



OHIO AUDITOR OF STATE  
**KEITH FABER**





**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
CUYAHOGA COUNTY  
DECEMBER 31, 2020**

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# OHIO AUDITOR OF STATE KEITH FABER



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## INDEPENDENT AUDITOR'S REPORT

Gateway Economic Development Corporation of Greater Cleveland  
Cuyahoga County  
756 Bolivar Road  
Cleveland, Ohio 44115

To the Board of Trustees:

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of the Gateway Economic Development Corporation of Greater Cleveland, Cuyahoga County, Ohio (Gateway), as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the Gateway's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

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

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to Gateway's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of Gateway's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

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

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Gateway, as of December 31, 2020, and the changes in financial position and its cash flows for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

**Emphasis of Matter**

As discussed in Note 10 to the financial statements, the financial impact of COVID-19 and the continuing emergency measures may impact subsequent periods of Gateway. We did not modify our opinion regarding this matter.

**Other Matters**

*Required Supplementary Information*

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

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2021, on our consideration of Gateway's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Gateway's internal control over financial reporting and compliance.



Keith Faber  
Auditor of State  
Columbus, Ohio

September 30, 2021

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
CUYAHOGA COUNTY**

Management's Discussion and Analysis  
For the Year Ended December 31, 2020  
(Unaudited)

The discussion and analysis of the Gateway Economic Development Corporation of Greater Cleveland (Gateway) provides an overall review of Gateway's financial activities for the year ended December 31, 2020. The intent of the discussion and analysis is to look at Gateway's financial performance as a whole; readers should also review the basic financial statements and the notes to the basic financial statements to enhance their understanding of Gateway's financial performance.

The Cavaliers and Gateway finalized and closed out the project known as The Transformation at the  
**Financial Highlights**

**Key financial highlights for 2020 are as follows:**

- The Cavaliers and Gateway finalized and closed out the project known as The Transformation at the Rocket Mortgage FieldHouse (formerly Quicken Loans Arena). This project cost more than \$140,000,000. The Transformation project was paid through \$140 million in County of Cuyahoga, Ohio sales tax bonds issued by the County in October 2017. The Bonds are secured by County sales taxes and being repaid 50% by the Cavaliers through rent under the new lease described below and 50% from public funds consisting of City admission taxes and County bed taxes. Cost overruns or changes in scope which caused the costs to exceed \$140 million were paid by the Cavaliers.
- In 2017, Gateway entered into a new lease and management agreement, dated October 12, 2017, with the Cleveland Cavaliers which extends the lease term through the end of the 2033-2034 season, with two successive five year team options to renew.
- Total Operating Revenues totaled \$5,601,989 for the year.
- The Cleveland Indians have made significant improvements/alterations starting in 2015 through 2020 totaling close to \$49 million to Progressive Field. These alterations were funded by the Cleveland Indians and become the property of Gateway.
- In 2019, the County approved a second Excise Tax Bond for \$40,684,614 of which a total of \$36,075,412 has been disbursed as of December 31<sup>st</sup>, 2020. This Bond was issued to provide additional funding to the Cavaliers to reimburse them for Major Capital projects that they had previously funded. These projects were approved by the Gateway Board.
- The Cleveland Cavaliers have continued to make significant improvements/alterations to Rocket Mortgage FieldHouse totaling \$14,511,063 in 2020. The improvements are in addition to the Transformation \$140,000,000 and second Excise tax of \$40,684,614.
- Gateway and the Cleveland Indians were involved in lease negotiations to extend the current lease.

**Using this Annual Financial Report**

This annual report consists of financial statements and notes to those statements. These statements are organized so the reader can understand Gateway Economic Development Corporation of Greater Cleveland as a financial whole.

The Statement of Net Position and the Statement of Revenues, Expenses and Change in Net Position provide information about the activities of Gateway. Gateway only has one major fund for business-type activities.

**Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position**

While this document contains information about the funds used to provide service to the City, County, the teams and taxpayers, the view of Gateway as a whole looks at all financial transactions and asks the question, "How did we do financially during 2020?" The Statement of Net Position and the Statement of Revenues, Expenses and Changes in Net Position answer this question. These statements include all Assets, Deferred Outflows, Liabilities and Deferred Inflows using the accrual basis of accounting. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when the cash is received.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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Management's Discussion and Analysis  
For the Year Ended December 31, 2020  
(Unaudited)

These statements report Gateway's net position and the change in net position. This change in net position is important because it tells the reader whether Gateway has improved or diminished its net position.

- **Business Activities** – Gateway is a Non-Profit 501(c)(3) Corporation created to own, finance, construct and operate the Gateway Sports Complex by overseeing services such as maintenance, security and capital repairs at the Gateway Sports Complex.

Notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the financial statements.

**Business-wide financial analysis**

Table 1 provides a summary of Gateway's Net Position for 2020 and 2019 Business Type Activities.

