

CITY OF WARRENSVILLE HEIGHTS OHIO



COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED
DECEMBER 31, 2017

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**FOR THE YEAR ENDED
DECEMBER 31, 2017**

James G. Zupka, CPA, Inc.
Certified Public Accountant

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INTRODUCTORY SECTION

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City of Warrensville Heights

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Bradley D. Sellers
Mayor

Karen A. Howse
Finance Director

August 6, 2018

Honorable Members of City Council
and Citizens of Warrensville Heights
Warrensville Heights, Ohio 44128

We are pleased to submit the ***Comprehensive Annual Financial Report of the City of Warrensville Heights*** for the year end of December 31, 2017. This report enables the City to comply with the Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a Generally Accepted Accounting Principles (GAAP) basis. It is also in compliance with the Ohio Revised Code Section 117.38, which requires the cities that are reporting on a GAAP basis to file unaudited basic financial statements with the Auditor of State. This report is submitted to satisfy that requirement.

Management assumes full responsibility for both the completeness and reliability of the information contained within this report, based upon a comprehensive framework of internal controls that has been established for this purpose. The cost of internal controls should not exceed anticipated benefits; therefore, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

James G. Zupka, C.P.A., Inc., a CPA firm, has issued an unmodified (“clean”) opinion on the City of Warrensville Heights’ financial statements for the year end of December 31, 2017. The *Independent Auditor’s Report* is located at the front of the financial section of this report.

Management’s Discussion and Analysis (MD&A) immediately follows the *Independent Auditor’s Report* and provides a narrative introduction, overview, and analysis of the basic financial statements. The *MD&A* complements this letter of transmittal, and should be read in conjunction with it as a document of reference.

The City and Form of Government

The City of Warrensville Heights, Ohio is located in the southeast portion of Cuyahoga County, eight miles from downtown Cleveland. The City was incorporated as a village in 1927, and became a city in 1960. The City has 13,542 residents (10.4% less than 2000 data) according to the 2010 data from the United States Census Bureau.

The City is in the Cleveland Primary Metropolitan Statistical Area, which is comprised of the six counties of Ashtabula, Cuyahoga, Geauga, Lake, Lorain and Medina. The City is also in the Cleveland-Akron-Lorain Consolidated Metropolitan Statistical Area which is the 11th most populous in the country.

The City operates under, and is governed by, its Charter which was adopted in 1958 by its voters, and was last amended in 2010. The City is also subject to certain general laws applicable to all Ohio cities. Under the Ohio Constitution, the City may exercise all local self-government and police powers to the extent that none are in conflict with applicable general laws. The Charter provides for a mayor-council form of government.

Legislative authority is vested in a seven member Council. Formerly, the seven Council members were elected-at-large every two years, and served staggered terms so that no more than four members of Council would be elected at any biennial election. At the municipal election in November 2002, the electors of the City voted to amend the City Charter to require the election of members of Council by specified wards for terms of four years. Thus, at the municipal election in November 2003, the voters of the City elected seven members of Council by wards---each to serve for a term of four years.

The Council fixes compensation of City officials and employees and enacts ordinances and resolutions relating to the City's services: including tax levies, appropriating and borrowing money, licensing and regulating businesses and trades, and other municipal purposes. The Council President is elected by a majority of the Council for a one-year term. The Charter establishes certain administrative departments. The Council may establish divisions of those departments and additional departments.

The City's chief executive and administrative officer is the Mayor who is elected by the voters for a four-year term and serves in a part-time capacity. The Mayor also serves as the City's Safety Director. The Mayor presides over all Council meetings, and may veto any legislation passed by Council. A two-third vote of all members of Council is required to override a veto.

The Mayor appoints, subject to the approval of Council, the directors of the City's departments, the Chiefs of Police and Fire, as well as police and fire personnel after competitive civil service examinations. Additionally, the Mayor appoints members to a number of boards and commissions and, in accordance with civil service requirements, may remove all appointed officials and employees - except Council officers and employees.

The City provides basic services to its residents, including police and fire protection, planning, zoning, street maintenance and repair, rubbish collection, and general administrative services. The City's residents receive water services from the City of Cleveland and sewer services from the Northeast Ohio Regional Sewer District and the City of Bedford Heights. The City is a member of the Northeast Ohio Public Energy Council (NOPEC) and participates in a program for natural gas and electricity for further benefits to the residents.

In addition to the basic services, the City makes available to its resident recreational activities through the YMCA of Greater Cleveland. The City constructed the 40,000 square foot facility in 2012 and engaged the services of the YMCA to manage and operate the facility as a branch for a period of twenty years. The annual membership fees are discounted for the residential and business communities.

The Bedford Municipal Court provides judicial services for the City of Warrensville Heights. The jurisdiction of the court, as established by the Ohio Revised Code, handles cases from fourteen different municipalities.

The annual operating budgets serve as the basis for the City's financial planning and control. The City's Charter requires the Mayor, with the assistance of the Finance Director, to submit a draft of the following year's proposed budget not less than forty-five days (November 16) prior to the end of each fiscal year. The Finance Director is responsible for preparing the budget based upon information submitted by each Department director. Council is required to adopt either an annual budget for the ensuing year or a temporary budget covering the first ninety days of the ensuing year by no later than December 31 of the current year. If a temporary budget is adopted, a permanent budget must be adopted by no later than the ninetieth (90) day of the budget year, normally March 31. In recent years, Council has adopted an annual budget prior to December 31 of the preceding year.

The appropriated budget is prepared by fund, department, and category (personal services and all other expenditures). Council must authorize transfers between departments and between categories within departments and transfers or advances of moneys between funds.

Operating budgets expire on December 31. Budget-to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the General Fund, this comparison is presented as part of the basic financial statements for the governmental funds. For governmental funds, other than the General Fund, with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report.

Economic Condition and Outlook

The City is an inner-ring suburb of the City of Cleveland and is primarily a residential community of beautifully maintained neighborhoods, as well as a thriving and robust business community. The City is home to one of the most technologically advanced hospitals in Northeast Ohio, South Pointe Hospital, an affiliate of Cleveland Clinic that provides quality health care to the City's residents as well as the neighboring communities. The City is diverse and has a growing local economy that maintains a solid tax base through a thriving commercial sector.

The following industries continues to be vital to the City's financial condition and contribute to the stable economic condition of the City: Sherwin-Williams Automotive Finishes Corporation's Research and Development facility and training center; Heinens, Incorporated, a retail food chain, headquarters and warehouse facility; Henkel Corporation manufactures and markets a broad range of high-performance adhesives, sealants and coatings; and Marcus Thomas, a leading advertising firm. All of these have their corporate headquarters in our friendly City. In addition, Harvard Park features Cleveland Marriott East and numerous retail businesses and high-end restaurants. The top ten employers have over 4,200 employees working in the City. (A list of the ten largest employers is featured in the Statistical section.)

The City has consistently enjoyed the benefits of a strong commercial employment base that has provided for a consistent level of withholding tax collection. On a cash basis, the City income tax revenues grew 20% during a five-year period from 2013 to 2017. The City's income collection accounted for over 85% of the General Fund revenues.

Tim Lally Chevrolet opened a 70,000 square foot new car dealership and general offices in the City, in 2016 with a total construction cost of \$10,920,000. There were approximately 156 new jobs established, which was six more than originally estimated in 2016. The City entered into a Tax Increment Financing (TIF) agreement with LBMK Properties, LLC, to assist with financing the project.

Heinens, Incorporated, completed a 60,000 square foot newly constructed building. It is a free standing production facility with state of the art equipment, refrigeration, and production.

Lifebanc added 20,800 square feet addition to its existing 25,468 square feet facility. Lifebanc is a nonprofit organ and tissue recovery organization that serves Ohio's Northeast region of the state and is one of the seven original Organ Procurement Organizations (OPO) in the U.S.

New Commercial Development Projects Approved and Under Development in 2017

- **Adrenaline Monkey:** Inspiring "Adventure for Life", Adrenaline Monkey is a state-of-the-art family adventure and performance training center dedicated to empowering guests of all ages, sizes, and abilities through fun and physical challenges. Located in the City and featuring over 24,000 square feet of indoor space, the facility includes a myriad of active play and training options, including ninja warrior-style obstacle courses, parkour, aerial ropes course, performance training, climbing walls, arcade, and event space.
- **Carvana:** A technology business based in Phoenix, Arizona, is an online-only used car dealer that allows customers to shop, finance, and trade in cars through its website. They plan to open their first Northeast Ohio office in the City.

The City continues to make significant progress in its efforts to strengthen its economic base and community development. Each day, approximately 13,500 people come to work in the City and are responsible for 80% of the City's revenue through income tax withholding. Property tax revenues collected in 2017 represented 2.1% of the City's total revenues.

Current Year Activities

The mission of the City of Warrensville Heights, its mayor, council, and employees, is to enhance the quality of life for all residents by providing the highest level of service in an efficient and cost-effective manner. The City upheld that mission by expanding and improving services and upgrading infrastructure.

Community and Economic Development Department

The Community and Economic Development Department is the lead economic development agency that works with businesses, government, and community partners to attract business investments, develop a connected and supportive business climate, and to grow the City's talented workforce.

2017 Highlights

- **Mobile Food Pantry**

Through our Mobile Food Pantry, the City was able to distribute approximately 123,151 pounds of food in 2017. This distribution impacted approximately 1,732 households and accounted for 3,238 meals served. Of the meals served, there were 549 children fed between 0-17 years old, 1,103 adults between the ages 18-59 and 1,586 seniors 60 years old and over.

- **Community Shred Day**

The City held two residential Shred Day events in 2017. It was estimated that 3,000 individuals received recycling information. Between the two shred events the City was able to shred over 33,000 lbs. of documents and other papers in recycling efforts.

