

2024 ANNUAL REPORT



CITY OF BROOK PARK, OHIO

ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR
THE YEAR ENDED DECEMBER 31, 2024



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City Council
City of Brook Park
6161 Engle Road
Brook Park, Ohio 44142

We have reviewed the *Independent Auditor's Report* of the City of Brook Park, Cuyahoga County, prepared by Zupka & Associates, for the audit period January 1, 2024 through December 31, 2024. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

KEITH FABER
Ohio Auditor of State

A handwritten signature in black ink that reads "Tiffany L Ridenbaugh".

Tiffany L Ridenbaugh, CPA, CFE, CGFM
Chief Deputy Auditor

October 27, 2025

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City of Brook Park, Ohio

**Annual Comprehensive Financial Report
For the Year Ended December 31, 2024**

Issued by: Finance Department
Robert McGann, CPA, Finance Director
Shannon Welch, Assistant Finance Director

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INTRODUCTORY SECTION

City of Brook Park, Ohio
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June 27, 2025

To the Honorable Mayor and Members of City Council,
And Citizens of Brook Park, Ohio:

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with Generally Accepted Auditing Standards (GAAS) by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Annual Comprehensive Financial Report (ACFR) of the city of Brook Park (City) for the fiscal year ended December 31, 2024.

This report consists of management's representations concerning the finances of the City. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed to both compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP and protect the government's assets from loss, theft or misuse. Since the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assure that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Zupka and Associates. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City for the fiscal year ended December 31, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion on the financial statements of the City for the fiscal year ended December 31, 2024, and that the financial statements are fairly presented in conformity with GAAP. The report of the independent auditor is presented as the first component of the financial section of this report.

The requirements of GAAP necessitate that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This Letter of Transmittal is designed to complement the City's MD&A and should be read in conjunction with it. The MD&A can be found immediately following the report of the independent auditor.

Profile of the Government

The City, incorporated in 1967, is located in the Southwest portion of Cuyahoga County, 13 miles from Downtown Cleveland, with the cities of Parma to the east, Berea to the west and Middleburg Heights to the south. Brook Park is an easily accessible suburban community that abuts Cleveland Hopkins Airport on the Northwest boundary and has ready access to Interstates 71 and 480 and the Ohio Turnpike. With an excellent combination of residential, commercial and industrial areas that provide tax support, the City is able to finance the building of excellent administrative, recreational and service facilities as well as provide a wide variety of municipal services, such as police and fire services, street services, sewer services and recreation services.

The City operates under a mayor-council form of government. The mayor, designated by the charter as the chief executive officer of the City, is elected to serve a four-year term. The mayor has the power to appoint, promote, discipline, transfer, reduce or remove any employee of the City, except those elected, those who work for an elected official and those whose terms of office are set by the charter. Legislative authority is vested in an eight-member council. The council consists of a president, three council members elected at-large and four council members elected by ward. Council members are elected to serve a two-year term. Each member of council has a right to vote, except for the president, who may vote only in the event of a tie.

The mayor is entitled to a seat on council but has no voting rights. The mayor may veto any legislation passed by council. A veto may be overridden by a two-thirds vote of all members of council. The council fixes compensation of City officials and employees and enacts ordinances and resolutions relating to City services, tax levies, appropriations, indebtedness, the licensing of regulated businesses and trades and other municipal purposes.

Other elected officials include the finance director and law director, each of whom serve four-year terms.

Detailed provisions for the City's budget, tax levies and appropriations are set forth in the Ohio Revised Code and the charter. With the assistance of the finance director, the mayor is required to submit to council an estimate of the revenues and expenditures of the City for the succeeding fiscal year. The mayor submits to council an appropriation ordinance budget for the next succeeding fiscal year based on the annual estimate. Council is required to adopt said ordinance in its original form or with those revisions as it may find proper within 90 days of the beginning of the fiscal year.

The City maintains budgetary control on a non-GAAP basis by fund and within each fund by department at major object levels, which include personal services, travel and education, contractual services, supplies and materials, other expenditures, capital outlay, debt service and transfers. For management purposes, the major object level is further defined with budgeted amounts not to exceed the aggregate appropriated by council.

Budgetary control is maintained by an encumbrance of purchase commitment amounts prior to the release of purchase orders to vendors. Requisitions for the expenditure of monies are submitted to the mayor for approval and preparation of a purchase order. The purchase order is forwarded to the finance director's office for certification of the availability of funds. Once certified, the estimated expenditure is encumbered against the available appropriation. Unencumbered appropriations lapse at the end of each year. The City's accounting system provides interim financial reports that detail year-to-date expenditures plus encumbrances versus the original appropriations plus or minus any additional approved appropriations. The report permits the officials of the City to ascertain the status of a department's appropriations at any time during the year.

Factors Affecting Financial Condition

I. Economic Conditions and Outlook. In general, the U.S. economy continued to grow at a moderate pace with an increase of 2.8% from last year's GDP. Some of the factors are as follows:

- The 2024 calendar year realized job growth of nearly 2.2 million jobs. Unemployment remained low at 4.0%, an increase of 0.3% over 2023.
- The stock market continued to surge in 2024. All three U.S. indices ended the year with positive returns. S&P 500 up 23.3% gain; Dow Jones Industrial Average (DJIA) up 12.9% and the Nasdaq Composite up 28.6% driven by the communication services, technology, and consumer discretionary sectors.
- The Federal Reserve lowered the federal funds rate three times in 2024, ending at a rate of 4.50%.

II. Major/Local Economic Activity. The City continues to enhance its economic base and leverage its unique position as the “Gateway” to Cuyahoga County and the region.

- The City of Brook Park remains an active member of the Aerozone Alliance (“Alliance”), collaborating to utilize the assets of Cleveland Hopkins International Airport, the Ohio Aerospace Alliance, and NASA Glenn Research Center to drive transformational economic growth.
- The City of Brook Park, along with the Ohio Aerospace Institute (OAI) and the Aerozone Alliance, is working with Blue Abyss, LLC, to transform 13 acres of former City-owned land into an advanced research center dedicated to deep-sea and space exploration. This \$250 million training complex will feature a 167-foot-deep pool and a 150-room boutique hotel. The Blue Abyss complex is projected to be completed in two and a half years. Brook Park secured \$450,000 in pre-development funding from Cuyahoga County and \$1.8 million from the Ohio Capital Budget for this project.
- The City of Brook Park is actively involved in the redevelopment of 208 acres formerly occupied by Ford Engine Plant 2. Now called the Forward Innovation Center (“FIC”), this site offers excellent multimodal access to Cleveland Hopkins International Airport, the Port of Cleveland, highways, and rail. In 2023, Victory Packaging became FIC's first tenant. The site is proposed to host a \$3.5 billion mixed-use district, including a new domed stadium for the Cleveland Browns. City support for this project is contingent on agreements ensuring its financial benefit to Brook Park.

III. Redevelopment Planning.

- The City received \$1.5 million from Cuyahoga County to demolish and clear the former Brook Park Memorial Elementary School on the Central Campus. This project will create five additional acres of green space. The building demolition is complete, and site restoration is underway, with an expected completion date of April 1, 2025.
- In 2024, GreyFoxBrookPark LLC purchased the former Brookview Elementary School campus from the City. Combined with additional land acquired by Grey Fox across Snow Road, the site will be redeveloped into “The Villas at Brookview,” consisting of 89 luxury townhouses with rental rates between \$2,000 and \$2,500 per month. The City helped secure \$553,642 in funding from the Ohio Brownfield Remediation Program for this project.
- In late 2024, Brook Park purchased a closed former BP station at the corner of Smith Road and Snow Road. The parcel, hindered by a deed restriction and neglected by its previous owner, had become an eyesore. The City has since demolished the structures on the property and is regrading the land in preparation for grass and landscaping.

Cash Management Policies and Practices

Cash management is a vital component of the City's overall financial strategy. Under the direction of the finance director, the City maintains an aggressive cash management program. Major considerations are timing of cash flows necessary to pay City liabilities and available interest rates. As City funds become available, they are invested immediately in short-term certificates of deposit or other securities authorized by state statutes. Interest earnings are allocated to funds based on the requirements of the Ohio Constitution and state statutes. All deposits and investments are covered by pooled collateral that has a face value equal to at least 60 percent of deposits.

Risk Management

The City has contracted with Wichert Insurance Company to negotiate property, general liability, boiler and machinery, automobile, law enforcement, public officials and umbrella insurance for the City. Medical insurance is provided for full-time employees and their families. The plan is fully-funded and administered by a third party administrator. The state of Ohio provides workers' compensation coverage for employees of the City.

Awards and Acknowledgements

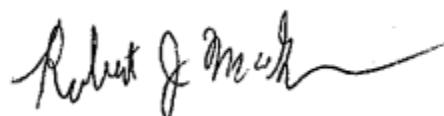
Certificate of Achievement. The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its ACFR for the fiscal year ended December 31, 2023. The Certificate of Achievement is a prestigious national award that recognizes conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized ACFR. This report conformed to program standards and satisfied both GAAP and applicable legal requirements.

The Certificate of Achievement is valid for a period of only one year. The City has received a Certificate of Achievement for the last 33 years. We believe that our current ACFR continues to meet the requirements for the Certificate of Achievement, and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgement. The Finance Department, with the efficient and dedicated service of its entire staff, prepared this ACFR. We would like to express special appreciation to the independent accounting firm of Zupka and Associates for their assistance in preparing this report. In addition, we would like to thank the Mayor and each member of Brook Park City Council for their support, which has allowed the Finance Department to operate at the level that the residents of the City demand and deserve.

Respectfully submitted,



Robert J. McGann, CPA
Finance Director



Government Finance Officers Association

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

Presented to

**City of Brook Park
Ohio**

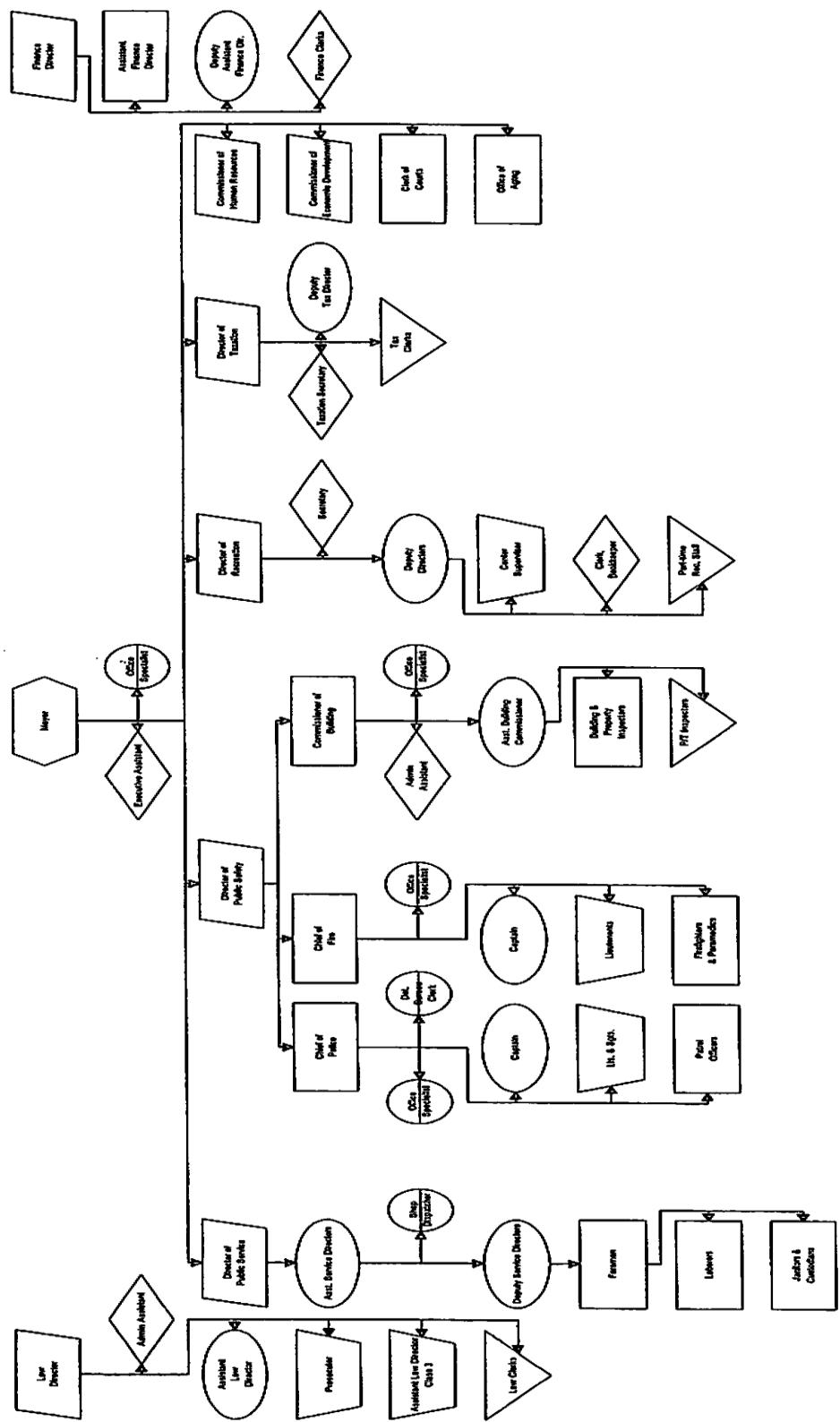
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2023

Christopher P. Morrell

Executive Director/CEO

City of Brook Park Administration



City of Brook Park, Ohio

Elected Officials

December 31, 2024

Mayor		Edward Orcutt
Council Member – President	Newly Elected January 2024	Richard A. Salvatore
Council Member – At-Large	Newly Elected January 2024	Thomas W. Dufour
Council Member – At-Large		Brian K. Poindexter
Council Member – At-Large	Newly Elected January 2024	David McCorkle
Council Member – Ward 1		Tom Troyer
Council Member – Ward 2		Jim Mencini
Council Member – Ward 3		Steve Roberts
Council Member – Ward 4		Richard D. Scott
Finance Director		Robert J. McGann
Law Director		Carol Horvath

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

City of Brook Park
Cuyahoga County
6161 Engle Road
Brook Park, Ohio 44142

To the Members of City Council:

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brook Park, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brook Park as of December 31, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof and the budgetary comparisons for the General Fund and the American Rescue Plan Act Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Emphasis of Matter

As discussed in Note 3 to the basic financial statements, the City adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

Required Supplementary Information

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 27, 2025, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Zupka & Associates
Certified Public Accountants

June 27, 2025

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited)

For the Year Ended December 31, 2024

The discussion and analysis of the City of Brook Park's (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2024. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers are encouraged to consider this information in conjunction with the additional information contained in the financial statements and the notes thereof.

Financial Highlights

Key financial highlights for 2024 are:

- Revenue from municipal income and other taxes totaled \$23,122,995.
- Total assets and deferred outflows of resources increased by \$1,755,406 or a 1.33 percent increase from 2023. This increase was attributed mainly to increase in cash and cash equivalent.
- Total net position increased by \$3,263,450 or a 4.66 percent from 2023.
- Total liabilities and deferred inflows of resources decreased by \$1,508,044. This was a 2.42 percent increase from 2023. This is mainly attributed to a decrease of \$1,042,032 in net pension liability.
- At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$36,785,571 an increase of \$4,462,644 in comparison with the prior year's amount. Approximately 25.62 percent of this total amount, or \$9,424,033, is available for spending at the government's discretion (unassigned fund balance) without externally or internally imposed constraints.
- At the end of the current fiscal year, the General Fund's unassigned fund balance was \$9,424,033 or 40.03 percent of General Fund expenditures (not including other financing uses).

Using This Annual Comprehensive Financial Report

This annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the City both financially and operationally. The statements proceed to provide an increasingly detailed look at our specific financial condition.

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

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

Reporting the City of Brook Park as a Whole

Statement of Net Position and Statement of Activities

While the Annual Comprehensive Financial Report contains information about the funds used by the City to provide services to our citizens, the *Statement of Net Position* and the *Statement of Activities* provide a view of the City's monetary transactions and answer the question, "How did the City do financially during 2024?" These statements include all assets, deferred outflows of resources, liabilities, and deferred inflows of resources using the accrual basis of accounting, which is similar to the accounting method used by the private sector. This accounting method takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the City's net position and the changes in net position. The changes in net position are important because it tells the reader whether the financial position of the City has improved or diminished. When evaluating the overall position of the City, non-financial information should also be considered, such as: changes in the City's tax base, amendments to property and income tax laws, condition of capital assets, etc.

The *Statement of Net Position* and the *Statement of Activities* will include the following governmental activities: police, fire, street maintenance, parks and recreation and general administration. Income taxes, property taxes and state and federal subsidy grants finance most of these activities.

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

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

Reporting of the Most Significant Funds of the City of Brook Park

Fund Financial Statements

The presentation of the City's major funds begins on page 19. Fund financial statements provide detailed information about the City's major funds based on the restrictions on the use of monies. The City has established many funds to account for the multitude of services, facilities and infrastructure improvements provided to our residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City, the major funds are the General, American Rescue Plan, and Capital Improvements Funds. All of the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

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 the balance of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the near-term financing requirements of a government. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets and deferred inflows of resources that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. Both the *Governmental Funds Balance Sheet* and the *Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances* provide a reconciliation to facilitate a comparison between governmental activities (reported in the *Statement of Net Position* and the *Statement of Activities*) and governmental funds.

The City maintains individual governmental funds. Information is presented separately in the *Governmental Funds Balance Sheet* and in the *Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances* for the General Fund, American Rescue Plan, and Capital Improvements Fund. Data from the other governmental funds are combined into single, aggregated presentations. Individual fund data for each of these nonmajor governmental funds is provided in this Annual Comprehensive Financial Report in the form of combining statements.

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

Proprietary Funds

Internal service funds are an accounting device used to accumulate and allocate costs internally among the various functions of a city. This fund has been included with governmental activities in the government-wide financial statements. The City maintains one proprietary fund for the self-insurance of health care benefits.

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 Internal Service Fund. The basic proprietary fund financial statements can be found starting on page 26.

Fiduciary Funds

Fiduciary funds are used to account for resources held for the benefit of parties outside the government and are not reflected in the government-wide financial statements because resources are not available to support the City's own programs. The City has only one custodial fund to report within the fiduciary fund category.

Notes to the Financial Statements

The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found starting on page 31.

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

Other information

In addition to the basic financial statements and the accompanying notes, this Annual Comprehensive Financial Report also presents certain other information that the City believes readers will find useful. After the notes to the basic financial statements, the required supplementary information, notes to the required supplementary information, and the combining statements, referred to earlier in connection with nonmajor governmental funds, are presented along with individual detailed budgetary comparisons for all nonmajor funds. This information can be found starting on page 88.

The City as a Whole

The *Statement of Net Position* looks at the City as a whole and can prove to be a useful indicator of the City's financial position. Table 1 provides a summary of the City's net position for 2024 as compared to 2023.

Table 1
Net Position

	2024	2023*
ASSETS		
Current and other assets	\$ 49,151,767	\$ 45,103,719
Net pension asset	60,994	43,968
Net OPEB asset	64,680,503	-
Capital assets, net	72,634,205	72,469,054
Total Assets	186,527,469	117,616,741
DEFERRED OUTFLOWS OF RESOURCES		
Deferral on Refunding	34,563	38,476
Pension	10,293,926	12,336,893
OPEB	1,681,422	2,406,427
Total Deferred Outflows of Resources	12,009,911	14,781,796
LIABILITIES		
Current and other liabilities	3,909,948	4,321,246
Long-term liabilities:		
Due within one year	2,286,995	2,107,972
Due in more than one year		
Net Pension Liability	32,990,907	34,032,939
Net OPEB Liability	3,581,617	3,777,915
Other amounts	10,896,651	11,273,809
Total Liabilities	53,666,118	55,513,881
DEFERRED INFLOWS OF RESOURCES		
Property taxes and Payments in Lieu of Taxes	2,867,014	2,318,782
Pension	1,967,993	1,940,475
OPEB	2,374,252	2,610,283
Total Deferred Inflows of Resources	7,209,259	6,869,540
NET POSITION		
Net investment in capital assets	62,635,008	62,056,819
Restricted	7,212,464	5,992,956
Unrestricted	3,431,094	1,965,341
Total Net Position	\$ 73,278,566	\$ 70,015,116

* Restated

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

The net pension liability (NPL) is the largest single liability reported by the City at December 31, 2024 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, net pension asset and net OPEB asset.

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*. 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.

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

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.

Net position may serve over time as useful indicator of a government's financial position. The City's total assets and deferred outflows of resources exceeded its total liabilities and deferred inflows of resources at the close of 2024 by \$73,278,566. Due to the recording of GASB 68 and GASB 75, the City's unrestricted net position was \$3,431,094.

The largest portion of the City's total net position reflects its net investment in capital assets, i.e. land, construction in progress, buildings and improvements, machinery, equipment, vehicles and infrastructure, less any related outstanding debt used to acquire those assets along with related deferred outflows/inflows of resources. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt and related deferred outflows/inflows of resources, it should be noted that resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate those liabilities and related deferred inflows of resources.

Total assets increased by \$4,527,291 during the current year. This increase was largely attributed to current and other assets increasing as a result of the increase in cash and cash equivalents in 2024.

Total liabilities decreased by \$1,847,763, which is primarily due to the decrease in net pension liability.

The changes in deferred outflows of resources, deferred inflows of resources, net OPEB asset, net pension liability and net OPEB liability are all due to the recording of GASB statements No. 68 and 75 as previously discussed.

The table presented on the following page is necessary to show the City's Net Position without the implementation of GASB 68 and GASB 75.

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

Table 2
Net Position without GASB 68 and GASB 75

Total Net Position including GASB 68 and GASB 75	\$ 73,278,566
Add:	
Net Pension Liability	32,990,907
Net OPEB Liability	3,581,617
Deferred Inflows - Pension	1,967,993
Deferred Inflows - OPEB	2,374,252
Less:	
Deferred Outflows - Pension	10,293,926
Deferred Outflows - OPEB	1,681,422
Net Pension Asset	60,994
Net OPEB Asset	297,066
Total Net Position without GASB 68 and GASB 75	<u>\$ 101,859,927</u>

Table 3 shows the changes in net position for 2024 as compared with 2023.

Table 3
Changes in Net Position

	2024	2023
REVENUES		
Program Revenues:		
Charges for services	\$ 3,687,338	\$ 3,387,020
Operating grants and contributions	2,418,733	2,068,816
Capital grants and contributions	<u>1,828,338</u>	<u>2,308,334</u>
Total Program Revenues	<u>7,934,409</u>	<u>7,764,170</u>
General Revenues:		
Property taxes	2,336,662	2,369,181
Municipal income	22,849,276	23,282,069
Admission Taxes	108,821	97,779
Hotel Taxes	164,898	130,851
Payments in Lieu of Taxes	112,247	-
Grants and entitlements	878,175	867,420
Investment income	1,716,153	727,871
All other revenues	<u>2,802,939</u>	<u>1,936,423</u>
Total General Revenues	<u>30,969,171</u>	<u>29,411,594</u>
Total Revenues	<u>38,903,580</u>	<u>37,175,764</u>
EXPENSES		
Program Expenses:		
Security of persons and property	14,723,783	15,176,443
General government	7,234,473	5,936,761
Public works	4,005,442	4,043,196
Leisure time activities	1,822,733	1,699,000
Transportation	5,009,382	4,649,670
Community development	2,366,088	1,843,520
Public health and welfare	240,319	339,368
Interest and fiscal charges	<u>237,910</u>	<u>226,751</u>
Total Expenses	<u>35,640,130</u>	<u>33,914,709</u>
Change in Net Position	3,263,450	3,261,055
Net Position - Beginning of Year, Restated	<u>70,015,116</u>	<u>66,754,061</u>
Net Position - End of Year	<u>\$ 73,278,566</u>	<u>\$ 70,015,116</u>

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

Governmental Activities

Several revenue sources fund the City's governmental activities, with City income tax being the largest contributor. The City's income tax rate is two percent on gross income and has not changed since 1991. Residents of the City who work in other communities and pay the withholding tax to those municipalities receive a 100 percent tax credit of up to two percent on their City income tax. During 2024, the revenues generated from municipal income tax and other miscellaneous taxes amounted to \$22,849,276. The 1.86 percent decrease in income tax collections from 2023 to 2024 is due to 2023 UAW contract completion, which brought extra income tax to the City.

For 2024, City income tax revenue of 20 percent is earmarked for specific capital improvements. These revenues are allocated by City ordinance, providing that a substantial portion of the City's income tax collections be set aside for roads, city facilities and other capital requirements. Of the \$38,903,580 in total revenue, municipal income tax and other taxes accounted for 58.73 percent, property taxes accounted for 6.01 percent, charges for services accounted for 9.48 percent, capital grants and contributions accounted for 6.22 percent and operating grants and contributions accounted for 4.70 percent of total revenue.

The combination of municipal income tax, property tax, charges for services, intergovernmental funding and operating and capital grants and contributions were not sufficient to fund all of the expenses in the governmental activities. The City monitors its sources of revenues very closely for fluctuations. There was a decrease of \$479,996 in capital grants and contributions due to the completion of Wedo Park Basin in 2023 which relied on capital grants for funding. The increase in investment income by \$988,282 is due to a change of rate and fair market value and high interest rates in 2024. All other revenues increased by \$866,516 due to insurance proceeds related to the August tornado.

The provisions of GASB Statements 68 and 75 require the City to recognize a pension/OPEB adjustment that increased expenses by \$1,043,806 in 2024. 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.

Table 4
Expenses

	<u>2024</u>	<u>2023</u>
EXPENSES		
Program Expenses:		
Security of persons and property	\$ 13,803,541	\$ 13,375,964
General government	7,175,791	5,981,531
Public works	3,980,615	4,056,777
Leisure time activities	1,808,955	1,706,625
Transportation	4,999,194	4,655,200
Community development	2,351,206	1,851,604
Public health and welfare	239,112	340,032
Interest and fiscal charges	237,910	226,751
Total Expenses	<u><u>\$ 34,596,324</u></u>	<u><u>\$ 32,194,484</u></u>

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

The largest program functions for the City relate to security of persons and property accounting for 39.90% of program expenditures. This is followed by General Government, Transportation, and Public works which account for 20.74%, 14.45%, and 11.51% respectively

Program Expenses

For the year ended December 31, 2024, the City's total cost of services was \$35,640,130, with a net cost of services totaling \$27,705,721.

Table 5 itemizes fiscal year 2024 program expenses by specific function.

Table 5
Program Expenses

	Total Cost of Services	Net Cost of Services
	2024	2024
Security of persons and property	\$ 14,723,783	\$ (13,726,858)
General government	7,234,473	(5,415,822)
Public works	4,005,442	(3,571,705)
Transportation	5,009,382	(3,642,548)
Leisure time activities	1,822,733	(343,234)
Community development	2,366,088	(527,325)
Public health and welfare	240,319	(240,319)
Interest and fiscal charges	237,910	(237,910)
Total cost of service	<u>\$ 35,640,130</u>	<u>\$ (27,705,721)</u>

The table above shows the total cost of services as well as the net cost of services. That is, it identifies the cost of the services supported by tax revenue and unrestricted intergovernmental revenues.

As referenced, most of the City's governmental activities rely on general revenues (property taxes, municipal income tax, grants, etc.) to support program expenses.

The City's Funds

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 balances may serve as a useful measure of a government's net resources available for spending at the end of the year. Information about the City's governmental funds begins on page 19.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of 36,785,571. Of that amount, \$9,424,033 constitutes unassigned fund balances that are available for spending at the government's discretion without externally or internally imposed constraints. The remaining balance is nonspendable, restricted, committed, or assigned to indicate that it is not available for new spending.

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

General Fund

The General Fund is the chief operating fund of the City. As of December 31, 2024, the total fund balance for the General Fund was \$18,911,208, of which \$9,424,033 was unassigned. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to fund expenditures (not including other financing uses). Unassigned fund balance represents 40.03 percent of total General Fund expenditures, while total fund balance represents 80.34 percent of that same amount.

During 2024, the General fund balance decreased by \$607,051 or 3.11 percent. This decrease is mainly due to expenditures exceeding revenues because of the increase in transfer out to fund capital and construction projects.

American Rescue Plan Act

The American Rescue Plan Act fund accounts for the grant proceeds to local governments who have been financially impacted by the COVID-19 Pandemic. This fund did not maintain a balance at December 31, 2024. The fund maintained a cash balance of \$1,299,748 that was reported as unearned revenue until it is spent by the City.

Capital Improvements Fund

The Capital Improvements Fund accounts for intergovernmental revenue in the form of grants as well as the portion of municipal income tax allocated by City Council for the purpose of improving, constructing, maintaining and purchasing those items necessary to enhance the operation of the City. As of December 31, 2024, the total fund balance for the Capital Improvements Fund was \$7,502,881, of which \$7,288,481 was committed due to constraints imposed by Council and \$214,400 was restricted by external constraints. The fund balance increased by \$3,921,470 during 2024. This increase is mainly due increased in natatorium center renovation, recreation center renovation funds and insurance proceeds related to the August tornado.