**Table 1**

	<u>2020</u>	<u>2019</u>
<b>ASSETS:</b>		
Current Assets-Unrestricted	\$ 649,452	\$ 423,298
Current Assets-Restricted	268,931	8,221,107
Non-Current Assets	428,727,537	415,929,645
<b>Total Assets</b>	<b>\$ 429,645,920</b>	<b>\$ 424,574,050</b>
<b>LIABILITIES:</b>		
Current Liabilities	\$ 9,603,174	\$ 16,766,811
Non-Current Liabilities	291,873,802	289,777,897
<b>Total Liabilities</b>	<b>\$ 301,476,976</b>	<b>\$ 306,544,708</b>
<b>Net Position</b>		
Net Investment in Capital Assets	\$ 129,523,735	\$ 119,261,748
Restricted for Capital Repairs	268,931	8,221,107
Unrestricted	(1,623,722)	(9,453,513)
<b>Total Net Position at End of Year</b>	<b>\$ 128,168,944</b>	<b>\$ 118,029,342</b>

In the case of Gateway, the majority of all assets and liabilities are capital related. As a result, the depreciation, amortization and interest expense have a significant impact on the Total Net Position. The majority of changes are resulting from the significant increases in capital Improvements to Progressive Field and Rocket Mortgage Field House. A large portion of these improvements were completed by year end 2020.

Total Assets of \$429,645,920 increased by \$5,071,870 primarily due to the new Transformation improvements, Major Capital improvements made in Progressive Field and Rocket Mortgage FieldHouse along with Alterations in Progressive Field.



**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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Management's Discussion and Analysis  
For the Year Ended December 31, 2020  
(Unaudited)

Net Position for 2020 totaled \$128,168,944. Increases to the net position were due to significant capital improvements such as Major Capital through the Excise Tax, Transformation and Alterations by both teams at the facilities. Many of these projects were completed in 2020.

**Table 2**

	<u>2020</u>	<u>2019</u>
Operating Revenues		
Lease Income	\$ 3,900,103	\$ 4,562,059
Other	1,701,886	2,398,252
<b>Total Operating Revenues</b>	<b>5,601,989</b>	<b>6,960,311</b>
Operating Expenses		
Administrative and General	107,521	104,414
Depreciation and Amortization	20,116,222	14,200,405
Salaries and Related Expenses	995,820	768,247
Professional Fees	133,289	121,819
Property Tax Expense	1,634,146	1,538,468
Security Expense	579,157	1,061,321
Repairs and Maintenance	2,251,205	3,304,626
<b>Total Operating Expense</b>	<b>25,817,360</b>	<b>21,099,300</b>
<b>Operating Loss</b>	<b>(20,215,371)</b>	<b>(14,138,989)</b>
Non-Operating Revenues		
Admissions Tax	8,432,214	8,527,910
Incremental Transient Occup. Tax Credit		1,476,846
Cuyahoga County Grant Revenue	25,371,465	78,964,958
Capital Alteration Improvement Revenue	2,081,270	7,309,070
Transformation Project Revenue	5,466,924	70,633,842
Investment Income	95	425
<b>Total Non-Operating Revenues</b>	<b>41,351,968</b>	<b>166,913,051</b>
Non-Operating Expenses		
Interest Expense	10,996,995	11,366,066
<b>Total Non-Operating Expense</b>	<b>10,996,995</b>	<b>11,366,066</b>
<b>Net Non-Operating Income</b>	<b>30,354,973</b>	<b>155,546,985</b>
Net Position		
Net Increase in Net Position	10,139,602	141,407,996
Total Net Position at Beginning of Year	118,029,342	(23,378,654)
<b>Total Net Position at End of Year</b>	<b>\$ 128,168,944</b>	<b>\$ 118,029,342</b>

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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Management's Discussion and Analysis  
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Lease Income for 2020 was \$3,900,103. This was (\$661,956) less than last year because of a significant scale back of games and events for both sports facilities due to Covid-19. Many cost cutting measures were enacted to help the teams during this difficult period for their businesses. For 2020, Gateway's approved operating budget of \$4,596,827 was paid by the teams as rent pursuant to the leases.

Operating expenses for 2020 totaled \$25,817,360 which represents an increase of (\$4,718,060) from the prior year. The increase is primarily due to increases in Depreciation and Amortization for both facilities. Gateway and the teams have worked tirelessly to maintain first class facilities. In October 2017 a new lease was approved between Gateway and The Cleveland Cavaliers. As a result the prepaid rent against future rent obligation is no longer in place.

Non-Operating revenues have decreased due to the completion of the \$140,000,000 Transformation project, and a second Excise Tax Bond totaling \$40,484,614 entering its final phase at Rocket Mortgage Field House for Major Capital Repairs. The teams have also invested in their respective facilities.

**General Budget Highlights**

Administration, maintenance and security of the Gateway Sports Complex fall under the direction of its Executive Director and staff. Gateway staff, in accordance with the team leases, prepares a detailed operating budget for both teams and a consolidated budget that is reviewed with the teams, as well as Gateway's Board of Trustees. This budget, once approved, is analyzed and reviewed on a monthly basis with the teams. Financial reports are also submitted to the Board members and reviewed at quarterly meetings. Gateway also has oversight of capital repairs for both teams.

