

***VILLAGE OF VALLEY VIEW***

***CUYAHOGA COUNTY, OHIO***

**REGULAR AUDIT**

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







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Columbus, Ohio 43215  
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Village Council  
Village of Valley View  
6848 Hathaway Road  
Valley View, OH 44125-4799

We have reviewed the *Independent Auditor's Report* of the Village of Valley View, Cuyahoga County, prepared by Charles E. Harris & Associates, Inc., 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 Village of Valley View is responsible for compliance with these laws and regulations.

KEITH FABER  
Ohio Auditor of State

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

December 12, 2025

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VILLAGE OF VALLEY VIEW  
CUYAHOGA COUNTY

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**INDEPENDENT AUDITOR'S REPORT**

Village of Valley View  
Cuyahoga County  
6848 Hathaway Road  
Valley View, OH 44125-4799

To the Village Council:

***Report on the Audit of the Financial Statements***

***Unmodified and Adverse Opinions***

We have audited the financial statements of the Village of Valley View, Cuyahoga County, Ohio (the Village), which comprise the cash balances, receipts and disbursements for each governmental and fiduciary fund type as of and for the year ended December 31, 2024, and the related notes to the financial statements.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the cash balances, receipts and disbursements for each governmental and fiduciary fund type as of and for the year ended December 31, 2024, and the related notes to the financial statements, in accordance with the financial reporting provisions which Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C) permit, described in Note 2.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* section of our report, the accompanying financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Village as of December 31, 2024, or the changes in financial position, thereof for the year then ended.

***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* 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 Village, 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.

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

As described in Note 2 of the financial statements, the financial statements are prepared by Village on the basis of the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C), which is an accounting basis other than accounting principles generally accepted in the United States of America (GAAP), to satisfy these requirements. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 2 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03(C) permit. Management is also responsible 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 Village'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 the financial audit standards in the Comptroller General of the United States' *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 Village'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 Village'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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated July 29, 2025 on our consideration of the Village's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. 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 Village'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 Village's internal control over financial reporting and compliance.



**Charles E. Harris & Associates, Inc.**  
July 29, 2025

**Village of Valley View**  
*Cuyahoga County, Ohio*  
**Combined Statement of Receipts, Disbursements**  
*and Changes in Fund Balances (Regulatory Cash Basis)*  
*All Governmental Fund Types*  
*For the Year Ended December 31, 2024*

	General	Special Revenue	Debt Service	Capital Projects	Combined Total
<b>Cash Receipts</b>					
Property and Other Local Taxes	\$ 1,214,079	\$ 434,213	-	-	\$1,648,292
Municipal Income Tax	10,540,430	-	-	\$ 1,797,267	12,337,697
Intergovernmental	96,795	513,630	-	413,873	1,024,298
Charges for Services	252,980	6,002	-	-	258,982
Fines, Licenses and Permits	96,824	760	-	9,000	106,584
Earnings on Investments	336,664	-	-	-	336,664
Miscellaneous	256,788	385,764	-	6,000	648,552
<i>Total Cash Receipts</i>	<u>12,794,560</u>	<u>1,340,369</u>	<u>-</u>	<u>2,226,140</u>	<u>\$16,361,069</u>
<b>Cash Disbursements</b>					
Security of Persons and Property	5,869,217	679,088	-	-	6,548,305
Public Health Services	13,753	-	-	-	13,753
Leisure Time Activities	516,700	331,042	-	-	847,742
Basic Utility Services	331,419	8,500	-	153,294	493,213
Transportation	1,317,334	377,629	-	-	1,694,963
General Government	2,643,848	-	-	-	2,643,848
Capital Outlay	444,661	98,741	-	3,968,750	4,512,152
<i>Total Cash Disbursements</i>	<u>11,136,932</u>	<u>1,495,000</u>	<u>-</u>	<u>4,122,044</u>	<u>16,753,976</u>
<i>Excess of Receipts Over (Under) Disbursements</i>	<u>1,657,628</u>	<u>(154,631)</u>	<u>-</u>	<u>(1,895,904)</u>	<u>(392,907)</u>
<b>Other Financing Receipts (Disbursements)</b>					
Transfers In	3,322	447,000	-	1,935,000	2,385,322
Transfers Out	(2,382,000)	-	-	(3,322)	(2,385,322)
Advances In	583,000	-	-	-	583,000
Advances Out	-	-	-	(583,000)	(583,000)
<i>Total Other Financing Receipts (Disbursements)</i>	<u>(1,795,678)</u>	<u>447,000</u>	<u>-</u>	<u>1,348,678</u>	<u>-</u>
<i>Net Change in Fund Cash Balances</i>	<u>(138,050)</u>	<u>292,369</u>	<u>-</u>	<u>(547,226)</u>	<u>(392,907)</u>
<i>Fund Cash Balances, January 1</i>	<u>2,074,768</u>	<u>1,983,628</u>	<u>48,726</u>	<u>3,670,173</u>	<u>7,777,295</u>
<i>Fund Cash Balances, December 31</i>	<u>\$1,936,718</u>	<u>\$2,275,997</u>	<u>\$48,726</u>	<u>\$3,122,947</u>	<u>\$7,384,388</u>