City Budget

The City's budget is prepared according to Ohio law and accounts for certain transactions on a basis of cash receipts, cash disbursements and encumbrances. The most significant budgeted fund is the General Fund. Except for custodial funds, an annual appropriation budget is legally required to be prepared for all funds of the City. City Council is provided with a detailed line-item budget for all departments.

After discussions at regularly held council meetings that are open to the public, the budget is adopted at the department level by object. Within each object, appropriations can be transferred between line items with the approval of the Finance Director and the respective department head. Council must approve any revisions in the budget that alter object level totals or total appropriations for any department or fund.

During the course of 2024, the City amended its General Fund budget three times. The finance department watches all department expenditures closely to monitor compliance with allocated budgets and provides monthly reports to City Council that depicts monthly and year-to-date activity.

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

For the General Fund, the final budget basis revenue plus other financing sources was \$30,113,526 as compared to the original budget estimate plus other financing sources of \$27,329,719. The final budget was higher than the original budget. The final appropriations plus other financing uses of \$36,365,607 were sufficient to meet the actual expenditures plus other financing uses for the year, which amounted to \$30,904,831. This is a result of finance budgeting with conservatism.

Capital Assets and Debt Administration

Capital Assets

As of December 31, 2024, the City had \$72,634,205 invested in land, construction in progress, buildings and improvements, improvements other than buildings, machinery and equipment, furniture and fixtures, vehicles and infrastructure. Table 6 shows fiscal year 2024 balances of capital assets, net of depreciation, as compared to 2023.

Table 6
Capital Assets at Year End
(Net of Depreciation)

	2024	2023
Land	\$ 2,839,104	\$ 2,541,330
Construction in progress	5,114,598	3,796,497
Buildings and improvements	5,846,586	6,277,447
Improvements other than buildings	280,166	179,826
Machinery and equipment	1,421,250	1,309,004
Furniture and fixtures	86,352	58,636
Vehicles	4,566,302	3,397,588
Infrastructure:		
Streets	36,849,469	38,679,581
Sewers	14,513,815	15,079,490
Water Lines	1,116,563	1,149,655
Total Capital Assets	\$ 72,634,205	\$ 72,469,054

In 2024, total capital asset slightly increased by \$165,151.

With respect to infrastructure, the City engineer maintains a comprehensive listing of all the streets, bridges, culverts and sewer lines located within the City. As part of the annual road maintenance program, the City engineer evaluates the condition of each street after each winter and prepares a list of streets to be either resurfaced or crack sealed. In the case of concrete roads, the damaged portion will be either replaced or repaired. After approval from City Council, the projects are bid to get the best possible pricing from contractors. For additional information on capital assets, see Note 7 of the basic financial statements.

City of Brook Park, Ohio

Management's Discussion and Analysis (Unaudited) (continued)

For the Year Ended December 31, 2024

Debt

On December 31, 2024, the City had \$9,587,676 in outstanding debt, with \$1,299,234 of that debt due within one year. Table 7 below summarizes general obligation bonds, financed purchases payable, and OPWC loans.

Table 7
Outstanding Debt at Year End

	<u>2024</u>	<u>2023</u>
General obligation bonds	\$ 6,455,000	\$ 7,190,000
Financed Purchases Payable	1,621,548	939,090
OPWC loans	<u>1,511,128</u>	<u>1,693,358</u>
Total outstanding debt	<u><u>\$ 9,587,676</u></u>	<u><u>\$ 9,822,448</u></u>

As of December 31, 2024, the City's overall legal debt margin was \$51,301,044, with an unvoted debt margin of \$24,031,501.

More detailed information about the City's debt liabilities is presented in Notes 8 and 9 of the basic financial statements.

Current Financial Related Activities

In closing, local officials continue to work through the economic challenges facing the City and remain committed to providing full disclosure of the City's financial position to its residents.

Contacting the City's Finance Department

The Annual Comprehensive Financial Report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the City's finances and to show the City's accountability for the money it receives. If you have any questions about this Annual Comprehensive Financial Report or need additional financial information, please contact Finance Director Robert McGann, at the City of Brook Park, 6161 Engle Rd., Brook Park, Ohio, (216) 433-1300, or e-mail to info@cityofbrookpark.com.

City of Brook Park, Ohio

Statement of Net Position

December 31, 2024

	Governmental Activities
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 38,357,522
Cash and Cash Equivalents:	
In Segregated Accounts	31,574
Materials and Supplies Inventory	177,257
Accounts Receivable	442,564
Intergovernmental Receivable	1,462,440
Hotel Taxes Receivable	8,216
Prepaid Items	365,779
Municipal Income Taxes Receivable	3,748,713
Property Taxes Receivable	2,747,819
Admission Taxes Receivable	39,787
Payments in Lieu of Taxes	220,096
Assets Held for Resale	1,550,000
Net Pension Asset (See Note 11)	60,994
Net OPEB Asset (See Note 12)	297,066
Nondepreciable Capital Assets	7,953,702
Depreciable Capital Assets	64,680,503
Total Assets	122,144,032
DEFERRED OUTFLOWS OF RESOURCES	
Deferral on Refunding	34,563
Pension	10,293,926
OPEB	1,681,422
Total Deferred Outflows of Resources	12,009,911
LIABILITIES	
Accounts Payable	974,253
Contracts Payable	627,609
Accrued Wages and Benefits	574,765
Intergovernmental Payable	262,559
Matured Compensated Absences Payable	37,821
Accrued Interest Payable	57,355
Retainage Payable	227,831
Unearned Revenue	1,147,755
Long-term Liabilities:	
Due within one year	2,286,995
Due in more than one year:	
Net Pension Liability (See Note 11)	32,990,907
Net OPEB Liability (See Notes 12 & 13)	3,581,617
Other amounts	10,896,651
Total Liabilities	53,666,118
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	2,646,918
Payments in Lieu of Taxes	220,096
Pension	1,967,993
OPEB	2,374,252
Total Deferred Inflows of Resources	7,209,259
NET POSITION	
Net Investment in Capital Assets	62,635,008
Restricted for:	
Debt Services	1,289,522
Capital Projects	356,299
Street Paving and Repair	3,915,421
Public Safety	239,743
Pension/OPEB	358,060
Other Purposes	1,053,419
Unrestricted	3,431,094
Total Net Position	\$ 73,278,566

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

City of Brook Park, Ohio

Statement of Activities

For the Year Ended December 31, 2024

	Program Revenues				Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	
Governmental activities:						
Security of Persons and Property						
Police and Others	\$ 8,484,973	\$ 160,861	\$ 6,203	\$ -	\$ (8,317,909)	
Fire	6,238,810	826,845	3,016	-	(5,408,949)	
Public Health and Welfare	240,319	-	-	-	(240,319)	
Leisure Time Activities	1,822,733	423,749	750	1,055,000	(343,234)	
Community Development	2,366,088	1,466,699	-	372,064	(527,325)	
Public Works	4,005,442	-	32,463	401,274	(3,571,705)	
Transportation	5,009,382	-	1,366,834	-	(3,642,548)	
General Government	7,234,473	809,184	1,009,467	-	(5,415,822)	
Interest and Fiscal Charges	237,910	-	-	-	(237,910)	
Total Governmental activities	\$ 35,640,130	\$ 3,687,338	\$ 2,418,733	\$ 1,828,338	(27,705,721)	
General Revenues:						
Property Taxes levied for:						
General Purposes					1,948,712	
Other Purposes					387,950	
Municipal Income Taxes levied for:						
General Purposes					19,206,403	
Capital Outlay					3,642,873	
Admission Taxes					108,821	
Hotel Taxes					164,898	
Payments in Lieu of Taxes					112,247	
Grants & Entitlements not restricted to specific programs					878,175	
Investment Income					1,716,153	
Gain on Sale of Capital Assets					345,683	
All Other Revenues					2,457,256	
Total General Revenues					30,969,171	
Change in Net Position					3,263,450	
Net Position - Beginning of the Year, as Previously Reported					70,783,246	
Change in Accounting Principle					(768,130)	
Net Position - Beginning of the Year, as Restated					70,015,116	
Net Position - End of Year					\$ 73,278,566	

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

City of Brook Park, Ohio

Balance Sheet – Governmental Funds

December 31, 2024

	General Fund	American Rescue Plan	Capital Improvements Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
OUTFLOWS OF RESOURCES					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 17,372,893	\$ 1,299,748	\$ 8,053,786	\$ 8,829,201	\$ 35,555,628
Cash and Cash Equivalents:					
In Segregated Accounts	31,574	-	-	-	31,574
Materials and Supplies Inventory	177,257	-	-	-	177,257
Accounts Receivable	332,924	-	-	109,640	442,564
Interfund Receivable	375,790	-	-	-	375,790
Intergovernmental Receivable	425,078	-	60,527	976,835	1,462,440
Prepaid Items	365,779	-	-	-	365,779
Municipal Income Tax Receivable	2,998,970	-	749,743	-	3,748,713
Property Taxes Receivable	2,288,133	-	-	459,686	2,747,819
Hotel Taxes Receivable	8,216	-	-	-	8,216
Admission Taxes Receivable	39,787	-	-	-	39,787
Payment in Lieu of Taxes	-	-	-	220,096	220,096
Asset Held for Resale	-	-	-	1,550,000	1,550,000
Total Assets	\$ 24,416,401	\$ 1,299,748	\$ 8,864,056	\$ 12,145,458	\$ 46,725,663
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 616,167	\$ -	\$ 312,068	\$ 46,018	\$ 974,253
Accrued Wages and Benefits	558,353	-	-	16,412	574,765
Contracts Payable	-	372,135	255,474	-	627,609
Intergovernmental Payable	95,833	-	-	166,726	262,559
Matured Compensated Absences Payable	37,821	-	-	-	37,821
Retainage Payable	-	46,278	66,549	115,004	227,831
Interfund Payable	-	-	375,790	-	375,790
Unearned Revenue	52,079	881,335	-	214,341	1,147,755
Total Liabilities	\$ 1,360,253	\$ 1,299,748	\$ 1,009,881	\$ 558,501	\$ 4,228,383
Deferred Inflows of Resources:					
Property Taxes and Payment in Lieu of Taxes	2,204,653	-	-	662,361	2,867,014
Unavailable Revenue - Delinquent Property Taxes	83,480	-	-	17,421	100,901
Unavailable Revenue - Income Taxes	1,440,157	-	351,294	-	1,791,451
Unavailable Revenue - Other	416,650	-	-	535,693	952,343
Total Deferred Inflows of Resources	\$ 4,144,940	\$ -	\$ 351,294	\$ 1,215,475	\$ 5,711,709
Fund Balances:					
Nonspendable	543,036	-	-	-	543,036
Restricted	-	-	214,400	4,666,071	4,880,471
Committed	5,271,958	-	7,288,481	4,401,168	16,961,607
Assigned	3,672,181	-	-	1,304,243	4,976,424
Unassigned	9,424,033	-	-	-	9,424,033
Total Fund Balances	\$ 18,911,208	\$ -	\$ 7,502,881	\$ 10,371,482	\$ 36,785,571
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 24,416,401	\$ 1,299,748	\$ 8,864,056	\$ 12,145,458	\$ 46,725,663

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

City of Brook Park, Ohio

Reconciliation of Total Governmental Funds Balances to Net Position of Governmental Activities December 31, 2024

Total Governmental Funds Balance	\$ 36,785,571
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*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. 72,634,205

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

Delinquent property taxes	\$ 100,901
Municipal income	1,791,451
Special assessments	12,037
Intergovernmental	784,934
Charges for services	115,839
Admission Taxes	<u>39,533</u>
Total	2,844,695

In the Statement of Activities, interest is accrued on outstanding
bonds, whereas in Governmental funds, an interest expenditure
is reported when due. (57,355)

Internal Service funds are used by management to charge the costs
of certain activities, such as insurance to individual funds. The assets
of the Internal Service funds are included in Governmental
Activities in the Statement of Net Position. 2,801,894

The net pension liability/asset and net OPEB liability/asset 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	10,293,926
Deferred Inflows - Pension	(1,967,993)
Net Pension Liability/Asset	(32,929,913)
Deferred Outflows - OPEB	1,681,422
Deferred Inflows - OPEB	(2,374,252)
Net OPEB Liability/Asset	<u>(3,284,551)</u>
Total	(28,581,361)

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	(6,455,000)
OPWC loans	(1,511,128)
Unamortized bond premiums	(199,783)
Deferral on refunding	34,563
Financed Purchases Payable	(1,621,548)
Accrued compensated absences	<u>(3,396,187)</u>
Total	(13,149,083)

Net Position of Governmental Activities	\$ 73,278,566
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City of Brook Park, Ohio

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Year Ended December 31, 2024

	General Fund	(Formerly Major) Economic Development	American Rescue Plan	Capital Improvements Fund	Other Governmental Funds	Total Governmental Funds
REVENUES						
Property Taxes	\$ 1,944,936		\$ -	\$ -	\$ 387,225	\$ 2,332,161
Municipal Income Taxes	19,647,739		-	3,761,952	-	23,409,691
Hotel Taxes	164,898		-	-	-	164,898
Admission Taxes	69,288		-	-	-	69,288
Payments in Lieu of Taxes	-		-	-	112,247	112,247
Intergovernmental	785,322		959,820	1,609,675	1,781,183	5,136,000
Interest	1,387,515		-	-	328,638	1,716,153
Licenses and Permits	564,778		-	-	82,495	647,273
Fines and Forfeitures	579,276		-	61,830	64,429	705,535
Rentals	42,245		-	-	-	42,245
Charges for Services	2,018,505		-	-	177,736	2,196,241
Contributions and Donations	2,229		-	-	750	2,979
Special Assessments	-		-	-	125	125
All Other Revenues	2,414,580		-	3,550	39,126	2,457,256
Total Revenues	29,621,311		959,820	5,437,007	2,973,954	38,992,092
EXPENDITURES						
Security of Persons and Property:						
Police and Others	7,265,008		-	11,385	805,365	8,081,758
Fire	4,764,593		-	6,632	830,450	5,601,675
Public Health and Welfare	202,027		-	-	-	202,027
Leisure Time Activities	1,297,701		-	-	106,388	1,404,089
Community Development	930,760		-	528,999	676,248	2,136,007
Public Works	2,465,303		-	137,835	-	2,603,138
Transportation	314,931		-	287,448	668,983	1,271,362
General Government	6,272,107		-	305,136	114,705	6,691,948
Capital Outlay	27,411		959,820	5,092,865	749,496	6,829,592
Debt Service:						
Principal Retirement	-		-	703,500	917,230	1,620,730
Interest and Fiscal Charges	-		-	40,272	193,551	233,823
Total Expenditures	23,539,841		959,820	7,114,072	5,062,416	36,676,149
Excess of Revenues (Under) Expenditures	6,081,470		-	(1,677,065)	(2,088,462)	2,315,943
OTHER FINANCING SOURCES (USES)						
Sale of Capital Assets	756,164		-	4,579	-	760,743
Issuance of Financed Purchase Payables	-		-	1,385,958	-	1,385,958
Transfers In	218,779		-	5,178,779	3,236,687	8,634,245
Transfers Out	(7,663,464)		-	(970,781)	-	(8,634,245)
Total Other Financing Sources (Uses)	(6,688,521)		-	5,598,535	3,236,687	2,146,701
Net Change in Fund Balances	(607,051)		-	3,921,470	1,148,225	4,462,644
Fund Balances - Beginning of Year, as previously presented	19,518,259	3,570,099	-	3,581,411	5,653,158	32,322,927
Change within financial reporting entity (Major to Nonmajor Fund)	-	(3,570,099)	-	-	3,570,099	-
Fund Balances - Beginning of Year, as adjusted	19,518,259	-	-	3,581,411	9,223,257	32,322,927
Fund Balances - End of Year	\$ 18,911,208	\$ -	\$ -	\$ 7,502,881	\$ 10,371,482	\$ 36,785,571

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

City of Brook Park, Ohio

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Year Ended December 31, 2024

Net Change in Fund Balances-Total Governmental Funds \$ 4,462,644

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

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

Capital Outlay	\$ 4,354,565
Depreciation	(3,774,354)
Total	580,211

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. (415,060)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Delinquent property taxes	4,501
Municipal income taxes	(560,415)
Special assessments	11,912
Intergovernmental	18,519
Charges for services	(42,856)
Other Taxes	39,533
Total	(528,806)

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 financed purchases payable. (1,385,958)

Repayment of bond, financed purchases payable, and loan principal are expenditures in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 1,620,730

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

Pension	2,337,110
OPEB	155,528

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	(3,348,537)
OPEB	(151,138)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in Governmental funds.

Accrued compensated absences	(60,313)
Ammortization of loss on refunding	(3,913)
Accrued interest on bonds	(23,850)
Amortization of bond premiums	23,676
Total	(64,400)

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. 1,126

Change in Net Position of Governmental Activities \$ 3,263,450

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

City of Brook Park, Ohio

Statement of Revenues, Expenditures and Changes in Fund Balances –
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund

For the Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property Taxes	\$ 1,913,802	\$ 1,944,936	\$ 1,944,936	\$ -
Municipal Income Taxes	19,951,619	19,868,414	19,868,414	-
Other Taxes	275,000	250,080	250,080	-
Intergovernmental	859,288	823,539	823,539	-
Interest	730,000	1,387,516	1,387,516	-
Licenses and Permits	639,160	546,415	546,415	-
Fines and Forfeitures	488,000	473,067	473,067	-
Rentals	60,000	42,245	42,245	-
Charges for Services	1,802,050	2,043,986	2,043,986	-
Contributions and Donations	1,000	2,229	2,229	-
All Other Revenues	559,800	2,462,275	2,407,604	(54,671)
Total Revenues	27,279,719	29,844,702	29,790,031	(54,671)
Expenditures:				
Current:				
Security of Persons and Property	12,200,600	12,382,352	11,905,404	476,948
Public Health and Welfare	209,142	209,142	200,580	8,562
Leisure Time Activities	1,523,234	1,531,534	1,277,014	254,520
Community Development	1,049,738	1,060,988	971,876	89,112
Public Works	2,796,365	2,796,365	2,459,533	336,832
Transportation	528,284	529,534	344,555	184,979
General Government	6,487,703	9,722,057	5,782,359	3,939,698
Total Expenditures	24,795,066	28,231,972	22,941,321	5,290,651
Excess of Revenues Over (Under) Expenditures	2,484,653	1,612,730	6,848,710	5,235,980
Other Financing Sources (Uses)				
Sale of Capital Assets	-	996,164	996,164	-
Advances In	-	79,632	79,632	-
Advances Out	(125)	(125)	-	125
Transfer In	50,000	268,824	268,824	-
Transfers Out	(4,988,521)	(8,403,510)	(7,963,510)	440,000
Total Other Financing Sources (Uses)	(4,938,646)	(7,059,015)	(6,618,890)	440,125
Net Change in Fund Balance	(2,453,993)	(5,446,285)	229,820	5,676,105
Cash Fund Balance - Beginning of Year	16,526,092	16,526,092	16,526,092	-
Current Year Encumbrances	-	-	339,247	339,247
Cash Fund Balance - End of Year	\$ 14,072,099	\$ 11,079,807	\$ 17,095,159	\$ 6,015,352

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

City of Brook Park, Ohio

Statement of Revenues, Expenditures and Changes in Fund Balances –
 Budget (Non-GAAP Budgetary Basis) and Actual
 American Rescue Plan Act Fund

For the Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)	
	Original	Final	Actual		
Expenditures:					
Current:					
General Government	\$ -	\$ 81,069	\$ 81,069	\$ -	
Capital Outlay	-	1,760,086	1,760,086		
Total Expenditures	-	1,841,155	1,841,155	-	
Net Change in Fund Balance	-	(1,841,155)	(1,841,155)	-	
Cash Fund Balance - Beginning of Year	1,841,155	1,841,155	1,841,155	-	
Cash Fund Balance - End of Year	\$ 1,841,155	\$ -	\$ -	\$ -	

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

City of Brook Park, Ohio

Statement of Net Position

Proprietary Fund

December 31, 2024

	Governmental Activities	
	Internal Service Fund	
ASSETS		
Current Assets:		
Equity in Pooled Cash and Cash Equivalents	\$ 2,801,894	
Total Assets	<hr/> 2,801,894	<hr/>
NET POSITION		
Unrestricted	2,801,894	
Total Net Position	<hr/> \$ 2,801,894	<hr/>

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

City of Brook Park, Ohio

Statement of Revenues, Expenses and Changes in Net Position

Proprietary Fund

For The Year Ended December 31, 2024

	Governmental Activities	
	Internal Service Fund	
OPERATING REVENUES		
Charges for Services	\$ 343,838	
Total Operating Revenues	<hr/> 343,838	
OPERATING EXPENSES		
Contractual Services	342,712	
Total Operating Expense	<hr/> 342,712	
Operating Income	<hr/> 1,126	
Change in Net Position	1,126	
Net Position - Beginning of Year	2,800,768	
Net Position- End of Year	<hr/> \$ 2,801,894	

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

City of Brook Park, Ohio

Statement of Cash Flows

Proprietary Fund

For The Year Ended December 31, 2024

	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Charges for Services	\$ 420,162
Cash Payments for Goods and Services	(419,036)
Net Cash Provided by Operating Activities	<hr/> 1,126
Net increase in Cash and Cash Equivalents	1,126
Cash and Cash Equivalents - Beginning of Year	2,800,768
Cash and Cash Equivalents - End of Year	<hr/> \$ 2,801,894
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	\$ 1,126
Net Cash used in Operating Activities	<hr/> \$ 1,126

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

City of Brook Park, Ohio
Statement of Fiduciary Net Position
Custodial Fund
December 31, 2024

	Custodial Fund
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 516
Total Assets	<u>516</u>
NET POSITION	
Restricted For:	
Individuals, Organizations, and Other Governments	516
Total Net Position	<u>\$ 516</u>

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

City of Brook Park, Ohio

Statement of Changes in Fiduciary Net Position

Custodial Fund

For the Year Ended December 31, 2024

	Custodial Fund
ADDITIONS	
Licenses, Permits, & Fee Distributions for Other Governments	\$ 4,985
Total Additions	<u>4,985</u>
DEDUCTIONS	
Licenses, Permits, & Fees Distributions to Other Governments	4,750
Total Deductions	<u>4,750</u>
Net Increase in Fiduciary Net Position	235
Net Position - Beginning of Year	281
Net Position - End of Year	<u>\$ 516</u>

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

Notes to the Basic Financial Statements

City of Brook Park, Ohio

Notes to the Basic Financial Statements For The Year Ended December 31, 2024

Note 1: The Reporting Entity

The City of Brook Park (the City) is a home rule municipal corporation established under the laws of the State of Ohio which operates under its own Charter. The current Charter, which provides for a mayor-council form of government, was adopted October 18, 1966.

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, this includes police and fire protection, parks and recreation, planning, zoning, street maintenance and repair, refuse collection and general administrative services. The City's departments include a public safety department, a public service department, a street maintenance department, a sanitation system, a parks and recreation department, a planning and zoning department, 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.

The Mayor's Court (the Court), which provides judicial services, is responsible for the levying and collecting of fines and forfeitures under state and local laws, and their subsequent distribution to various government agencies. The City budgets and appropriates funds for the operation of the Court and is ultimately responsible for any operating deficits sustained by the Court. The City's share of the fines collected by the Court, along with its share of the Court's administrative and operating costs, is recorded in the City's General Fund. Due to this relationship, the Court is not considered a component unit of the City but rather as part of the primary government unit itself.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to 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 no component units.

Jointly Governed Organizations

Southwest General Health Center

Southwest General Health Center is an Ohio nonprofit corporation providing health services. The Health Center is a jointly governed organization among the communities of Berea, Brook Park, Columbia Township, Middleburg Heights, Olmsted Falls and Strongsville.

The Health Center is governed by a Board of Trustees consisting of the following: one member of the legislative body from each of the political subdivisions, one resident from each of the political subdivisions who is not a member of the legislative body, three persons who are residents of any of the participating political subdivisions, the president and the executive vice president of the corporations, and the president and the vice president of the medical staff. The legislative body of each political subdivision elects their own member to serve on the Board of Trustees of the Health Center.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 1: The Reporting Entity (continued)

Jointly Governed Organizations (continued)

The Board exercises total control over the operations of the Health Center including budgeting, appropriating, contracting and designating management. Each City's control is limited to its representation on the Board. In 2024, the City of Brook Park contributed \$110,955 of property tax levies and intergovernmental revenue to the Health Center.

Southwest Regional Communications

The Southwest Regional Communications is a jointly-governed organization between the City and seven other communities. Formed as a Regional Council of Governments as permitted under Ohio Revised Code Section 167.01, the intent of this organization is to establish, own, operate, maintain, and administer, a regional communications network for public safety and public service purposes for the mutual benefit of the participating communities. This organization is controlled by a governing body consisting of each participating community's mayor or his/her delegate or representative. The degree of control exercised by any member is limited to its representation on the governing board. All members agree to contribute the sums of money on a shared basis as agreed per the requirements set forth in the Articles of Understanding. In accordance with GASB Statement No. 14 as amended by GASB Statement No. 61, the City does not have an equity interest in the organization. Financial information may be obtained by writing to the Network Council, at 17401 Holland Road, Brook Park, Ohio 44142.

Insurance Purchasing Pool

The City participates in the County of Summit, Ohio Regionalization Program, which sponsors several health insurance, prescription drug, dental, vision, life and worksite programs, including an Employee Assistance Program (EAP). The County has created a group insurance pool for the purpose of creating a group rating plan for political subdivisions. NFP is the third-party administrator and insurance broker of the program.

The intent of the pool is to achieve a reduced rate for the City and other political subdivisions that are group members. The injury claim history of all participating members is used to calculate a common rate for the group. An annual administrative fee is paid to County which is incorporated into the premiums on a monthly basis. The County builds and manages the regional healthcare program using monthly rates charged to the political subdivision. These rates are developed with the assistance of the County's Consultants and Actuaries and approved through the County's Internal Risk Committee.

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 local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The most 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.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

A. Basis of Presentation (continued)

Government-Wide Financial Statements

The statement of net position and the statement of activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid doubling up revenues and expenses.

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

Fund Financial Statements

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

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 balance.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

B. Fund Accounting (continued)

The following are the City's major governmental funds:

General Fund

The General Fund accounts 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 charter of the City and/or the general laws of Ohio.

American Rescue Plan Act Fund

The American Rescue Plan Act fund accounts for the grant proceeds to local governments who have been financially impacted by the COVID-19 Pandemic.

Capital Improvements Fund

The Capital Improvements Fund accounts for intergovernmental revenues, bond proceeds, and the portion of municipal income tax allocated by Council for the purpose of improving, constructing, maintaining, and purchasing those items necessary to enhance the operation of the City.

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. The City has no enterprise funds.

Internal Service Fund

Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis. The City's internal service fund reports on a shared-insurance program for employee medical benefits.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension (and other employee benefit) trust funds, investment trust funds, private-purpose trust funds, and custodial funds.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

B. Fund Accounting (continued)

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 fund is one custodial fund. The custodial fund is used to account for building code fees due to other governments.

C. Measurement Focus

Government-Wide Financial Statements

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

Fund Financial Statements

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

Like the government-wide statements, all proprietary and fiduciary funds are accounted for on a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of these funds are included on the statement of fund net position. In fiduciary funds, a liability to the beneficiaries of fiduciary activity is recognized when an event has occurred that compels the government to disburse fiduciary resources. Fiduciary fund liabilities other than those to beneficiaries are recognized using the economic resources measurement focus.

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

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

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

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 Non-Exchange Transactions

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

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

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

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied. The City has unearned revenue related to unspent portions of American Rescue Plan Act funds and cash bonds held for proper repair of street openings.

Deferred Outflows/Inflows of Resources

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the City, deferred outflows of resources are reported on the government-wide statement of net position for pension/OPEB. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. The deferred outflows of resources related to pension and OPEB are explained in Notes 11, 12, and 13.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

D. Basis of Accounting (continued)

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net assets that applies to a future period and will not be recognized until that time. For the City, deferred inflows of resources include property taxes, pension, OPEB, and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2024, but which were levied to finance year 2025 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and 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, special assessments, intergovernmental, and charges for services. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. Deferred inflows of resources related to pension and OPEB plans are reported on the government-wide statement of net position. (See Note 11, 12, and 13)

Expenses/Expenditures

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

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

E. Budgetary Process

An annual appropriated budget is legally required to be prepared for all funds of the City other than custodial funds. Council passes appropriations at the department level by object. Line item appropriations may be transferred between the accounts with the approval of the Finance Director and respective department head. Council must approve any revisions in the budget that alter total fund appropriations. The following are the procedures used by the City in establishing the budgetary data reported in the basic financial statements:

Tax Budget

A tax budget of estimated revenue and expenditures for all funds other than custodial funds is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20th of each year, for the period January 1 to December 31 of the following year.