- **Exterior Maintenance Program**

The City continues to set aside grant funds to encourage and assist homeowners with improvements to the exterior maintenance/upkeep of their homes for projects including but not limited to concrete and asphalt, painting, windows, and roof repair. The City was able to positively impact 17 residential homes. Those residents collectively spent on average \$66,892 towards the upkeep and beautification of their homes. In exchange, the City granted out (reimbursed) \$20,295 to residents from the initial grant fund of \$30,000 to assist in facilitating much needed repairs. Concrete/asphalt work (driveways and sidewalks) was completed at 8 of the 17 homes, accounting for \$32,691 of the total amount spent by homeowners. Roofing was completed on 3 homes, accounting for \$21,007 of out of pocket expenses. All other repairs accounted for the remaining \$13,194 spent by homeowners.

- **Homebuyers Education to Homeownership Program – Celebrates *SECOND YEAR***

Breaking Chains Inc. celebrated the second year of its Homebuyer Education Seminars in the months of May-October. The four-part series continued to cover money management, budgeting, credit, and shopping for a mortgage loan. Forty-nine (49) individuals participated in one or more classes, with thirty-two (32) individuals completing all four sessions and receiving a HUD certified Counseling Certification. These individuals now have a better understanding of the complete home buying cycle, and are better equipped to implement the necessary steps to improve their money management, to better monitor their spending habits and credit, allowing them to increase their credit worthiness.

Breaking Chains Inc. consistently provided initial Counseling Assessments to each of these individuals to help determine credit-readiness prior to seeking a lender for pre-approval.

- **The President's Volunteer Service Award**

The City is an official certifying organization of The President's Volunteer Service Award, which is a civil award bestowed by the President of the United States. The President's Volunteer Service Award (PVSA) encourages citizens to live a life of service through presidential gratitude and national recognition. In 2017, the City honored five (5) of its very own residents in recognition of their selfless dedication and generous contribution of time based on cumulative hours over a lifetime. Each recipient received the President's Lifetime Achievement Award for completing over 4,000 or more hours of service in their lifetime. The letter and award were signed by President Obama.

- **Warrensville Emergency Alerts System**

Warrensville Alerts is a FREE mass notification system to issue emergency alerts to the public via the Cuyahoga County Office of Emergency Management ReadyNotify System. The system delivers messages to residents and businesses by telephone, cellular phone, text message, or electronic mail. The City sends notification about emergency events such as Street Closure Alerts, Citywide News, Safety Messages, Building Closures, and other Urgent Messages. This is part of the City's larger vision to develop a state-of-the-art Emergency Management Program.

Since implementing Warrensville Alerts, the City has successfully enrolled 1,120 individuals (primarily City residents), giving them access to emergency and or critical notifications in real time.

Department of Strategic Initiative - 2017 Highlights

- **The Mayor's Forum on Workforce Readiness**

Through the Office of Strategic Initiatives, the City hosted its first Mayor's Workforce Readiness Forum in collaboration with Northeast Ohio First Suburbs Development Council.

The Workforce Readiness Forum was a four (4) part series with a goal of providing City residences and surrounding communities with exposure and information regarding careers in high-demand industries and educational training opportunities that are available through city, county, state and public entities. Residents who attended were engaged in discussions that prepared them to enter the workforce with the requisite knowledge required to succeed in the workplace. Job Fair Vendors were also on-site to vet potential hires, receive prepared resumes, and share organization profiles with potential hires.

Target Population: Displaced workers, under-employed workers, career changers, and high school juniors and seniors on career track. Average Attendance: 150, Average On-site Job Vendors/Job Opportunities: 25/350

Participating Public Organization and Industry Leaders:

PUBLIC ORGANIZATIONS - Cuyahoga Community College (East and Metro), Ohio Means Jobs-Cleveland/Cuyahoga, Cuyahoga Jobs and Families-Workforce Divisions

INDUSTRY LEADERS –

- ✓ **PART I** – Magnet, Formtek, Women in Manufacturing, Plumbers Union-Local 55, The AKA Team, The Construction Employers Association, Tri-C Manufacturing & Unified Technologies Center
- ✓ **PART II** - University Hospital, Tri-C Center for Health Industry Solutions, Tri-C Project Go, Travel Centers of America, Tri- C Technology Center of Excellence
- ✓ **PART III** - Tri-C Goldman Sachs, 10,000 Small Businesses Program, Bauer Griffith Law Firm, LLC, Tucker Ellis, LLP, Cuyahoga County Department of Development, Economic and Community Development Institute of Northern Ohio, Urban League of Greater Cleveland-Cuyahoga Small Business Development Center, Presidents’ Council, Consortium of African American Organizations, US Department of Commerce – US Census Bureau, Tri-C Business & Marketing Department, National Development Council, Ohio Department of Transportation, U.S. Small Business Administration, JumpStart, Inc., Warrensville Heights Area Chamber of Commerce, Citizens Bank
- ✓ **PART IV** – Tri-C Transportation Center, Tri-C Manufacturing Technology Center, Greater Cleveland Regional Transit Authority, Ohio Department of Transportation, The International Brotherhood of Electrical Workers, First Energy Corporation, RWJ Wiring, CLAYCO Corporation

- **“Don’t Call Me Crazy” – Mental Health Awareness and Support for the African American Community**

According to the National Alliance on Mental Health, approximately 1 in 5 in the U.S. – 43.8 million, or 18.5%, experience mental illness in a given year. African Americans sometimes experience more severe forms of mental health conditions due to unmet needs and other barriers.

According to the Health and Human Services Office of Minority Health, African Americans are 20% more likely to experience serious mental health problems than the general population. While Black/African Americans are less likely than white people to die from suicide as teenagers, Black/African American teenagers are more likely to attempt suicide than white teenagers.

Recognizing the data and stigma surrounding mental health in the African American Community, Mayor Bradley Sellers, through the Office of Strategic Initiatives collaborated with Peel Dem Layers Back, an Archie Green Production, to convene a forum that included a panel of mental health leaders and advocates to discuss mental health awareness, education, and resources for the African American community.

The forum was held at Warrensville Heights High School on April 6, 2018, and over 70 people attended to listen and ask question of representatives from organizations such as Releasing the Pressure, Olivet Institutional Baptist Church-Mental Health Support Team, South Euclid United Church of Christ, Robyn C. Hill Counseling & Professional Development Services, Cleveland Clinic, Family Solutions, and Care Alliance Health Center. The evening of thoughtful discussions also embodied performances from Archie Green, hip hop artist, Warrensville Heights High School Poets Society, and Six of Twelve.

- **Warrensville Heights “MYCOM” Community**

The City of Warrensville Heights, “The Friendly City,” is a new MyCom neighborhood that is coming together to focus on a new youth development plan that will model authentic engagement of youth, their families, and the community. Central to the plan will be programming that offers developmental relationships – “close connections through which young people develop the desire and capacity to thrive in life.”

- **#CAREERU Mentoring Program for Warrensville Heights 8th Grad Scholars**

The City and the Warrensville Heights City School District, through a partnership agreement with College Now of Greater Cleveland's Community Connector's Grant, has launched its #CareerU Mentoring Program for 8th grade student scholars at Warrensville Heights Middle School.

The goal of this newly designed mentoring program is to match adult mentors with 8th grade scholars in order to help them with their transition to high school, understand their journey to graduation, and provide guidance to pathways leading to postsecondary education and eventual careers.

2017 Community Partner Grant Awards

On December 19, 2017 the Mayor of Warrensville Heights submitted his recommendation for grant funding to City Council for the community partners below of which subsequent approval was received.

- **Greater Cleveland YMCA** – received \$5,000.00 to assist the Warrensville Heights Branch of the YMCA for scholarships for the “Healthy Weight and Your Child Program.”
- **Greater Cleveland YMCA** – received \$5,000.00 to assist the Warrensville Heights Branch of the YMCA for the “Diabetes Prevention Program.”
- **Cleveland Clinic South Pointe Hospital Cancer Center & Outreach Program** – received \$10,000 to support and expand programming and outreach efforts in the City.
- **Cuyahoga County Public Library** – received \$10,000 to assist the Warrensville Heights Branch Library's Early Reader Summer Camps.
- **Cuyahoga County Public Library** – received \$10,000 to assist the Warrensville Heights Branch with funding a guest lecturer visit by Kareem Abdul-Jabbar.
- **Ohio University Heritage College of Osteopathic Medicine Aspiring Doctor's Program** – received \$10,000 to assist with programming for Warrensville Heights High School Student participants (grades 10 -12).

Police Department

The Police Department continues its commitment to public safety and awareness by responding to 20,715 calls and making 896 arrests in 2017.

2017 Highlights

- **Enhancing the Police Departments technology for the upcoming future.**

The City's Police Department completed the first step for integration of body cameras. After several months of researching a company, the product, and conducting a product evaluation period, the Police Department decided that the Watch Guard in-car and body-worn camera video system will provide the community the overall quality and protection the residents deserve. During implementation, the police department works with the City's Information Technology Department to establish a server capable of maintaining all footage captured during an officer' duty. The final stage of the first step is creating a policy and procedure for the use and care of the in-car body-worn camera video system which includes the city's Legal Department.

- **Manpower**

The City's Police Department is actively striving to increase the manpower for the Department. In 2017, one new officer was sworn in, but with the untimely departure of three officers due to retirements and injury on duty, manpower was down. Within the next calendar year, the Police Department plans to increase manpower by hiring five new officers, as well as re-establish the K-9 Unit, and continue to provide professional and courtesy service to City residents and business owners.

- **Statistics**

In 2017, the City was able to maintain an average statistic ranking in criminal activity compared to 2016. The City had one homicide involving a toddler. The suspect is currently in County jail awaiting trial.