Gateway's net capital assets as of December 31, 2020 totaled \$428,727,537. Capital assets increased by \$12,797,892. Depreciation was offset by improvements in both facilities. The teams are submitting new requests for Major Capital Improvements. 2014 was the first year for Excise Tax requests based on the voter approved Excise Tax specific to improvements for Sports Facilities. This investment in capital assets includes land, sports facilities and equipment, site-work and furniture.

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Management's Discussion and Analysis  
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**Table 3  
Capital Assets  
Net of Accumulated Depreciation**

	<u>2020</u>	<u>2019</u>
Land	\$ 23,108,049	\$ 23,108,049
Construction In Progress	619,975	274,627,752
Total non-Depreciable Capital Assets	23,728,024	297,735,801
Depreciable Capital Assets (Net)		
Stadium	79,882,344	58,498,082
Arena	321,015,229	54,040,987
Site	1,532,196	2,294,341
Capitalized Costs	2,569,744	3,360,435
Depreciable Net Assets	404,999,513	118,193,845
Total	<u><b>\$ 428,727,537</b></u>	<u><b>\$ 415,929,645</b></u>

Table 4 on the following page summarizes Gateway's long-term loan obligations outstanding.

At the end of 2020, Gateway had Long Term Obligations outstanding of \$161,143,300. Additional information on Gateway's long term debt can be found in the Notes to the Financial Statements. Of this amount, Gateway's current loan with the County has a balance of \$136,779,300. Gateway intends to fully comply with it's obligation under the revolving loan agreement and its obligation to make "Net Revenue" payments to the County. However, based on historical trends, Gateway's ability to repay the obligation is unlikely.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
CUYAHOGA COUNTY**

Management's Discussion and Analysis  
For the Year Ended December 31, 2020  
(Unaudited)

**Table 4  
Outstanding Long-Term Obligations at Year End**

	<b>2020</b>	<b>2019</b>
Bonds Payable:		
Notes Payable:		
Cuyahoga County	\$ 136,779,300	\$ 143,909,300
Cleveland Development Partnership	31,934,000	31,934,000
	168,713,300	175,843,300
Subtotal	168,713,300	175,843,300
Less-Current Portion	(7,570,000)	(7,130,000)
	<b>\$ 161,143,300</b>	<b>\$ 168,713,300</b>
Total		

**Economic Factors and Next Year's 2021 Budget**

On September 15, 2008 Gateway and the Indians signed a new lease that extended the lease term and therefore guaranteed the team would remain through 2023. Negotiations are underway to renew the lease to keep the team in Cleveland through 2036. Gateway and the Cleveland Indians have worked cooperatively with the City and County and others to extend the lease term and amend and restate the current Indians lease for a term extending through December 31, 2036 and to provide for approximately \$200 million in new improvements to the Ballpark, in addition to providing for continued payment of capital repairs to the Ballpark by Gateway and its public partners.

On August 5, 2021, the Cleveland Indians, City of Cleveland, Cuyahoga County and the State of Ohio publicly announced an agreement in principal for a new extended lease. This agreement embodied in a Term Sheet, is subject to approval by City Council, County Council and the Gateway Board. In addition, the State must provide \$30 million of funding. When approved, the County will issue bonds to provide funding not covered by one-time sources for the \$200 million in Ballpark improvements.

Finally, the Indians and Gateway will need to finalize the Amended and Restated Lease and resolve any outstanding issues

In October 2017 Gateway and the Cavaliers entered into a new Lease and Management Agreement that made many changes and extended the term of the lease through the end of the 2034 season, with two successive five year team options to renew. In addition, Gateway and the Cavaliers along with Cuyahoga County approved the Arena Transformation project. This project included major modifications and improvements to both the north and

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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Management's Discussion and Analysis  
For the Year Ended December 31, 2020  
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south facades of the Arena, and multiple changes to the interior of the building creating a larger entrance and reception area. Gateway through a bond issue by Cuyahoga County, has agreed to pay construction costs up to \$140 million from bond proceeds. The Cavaliers have agreed to pay any construction costs in excess of \$140 million. This project as of the end of year 2019 is largely completed. The team has paid construction costs over \$140 Million.

As we analyze the last few years, the new leases signed by both teams have worked largely as anticipated. Gateway has had a predictable stream of revenue to cover its operating expenses and the teams have taken advantage of Excise Tax Revenues for Major Capital Repairs. The new leases, represent a reaffirmation of Memoranda of Understanding between Gateway and the Cleveland Cavaliers and Gateway and the Cleveland Indians, Gateway's notes payable to the County, the Cleveland Development Partnership, and Cleveland Foundation/Cuyahoga County are subject to revolving loan agreements and its obligation is to make "net revenue" payments to each entity. However, based on historical trends, Gateway will not be able to pay back these note payable amounts.

These lease agreements have helped protect the financial interests of Gateway. These agreements also protect the taxpayer's investment in the facilities through City and County investment without asking the County or City taxpayers to subsidize Gateway operations. The teams have approved Gateway's 2021 operations budget totaling \$4,596,827. Included in this budget are additional funds to cover assessments totaling \$121,817 to participate in the Downtown Cleveland Business Improvement District. This represents the Sixteenth year of the Business Improvement District. The teams forward these payments monthly.