Estimated Resources

The County Budget Commission determines if the budget substantiates a need to levy the full amount of authorized property tax rates and reviews revenue estimates. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

E. Budgetary Process (continued)

Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure.

On or about January 1, the certificate of estimated resources is amended to include unencumbered fund balances at December 31. Further amendments may be made during the year if the Finance Director determines that revenue to be collected will be greater than or less than the prior estimates and the budget commission considers the revised estimates to be reasonable.

The amounts reported in the budgetary statements as original represent the amounts in the first official certificate of estimated resources issued during 2024. The amounts reported in the budgetary statements as final reflect the amounts in the final amended official certificate of estimated resources issued during 2024.

Annual Estimate

The Mayor, with the assistance of the Finance Director, is required by Charter to submit to Council, on or before December 1 of each fiscal year, an estimate of the revenues and expenditures of each fund of the City for the next succeeding fiscal year. The annual estimate serves as the basis for appropriations (the appropriated budget) in each fund.

Appropriations

An appropriation ordinance (the appropriated budget) to control the level of expenditures for all funds must be legally enacted on or about January 1. Appropriations may not exceed estimated resources as established in the official Amended Certificate of Estimated Resources. Supplemental appropriations may be adopted by Council action. During the year, several supplemental appropriation measures were necessary. The amounts reported as the original budgeted amounts in the budgetary statements reflect the first appropriated budget for each fund that covered the entire year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts in the statements of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

Lapsing of Appropriations

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried over for the subsequent year's expenditures and is re-appropriated.

Budgeted Level of Expenditure

Administrative control is maintained through the establishment of detailed line-item budgets. Appropriated funds may not be expended for purposes other than those designated in the appropriation ordinance without authority from Council. Expenditures plus encumbrances may not legally exceed appropriations at the level of appropriation adopted by Council. For all funds, Council appropriations are made at the department level by object.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

E. Budgetary Process (continued)

The appropriations set by Council must remain fixed unless amended by Council ordinance. More detailed appropriation allocations may be made by the Finance Director as long as the allocations are within Council's appropriated amount.

Encumbrances

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are encumbered and recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations.

Encumbrances outstanding at year-end are reported as part of restricted, committed, and assigned fund balances for subsequent-year expenditures of governmental funds.

F. Pooled Cash and Cash Equivalents

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

The City has segregated bank accounts for monies held separate from the City's cash pool. These depository accounts are presented as "cash and cash equivalents in segregated accounts" since they are not required to be deposited into the City's treasury and are related to the City's mayor's court.

Investments are reported at fair value which is based on quoted market prices. Non-participating contracts such as non-negotiable certificates of deposits are reported at cost.

During fiscal year 2024, the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes.

STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79 "Certain External Investment Pools and Pool Participants." The City measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value.

For 2024, 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 \$250 million, requiring the excess amount to be transacted the following business day(s), but only to the \$250 million limit. All accounts of the participant will be combined for these purposes.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

The City's policy is to hold investments until fair values equal or exceed cost.

Interest allocation is determined by the Ohio Constitution, state statutes, and local ordinances adopted under City Charter. Under these provisions, City funds required to receive interest allocations are: 1) those which receive monies from confiscated property from federal task forces and 2) those which receive distributions of state gasoline tax and motor vehicle license fees (street maintenance, state highway, and permissive tax special revenue funds). All remaining interest is allocated to the general fund. Legally, proprietary funds generally do not receive interest. Interest revenue credited to the General Fund during 2024 amounted to \$1,387,515, which includes \$609,463 assigned from other funds.

G. Inventory

Inventories are stated at cost, on the first-in, first-out basis. The purchase method is used to account for inventories. Under the purchase method, inventories are recorded as expenditures in the governmental fund types when purchased; however, material amounts of inventories at period-end are reported as assets of the respective fund, which are equally offset in the non-spendable component of fund balance which indicates they are unavailable for appropriation even though they are a component of reported assets. Inventory consists of expendable supplies.

H. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2024, are recorded as prepaid items using the allocation method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which it was consumed.

I. Receivables

Receivables at December 31, 2024 consist of taxes, intergovernmental, accounts (billings for user charged services), special assessments, and accrued interest on investments. All are deemed collectible in full.

J. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activity's column of the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and disposals during the year. Donated capital assets are recorded at their acquisition value as of the date received. The City maintains a capitalization threshold of five thousand dollars. The City's infrastructure consists of bridges, culverts, curbs, sidewalks, storm sewers, streets, irrigation systems, water and sewer lines. 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 capital assets is also capitalized.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

K. Interfund Balances

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	50 years
Machinery and Equipment	10 to 15 years
Vehicles	6 to 10 years
Infrastructure	25 to 50 years

On fund financial statements, outstanding interfund loans and unpaid amounts for interfund services are reported as "interfund receivables/payables". Interfund loans which do not represent available expendable resources would be offset by a component of fund balance. Interfund balance amounts are eliminated in the statement of net position.

L. Compensated Absences

The City recognizes a liability for compensated absences for leave that (1) has been earned for services previously rendered by employees, (2) accumulates and is allowed to be carried over to subsequent years, and (3) is more likely than not to be sued as time off or settled during or upon separation from employment. The liability is incurred in the government-wide and proprietary fund financial statements. A liability for compensated absences is recorded in the governmental funds only if the liability has matured because of employee resignations or retirements. The liability for compensated absences includes salary-related benefits, where applicable.

Vacation - The City's policy permits employees to accumulate earned but unused benefits, which are eligible for payments at the employee's current pay rate upon separation from employment.

Sick - The City's policy permits employees to accumulate earned but unused sick leave. All sick leave lapses when employees leave the employ of the City and, upon separation from service, no monetary obligation exists. 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. The city adopted the last-in first-out (LIFO) method for sick time used.

M. Pensions/Other Postemployment Benefits (OPEB)

For purposes of measuring the net pension/OPEB liability, net pension asset, net OPEB 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.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

N. Accrued Liabilities and Long-Term Obligations

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

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

O. 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.

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. These amounts are assigned by the City Council. In the general fund, assigned amounts would represent intended uses established by policies of the City Council or a City official delegated that authority by City Charter or ordinance, or by State statute. State statute authorizes the finance director to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

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

P. Net Position

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 along with any related deferred outflows/inflows of resources. The restricted component of net position is reported when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. As of December 31, 2024, the City did not have net position restricted by enabling legislation.

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

Q. Grants and Intergovernmental Revenues

Federal grants and assistance awards made on the basis of entitlement periods are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal reimbursement-type grants are recorded as intergovernmental receivables and revenues in the period when all applicable eligibility requirements have been met and the resources are available.

R. Interfund Activity

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.

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. Neither extraordinary nor special items had occurred in 2024.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 2: Summary of Significant Accounting Policies (continued)

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. Asset Held for Resale

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

Note 3: Change in Accounting Principles

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

GASB Implementation Guide 2023-1 provides clarification on issues related to previously established GASB guidance. 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. 100, Accounting Change and Error Corrections – an Amendment of GASB Statement No. 62. GASB 100 will improve the clarity of the accounting and financial reporting requirements for accounting changes and error corrections, which will result in greater consistency in application in practice. In turn, more understandable, reliable, relevant, consistent, and comparable information will be provided to financial statement users for making decisions or assessing accountability. In addition, the display and note disclosure requirements will result in more consistent, decision useful, understandable, and comprehensive information for users about accounting changes and error corrections. For fiscal year 2024, The Economic Development Fund's presentation was adjusted from major to nonmajor due to the fund falling below the quantitative threshold for a major fund. These changes are separately displayed in the financial statements.

GASB Statement No. 101, Compensated Absences The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. For the City, GASB 101 increased the liability and the cumulative effects of compensated absence related expense on net position as shown on the table below.

	Economic Development Fund	Other Governmental Funds	Government-Wide Governmental Activities
December 31, 2023 as previously reported	\$ 3,570,099	\$ 5,653,158	\$ 70,783,246
Change from major to nonmajor fund	(3,570,099)	3,570,099	-
Change in accounting principle (GASB 101)	-	-	(768,130)
December 31, 2023, as restated	<u>\$ -</u>	<u>\$ 9,223,257</u>	<u>\$ 70,015,116</u>

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 4: Budgetary Basis of Accounting

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

The Statements of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP Budgetary Basis) and Actual presented for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis);
- (c) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (d) Encumbrances are treated as expenditures (budget) rather than as a part of restricted, committed, and assigned fund balances (GAAP);
- (e) 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 and American Rescue Plan.

<u>Net Change in Fund Balance</u>		
	General	American Rescue Plan
GAAP Basis	\$ (607,051)	\$ -
Increase (Decrease) Due to:		
Revenue Accruals	1,352,921	(959,820)
Advances In	79,632	-
Expenditure Accruals	(347,616)	418,413
Funds with Separate Legally Adopted Budget	91,181	-
Outstanding Encumbrances	<u>(339,247)</u>	<u>(1,299,748)</u>
Budget Basis	<u>\$ 229,820</u>	<u>\$ (1,841,155)</u>

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 5: 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 treasury. Such 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 monies 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 account including, but not limited to, passbook accounts.

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 monies may be deposited or invested in the following securities:

1. United States Treasury notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, 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;
3. Written repurchase agreements in the securities listed above provided that the fair 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;
4. Investment grade obligations of state and local governments, and public authorities;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) 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
6. The State Treasurer's investment pool (STAR Ohio).

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

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 5: Deposits and Investments (continued)

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

A. Cash on Hand

At December 31, 2024, the City had \$4,630 in undeposited cash on hand, which is included on the balance sheet of the City as part of "Equity in Pooled Cash and Cash Equivalent."

B. Deposits

At year-end, the carrying amount of the City's deposits was \$2,930,143 (including \$36,204 of segregated accounts) and the bank balance was \$3,421,621. As of December 31, 2024, \$250,000 of the City's bank balances were covered by Federal depository insurance and the remaining \$3,171,621 was exposed to custodial credit risk because it was uninsured and collateralized. Although the securities were held by the pledging institution's trust department and all statutory requirements for the investment of money had been followed, noncompliance with Federal requirements could potentially subject the City to a successful claim by the FDIC.

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 fair 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 fair 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 institution had enrolled in OPCS as of December 31, 2024.

C. Investments

Investments are reported at Net Asset Value. As of December 31, 2024, the City had the following investments:

<u>Investment Type</u>	<u>NAV</u>	<u>Credit Rating (*)</u>	<u>Investment Maturities (in Years)</u>
STAR Ohio	\$ 35,454,839	AAAm	\$ 35,454,839
Total Investments	<u><u>\$ 35,454,839</u></u>		<u><u>\$ 35,454,839</u></u>

* Credit Ratings were obtained from Standard & Poor's, respectively, for all investments.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 5: Deposits and Investments (continued)

C. Investments

The City has categorized 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.

Interest Rate Risk arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The City's investment policy addresses interest rate risk requiring that the City's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding that need to sell securities on the open market prior to maturity and by investing operating funds primarily in short-term investments. The City's investment policy also limits security purchases to those that mature in five years unless specifically matched to a specific cash flow. To date, no investments have been purchased with a life greater than five years.

Custodial Risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All financial institutions and broker/dealers who desire to become qualified for investment transactions with the City must meet a set of prescribed standards and be periodically reviewed.

Credit Risk is addressed by the City's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that the portfolio be diversified both by types of investment and issuer. The investments of the City are registered and the credit rating provided by Standard & Poor's is provided in the table above.

Concentration of Credit Risk is defined by the Governmental Accounting Standards Board as five percent or more in the securities of a single issuer. The City's investment policy requires diversification of the portfolio but does not indicate specific percentage allocations. The City's investment in STAR Ohio represents 100 percent of the City's total investments.

Note 6: Receivables

Receivables at December 31, 2024 consisted primarily of taxes, intergovernmental receivables arising from grants, entitlements or shared revenues, accounts, special assessments and interest on investments. All receivables are considered fully collectible.

A. Property Tax

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Taxes collected on real property (other than public utility) in one calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by state statute at 35 percent of appraised market value. All property is required to be revalued every six years. The last revaluation was completed in 2024. Real property taxes are payable annually or semiannually. The first payment is due December 31, with the remainder payable by June 20.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 6: Receivables (continued)

A. Property Tax (continued)

Taxes collected on tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year.

Tangible personal property used in business (except for public utilities) is currently assessed for *ad valorem* taxation purposes at 25 percent of its true value. The tangible personal property tax has been phased out and the City is only receiving residual amounts from delinquent tangible personal property taxes.

Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30; with the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31, of the second year preceding the tax collection year, the lien date.

Certain public utility tangible personal property currently is assessed at 88 percent of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Fiscal Officer collects property taxes on behalf of all taxing districts in the county, including the City of Brook Park. The County Fiscal Officer periodically remits to the City its portion of the taxes collected.

The full tax rate for all City operations for the year ended December 31, 2024, was \$4.75 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2024 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Estate	\$ 528,064,800
Public Utility	17,326,060
Total	<u>\$ 545,390,860</u>

B. Income Tax

The City levies and collects a 2 percent income tax on all income earned within the City as well as on income of residents earned outside the City. In the latter case, the City allows a credit of 100 percent of the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least quarterly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually. The City, by ordinance, allocates income tax revenues and expenditures for collecting, administering, and enforcing the tax to the General and Capital Improvements Funds, at eighty and twenty percent, respectively. The Capital Improvements Fund further allocates income taxes to other project-based capital projects funds, as transfers, through the budgetary process.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 6: Receivables (continued)

C. Intergovernmental

A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>
Local government funds	\$ 298,789
Homestead and rollback	151,988
Gasoline and excise tax	630,882
Permissive tax	3,486
City of Cleveland (share of OPWC loan)	316,768
Miscellaneous Grant	60,527
Total	<u>\$ 1,462,440</u>

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 7: Capital Assets

	Balances 12/31/2023	Additions	Disposals	Balances 12/31/2024
Governmental Activities				
Nondepreciable Assets:				
Land	\$ 2,541,330	\$ 297,774	\$ -	\$ 2,839,104
Construction in progress	3,796,497	1,725,213	(407,112)	5,114,598
Total Nondepreciable Assets	<u>6,337,827</u>	<u>2,022,987</u>	<u>(407,112)</u>	<u>7,953,702</u>
Depreciable Assets:				
Buildings and Improvements	22,917,074	170,142	(347,439)	22,739,777
Improvements Other than Buildings	2,966,335	139,504	-	3,105,839
Machinery and Equipment	5,280,078	272,569	(20,804)	5,531,843
Furniture and Fixtures	194,425	33,590	-	228,015
Vehicles	10,930,730	1,715,773	(573,968)	12,072,535
Infrastructure:				
Streets	68,778,193	407,112	-	69,185,305
Sewers	28,283,759	-	-	28,283,759
Water Lines	1,748,475	-	-	1,748,475
Total Depreciable Assets	<u>141,099,069</u>	<u>2,738,690</u>	<u>(942,211)</u>	<u>142,895,548</u>
Less Accumulated Depreciation				
Buildings and Improvements	(16,639,627)	(272,094)	18,530	(16,893,191)
Improvements Other than Buildings	(2,786,509)	(39,164)	-	(2,825,673)
Machinery and Equipment	(3,971,074)	(159,073)	19,554	(4,110,593)
Furniture and Fixtures	(135,789)	(5,874)	-	(141,663)
Vehicles	(7,533,142)	(462,158)	489,067	(7,506,233)
Infrastructure:				
Streets	(30,098,612)	(2,237,224)	-	(32,335,836)
Sewers	(13,204,269)	(565,675)	-	(13,769,944)
Water Lines	(598,820)	(33,092)	-	(631,912)
Total Accumulated Depreciation	<u>(74,967,842)</u>	<u>(3,774,354)</u> *	<u>527,151</u>	<u>(78,215,045)</u>
Total Depreciable Assets, Net	<u>66,131,227</u>	<u>(1,035,664)</u>	<u>(415,060)</u>	<u>64,680,503</u>
Governmental Activities Capital Assets, Net	<u>\$ 72,469,054</u>	<u>\$ 987,323</u>	<u>\$ (822,172)</u>	<u>\$ 72,634,205</u>

* Depreciation was charged to governmental activities as follows:

Security of Persons and Property:			
Police and Others		\$ 82,270	
Fire		139,728	
Public Health and Welfare		22,398	
Leisure Time Activities		205,285	
Community Development		20,539	
Public Works		909,934	
Transportation		2,220,218	
General Government		173,982	
Total Depreciation Expense		<u>\$ 3,774,354</u>	

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 8: Long-Term Obligations

The original issue date, interest rates, and original issuance amount for each of the City's general obligation bonds follow:

General Obligation Bonds:

Laich Street Improvements	2004	2% - 3.7%	\$ 775,000
Heatherwood Dr. Reconstruction	2011	2% - 3.4%	905,000
Sheldon Rd. Waterline Replacement	2011	2% - 3.4%	800,000
Energy Conservation Improvement Bonds	2017	1% - 4%	4,980,000
Refunding of Series 2013 Bonds	2021	1.49%	3,580,000

Changes in long-term debt activity for the year ended December 31, 2024 was as follows:

	Restated Balances 12/31/2023		Balances 12/31/2024	Amounts Due in One Year	
	Issued	Retired			
General Obligation Bonds:					
Laich Street Improvements	\$ 55,000	\$ -	\$ 55,000	\$ -	\$ -
Heatherwood Drive Reconstruction	215,000	-	70,000	145,000	70,000
Sheldon Rd. Waterline Replacement	190,000	-	60,000	130,000	65,000
Energy Conservation Improvement Project	3,840,000	-	200,000	3,640,000	215,000
Refunding of Series 2013 Bonds	2,890,000	-	350,000	2,540,000	355,000
Total General Obligation Bonds	7,190,000	-	735,000	6,455,000	705,000
Financed Purchases Payable - Direct Borrowing:					
Rubbish Truck	293,892	-	71,991	221,901	72,971
Rear Loader	46,873	-	46,873	-	-
Garbage Truck	143,431	-	45,524	97,907	47,773
Police Vehicles	65,128	-	65,128	-	-
2023 Service Equipment	159,904	-	37,410	122,494	39,071
2023 Ambulance	229,862	-	53,777	176,085	56,164
Wheel Loader	-	189,927	50,262	139,665	44,360
Fire Pumper Truck	-	775,943	111,369	664,574	81,251
Police Vehicles	-	66,438	23,038	43,400	21,155
Automated Rubbish Truck	-	353,650	198,128	155,522	49,260
Total Financed Purchases Payable - Direct Borrowing	939,090	1,385,958	703,500	1,621,548	412,005
Other Long-term Obligations:					
Direct Borrowings and Direct Placements - OPWC Loans:					
W. 150th Project	633,529	-	97,467	536,062	97,467
Smith/Hummel Rd	47,256	-	5,907	41,349	5,907
Smith Rd. Sanitary Sewer	541,906	-	40,140	501,766	40,141
City of Berea - Eastland Rd.	355,466	-	32,316	323,150	32,315
Holland Road Reconstruction	115,201	-	6,400	108,801	6,400
Total Direct Borrowings and Direct Placements	1,693,358	-	182,230	1,511,128	182,230
Unamortized Bond Premiums					
Accrued Compensated Absences*	223,459	-	23,676	199,783	-
	3,335,874	60,313	-	3,396,187	987,760
Net Pension Liability:					
OPERS (See Note 11)	9,916,593	-	922,313	8,994,280	-
OP&F (See Note 11)	24,116,346	-	119,719	23,996,627	-
Total Net Pension Liability:	34,032,939	-	1,042,032	32,990,907	-
Net OPEB Liability					
OPERS (See Note 12)	201,829	-	201,829	-	-
OP&F (See Note 12)	1,807,568	5,908	-	1,813,476	-
Other OPEB (See Note 13)	1,768,518	-	377	1,768,141	-
Total Net OPEB Liability	3,777,915	5,908	202,206	3,581,617	-
Total Other Long-term Obligations	43,063,545	66,221	1,450,144	41,679,622	1,169,990
Total Governmental Long-term Liabilities	\$ 51,192,635	\$ 1,452,179	\$ 2,888,644	\$ 49,756,170	\$ 2,286,995

*- The change in compensated absences above is a net change for the year

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 8: Long-Term Obligations (continued)

General obligation bonds are direct obligations of the City for which its full faith and credit are pledged for repayment. In the event that income tax revenues are not sufficient to meet annual principal and interest requirements, the City has reserved the right to levy and assess a special assessment on the property. Revenues will be received in and the debt will be paid from the General Obligation Debt Service Fund.

During 2005, the Ohio Public Works Commission (OPWC) approved a loan to the City to finance a portion of the West 150th Street Improvement project. OPWC committed up to \$1,949,332 at a zero percent interest rate for twenty years. The City and the City of Cleveland have an agreement to share the debt service requirements of the OPWC loan. The City will pay 100 percent of the annual debt service requirements and the City of Cleveland will reimburse the City 65 percent of the annual debt service requirement. The City has recorded an intergovernmental receivable in the amount of \$316,678 to recognize the City of Cleveland's share of the loan.

During 2010, the Ohio Public Works Commission (OPWC) approved a loan to the City to finance a portion of the Smith/Hummel Sewer Improvement Project Phase II. OPWC committed up to \$573,140 at a zero percent interest rate for twenty years. The City has completed the project but only utilized \$118,139 of total \$573,140 in loan proceeds from OPWC.

During 2015, the Ohio Public Works Commission (OPWC) approved a loan to the City of Berea to finance the Eastland Road Reconstruction Project. OPWC has committed up to \$1,900,900 at a zero percent interest rate for twenty years. The City, the City of Berea and the City of Middleburg Heights have an agreement to share the debt service requirements of the OPWC loan. The City of Berea will pay 100 percent of the annual debt service requirements; the City will reimburse the City of Berea 34 percent of the annual debt service requirement; the City of Middleburg Heights will reimburse the City of Berea 43 percent of the annual debt service requirement.

During 2017, the Ohio Public Works Commission (OPWC) finalized a loan to the City to finance a portion of the Smith Rd. Sanitary Sewer Improvement Project Phase III. OPWC has committed up to \$802,825 at a zero percent interest rate for twenty years.

During 2019, the Ohio Public Works Commission (OPWC) finalized a loan to the City to finance a portion of the Holland Road Reconstruction has committed up to \$494,400 at a zero percent interest rate for twenty years.

The City's direct borrowings 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 became immediately due. Also, OPWC may direct the county treasurer to pay the outstanding amount from portion of the local government fund that would otherwise be appropriated to the City.

During 2011, the City issued \$1,705,000 in various purpose improvement bonds, series 2011 with interest rates ranging from 2.00 percent to 3.40 percent over the life of the bonds. The proceeds from these bonds were used to finance the reconstruction of Heatherwood Drive (\$905,000) and a waterline replacement on Sheldon Road (\$800,000). The bonds will mature in 2026.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 8: Long-Term Obligations (continued)

On April 26, 2017 the City issued \$4,980,000 in Energy Conservation Improvement bonds with interest rates ranging from 1.00 percent to 4.00 percent over the life of the bonds. The proceeds from these bonds were used to finance the Community Center Project. The bonds will be fully matured in 2037.

On November 10, 2021, the City issued \$3,580,000 in Refunding Bonds of various purpose improvement bonds, series 2013. The bonds were issued with an interest rate of 1.49 percent over the life of the bonds. The refunded bonds were recalled in December 2021. The bonds will be fully mature in 2033. 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 \$962,583. The issuance resulted in an economic gain of \$549,226.

Compensated absences are generally paid from the General Fund, Street Maintenance Special Revenue Fund, State Highway Special Revenue Fund, and Community Diversion Special Revenue Fund. See Note 9 for additional information on financed purchases and subscription payables. There is no repayment schedule for the Net Pension/OPEB Liability; however, employer pension and OPEB contributions are made from the General Fund, SCMR, Police Pension, and Fire Pension funds. The City's overall legal debt margin was \$51,101,261 at December 31, 2024.

Principal and interest requirements to retire long-term obligations outstanding at December 31, 2024 are as follows:

Year	General Obligation Bonds		From Direct Borrowings - OPWC Loans		Principal Total	Interest Total
	Principal	Interest	Principal			
2025	\$ 705,000	\$ 176,646	\$ 182,230		\$ 887,230	\$ 176,646
2026	725,000	161,385	182,229		907,229	161,385
2027	605,000	144,517	182,230		787,230	144,517
2028	625,000	131,879	182,229		807,229	131,879
2029	485,000	118,715	182,229		667,229	118,715
2030-2034	2,505,000	380,229	454,827		2,959,827	380,229
2035-2039	805,000	47,825	132,353		937,353	47,825
2040-2041	-	-	12,801		12,801	-
Total	<u>\$ 6,455,000</u>	<u>\$ 1,161,196</u>	<u>\$ 1,511,128</u>		<u>\$ 7,966,128</u>	<u>\$ 1,161,196</u>

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 9: Financed Purchases Payable

The City has entered into lease agreements as lessee for financing which relate to various equipment and vehicles. These lease agreements qualify as financed purchases for accounting purposes and therefore, have been recorded at the present value of their future minimum financed purchased payments as of inception date.

	<u>Governmental Activities</u>
Assets:	
Vehicles	\$ 2,283,799
Less: accumulated depreciation	(559,912)
Total	<u>\$ 1,723,887</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2024, were as follows:

Year	Payments
2025	\$ 484,388
2026	484,388
2027	408,388
2028	115,477
2029	115,477
Therein After	<u>230,954</u>
Total Minimum Lease Payments	<u>1,839,072</u>
Less: Amount Representing Interest	<u>(217,524)</u>
Present Value of Minimum Lease Payment	<u>\$ 1,621,548</u>

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

Note 10: Compensated Absences

Vacation leave is earned at rates which vary depending upon length of service and standard work week. Current policy credits vacation leave on the employee's anniversary date and allows the unused balance to be carried ninety days past the subsequent anniversary date. City employees are paid for earned and unused vacation leave at the time of termination of employment.

Sick leave is earned at the rate of four and six-tenths hours for every eighty hours worked for base employees, thirteen hours for firefighters, and ten hours for police patrol. Each employee with the City is paid for four eighths of the employee's earned unused sick leave upon retirement from the City, or the full balance may be transferred to another governmental agency.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: 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.

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

Plan Description - City employees 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. Effective January 1, 2022, the Combined Plan is no longer available for member selection. In October 2023, the legislature approved House Bill (HB) 33, which allows for the consideration of the Combined Plan with the Traditional Pension Plan with the timing of the consolidation at the discretion of OPERS. Participating employers are divided into state, local, law enforcement and public safety divisions. While members in the state and local divisions may participate in all three plans, law enforcement and public safety divisions exist only within the Traditional Pension Plan.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

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

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. City 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' Annual Comprehensive Financial Report referenced above for additional information, including requirements for reduced and unreduced benefits):

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

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

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount. The base amount of a member's pension benefit is locked in upon receipt of the initial benefit payment for calculation of the annual cost-of-living adjustment.

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.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

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

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.

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. 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		
	Traditional Pension Plan	Combined Plan	Member-Directed Plan
2023-2024 Statutory Maximum Contribution Rates			
Employer	14.0 %	14.0 %	14.0 %
Employee *	10.0 %	10.0 %	10.0 %
2023-2024 Actual Contribution Rates			
Employer:			
Pension	14.0 %	12.0 %	10.0 %
Post-Employment Health Care Benefits	0.0 %	2.0 %	4.0 %
Total Employer	<u>14.0 %</u>	<u>14.0 %</u>	<u>14.0 %</u>
Employee	<u>10.0 %</u>	<u>10.0 %</u>	<u>10.0 %</u>

* Member contributions within the Combined Plan are not used to fund the defined benefit retirement allowance.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

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

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$803,856 for fiscal year ending December 31, 2024. Of this amount, \$94,929 is reported as an intergovernmental payable.

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

Plan Description - City full-time police and firefighters participate in Ohio Police and Fire Pension Fund (OP&F), a cost-sharing, multiple-employer defined benefit pension plan administered by OP&F. OP&F provides retirement and disability pension benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and are codified in Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information and detailed information about OP&F fiduciary net position. The report 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. 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.

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. The COLA amount for a member with at least 15 years of service credit as of July 1, 2013, is equal to 3 percent of their base pension or disability benefit.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

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

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

	Police	Firefighters
2024 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
2024 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50	0.50
Total Employer	<u>19.50 %</u>	<u>24.00 %</u>
Employee	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$1,533,254 for 2024. Of this amount, \$156,177 is reported as an intergovernmental payable.