- **Equipment**

In 2017, three new police cruisers were purchased: (1) Ford Utility Explorer and (2) Ford Taurus. The City's Police Department, after a decade, was able to issue every officer in the Department a new duty weapon, which will take the Department into another decade before new weapons will be needed.

Fire Department

The Fire Department responded to 3,251 calls relating to fires, EMS, and hazardous materials. The Department also conducted 124 fire inspections at commercial buildings, hospitals, daycare centers, foster homes, and the City's School District buildings. The Department also provided mutual aid 16 times during the year.

2017 Highlights

- **New Hires**

The Fire Department hired two new firefighters/ paramedics.

- **New Squad**

A new 2016 Ford E-450 Life Line Superliner Type III Ambulance was purchased in 2017 and equipped with the Stryker Power-Cot Lift Systems. The rescue squad is to provide ease of transport and features a battery powered hydraulic system that raises and lowers patients on the cot at the touch of a button. The Department will continue to keep current with advanced training and the latest equipment to make the City as safe as possible.

- **Partnership with Cleveland Clinic**

The Fire Department has partnered with the Cleveland Clinic's Mobile Stroke Unit to provide efficient care to potential stroke patients. The goal of the Mobile Stroke Unit is to shorten the time between the onset of stroke-like symptoms and the delivery of "clot-busting" drugs that should be administered within three hours of symptoms.

Service Department

The Service Department is involved in the maintenance of City streets, sewers, parks, buildings, and vehicles. Rubbish and recycling collection and some lawn maintenance has been outsourced to outside contractors in efforts to better utilize the time and skills of City personnel. 534.21 tons of recyclables were collected in 2017, excluding leaves and compost items. Three trees were planted and almost six hundred trees were trimmed. The Department is also responsible for snow and leaf removal, and assists with community events.

Building Department

The Building Department issued 1,875 permits during 2017 and performed 173 point of sales and 1,185 occupancy and rental inspections. There were also 1,011 exterior property maintenance inspections and over 590 citations issued.

The Department identified substantial growth in new construction projects, both residential and commercial within the City. For residential, there was new housing construction in the Chateaux of Emery Woods and Cinema Park development. For commercial, new construction occurred with Heinen's Incorporated, and Carvana, an online car dealership located at 4070 Interchange Corporate Center Road.

The Civic & Senior Center (Center),

The Civic & Senior Center is a municipal facility whose primary mission is to provide services and activities for the senior and adult community of the City. The Center also serves as an emergency shelter. The Center currently offers a variety of activities and classes. There are opportunities for seniors to go on group outings to the Cleveland Playhouse, Karamu Theater, and other locations, depending on interest.

The Center offers a variety of room rental needs not only at the Center, but at the Chateaux of Emery Woods Clubhouse as well. The rooms can be rented by the residents of the City for adult events.

In 2016, the Center purchased a new van to transport senior residents 60 years and older who are unable to drive themselves. The van is available for medical appointments, dialysis, and physical therapy on Mondays, Tuesdays, and Thursdays from 10:00 a.m. to 2:00 p.m. Transportation is limited to destinations within the eastern suburbs of Cuyahoga County and the University Circle area. Every Wednesday from 10:00 a.m. to 2:00p.m., seniors are transported to Walmart.

2017 Center's Highlights

- **Blend Study Program**

This program addressed the paucity of fresh and nutritious foods accessible to seniors in the Warrensville Heights community. This program combines healthy lifestyle education with nutrition demonstrations using recipes that can be prepared in a blender, recipes that are simple to make, nutritious and delicious. The Center's ultimate goal for this program is to use both education and demonstration to promote a change in the mindset to eating healthy. The event was such a success that Cleveland Clinic has asked to return for another year of further education.

- **Health Fair**

The Civic Center held three health fairs that were well attended by vendors and participants. Some of the participating vendors were South Pointe Hospital-Cleveland Clinic, Ajuha Medical Center, Fairhill Partners, Mero Health, CVS Hearing Specialist, the Northeast Ohio Public Energy Council (NOPEC- a wholesale byer of broker of utility services, such as electricity of long-distance telephone services, who packages it and sells it to consumers), Aetna-Health Insurance Company, Humana-Health Insurance Company, and Right At Home Care-In home care services. Cleveland Clinic and Ahuja Medical Center provided screenings, which were monitored at each health fair. Participants gained a lot of information as it related to their screenings, learned about services that were available at reduced cost, and how to self-care for themselves through educational workshops. Matter of Balance, Chronic Health Pain Management, and Diabetes Management were just a few of the topics presented, and the list continues to grow as providers learn how to better educate the community.

In October 2017, a Community Baby Shower was held at the Civic & Senior Center through Cleveland Clinic for women in their third trimester or women with a child under 6 months of age. The baby shower provided an Infant Mortality Workshop, among others, that equipped expected mothers with valuable information to keep their child healthy and safe during their first year of life and beyond.

There were also opportunities to win gifts, enjoy refreshments, and talk amongst other new and expectant mothers.

- **The Center's Funding Sources**

Fairhill Partners provided priceless workshops to seniors: Matter of Balance, Diabetes Maintenance, and Chronic Disease workshops. The YMCA offered Yoga classes, Zumba classes, and blood pressure management. Vitamix provided blenders for smoothie preparation for the seniors and Cleveland Clinic and Ahuja Medical Center offered free screenings at all of the health fairs.

Major Initiatives

The City has continued its commitment to improving infrastructure, investing in the City's assets throughout the City, and to also upgrading its vehicle fleet one department at a time. In 2017, the City spent approximately \$1.4 million in capital projects. To highlight a few, the City spent approximately \$490,000 purchasing police cars, ambulance, snow plow, salt spreader, service truck and vehicles for the Building Department. Additionally, the City invested \$847,000 in street resurfacing and repairs.

The Mayor's major initiative and focus will continue to be "Growth through Development and Innovation". Through several strategic programs, partnerships and initiatives, the goal is to move the City toward an ultimate objective of continued economic growth through sustainable development and innovation. The Mayor and the Administration have been working on this mission through a three-pronged approach for several years now. They are as follows:

1. Implementation and Retention of Vital City Programs
2. Continued Technological Advances
3. Housing Initiatives.

The City's vision is to redevelop the areas that have been demolished for mix-use commercial, residential development and park setting. As you drive around the City it will immediately become evident that the vision in moving towards reality. It is exciting times for the City of Warrensville Heights and more is sure to come.

Long-Term Financial Planning

The Northfield Road Corridor is still identified as one area most in need of enhancements according to the City's Master Plan. The Plan recommends improvements between Clarkwood Parkway and Emery Road. In an effort to follow the Master Plan, the City proved its commitment by purchasing two buildings on the corridor that remained vacant for many years. The buildings purchased were once the home of a new and used auto dealership that sat on approximately 5.7 acres. In 2017, the City demolished the building with future development plans.

To further strengthen the City's reserve balances for years to come, the City plans to adopt a formal minimum fund balance policy for the General Fund, as well as establish new reserve funds for capital improvement, infrastructure, and for employee retirement payout. It has always been the City's goal to maintain fund balances that would finance at least a minimum of three months (25 percent) of operations. The Finance Department reviews all transactions on an on-going basis, balances bank accounts daily, and works diligently to manage and monitor revenues and expenditures to ensure that adequate fund balances are maintained.

Awards and Acknowledgements

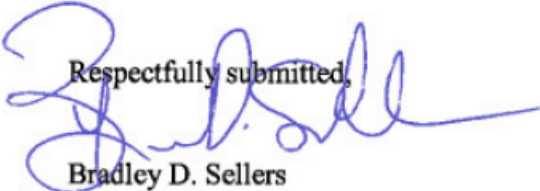
Award---The Government Finance Officers Association of the United States and Canada (GFOA) awarded a 'Certificate of Achievement for Excellence in Financial Reporting' to the City of Warrensville Heights for its Comprehensive Annual Financial Report for the year end of December 31, 2016.

The criteria established to be awarded a 'Certificate of Achievement for Excellence in Financial Reporting', a government unit must publish a reader friendly and efficiently organized comprehensive annual financial report which satisfies all program standards. Such a report must also conform to generally accepted accounting principles, and must satisfy all applicable legal requirements respective to the reporting entity.


The Award is valid for only one year. We believe that our report for the year end of December 31, 2017 continues to meet the standards of the Award. Therefore, we are submitting it to GFOA at this time.

Acknowledgments This Comprehensive Annual Financial Report (CAFR) was prepared by the Finance Department with the efficient and dedicated services of its entire staff. Sincere gratitude goes to City Council for their enthusiastic support and their granting of funds for this project. Appreciation is also expressed to all City Hall Department Heads for their cooperation and assistance.