The Excise Tax approval has allowed the Indians to make significant Major Capital Improvements to the Ballpark in 2015 through 2020 totaling close to \$45,000,000. The total alterations completed to the Ballpark by 2020 will be close to \$49,000,000. The Cleveland Indians are funding these alteration projects.

The approval of the Excise Tax by the voters has supported Major Capital projects by the teams for both facilities. The Cavaliers Capital Improvements for 2014 through 2020 totaled close to \$63,000,000 (Including the second Bond submission totaling \$36,075,412). Other Major Capital projects will continue throughout 2021 and the foreseeable future.

In 2021 both sports facilities have commenced games and events in coordination with City, County and State guidelines. The teams are looking forward to being allowed unlimited maximum attendance the remainder of the year.

**Contacting Gateway's Financial Management**

The financial report is designed to provide the City, County, taxpayers and any other interested parties with a general overview of Gateway's finances. If you have any questions about this report or need additional information, contact Gateway's Executive Director, Todd Greathouse at Gateway Economic Development Corporation of Greater Cleveland, 758 Bolivar, Cleveland, Ohio 44115, and phone no. 216-420-4071.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION  
OF GREATER CLEVELAND**

*Statement of Net Position  
As of December 31, 2020*

**Assets**

**Current Assets - Unrestricted**

Cash and Cash Equivalents	\$	565,558
Prepaid Expenses and Other Assets		83,894
		<u>649,452</u>

**Current Assets-Restricted**

Restricted Cash and Cash Equivalents		<u>268,931</u>
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Total Current Assets		<u>918,383</u>
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**Non-Current Assets**

Sports Facility Project:

Land	23,108,049
Stadium	258,377,466
Arena	457,651,691
Site	39,952,046
Capitalized Costs	23,720,720
Furniture, Fixtures and Equipment	111,480
Construction in Progress	619,975

803,541,427

Less: Accumulated Depreciation	<u>374,813,890</u>
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Total Non-Current Assets	<u>428,727,537</u>
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Total Assets	<u>\$ 429,645,920</u>
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See accompanying notes to the financial statements.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION  
OF GREATER CLEVELAND**

*Statement of Net Position  
As of December 31, 2020*

**Liabilities and Net Position**

**Current Liabilities**

Accounts Payable	\$	-
PPP loan		189,500
Accrued Expenses		36,000
Property Taxes Payable		1,634,153
Unearned Revenue		173,521
Current Portion of Long Term Debt		<u>7,570,000</u>
Total Current Liabilities		<u>9,603,174</u>

**Non-Current Liabilities**

Long Term Debt, Less Current Portion		161,143,300
Long Term Accrued Interest		130,490,502
Refundable Deposits		<u>240,000</u>
Total Non-Current Liabilities		<u>291,873,802</u>

Total Liabilities 301,476,976

**Net Position**

Net Investment in Capital Assets		129,523,735
Restricted for Capital Repairs		268,931
Unrestricted		<u>(1,623,722)</u>

Total Net Position \$ 128,168,944

See accompanying notes to the financial statements.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION  
OF GREATER CLEVELAND**

*Statement of Revenues, Expenses and Changes in Net Position  
For the Year Ended December 31, 2020*

**Operating Revenues**

Lease Income	\$ 3,900,103
Other	1,701,886
Total Operating Revenues	<u>5,601,989</u>

**Operating Expenses**

Administrative and General	107,521
Depreciation and Amortization	20,116,222
Salaries and Related Expenses	995,820
Professional Fees	133,289
Property Tax Expense	1,634,146
Security Expense	579,157
Repairs and Maintenance	2,251,205
Total Operating Expense	<u>25,817,360</u>

Operating Loss (20,215,371)

**Non-Operating Revenues**

Admission Taxes	8,432,214
Capital Improvement Revenue	25,371,465
Capital Alteration Improvement Revenue	2,081,270
Transformation Project Revenue	5,466,924
Investment Income	95
Total Non-Operating Revenues	<u>41,351,968</u>

**Non-Operating Expenses**

Interest Expense	<u>10,996,995</u>
Total Non-Operating Expense	10,996,995

Net Non-Operating Income 30,354,973

Change in Net Position 10,139,602

Net Position - Beginning of Year 118,029,342

Net Position - End of Year \$ 128,168,944

See accompanying notes to the financial statements.



**GATEWAY ECONOMIC DEVELOPMENT CORPORATION  
OF GREATER CLEVELAND**

*Statement of Cash Flows*

*For the Year Ended December 31, 2020*

**Cash Flows from Operating Activities**

Cash Received from Lease Revenue	\$ 3,900,103
Cash Received from Other Revenue	1,701,886
Cash Paid for Administrative and General	(162,202)
Cash Paid for Salaries and Related Expenses	(987,711)
Cash Paid for Professional Fees	(133,289)
Cash Paid for Property Tax Expense	(1,538,461)
Cash Paid for Security Expense	(579,157)
Cash Paid for Repairs and Maintenance	(9,556,043)
Net Cash Provided by Operating Activities	<u>(7,354,874)</u>