D. Pension Liabilities, Pension 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, 2023, 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, 2023, and was determined by rolling forward the total pension liability as of January 1, 2023, to December 31, 2023. 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:

	OPERS Traditional Pension Plan	OPERS Combined Pension Plan	OP&F	Total
Proportion of the Net Pension Liability/Asset Prior Measurement Date	0.033570%	0.018655%	0.2538822%	
Proportion of the Net Pension Liability/Asset Current Measurement Date	<u>0.034355%</u>	<u>0.019843%</u>	<u>0.2483768%</u>	
Change in Proportionate Share	<u>0.000785%</u>	<u>0.001188%</u>	<u>-0.0055054%</u>	
Proportionate Share of the Net Pension Liability	\$ 8,994,280	\$ -	\$ 23,996,627	\$ 32,990,907
Proportionate Share of the Net Pension (Asset)	\$ -	\$ (60,994)	\$ -	\$ (60,994)
Pension Expense	\$ 994,231	\$ 2,961	\$ 2,351,345	\$ 3,348,537

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

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

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS Traditional Pension Plan	OPERS Combined Pension Plan	OP&F	Total
Deferred Outflows of Resources				
Net difference between projected and actual earnings on pension plan investments	\$ 1,815,428	\$ 9,920	\$ 2,719,322	\$ 4,544,670
Differences between expected and actual experience	147,004	2,471	770,363	919,838
Changes of assumptions	-	2,266	1,516,560	1,518,826
Changes in proportion and differences between City contributions and proportionate share of contributions	90,852	2,640	879,990	973,482
City contributions subsequent to the measurement date	792,931	10,925	1,533,254	2,337,110
Total Deferred Outflows of Resources	\$ 2,846,215	\$ 28,222	\$ 7,419,489	\$ 10,293,926
Deferred Inflows of Resources				
Differences between expected and actual experience	\$ -	\$ 6,035	\$ 268,374	\$ 274,409
Changes of assumptions	-	-	364,418	364,418
Changes in proportion and differences between City contributions and proportionate share of contributions	24,260	2,653	1,302,253	1,329,166
Total Deferred Inflows of Resources	\$ 24,260	\$ 8,688	\$ 1,935,045	\$ 1,967,993

\$2,337,110 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, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense:

Year Ending December 31:	OPERS Traditional Pension Plan	OPERS Combined Pension Plan	OP&F	Total
2025	\$ 492,672	\$ 1,862	\$ 1,090,790	\$ 1,585,324
2026	636,359	2,810	1,180,885	1,820,054
2027	1,158,505	5,697	1,791,321	2,955,523
2028	(258,512)	(1,676)	(148,334)	(408,522)
2029	-	194	35,460	35,654
Thereafter	-	(278)	1,068	790
Total	\$ 2,029,024	\$ 8,609	\$ 3,951,190	\$ 5,988,823

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension 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 (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, 2022, 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:

	Traditional Pension Plan	Combined Plan
Wage Inflation		
Current Measurement Date:	2.75 percent	2.75 percent
Prior Measurement Date:	2.75 percent	2.75 percent
Future Salary Increases, including inflation		
Current Measurement Date:	2.75 to 10.75 percent including wage inflation	2.75 to 8.25 percent including wage inflation
Prior Measurement Date:	2.75 to 10.75 percent including wage inflation	2.75 to 8.25 percent including wage inflation
COLA or Ad Hoc COLA		
Pre 1/7/2013 retirees:	3 percent, simple	3 percent, simple
Post 1/7/2013 retirees:		
Current Measurement Date:	2.3 percent simple through 2024, then 2.05 percent simple	2.3 percent simple through 2024, then 2.05 percent simple
Prior Measurement Date:	3 percent, simple through 2023, then 2.05 percent simple	3 percent, simple through 2023, then 2.05 percent simple
Investment Rate of Return		
Current Measurement Date:	6.9 percent	6.9 percent
Prior Measurement Date:	6.9 percent	6.9 percent
Actuarial Cost Method	Individual Entry Age	Individual Entry Age

Pre-retirement mortality rates are based on 130% of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170% of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and Law Enforcement divisions. Post-retirement mortality rates are based on 115% of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all of the previously described tables, the base year is 2010 and mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all of these tables.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

E. *Actuarial Assumptions – OPERS (continued)*

The most recent experience study was completed for the five-year period ended December 31, 2020.

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. 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 a gain of 11.2 percent for 2023.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans. The long-term expected rate of return on defined benefit investment assets was determined using a building-block method in which best-estimate ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected real rate of return by weighing the expected future real rates of return by the target asset allocation percentage, adjusted for inflation. Best estimates of the geometric real rates of return were provided by the Board's investment consultant. For each major asset class that is included in the Defined Benefit portfolio's target asset allocation as of December 31, 2022, these best estimates are summarized in the following table:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Geometric)
Fixed Income	24.00 %	2.85 %
Domestic Equities	21.00	4.27
Real Estate	13.00	44.46
Private Equity	15.00	7.52
International Equities	20.00	5.16
Risk Parity	2.00	4.38
Other investments	5.00	3.46
Total	100.00 %	

Discount Rate The discount rate used to measure the total pension liability was 6.9 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.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

E. Actuarial Assumptions – OPERS (continued)

Sensitivity of the City's Proportionate Share of the Net Pension Liability/Asset to Changes in the Discount Rate The following table presents the City's proportionate share of the net pension liability/asset calculated using the current period discount rate assumption of 6.9 percent, as well as what the City's proportionate share of the net pension liability/asset would be if it were calculated using a discount rate that is one-percentage-point lower or one-percentage-point higher than the current rate:

City's proportionate share of the net pension liability/(asset)	Current		
	1% Decrease (5.90%)	Discount Rate (6.90%)	1% Increase (7.90%)
Traditional Pension Plan	\$ 14,159,413	\$ 8,994,280	\$ 4,698,390
Combined Plan	\$ (36,908)	\$ (60,994)	\$ (79,967)

F. Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2023, is based on the results of an actuarial valuation date of January 1, 2023, 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, 2023, are presented below:

Valuation Date	January 1, 2023, with actuarial liabilities rolled forward to December 31, 2023
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.50 percent
Projected Salary Increases	3.75 percent to 10.5 percent
Payroll Growth	3.25 percent per annum, compounded annually, consisting of inflation rate of 2.75 percent plus productivity increase rate of 0.5 percent
Cost of Living Adjustments	2.2 percent simple

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

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

Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. All rates are projected using the MP-2021 Improvement Scale.

Mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135% for males and 97.9% for females. All rates are projected using the MP-2021 Improvement Scale.

The most recent experience study was completed December 31, 2021.

The long-term expected rate of return on pension plan investments was determined using a building-block approach and assumes a time horizon, as defined in the Statement of Investment Policy. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted averaged of the expected real return premiums for each asset class, adding the projected inflation rate and adding the expected return from rebalancing uncorrelated asset classes. Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2023, are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return **
Cash and Cash Equivalents	0.00 %	0.00 %
Domestic Equity	18.60	4.10
International Equity	12.40	4.90
Core Fixed Income *	25.00	2.40
U.S. Inflation Linked Bonds *	15.00	2.10
High Yield Fixed Income	7.00	4.10
Private Real Estate	12.00	5.40
Private Markets	10.00	7.30
Midstream Energy Infrastructure	5.00	5.80
Private Credit	5.00	6.80
Real Assets	8.00	6.00
Gold	5.00	3.50
Commodities	2.00	3.50
Total	<u>125.00 %</u>	

Note: Assumptions are geometric

* levered 2.5x

** Geometric mean, 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 1.25 times due to the application of leverage in certain fixed income asset classes.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 11: Defined Benefit Pension Plans (continued)

F. Actuarial Assumptions – OP&F (continued)

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 7.50 percent. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate
Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 7.50 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 (6.50 percent), or one percentage point higher (8.50 percent) than the current rate.

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's proportionate share of the net pension liability	\$ 31,785,321	\$ 23,996,627	\$ 17,519,572

Note 12: Defined Benefit Multiple-Employer OPEB Plan

A. Net OPEB Liability

The net OPEB liability reported on the statement of net position represents a liability or asset 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 is 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. 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.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple-Employer OPEB Plan (Continued)

A. Net OPEB Liability (Continued)

GASB 75 assumes that any 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 and funded benefits are presented as a long-term *net OPEB liability* or *Net OPEB asset* 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, the 115 Health Care Trust, which was established in 2014 to fund health care for the Traditional Pension, Combined, and Member-Directed plans. With one exception, OPERS-provided health care coverage is neither guaranteed nor statutorily required. Ohio law currently requires Medicare Part A equivalent coverage or Medicare Part A premium reimbursement for eligible retirees and their eligible dependents.

Retirees and eligible dependents enrolled in Medicare Parts A and B, and non-Medicare retirees beginning in 2022, are able to participate in the OPERS Connector in lieu of comprehensive health care coverage. The Connector, a vendor selected by OPERS, assist eligible retirees, spouses, and dependents in the evaluation, selection and purchase of a health care plan on the open market. Eligible retirees may receive a monthly allowance in their health reimbursement arrangement (HRA) account that can be used to reimburse eligible health care expenses.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

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

OPERS members enrolled in the Traditional Pension Plan or Combined Plan retiring with an effective date of January 1, 2022, or after must meet the following health care eligibility requirements to receive an HRA allowance:

1. Medicare Retirees – Medicare-eligible with a minimum of 20 years of qualifying service credit.
2. Non-Medicare Retirees – Non-Medicare retirees qualify based on the following age-and-service criteria:
 - a. Group A – 30 years of qualifying service credit at any age;
 - b. Group B – 32 years of qualifying service credit at any age or 31 years of qualifying service credit and minimum age 52;
 - c. Group C – 32 years of qualifying service credit and minimum age 55; or,
 - d. A retiree from groups A, B or C who qualifies for an unreduced pension, but a portion of their service credit is not health care qualifying service, can still qualify for health care at age 60 if they have at least 20 years of qualifying health care service credit.

Retirees who don't meet the requirement for coverage as a non-Medicare participant can become eligible for coverage at age 65 if they have at least 20 years of qualifying service. Members with a retirement date prior to January 1, 2022, who were eligible to participate in the OPERS health care program will continue to be eligible after January 1, 2022, as summarized in the following table:

Retirement Date	Group A		Group B		Group C	
	Age	Service	Age	Service	Age	Service
December 1, 2014 or Prior	Any	10	Any	10	Any	10
January 1, 2015 through December 31, 2021	60	20	52	31	55	32
	Any	30	60	20	60	20

Participants in the Member-Directed Plan have access to the Connector and have a separate health care funding mechanism. A portion of employer contributions for these participants is allocated to a retiree medical account (RMA). Upon separation or retirement, participants may use vested RMA funds for reimbursement of qualified medical expenses.

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.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

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

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.

Employer contribution rates are expressed as a percentage of covered payroll. In 2023, 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. The employer contribution as a percent of covered payroll deposited for the Combined Plan and Member-Directed Plan health care programs in 2024 was 2.0 percent and 4.0 percent, respectively.

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contribution was \$8,025 for 2024.

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. A summary of the full benefit provisions can be found in OP&F's annual comprehensive financial report. 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 annual comprehensive 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.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

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

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.

OP&F maintains funds for health care in two separate accounts. There is one account for health care benefits and one account for Medicare Part B reimbursements. A separate health care trust accrual account is maintained for health care benefits under IRS Code Section 115 trust. An Internal Revenue Code 401(h) account is maintained for Medicare Part B reimbursements.

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 2022, the portion of employer contributions allocated to health care was 0.5 percent of covered payroll. The amount of employer contributions allocated to the health care plan each year is subject to the Trustees' primary responsibility to ensure that pension benefits are adequately funded and is limited by the provisions of Sections 115 and 401(h).

The City's contractually required contribution to OP&F was \$36,336 for 2024.

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

The net OPEB asset and total OPEB liability for OPERS were determined by an actuarial valuation as of December 31, 2022, rolled forward to the measurement date of December 31, 2023, 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, 2023, and was determined by rolling forward the total OPEB liability as of January 1, 2023, to December 31, 2023. The City's proportion of the net OPEB liability/asset was based on the City's share of contributions to the retirement plan relative to the contributions of all participating entities. Following is information related to the proportionate share and OPEB expense:

	OPERS	OP&F	Total
Proportion of the Net OPEB Liability/Asset			
Prior Measurement Date	0.032010%	0.2538822%	
Proportion of the Net OPEB Liability			
Current Measurement Date	0.032915%	0.2483768%	
Change in Proportionate Share	0.000905%	-0.0055054%	
Proportionate Share of the Net OPEB			
Liability	\$ (297,066)	\$ 1,813,476	\$ 1,516,410
OPEB Expense	\$ (48,045)	\$ 124,785	\$ 76,740

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

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

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	OPERS	OP&F	Total
Deferred Outflows of Resources			
Differences between expected and actual experience	\$ -	\$ 87,206	\$ 87,206
Changes of assumptions	76,479	624,036	700,515
Net difference between projected and actual earnings on pension plan investments	178,407	133,912	312,319
Changes in proportion and differences between City contributions and proportionate share of contributions	-	74,052	74,052
City contributions subsequent to the measurement date	8,025	36,336	44,361
Total Deferred Outflows of Resources	\$ 262,911	\$ 955,542	\$ 1,218,453
Deferred Inflows of Resources			
Differences between expected and actual experience	\$ 42,282	\$ 333,260	\$ 375,542
Changes of assumptions	127,700	1,167,838	1,295,538
Changes in proportion and differences between City contributions and proportionate share of contributions	11,540	161,037	172,577
Total Deferred Inflows of Resources	\$ 181,522	\$ 1,662,135	\$ 1,843,657

\$44,361 reported as deferred outflows of resources related to OPEB resulting from City contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability or increase to the net OPEB asset in 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending December 31:	OPERS	OP&F	Total
2025	\$ (15,592)	\$ 11,626	\$ (3,966)
2026	10,323	(116,054)	(105,731)
2027	138,874	(78,369)	60,505
2028	(60,241)	(179,257)	(239,498)
2029	-	(174,625)	(174,625)
Thereafter	-	(206,250)	(206,250)
Total	\$ 73,364	\$ (742,929)	\$ (669,565)

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (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, 2022, rolled forward to the measurement date of December 31, 2023. 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	
Current Measurement Date:	2.75 percent
Prior Measurement Date:	2.75 percent
Projected Salary Increases, including inflation	
Current Measurement Date:	2.75 to 10.75 percent, including wage inflation
Prior Measurement Date:	2.75 to 10.75 percent, including wage inflation
Single Discount Rate:	
Current Measurement Date:	5.70 percent
Prior Measurement Date:	5.22 percent
Investment Rate of Return	6.00 percent
Municipal Bond Rate	
Current Measurement Date:	3.77 percent
Prior Measurement Date:	4.05 percent
Health Care Cost Trend Rate	
Current Measurement Date:	5.50 percent initial, 3.50 percent ultimate in 2038
Prior Measurement Date:	5.50 percent initial, 3.50 percent ultimate in 2036

Pre-retirement mortality rates are based on 130% of the Pub-2010 General Employee Mortality tables (males and females) for State and Local Government divisions and 170% of the Pub-2010 Safety Employee Mortality tables (males and females) for the Public Safety and Law Enforcement divisions. Post-retirement mortality rates are based on 115% of the PubG-2010 Retiree Mortality Tables (males and females) for all divisions. Post-retirement mortality rates for disabled retirees are based on the PubNS-2010 Disabled Retiree Mortality Tables (males and females) for all divisions. For all of the previously described tables, the base year is 2010 and mortality rates for a particular calendar year are determined by applying the MP-2020 mortality improvement scales (males and females) to all of these tables.

The most recent experience study was completed for the five-year period ended December 31, 2020.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

E. Actuarial Assumptions – OPERS (continued)

During 2023, 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 was a gain of 14.0 percent for 2023.

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 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. The table below displays the Board-approved asset allocation policy for 2023 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Geometric)
Fixed Income	37.00 %	2.82 %
Domestic Equities	25.00	4.27
Real Estate Investment Trust	5.00	4.68
International Equities	25.00	5.16
Risk Parity	3.00	4.38
Other investments	5.00	2.43
Total	<u><u>100.00 %</u></u>	

Discount Rate A single discount rate of 5.70 percent was used to measure the OPEB liability on the measurement date of December 31, 2023. A single discount rate of 5.22 percent was used to measure the OPEB asset on the measurement date of December 31, 2022. 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 3.77 percent.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

E. Actuarial Assumptions – OPERS (continued)

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 2070. As a result, the long-term expected rate of return on health care investments was applied to projected costs through the year 2070, 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 asset to Changes in the Discount Rate The following table presents the City's proportionate share of the net OPEB asset calculated using the single discount rate of 5.70 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 (4.70 percent) or one-percentage-point higher (6.70 percent) than the current rate:

	1% Decrease (4.70%)	Current Discount Rate (5.70%)	1% Increase (6.70%)
City's proportionate share of the net OPEB liability (asset)	\$ 163,258	\$ (297,066)	\$ (678,378)

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

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 2024 is 5.50 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	Assumption	1% Increase
City's proportionate share of the net OPEB (asset)	\$ (309,401)	\$ (297,066)	\$ (283,069)

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

F. Actuarial Assumptions – OP&F

OP&F's total OPEB liability as of December 31, 2023, is based on the results of an actuarial valuation date of January 1, 2023, 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. 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, 2023, with actuarial liabilities rolled forward to December 31, 2023
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	7.5 percent
Projected Salary Increases	3.50 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	4.07 percent
Prior measurement date	4.27 percent
Cost of Living Adjustments	2.2 percent simple

Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. All rates are projected using the MP-2021 Improvement Scale.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

F. Actuarial Assumptions – OP&F (continued)

Mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135% for males and 97.9% for females. All rates are projected using the MP-2021 Improvement Scale.

The most recent experience study was completed for the five-year period ended December 31, 2021.

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, 2023, are summarized below:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash and Cash Equivalents	0.00 %	0.00 %
Domestic Equity	18.60	4.10
Non-US Equity	12.40	4.90
Core Fixed Income *	25.00	2.40
U.S. Inflation Linked Bonds *	15.00	2.10
High Yield Fixed Income	7.00	4.10
Private Real Estate	12.00	5.40
Private Markets	10.00	7.30
Midstream Energy Infrastructure	5.00	5.80
Private Credit	5.00	6.80
Real Assets	8.00	6.00
Gold	5.00	3.50
Commodities	2.00	3.50
Total	<u><u>125.00 %</u></u>	

Note: Assumptions are geometric

* levered 2.x

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 1.25 times due to the application of leverage in certain fixed income asset classes in core fixed income and asset.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 12: Defined Benefit Multiple Employer OPEB Plan (continued)

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

Discount Rate The total OPEB liability was calculated using the discount rate of 4.07 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 7.50 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, the long-term assumed rate of return on investments of 7.50 percent was applied to periods before December 31, 2037, and the Municipal Bond Index rate of 3.38 percent was applied to periods on and after December 31, 2037, resulting in a discount rate of 4.07 percent.

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 4.07 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 (3.07 percent), or one percentage point higher (5.07 percent) than the current rate.

	1% Decrease (3.07%)	Current Discount Rate (4.07%)	1% Increase (5.07%)
City's proportionate share of the net OPEB liability	\$ 2,233,699	\$ 1,813,476	\$ 1,459,565

Note 13: Defined Benefit Single Employer OPEB Plan

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 is 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 actuarial present value of projected benefit payments attributable to past periods of service. 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. While these estimates use the best information available, unknowable future events require adjusting these estimates annually.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 13: Defined Benefit Single Employer OPEB Plan (Continued)

A. Net OPEB Liability (Continued)

The plan is not administered through a trust and there are no accumulated assets in a trust. The City has control over the benefit terms through Council approved ordinances and is financed through the City's General Fund; however, the City received the benefits of retiree's services for the required number of years and the retirees have reached the eligible age that requires the City to provide this OPEB.

GASB 75 assumes the liability is solely the obligation of the employer, because they benefit from employee services. OPEB contributions come solely and directly from the City for enrollee's health care reimbursements and life insurance premiums are paid directly to the insurer on behalf of the cover retiree. 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.

B. Plan Description

The City provides post-employment health care and life insurance benefits (OPEB) for retired employees through a single-employer defined benefit plan. The benefits, benefit levels, employee contributions and employer contributions are governed by the City and can be amended by the City through council-approved ordinance. The activity of the plan is reported in the City's General Fund as part of the general government expenditure function.

C. Benefits Provided

The City provides post-employment health care and life insurance benefits (OPEB) to its retirees. In order to be eligible for the benefit, a retired employee or surviving spouse must be at least age 65 plus 10 consecutive years of service prior to retirement. In addition, a retired employee/surviving spouse must be enrolled in Medicare Part B to be eligible for the benefit.

Post-employment benefits include reimbursement of costs associated with health care coverage up to \$1,200 per year and a life insurance of \$5,000 which the City provides the premium payment. Dependents of eligible retirees will continue to receive the post-employment benefits at the time of the retiree's death.

As of January 1, 2023, the City had 209 participants (most recent information available). Of that number, 134 were active employees and 75 were retirees and dependents that were currently receiving the post-employment mentioned on the previous page.

D. Funding Policy

The City's annual contributions to the plan are approved by council through ordinance 10064-2016. The City's contractually required contributions were \$111,167 for 2024. The plan does not require matching contributions from employees during their period of employment.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 13: Defined Benefit Single Employer OPEB Plan (continued)

E. *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 was determined by an actuarial valuation as of January 1, 2023, rolled forward to the measurement date of December 31, 2023, by incorporating the expected value of the OPEB's cost accruals, the actual payment, and interest accruals during the year. The City's net OPEB liability was based on the aforementioned actuarial valuation. Following is information related to the Net OPEB Liability and OPEB expense:

Proportionate Share of the Net OPEB	\$ 1,768,141
OPEB Expense	\$ 74,398

At December 31, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

OPERS	
Deferred Outflows of Resources	
Differences between expected and actual experience	\$ 79,549
Changes of assumptions	272,253
City contributions subsequent to the measurement date	<u>111,167</u>
Total Deferred Outflows of Resources	<u><u>\$ 462,969</u></u>
Deferred Inflows of Resources	
Differences between expected and actual experience	\$ 156,755
Changes of assumptions	<u>373,840</u>
Total Deferred Inflows of Resources	<u><u>\$ 530,595</u></u>

\$111,167 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 2025.

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

OPERS	
Year Ending December 31:	
2025	\$ (17,792)
2026	(17,792)
2027	(17,792)
2028	(62,311)
2029	(78,712)
Thereafter	<u>15,606</u>
Total	<u><u>\$ (178,793)</u></u>

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 13: Defined Benefit Single Employer OPEB Plan (Continued)

F. *Actuarial Assumptions*

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the ARC's of the employer are subject to continual revision 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 the OPEB and plan members. 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:

Annual Wage Increases	3.50 percent
Single Discount Rate	4.31 percent
Municipal Bond Rate	4.31 percent
Actuarial Value of Assets	Market Value
Funding Policy	Pay-as-you-go
Actuarial Cost Method	Entry Age Normal 20% of pay
Annual per Capita Claims Cost Medical	\$1,200 - for 2017 and beyond
Medical	Medicare Part B Reimbursement

Annual Per-Capita Claims Cost	Year	Coverage	Total Premium
Life Insurance	2023	\$ 5,000	\$ 30.18

Mortality for participants is based on the SOA RP-2014 Total Dataset Mortality with Scale MP-2021. No disabilities are assumed for the active population. For retirees currently disabled, no recovery from disability is assumed.

For future police and fire retirees, participation assumes that 90% of future retirees will elect to receive Medicare Part B Supplement and the reimbursement. 100% of future retirees will elect for life insurance.

For future City retirees, participation assumes that 90% of future retirees will elect to receive Medicare Part B Supplement and the reimbursement. 100% of future retirees will elect for life insurance.

For current retirees, the actual elections as reported are used. It is assumed current retirees will continue coverage until death. Spouses are assumed to be 3 years younger than the member.

G. *Discount Rate*

The total OPEB liability was calculated using the discount rate of 4.31 percent. Since the plan is funded by a "pay-as-you-go" system, the 20-year AA rated municipal bond rate was used as both the discount and investment rate of return. This rate was determined from <https://www.spglobal.com/spdji/en/indices/fixed-income/sp-municipal-bond-20-year-high-grade-rate-index/#overview> as of December 31, 2023

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 13: Defined Benefit Single Employer OPEB Plan (continued)

H. *Changes in the Net OPEB Liability*

The following tables represent the changes in the Net OPEB Liability during the measurement period based on actuarial valuation date of January 1, 2023:

Reconciliation of Total OPEB Liability

1/1/2023 Net OPEB Liability	\$ 1,768,518
Service Cost	38,551
Interest Cost	75,665
Contributions	(104,099)
New Inflow - experience	(71,321)
New Outflow - assumptions	60,827
12/31/2023 Net OPEB Liability	<u><u>\$ 1,768,141</u></u>

Reconciliation of Fiduciary Net Position

1/1/2023 Fiduciary Net Position	\$ -
Employer Contributions	(104,099)
Total Benefits paid	<u>104,099</u>
12/31/2023 Fiduciary Net Position	<u><u>\$ -</u></u>

Net OPEB Liability

Total OPEB Liability	\$ 1,768,141
Fiduciary Net Position	<u>-</u>
Net OPEB Liability	<u><u>\$ 1,768,141</u></u>

Due to the plan using the pay-as-you-go method, there will be no Fiduciary Net Position.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 14: Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During the year, the City contracted with Wichert Insurance Services, Inc. to manage its insurance coverage. The City's insurance carrier for all coverages is Selective Insurance Co. of America. The coverage limits, on December 31, 2024, per occurrence for all types of coverage are as follows:

Type of Coverage	Coverage
Property:	
Blanket building and contents	\$ 55,944,385
Business income and extra expense	Actual Loss Sustained-12 mos.
General liability:	
Commercial general liability, which includes:	2,000,000
Employee benefits	1,000,000
Employers liability (Ohio stop gap)	1,000,000
Automotive liability	1,000,000
Excess liability:	
Umbrella, which includes:	10,000,000
All underlying liabilities	
Public officials and law enforcement	
Other types of coverages:	
Contractors equipment	55,000
EDP equipment	346,585
Employee dishonesty	1,000,000
Valuable papers	100,000
Accounts receivable	100,000
Law enforcement	1,000,000
Public Officials	1,000,000
Flood	Each Occurrence 5,000,000 Deductible 50,000
Earthquake	Each Occurrence 5,000,000 Deductible 50,000

There were no reductions in insurance coverage from the previous year, nor have settlements exceeded insurance coverage in any of the prior three fiscal years.

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

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 15: Construction and Other Significant Commitments

At December 31, 2024, the City's significant contractual construction commitments consisted of:

Project	Contract Amount	Amount Paid	Remaining on Contract
Natatorium Roof & Walls	\$ 1,917,027	\$ 965,829	\$ 951,198
Wedo Park Basin	2,157,004	2,107,608	49,396
BPM Demolition	1,438,019	1,379,704	58,315
Total	<u>\$ 5,512,050</u>	<u>\$ 4,453,141</u>	<u>\$ 1,058,909</u>

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, 2024, the City's commitments for encumbrances in the governmental funds were as follows:

	Encumbrances Outstanding
Major Funds:	
General	\$ 256,211
American Rescue Plan Act	927,613
Capital Improvements	3,848,426
Nonmajor Funds:	
Special Revenue Funds	503,077
Total	<u>\$ 5,535,327</u>

Note 16: Interfund Transactions

A. Transfers

Interfund transfers for the year ended December 31, 2024, consisted of the following:

Transfer To	Transfer From		
	General Fund	Capital Improvements Fund	Total
General Fund	\$ -	\$ 218,779	\$ 218,779
Capital Improvements Fund	5,178,779	-	5,178,779
Other Governmental Funds	2,484,685	752,002	3,236,687
Total	<u>\$ 7,663,464</u>	<u>\$ 970,781</u>	<u>\$ 8,634,245</u>

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 16: Interfund Transfers (continued)

Transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations; to segregate money for anticipated capital projects; to provide additional resources for current operations or debt service; and to return money to the fund from which it was originally provided once a project is completed.

The General Fund transferred \$886,164, and \$5,178,779 to the Economic Development Fund and Capital Improvements Fund, respectively, to cover future costs of the fund. Also, the General Fund transferred \$650,000, and \$700,000 to the Police and Fire Pension Funds, respectively, in order to cover the City's pension costs for OP&F. The Debt Service fund received \$248,521 and \$752,002 from the General Fund and Capital Improvements Fund, respectively, to cover the costs of debt retirement. The Capital Improvements Fund transferred \$218,779 to the General Fund for unused proceeds of previous road program.

B. *Interfund Balances*

Interfund balances for the year ended December 31, 2024, consisted of the following:

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
<u>Governmental Funds:</u>		
General	\$ 375,790	\$ -
Capital Improvement	-	375,790
Total Governmental Funds	\$ 375,790	\$ 375,790

The primary purpose of the interfund balances is to cover costs in specific funds where anticipated revenues were not received. These interfund balances will be repaid once the anticipated revenues are received. All interfund balances are expected to be repaid within one year.

Note 17: Contingencies/Pending Litigation

A. Grants

The City received financial assistance from Federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with the terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2024.

B. Litigation

There are claims and lawsuits that are pending against the City. The amount of the liability from these claims and lawsuits, if any, cannot be reasonably estimated at this time. However, in the opinion of management, any such claims and lawsuits will not have a material adverse effect on the overall financial position of the City at December 31, 2024.