*See accompanying notes to the financial statements*

**Village of Valley View**  
**Cuyahoga County, Ohio**  
*Statement of Additions, Deductions*  
*and Changes in Fund Balances (Regulatory Cash Basis)*  
*Fiduciary Fund Type*  
*For the Year Ended December 31, 2024*

	Fiduciary Fund Type
	Custodial
<b>Additions</b>	
Charges for Services	\$20,880
Fines, Licenses and Permits for Distribution	94,380
Intergovernmental	8,500
<i>Total Additions</i>	<u>123,760</u>
<b>Deductions</b>	
Distributions to Other Governments	91,544
Distributions of Deposits	32,508
<i>Total Deductions</i>	<u>124,052</u>
<i>Net Change in Fund Balances</i>	(292)
<i>Fund Cash Balances, January 1</i>	<u>30,253</u>
<i>Fund Cash Balances, December 31</i>	<u><u>\$29,961</u></u>

*See accompanying notes to the financial statements*

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 1 - Reporting Entity**

The Village of Valley View (the Village), Cuyahoga County, is a body politic and corporate established to exercise the rights and privileges conveyed to it by the constitution and laws of the State of Ohio: A publicly-elected five-member Council directs the Village. The Village provides general governmental services including maintenance of roads, rubbish collections, water and sewer facilities, parks and recreation operations, building, zoning, safety services and police and fire protection services.

***Jointly Governed Organizations and Public Entity Risk Pool***

The Village participates in three jointly governed organizations and a public entity risk pool. Notes 7, 12 and 13 to the financial statements provide additional information for these entities. The Village's management believes these financial statements present all activities for which the Village is financially accountable.

**Note 2 - Summary of Significant Accounting Policies**

***Basis of Presentation***

The Village's financial statements consist of a combined statement of receipts, disbursements and changes in fund balances (regulatory cash basis) for all governmental fund types, and a statement of additions, deductions, and changes in fund balances (regulatory cash basis) for the fiduciary fund type, which are organized on a fund type basis.

***Fund Accounting***

The Village 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. The funds of the Village are presented below:

***General Fund*** The general fund accounts for and reports all financial resources not accounted for and reported in another fund. The general fund balance is available to the Village for any purpose provided it is expended or transferred according to the general laws of Ohio.

***Special Revenue Funds*** These funds account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The Village had the following significant Special Revenue Funds:

***Street Construction Maintenance and Repair Fund*** The street construction maintenance and repair fund accounts for and reports that portion of the State gasoline tax and motor vehicle license registration fees restricted for construction, maintenance, and repair of streets within the Village.

***Recreation I Fund*** This fund receives property tax money levied for the acquisition, development and continued maintenance of Valley View Woods Park, Lombardo Park and Don Miller Park (Tiny Lane Park).

***Debt Service Funds*** These funds account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The Village had the following significant Debt Service Funds:

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 2 - Summary of Significant Accounting Policies (continued)**

**General Obligation Fund** This fund is used to account for the accumulation of resources for, and the payment of debt principal and interest.

**Special Assessment Debt Fund** This fund is used to account for the acquisition of resources for, and the payment of special assessment debt principal and interest.

**Capital Project Funds** These funds account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The Village had the following significant Capital Project Funds:

**Capital Projects VI Fund** This fund is used for road repairs/replacement, engineering projects and the purchase of major pieces of equipment for all departments.

**Capital Projects HMGP, PDM, and FMA Funds** These funds are used to acquire or raise resident's homes above flood level in the Flood Plain. These programs receive money from the Federal Government (FEMA), State of Ohio Emergency Management, and the Village.