Respectfully submitted,

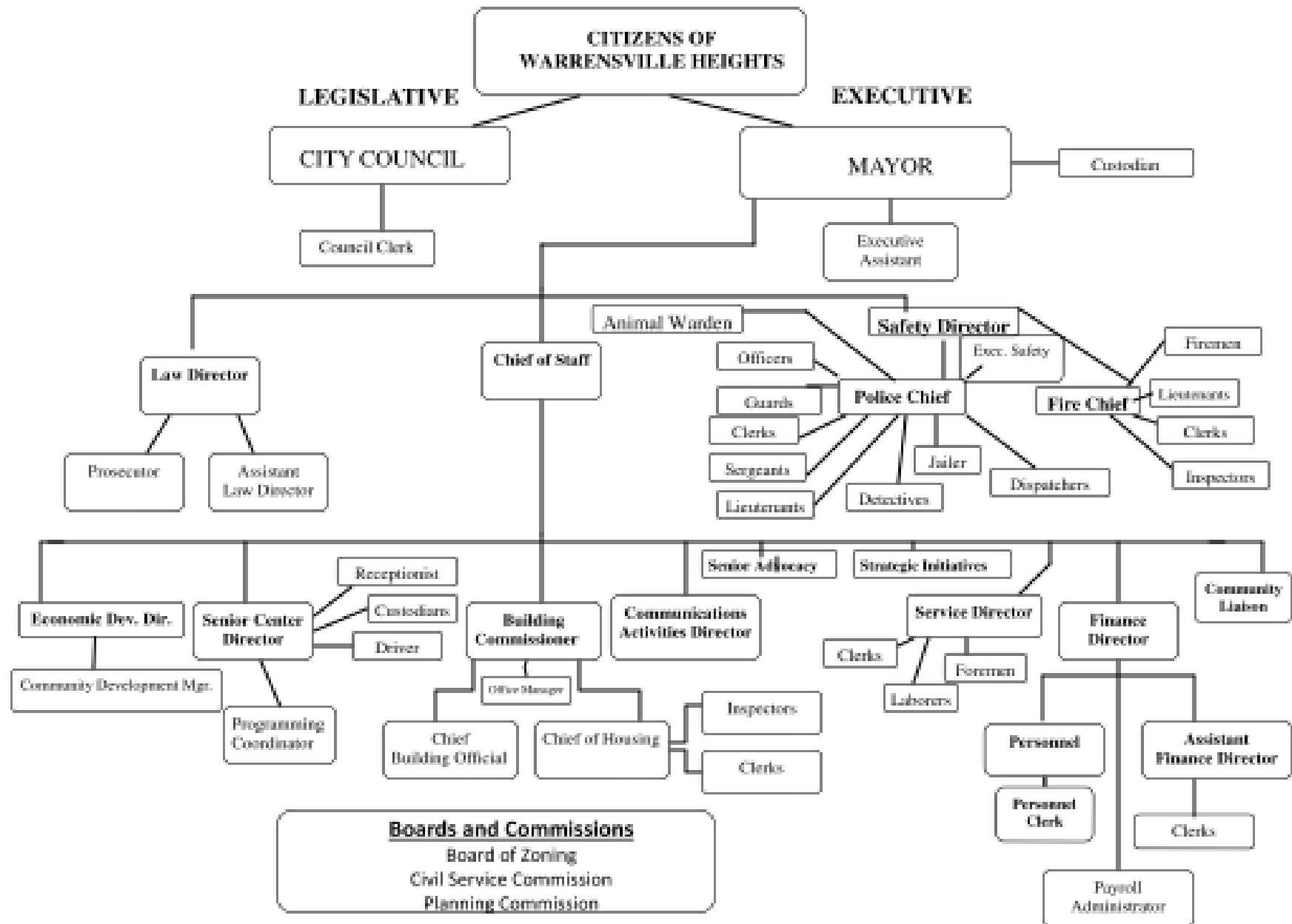


Bradley D. Sellers
Mayor



Karen A. Howse
Director of Finance

CITY OF WARRENSVILLE HEIGHTS ORGANIZATIONAL CHART





Government Finance Officers Association

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

Presented to

**City of Warrensville Heights
Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2016

Christopher P. Morrell

Executive Director/CEO

CITY OF WARRENSVILLE HEIGHTS
ELECTED AND APPOINTED CITY OFFICIALS

HONORABLE MAYOR BRADLEY D. SELLERS

CITY COUNCIL

Andrea Mitchell, Ward 2

Dorise Hagwood, Ward 1

Elona C. White, Ward 3

Walter Stewart, Ward 4

Matthew Howard, Ward 5

Stanley Anderson, Ward 6

Kimberly Hodge-Edwards, Ward 7

APPOINTED OFFICIALS

Kelli Wilson, Chief of Staff

Teresa Beasley, Director of Law

Rubin Moultrie, Director of Finance

Ted Sims, Director of Service

Wesley Haynes, Chief of Police

Herb Waugh, Chief of Fire

Leslie Holland, Personnel Director

Jerome DuVal, Economic Development Director

Ben Brown, Interim Building Commissioner

Jennifer Lastery, Director of Civic and Senior Center

GPD Associates, City Engineer

FINANCIAL SECTION

JAMES G. ZUPKA, C.P.A., INC.

*Certified Public Accountants
5240 East 98th Street
Garfield Hts., Ohio 44125*

Member American Institute of Certified Public Accountants

(216) 475 - 6136

Ohio Society of Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

To the Members of City Council
City of Warrensville Heights
Warrensville Heights, Ohio

The Honorable Dave Yost
Auditor of State
State of Ohio

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Warrensville Heights, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the City of Warrensville Heights as of December 31, 2017, and the respective changes in financial position and the budgetary comparisons for the General Fund and the ODOT SIB Loan Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 6, 2018, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "James G. Zupka, CPA, Inc." The signature is written in a cursive, flowing style.

James G. Zupka, CPA, Inc.
Certified Public Accountants

August 6, 2018

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**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)**

The discussion and analysis of the City of Warrensville Heights' (the City) financial performance provides an overall review of the City's financial activities for the year ended December 31, 2017. The intent of this discussion and analysis is to look at the City's financial performance as a whole. Readers are encouraged to consider information presented here in conjunction with the additional information contained in the transmittal letter, as well as the basic financial statements to enhance their understanding of the City's financial performance.

Financial Highlights

- The liabilities and deferred inflows of the City exceeded assets and deferred outflows at December 31, 2017 by \$2,095,332.
- Total assets decreased by \$229,574 and deferred outflows of resources decreased by \$274,987 in 2017. The largest decreases were in depreciable capital assets of \$280,245 and municipal income taxes receivable of \$389,788. These decreases were partially offset by an increase in property taxes receivable of \$96,032, and an increase in cash of \$410,585. The decrease in deferred outflows of resources was related to the pensions.
- Total liabilities increased by \$1,683,462 and deferred inflows of resources decreased by \$49,178 in 2017. The main fluctuations in liabilities are related to an increase in accounts payable \$565,612, and the net pension liability \$1,520,977. This was partially offset by a decrease in due within one year accrued compensated absences of \$986,368, a decrease in due within one year bonds payable of \$210,000, and a decrease in due within one year capital leases of \$155,607.
- Net position in total decreased by \$2,138,845 during 2017. This represents a decrease of 4,915.42 percent from 2016. The main reason for the decrease in net position is due to the increase in City's expenses in 2017.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are prepared and organized so the reader can understand the City of Warrensville Heights as a financial whole or as an entire operating entity. The statements proceed to provide an increasingly detailed look at our specific financial condition.

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)**

The City as a Whole

Statement of Net Position and the Statement of Activities

The Statement of Net Position presents information, excluding fiduciary funds, on all the City's assets and deferred outflows of resources and liabilities and deferred inflows of resources, with the difference between the two reported as net position.

This change is important because it serves as a useful indicator of whether the City's financial position is improving or diminishing. However, in evaluating the overall position of the City, non-financial information such as changes in the City's tax base, change in the tax law, and the condition of capital assets should also be considered.

In the Statement of Net Position and the Statement of Activities, all of the City's activities are reported as governmental activities, which include all of the City's services including police, fire, administration, and all other departments. The City does not operate any business-type activities and has no component units. Both the Statement of Net Position and the Statement of Activities use the accrual basis of accounting similar to the accounting methods used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

- Assets
- Deferred outflows of resources
- Liabilities
- Deferred inflows of resources
- Net position (Assets and Deferred Outflows of Resources minus Liabilities and Deferred Inflows of Resources)
- Program revenues and expenses
- General revenues
- Net position beginning of year and year-end

Reporting the City's Most Significant Funds

Fund Financial Statements

The analysis of the City's major funds begins on page 17. Fund financial reports provide detailed information about the City's major funds. The City has established many funds that account for the multitude of services, facilities, and infrastructure provided to our residents. However, these fund financial statements focus on the City's most significant funds. In the case of the City of Warrensville Heights, the major governmental funds are the General Fund, Ohio Department of Transportation State Infrastructure Bank Loan and General Obligation Bond Retirement Fund.

Governmental Funds

The governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)**

statements, governmental fund financial statements focus on near-term inflows and outflows of available resources, as well as on balances of resources available at the end of the year.

All City activities are reported in the governmental funds focusing on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. The City's funds are reported using the accounting method called modified accrual accounting which measures cash and all other financial assets that are expected to be readily converted to cash.

The governmental fund statements provide a detailed short-term view of the City's operations and the basic services it provides.

Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate a comparison between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds.

Government-wide Financial Analysis – The City as a Whole

As noted earlier, the Statement of Net Position looks at the City as a whole and can be used as an indicator of the City's financial position. Table 1 provides a summary of the City's net position for 2017 compared to 2016.

Table1 – Net Position

	2017	2016
ASSETS		
Current and other assets	\$ 18,554,397	\$ 18,503,726
Capital assets, net	26,543,274	26,823,519
Total Assets	<u>45,097,671</u>	<u>45,327,245</u>
DEFERRED OUTFLOWS OF RESOURCES		
Pension	<u>5,434,631</u>	<u>5,709,618</u>
LIABILITIES		
Current and other liabilities	4,640,961	4,049,596
Long-term liabilities:		
Due within one year	1,425,047	2,401,965
Due in more than one year		
Net pension liability	21,796,452	20,275,475
Other amounts	23,415,962	22,867,924
Total Liabilities	<u>51,278,422</u>	<u>49,594,960</u>
DEFERRED INFLOWS OF RESOURCES		
Property taxes	1,200,130	1,257,578
Pension	149,082	140,812
Total Deferred Inflows of Resources	<u>1,349,212</u>	<u>1,398,390</u>
NET POSITION		
Net investment in capital assets	1,531,320	4,413,884
Restricted	6,620,709	3,559,537
Unrestricted	(10,247,361)	(7,929,908)
Total Net Position	<u>\$ (2,095,332)</u>	<u>\$ 43,513</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
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In 2015, the City adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*—an Amendment of GASB Statement 27, which significantly revises accounting for pension costs and liabilities.