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 18: Fund Balances

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

Fund Balances	General Fund	American Rescue Plan	Capital Improvements Fund	Other Governmental Funds	Total
<i>Nonspendable</i>					
Prepaid Items	\$ 365,779	\$ -	\$ -	\$ -	\$ 365,779
Materials and Supplies Inventory	177,257	-	-	-	177,257
<i>Total Nonspendable</i>	<i>543,036</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>543,036</i>
<i>Restricted for</i>					
Police Pension	-	-	-	93,280	93,280
Fire Pension	-	-	-	156,388	156,388
Other Law Enforcement	-	-	-	#REF!	#REF!
Streets and Highways	-	-	-	3,474,763	3,474,763
FEMA	-	-	-	54,663	54,663
CDBG	-	-	-	36,290	36,290
Opioid Settlement	-	-	-	49,675	49,675
Debt Service	-	-	-	316,768	316,768
Capital Improvements	-	-	214,400	112,247	326,647
<i>Total Restricted</i>	<i>-</i>	<i>-</i>	<i>214,400</i>	<i>#REF!</i>	<i>#REF!</i>
<i>Committed to</i>					
Income Tax Allocation - Capital	-	-	366,864	-	366,864
Admissions Tax	945,230	-	-	-	945,230
Hotel and Motel Tax	1,446,410	-	-	-	1,446,410
Property Insurance	2,583,037	-	-	-	2,583,037
Retiree Accrued Benefits	297,281	-	-	-	297,281
Economic Development	-	-	-	3,971,982	3,971,982
Brook Park Road Corridor	-	-	-	57,835	57,835
Special Recreation	-	-	-	371,351	371,351
Capital Improvements	-	-	6,921,617	-	6,921,617
<i>Total Committed</i>	<i>5,271,958</i>	<i>-</i>	<i>7,288,481</i>	<i>4,401,168</i>	<i>16,961,607</i>
<i>Assigned to</i>					
Fiscal Year 2024 Appropriations	3,316,420	-	-	-	3,316,420
Park Concessions	99,550	-	-	-	99,550
Debt Service	-	-	-	1,304,243	1,304,243
Purchases on Order	256,211	-	-	-	256,211
<i>Total Assigned</i>	<i>3,672,181</i>	<i>-</i>	<i>-</i>	<i>1,304,243</i>	<i>4,976,424</i>
<i>Unassigned</i>					
	9,424,033	-	-	#REF!	#REF!
<i>Total Fund Balances</i>	<i>\$ 18,911,208</i>	<i>\$ -</i>	<i>\$ 7,502,881</i>	<i>#REF!</i>	<i>#REF!</i>

City of Brook Park, Ohio

Notes to the Basic Financial Statements (continued)

For The Year Ended December 31, 2024

Note 19: Tax Abatement Disclosure

The City of Brook Park provides tax incentive programs through Ohio Revised Code Chapter 3735.65-70 and/or Chapter 5709 (Community Re-Investment Act (CRA)) and through a payroll tax rebate program. The city established its CRA and has amended its program twice so that the entire city is covered by the CRA.

The CRA program provides the city with an important economic development tool to stimulate growth and redevelopment in its industrial, commercial and residential bases. The abatement program provides a direct incentive property tax exemption for improvements to real estate within the City. Improvements to residential property (not containing more than 2 residential units) valued exceeding \$2,500 are available to receive a 10-year, 100% property tax abatement for the increase in assessed value resulting from the improvement. Remodeling in excess of \$5,000 to residential multi-family, commercial & industrial properties are eligible to receive a 12-year 100% abatement from the increase in assessed value resulting from the improvement. Likewise, construction of new commercial or industrial improvements (excluding properties primarily used in retail sales) are eligible for a 100%, fifteen (15) year abatement of real property taxes arising from the increase in assessed value resulting from the improvement. All CRA property tax abatements are reported to the State of Ohio on an annual basis.

The amount of tax abated for tax year 2023/collection year 2024 is \$25,003 at December 31, 2024.

In the past the city has offered an income tax rebate (up to 50% for a defined period (up to five (5) years)) to entities with established multi-million dollar payrolls who agree to maintain established and negotiated payrolls for a defined period of years (7 years or longer). Like rebates have been offered to businesses with multi-million dollar payrolls in order to keep the business from relocating out of city due to a competitive rebate offer or to entice a business to relocate to our City by matching an income tax rebate offered by a competitive jurisdiction. No income tax rebates have been authorized by the City in the past four (4) years.

Required Supplementary Information

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Proportionate Share of the Net Pension Liability

Ohio Public Employees Retirement System

Last Ten Years

Traditional Plan	2024	2023	2022	2021
City's Proportion of the Net Pension Liability	0.034355%	0.033570%	0.034274%	0.035160%
City's Proportionate Share of the Net Pension Liability	\$ 8,994,280	\$ 9,916,593	\$ 2,981,977	\$ 5,206,431
City's Covered Payroll	\$ 5,654,821	\$ 5,203,750	\$ 4,974,586	\$ 4,952,307
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	159.06%	190.57%	59.94%	105.13%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	79.01%	75.74%	92.62%	86.88%
Combined Plan	2024	2023	2022	2021
City's Proportion of the Net Pension (Asset)	0.019843%	0.018655%	0.018655%	0.019870%
City's Proportionate Share of the Net Pension (Asset)	\$ (60,994)	\$ (43,968)	\$ (72,257)	\$ (57,357)
City's Covered Payroll	\$ 91,117	\$ 86,264	\$ 83,607	\$ 87,564
City's Proportionate Share of the Net Pension (Asset) as a Percentage of its Covered Payroll	66.94%	50.97%	86.42%	65.50%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	144.55%	137.14%	169.88%	157.67%

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

See accompanying notes to the required supplementary information

2020	2019	2018	2017	2016	2015
0.038175%	0.039360%	0.040783%	0.041502%	0.040125%	0.048064%
\$ 7,545,548	\$ 10,779,906	\$ 6,398,062	\$ 9,424,398	\$ 6,950,154	\$ 5,797,055
\$ 5,372,057	\$ 5,314,714	\$ 5,388,477	\$ 5,364,108	\$ 4,993,992	\$ 5,912,167
140.46%	202.83%	118.74%	175.69%	139.17%	98.05%
82.17%	74.70%	84.66%	77.25%	81.08%	86.45%
2020	2019	2018	2017	2016	2015
0.019065%	0.019224%	0.019061%	0.020787%	0.027150%	0.024994%
\$ (39,755)	\$ (21,497)	\$ (25,948)	\$ (11,569)	\$ (13,212)	\$ (9,623)
\$ 84,864	\$ 82,221	\$ 78,062	\$ 80,917	\$ 98,792	\$ 92,050
46.85%	26.15%	33.24%	14.30%	13.37%	10.45%
145.28%	126.64%	137.28%	116.55%	116.90%	114.83%

City of Brook Park, Ohio

Requires Supplementary Information

Schedule of the City's Proportionate Share of the Net Pension Liability

Ohio Police and Fire Pension Fund

Last Ten Years

	2024	2023	2022	2021
City's Proportion of the Net Pension Liability	0.248377%	0.253882%	0.253285%	0.260273%
City's Proportionate Share of the Net Pension Liability	\$ 23,996,627	\$ 24,116,346	\$ 15,823,766	\$ 17,743,029
City's Covered Payroll	\$ 6,988,658	\$ 6,947,398	\$ 6,465,664	\$ 6,422,841
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	343.37%	347.13%	244.74%	276.25%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	63.63%	62.90%	75.03%	70.65%

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

See accompanying notes to the required supplementary information

2020	2019	2018	2017	2016	2015
0.275444%	0.148451%	0.283414%	0.270685%	0.269232%	0.295341%
\$ 18,555,380	\$ 23,181,823	\$ 17,394,397	\$ 17,144,935	\$ 17,319,903	\$ 15,299,895
\$ 6,561,815	\$ 6,415,429	\$ 6,240,534	\$ 5,863,111	\$ 5,486,009	\$ 6,166,258
282.78%	361.34%	278.73%	292.42%	315.71%	248.12%
69.89%	63.07%	70.91%	68.36%	66.77%	71.71%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of City Contributions – Net Pension Liability

Ohio Public Employees Retirement System

Last Ten Years

	2024	2023	2022	2021
<u>Contractually Required Contributions</u>				
Traditional Plan	\$ 792,931	\$ 791,675	\$ 728,525	\$ 696,442
Combined Plan	10,925	10,934	12,077	11,705
Total Required Contributions	\$ 803,856	\$ 802,609	\$ 740,602	\$ 708,147
Contributions in Relation to the Contractually Required Contribution	(803,856)	(802,609)	(740,602)	(708,147)
Contribution Deficiency / (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>City's Covered Payroll</u>				
Traditional Plan	\$ 5,663,793	\$ 5,654,821	\$ 5,203,750	\$ 4,974,586
Combined Plan	\$ 91,042	\$ 91,117	\$ 86,264	\$ 83,607
<u>Pension Contributions as a Percentage of Covered Payroll</u>				
Traditional Plan	14.00%	14.00%	14.00%	14.00%
Combined Plan	12.00%	12.00%	14.00%	14.00%

See accompanying notes to the required supplementary information

2020	2019	2018	2017	2016	2015
\$ 693,323	\$ 752,088	\$ 744,060	\$ 700,502	\$ 643,693	\$ 599,279
12,259	11,881	11,511	10,148	9,710	11,855
\$ 705,582	\$ 763,969	\$ 755,571	\$ 710,650	\$ 653,403	\$ 611,134
<u>(705,582)</u>	<u>(763,969)</u>	<u>(755,571)</u>	<u>(710,650)</u>	<u>(653,403)</u>	<u>(611,134)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 4,952,307	\$ 5,372,057	\$ 5,314,714	\$ 5,388,477	\$ 5,364,108	\$ 4,993,992
\$ 87,564	\$ 84,864	\$ 82,221	\$ 78,062	\$ 80,917	\$ 98,792
14.00%	14.00%	14.00%	13.00%	12.00%	12.00%
14.00%	14.00%	14.00%	13.00%	12.00%	12.00%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of City Contributions – Net Pension Liability

Ohio Police and Fire Pension Fund

Last Ten Years

	2024	2023	2022	2021
Contractually Required Contributions	\$ 1,533,254	\$ 1,478,614	\$ 1,460,811	\$ 1,366,840
Contributions in Relation to the Contractually Required Contribution	<u><u>(1,533,254)</u></u>	<u><u>(1,478,614)</u></u>	<u><u>(1,460,811)</u></u>	<u><u>(1,366,840)</u></u>
Contribution Deficiency / (Excess)	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>
City's Covered Payroll	\$ 7,267,027	\$ 6,988,658	\$ 6,947,398	\$ 6,465,664
Contributions as a Percentage of Covered Payroll	21.10%	21.16%	21.03%	21.14%

See accompanying notes to the required supplementary information

2020	2019	2018	2017	2016	2015
\$ 1,357,894	\$ 1,388,767	\$ 1,357,683	\$ 1,319,709	\$ 1,239,405	\$ 1,157,974
<u>(1,357,894)</u>	<u>(1,388,767)</u>	<u>(1,357,683)</u>	<u>(1,319,709)</u>	<u>(1,239,405)</u>	<u>(1,157,974)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
\$ 6,422,841	\$ 6,561,815	\$ 6,415,429	\$ 6,240,534	\$ 5,863,111	\$ 5,486,009
21.14%	21.16%	21.16%	21.15%	21.14%	21.11%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Proportionate Share of the Net OPEB Liability/Asset

Ohio Public Employees Retirement System

Last Eight Years (1)

	2024	2023	2022	2021
City's Proportion of the Net OPEB Liability/Asset	0.032915%	0.032010%	0.032434%	0.033327%
City's Proportionate Share of the Net OPEB Liability/(Asset)	\$ (297,066)	\$ 201,829	\$ (1,015,883)	\$ (593,747)
City's Covered Payroll	\$ 5,810,779	\$ 5,290,014	\$ 5,058,193	\$ 5,039,871
City's Proportionate Share of the Net OPEB Liability/Asset as a Percentage of its Covered Payroll	-5.11%	3.82%	-20.08%	-11.78%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability/Asset	107.76%	94.79%	128.23%	115.57%

(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

2020	2019	2018	2017
0.036118%	0.037289%	0.038630%	0.039410%
\$ 4,988,834	\$ 4,861,605	\$ 4,194,933	\$ 3,980,544
\$ 5,456,921	\$ 5,396,935	\$ 5,466,539	\$ 5,445,025
91.42%	90.08%	76.74%	73.10%
47.80%	46.33%	54.14%	54.04%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Proportionate Share of the Net OPEB Liability

Ohio Police and Fire Pension Fund

Last Eight Years (1)

	2024	2023	2022	2021
City's Proportion of the Net OPEB Liability	0.2483768%	0.2538822%	0.2532847%	0.2602728%
City's Proportionate Share of the Net OPEB Liability	\$ 1,813,476	\$ 1,807,568	\$ 2,776,219	\$ 2,757,633
City's Covered Payroll	\$ 6,988,658	\$ 6,947,398	\$ 6,465,664	\$ 6,422,841
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	25.95%	26.02%	42.94%	42.93%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	51.89%	52.59%	46.86%	45.42%

(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

2020	2019	2018	2017
0.2754440%	0.2840000%	0.2834140%	0.2706900%
\$ 2,720,762	\$ 2,586,253	\$ 16,057,841	\$ 12,849,046
\$ 6,561,815	\$ 6,415,429	\$ 6,240,534	\$ 5,863,111
41.46%	40.31%	257.32%	219.15%
47.08%	46.57%	14.13%	15.96%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Net OPEB Liability

Other Post-Employment Benefits – Single Employer

Last Eight Years (1)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Total OPEB Liability	\$ 1,768,141	\$ 1,768,518	\$ 2,265,066	\$ 2,177,379
Net OPEB Liability	\$ 1,768,141	\$ 1,768,518	\$ 2,265,066	\$ 2,177,379
Covered-Employee payroll	\$ 12,799,437	\$ 12,237,412	\$ 11,523,857	\$ 11,462,712
City's Proportionate Share of the Net OPEB Liability as a Percentage of its Covered-Employee Payroll	13.81%	14.45%	19.66%	19.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%	0.00%	0.00%	0.00%

(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

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
\$ 1,729,337	\$ 1,678,466	\$ 1,835,770	\$ 1,785,707
\$ 1,729,337	\$ 1,678,466	\$ 1,835,770	\$ 1,785,707
\$ 12,018,736	\$ 11,812,364	\$ 11,707,073	\$ 11,308,136
14.39%	14.21%	15.68%	15.79%
0.00%	0.00%	0.00%	0.00%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Changes in Net OPEB Liability

Other Post-Employment Benefits – Single Employer

Last Seven Years (1)

	2024	2023	2022	2021
Beginning Net OPEB Liability	1,768,518	2,265,066	2,177,379	1,729,337
Service Cost	38,551	63,833	64,902	40,546
Interest Cost	75,665	51,343	42,400	62,874
Contributions	(104,099)	(94,438)	(91,261)	(85,917)
New Outflow (Inflow) - experience	(71,321)	340	67,142	3,862
New Outflow (Inflow) - assumptions	60,827	(517,626)	4,504	426,677
Ending Net OPEB Liability	<u><u>\$ 1,768,141</u></u>	<u><u>\$ 1,768,518</u></u>	<u><u>\$ 2,265,066</u></u>	<u><u>\$ 2,177,379</u></u>

(1) Information prior to 2018 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

2020	2019	2018
1,678,466	1,835,770	1,785,708
39,179	42,939	36,437
61,173	58,701	56,918
(74,806)	(89,329)	(87,605)
25,325	(169,615)	44,312
-	-	-
<u>\$ 1,729,337</u>	<u>\$ 1,678,466</u>	<u>\$ 1,835,770</u>

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Contributions – Net OPEB Liability

Ohio Public Employees Retirement System

Last Ten Years (1)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually Required Contribution	\$ 8,025	\$ 4,416	\$ 1,507	\$ -
Contributions in Relation to the Contractually Required Contribution	<u>(8,025)</u>	<u>(4,416)</u>	<u>(1,507)</u>	<u>-</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 5,909,936	\$ 5,810,779	\$ 5,290,014	\$ 5,058,193
Contributions as a Percentage of Covered Payroll	0.14%	0.08%	0.03%	0.00%

See accompanying notes to the required supplementary information

2020	2019	2018	2017	2016	2015
\$ 18	\$ 20	\$ 404	\$ 54,847	\$ 108,926	\$ 101,855
<u>(18)</u>	<u>(20)</u>	<u>(404)</u>	<u>(54,847)</u>	<u>(108,926)</u>	<u>(101,855)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 5,039,871	\$ 5,456,921	\$ 5,396,935	\$ 5,466,539	\$ 5,445,025	\$ 5,092,704
0.00%	0.00%	0.01%	1.00%	2.00%	2.00%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Contributions – Net OPEB Liability

Ohio Police and Fire Pension Fund

Last Ten Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually Required Contribution	\$ 36,336	\$ 34,943	\$ 34,737	\$ 32,329
Contributions in Relation to the Contractually Required Contribution	<u>(36,336)</u>	<u>(34,943)</u>	<u>(34,737)</u>	<u>(32,329)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
City Covered Payroll	\$ 7,267,027	\$ 6,988,658	\$ 6,947,398	\$ 6,465,664
Contributions as a Percentage of Covered Payroll	0.50%	0.50%	0.50%	0.50%

See accompanying notes to the required supplementary information

2020	2019	2018	2017	2016	2015
\$ 32,114	\$ 32,809	\$ 32,077	\$ 31,203	\$ 29,316	\$ 27,430
<u>(32,114)</u>	<u>(32,809)</u>	<u>(32,077)</u>	<u>(31,203)</u>	<u>(29,316)</u>	<u>(27,430)</u>
<u>\$ -</u>					
\$ 6,422,841	\$ 6,561,815	\$ 6,415,429	\$ 6,240,534	\$ 5,863,111	\$ 5,486,009
0.50%	0.50%	0.50%	0.50%	0.50%	0.50%

City of Brook Park, Ohio

Required Supplementary Information

Schedule of the City's Contributions - Net OPEB Liability

Other Post-Employment Benefits – Single Employer (1)

Last Eight Years

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Contractually Required Contribution	\$ 111,167	\$ 104,099	\$ 94,438	\$ 91,261
Contributions in Relation to the Contractually Required Contribution	<u>(111,167)</u>	<u>(104,099)</u>	<u>(94,438)</u>	<u>(91,261)</u>
Contribution Deficiency (Excess)	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Covered-Employee payroll	\$ 13,176,963	\$ 12,799,437	\$ 12,237,412	\$ 11,523,857
Contributions as a Percentage of Covered-Employee Payroll	0.84%	0.81%	0.77%	0.79%

(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.

See accompanying notes to the required supplementary information

2020	2019	2018	2017
\$ 85,917	\$ 93,076	\$ 102,714	\$ 217,407
<u>(85,917)</u>	<u>(93,076)</u>	<u>(102,714)</u>	<u>(217,407)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 11,462,712	\$ 12,018,736	\$ 11,812,364	\$ 11,707,073
0.75%	0.77%	0.87%	1.86%

City of Brook Park, Ohio

Notes to the Required Supplementary Information For the Year Ended December 31, 2024

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 2014-2024.

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. For 2021, 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 1.40% simple through 2020 to 0.50% simple through 2021, then 2.15% simple. For 2022, the following changes of assumptions affected the total pension liability since the prior measurement date: (a) the expected long-term average wage inflation rate was reduced from 3.25% to 2.75% (b) the cost-of-living adjustments for post-1/7/2013 retirees were increased from 0.50% simple through 2021 to 3.00% simple through 2022, then 2.05% simple (c) the expected investment return was reduced from 7.20% to 6.90%. There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2023. For 2024, 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 decreased from 3.00% simple through 2023 then 2.05% simple, to 2.30% simple through 2024 then 2.05% simple.

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018-2024.

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%.

City of Brook Park, Ohio

Notes to the Required Supplementary Information For the Year Ended December 31, 2024

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%.

For 2021, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 3.16% to 6.00% (b) the municipal bond rate changed from 2.75% to 2.00% (c) the health care cost trend rate changed from 10.50% initial and 3.50% ultimate in 2030 to 8.50% initial and 3.50% ultimate in 2035. For 2022, the following changes of assumptions affected the total OPEB liability since the prior measurement date: (a) the expected long-term average wage inflation rate was reduced from 3.25% to 2.75%. (b) the municipal bond rate changed from 2.00% to 1.84% (c) the health care cost trend rate changed from 8.50% initial and 3.50% ultimate in 2035 to 5.50% initial and 3.50% ultimate in 2034. For 2023, the following changes in assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 6.00% to 5.22% (b) the municipal bond rate changed from 1.84% to 4.05% (c) the health care cost trend rate changed from 5.50% initial and 3.50% ultimate in 2034 to 5.50% initial and 3.50% ultimate in 2036. For 2024, the following changes in assumptions affected the total OPEB liability since the prior measurement date: (a) the single discount rate changed from 5.22% to 5.70% (b) the municipal bond rate changed from 4.05% to 3.77% (c) the health care cost trend rate changed from 5.50% initial and 3.50% ultimate in 2036 to 5.50% initial and 3.50% ultimate in 2038.

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 2014-2024.

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 2019-2021, 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. For 2022, the investment rate of return was reduced from 8.00 percent to 7.50 percent. For 2023, Mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. Mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135% for males and 97.9% for females. Mortality for contingent annuitants is based on the Pub-2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates 68 adjusted by 108.9% for males and 131% for females. Mortality for active members is based on the Pub-2010 Below Medium Safety Amount-Weighted Employee mortality table. All rates are projected using the MP-2021 Improvement Scale. For 2024, the Municipal Bond Index Rate decreased from 3.65 percent to 3.38 percent.

City of Brook Park, Ohio

Notes to the Required Supplementary Information For the Year Ended December 31, 2024

Net OPEB Liability

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2018 and 2020-2024. 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. For 2021, the single discount rate changed from 3.56 to 2.96. For 2022, the single discount rate changed from 2.96 to 2.84. For 2023, the changes of assumptions were: (a) the single discount rate changed from 2.84 percent to 4.27 percent (b) the depletion year of OPEB assets is projected in year 2036 (c) mortality for service retirees is based on the Pub-2010 Below-Median Safety Amount-Weighted Healthy Retiree mortality table with rates adjusted by 96.2% for males and 98.7% for females. Mortality for disabled retirees is based on the Pub-2010 Safety Amount-Weighted Disabled Retiree mortality table with rates adjusted by 135% for males and 97.9% for females. Mortality for contingent annuitants is based on the Pub-2010 Below-Median Safety Amount-Weighted Contingent Annuitant Retiree mortality table with rates adjusted by 108.9% for males and 131% for females. Mortality for active members is based on the Pub-2010 Below-Median Safety Amount-Weighted Employee mortality table. All rates are projected using the MP-2021 Improvement Scale. For 2024, the changes of assumptions were: (a) the single discount rate changed from 4.27 to 4.07 (b) the depletion year of OPEB assets is projected in year 2038.

SINGLE EMPLOYER – OTHER POST EMPLOYMENT BENEFITS

Net OPEB Liability

There are no assets in a trust to pay related benefits for the OPEB plan. This plan is funded from the City's general fund.

Combining Statements

City of Brook Park, Ohio

Fund Descriptions

Non-Major Governmental Funds

For The Year Ended December 31, 2024

Non-Major Special Revenue Funds

Street Maintenance Fund

The Street Maintenance Fund accounts for ninety-two and one half percent (92.5%) of the state gasoline tax and motor vehicle registration fees restricted for street maintenance and repair.

State Highway Fund

The State Highway Fund accounts for seven and one half percent (7.5%) of the state gasoline tax and motor vehicle registration fees restricted for maintenance and repair of state highways within the City.

Permissive Tax Fund

The Permissive Tax Fund accounts for additional motor vehicle registration fees restricted for maintenance and repair of streets within the City.

Economic Development Fund

The Economic Development Fund accounts for building fees and proceeds received from the sale of City owned property committed for expenditures essential to the development of the City.

Brook Park Road Corridor Fund

The Brook Park Road Corridor Fund accounts for funds received from the City of Cleveland as a result of a legal settlement committed for attorney fees, land acquisition, grants or loans to Brook Park Road businesses and other expenditures related to the overall improvement of the corridor.

CDBG Fund

The CDBG Fund accounts for funds received from the Community Development Block Grant passed through from the Cuyahoga County. The grant funds were utilized for the W. 147th/Elm Street road project.

Special Recreation Fund

The Special Recreation Fund accounts for operations of City sponsored recreation programs committed by participation fees and facility rentals.

Law Enforcement Fund

The Law Enforcement Fund accounts for confiscated monies from criminal offenses and restricted, by state statute, for expenditures that would enhance the operation of the police department.

DWI Enforcement and Education Fund

The DWI Enforcement and Education Fund accounts for fine monies used by the law enforcement agency to pay costs related to DWI enforcement and for educating the public about laws governing the operation of a motor vehicle under the influence of alcohol.

Federal Forfeiture Fund

The Federal Forfeiture Fund accounts for confiscated monies from a Federal task force and restricted for expenditures that would enhance the operation of the police department.

Community Diversion Fund

The Community Diversion Fund accounts for reimbursements received from Cuyahoga County Juvenile Court to promote and develop a community diversion program to address juvenile misdemeanor and status offenders.

City of Brook Park, Ohio

Fund Descriptions

Non-Major Governmental Funds

For The Year Ended December 31, 2024

Non-Major Special Revenue Funds (continued)

Continuing Training Program Fund

The Continuing Training Program Fund accounts for restricted funds to provide for the training of the City's safety forces.

FEMA Fund

The FEMA Fund accounts for restricted funds that are used to reimburse costs incurred as a result of a natural disaster.

Police Pension Fund

The Police Pension Fund accounts for the accumulation of property taxes levied for the payment of current employer's pension contributions.

Fire Pension Fund

The Fire Pension Fund accounts for the accumulation of property taxes levied for the payment of current employer's pension contributions.

Southwest General Health Center Fund

The Southwest General Health Center Fund accounts for a special property tax levied to provide resources to support a health care facility.

Opioid Settlement Fund

The Opioid Settlement Fund accounts for distributions to be received from the State of Ohio, as well as allowable expenditures, consistent with the City's participation in the OneOhio Memorandum of Understanding resulting from the National Opioid Settlement Agreement and litigation.

Cash Bonds Held Fund

The Cash Bonds Held Fund accounts for deposits to insure the proper repair of street openings.

Retiree Accrued Benefits Fund

The Retiree Accrued Benefits Fund accounts for funds allocated to pay for the accrued compensated absences paid out to employees upon retirement. Due to the implementation of GASB Statement No. 54, the 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 Debt Service Fund

General Obligation Debt Service Fund

The General Obligation Debt Service Fund accounts for the resources that are used for payment of principal and interest and fiscal charges on general obligation debt and special assessment debt.

Non-Major Capital Projects Fund

Ford Plant Municipal Permanent Improvement TIF

This fund accounts for the revenue received from the Service Payments in Lieu of Taxes (PILOTs) that are legally restricted for the payment of the public improvements described in Ordinance 11296-2022. The general area affected by this TIF is Northwest of the Snow Road and Engle Road intersection.