**Sewer and Water Fund** This fund is used to construct and maintain Village sanitary and storm sewers.

**Fiduciary Funds** Fiduciary funds include private purpose trust funds, investment trust funds, and custodial funds. Trust funds account for assets held under a trust agreement meeting certain criteria.

**Custodial Funds** are purely custodial in nature and are used to report fiduciary activity that is not required to be reported in a trust fund. The Village's custodial funds account for the accumulation of resources for, and the payment of fines collected from violators subject to the Village's jurisdiction and collection of deposits for the rental of Village owned facilities and pavilions.

For regulatory purposes, certain own source revenues are permitted to flow through clearing funds presented as custodial funds. The amounts distributed to the other funds of the Village are identified on the statement of additions, deductions and changes in fund balances (regulatory cash basis) all fiduciary fund types. Also, for regulatory purposes, certain deposits and clearing funds are permitted to be presented as custodial funds.

***Basis of Accounting***

These financial statements follow the accounting basis permitted by the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03 (C). This basis is like the cash receipts and disbursements accounting basis. The Village recognizes receipts when received in cash rather than when earned and recognizes disbursements when paid rather than when a liability is incurred. Budgetary presentations report on budgetary expenditures when a commitment is made (i.e., when an encumbrance is approved).

These statements include adequate disclosure of material matters, as the financial reporting provisions of Ohio Revised Code Section 117.38 and Ohio Administrative Code Section 117-2-03 (C) permit.

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 2 - Summary of Significant Accounting Policies (continued)**

***Budgetary Process***

The Ohio Revised Code requires that each fund (except certain custodial funds) be budgeted annually.

***Appropriations*** - Budgetary expenditures (that is, disbursements and encumbrances) may not exceed appropriations at the fund and function, or object level of control and appropriations may not exceed estimated resources. The Village Council must annually approve appropriation measures and subsequent amendments. Unencumbered appropriations lapse at year end.

***Estimated Resources*** - Estimated resources include estimates of cash to be received (budgeted receipts) plus unencumbered cash as of January 1. The County Budget Commission must approve estimated resources.

***Encumbrances*** - The Ohio Revised Code requires the Village to reserve (encumber) appropriations when individual commitments are made. Encumbrances outstanding at year end are carried over and need not be re-appropriated.

A summary of 2024 budgetary activity appears in Note 3.

***Deposits and Investments***

The Village's accounting basis includes investments as assets. This basis does not record disbursements for investment purchases or receipts for investment sales. This basis records gains or losses at the time of sale as receipts or disbursements, respectively.

Money market mutual funds are recorded at share values the mutual funds report. Investment in STAR Ohio is measured 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.

***Capital Assets***

The Village records disbursements for acquisitions of property, plant, and equipment when paid. The accompanying financial statements do not report these items as assets.

***Accumulated Leave***

In certain circumstances, such as upon leaving employment, employees are entitled to cash payments for unused leave. The financial statements do not include a liability for unpaid leave.

***SBITAs***

The Village has entered into noncancelable Subscription-Based Information Technology Arrangements (SBITA) contracts (as defined by GASB 96) for several types of software including contracts related to financial systems and various other software. Subscription disbursements are recognized when they are paid.

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 2 - Summary of Significant Accounting Policies (continued)**

***Settlement Monies***

Ohio has reached settlement agreements with various distributors of opioids which are subject to the One Ohio memorandum of understanding. The original settlement was reached in 2021 with annual payments anticipated through 2038. For 2024, distributions of \$2,898 are reflected as intergovernmental revenue in the Ohio Opioid Settlement Special Revenue Fund in the accompanying financial statements.

***Fund Balance***

Fund balance is divided into five classifications based primarily on the extent to which the Village must observe constraints imposed upon the use of its governmental-fund resources. The classifications are as follows:

***Nonspendable-*** The Village classifies assets as *non-spendable* when legally or contractually required to maintain the amounts intact. For regulatory purposes non-spendable fund balance includes unclaimed monies that are required to be held for five years before they may be utilized by the Village.

***Restricted-*** Fund balance is *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-*** Council can *commit* amounts via formal action (resolution or ordinance). The Village must adhere to these commitments unless the Council amends the resolution or ordinance. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed to satisfy contractual requirements.

***Assigned-*** Assigned fund balances are intended for specific purposes but do not meet the criteria to be classified as *restricted* or *committed*. For regulatory purposes, assigned fund balance in the General Fund is limited to encumbrances outstanding at year end.

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

The Village 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.

For regulatory purposes, limited disclosure related to fund balance is included in Note 14.