For reasons discussed below, many end users of this financial statement will gain a clearer understanding of the City's actual financial condition by adding deferred inflows related to pension and the net pension liability to the reported net position and subtracting deferred outflows related to pension and the net pension asset.

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB Statement No. 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability. GASB Statement No. 68 takes an earnings approach to pension accounting; however, the nature of Ohio's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

Under the new standards required by GASB Statement No. 68, the net pension liability equals the City proportionate share of each plan's collective:

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

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the City is not responsible for certain key factors affecting the balance of this liability. In Ohio, the employee shares the obligation of funding pension benefits with the employer. Both employer and employee contribution rates are capped by State statute. A change in these caps requires action of both Houses of the General Assembly and approval of the Governor. Benefit provisions are also determined by State statute. The employee enters the employment exchange with the knowledge that the employer's promise is limited not by contract but by law. The employer enters the exchange also knowing that there is a specific, legal limit to its contribution to the pension system. In Ohio, there is no legal means to enforce the unfunded liability of the pension system as against the public employer. State law operates to mitigate/lessen the moral obligation of the public employer to the employee, because all parties enter the employment exchange with notice as to the law. The pension system is responsible for the administration of the plan.

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
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the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the Statement of Net Position.

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

The largest portion of the City's net position reflects its restricted funds available to pay down the City's debt. At December 31, 2017, total net position had a balance of (\$2,095,332). Total assets decreased by \$229,574 from 2016 to 2017. Of that decrease, the most significant changes were in equity in depreciable capital assets and municipal income taxes receivable, which decreased by \$280,245 and \$389,788, accordingly. Total liabilities increased by \$1,683,462 in 2017. This increase is primarily due to the increase in the net pension liability by \$1,520,977.

Table 2 shows the change in net position for the year ended December 31, 2017 compared to 2016.

Table 2 – Statement of Activities

	2017	2016
REVENUES		
Program Revenues:		
Charges for services	\$ 1,361,739	\$ 1,502,709
Operating grants and contributions	141,546	664,696
Capital grants and contributions	131,869	363,141
Total Program Revenues	<u>1,635,154</u>	<u>2,530,546</u>
General Revenues:		
Property taxes	1,528,193	1,340,073
Municipal income and other taxes	17,607,661	17,824,264
Grants and entitlements	1,729,668	1,276,788
Investment income	74,099	37,654
All other revenues	87,904	192,633
Total General Revenues	<u>21,027,525</u>	<u>20,671,412</u>
Total Revenues	<u>22,662,679</u>	<u>23,201,958</u>
EXPENSES		
Program Expenses:		
Security of persons and property	11,130,235	10,731,241
General government	4,907,339	3,447,287
Public works	4,042,109	2,948,804
Leisure time activities	1,103,575	1,142,545
Transportation	2,004,261	2,670,273
Community development	1,035,567	865,269
Public health and welfare	53,085	53,085
Interest and fiscal charges	525,353	505,598
Total Expenses	<u>24,801,524</u>	<u>22,364,102</u>
Change in Net Position	(2,138,845)	837,856
Net Position - Beginning of Year	43,513	(794,343)
Net Position - End of Year	<u>\$ (2,095,332)</u>	<u>\$ 43,513</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)**

Governmental Activities

Several revenue sources mainly fund the governmental activities with the City municipal income tax being the largest contributor. Under the accrual basis of accounting, the City's municipal income tax accounted for \$17,607,661 or 77.69 percent of total revenues. The electorates of the City voted to change the municipal income tax rate from 2.00 percent to 2.60 percent on May 5, 2009, which took effect on July 1, 2009.

Property and other local taxes of \$1,528,193 accounted for 6.75 percent of total revenues. Charges for services of \$1,361,739 accounted for 6.01 percent of total revenue. Grants and entitlements of \$1,729,668 accounted for 7.63 percent of total revenues. All other revenue sources of \$435,418 accounted for the remaining 1.92 percent of the City's 2017 revenue. The City monitors its sources of revenue very closely for fluctuations throughout the year, especially municipal income taxes.

Security of persons and property, including the Police and Fire departments, accounted for program expenses of \$11,130,235, which is 44.88 percent of total City expenses for 2017. The general government expenses accounted for \$4,907,339, or 19.79 percent of total expenses. The public works expenses, primarily the Service Department, accounted for \$4,042,109, or 16.30 percent of total expenses.

The Police and Fire departments continue to provide the public with informative programs in a professional manner. The departments will continue to look for ways to expand our services and develop new public education programs for the community.

The City's Funds

Information about the City's major funds starts on page 17. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had revenues of \$22,678,928 and expenditures of \$23,740,950 (not including other financing sources and uses). The most significant fund is the General Fund with a fund balance at year-end of \$7,781,962. In 2017, the fund balance of the General Fund decreased by \$840,091. This decrease is primarily due to increases in public works expense.

The City's other major fund is the General Obligation Bond Retirement Fund. The General Obligation Bond Retirement Fund is used to pay the City's outstanding general obligation debt and also accounts for property tax and special assessment revenues which help to make it a major fund. The General Obligation Bond Retirement Fund's fund balance increased by \$147,198 from 2016, with a deficit fund balance of \$1,560,619 at December 31, 2017. This increase in fund balance is mainly due to the repayment of short-term notes payable in the current year.

The City's third major fund is the Ohio Department of Transportation State Infrastructure Bank Loan Fund. The Ohio Department of Transportation State Infrastructure Bank Loan Fund is used to accounts for loan proceeds from the Ohio Department of Transportation for rehabilitation of local roads. The Ohio Department of Transportation State Infrastructure Bank Loan Fund's fund balance increased by \$185,220 from 2016, and had deficit fund balance of \$448,783 at December 31, 2017.

The combined fund balance for all of the City's funds had a balance of \$7,172,665. On a cash basis, short-term note proceeds appear as fund revenues, but on a modified accrual basis the short-term notes appear as a liability.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)**

General Fund Budgeting Highlights

The City's budget is prepared according to Ohio law and is based on accounting for certain transactions on the basis of cash receipts, disbursements, and encumbrances. The most significant budgeted fund is the General Fund. An annual appropriation budget is legally required to be prepared for all funds of the City other than agency funds.

City Council is provided with a detailed line item budget for all departments and after a discussion at a Finance Committee meeting, which is open to the public, the budget is adopted by City Council at a regularly held City Council meeting at the object level for all other funds. The Finance Director has been authorized to allocate appropriations within the object level within each fund.

The General Fund supports many of our major activities including the police department, fire department, and most legislative and executive activities. The General Fund is monitored closely, looking for possible revenue shortfalls or overspending by individual departments.

Both the original revenue and expenditure budget is designed to be very conservative, requiring additional spending requests to be approved by City Council throughout the year. During the course of 2017, the City amended its General Fund budget in response to departmental needs. The original and final budgeted revenue, excluding other financing sources and uses, amounted to \$19,275,979 and \$20,716,427, accordingly. Actual revenues, excluding other financing sources and uses, of \$20,633,886 were \$127,541 less than the final budgeted revenues. This decrease is mainly due to less municipal income taxes received than budgeted.

The original and final budgeted expenditures, excluding other financing sources and uses, amounted to \$19,598,024. Actual expenditures of \$19,721,078 were \$123,054 higher than the final budgeted expenditures. See Notes 4 and 5 of the basic financial statements for additional information.

Capital Assets and Debt Administration

Capital Assets

At the end of 2017, the City had \$26,543,274 invested in land, buildings, land improvements, machinery and equipment, vehicles, furniture and fixtures, and infrastructure. Table 3 shows 2017 balances of capital assets as compared to 2016.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)**

Table 3 – Capital Assets at December 31 (Net of Depreciation)

	2017	2016
Land	\$ 3,641,410	\$ 3,641,410
Buildings	11,706,261	11,975,027
Land Improvements	166,913	183,465
Machinery and Equipment	452,903	490,857
Furniture and fixtures	40,417	62,984
Vehicles	1,121,404	817,709
Infrastructure:		
Roads	6,698,736	6,847,038
Sanitary Sewers	909,700	944,063
Water Lines	818,656	841,830
Storm Sewers	986,874	1,019,136
Total Capital Assets	<u>\$ 26,543,274</u>	<u>\$ 26,823,519</u>

Capital assets decreased by \$280,245 in 2017. The main reason for the decrease was the current year depreciation expense and the disposal of certain machinery and equipment, and furniture and fixtures in 2017.

The City Engineer maintains a comprehensive listing of all the roads, sanitary sewers, waterlines, and storm sewers within the City. Each spring, this inventory is updated with current conditions and recommendations made for repair or replacement. The City has taken an aggressive approach in pursuing funding to assist in the financing of infrastructure projects. See Notes 2 and 11 of the basic financial statements for additional information on capital assets.

Long-Term Obligations

At December 31, 2017, the City had \$46,637,461 in outstanding long-term obligations, of which debt obligations primarily consisted of \$9,881,406 in certificates of participation and \$9,526,940 in various purpose general obligation bonds. Table 4 summarizes the long-term obligations outstanding.