City of Brook Park, Ohio

Combining Balance Sheet
Non-Major Governmental Funds
December 31, 2024

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 7,412,711	\$ 1,304,243	\$ 112,247	\$ 8,829,201
Accounts Receivable	109,640	-	-	109,640
Intergovernmental Receivable	660,067	316,768	-	976,835
Property Taxes Receivable	459,686	-	-	459,686
Payment in Lieu of Taxes	-	-	220,096	220,096
Asset Held for Resale	1,550,000	-	-	1,550,000
Total Assets	10,192,104	1,621,011	332,343	12,145,458
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES				
Liabilities:				
Accounts Payable	46,018	-	-	46,018
Accrued Wages and Benefits	16,412	-	-	16,412
Intergovernmental Payable	166,726	-	-	166,726
Retainage Payable	115,004	-	-	115,004
Unearned Revenue	214,341	-	-	214,341
Total Liabilities	558,501	-	-	558,501
Deferred Inflows of Resources:				
Property Taxes and Payment in Lieu of Taxes	442,265	-	220,096	662,361
Unavailable Revenue - Delinquent Property Taxes	17,421	-	-	17,421
Unavailable Revenue - Other	535,693	-	-	535,693
Total Deferred Inflows of Resources	995,379	-	220,096	1,215,475
Fund Balances:				
Restricted	4,237,056	316,768	112,247	4,666,071
Committed	4,401,168	-	-	4,401,168
Assigned	-	1,304,243	-	1,304,243
Total Fund Balances	8,638,224	1,621,011	112,247	10,371,482
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 10,192,104	\$ 1,621,011	\$ 332,343	\$ 12,145,458

City of Brook Park, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Governmental Funds

For The Year Ended December 31, 2024

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
REVENUES				
Property Taxes	\$ 387,225	\$ -	\$ -	\$ 387,225
Payments in Lieu of Taxes	-	-	112,247	112,247
Intergovernmental	1,781,183	-	-	1,781,183
Interest	328,638	-	-	328,638
Licenses and Permits	82,495	-	-	82,495
Fines and Forfeitures	64,429	-	-	64,429
Charges for Services	177,736	-	-	177,736
Contributions and Donations	750	-	-	750
Special Assessments	-	125	-	125
All Other Revenues	39,126	-	-	39,126
Total Revenues	2,861,582	125	112,247	2,973,954
EXPENDITURES				
Security of Persons and Property:				
Police and Others	805,365	-	-	805,365
Fire	830,450	-	-	830,450
Leisure Time Activities	106,388	-	-	106,388
Community Development	676,248	-	-	676,248
Transportation	668,983	-	-	668,983
General Government	110,955	3,750	-	114,705
Capital Outlay	749,496	-	-	749,496
Debt Service:				
Principal Retirement	-	917,230	-	917,230
Interest and Fiscal Charges	-	193,551	-	193,551
Total Expenditures	3,947,885	1,114,531	-	5,062,416
Excess of Revenues Over (Under) Expenditures	(1,086,303)	(1,114,406)	112,247	(2,088,462)
OTHER FINANCING SOURCES				
Transfer In	2,236,164	1,000,523	-	3,236,687
Total Other Financing Sources	2,236,164	1,000,523	-	3,236,687
Net Change in Fund Balances	1,149,861	(113,883)	112,247	1,148,225
Fund Balances - Beginning of Year, as previously presented	3,918,264	1,734,894	-	5,653,158
Change within financial reporting entity (Major to Nonmajor Fund)	3,570,099	-	-	3,570,099
Fund Balances- Beginning of Year, as adjusted	7,488,363	1,734,894	-	9,223,257
Fund Balances - End of Year	\$ 8,638,224	\$ 1,621,011	\$ 112,247	\$ 10,371,482

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City of Brook Park, Ohio

Combining Balance Sheet

Non-Major Special Revenue Funds

December 31, 2024

	Street Maintenance	State Highway	Permissive Tax	Economic Development	Brook Park Road Corridor	CDBG
Assets:						
Equity in Pooled Cash and Cash Equivalents	\$ 1,551,297	\$ 1,371,596	\$ 383,438	\$ 2,576,580	\$ 57,835	\$ 36,290
Accounts Receivable	-	-	-	-	-	-
Intergovernmental Receivable	583,566	47,316	3,486	-	-	-
Property Taxes Receivable	-	-	-	-	-	-
Asset Held For Resale	-	-	-	1,550,000	-	-
Total Assets	2,134,863	1,418,912	386,924	4,126,580	57,835	36,290
Liabilities:						
Accounts Payable	\$ -	\$ -	\$ 1,940	\$ 39,594	\$ -	\$ -
Accrued Wages and Benefits	16,412	-	-	-	-	-
Intergovernmental Payable	6,926	-	-	-	-	-
Retainage Payable	-	-	-	115,004	-	-
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	23,338	-	1,940	154,598	-	-
Deferred Inflows of Resources:						
Property Taxes	-	-	-	-	-	-
Unavailable Revenue - Delinq. Property Taxes	-	-	-	-	-	-
Unavailable Revenue - Other	407,609	33,049	-	-	-	-
Total Deferred Inflows of Resources	407,609	33,049	-	-	-	-
Fund Balances:						
Restricted	1,703,916	1,385,863	384,984	-	-	36,290
Committed	-	-	-	3,971,982	57,835	-
Total Fund Balances	1,703,916	1,385,863	384,984	3,971,982	57,835	36,290
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 2,134,863	\$ 1,418,912	\$ 386,924	\$ 4,126,580	\$ 57,835	\$ 36,290

(Continued)

City of Brook Park, Ohio

Combining Balance Sheet

Non-Major Special Revenue Funds

December 31, 2024

	Special Recreation	Law Enforcement	DWI Enforcement & Education	Federal Forfeiture	Community Diversion	Continuing Training Program
Assets:						
Equity in Pooled Cash and Cash Equivalents	\$ 375,835	\$ 130,245	\$ 32,460	\$ 77,038	\$ 19,797	\$ 72,153
Accounts Receivable	-	-	-	-	-	40,304
Intergovernmental Receivable	-	-	-	-	-	-
Property Taxes Receivable	-	-	-	-	-	-
Asset Held For Resale	-	-	-	-	-	-
Total Assets	375,835	130,245	32,460	77,038	19,797	112,457
Liabilities:						
Accounts Payable	\$ 4,484	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-	-	-
Intergovernmental Payable	-	-	-	-	-	-
Retainage Payable	-	-	-	-	-	-
Unearned Revenue	-	-	-	-	-	-
Total Liabilities	4,484	-	-	-	-	-
Deferred Inflows of Resources:						
Property Taxes	-	-	-	-	-	-
Unavailable Revenue - Delinq. Property Taxes	-	-	-	-	-	-
Unavailable Revenue - Other	-	-	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-	-	-
Fund Balances:						
Restricted	-	130,245	32,460	77,038	19,797	112,457
Committed	371,351	-	-	-	-	-
Total Fund Balances	371,351	130,245	32,460	77,038	19,797	112,457
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 375,835	\$ 130,245	\$ 32,460	\$ 77,038	\$ 19,797	\$ 112,457

		Southwest						Total	
		Police	Fire	General	Opioid	Cash	Bonds	Nonmajor	
FEMA	Pension	Pension	Health	Settlement	Held	Held		Special	
\$ 54,663	\$ 154,599	\$ 254,869	\$ -	\$ 49,675	\$ 214,341	\$ 7,412,711			
-	-	-	-	69,336	-	109,640			
-	9,883	9,883	5,933	-	-	660,067			
-	178,212	178,212	103,262	-	-	459,686			
-	-	-	-	-	-	1,550,000			
54,663	342,694	442,964	109,195	119,011	214,341	10,192,104			
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 46,018			
-	-	-	-	-	-	16,412			
-	61,319	98,481	-	-	-	166,726			
-	-	-	-	-	-	115,004			
-	-	-	-	-	214,341	214,341			
-	61,319	98,481	-	-	214,341	558,501			
-	171,707	171,707	98,851	-	-	442,265			
-	6,505	6,505	4,411	-	-	17,421			
-	9,883	9,883	5,933	69,336	-	535,693			
-	188,095	188,095	109,195	69,336	-	995,379			
54,663	93,280	156,388	-	49,675	-	4,237,056			
-	-	-	-	-	-	4,401,168			
54,663	93,280	156,388	-	49,675	-	8,638,224			
\$ 54,663	\$ 342,694	\$ 442,964	\$ 109,195	\$ 119,011	\$ 214,341	\$ 10,192,104			

City of Brook Park, Ohio

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Non-Major Special Revenue Funds

For The Year Ended December 31, 2024

	Street Maintenance	State Highway	Permissive Tax	Economic Development	Brook Park Road Corridor	CDBG	Special Recreation	Law Enforcement
REVENUES								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	1,169,370	94,814	46,868	424,143	-	-	-	-
Interest	143,190	137,687	37,531	-	-	-	-	-
Fees, Licenses, and Permits	-	-	-	52,300	-	-	-	-
Fines and Forfeitures	-	-	-	-	-	-	-	22,900
Charges for Services	-	-	-	-	-	-	146,531	-
Contributions and Donations	-	-	-	-	-	-	750	-
All Other Revenues	-	-	28,125	1,663	-	-	-	6,938
Total Revenues	1,312,560	232,501	112,524	478,106	-	-	147,281	29,838
EXPENDITURES								
Security of Persons and Property:								
Police and Others	-	-	-	-	-	-	-	5,839
Fire	-	-	-	-	-	-	-	-
Public Health and Welfare	-	-	-	-	-	-	-	-
Leisure Time Activities	-	-	-	-	-	-	106,388	-
Community Environment	-	-	-	646,053	-	-	-	-
Transportation	601,981	38,499	28,503	-	-	-	-	-
Capital Outlay	309,385	-	-	316,334	-	-	698	-
Total Expenditures	911,366	38,499	28,503	962,387	-	-	107,086	5,839
Excess of Revenues Over (Under) Expenditures	401,194	194,002	84,021	(484,281)	-	-	40,195	23,999
OTHER FINANCING SOURCES								
Transfer In	-	-	-	886,164	-	-	-	-
Total Other Financing Sources	-	-	-	886,164	-	-	-	-
Net Change in Fund Balances	401,194	194,002	84,021	401,883	-	-	40,195	23,999
Fund Balances - Beginning of Year, as previously presented	1,302,722	1,191,861	300,963	-	57,835	36,290	331,156	106,246
Change within financial reporting entity (Major to Nonmajor Fund)	-	-	-	3,570,099	-	-	-	-
Fund Balances- Beginning of Year, as adjusted	1,302,722	1,191,861	300,963	3,570,099	57,835	36,290	331,156	106,246
Fund Balances - End of Year	\$ 1,703,916	\$ 1,385,863	\$ 384,984	\$ 3,971,982	\$ 57,835	\$ 36,290	\$ 371,351	\$ 130,245

DWI Enforcement & Education	Federal Forfeiture	Community Diversion	Continuing Training Program	FEMA	Police Pension	Fire Pension	Southwest General Health Center	Opioid Settlement	Cash Bonds Held	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 144,008	\$ 144,008	\$ 99,209	\$ -	\$ -	\$ 387,225
-	-	-	-	-	17,121	17,121	11,746	-	-	1,781,183
-	10,230	-	-	-	-	-	-	-	-	328,638
-	-	-	-	-	-	-	-	-	30,195	82,495
1,225	-	-	40,304	-	-	-	-	-	-	64,429
-	-	-	-	-	-	-	-	31,205	-	177,736
-	-	-	-	-	-	-	-	-	-	750
-	2,400	-	-	-	-	-	-	-	-	39,126
1,225	12,630	-	40,304	-	161,129	161,129	110,955	31,205	30,195	2,861,582
<hr/>										
-	-	-	-	-	799,526	-	-	-	-	805,365
-	-	-	-	-	-	830,450	-	-	-	830,450
-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	106,388
-	-	-	-	-	-	-	-	-	30,195	676,248
-	-	-	-	-	-	-	-	-	-	668,983
-	123,079	-	-	-	-	-	-	-	-	749,496
-	123,079	-	-	-	799,526	830,450	110,955	-	30,195	3,947,885
1,225	(110,449)	-	40,304	-	(638,397)	(669,321)	-	31,205	-	(1,086,303)
<hr/>										
-	-	-	-	-	650,000	700,000	-	-	-	2,236,164
-	-	-	-	-	650,000	700,000	-	-	-	2,236,164
1,225	(110,449)	-	40,304	-	11,603	30,679	-	31,205	-	1,149,861
<hr/>										
31,235	187,487	19,797	72,153	54,663	81,677	125,709	-	18,470	-	3,918,264
<hr/>										
-	-	-	-	-	-	-	-	-	-	3,570,099
31,235	187,487	19,797	72,153	54,663	81,677	125,709	-	18,470	-	7,488,363
\$ 32,460	\$ 77,038	\$ 19,797	\$ 112,457	\$ 54,663	\$ 93,280	\$ 156,388	\$ -	\$ 49,675	\$ -	\$ 8,638,224

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

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Property Taxes	\$ 1,913,802	\$ 1,944,936	\$ 1,944,936	\$ -
Income Taxes	19,951,619	19,868,414	19,868,414	-
Other Taxes	275,000	250,080	250,080	-
Intergovernmental	859,288	823,539	823,539	-
Interest	730,000	1,387,516	1,387,516	-
Licenses and Permits	639,160	546,415	546,415	-
Fines and Forfeitures	488,000	473,067	473,067	-
Rentals	60,000	42,245	42,245	-
Charges for Services	1,802,050	2,043,986	2,043,986	-
Contributions and Donations	1,000	2,229	2,229	-
All Other Revenues	559,800	2,462,275	2,407,604	(54,671)
Total Revenues	27,279,719	29,844,702	29,790,031	(54,671)
Expenditures:				
Current:				
Security of Persons and Property				
Correctional Facility				
Personal Services	173,883	173,883	170,157	3,726
Operations	110,653	136,653	134,175	2,478
Total Correctional Facility	284,536	310,536	304,332	6,204
School Guards				
Personal Services	49,647	49,647	46,950	2,697
Total School Guards	49,647	49,647	46,950	2,697
Fire Department				
Personal Services	4,480,819	4,480,819	4,378,140	102,679
Operations	329,441	329,441	307,946	21,495
Total Fire Department	4,810,260	4,810,260	4,686,086	124,174
Police Department				
Personal Services	4,914,049	5,060,401	4,981,939	78,462
Operations	357,777	357,777	305,760	52,017
Total Police Department	5,271,826	5,418,178	5,287,699	130,479

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Animal Control				
Personal Services	118,149	118,149	112,161	5,988
Operations	11,110	11,110	8,310	2,800
Total Animal Control	129,259	129,259	120,471	8,788
Safety Director				
Personal Services	137,042	137,042	69,374	67,668
Operations	550	550	33	517
Total Safety Director	137,592	137,592	69,407	68,185
Safety Building				
Personal Services	73,989	73,989	66,835	7,154
Operations	848,261	848,261	761,400	86,861
Total Safety Building	922,250	922,250	828,235	94,015
Safety Town				
Operations	3,650	3,650	3,009	641
Total Safety Town	3,650	3,650	3,009	641
Street Lighting				
Operations	465,550	465,550	446,557	18,993
Total Street Lighting	465,550	465,550	446,557	18,993
Traffic Lights				
Operations	108,330	113,330	91,356	21,974
Total Traffic Lights	108,330	113,330	91,356	21,974

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Disaster Services				
Personal Services	6,002	10,402	10,362	40
Operations	11,698	11,698	10,940	758
Total Disaster Services	17,700	22,100	21,302	798
Total Security of Persons and Property	12,200,600	12,382,352	11,905,404	476,948
Public Health & Welfare				
County Board of Health				
Operations	135,000	135,000	134,814	186
Total County Board of Health	135,000	135,000	134,814	186
Office of Aging				
Personal Services	66,892	66,892	60,742	6,150
Operations	7,250	7,250	5,024	2,226
Total Office of Aging	74,142	74,142	65,766	8,376
Total Public Health and Welfare	209,142	209,142	200,580	8,562
Leisure Time Activities				
Recreation Commission				
Personal Services	10,751	10,751	10,391	360
Total Recreation Commission	10,751	10,751	10,391	360
Recreation Center				
Personal Services	675,875	675,875	538,304	137,571
Operations	222,001	222,001	185,235	36,766
Other Expenses	500	500	400	100
Total Recreation Center	898,376	898,376	723,939	174,437
Home Day Celebration				
Personal Services	22,807	36,077	35,448	629
Operations	56,500	51,500	49,643	1,857
Total Home Day Celebration	79,307	87,577	85,091	2,486

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Parks and Play Grounds				
Personal Services	275,048	275,048	234,622	40,426
Operations	205,593	205,593	179,119	26,474
Other Expenses	750	780	780	-
Total Parks and Play Grounds	481,391	481,421	414,521	66,900
Public Recreation				
Personal Services	15,529	15,529	15,016	513
Operations	37,880	37,880	28,056	9,824
Total Public Recreation	53,409	53,409	43,072	10,337
Total Leisure Time Activities	1,523,234	1,531,534	1,277,014	254,520
Community Development				
Planning Commission				
Personal Services	10,751	10,751	10,391	360
Total Planning Commission	10,751	10,751	10,391	360
Community Development				
Personal Services	138,663	138,663	127,316	11,347
Operations	1,800	1,800	947	853
Total Community Development	140,463	140,463	128,263	12,200
Board of Zoning Appeals				
Personal Services	12,901	12,901	12,469	432
Total Board of Zoning Appeals	12,901	12,901	12,469	432
Building Department				
Personal Services	550,884	550,884	516,568	34,316
Operations	123,711	123,711	106,578	17,133
Other Expenses	300	1,300	1,093	207
Total Building Department	674,895	675,895	624,239	51,656

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Tree and Tree Lawns				
Personal Services	201,878	201,878	177,927	23,951
Operations	8,850	19,100	18,587	513
Total Tree and Tree Lawns	210,728	220,978	196,514	24,464
Total Community Development	1,049,738	1,060,988	971,876	89,112
Public Works				
Service Director				
Personal Services	145,337	145,337	129,838	15,499
Operations	7,020	7,020	6,074	946
Total Service Director	152,357	152,357	135,912	16,445
Service Building				
Personal Services	93,701	93,701	80,685	13,016
Operations	251,567	251,567	197,366	54,201
Total Service Building	345,268	345,268	278,051	67,217
Sanitation Department				
Personal Services	594,690	594,690	550,905	43,785
Operations	751,142	751,142	594,146	156,996
Total Sanitation Department	1,345,832	1,345,832	1,145,051	200,781
Sewers, Drains, and Pump Stations				
Personal Services	755,057	755,057	706,365	48,692
Operations	197,851	197,851	194,154	3,697
Total Sewers, Drains, and Pump Stations	952,908	952,908	900,519	52,389
Total Public Works	2,796,365	2,796,365	2,459,533	336,832

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Transportation				
Street Cleaning				
Personal Services	-	250	108	142
Operations	8,476	8,476	4,160	4,316
Total Street Cleaning	8,476	8,726	4,268	4,458
Traffic Signs				
Personal Services	86,555	86,555	79,659	6,896
Operations	8,791	9,791	9,791	-
Total Traffic Signs	95,346	96,346	89,450	6,896
Snow Removal				
Personal Services	77,643	77,643	36,284	41,359
Operations	346,819	346,819	214,553	132,266
Total Snow Removal	424,462	424,462	250,837	173,625
Total Transportation	528,284	529,534	344,555	184,979
General Government				
City Council				
Personal Services	148,080	148,080	143,121	4,959
Operations	14,282	19,282	18,358	924
Total City Council	162,362	167,362	161,479	5,883
Clerk of Council				
Personal Services	114,971	114,971	90,276	24,695
Operations	800	800	661	139
Total Clerk of Council	115,771	115,771	90,937	24,834

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Mayor's Court				
Personal Services	226,831	226,831	179,453	47,378
Operations	30,644	30,644	19,760	10,884
Other Expenses	250	250	-	250
Total Mayor's Court	<u>257,725</u>	<u>257,725</u>	<u>199,213</u>	<u>58,512</u>
Municipal Court				
Operations	5,000	5,000	-	5,000
Total Mayor's Court	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Civil Service Commission				
Personal Services	55,459	55,459	37,922	17,537
Operations	30,739	30,739	3,426	27,313
Total Civil Service Commission	<u>86,198</u>	<u>86,198</u>	<u>41,348</u>	<u>44,850</u>
Mayor's Office				
Personal Services	420,479	420,479	398,617	21,862
Operations	17,471	17,471	15,210	2,261
Total Mayor's Office	<u>437,950</u>	<u>437,950</u>	<u>413,827</u>	<u>24,123</u>
Human Resources				
Personal Services	110,501	110,501	99,597	10,904
Operations	8,845	8,845	7,885	960
Total Human Resources	<u>119,346</u>	<u>119,346</u>	<u>107,482</u>	<u>11,864</u>
Public Properties				
Personal Services	413,175	413,175	360,099	53,076
Operations	12,675	12,675	12,979	(304)
Total Public Properties	<u>425,850</u>	<u>425,850</u>	<u>373,078</u>	<u>52,772</u>

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Legal Department				
Personal Services	452,279	452,279	273,916	178,363
Operations	2,903	3,403	3,062	341
Total Legal Department	455,182	455,682	276,978	178,704
Finance Department				
Personal Services	610,962	610,962	596,191	14,771
Operations	91,327	91,327	86,287	5,040
Total Finance Department	702,289	702,289	682,478	19,811
Tax Department				
Personal Services	400,531	400,531	340,146	60,385
Operations	63,075	63,075	55,503	7,572
Other Expenses	960,000	686,054	616,930	69,124
Total Tax Department	1,423,606	1,149,660	1,012,579	137,081
Emergency Disaster Recovery				
Personal Services	-	402,800	190,995	211,805
Operations	-	1,000,000	353,612	646,388
Capital	-	2,000,000	55,127	1,944,873
Other Expenses	-	5,000	4,415	585
Total Emergency Disaster Recovery	-	3,407,800	604,149	2,803,651
Retirees				
Personal Services	111,000	111,000	111,167	(167)
Total Retirees	111,000	111,000	111,167	(167)
Mechanics				
Personal Services	589,228	589,228	525,513	63,715
Operations	8,911	8,911	5,391	3,520
Total Mechanics	598,139	598,139	530,904	67,235
Engineering				
Operations	48,000	48,000	44,000	4,000
Total Engineering	48,000	48,000	44,000	4,000

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Fund (continued)

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Lands and Buildings				
Personal Services	1,195	1,195	918	277
Operations	235,804	235,804	165,286	70,518
Total Lands and Buildings	236,999	236,999	166,204	70,795
Other General Government				
Personal Services	261,450	261,450	234,152	27,298
Operations	845,811	940,811	670,159	270,652
Other Expenses	195,025	195,025	62,225	132,800
Total Other General Government	1,302,286	1,397,286	966,536	430,750
Total General Government	6,487,703	9,722,057	5,782,359	3,939,698
Total Expenditures	24,795,066	28,231,972	22,941,321	5,290,651
Excess of Revenues Over (Under) Expenditures	2,484,653	1,612,730	6,848,710	5,235,980
Other Financing Sources (Uses)				
Sale of Capital Assets	-	996,164	996,164	-
Advances In	-	79,632	79,632	-
Advances Out	(125)	(125)	-	125
Transfer In	50,000	268,824	268,824	-
Transfers Out	(4,988,521)	(8,403,510)	(7,963,510)	440,000
Total Other Financing Sources (Uses)	(4,938,646)	(7,059,015)	(6,618,890)	440,125
Net Change in Fund Balance	(2,453,993)	(5,446,285)	229,820	5,676,105
Cash Fund Balance - Beginning of Year	16,526,092	16,526,092	16,526,092	-
Cuurent Year Encumbrances	-	-	339,247	339,247
Cash Fund Balance - End of Year	14,072,099	11,079,807	17,095,159	6,015,352

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Budgetary Basis) and Actual

American Rescue Plan Act Fund

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)	
	Original	Final	Actual		
Expenditures:					
Current:					
General Government	\$ -	\$ 81,069	\$ 81,069	\$ -	
Capital Outlay	-	1,760,086	1,760,086		
Total Expenditures	-	1,841,155	1,841,155	-	
Net Change in Fund Balance	-	(1,841,155)	(1,841,155)	-	
Cash Fund Balance - Beginning of Year	1,841,155	1,841,155	1,841,155	-	
Cash Fund Balance - End of Year	\$ 1,841,155	\$ -	\$ -	\$ -	

See accompanying notes to the basic financial statements.

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual Capital Improvements Fund For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Income Taxes	\$ 3,557,990	\$ 3,817,120	\$ 3,817,120	\$ -
Intergovernmental	2,099,395	2,718,388	1,765,345	(953,043)
Fines and Forfeitures	60,700	61,830	61,830	-
Contributions and Donations	10,000	-	-	-
All Other Revenues	120,311	122,861	3,550	(119,311)
Total Revenues	5,848,396	6,720,199	5,647,845	(1,072,354)
Expenditures:				
Current:				
Leisure Time Activities				
Recreation Center				
Operations	-	126,855	126,855	-
Total Leisure Time Activities	-	126,855	126,855	-
Community Development				
Operations	550,000	550,000	426,977	123,023
Total Community Development	550,000	550,000	426,977	123,023
Public Works				
Sewers and Drains				
Operations	1,417,423	1,339,838	340,113	999,725
Total Public Works	1,417,423	1,339,838	340,113	999,725
Transportation				
Street Paving and Repair				
Operations	31,240	91,940	91,940	-
Total Transportation	31,240	91,940	91,940	-
General Government				
Income Tax Department				
Personal Services	92,420	92,420	78,210	14,210
Operations	14,517	14,517	12,843	1,674
Other Expenses	240,000	171,514	154,233	17,281
Total Income Tax Department	346,937	278,451	245,286	33,165
Land and Buildings:				
Operations	-	2,200	1,850	350
Total Land and Buildings	-	2,200	1,850	350
Total General Government	346,937	280,651	247,136	33,515

Continued

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Budgetary Basis) and Actual Capital Improvements Fund (continued) **For The Year Ended December 31, 2024**

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Capital Outlay				
Animal Warden	5,128	5,128	2,328	2,800
Building Department	73,517	73,517	67,107	6,410
Council	22,000	22,000	11,134	10,866
Finance Department	1,897	2,897	1,377	1,520
Fire Department	404,095	508,978	404,092	104,886
Lands and Buildings	21,145	114,941	116,980	(2,039)
Legal Department	4,400	5,400	5,346	54
Mayor's Court	1,156	2,956	1,331	1,625
Mayor's Office	4,000	4,000	-	4,000
Mechanics	10,000	10,000	9,843	157
Office of Aging	90,000	90,000	81,174	8,826
Parks and Playgrounds	406,760	496,095	465,669	30,426
Police Department	550,610	445,727	398,695	47,032
Recreation Center	503,934	2,577,079	2,457,205	119,874
Safety Building	28,283	28,283	26,283	2,000
Sanitation	176,905	384,847	384,847	-
Service Building	-	3,786	3,786	-
Sewers and Drains	1,190,153	716,049	687,651	28,398
Snow Removal	44,510	44,510	36,292	8,218
Street Cleaning	9,588	369,588	369,580	8
Street Paving and Repair	2,741,623	2,950,582	2,793,356	157,226
Tax Department	3,739	3,739	3,739	-
Traffic Lights	50,000	50,000	-	50,000
Traffic Signs	8,000	8,000	3,384	4,616
Total Capital Outlay	6,351,443	8,918,102	8,331,199	586,903
Total Expenditures	8,697,043	11,307,386	9,564,220	1,743,166
 Excess of Revenues Over (Under) Expenditures				
	(2,848,647)	(4,587,187)	(3,916,375)	670,812
 Other Financing Sources (Uses)				
Sale of Capital Assets	710,709	715,287	715,287	-
Advances In	-	120,368	120,368	-
Advances Out	-	(200,000)	(200,000)	-
Transfers In	2,600,000	7,707,203	5,507,203	(2,200,000)
Transfers Out	(2,552,002)	(3,499,205)	(3,499,205)	-
Total Other Financing Sources (Uses)	758,707	4,843,653	2,643,653	(2,200,000)
 Net Change in Fund Balance				
	(2,089,940)	256,466	(1,272,722)	(1,529,188)
 Cash Fund Balance - Beginning of Year				
	2,996,999	2,996,999	2,996,999	-
Current Year Encumbrances	-	-	4,072,248	4,072,248
Cash Fund Balance - End of Year	\$ 907,059	\$ 3,253,465	\$ 5,796,525	\$ 2,543,060

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Street Maintenance Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 1,197,902	\$ 1,197,902	\$ -
Interest	143,190	143,190	-
Total Revenues	1,341,092	1,341,092	-
Expenditures:			
Current:			
Transportation			
Street Paving and Repair			
Personal Services	545,400	507,173	38,227
Operations	190,812	125,698	65,114
Total Transportation	736,212	632,871	103,341
Capital Outlay			
Contractual Services	630,824	457,855	172,969
Total Capital Outlay	630,824	457,855	172,969
Total Expenditures	1,367,036	1,090,726	276,310
Net Change in Fund Balance	(25,944)	250,366	276,310
Cash Fund Balance - Beginning of Year	1,143,284	1,143,284	-
Current Year Encumbrances	-	157,647	157,647
Cash Fund Balance - End of Year	\$ 1,117,340	\$ 1,551,297	\$ 433,957

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 State Highway Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 94,087	\$ 97,127	\$ 3,040
Interest	61,994	137,687	75,693
Total Revenues	156,081	234,814	78,733
Expenditures:			
Current:			
Transportation			
Street Paving and Repair			
Operations	45,116	38,714	6,402
Total Expenditures	45,116	38,714	6,402
Net Change in Fund Balance	110,965	196,100	85,135
Cash Fund Balance - Beginning of Year	1,175,280	1,175,280	-
Current Year Encumbrances	-	215	215
Cash Fund Balance - End of Year	\$ 1,286,245	\$ 1,371,595	\$ 85,350

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Permissive Tax Fund

For The Year Ended December 31, 2024

	Budgeted		Variance with Final Budget Positive (Negative)	
	Amounts			
	Final	Actual		
Revenues:				
Intergovernmental	\$ 46,808	\$ 46,808	\$ -	
Interest	37,531	37,531	-	
All Other Revenues	28,125	28,125	-	
Total Revenues	112,464	112,464	-	
Expenditures:				
Current:				
Transportation				
Street Paving and Repair				
Operations	30,000	29,941	59	
Total Expenditures	30,000	29,941	59	
Net Change in Fund Balance	82,464	82,523	59	
Cash Fund Balance - Beginning of Year	300,915	300,915	-	
Cash Fund Balance - End of Year	\$ 383,379	\$ 383,438	\$ 59	