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

**Note 3 - Budgetary Activity**

Budgetary activity for the year ending December 31, 2024 follows:

2024 Budgeted vs. Actual Receipts			
Fund Type	Budgeted	Actual Receipts	Variance
	Receipts		
General	\$ 13,321,707	\$ 13,380,882	\$ 59,175
Special Revenue	1,715,864	1,787,369	71,505
Capital Projects	3,908,279	4,161,140	252,861

  

2024 Budgeted vs. Actual Budgetary Basis Disbursements			
Fund Type	Appropriation	Budgetary	Variance
	Authority	Disbursements	
General	\$ 14,462,310	\$ 14,021,049	\$ 441,261
Special Revenue	2,146,015	1,565,252	580,763
Capital Projects	6,108,969	5,724,775	384,194

**Note 4 - Deposits and Investments**

To improve cash management, cash received by the Village is pooled. Monies for all funds are maintained in this pool. The Ohio Revised Code prescribes allowable deposits and investments. The Village also has a segregated account which include clearing accounts that are not part of this pool. A summary of the Village's deposit and investment accounts are as follows:

<i>Cash Management Pool:</i>	<u>2024</u>
Demand deposits	\$ 851,999
Money Market	<u>2,812,350</u>
Total deposits	3,664,349
 STAR Ohio	 <u>3,750,000</u>
Total investments	<u>3,750,000</u>
 Total deposits and investments	 <u><u>\$7,414,349</u></u>
 <i>Segregated Accounts - Not held in the Pool:</i>	
Payroll Clearing Account	\$ 18

The Village has a payroll clearing account that is held outside of the deposit pool where gross payroll is held for distribution. The expenditures included in the accompanying financial statement reflect gross payroll. The balance in the Village's payroll clearing account represent unremitted employee payroll withholdings.



**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 4 - Deposits and Investments (continued)**

***Deposits***

Deposits are insured by the Federal Deposit Insurance Corporation; or collateralized through 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.

***Investments***

Investments in STAR Ohio and mutual funds are not evidenced by securities that exist in physical or book-entry form.

**Note 5-Taxes**

***Property Taxes***

Real property taxes become a lien on January 1 preceding the October 1 date for which the Council adopted tax rates. The State Board of Tax Equalization adjusts these rates for inflation. Property taxes are also reduced for applicable non-business, owner occupancy, and homestead exemption credits and/or homestead and rollback deductions. The financial statements include these credits and/or deduction amounts the State pays as Intergovernmental Receipts. Payments are due to the County by December 31. If the property owner elects to pay semiannually, the first half is due December 31. The second half payment is due the following June 20.

Public utilities are also taxed on personal and real property located within the Village.

The County is responsible for assessing property and for billing, collecting, and distributing all property taxes on behalf of the Village.

***Income Taxes***

The Village levies a municipal income tax of 2 percent on substantially all earned income arising from employment, residency, or business activities within the Village as well as certain income of residents earned outside of the Village.

Employers within the Village withhold income tax on employee compensation and remit the tax to the Village either monthly or quarterly, as required. Corporations and other individual taxpayers pay estimated taxes quarterly and file a declaration annually.

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 6 – Interfund Balances**

***Transfers***

In 2024, the Village had the following transfers:

<b>Transfer From</b>	<b>Transfer to</b>	<b>Amount</b>
General Fund	Cap. Proj. Strathmore Paving	\$ 935,000
General Fund	Fire Pension	347,000
General Fund	Cap Proj Canal Road	500,000
General Fund	Sewer and Water	500,000
General Fund	Police Pension	100,000
Cap Proj HMGP DR-442	General Fund	3,322

All transfers were made in accordance with the Ohio Revised Code.

**Note 7 - Risk Management**

***Workers' Compensation***

The Village participates in the Ohio Municipal League Group Rating Plan (GRP) for worker's compensation. The intent of the GRP is to achieve the benefit of reduced premiums for the participants, foster safer working conditions and foster cost-effective claims management skills by virtue of its grouping and representation with other participants in the GRP. The worker's compensation experience of the participating entities is calculated as one experience and a common premium is applied to all entities in the GRP. Each participant pays its worker's compensation premium to the State based on the rate for all entities in the GRP rather than its individual rate. Total savings are then calculated, and each participant's individual performance is compared to the overall savings of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Sedgwick provides administrative, cost control, and actuarial services to the GRP.