Table 4 – Outstanding Long-Term Obligations at December 31

	2017	2016
General obligation bonds	\$ 9,526,940	\$ 10,321,501
Certificate of Participation	9,881,406	9,885,476
Loans Payable	2,722,395	2,209,828
Compensated Absences	2,468,803	2,380,943
Claims Payable	19,252	15,977
Tap In Fee Agreement Payable	-	13,334
Capital leases	222,213	442,830
Net Pension Liability	21,796,452	20,275,475
Total outstanding debt	<u>\$ 46,637,461</u>	<u>\$ 45,545,364</u>

The City's overall legal debt margin was \$13,356,830 with an unvoted legal debt margin of \$2,459,797 on December 31, 2017. For more information about the City's long-term obligations and short-term note activity, see Notes 12, 13, 14, and 17 to the basic financial statements.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED DECEMBER 31, 2017
(UNAUDITED)**

Current Financial Related Activities

The mission of the City of Warrensville Heights, its Mayor, City Council, and employees is to enhance the quality of life for the residential and business community by providing an exceptional level of services. Warrensville is known as the “The Friendly City” and for a good reason. It’s attributed to the well planned programs and services offered. The City continuously attracts new residents and businesses. As well as, retain longtime citizens and companies. The City has an annual road improvement program to ensure that the roads and streets are safe. Warrensville offers a yearly Exterior Maintenance City Grant Program to encourage and assist homeowners with improvements to their exterior maintenance and upkeep of their homes. In 2017, the City positively impacted seventeen residential homes through the grant program and hope to attract more in the coming years. Then there’s the Homebuyers Education to Home Ownership Program offered by the city to help individuals learn about purchasing a home and the steps to take to improve their chances of owning a new home. The City also runs a monthly Mobile Food Pantry that provide over 3,200 meals to children, adults and seniors. These are just a few of the many excellent services provided by the City. It is has always been the City’s mission to operate lean without compromising the highest level of services.

With the ever changing economy, the City of Warrensville will face challenges. Hence, the City will continue to assess cost savings measures while addressing the needs of the community. The finances are closely monitored monthly by the Mayor, Administration and City Council ensuing in healthy year-end reserves. Moreover, Warrensville continues to carry a favorable credit rating of an A-1 assigned by Moody’s Investors Services. The City takes great pride in committing itself to financial excellence. This is evident in the City receiving a Certificate of Achievement for Excellence in Financial Report consecutively since 2003 from the Government Finance Officers Association (GFOA). City of Warrensville Heights will continue to make strong financial strides for many years to come.

Contacting the City of Warrensville Heights’ Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the City’s finances and to show the City’s accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Director Karen Howse, at the City of Warrensville Heights, 4301 Warrensville Center Road, Warrensville Heights, Ohio 44128, (216) 587-1135, or e-mail to khowse@cityofwarrensville.com.

Basic Financial Statements

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
STATEMENT OF NET POSITION
DECEMBER 31, 2017**

	Governmental Activities
ASSETS	
Equity in Pooled Cash and Cash Equivalents	\$ 8,373,806
Cash and Cash Equivalents:	
In Segregated Accounts	16,470
Materials and Supplies Inventory	79,587
Accounts Receivable	652,552
Accrued Interest Receivable	11,186
Intergovernmental Receivable	508,292
Prepaid Items	62,116
Municipal Income Taxes Receivable	3,585,105
Property Taxes Receivable	1,700,966
Special Assessments Receivable	3,564,317
Nondepreciable Capital Assets	3,641,410
Depreciable Capital Assets	22,901,864
Total Assets	45,097,671
DEFERRED OUTFLOWS OF RESOURCES	
Pension	5,434,631
Total Deferred Outflows of Resources	5,434,631
LIABILITIES	
Accounts Payable	1,139,885
Accrued Wages and Benefits	403,621
Intergovernmental Payable	285,933
Matured Compensated Absences Payable	73,580
Accrued Interest Payable	78,942
Notes Payable	2,659,000
Long-term Liabilities:	
Due within one year	1,425,047
Due in more than one year:	
Net Pension Liability (See Note 12)	21,796,452
Other amounts due in more than one year	23,415,962
Total Liabilities	51,278,422
DEFERRED INFLOWS OF RESOURCES	
Property Taxes	1,200,130
Pension	149,082
Total Deferred Inflows of Resources	1,349,212
NET POSITION	
Net Investment in Capital Assets	1,531,320
Restricted for:	
Debt Services	4,128,029
Capital Projects	637,366
Street construction, maintenance and repair	573,835
Building Levy	61,988
Police programs	153,193
Fire	128,812
Other Purpose	937,486
Unrestricted	(10,247,361)
Total Net Position	\$ (2,095,332)

See accompanying notes to the basic financial statements

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017**

		Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Operating	Capital	
	Expenses	Charges for Services	Grants and Contributions	Grants and Contributions
				Governmental Activities
Primary Government:				
Governmental activities:				
Security of Persons and Property				
Police and Others	\$ 6,764,289	\$ 137,773	\$ 6,000	\$ -
Fire	4,365,946	499,474	-	-
Public Health and Welfare	53,085	-	-	-
Leisure Time Activities	1,103,575	71,246	90,137	-
Community Development	1,035,567	589,967	4,185	-
Public Works	4,042,109	9,000	-	-
Transportation	2,004,261	12,200	36,995	131,869
General Government	4,907,339	42,079	4,229	-
Interest and Fiscal Charges	525,353	-	-	-
Total Governmental activities	\$ 24,801,524	\$ 1,361,739	\$ 141,546	\$ 131,869
General Revenues:				
Property Taxes levied for:				
General Purposes				463,538
Debt Service Purpose				392,932
Other Purposes				671,723
Municipal Income and Other Taxes levied for:				
General Purposes				17,607,661
Grants & Entitlements not restricted to specific programs				1,729,668
Investment Income				74,099
All Other Revenues				87,904
Total General Revenues				21,027,525
Change in Net Position				(2,138,845)
Net Position - Beginning of Year				43,513
Net Position - End of Year				\$ (2,095,332)

See accompanying notes to the basic financial statements

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

	General Fund	ODOT SIB Loan	General Obligation Bond Retirement	Other Governmental Funds	Total Governmental Funds
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 4,923,168	\$ 145,284	\$ 523,162	\$ 2,782,192	\$ 8,373,806
Cash and Cash Equivalents:		-			
In Segregated Accounts	16,470	-	-	-	16,470
Materials and Supplies Inventory	79,587	-	-	-	79,587
Accrued Interest Receivable	11,186	-	-	-	11,186
Accounts Receivable	637,042	-	-	15,510	652,552
Interfund Receivable	716,216	-	-	-	716,216
Intergovernmental Receivable	204,541	-	16,605	287,146	508,292
Prepaid Items	62,116	-	-	-	62,116
Municipal Income Taxes Receivable	3,585,105	-	-	-	3,585,105
Property Taxes Receivable	516,511	-	482,241	702,214	1,700,966
Special Assessments Receivable	-	-	3,564,317	-	3,564,317
Total Assets	\$ 10,751,942	\$ 145,284	\$ 4,586,325	\$ 3,787,062	\$ 19,270,613
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 353,802	\$ -	\$ 10,893	\$ 775,190	\$ 1,139,885
Accrued Wages and Benefits	403,621	-	-	-	403,621
Intergovernmental Payable	285,933	-	-	-	285,933
Matured Compensated Absences Payable	73,580	-	-	-	73,580
Accrued Interest Payable	-	-	5,934	-	5,934
Interfund Payable	-	594,067	46,954	75,195	716,216
Notes Payable	-	-	2,020,000	639,000	2,659,000
Total Liabilities	1,116,936	594,067	2,083,781	1,489,385	5,284,169
Deferred Inflows of Resources:					
Property Taxes	365,063	-	339,687	495,380	1,200,130
Unavailable Revenue - Delinquent Property Taxes	151,448	-	142,554	206,834	500,836
Unavailable Revenue - Income Taxes	648,829	-	-	-	648,829
Unavailable Revenue - Other	687,704	-	3,580,922	195,358	4,463,984
Total Deferred Inflows of Resources	1,853,044	-	4,063,163	897,572	6,813,779
Fund Balances:					
Nonspendable	857,919	-	-	-	857,919
Restricted	-	-	-	1,368,376	1,368,376
Committed	-	-	-	176,271	176,271
Assigned	301,710	-	-	-	301,710
Unassigned (Deficit)	6,622,333	(448,783)	(1,560,619)	(144,542)	4,468,389
Total Fund Balances	7,781,962	(448,783)	(1,560,619)	1,400,105	7,172,665
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 10,751,942	\$ 145,284	\$ 4,586,325	\$ 3,787,062	\$ 19,270,613

See accompanying notes to the basic financial statements.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO NET POSITION OF
GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2017**

Total Governmental Funds Balance \$ 7,172,665

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

Capital Assets used in Governmental Activities are not financial resources
and, therefore, are not reported in the funds 26,543,274

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

Delinquent property taxes	\$	500,836	
Municipal income and other taxes		648,829	
Special assessments		3,564,317	
Intergovernmental		346,024	
Charges for services		553,643	
Total			5,613,649

In the Statement of Activities, interest is accrued on outstanding
bonds, whereas in Governmental funds, an interest expenditure
is reported when due. (73,008)

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

Deferred Outflows - Pension	5,434,631		
Deferred Inflows - Pension	(149,082)		
Net Pension Liability	(21,796,452)		
Total			(16,510,903)

Long-term liabilities, including bonds payable, are not due and payable in the
current period and therefore are not reported in the funds:

General obligation bonds	(9,195,000)		
Loans Payable	(2,722,395)		
Certificate of Participation	(9,800,000)		
Unamortized bond and note premiums	(413,346)		
Claims Payable	(19,252)		
Capital leases	(222,213)		
Accrued compensated absences	(2,468,803)		
Total			(24,841,009)

Net Position of Governmental Activities \$ (2,095,332)