**Cash Flows from Capital and Related Financing Activities**

Cash Received from Capital Improvement Revenue	25,371,465
Cash Received from Capital Alteration Improvement Revenue	2,081,270
Cash Received from Transformation Project Revenue	4,874,831
Cash Received from Admission Tax	8,432,214
Cash Received from PPP loan	189,500
Investment Income	95
Interest Expense	(1,331,090)
Site Capital Improvements	(32,294,139)
Construction in Progress	(619,975)
Principal Paid on Bonds Payable	(7,130,000)
Net Cash Used by Capital and Related Financing Activities	<u>(425,829)</u>

Net Increase in Cash and Cash Equivalents (7,780,703)

Cash and Cash Equivalents at Beginning of Year 8,615,192

**Cash and Cash Equivalents at End of Year** \$ 834,489

**Reconciliation of Operating (Loss) to Net Cash Provided by Operating Activities**

Operating (Loss)	\$ (20,215,371)
Adjustments to Reconcile to Net Cash (Used) by Operating Activities:	
Depreciation and amortization	20,116,222
Net Changes in Operating Assets and Liabilities:	
Increase in Prepaid Expenses and Other Assets	(54,681)
Decrease in Accounts Payable	(7,304,838)
Increase in Accrued Expenses	8,109
Increase in Property Taxes Payable	95,685

Net Cash Provided by Operating Activities \$ (7,354,874)

See accompanying notes to the financial statements.



**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020**

**1. DESCRIPTION OF THE REPORTING ENTITY AND BASIS OF PRESENTATION**

Gateway Economic Development Corporation of Greater Cleveland (Gateway) was incorporated on May 31, 1990 and is a not-for-profit corporation legally separate from any other entity. Gateway, the City of Cleveland, and Cuyahoga County have entered into a three party agreement, whereby Gateway is authorized to construct, own, and provide for the operation of the sports facility, which includes a baseball stadium, arena and a joint development site (the Project). Substantially all of Gateway's assets are restricted as to use.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Basis of Accounting**

Gateway follows the accrual basis of accounting whereby revenues are recognized when they are earned and become measurable and expenses are recognized where they are incurred.

Gateway applies a flow of economic resources measurement focus. With this measurement focus, all assets and deferred outflows and liabilities and deferred inflows associated with the operation of the fund are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Net Position presents increases (e.g., revenues) and decreases (e.g., expenses) in fund equity.

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to timing of the measurements made.

**B. Cash and Cash Equivalents**

Cash received by Gateway is deposited into checking accounts for short-term needs. For presentation on the Statement of Net Position, investments with an original maturity of three months or less are considered cash equivalents.

**C. Investments**

Investments are stated at fair value per GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools."

**D. Sports Facility Project**

Costs directly attributable to the stadium, arena and site are separately classified in the financial statements. Joint or common costs are allocated to the project components based upon management's allocation. The Stadium and Arena were substantially completed April 1, 1994 and September 15, 1994, respectively.

The sports facility project is recorded on the basis of cost and is depreciated on a straight-line basis over the estimated useful life of each class of depreciable asset. Normal maintenance and repair costs are expensed as incurred. The estimated useful lives of the assets are as follows:

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
CUYAHOGA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Sports Facility Project (Continued)**

Stadium:

Building and Structure	30 Years
Equipment	5-15 Years
Furniture and Fixtures	5 Years

Arena:

Building and Structure	30 Years
Equipment	5-15 Years
Furniture and Fixtures	5 Years

Site:

Improvements	20 Years
Equipment	5-15 Years

Land contributed to Gateway in 1990 includes the acquisition and demolition cost of obtaining the land by Greater Cleveland New Stadium Corporation.

The Rocket Mortgage Fieldhouse Transformation Project was completed during 2020. The project includes major modifications and improvements to both the north and south facades of the building, and multiple changes to the interior of the building creating a larger entrance and reception area. Gateway, through a bond issue through Cuyahoga County, has agreed to pay construction costs up to \$140 million. The Cavaliers have agreed to pay any construction costs in excess of \$140 million. The total cost of the project capitalized in 2020 was \$196,464,694.

**E. Federal Taxes**

Gateway is exempt from federal taxes under Section 501(c)(3) of the Internal Revenue Code.

**F. Net Position**

Net position is the residual amount when comparing assets and deferred outflows of resources to liabilities and deferred inflows of resources. Net Investment in Capital Assets consist 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. Net Position is reported as restricted when there are limitations imposed on their use either through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

Gateway applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted Net Position are available.

**G. Deferred Outflows/Inflows of Resources**

In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred Outflows of Resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
CUYAHOGA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

In addition to liabilities, the statements of financial position will sometimes report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time.

As of December 31, 2020 Gateway did not have any Deferred Inflows or Deferred Outflows of Resources.

**H. Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from primary activities of the proprietary fund. For Gateway, these revenues are lease income and other income. Revenues and expenses not meeting these definitions are reported as non-operating.

**3. DEPOSITS AND INVESTMENTS**

*Cash on hand:* At year-end, Gateway had \$1,359 in undeposited cash on hand, which is included in the Statement of Net Position of Gateway as part of the equity in pooled cash and cash equivalents.