***Commercial Insurance***

The Village has obtained commercial insurance for the following risks:

- Comprehensive Property and General Liability;
- Law Enforcement and Public Officials
- Crime/Cyber Liability
- Vehicles; and
- Errors and Omissions

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 8- Defined Benefit Pension Plans**

***Ohio Public Employees Retirement System***

Some Village employees belong to the Ohio Public Employees Retirement System (OPERS). OPERS is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement health care and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OPERS members contributed 10% of their gross salaries, and the Village contributed an amount equaling 14% of participants' gross salaries. The Village has paid all contributions required through December 31, 2024.

***Ohio Police and Fire Retirement System***

All of the Village's certified Fire Fighters and full-time Police Officers belong to the Ohio Police and Fire Pension Fund (OP&F). OP&F is a cost-sharing, multiple-employer plan. The Ohio Revised Code prescribes this plan's benefits, which include postretirement health care and survivor and disability benefits.

The Ohio Revised Code also prescribes contribution rates. OP&F participants contributed 12.25% of their wages. The Village contributed to OP&F an amount equal to 19.5% of full-time police members' wages and 24% of full-time fire fighters' wages. The Village has paid all contributions required through December 31, 2024.

***Social Security***

Several Village employees (part-time Firemen) contributed to Social Security. This plan provides retirement benefits, including survivor and disability benefits to participants.

Employees contributed 6.2% of their gross salaries. The Village contributed an amount equal to 6.2% of participants' gross salaries. The Village has paid all contributions required through December 31, 2024.

**Note 9- Postemployment Benefits**

Both OPERS and OP&F offer cost-sharing, multiple-employer defined benefit postemployment plans. OPERS offers a health reimbursement arrangement (HRA) allowance to benefit recipients meeting certain age and service credit requirements. The HRA is an account funded by OPERS that provides tax-free reimbursement for qualified medical expenses such as monthly post-tax insurance premiums, deductibles, co-insurance, and co-pays incurred by eligible benefit recipients and their dependents. OP&F uses a stipend-based health care model. A stipend funded by OP&F is placed in individual Health Reimbursement Accounts that retirees use to be reimbursed for health care expenses. For calendar year 2024, the portion of OPERS employer contributions allocated to health care was 0% for members in the traditional pension plan and 2% for members in the combined plan. For 2024, the portion of employer contributions OPERS allocated to health care for members in the member directed plan was 4.0%; however, a portion of the health care rate was funded with reserves. OP&F contributes 0.5% to fund these benefits.

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 10 - Construction and Contractual Commitments**

Potentially significant outstanding construction or other contractual commitments for 2024:

- o \$ 479,036 Unfinished Road Projects
- o \$ 306,699 Roof of Safety Center
- o \$ 88,090 Bridge Repairs

**Note 11 - Contingent Liabilities**

Amounts grantor agencies pay to the Village are subject to audit and adjustments by the grantor. The grantor may require refunding of any disallowed costs. Management cannot presently determine amounts grantors may disallow. However, based on prior experience, Management believes any refunds would be immaterial.

**Note 12 - Jointly Governed Organizations**

**A. Northeast Ohio Public Energy Council (NOPEC)**

The Village is a member of the, Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities. The Village did not make any payments to NOPEC during the audit period.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each community then elect one person to serve on the eight member NOPEC Board of Directors. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. Financial information can be obtained by contacting Chuck Keiper, Executive Director, 31360 Solon Road, Suite 33, Solon, Ohio 44139 or at the website, [www.nopec.org](http://www.nopec.org).

**B. Southwest Council of Governments**

The Southwest Council of Governments (the Council) helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The Board is comprised of one member from each of the sixteen participating entities. The Board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the Board. The Village contributed \$27,500 in 2024 to the Council.

**Village of Valley View**  
*Cuyahoga County*  
*Notes to the Financial Statements*  
*For the Year Ended December 31, 2024*

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**Note 12 - Jointly Governed Organizations (continued)**

The Council has established two subsidiary organizations, The Hazardous Material Response Team (HAZ MAT) which provides hazardous material protections and assistance and the Southwest Enforcement Bureau which provides extra assistance to cities in the form of a SWAT Team. The Council's financial statements may be obtained by contacting the Southwest Council of Governments, 14600 State Road, North Royalton, OH 44133.