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Economic Development Fund

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Fees, Licenses, and Permits	\$ 52,300	\$ 52,300	\$ 52,300	\$ -
All Other Revenues	16,652	1,663	1,663	-
Total Revenues	68,952	53,963	53,963	-
Expenditures:				
Current:				
Community Environment				
Operations	835,196	1,398,029	744,569	653,460
Other	-	200	200	-
Total Community Development	835,196	1,398,229	744,769	653,460
Capital Outlay				
Contractual Services	2,196,950	1,190,620	840,510	350,110
Total Expenditures	3,032,146	2,588,849	1,585,279	1,003,570
Excess of Revenues Over (Under) Expenditures	(2,963,194)	(2,534,886)	(1,531,316)	1,003,570
Other Financing Sources				
Transfers In	250,000	886,164	886,164	-
Total Other Financing Sources	250,000	886,164	886,164	-
Net Change in Fund Balance	(2,713,194)	(1,648,722)	(645,152)	1,003,570
Cash Fund Balance - Beginning of Year	2,889,004	2,889,004	2,889,004	-
Current Year Encumbrances	-	-	332,728	332,728
Cash Fund Balance - End of Year	\$ 175,810	\$ 1,240,282	\$ 2,576,580	\$ 1,336,298

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Budgetary Basis) and Actual

Brook Park Road Corridor Fund

For The Year Ended December 31, 2024

	Budgeted		Variance with Final Budget Positive (Negative)	
	Amounts			
	Final	Actual		
Cash Fund Balance - Beginning of Year	\$ 57,835	\$ 57,835	\$ -	
Cash Fund Balance - End of Year	\$ 57,835	\$ 57,835	\$ -	

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual
CDBG Fund

For The Year Ended December 31, 2024

	Budgeted		Variance with Final Budget Positive (Negative)	
	Amounts			
	Final	Actual		
Cash Fund Balance - Beginning of Year	\$ 36,290	\$ 36,290	\$ -	
Cash Fund Balance - End of Year	\$ 36,290	\$ 36,290	\$ -	

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Special Recreation Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Charges for Services	\$ 146,531	\$ 146,531	\$ -
Contributions and Donations	750	750	-
Total Revenues	147,281	147,281	-
Expenditures:			
Current:			
Leisure Time Activities			
Public Recreation			
Parks & Playground			
Operations	132,070	105,914	26,156
Other	2,500	698	1,802
Capital Outlay	1,500	1,240	260
Total Expenditures	136,070	107,852	28,218
Net Change in Fund Balance	11,211	39,429	28,218
Cash Fund Balance - Beginning of Year	331,156	331,156	-
Current Year Encumbrances	-	5,250	5,250
Cash Fund Balance - End of Year	\$ 342,367	\$ 375,835	\$ 33,468

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual

Law Enforcement Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget
	Final	Actual	Positive (Negative)
Revenues:			
Fines and Forfeitures	\$ 22,900	\$ 22,900	\$ -
All Other Revenues	9,338	9,338	-
Total Revenues	32,238	32,238	-
 Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Operations	4,200	4,200	-
Capital Outlay	15,000	1,639	13,361
Total Expenditures	19,200	5,839	13,361
Net Change in Fund Balance	13,038	26,399	13,361
 Cash Fund Balance - Beginning of Year	106,246	106,246	-
Cash Fund Balance - End of Year	\$ 119,284	\$ 132,645	\$ 13,361

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 DWI Enforcement and Education Fund
For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines and Forfeitures	\$ 1,225	\$ 1,225	\$ -
Total Revenues	<u>1,225</u>	<u>1,225</u>	<u>-</u>
 Expenditures:			
Current:			
Security of Persons and Property			
Operations	500	225	275
Total Expenditures	<u>500</u>	<u>225</u>	<u>275</u>
 Net Change in Fund Balance	725	1,000	275
 Cash Fund Balance - Beginning of Year	31,235	31,235	-
Current Year Encumbrances	-	225	225
Cash Fund Balance - End of Year	<u>\$ 31,960</u>	<u>\$ 32,460</u>	<u>\$ 500</u>

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Federal Forfeiture Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget
	Final	Actual	Positive (Negative)
Revenues:			
Interest	\$ 10,231	\$ 10,231	\$ -
Total Revenues	10,231	10,231	-
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Operations	12,500	-	12,500
Capital Outlay	125,889	123,297	2,592
Total Expenditures	138,389	123,297	15,092
Net Change in Fund Balance	(128,158)	(113,066)	15,092
Cash Fund Balance - Beginning of Year	187,487	187,487	-
Current Year Encumbrances	-	217	217
Cash Fund Balance - End of Year	\$ 59,329	\$ 74,638	\$ 15,309

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Budgetary Basis) and Actual

Community Diversion Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget	
	Final	Actual	Positive	(Negative)
Expenditures:				
Current:				
Security of Persons and Property				
Police and Others				
Personal Services	\$ 2,029	\$ -	\$ 2,029	
Other	2,000	-	2,000	
Total Police and Others	<u>4,029</u>	<u>-</u>	<u>4,029</u>	
Net Change in Fund Balance	(4,029)	-	4,029	
Cash Fund Balance - Beginning of Year	19,797	19,797	-	
Cash Fund Balance - End of Year	<u>\$ 15,768</u>	<u>\$ 19,797</u>	<u>\$ 4,029</u>	

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Continuing Training Program Fund
For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fines and Forfeitures	\$ 32,252	\$ 32,252	\$ -
Total Revenues	32,252	32,252	-
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others	2,000	-	2,000
Operations	2,000	-	2,000
Total Expenditures	2,000	-	2,000
Net Change in Fund Balance	30,252	32,252	2,000
Cash Fund Balance - Beginning of Year	39,901	39,901	-
Cash Fund Balance - End of Year	\$ 70,153	\$ 72,153	\$ 2,000

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
Budget (Non-GAAP Budgetary Basis) and Actual
FEMA Fund

For The Year Ended December 31, 2024

	Budgeted			Variance with Final Budget Positive (Negative)	
	Amounts		Final		
	Final	Actual			
Cash Fund Balance - Beginning of Year	\$ 54,663	\$ 54,663	\$ 54,663	\$ -	
Cash Fund Balance - End of Year	\$ 54,663	\$ 54,663	\$ 54,663	\$ -	

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Police Pension Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget
	Final	Actual	Positive (Negative)
Revenues:			
Property Taxes	\$ 144,008	\$ 144,008	\$ -
Intergovernmental	17,121	17,121	-
Total Revenues	161,129	161,129	-
Expenditures:			
Current:			
Security of Persons and Property			
Police and Others			
Personal Services	981,263	830,934	150,329
Total Police and Others	981,263	830,934	150,329
Total Security of Persons & Property	981,263	830,934	150,329
Emergency Disaster Recovery			
Personal Services	3,000	463	2,537
Total Emergency Disaster Recovery	3,000	463	2,537
Total Expenditures	984,263	831,397	152,866
Excess of Revenues Over (Under) Expenditures	(823,134)	(670,268)	152,866
Other Financing Sources			
Transfers In	650,000	650,000	-
Total Other Financing Sources	650,000	650,000	-
Net Change in Fund Balance	(173,134)	(20,268)	152,866
Cash Fund Balance - Beginning of Year	174,867	174,867	-
Cash Fund Balance - End of Year	\$ 1,733	\$ 154,599	\$ 152,866

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Fire Pension Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget
	Final	Actual	Positive (Negative)
Revenues:			
Property Taxes	\$ 144,008	\$ 144,008	\$ -
Intergovernmental	17,121	17,121	-
Total Revenues	161,129	161,129	-
Expenditures:			
Current:			
Fire			
Personal Services	886,450	819,301	67,149
Total Security of Persons & Property	886,450	819,301	67,149
Emergency Disaster Recovery			
Personal Services	5,000	935	4,065
Total Emergency Disaster Recovery	5,000	935	4,065
Total Expenditures	891,450	820,236	71,214
Excess of Revenues Over (Under) Expenditures	(730,321)	(659,107)	71,214
Other Financing Sources			
Transfers In	700,000	700,000	-
Total Other Financing Sources	700,000	700,000	-
Net Change in Fund Balance	(30,321)	40,893	71,214
Cash Fund Balance - Beginning of Year	213,976	213,976	-
Cash Fund Balance - End of Year	\$ 183,655	\$ 254,869	\$ 71,214

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Budgetary Basis) and Actual

Southwest General Health Center Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget
	Final	Actual	Positive (Negative)
Revenues:			
Property Taxes	\$ 99,209	\$ 99,209	\$ -
Intergovernmental	11,746	11,746	-
Total Revenues	110,955	110,955	-
Expenditures:			
Current:			
Public Health and Welfare			
Operations	110,955	110,955	-
Total Expenditures	110,955	110,955	-
Net Change in Fund Balance	-	-	-
Cash Fund Balance - Beginning of Year	-	-	-
Cash Fund Balance - End of Year	\$ -	\$ -	\$ -

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Budgetary Basis) and Actual

Opioid Settlement Fund

For The Year Ended December 31, 2024

	Budgeted		Variance with Final Budget Positive (Negative)	
	Amounts			
	Final	Actual		
Revenues:				
All Other Revenues	\$ 31,206	\$ 31,206	\$ -	
Total Revenues	<u>31,206</u>	<u>31,206</u>	<u>-</u>	
Net Change in Fund Balance	31,206	31,206	-	
Cash Fund Balance - Beginning of Year	18,470	18,470	-	
Cash Fund Balance - End of Year	<u>\$ 49,676</u>	<u>\$ 49,676</u>	<u>\$ -</u>	

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Budgetary Basis) and Actual

Cash Bonds Held Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Fees, Licenses, and Permits	\$ 124,807	\$ 124,807	\$ -
Total Revenues	<u>124,807</u>	<u>124,807</u>	<u>-</u>
 Expenditures:			
Current:			
Community Environment			
Operations	144,731	30,196	114,535
Total Expenditures	<u>144,731</u>	<u>30,196</u>	<u>114,535</u>
 Net Change in Fund Balance			
	(19,924)	94,611	114,535
 Cash Fund Balance - Beginning of Year	119,730	119,730	-
Cash Fund Balance - End of Year	<u>\$ 99,806</u>	<u>\$ 214,341</u>	<u>\$ 114,535</u>

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 Retiree Accrued Benefits Fund

For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget
	Final	Actual	Positive (Negative)
Expenditures:			
Current:			
General Government			
Retirees			
Personal Services			
Total Expenditures	<u>\$ 700,000</u>	<u>\$ 328,935</u>	<u>\$ 371,065</u>
	<u>700,000</u>	<u>328,935</u>	<u>371,065</u>
Excess of Revenues Over (Under) Expenditures	(700,000)	(328,935)	371,065
Other Financing Sources			
Transfers In	500,000	250,000	(250,000)
Total Other Financings Sources	<u>500,000</u>	<u>250,000</u>	<u>(250,000)</u>
	<u>500,000</u>	<u>250,000</u>	<u>(250,000)</u>
Net Change in Fund Balance	(200,000)	(78,935)	121,065
Cash Fund Balance - Beginning of Year	414,037	414,037	-
Cash Fund Balance - End of Year	<u>\$ 214,037</u>	<u>\$ 335,102</u>	<u>\$ 121,065</u>
	<u>214,037</u>	<u>335,102</u>	<u>121,065</u>

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -
 Budget (Non-GAAP Budgetary Basis) and Actual
 General Obligation Fund
For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Revenues:			
Intergovernmental	\$ 63,353	\$ 63,353	\$ -
Special Assessments	125	125	-
Total Revenues	63,478	63,478	-
Expenditures:			
Current:			
General Government			
Operations	5,000	3,750	1,250
Debt Service:			
Principal	917,230	917,230	-
Interest & Fiscal Charges	193,550	193,550	-
Total Debt Service	1,110,780	1,110,780	-
Total Expenditures	1,115,780	1,114,530	1,250
Excess of Revenues Over (Under) Expenditures	(1,052,302)	(1,051,052)	1,250
Other Financing Sources			
Transfers In	1,000,523	1,000,523	-
Total Other Financing Sources	1,000,523	1,000,523	-
Net Change in Fund Balance	(51,779)	(50,529)	1,250
Cash Fund Balance - Beginning of Year	1,354,772	1,354,772	-
Cash Fund Balance - End of Year	\$ 1,302,993	\$ 1,304,243	\$ 1,250

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Balance -

Budget (Non-GAAP Budgetary Basis) and Actual

Ford Plant Municipal Improvement TIF Fund

For The Year Ended December 31, 2024

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues:				
Payments in Lieu of Taxes	\$ -	\$ 112,247	\$ 112,247	\$ -
Total Revenues	<u>-</u>	<u>112,247</u>	<u>112,247</u>	<u>-</u>
Net Change in Fund Balance	(556,387)	(444,140)	(32,895)	411,245
Cash Fund Balance (Deficit) - Beginning of Year	-	-	-	-
Current Year Encumbrances	-	-	145,142	145,142
Cash Fund Balance (Deficit) - End of Year	<u>\$ (556,387)</u>	<u>\$ (444,140)</u>	<u>\$ 112,247</u>	<u>\$ 556,387</u>

City of Brook Park, Ohio

Schedule of Revenues, Expenditures and Changes in Fund Equity-
 Budget (Non-GAAP Budgetary Basis) and Actual
 Self Insured Medical Benefits Fund
For The Year Ended December 31, 2024

	Budgeted Amounts		Variance with Final Budget Positive (Negative)	
	Final			
	Actual			
Revenues:				
Charges for Services	\$ 2,444,908	\$ 2,444,908	\$ -	
Total Revenues	<u>2,444,908</u>	<u>2,444,908</u>	<u>-</u>	
Expenses				
Current:				
Personal Services	2,523,907	2,442,539	81,368	
Operations	1,243	1,243	-	
Total Expenses	<u>2,525,150</u>	<u>2,443,782</u>	<u>81,368</u>	
Net Change in Fund Equity	(80,242)	1,126	81,368	
Cash Fund Equity - Beginning of Year	2,800,768	2,800,768	-	
Cash Fund Equity - End of Year	<u>\$ 2,720,526</u>	<u>\$ 2,801,894</u>	<u>\$ 81,368</u>	

STATISTICAL SECTION

City of Brook Park, Ohio

Statistical Section

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

Contents

Page(s)

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 – S7

Revenue Capacity

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

S8 - S12

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.

S13–S16

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.

S17-S18

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.

S19-S22

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

City of Brook Park, Ohio

Net Position by Component Accrual Basis of Accounting Last Ten Fiscal Years

Table 1

	Restated (1)		Restated (2)		2019	2020	2021	2022	2023	2024
	2015	2016	2017	2018						
Governmental activities:										
Net investment in Capital assets	\$ 66,736,815	\$ 67,797,950	\$ 71,280,520	\$ 70,660,770	\$ 67,079,171	\$ 62,872,693	\$ 61,916,012	\$ 61,803,892	\$ 62,056,819	\$ 62,635,008
Restricted for:										
Capital projects	1,841,871	2,148,752	6,592,223	4,037,105	227,603	214,400	476,671	682,357	551,124	356,299
Debt service	3,994,770	3,726,530	1,162,932	1,370,897	1,337,446	1,411,166	1,350,209	1,388,155	1,338,558	1,289,522
Other purposes	1,156,438	219,890	298,572	347,549	205,957	298,137	495,292	277,353	448,211	1,053,419
Recreation	-	403,637	452,474	458,922	-	-	-	-	-	-
Public Safety	-	509,594	388,716	370,603	360,212	346,459	334,377	314,606	324,968	239,743
Economic development	1,263,245	800,811	250,866	417,541	-	-	-	-	-	-
Street paving and repair	2,441,997	2,284,811	1,552,700	1,815,900	2,404,362	3,274,259	2,846,653	2,738,058	3,257,531	3,915,421
Pension Plan	-	-	-	-	-	-	-	-	72,564	358,060
Unrestricted	(7,673,180)	(7,147,730)	(28,253,077)	(29,332,329)	(13,580,960)	(10,748,216)	(4,465,023)	317,770	2,733,471	3,431,094
Total net position - governmental activities	<u>\$ 69,761,956</u>	<u>\$ 70,744,245</u>	<u>\$ 53,725,926</u>	<u>\$ 50,146,958</u>	<u>\$ 58,033,791</u>	<u>\$ 57,668,898</u>	<u>\$ 62,954,191</u>	<u>\$ 67,522,191</u>	<u>\$ 70,783,246</u>	<u>\$ 73,278,566</u>

(1) - Restatement done due to the implementation of GASB 68

(2) - Restatement done due to the implementation of GASB 75

Note: A portion of the 2019 net position was reclassified between restricted and unrestricted. This reclassification did not affect the total 2019 net position.

City of Brook Park, Ohio

Changes in Net Position

Accrual Basis of Accounting

Last Ten Fiscal Years

Table 2

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Program revenues:										
Charges for services										
General government	\$ 796,582	\$ 658,301	\$ 898,000	\$ 763,062	\$ 811,501	\$ 697,276	\$ 716,142	\$ 691,363	\$ 866,076	\$ 809,184
Security of persons and property	1,225,940	1,315,914	1,197,804	1,117,801	1,126,189	478,566	496,342	727,301	560,371	987,706
Public health and welfare	190	220	130	310	400	7,895	7,600	7,505	7,775	-
Transportation	4,706	3,000	1,000	-	-	-	-	-	-	-
Leisure time activities	244,830	241,017	311,662	304,216	321,216	140,201	309,428	383,978	463,718	423,749
Community development	1,477,072	1,395,370	1,435,498	1,470,735	1,421,074	732,272	1,211,413	1,442,018	1,488,580	1,466,699
Public works	-	-	16,462	3,465	2,880	5,645	5,350	2,900	500	-
Total charges for services	<u>3,749,320</u>	<u>3,613,822</u>	<u>3,860,556</u>	<u>3,659,589</u>	<u>3,683,260</u>	<u>2,061,855</u>	<u>2,746,275</u>	<u>3,255,065</u>	<u>3,387,020</u>	<u>3,687,338</u>
Operating grants and contributions										
General government	37,576	27,842	1,009,467	-	-	79,906	36,995	15,675	33,964	1,009,467
Security of persons and property	98,194	77,796	33,690	18,795	17,895	1,445,055	22,768	98,441	296,368	9,219
Transportation	950,483	889,600	890,305	920,560	1,139,018	1,351,860	1,308,870	1,234,200	1,404,264	1,366,834
Leisure time activities	-	-	5,000	6,000	7,822	-	1,750	7,240	62,317	750
Community development	25,744	290,153	-	41,074	217,887	66,232	63,322	38,365	39,605	-
Public works	32,358	2,121	32,463	-	-	6,384	6,000	44,042	232,298	32,463
Total operating grants and contributions	<u>1,144,355</u>	<u>1,287,512</u>	<u>1,970,925</u>	<u>986,429</u>	<u>1,382,622</u>	<u>2,949,437</u>	<u>1,439,705</u>	<u>1,437,963</u>	<u>2,068,816</u>	<u>2,418,733</u>
Capital grants and contributions										
General government	58,288	-	30,140	-	-	14,495	-	14,495	-	-
Security of persons and property	-	-	-	112,602	-	-	-	22,324	140,292	-
Transportation	-	-	2,429,074	-	1,352,553	6,840	570,140	17,159	-	-
Leisure time activities	-	-	-	-	-	-	50,000	149,925	50,000	1,055,000
Community development	-	-	-	-	-	-	-	150,000	1,075,857	372,064
Public works	1,283,315	585,456	291,844	58,988	92,793	90,870	97,241	31,605	1,042,185	401,274
Total capital grants and contributions	<u>1,341,603</u>	<u>585,456</u>	<u>2,751,058</u>	<u>171,590</u>	<u>1,445,346</u>	<u>112,205</u>	<u>717,381</u>	<u>385,508</u>	<u>2,308,334</u>	<u>1,828,338</u>
Total program revenues	<u>6,235,278</u>	<u>5,486,790</u>	<u>8,582,539</u>	<u>4,817,608</u>	<u>6,511,228</u>	<u>5,123,497</u>	<u>4,903,361</u>	<u>5,078,536</u>	<u>7,764,170</u>	<u>7,934,409</u>

City of Brook Park, Ohio

Changes in Net Position (continued)

Accrual Basis of Accounting

Last Ten Fiscal Years

Table 2

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Expenses:										
General government	4,548,339	4,756,377	4,432,813	4,274,233	6,240,854	5,782,005	3,579,725	4,921,067	5,936,761	7,234,473
Security of persons and property	10,659,035	12,063,794	12,555,307	13,944,020	1,595,353	13,192,497	10,688,331	12,480,768	15,176,443	14,723,783
Public health and welfare	230,016	209,629	247,059	148,650	258,849	268,411	253,179	287,474	339,368	240,319
Transportation	3,081,564	2,946,070	3,610,372	4,656,162	6,004,889	2,920,240	3,075,121	3,676,089	4,649,670	5,009,382
Leisure time activities	1,508,908	1,567,408	1,752,451	3,144,157	3,331,253	3,010,335	2,149,141	1,356,474	1,699,000	1,822,733
Community development	1,160,879	1,637,055	1,371,587	1,264,341	1,639,970	1,276,111	594,908	1,052,125	1,843,520	2,366,088
Public works	3,080,342	3,228,252	4,130,367	3,141,480	3,537,867	3,584,899	2,680,307	3,361,595	4,043,196	4,005,442
Interest and fiscal charges	230,077	238,212	512,537	394,353	365,537	350,480	288,012	220,244	226,751	237,910
Total primary government expenses	<u>24,499,160</u>	<u>26,646,797</u>	<u>28,612,493</u>	<u>30,967,396</u>	<u>22,974,572</u>	<u>30,384,978</u>	<u>23,308,724</u>	<u>27,355,836</u>	<u>33,914,709</u>	<u>35,640,130</u>
Net (expense)/revenue	<u>(18,263,882)</u>	<u>(21,160,007)</u>	<u>(18,602,890)</u>	<u>(26,149,788)</u>	<u>(16,463,344)</u>	<u>(25,261,481)</u>	<u>(18,405,363)</u>	<u>(22,277,300)</u>	<u>(26,150,539)</u>	<u>(27,705,721)</u>
General revenues										
Property taxes	1,769,793	1,836,353	1,852,018	1,840,585	2,045,673	1,958,089	1,998,643	2,365,016	2,369,181	2,336,662
Municipal income taxes and Other Taxes	19,570,562	19,608,280	19,774,881	19,911,095	21,231,634	19,725,264	20,386,017	22,648,395	23,510,699	23,235,242
Grants and entitlements										
not restricted to specific programs	716,253	618,590	600,624	596,775	713,811	755,228	792,313	933,208	867,420	878,175
Investment income	19,345	62,985	112,037	188,782	204,679	55,954	4,922	65,181	727,871	1,716,153
Gain on sale of Capital Assets	-	-	-	-	-	-	-	-	754,483	345,683
All other revenues	1,265	16,088	24,845	33,583	154,380	2,416,548	508,761	833,500	1,181,940	2,457,256
Total general revenues	<u>22,077,218</u>	<u>22,142,296</u>	<u>22,364,405</u>	<u>22,570,820</u>	<u>24,350,177</u>	<u>24,911,083</u>	<u>23,690,656</u>	<u>26,845,300</u>	<u>29,411,594</u>	<u>30,969,171</u>
Change in net position	<u>\$ 3,813,336</u>	<u>\$ 982,289</u>	<u>\$ 3,761,515</u>	<u>\$ (3,578,968)</u>	<u>\$ 7,886,833</u>	<u>\$ (350,398)</u>	<u>\$ 5,285,293</u>	<u>\$ 4,568,000</u>	<u>\$ 3,261,055</u>	<u>\$ 3,263,450</u>

City of Brook Park, Ohio

Fund Balances, Governmental Funds

Modified Accrual Basis of Accounting

Last Ten Fiscal Years

Table 3

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
General fund:										
Nonspendable	\$ 295,958	\$ 333,786	\$ 236,118	\$ 586,826	\$ 601,747	\$ 460,896	\$ 510,907	\$ 488,456	\$ 553,652	\$ 543,036
Committed	1,661,168	1,987,936	2,251,239	2,625,460	2,991,010	3,228,932	3,498,224	3,380,442	3,804,963	5,271,958
Assigned	216,578	2,639,376	404,642	1,457,142	2,319,089	4,462,502	1,934,041	461,055	2,570,330	3,672,181
Unassigned	6,697,552	4,787,899	6,028,519	6,109,471	6,980,856	8,550,846	8,057,644	11,351,640	12,589,314	9,424,033
Total general fund	<u>8,871,256</u>	<u>9,748,997</u>	<u>8,920,518</u>	<u>10,778,899</u>	<u>12,892,702</u>	<u>16,703,176</u>	<u>14,000,816</u>	<u>15,681,593</u>	<u>19,518,259</u>	<u>18,911,208</u>
All other governmental funds:										
Nonspendable	-	-	392	-	-	-	-	-	-	-
Restricted	5,247,066	4,026,978	5,307,204	2,989,931	3,507,077	4,329,888	3,844,551	3,549,935	4,307,905	4,880,471
Committed	3,957,344	4,336,381	4,452,527	4,545,380	4,464,332	5,103,300	8,863,291	8,051,677	7,326,101	11,689,649
Assigned	891,596	1,128,496	1,105,049	1,313,686	1,309,936	1,346,266	1,273,192	1,301,118	1,170,662	1,304,243
Unassigned (Deficit)	(27,198)	(66,984)	-	(14,709)	-	-	-	-	-	-
Total all other governmental funds	<u>10,068,808</u>	<u>9,424,871</u>	<u>10,865,172</u>	<u>8,834,288</u>	<u>9,281,345</u>	<u>10,779,454</u>	<u>13,981,034</u>	<u>12,902,730</u>	<u>12,804,668</u>	<u>17,874,363</u>
Total governmental funds	<u>\$ 18,940,064</u>	<u>\$ 19,173,868</u>	<u>\$ 19,785,690</u>	<u>\$ 19,613,187</u>	<u>\$ 22,174,047</u>	<u>\$ 27,482,630</u>	<u>\$ 27,981,850</u>	<u>\$ 28,584,323</u>	<u>\$ 32,322,927</u>	<u>\$ 36,785,571</u>

City of Brook Park, Ohio

Changes in Fund Balances, Governmental Funds
Modified Accrual Basis of Accounting

Last Ten Fiscal Years

Table 4

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Revenues:										
Property Taxes	\$ 1,777,005	\$ 1,832,246	\$ 1,854,778	\$ 1,842,191	\$ 2,044,841	\$ 1,959,741	\$ 2,019,961	\$ 2,313,901	\$ 2,377,528	\$ 2,332,161
Income Taxes	19,271,134	19,055,491	19,436,285	19,794,513	20,547,833	19,230,909	20,915,423	21,795,019	22,894,434	23,409,691
Hotel and Admission Tax	344,687	375,180	294,893	354,703	418,621	158,460	112,846	152,297	228,630	234,186
Intergovernmental	2,969,726	2,177,933	4,243,934	1,593,681	3,580,345	3,595,169	2,838,484	2,625,662	5,162,732	5,136,000
Interest	19,345	62,985	112,067	188,782	204,679	55,954	4,922	65,181	727,871	1,716,153
Licenses and Permits	855,440	751,259	642,082	693,099	769,317	671,324	807,083	804,287	729,911	647,273
Fines and Forfeitures	851,371	715,504	707,177	529,567	666,224	425,554	461,764	555,684	608,924	705,535
Rentals	87,998	90,176	53,299	50,090	50,165	12,741	61,906	57,552	57,990	42,245
Charges for Services	1,688,949	1,662,569	1,763,713	2,352,928	2,223,894	971,562	1,251,271	1,716,582	1,994,534	2,196,241
Contributions and Donations	35,724	38,735	1,825	5,215	6,369	850	52,010	54,855	35,293	2,979
Special Assessments	82,987	63,354	60,216	40,652	77,808	64,438	53,333	75,513	72,119	125
All Other Revenues	472,446	676,328	646,469	30,229	150,834	2,415,695	395,655	631,121	1,181,940	2,457,256
Payment in Lieu of Taxes	-	-	-	-	-	-	-	-	-	112,247
Total Revenues	28,456,812	27,501,760	29,816,738	27,475,650	30,740,930	29,562,397	28,974,658	30,847,654	36,071,906	38,992,092
Expenditures:										
Current:										
Security of persons and property	10,162,731	10,775,343	11,049,682	11,221,844	11,807,686	11,601,531	11,964,308	12,639,567	12,925,599	13,683,433
Public health and welfare	218,934	203,908	234,788	140,349	245,871	256,615	265,632	284,539	304,589	202,027
Leisure time activities	1,196,974	1,264,030	1,266,269	1,296,096	1,325,445	1,194,040	1,311,315	1,370,854	1,376,775	1,404,089
Community development	1,149,580	1,673,383	1,218,055	1,187,445	1,349,657	1,168,998	1,091,983	1,359,090	1,816,870	2,136,007
Public works	2,275,222	2,492,120	2,391,617	1,727,642	2,082,317	2,451,103	2,327,758	2,602,255	2,533,790	2,603,138
Transportation	1,212,767	1,310,713	1,903,259	2,391,326	2,109,374	810,352	1,036,792	1,090,751	987,275	1,271,362
General government	4,546,852	4,624,175	3,747,761	3,717,179	3,804,306	4,637,550	5,265,110	5,787,898	5,672,395	6,691,948
Capital Outlay	5,578,459	4,146,644	12,707,301	4,139,254	4,482,252	1,152,338	4,364,270	3,994,675	6,338,409	6,829,592
Debt Service:										
Principal retirement	764,579	541,847	1,372,623	1,469,126	1,227,395	873,046	898,549	1,305,607	1,424,925	1,620,730
Interest and fiscal charges	282,883	257,212	350,414	428,968	399,714	373,725	276,795	244,903	236,445	233,823
Bond issuance costs	-	-	160,098	-	-	-	44,000	-	-	-
Total expenditures	27,388,981	27,289,375	36,401,867	27,719,229	28,834,017	24,519,298	28,846,512	30,680,139	33,617,072	36,676,149
Excess of revenues over (under) expenditures	1,067,831	212,385	(6,585,129)	(243,579)	1,906,913	5,043,099	128,146	167,515	2,454,834	2,315,943

