ohio 44114

We have performed the procedures enumerated below, which were agreed to by the County Council and management of Cuyahoga County (the "County") and the Board of Directors and management of the Convention and Visitors Bureau of Greater Cleveland, Inc. DBA Destination Cleveland and Spirit of Cleveland, Inc. ("Destination Cleveland"), on certain transactions collected, remitted, and/or disbursed under Ohio Rev. Code §5739.09(Q) and the 2014 *Agreement Governing the Use of Extended Capital Improvement Bed Tax between the County of Cuyahoga, Positively Cleveland, and the Mayor of the City of Cleveland* and the 2017 *Addendum to the 2014 Existing Agreement* for the year ended December 31, 2020. The County and Destination Cleveland are responsible for recording transactions and balances and for complying with the agreements and statute. The sufficiency of the procedures is solely the responsibility of the parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

This report only describes exceptions exceeding \$10.

### Cash Receipts

We summarized extended capital improvement bed tax proceeds remitted by the County to Destination Cleveland, during the year ending December 31, 2020, which totaled \$3,600,006. We compared the summarized amount to the amount recorded as extended capital improvement bed tax by Destination Cleveland in their accounting records. We found no exceptions.

## Cash Disbursements

1. We inquired of County and Destination Cleveland management regarding sources describing allowable purposes or restrictions related to the Bureau's disbursements of extended capital improvement bed tax. We listed these sources and summarized significant related restrictions below:

### Source of Restrictions

- a. Ohio Rev. Code § 5739.09(Q)
- b. 2014 *Agreement Governing the Use of Extended Capital Improvement Bed Tax between the County of Cuyahoga, Positively Cleveland, and the Mayor of the City of Cleveland* and the 2017 Addendum to the 2014 Existing Agreement.

"...the proceeds of the extended Capital Improvement Bed Tax shall be used for the direct and indirect costs of capital improvements, including the financing of capital improvements. Examples of such capital improvements include, but are not limited to, capital improvements through Positively Cleveland or other local organizations for the following: major political and/or other large conventions, Rock and Roll Hall of Fame Induction ceremonies and/or events, the support of tourism, and/or other major special events and/or other events".

2. We selected ten disbursements of extended capital improvement bed tax from the year ended December 31, 2020 and compared the purpose for these disbursements as documented on vendor invoices or other supporting documentation to the sources of restrictions listed in *Cash Disbursements Step 1* above. We found no instances where the purpose described on the invoice or other supporting documentation described a violation the restrictions listed above.

This agreed-upon procedures engagement was conducted in accordance with the American Institute of Certified Public Accountants' attestation standards and applicable attestation engagement standards included in the Comptroller General of the United States' *Government Auditing Standards*. We were not engaged to, and did not examine or review the County and Destination Cleveland's extended capital improvement bed tax transactions for the year ended December 31, 2020, the objective of which would have been to opine on extended capital improvement bed tax transactions or provide a conclusion. Accordingly, we do not express an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that we would have reported to you.

This report is to provide assistance in the evaluation of certain transactions collected, remitted, and/or disbursed under Ohio Rev. Code § 5739.09(Q) and the 2014 *Agreement Governing the Use of Extended Capital Improvement Bed Tax between the County of Cuyahoga, Positively Cleveland, and the Mayor of the City of Cleveland* and the 2017 *Addendum to the 2014 Existing Agreement* for the year ended December 31, 2020 and is not suitable for any other purpose.



Keith Faber  
Auditor of State  
Columbus, Ohio

April 30, 2021

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## CUYAHOGA COUNTY EXTENDED CAPITAL IMPROVEMENT BED TAX AGREED-UPON PROCEDURES

### 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 5/20/2021

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

This report is a matter of public record and is available online at  
[www.ohioauditor.gov](http://www.ohioauditor.gov)