**Deposits**

At fiscal year ended December 31, 2020, Gateway had the following:

<u>Account Type</u>	<u>Carrying Value</u>
Demand Deposits	\$ 256,712
Money Market Account	<u>307,487</u>
Total Deposits	<u>\$ 564,199</u>

Gateway maintains cash balances in depository institutions at an excess of FDIC insured limits of \$250,000

*Custodial Credit Risk:* Custodial credit risk for deposits is the risk that in the event of bank failure, Gateway will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$6,712 of Gateway's bank balance of \$256,712 was uninsured and uncollateralized. Although all statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject Gateway to a successful claim by the F.D.I.C.

**Restricted Cash**

Restricted cash includes funds maintained for capital repairs and capital improvements. All of the funds were maintained in Money Market Treasury Accounts.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

**4. LONG-TERM OBLIGATIONS**

Long-term debt outstanding at December 31, 2020 is as follows:

	<u>Stated</u> <u>Interest Rate</u>	<u>Balance</u> <u>12/31/2019</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>12/31/2020</u>	<u>Amounts</u> <u>Due in One</u> <u>Year</u>
Notes Payable:						
Cuyahoga County	Variable	\$143,909,300	\$8,459,800	\$15,589,800	\$136,779,300	\$7,570,000
Cleveland Development Partnership	3%-6.25%	31,934,000			31,934,000	
		175,843,300	8,459,800	15,589,800	168,713,300	7,570,000
Less-Current Portion		(7,130,000)	(440,000)		(7,570,000)	
Total long-term debt less current portion		<u>\$168,713,300</u>	<u>\$8,019,800</u>	<u>15,589,800</u>	<u>\$161,143,300</u>	<u>\$7,570,000</u>

**A. Cuyahoga County Notes Payable**

On September 24, 1992, Cuyahoga County (the "County") issued \$75 million (\$35 million fixed rate and \$40 million variable rate) Taxable Economic Development Revenue Bonds. In conjunction with this bond issue, Gateway and the County entered into a Revolving Loan Agreement, whereby the County agreed to loan the bond proceeds to Gateway to pay Arena construction costs. On February 1, 1994, Cuyahoga County issued an additional \$45 million Taxable Economic Development Revenue Bonds. The Revolving Loan Agreement was amended to allow Gateway to borrow the additional proceeds. As of December 31, 2020, Gateway has borrowed \$136.8 million, including interest, under the Revolving Loan Agreement. Gateway is responsible to pay interest on the County bonds to the extent interest expense exceed interest earned by the County on bonds proceeds which have not been borrowed by Gateway. Interest payable included in the notes payable to the County totaled approximately \$82.5 million at December 31, 2020.

Gateway entered into an Emergency Loan Agreement dated December 28, 1995 (effectuated in early 1996) in which Gateway received a total of \$11.5 million to pay for certain cost overruns that were incurred in the construction of the Gateway stadium and arena project. Of this amount, the agreement called for \$2.5 million to be repaid by the City of Cleveland, \$4 million to be repaid directly by Gateway, with the remaining \$5 million to be repaid by the Greater Cleveland Convention and Visitors Bureau (the "Bureau") pending negotiations regarding this repayment between Cuyahoga County and the Bureau. At that time, Gateway determined that the \$5 million to be repaid by the Bureau was not a legal obligation of Gateway and, therefore, recognized this amount as revenue in 1996 pending the outcome of the negotiations between Cuyahoga County and the Bureau. In 2020, the Bureau did not make any payments pursuant to the amended Cooperative Agreement (see note 9).

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

**4. LONG-TERM OBLIGATIONS (Continued)**

**B. Cleveland Development Partnership Notes Payable**

The Cleveland Development Partnership and Gateway have entered into two loan agreements for a total of \$31.9 million. Per the agreements, payment is only to be made on this amount by Gateway out of “surplus cash” as specifically defined in the loan agreements.

Included in the “Thereafter” amount are amounts due on the Cleveland Development Partnership note payable of \$31.9 million and the Cleveland Foundation/Cuyahoga County note payable of \$1.75 million. The \$31.9 million is not included in prior years’ scheduled principal payments because it is only payable out of “surplus cash” as specifically defined in the loan agreement with the Cleveland Development Partnership and after various other obligations are paid first.

**C. Debt to Maturity**

The following schedule represents future principal payments on long-term debt:

	<u>Principal</u>	<u>Interest</u>
2021	\$7,570,000	\$12,568,932
2022	8,040,000	13,069,860
2023	9,900,000	13,578,158
2024	3,500,000	14,245,093
2025	3,500,000	14,958,215
Amount Thereafter	<u>136,203,300</u>	<u>72,477,415</u>
	<u>\$168,713,300</u>	<u>\$140,897,673</u>