See accompanying notes to the basic financial statements

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017**

	General Fund	ODOT SIB Loan	General Obligation Bond Retirement	Other Governmental Funds	Total Governmental Funds
REVENUES					
Property Taxes	\$ 416,856	\$ -	\$ 392,932	\$ 564,925	\$ 1,374,713
Municipal Income Taxes	17,829,418	-	-	-	17,829,418
Hotel Taxes	-	-	53,167	249,520	302,687
Intergovernmental	832,104	-	33,210	678,172	1,543,486
Interest	74,544	-	-	-	74,544
Licenses and Permits	380,380	-	-	-	380,380
Fines and Forfeitures	104,776	-	-	32,865	137,641
Rentals	196,600	-	-	-	196,600
Charges for Services	552,515	-	-	23,036	575,551
Special Assessments	-	-	176,004	-	176,004
All Other Revenues	66,781	-	19,103	2,020	87,904
Total Revenues	20,453,974	-	674,416	1,550,538	22,678,928
EXPENDITURES					
Security of Persons and Property:					
Police and Others	5,574,560	-	-	436,997	6,011,557
Fire	3,901,012	-	-	148,979	4,049,991
Public Health and Welfare	53,085	-	-	-	53,085
Leisure Time Activities	631,187	-	-	138,181	769,368
Community Development	642,762	-	-	285,704	928,466
Public Works	3,654,007	-	-	-	3,654,007
Transportation	841,909	-	-	1,101,207	1,943,116
General Government	3,866,544	52,459	10,893	59,705	3,989,601
Capital Outlay	-	364,578	-	114,259	478,837
Debt Service:					
Principal Retirement	310,547	-	770,000	-	1,080,547
Interest and Fiscal Charges	27,485	240	719,565	8,325	755,615
Bond Issuance Costs	-	-	26,760	-	26,760
Total Expenditures	19,503,098	417,277	1,527,218	2,293,357	23,740,950
Excess of Revenues (Under) Expenditures	950,876	(417,277)	(852,802)	(742,819)	(1,062,022)
OTHER FINANCING SOURCES (USES)					
Sale of Capital Assets	1,000	-	-	-	1,000
SIB Loans Issued	-	602,497	-	-	602,497
Transfers In	148,033	-	1,000,000	940,000	2,088,033
Transfers Out	(1,940,000)	-	-	(148,033)	(2,088,033)
Total Other Financing Sources (Uses)	(1,790,967)	602,497	1,000,000	791,967	603,497
Net Change in Fund Balances	(840,091)	185,220	147,198	49,148	(458,525)
Fund Balances - Beginning of Year	8,622,053	(634,003)	(1,707,817)	1,350,957	7,631,190
Fund Balances - End of Year	\$ 7,781,962	\$ (448,783)	\$ (1,560,619)	\$ 1,400,105	\$ 7,172,665

See accompanying notes to the basic financial statements.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2017**

Net Change in Fund Balances-Total Governmental Funds **\$ (458,525)**

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

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

Capital Outlay	\$ 652,761	
Depreciation	(893,195)	
Total		(240,434)

In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net position differs from the change in fund balance by the net book value of the capital assets. (39,811)

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

Delinquent property taxes	153,480	
Municipal income and other taxes	(221,757)	
Special assessments	(44,135)	
Intergovernmental	26,747	
Charges for services	69,416	
Total		(16,249)

Other financing sources in the Governmental funds increase long-term liabilities in the Statement of Net Position. These sources were attributed to the issuance of a loan. (602,497)

Repayment of bond and loan principal and capital leases are expenditures in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. 1,080,547

Contractually required contributions are reported as expenditures in governmental funds; however, the statement of net position reports these amounts as deferred outflows 1,595,164

Except for amounts reported as deferred inflows/outflows, changes in the net pension liability are reported as pension expense in the statement of activities. (3,399,398)

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

Claims Payable	(3,275)	
Tap In Fee Agreement Payable	13,334	
Compensated Absences	(87,860)	
Amortization of Premium	28,631	
Accrued Interest On Bonds	(8,472)	
Total		(57,642)

Change in Net Position of Governmental Activities **\$ (2,138,845)**

See accompanying notes to the basic financial statements

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 412,867	\$ 412,867	\$ 416,856	\$ 3,989
Income Taxes	16,804,126	18,129,497	17,997,449	(132,048)
Intergovernmental	773,260	833,378	833,572	194
Interest	62,421	67,274	67,290	16
Licenses and Permits	354,854	382,442	382,531	89
Fines and Forfeitures	97,195	104,752	104,776	24
Rentals	182,375	196,554	196,600	46
Charges for Services	526,932	567,898	568,031	133
All Other Revenues	61,949	66,765	66,781	16
Total Revenues	<u>19,275,979</u>	<u>20,761,427</u>	<u>20,633,886</u>	<u>(127,541)</u>
Expenditures:				
Current:				
Security of Persons and Property	9,619,350	9,619,350	9,527,862	91,488
Public Health and Welfare	54,000	54,000	53,085	915
Leisure Time Activities	701,528	701,528	630,305	71,223
Community Development	823,046	823,046	606,665	216,381
Public Works	3,567,867	3,567,867	3,776,247	(208,380)
General Government	4,832,233	4,832,233	5,126,914	(294,681)
Total Expenditures	<u>19,598,024</u>	<u>19,598,024</u>	<u>19,721,078</u>	<u>(123,054)</u>
Excess of Revenues Over (Under) Expenditures	(322,045)	1,163,403	912,808	(250,595)
Other Financing Sources (Uses)				
Sale of Capital Assets	1,001	1,001	1,001	-
Transfer In	148,033	148,033	148,033	-
Transfers Out	(1,730,000)	(1,730,000)	(1,940,000)	(210,000)
Total Other Financing Sources (Uses)	<u>(1,580,966)</u>	<u>(1,580,966)</u>	<u>(1,790,966)</u>	<u>(210,000)</u>
Net Change in Fund Balance	(1,903,011)	(417,563)	(878,158)	(460,595)
Cash Fund Balance - Beginning of Year	4,905,258	4,905,258	4,905,258	-
Prior Year Encumbrances	405,057	405,057	405,057	-
Cash Fund Balance - End of Year	<u>\$ 3,407,304</u>	<u>\$ 4,892,752</u>	<u>\$ 4,432,157</u>	<u>\$ (460,595)</u>

See accompanying notes to the basic financial statements.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
OHIO DEPARTMENT OF TRANSPORTATION STATE INFRASTRUCTURE BANK LOAN FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 566,000	\$ 594,257	\$ 28,257
Total Revenues	<u>-</u>	<u>566,000</u>	<u>594,257</u>	<u>28,257</u>
Expenditures:				
Current:				
Community Development				
Contractual Services	317,745	317,745	448,973	(131,228)
Total Expenditures	<u>317,745</u>	<u>317,745</u>	<u>448,973</u>	<u>(131,228)</u>
Net Change in Fund Balance	(317,745)	248,255	145,284	(102,971)
Cash Fund Balance - Beginning of Year	-	-	-	-
Prior Year Encumbrances	17,745	17,745	17,745	-
Cash Fund Balance - End of Year	<u>\$ (300,000)</u>	<u>\$ 266,000</u>	<u>\$ 163,029</u>	<u>\$ (102,971)</u>

See accompanying notes to the basic financial statements.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2017**

	<u>Agency Funds</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$ 1,097,605
Total Assets	<u>\$ 1,097,605</u>
 Liabilities	
Deposits Held and Due to Others	\$ 1,097,605
Total Liabilities	<u>\$ 1,097,605</u>

See accompanying notes to the basic financial statements

Notes to the Basic Financial Statements

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017**

NOTE 1: DESCRIPTION OF THE CITY AND REPORTING ENTITY

The City of Warrensville Heights (the “City”) is a home rule municipal corporation established under the laws of the State of Ohio which operates under its own Charter. The current Charter, which provides for a Mayor-Council form of government, was adopted May 6, 1958. Legislative authority is vested in a seven member City Council. City Council members are elected for a four year term. The Mayor is elected for a four year term and serves as the City’s chief executive and administrative officer.

Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City consists of all funds, departments, boards, and agencies that are not legally separate from the City. For the City, this includes the agencies and departments that provide the following services: police and fire protection, parks and recreation, planning, zoning, street maintenance and repair, and general administrative services. The City’s departments include a Public Safety Department, a Public Service Department, a Street Maintenance Department, a Parks and Recreation Department, a Planning and Zoning Department, and a staff to provide support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers. The operations of each of these activities and entities are directly controlled by the City Council through the budgetary process.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization’s governing board and 1) the City is able to significantly influence the programs or services performed or provided by the organization; or 2) the City is legally entitled to or can otherwise access the organization’s resources; or 3) the City is legally obligated or has otherwise assumed the responsibility to finance deficits of, or provide financial support to, the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt, or the levying of taxes. The City has no component units.

The City is associated with four jointly governed organizations. These organizations are the First Suburbs Consortium of Northeast Ohio Council of Governments, the Northeast Ohio Public Energy Council (NOPEC), Chagrin/Southeast Council of Government, and Valley Enforcement Regional Council of Government. These organizations are presented in Note 20 to the basic financial statements.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial reporting practices of the City conform to generally accepted accounting principles as applicable to local governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles. The most significant of the City’s accounting policies are described below.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

A. **Basis of Presentation**

The City's basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities display information about the City as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements usually distinguish between those activities that are governmental and those that are considered business-type; the City, however, has no business-type activities.

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

Fund Financial Statements

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

B. **Fund Accounting**

The City uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The City's funds are classified as either governmental or fiduciary.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B. Fund Accounting (Continued)

Governmental Funds

Governmental funds are those through which most governmental functions are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities and deferred inflows of resources is reported as fund balance. The following are the City's major governmental funds:

General Fund – The General Fund accounts for all financial resources except those required to be accounted for in another fund. The General Fund's fund balance is available to the City for any purpose provided it is expended or transferred according to the charter of the City and/or the general laws of Ohio.

Ohio Department of Transportation State Infrastructure Bank Loan Fund – The Ohio Department of Transportation State Infrastructure Bank Loan Fund is a special revenue fund that accounts for loan proceeds received from the Ohio Department of Transportation for the rehabilitation of local roads.