City of Brook Park, Ohio

Changes in Fund Balances, Governmental Funds (continued)

Modified Accrual Basis of Accounting

Last Ten Fiscal Years

Table 4

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Other financing sources (uses):										
Refunding Bonds Issued	-	-	-	-	-	-	3,580,000	-	-	-
General Obligation Bond issued	-	-	4,980,000	-	-	-	-	-	-	-
OPWC loans issued	1,429,520	19,611	-	-	106,689	21,312	-	-	-	-
Premium on Debt issuance	-	-	219,628	-	-	-	-	-	-	-
Issuance of Financed Purchase Payables	-	-	1,997,323	-	-	227,615	683,698	434,958	498,258	1,385,958
Payment to Refunded Bond Escrow	-	-	-	-	-	-	(3,896,274)	-	-	-
Sale of capital assets	36,565	1,808	-	71,076	547,258	16,557	3,650	-	785,512	760,743
Transfers in	3,726,485	3,757,891	5,227,068	3,399,560	4,024,323	2,396,439	6,577,997	2,408,171	3,733,396	8,634,245
Transfers out	(3,726,485)	(3,757,891)	(5,227,068)	(3,399,560)	(4,024,323)	(2,396,439)	(6,577,997)	(2,408,171)	(3,733,396)	(8,634,245)
Total other financing sources (uses)	1,466,085	21,419	7,196,951	71,076	653,947	265,484	371,074	434,958	1,283,770	2,146,701
Net change in fund balances	\$ 2,533,916	\$ 233,804	\$ 611,822	\$ (172,503)	\$ 2,560,860	\$ 5,308,583	\$ 499,220	\$ 602,473	\$ 3,738,604	\$ 4,462,644
Debt service as a percentage of noncapital expenditures	4.77%	3.39%	6.48%	7.65%	6.14%	5.24%	4.67%	5.53%	5.65%	5.74%

City of Brook Park, Ohio

Assessed Valuations and Estimated True Values

Last Ten Fiscal Years

Table 5

Collection Year	Real Property			Tangible Personal Property			Total			Direct Tax Rate	
	Assessed Value		Estimated Actual Value	Assessed Value Public Utility	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio			
	Residential/ Agricultural	Commercial Industrial/PU									
2015	\$ 256,334,940	\$ 149,203,660	\$ 1,158,681,714	\$ 11,718,840	\$ 13,316,864	\$ 417,257,440	\$ 1,171,998,578	35.60	4.75		
2016	250,842,440	146,587,480	1,135,514,057	11,850,930	13,466,966	409,280,850	1,148,981,023	35.62	4.75		
2017	250,821,870	147,770,180	1,138,834,429	12,450,870	14,148,716	411,042,920	1,152,983,144	35.65	4.75		
2018	250,684,950	150,127,270	1,145,177,771	13,387,250	15,212,784	414,199,470	1,160,390,555	35.69	4.75		
2019	280,925,310	156,441,670	1,249,619,943	13,748,880	15,623,727	451,115,860	1,265,243,670	35.65	4.75		
2020	280,960,650	156,732,310	1,250,551,314	14,539,530	16,522,193	452,232,490	1,267,073,507	35.69	4.75		
2021	280,755,490	156,331,170	1,248,819,029	15,265,040	17,346,636	452,351,700	1,266,165,665	35.73	4.75		
2022	351,141,240	174,519,600	1,501,888,114	15,920,100	18,091,023	541,580,940	1,519,979,137	35.63	4.75		
2023	351,203,530	178,495,130	1,513,424,743	16,814,650	19,107,557	546,513,310	1,532,532,300	35.66	4.75		
2024	351,060,480	177,004,320	1,508,756,571	17,326,060	19,688,705	545,390,860	1,528,445,276	35.68	4.75		

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

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

Source: Cuyahoga County Fiscal Office

City of Brook Park, Ohio

Property Tax Rates – Direct and Overlapping Governments (Per \$1,000 of Assessed Valuation)

Last Ten Years

Table 6

Collection Year	City of Brook Park			Berea City School District	Polaris Vocational School	Cuyahoga County Commissioners	Special (1) Taxing Districts	Total Tax Levy
	General Fund	Special Funds	Total Levy					
2015	\$ 3.85	\$ 0.90	\$ 4.75	\$ 78.00	\$ 2.40	\$ 14.05	\$ 9.38	\$ 108.58
2016	3.85	0.90	4.75	82.20	3.09	14.05	9.38	113.47
2017	3.85	0.90	4.75	82.20	3.09	14.05	9.88	113.97
2018	3.85	0.90	4.75	82.20	3.09	14.05	9.88	113.97
2019	3.85	0.90	4.75	82.20	3.09	14.05	9.88	113.97
2020	3.85	0.90	4.75	82.10	3.09	14.05	10.28	114.27
2021	3.85	0.90	4.75	81.90	3.09	14.85	11.28	115.87
2022	3.85	0.90	4.75	81.90	3.09	14.85	11.28	115.87
2023	3.85	0.90	4.75	81.50	3.09	14.85	11.28	115.47
2024	3.85	0.90	4.75	81.50	3.09	14.85	11.28	115.47

Source: Cuyahoga County Fiscal Officer

(1) – Metroparks, Port Authority, County Library, Community College

City of Brook Park, Ohio

Real Property Tax Levies And Collections

Last Ten Years

Table 7

<u>Year</u>	<u>Current Tax Levy</u>	<u>Current Collections</u>	<u>Percentage of Current Collections</u>	<u>Prior Year Collections</u>	<u>Total Collections (1)</u>	<u>Percentage of Total Collections</u>
			<u>To Current Levy</u>			<u>To Current Levy</u>
2015	\$ 1,968,424	\$ 1,847,043	94%	\$ 31,346	\$ 1,878,389	95%
2016	1,937,631	1,840,233	95%	45,838	1,886,071	97%
2017	1,960,980	1,905,677	97%	50,368	1,956,045	100%
2018	1,965,013	1,913,522	97%	48,507	1,962,029	100%
2019	2,121,392	2,077,312	98%	57,431	2,134,743	101%
2020	2,125,152	2,063,802	97%	54,426	2,118,228	100%
2021	2,134,456	2,097,371	98%	50,534	2,147,905	101%
2022	2,524,134	2,430,068	96%	59,437	2,489,505	99%
2023	2,543,680	2,473,367	97%	74,144	2,547,511	100%
2024	2,632,393	2,563,283	97%	50,006	2,613,289	99%

Source: Cuyahoga County Fiscal Officer

(1) State reimbursement of rollback and homestead exemptions is 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 Brook Park, Ohio
 Principal Taxpayers - Real Estate Tax
2024 and 2015

Table 8

Name of Taxpayer	December 31, 2024	
	Assessed Value (1)	Percent of Total Assessed Value
Drof BP I LLC	\$ 18,575,700	3.41%
Chavez Properties	10,615,130	1.95%
Deep Discount Properties LLC	9,379,110	1.72%
Ford Motor Company	7,700,010	1.41%
Laich Richard D-Trustee	5,740,010	1.05%
Exchangeright Essential Income Strategy Properties 3 LLC	4,759,900	0.87%
Cambridge Owner 1 LLC ETAL	3,048,050	0.56%
178 Acadian LLC	2,774,170	0.51%
AAG- Real Estate/Cleveland Company LLC	2,736,340	0.50%
Foseco Metallurgical Inc.	2,485,000	0.46%
Total	\$ 67,813,420	12.44%
 Total Assessed Valuation	 545,390,860	
Name of Taxpayer	December 31, 2015	
	Assessed Value (1)	Percent of Total Assessed Value
Cleveland Electric Illum Co	\$ 9,626,900	2.28%
M.W.P. Company	8,138,670	1.93%
Ford Motor Engine Plt.	5,239,500	1.24%
CP-Snow Prop, LLC	4,690,500	1.11%
Laich, Walter	4,615,380	1.10%
Tech Park Limited Partnership	3,851,630	0.91%
Brook Park Station, LLC	3,549,010	0.84%
CP-Cleveland ADC, LLC and C	3,227,460	0.77%
Ford Motor Company	2,940,010	0.70%
KW Real Estate/Cleveland Company, LLC	2,295,450	0.54%
Total	\$ 48,174,510	11.42%
 Total Assessed Valuation	 421,440,890	

Source: Cuyahoga County Fiscal Officer
 (1) Excludes Public Utilities

City of Brook Park, Ohio

Municipal Income Tax Revenues By Source
Modified Accrual Basis of Accounting

Last Ten Years

Table 9

Withheld Year	Individual Tax	Municipal Direct Tax	Business Direct Tax	Income Tax Collections
2015	\$ 16,689,291	\$ 861,607	\$ 1,720,236	\$ 19,271,134
2016	16,601,871	854,375	1,599,245	19,055,491
2017	16,751,040	871,010	1,857,938	19,479,988
2018	17,125,289	886,236	1,544,868	19,556,393
2019	17,811,207	876,837	2,124,969	20,813,013
2020	16,671,626	771,557	1,787,726	19,230,909
2021	17,682,073	782,194	2,451,156	20,915,423
2022	17,910,750	844,196	3,040,073	21,795,019
2023	18,998,718	923,643	2,972,073	22,894,434
2024	19,916,735	841,331	2,651,625	23,409,691

Source: City Financial Records

City of Brook Park, Ohio

Ratio of Outstanding Debt to Total Personal Income and Debt per Capita

Last Ten Years

Table 10

Fiscal Year	Governmental Activities			Total	Percentage of Personal Income	Per Capita
	General Obligation Bonds (1)	OPWC Loans	Financed Purchase Agreements			
2015	\$ 7,060,299	\$ 2,921,137	\$ 719,597	\$ 10,701,033	2.33%	\$ 557
2016	6,654,127	2,788,901	449,965	9,892,993	2.15%	515
2017	11,340,263	2,633,141	1,720,425	15,693,829	3.41%	817
2018	10,718,111	2,457,310	1,022,130	14,197,551	3.09%	739
2019	10,120,959	2,388,169	540,565	13,049,693	2.84%	679
2020	9,503,807	2,305,408	589,207	12,398,422	2.70%	645
2021	8,870,811	2,057,820	961,944	11,890,575	2.32%	639
2022	8,152,135	1,875,589	968,526	10,996,250	2.15%	591
2023	7,413,459	1,693,358	939,090	10,045,907	1.96%	540
2024	6,455,000	1,511,128	1,621,548	9,587,676	1.87%	516

(1) – Amounts include associated premiums

Source: City Financial Records

- Population and Personal Income data are presented on Table 15
- The OPWC Loans are in the City's name; however, \$316,768 of the total outstanding at December 31, 2024 will be reimbursed by the City of Cleveland.

City of Brook Park, Ohio

Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita
Last Ten Years

Table 11

Year	Accumulated		Net General Bonded Debt	Assessed Value (3)	Population (2)	Ratio of Net	
	Gross Bonded Debt (1)	Resources Restricted For Repayment				Bonded Debt to Assessed Value	Debt per Capita
2014	\$ 7,456,470	\$ (747,956)	\$ 6,708,514	\$ 421,440,890	19,212	1.59%	\$ 349.18
2015	\$ 7,060,299	\$ (803,224)	\$ 6,257,075	\$ 417,257,440	19,212	1.50%	\$ 325.69
2016	6,654,127	(3,994,770)	2,659,357	409,280,850	19,212	0.65%	138.42
2017	11,340,263	(3,726,530)	7,613,733	411,042,920	19,212	1.85%	396.30
2018	10,718,111	(1,162,932)	9,555,179	414,199,470	19,212	2.31%	497.35
2019	10,120,959	(1,370,897)	8,750,062	451,115,860	19,212	1.94%	455.45
2020	9,503,807	(1,337,446)	8,166,361	452,232,490	19,212	1.81%	425.07
2021	8,870,811	(1,350,209)	7,520,602	452,351,700	18,595 (4)	1.66%	404.44
2022	8,152,135	(1,388,155)	6,763,980	541,580,940	18,595 (4)	1.25%	363.75
2023	7,413,459	(1,338,558)	6,074,901	546,513,310	18,595 (4)	1.11%	326.70
2024	6,455,000	(1,289,522)	5,165,478	545,390,860	18,595 (4)	0.95%	277.79

(1) Includes all general obligation bonded debt and unamortized premiums.

(2) Source: 2010 U.S. Census

(3) Office of the County Fiscal Officer, Cuyahoga County, Ohio

(4) Source: 2020 U.S. Census

City of Brook Park, Ohio
 Computation of Direct and Overlapping Debt
December 31, 2024

Table 12

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>(1) Percentage Applicable to City of Brook Park</u>	<u>Amount Applicable to City of Brook Park</u>
Direct Debt:			
City of Brook Park (2)			
General Obligation Bonds	\$ 6,455,000	100.00%	\$ 6,455,000
OPWC Loan	1,511,128	100.00%	1,511,128
Financed Purchase Payables	1,621,548	100.00%	1,621,548
Total Direct Debt	9,587,676		9,587,676
Overlapping Debt:			
Berea City School District	104,315,000	31.43%	32,790,177
Cleveland City School District	153,970,588	0.60%	927,306
Cuyahoga County	216,475,000	1.73%	3,752,565
Cuyahoga Community College	177,515,000	1.67%	2,960,660
Total Overlapping Debt	652,275,588		40,430,708
Total	\$ 661,863,264		\$ 50,018,384

Source: Cuyahoga County Fiscal Officer

(1) Percentages determined by dividing each overlapping subdivision's assessed valuation within the City by the subdivision's total assessed valuation.
 (2) Amounts include associated premiums.

City of Brook Park, Ohio

Legal Debt Margin

Last Ten Fiscal Years

Table 13

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Assessed Valuation	\$ 417,257,440	\$ 409,280,850	\$ 411,042,920	\$ 414,199,470	\$ 451,115,860	\$ 452,232,490	\$ 452,351,700	\$ 541,580,940	\$ 546,513,310	\$ 545,390,860
Overall debt limit - 10.5% of assessed value	43,812,031	42,974,489	43,159,507	43,490,944	47,367,165	47,484,411	47,496,929	56,865,999	57,383,898	57,266,040
Gross indebtedness	9,981,436	9,443,028	13,973,404	13,175,421	12,509,128	11,809,215	10,928,631	10,027,724	9,106,817	7,966,128
Less: debt outside limitation	(886,946)	(823,593)	(760,240)	(696,887)	(633,534)	(601,857)	(538,504)	(443,474)	(380,121)	(380,121)
Less: amount available in debt service fund	(1,805,318)	(2,111,431)	(1,895,640)	(2,020,619)	(1,971,913)	(1,983,636)	(1,301,847)	(1,790,653)	(1,734,894)	(1,621,011)
Net debt within 10.5% limit	7,289,172	6,508,004	11,317,524	10,457,915	9,903,681	9,223,722	9,088,280	7,793,597	6,991,802	5,964,996
Legal Debt Margin	\$ 36,522,859	\$ 36,466,485	\$ 31,841,983	\$ 33,033,029	\$ 37,463,484	\$ 38,260,689	\$ 38,408,649	\$ 49,072,402	\$ 50,392,096	\$ 51,301,044
Debt Limit - 5.5% of assessed unvoted value	\$ 22,949,159	\$ 22,510,447	\$ 22,607,361	\$ 22,780,971	24,811,372	24,872,787	24,879,344	29,786,952	30,058,232	29,996,497
Gross indebtedness authorized by council:	9,981,436	9,443,028	13,973,404	13,175,421	12,509,128	11,809,215	10,928,631	10,027,724	9,106,817	7,966,128
Less: debt outside limitation	(886,946)	(823,593)	(760,240)	(696,887)	(633,534)	(601,857)	(538,504)	(443,474)	(380,121)	(380,121)
Less: amount available in debt service fund	(1,805,318)	(2,111,431)	(1,895,640)	(2,020,619)	(1,971,913)	(1,983,636)	(1,301,847)	(1,790,653)	(1,734,894)	(1,621,011)
Net debt within 5.5% limit	7,289,172	6,508,004	11,317,524	10,457,915	9,903,681	9,223,722	9,088,280	7,793,597	6,991,802	5,964,996
Unvoted debt margin	\$ 15,659,987	\$ 16,002,443	\$ 11,289,837	\$ 12,323,056	\$ 14,907,691	\$ 15,649,065	\$ 15,791,064	\$ 21,993,355	\$ 23,066,430	\$ 24,031,501

Source: Cuyahoga County Fiscal Officer and City Financial Records

City of Brook Park, Ohio

Principal Employers

Current Year and 2015

Table 14

<u>Employer</u>	2024	
	Employees	Percentage of
Ford Motor Company	2,029	9.31%
Department of the Interior	1,538	7.06%
Marc Glassman Inc.	849	3.90%
Global Payment Holding CO	284	1.30%
Brook Park City	242	1.11%
HX5 SIERRA LLC	227	1.04%
BFS Retail/Commercial OPRN LLC	226	1.04%
HX5 LLC	208	0.95%
Vesuvius USA Corp	191	0.88%
Group Management Svcs Inc.	161	0.74%
Total	<u>5,955</u>	<u>27.33%</u>
Total City Employment	<u>21,788</u>	<u>100.00%</u>

<u>Employer</u>	2015	
	Employees	Percentage of
Ford Motor Company	1,999	9.45%
Department of the Interior	1,500	7.09%
Marc Glassman Inc.	669	3.16%
National City Corporation	434	2.05%
City of Brook Park	386	1.82%
Berea City School District	311	1.47%
Foseco Metallurgical Inc.	285	1.35%
SGT Inc.	180	0.85%
Analex Corporation	135	0.64%
Zin Technologies	134	0.63%
Total	<u>6,033</u>	<u>28.52%</u>
Total City Employment	<u>21,156</u>	<u>100.00%</u>

Source: City Income Tax Department.

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

Table 15

Year	Population (1)	Total Personal Income (4)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)	School Enrollment (2)	Cuyahoga County Unemployment Rate (3)
2015	19,212	459,704,736	23,928	53,264	43.8	6,491	5.5%
2016	19,212	459,704,736	23,928	53,264	43.8	6,537	5.5%
2017	19,212	459,704,736	23,928	53,264	43.8	6,379	5.6%
2018	19,212	459,704,736	23,928	53,264	43.8	6,064	5.0%
2019	19,212	459,704,736	23,928	53,264	43.8	5,817	3.6%
2020	19,212	459,704,736	23,928	53,264	43.8	5,725	6.8%
2021	18,595	512,106,300	27,540	56,302	43.9	5,366	4.9%
2022	18,595	512,106,300	27,540	56,302	43.9	5,049	3.5%
2023	18,595	512,106,300	27,540	56,302	43.9	5,049	3.5%
2024	18,595	512,106,300	27,540	56,302	43.9	5,049	3.5%

(1) Source: 2010 U. S. Census for year 2014-2020; 2020 U.S. Census for year 2021-2023

(2) Source: Ohio Department of Education Website

(3) Source: Ohio Bureau of Employment Services, U.S. Department of Labor, Bureau of Labor Statistics for Cleveland

(4) Computation of per capita personal income multiplied by population

City of Brook Park, Ohio

Full Time Employees by Function/Program

Last Ten Years

Table 16

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function/program:										
General government:										
Council	1.00	1.00	1.00	1.00	1.00	1.00	2.00	1.00	1.00	1.50
Finance	4.00	4.00	4.00	5.00	5.00	4.00	4.00	4.00	4.00	5.50
Tax	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	4.00	5.00
Law	1.00	1.00	2.00	2.00	2.00	2.00	3.00	3.00	3.00	3.00
Mayor's office	2.00	3.00	3.00	3.50	3.50	3.50	3.00	3.50	3.50	4.00
Human resources	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Civil service	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Clerk of courts	1.00	1.00	1.00	1.00	1.00	1.50	1.50	1.50	1.50	1.00
Security of persons and property:										
Safety department	6.00	6.00	3.00	3.00	3.00	2.00	2.00	3.00	3.00	3.00
Animal warden	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Police	36.00	36.00	36.00	35.00	34.00	37.00	37.00	37.00	35.00	35.00
Police administration	1.00	1.00	1.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Property maintenance	3.00	3.00	4.00	4.00	4.00	3.00	3.00	3.00	3.00	3.00
Fire	30.00	30.00	30.00	30.00	31.00	29.00	30.00	31.00	33.00	34.00
Fire administration	-	-	-	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Public health and welfare:										
Office of aging	-	-	-	1.50	1.50	1.00	1.00	1.00	1.50	1.50
Leisure time activities:										
Recreation	6.00	5.00	5.00	5.00	5.00	5.00	4.00	4.00	4.00	5.00
Community development:										
Building	5.00	5.00	5.50	5.00	5.00	5.00	5.00	5.50	4.50	5.00
Economic development	1.00	1.00	1.00	1.00	1.00	1.00	-	1.00	1.00	1.00
Transportation:										
Service	31.00	36.00	36.00	33.00	30.00	30.00	31.00	34.00	32.50	33.00
Public works:										
Service	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Service dispatch	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Totals	<u>136.00</u>	<u>141.00</u>	<u>140.50</u>	<u>141.00</u>	<u>138.00</u>	<u>136.00</u>	<u>137.50</u>	<u>143.50</u>	<u>142.50</u>	<u>148.50</u>

Source: City Payroll Records

City of Brook Park, Ohio
 Operating Indicators by Function/Program
Last Ten Year

Table 17

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function/program:										
General government:										
Council and clerk										
Number of ordinances passed	44	67	40	43	81	44	55	69	71	70
Number of resolutions passed	26	37	29	39	39	22	21	32	20	22
Finance department:										
Number of checks/vouchers issued (excluding payroll)	3,893	3,617	3,282	3,124	3,031	2,857	2,811	3,531	3,501	3,514
Number of purchase orders issued	1,035	1,037	995	966	909	830	831	918	1,062	985
Number of W-2 forms issued	322	302	276	272	279	233	267	276	279	275
City W-2 wages (in millions)	12	11	12	12	12	12	12	12	12	13
Agency ratings - Fitch	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-	AA-
Income tax department:										
Number of individual returns	10,085	10,473	10,398	10,358	10,126	9,609	10,016	9,111	9,748	8,768
Number of business returns	1,922	1,820	1,800	1,800	1,867	1,922	1,751	1,828	1,278	1,135
Number of business withholding accounts	1,568	1,553	1,581	1,604	1,600	1,634	1,664	1,748	1,645	1,765
Civil service:										
Number of exams given	1	2	1	3	4	-	2	5	5	-
Building department										
Number of permits issued	1,510	1,309	1,314	1,320	1,381	1,434	1,317	1,401	1,574	1,921
Security of persons and property:										
Police:										
Number of traffic citations issued	7,959	5,886	6,258	3,766	4,954	2,058	2,712	3,413	3,135	2,632
Number of parking citations issued	2,279	2,257	2,479	2,335	2,710	1,878	1,143	980	1,516	3,339
Number of criminal arrests	707	487	646	537	463	189	361	408	405	513
Animal warden service calls responded to per annual report	1,095	1,177	1,244	1,326	1,408	812	1,132	871	656	903

City of Brook Park, Ohio

Operating Indicators by Function/Program (continued)

Last Ten Years

Table 17

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Security of persons and property:										
Fire:										
EMS calls	2,572	2,639	2,901	2,573	2,747	2,857	3,043	3,117	3,010	3,116
Fire and fire-related calls	446	440	576	607	646	636	717	735	849	1,137
Hydrants tested	1,206	1,206	1,206	1,206	1,160	1,206	1,206	1,206	1,206	1,205
Leisure time activities:										
Recreation:										
Number of memberships	3,100	3,187	2,767	1,348	1,794	1,767	1,829	2,283	1,998	1,903
Community development:										
Parking fees collected due to										
Economic development dept.	985,439	985,758	987,855	991,597	981,453	419,736	494,769	842,986	960,961	963,884
Public works:										
Refuse disposal per year (tons)	9,483	9,734	8,840	10,502	9,083	9,842	9,593	9,276	9,124	9,040
Refuse disposal costs per year	340,659	357,231	429,612	469,575	459,222	584,815	569,007	577,911	435,008	417,124
Percentage of waste recycled	10.00%	12.79%	10.11%	10.38%	0.00%	0.00%	0.00%	8.09%	8.08%	35.95%
Transportation:										
Snowfall in inches	60	68	68	31	40	27	53	74	17	24
Cost of salt purchased	213,392	201,121	88,532	197,521	246,980	159,646	136,831	112,615	125,275	149,251
Asphalt used in road maintenance (tons)	283	173	130	203	206	127	143	349	320	133
Concrete used in road maintenance (yards)	202	261	245	90	153	108	151	211	96	101
Number of trees removed	84	183	-	85	98	94	94	104	111	270
Number of trees planted	-	-	-	-	-	-	-	160	100	-
Senior citizen driveway plowing participants	-	-	-	-	-	-	-	-	-	-

Source: Information was provided from the various departments within the City

City of Brook Park, Ohio

Capital Assets Statistics by Function/Program

Last Ten Years

Table 18

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Function/program:										
General government:										
City Hall square footage	16,880	16,880	16,880	5,600	5,600	5,600	5,600	5,600	5,600	5,600
Other departmental vehicles	12	12	12	12	12	12	12	12	12	12
Security of persons and property:										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Square footage of Police (and Fire) building	16,072	16,072	16,072	16,072	16,072	16,072	16,072	16,072	16,072	16,072
Number of vehicles	30	33	30	35	35	35	35	35	40	31
Number of street lights	2,565	2,565	2,565	2,565	2,565	2,565	2,565	2,565	2,565	2,565
Number of traffic lights	44	44	44	44	44	44	44	44	44	44
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Square footage of station	16,072	16,072	16,072	16,072	16,072	16,072	16,072	16,072	16,072	16,072
Square footage of station - Ruple	3,807	3,807	3,807	3,807	3,807	3,807	3,807	3,807	3,807	3,807
Number of Vehicles	14	14	14	14	14	14	14	14	14	14
Leisure time activities:										
Recreation:										
Number of Parks	7	7	7	7	7	7	7	7	7	7
Number of Pools	2	2	2	2	2	2	2	2	2	2
Number of Diving Tanks	1	1	1	1	1	1	1	1	1	1
Square footage of Recreation Center	105,300	105,300	105,300	105,300	105,300	105,300	105,300	105,300	105,300	105,300
Public works:										
Streets (miles)	46	46	46	46	46	46	46	46	46	46
Service vehicles	74	75	75	77	77	77	77	77	78	79

Source: Information is provided from the City's capital asset records

**CITY OF BROOK PARK
CUYAHOGA COUNTY, OHIO**

AUDIT REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2024**

Zupka & Associates
Certified Public Accountants

**CITY OF BROOK PARK
CUYAHOGA COUNTY, OHIO
AUDIT REPORT
FOR THE YEAR ENDED DECEMBER 31, 2024**

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

City of Brook Park
Cuyahoga County
6161 Engle Road
Brook Park, Ohio 44142

To the Members of City Council:

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Brook Park, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 27, 2025, wherein we noted the City adopted new accounting guidance in Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*.

Report on Internal Control Over Financial Reporting

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

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

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

City of Brook Park
Cuyahoga County
Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance with Government Auditing Standards
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Report on Compliance and Other Matters

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

Purpose of This Report

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



Zupka & Associates
Certified Public Accountants

June 27, 2025

CITY OF BROOK PARK
CUYAHOGA COUNTY, OHIO
SCHEDULE OF PRIOR AUDIT FINDINGS AND RECOMMENDATIONS
DECEMBER 31, 2024

The prior issued audit report, as of December 31, 2023, included no citations or instances of noncompliance.

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OHIO AUDITOR OF STATE KEITH FABER



CITY OF BROOK PARK

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 11/6/2025

65 East State 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