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

**5. CAPITAL ASSETS**

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

	<u>1/1/2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/2020</u>
Non-depreciable capital assets:				
Land	\$ 23,108,049	\$ -	\$ -	\$ 23,108,049
Construction in Progress	<u>274,627,752</u>	<u>32,914,113</u>	<u>306,921,890</u>	<u>619,975</u>
Total non-depreciable capital assets:	297,735,801	32,914,113	306,921,890	23,728,024
Depreciable capital assets:				
Stadium	228,116,257	30,261,209	-	258,377,466
Arena	180,991,009	276,660,682	-	457,651,691
Site	39,952,046	-	-	39,952,046
Capitalized Costs	23,720,720	-	-	23,720,720
Furniture, Fixtures and Equipment	<u>111,480</u>	<u>-</u>	<u>-</u>	<u>111,480</u>
Total depreciable capital assets:	472,891,512	306,921,891	-	779,813,403
	<u>1/1/2020</u>	<u>Additions</u>	<u>Deletions</u>	<u>12/31/2020</u>
Accumulated Depreciation:				
Stadium	169,618,175	8,876,947	-	178,495,122
Arena	126,950,020	9,686,445	-	136,636,465
Site	37,657,705	762,142	-	38,419,847
Capitalized Costs	20,360,288	790,688	-	21,150,976
Furniture, Fixtures and Equipment	<u>111,480</u>	<u>-</u>	<u>-</u>	<u>111,480</u>
Total accumulated depreciation:	354,697,668	20,116,222	-	374,813,890
Depreciable net assets, net of accumulated depreciation	<u>118,193,844</u>	<u>286,805,669</u>	<u>-</u>	<u>404,999,513</u>
Capital assets, net	<u><u>\$415,929,645</u></u>	<u><u>\$319,719,782</u></u>	<u><u>\$306,921,890</u></u>	<u><u>\$428,727,537</u></u>



**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

**6. LEASES**

The initial lease Gateway entered into was a 20-year lease agreement with the Cleveland Indians and Management Agreement with Ballpark Management Company providing for the lease of the Stadium and related improvements as well as management and operation of the stadium. The Memorandum of Understanding (MOU) dated January 1, 2004 between Gateway and the Indians modified the understanding of the parties. The Agreed Rent consists of the funds necessary to permit Gateway to meet certain of its obligations to the Indians under the terms of the lease and common area agreements, including funds to pay ball park real estate taxes, overhead expenses, and common area expenses. In September 2008, a new Lease was entered into with the Indians ("2008 Lease"). Gateway was still responsible for Major Capital Repairs

Recently, Gateway and the Cleveland Indians have worked cooperatively with the City, County and others to extend the 2008 Lease term and amend and restate the current Indians lease for a term extending through December 31, 2036, and to provide for approximately \$200 million in new improvements to the Ballpark, in addition to providing for continued payment of capital repairs to the Ballpark by Gateway and its public partners.

On August 5, 2021, the Cleveland Indians, City of Cleveland, Cuyahoga County and the State of Ohio publicly announced an agreement in principal for a new extended lease. His agreement embodied in a Term Sheet, is subject to approval by City Council, County Council and the Gateway Board. In addition, the State must provide \$30 million of funding. When approved, the County will issue bonds to provide funding not covered by one time sources for the \$200 million in Ballpark improvements. Finally, the Indians and Gateway will need to amend and restate the 2008 Lease and resolve any outstanding issues.

During 2017, Gateway entered into a Lease and Management Agreement with the Cavaliers providing primarily for the lease and management of the arena. The term of the agreement is through the end of the 2034 season, with two successive five-year options. The agreed rent consists of the funds necessary to permit Gateway to meet its obligations to the Cavaliers under the terms of the Agreement and Common Area Agreement, including capital repairs, (except for Major Capital Repairs), real estate taxes, overhead expenses, and common area expenses.

**7. PARKING FACILITIES**

In accordance with an agreement with the City of Cleveland, Gateway is required to reimburse the City for the excess of the debt service requirements of the Parking Facilities Refunding Revenue Bonds attributed to the two Gateway garages over the net revenues generated by the two Gateway garages. The first garage on the Gateway site was completed in January 1994. The second garage was completed in August 1994.

In October 2011, the City sold one of the Gateway garages and defeased the applicable bonds. Going forward the amounts required to be reimbursed will be calculated based upon the net revenues of the remaining garage and remaining applicable bonds outstanding.

Due to the uncertainty of collecting such amounts, the City of Cleveland recorded an allowance to offset the amounts in full; therefore, these amounts do not appear in the City of Cleveland's financial statements. Additionally, the net revenues of the parking facilities are not reflected in Gateway's revenues on their Statement of Revenues, Expenses, and Changes in Net Position.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
CUYAHOGA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

**8. RISK MANAGEMENT**

Gateway has obtained commercial insurance for the following risks:

**General Liability:** Policy limits \$1 Million-Medical expenses: \$10,000-General aggregate \$2 Million.

Limitation of coverage to designated premises: "Common areas between Rocket Mortgage Fieldhouse and Progressive Field defined as interior streets, underground service area, east garage bridge (skywalk), interior streets, sidewalks, plaza, parking areas (NSF Lot), and underground dock areas located in the underground service level."

**Commercial Umbrella:** Policy limits \$1 Million

**Automobile Liability:** Limits \$1 Million

**Directors and Officers Insurance:** Total \$10 Million.

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

Gateway also provides health, dental, vision, and life insurance for ten full-time employees through a group program sponsored by the Council of Smaller Enterprises (COSE).