**C. Regional Income Tax Agency**

The Regional Income Tax Agency (RITA) is a regional council of governments formed to establish a central collection facility for the purpose of administering the income tax laws of the members and for the purpose of the collection of income taxes on behalf of each member. RITA currently has approximately 350 members in the council of governments. Each member has one representative to the council of governments and is entitled to one vote on items under consideration. RITA is administered by a nine-member board of trustees elected by members of the council of governments. The board exercises total control over RITA's operation including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the council. In 2024, the Village paid RITA approximately \$355,919 for income tax collection services.

**Note 13 - Public Entity Risk Pool**

The Village participates in the Ohio Municipal League Group Rating Plan (GRP) for worker's compensation. The pool's business and affairs are conducted by a twenty-six-member Board of Trustees consisting of fifteen mayors, two council members, three administrators, three finance directors, and three law directors which are voted on by the members for staggered two-year terms. The Executive Director of the Ohio Municipal League serves as coordinator of the Program. Each year participants pay an enrollment fee to the program to cover the costs of administering the program.

**Note 14 - Fund Balances**

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At year end the balances of these amounts were as follows:

		Special	Capital	
Fund Balances	General	Revenue	Projects	Total
Outstanding Encumbrances	\$ 502,117	\$ 70,252	\$1,016,409	\$ 1,588,778

The fund balance of special revenue funds is either restricted or committed. The fund balance of the capital projects fund is restricted, committed or assigned. These restricted, committed and assigned amounts in the special revenue and capital projects funds include the outstanding encumbrances. In the general fund, outstanding encumbrances are considered assigned.

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

Village of Valley View  
Cuyahoga County  
6848 Hathaway Road  
Valley View, OH 44125-4799

To the Village Council:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the cash balances, receipts, and disbursements for each governmental and fiduciary fund type as of and for the year ended December 31, 2024 and the related notes to the financial statements of the Village of Valley View, Cuyahoga County, (the Village) and have issued our report thereon dated July 29, 2025, wherein we noted the Village followed financial reporting provisions Ohio Rev. Code § 117.38 and Ohio Admin. Code 117-2-03(C) permit.

***Report on Internal Control Over Financial Reporting***

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

***Report on Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Village'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 financial statements. 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 an instance of noncompliance or other matter that is required to be reported under *Government Auditing Standards*, which is described in the accompanying Schedule of Findings as item 2024-001.

We also noted certain other matters not requiring inclusion in this report that we reported to the Village's management in a separate letter dated July 29, 2025.

***Village's Response to Finding***

*Government Auditing Standards* requires the auditor to perform limited procedures on the Village's response to the finding identified in our audit and described in the accompanying Corrective Action Plan. The Village's response was not subjected to the other auditing procedures applied in the audit of the financial statements and accordingly, we express no opinion on the response.

***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 Village'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 Village's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



*Charles E. Harris & Associates, Inc.*  
July 29, 2025

**VILLAGE OF VALLEY VIEW  
CUYAHOGA COUNTY  
SCHEDULE OF FINDINGS  
December 31, 2024**

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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**Finding Number 2024-001 – Noncompliance**

Appropriations Exceeding Estimated Resources

Ohio Rev. Code Section § 5705.39 states, in part that “The total appropriations from each fund shall not exceed the total of the estimated revenue available for expenditure. In 2024, the Village’s appropriation exceeded the total certified resources for the following funds:

- Capital Project VI fund appropriations exceeded total certified resources by \$984,891
- Capital Project Canal Road fund appropriations exceeded total certified resources by \$728,901
- Capital Project VVV Bridges fund appropriations exceeded total certified resources by \$20,550
- Capital Project Storm Water fund appropriations exceeded total certified resources by \$45,493

We recommend that the Village monitor its budget and estimated resources to prevent appropriations from exceeding available estimated resources.

**Management’s Response:** See Corrective Action Plan.



VILLAGE OF VALLEY VIEW  
CUYAHOGA COUNTY

CORRECTIVE ACTION PLAN  
For the Year Ended December 31, 2024  
Prepared by Management

<b>Finding Number</b>	<b>Planned Corrective Action</b>	<b>Anticipated Completion Date</b>	<b>Responsible Contact Person</b>
2024-001	Appropriations exceeding estimated resources were due to prior Clerk-Treasurer's Unencumbered Balances that were submitted to the County. Due to all the new staffing and insufficient training, the mistake was not found.	1.1.2025 Tasks already completed correctly	Mary Snyder, Clerk/Treasurer

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# OHIO AUDITOR OF STATE KEITH FABER



**VILLAGE OF VALLEY VIEW**

**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 12/30/2025**

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](http://www.ohioauditor.gov)