**9. INCREMENTAL TRANSIENT OCCUPANCY TAX CREDIT**

Gateway, Cuyahoga County and The Convention and Visitors Bureau of Greater Cleveland, Inc. (the "Bureau") entered into a Cooperative Agreement (known commonly as the "Bed Tax Agreement") as of September 15, 1992 (the "Cooperative Agreement") which included a provision that allowed a credit to be given to Gateway as payment on the Cuyahoga County Note Payable (for the Arena Bonds Issued by Cuyahoga County discussed in Note 4, which will be referred to herein as the "Gateway Account"). This amount represents the incremental amount the Bureau receives from the County Transient Occupancy Tax, per Section 5739.024, Ohio Revised Code (the "Bed Tax"), which is understood to be generated by new Gateway attendees' utilization of overnight accommodations in the County (the "Annual Incremental Credit"). This credit was to be determined pursuant to and in accordance with a certain Consultant Agreement to be entered into by and among Cuyahoga County, the Bureau and Gateway. This agreement stated in part that "for 1994 or such later year that the Arena Facility is first used, the Bureau shall credit to the Gateway Account the amount determined pursuant to the Consultant Agreement within 10 days of notice thereof. For succeeding years, the Bureau is to credit to the Gateway Account the applicable Annual Incremental Credit as limited by the Bureau's receipt of Bed Tax revenues, as provided" by the Consultant Agreement. Due to no fault of any of the parties, a Consultant Agreement had never been entered into and the Bureau had never credited any amount to the Gateway Account.

Per an agreement entered into between Gateway, Cuyahoga County and the Bureau on December 22, 1998, the Cooperative Agreement was amended by the parties redefining the Annual Incremental Credit. The Annual Incremental Credit will be determined upon Cuyahoga County certifying to the Bureau the amount paid during the calendar year on bond services charges for up to \$75,000,000 on the Arena Bonds accompanied by a financial statement of Gateway reflecting its need to pay any amount not funded from other Gateway revenue.

**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
CUYAHOGA COUNTY**

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2020  
(CONTINUED)**

Such credit will be limited to the difference between the debt service required by the Arena Bonds and the amounts paid by Gateway to Cuyahoga County, if any, along with any other credits. The annual increase of this credit will be capped at no more than 3% greater than the prior calendar year's credit. Since payment of the Annual Incremental Credit will only be advanced upon the certification and delivery of a financial statement from Gateway, this revenue will be recognized by Gateway in the year in which the credit is received.

For 2020, Destination Cleveland's annual credit payment obligation ceased as the County surpassed the \$75,000,000 debt repayment threshold outlined in Section 10 of the Bed Tax Agreement.

**10. COVID-19 PANDEMIC**

During 2020, Covid-19 broke out worldwide. The pandemic reached the United States in the spring of 2020. Starting in March 2020 through June 24th, 2020 no events or games were held at either Rocket Mortgage Field House or Progressive Field. Beginning in July 24, 2020, the Indians began playing games at Progressive Field with no fans. Events at Rocket Mortgage Field House resumed in the fall of 2020 with limited spectators. Gateway has been working with the teams to deal with the situation, including reducing the 2020 budget, including reducing staff. For the entire 2020 year, the teams continued to pay rent and Gateway and the teams continued to find ways to reduce the operations budget. While the pandemic is ongoing, it is difficult to predict the future impact of the COVID-19 on Gateway and the teams. Gateway maintains its vigilance with respect to the situation and intends to take appropriate actions necessary for it, its employees and the teams' benefit.

**11. PAYCHECK PROTECTION PROGRAM LOAN AND FORGIVENESS**

On May 1, 2020, Gateway received a loan of \$189,500 from PNC Bank as servicer for the Small Business Administration (SBA) pursuant to the Federal Paycheck Protection Program (PPP) under the CARES Act. The proceeds were used to support Gateway's operations during 2020 in accordance with the program's requirements which should allow the entire loan amount to be forgiven. Gateway has submitted the required application with the SBA for loan forgiveness and is awaiting confirmation from the SBA that the loan has been forgiven.

**12. SUBSEQUENT EVENT**

Gateway evaluates events occurring subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that affect the financial statements. Subsequent events have been evaluated through September 13, 2021 which is the date the financial statements were available to be issued.



# OHIO AUDITOR OF STATE KEITH FABER



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

Gateway Economic Development Corporation of Greater Cleveland  
Cuyahoga County  
756 Bolivar Road  
Cleveland, Ohio 44115

To the Board of Trustees:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the Gateway Economic Development Corporation of Greater Cleveland, Cuyahoga County, (Gateway) as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise Gateway's basic financial statements and have issued our report thereon dated September 30, 2021, wherein we noted the financial impact of COVID-19 and the continuing emergency measures which may impact subsequent periods of Gateway.

### ***Internal Control Over Financial Reporting***

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

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

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

### ***Compliance and Other Matters***

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

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Efficient • Effective • Transparent

***Purpose of this Report***

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



Keith Faber  
Auditor of State  
Columbus, Ohio

September 30, 2021

# OHIO AUDITOR OF STATE KEITH FABER



**GATEWAY ECONOMIC DEVELOPMENT CORPORATION OF GREATER CLEVELAND  
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 10/19/2021**

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

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