General Obligation Bond Retirement Fund – The General Obligation Bond Retirement Fund accounts for property tax collections and special assessments revenue which are used to pay the voted general obligation refunding bonds and special assessment bonds principal, interest, and related costs.

The other governmental funds of the City account for grants and other resources whose use is restricted, committed, or assigned to a particular purpose.

Fiduciary Funds

Fiduciary fund reporting focuses on net position and changes in net position. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the City under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the City's own programs. The City has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The City's agency funds are for holding deposits from contractors, for collecting Senior Civic Center rental deposits and for payroll clearing and medical self-insurance.

C. Measurement Focus

Government-Wide Financial Statements

The government-wide financial statements are prepared using a flow of economic resources measurement focus. All assets and deferred outflows of resources and all liabilities and deferred inflows of resources associated with the operation of the City are included on the statement of net position. The Statement of Activities presents increases (i.e., revenue) and decreases (i.e., expenses) in total net position.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

C. **Measurement Focus** (Continued)

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities and deferred inflows of resources generally are included on the balance sheet.

The Statement of Revenues, Expenditures, and Changes in Fund Balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

D. **Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the statement for the fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows/outflows of resources, and in the presentation of expenses versus expenditures.

Revenues – Exchange and Non-Exchange Transactions

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within 60 days of year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include municipal income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from municipal income taxes is recognized in the year in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 8). Revenue from grants, entitlements, and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On the modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting (Continued)

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

Deferred Outflows/Inflows of Resources

In addition to assets, the financial statements that report financial position may include a section for deferred outflows of resources. Deferred outflows of resources represent a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. The City has deferred outflows of resources for pension are reported on the government-wide Statement of Net Position. The deferred outflows of resources related to pension are explained in Note 17.

In addition to liabilities, the Statement of Net Position will report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the City, deferred inflows of resources include property taxes, unavailable revenue and amounts for the pension. Property taxes represent amounts for which there is an enforceable legal claim as of December 31, 2017, but which were levied to finance year 2018 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the City, unavailable revenue includes delinquent property taxes, municipal income taxes, and special assessments, intergovernmental and charges for services. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available. The deferred inflows of resources related to pension are explained on the government-wide statement of net position. (See Note 17)

Expenses/Expenditures

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

E. Cash and Cash Equivalents

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

During the year, the City's investments were limited to STAROhio, certificates of deposits and money market funds.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

E. Cash and Cash Equivalents

During fiscal year 2017, the City invested in STAR Ohio. STAR Ohio (the State Treasury Asset Reserve of Ohio), is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but has adopted Governmental Accounting Standards Board (GASB), Statement No. 79 "Certain External Investment Pools and Pool Participants." The City measures their investment in STAR Ohio at the net asset value (NAV) per share provided by STAR Ohio. The NAV per share is calculated on an amortized cost basis that provides a NAV per share that approximates fair value.

For 2017, there were no limitation or restrictions on any participant withdrawals due to redemption notice periods, liquidity fees, or redemption gates. However, notice must be given 24 hours in advance of all deposits and withdrawals exceeding \$25 million. STAR Ohio reserves the right to limit the transaction to \$50 million, requiring the excess amount to be transacted the following business day(s), but only to the \$50 million limit. All accounts of the participant will be combined for these purposes.

Following the Charter and Codified Ordinances of the City as well as Ohio statutes, the City has, by resolution, specified the funds to receive an allocation of interest earnings. Interest is distributed to the General Fund, the Bureau of Justice Grant, and the Local Law Enforcement Block Grant special revenue funds. Interest income credited to the General Fund during 2017 amounted to \$74,544, which includes \$30,718 assigned from other funds.

Investments with an original maturity of three months or less at the time of purchase and investments of the cash management pool are presented on the financial statements as cash equivalents. Investments are reported at fair value which is based on quoted market prices, with the exception of nonparticipating certificates of deposits, which are reported at cost.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond December 31, 2017, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount at the time of purchase and reflecting the expenditure/expense in the year in which the services are consumed.

G. Inventory

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

H. Capital Assets

The City's only capital assets are general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. They generally result from expenditures in the governmental funds. General capital assets are reported in the governmental activities column of the governmental-wide statement of net position but are not reported in the fund financial statements.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

H. **Capital Assets** (Continued)

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The City was able to estimate the historical cost for the initial reporting of infrastructure by back-trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using the appropriate price level index to deflate the cost to the acquisition year or estimated acquisition year). Donated capital assets are recorded at their acquisition values as of the date received. The City maintains a capitalization threshold of one thousand dollars. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City's historical records of necessary improvements and replacement.

Depreciation is computed using the straight-line method over the following useful lives:

<u>Description</u>	<u>Estimated Lives</u>
Buildings	50 years
Land improvements	30 years
Machinery and equipment	5 to 15 years
Furniture and fixtures	7 years
Vehicles	3 to 15 years
Infrastructure	75 years

The City's infrastructure consists of roads, sanitary sewers, waterlines, storm sewers, and includes infrastructure acquired prior to December 31, 1980.

I. **Interfund Balances**

On the fund financial statements, receivables and payables resulting from transactions between funds for services provided or goods received and from short-term interfund loans are classified as "Interfund Receivables/Payables." Interfund loans which do not represent available expendable resources should have an equal offset which would be included in nonspendable fund balance unless the proceeds from their collection are restricted, committed, or assigned. Interfund balance amounts between governmental funds are eliminated in the Statement of Net Position.

J. **Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and are probable that the employer will compensate the employees for the benefits through paid time off or some other means. The City records a liability for all accumulated unused vacation time when earned for all employees with more than one year of service.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J. Compensated Absences (Continued)

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those that the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employee wage rates at year-end taking into consideration any limits specified in the City's termination policy. The City records a liability for accumulated unused sick leave for all employees after five years of service.

K. Payables, Accrued Liabilities, and Long-Term Obligations

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

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

L. Fund Balance

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

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

Restricted – Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, laws or regulations of other governments or is imposed by law through constitutional provisions or enabling legislation (City Council's resolutions). Enabling legislation authorizes the City to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. Legal enforceability means that the City can be compelled by an external party, such as citizens, public interest groups, or the judiciary to use resources created by enabling legislation only for the purposes specified by the legislation.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

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

L. **Fund Balance** (Continued)

Committed – The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (ordinance) of City Council. Those committed amounts cannot be used for any other purpose unless City Council removes or changes the specified use by taking the same type of action (ordinance) it employed to previously commit those amounts. In contrast to fund balance that is restricted by enabling legislation, committed fund balance classification may be redeployed for other purposes with appropriate due process. Constraints imposed on the use of committed amounts are imposed by City Council, separate from the authorization to raise the underlying revenue; therefore, compliance with these constraints are not considered to be legally enforceable. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned – Amounts in the assigned fund balance classification are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts would represent intended uses established by City Council.

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

The City applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

M. **Net Position**

Net position represents the difference between assets and deferred outflows and liabilities and deferred inflows. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

N. Internal Activity

Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

O. Bond Premiums and Discounts

On the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight line method. Bond premiums are presented as an increase of the face amount of the general obligation bonds payable. On fund financial statements, bond premiums are received in the year the bonds are issued.

P. Pensions

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

Q. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the City Administration and that are either unusual in nature or infrequent in occurrence.

R. Estimates

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

S. Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates.

The certificate of estimated resources establishes a limit on the amount City Council may appropriate. The appropriations ordinance is City Council's authorization to spend resources and set annual limits on expenditures plus encumbrances at the level of control selected by City Council. The legal level of control has been established by City Council at the object level. The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Finance Director. The amounts reported as the original and final budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original and final appropriations were enacted by City Council.

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

NOTE 3: CHANGES IN ACCOUNTING PRINCIPLES

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

GASB Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. The objective of this Statement is to improve the usefulness of information about postemployment benefits other than pensions (other postemployment benefits or OPEB) included in the general purpose external financial reports of state and local governmental OPEB plans for making decisions and assessing accountability. The implementation of GASB Statement No. 74 did not have an effect on the financial statements of the City.

GASB Statement No. 80, *Blending Requirements for Certain Component Units-an amendment of GASB Statement No. 14*. The objective of this Statement is to improve financial reporting by clarifying the financial statement presentation requirements for certain component units. This Statement amends the blending requirements established in paragraph 53 of Statement No. 14, *The Financial Reporting Entity, as amended*. The implementation of GASB Statement No. 80 did not have an effect on the financial statements of the City.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 3: CHANGES IN ACCOUNTING PRINCIPLES

GASB Statement No. 81, *Irrevocable Split-Interest Agreements*. The object of this statement is to improve accounting and financial reporting for irrevocable split-interest agreements by providing recognition and measurement guidance for situations in which a government is a beneficiary of the agreement. The implementation of GASB Statement No. 81 did not have an effect on the financial statements of the City.

GASB Statement No. 82, *Pension Issues-an amendment of GASB Statements No. 67, No. 68, and No. 73*. The objective of this Statement is to address certain issues that have been raised with respect to Statements No. 67, *Financial Reporting for Pension Plans*, No. 68, *Accounting and Financial Reporting for Pensions*, and No. 73, *Accounting and Financial Reporting for Pensions and Related Assets That Are Not within the Scope of GASB Statement 68, and Amendments to Certain Provisions of GASB Statements 67 and 68*. Specifically, this Statement addresses issues regarding (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements. The implementation of GASB Statement No. 82 did not have an effect on City's beginning net position.

NOTE 4: ACCOUNTABILITY AND COMPLIANCE

A. Accountability

The following funds had deficit fund balances as of December 31, 2017:

Major Funds

General Obligation Bond Retirement Fund	\$ 1,560,619
Ohio Department of Transportation State Infrastructure Bank Loan Fund	448,783

Nonmajor Funds

Special Revenue Funds:	
Street Lighting	29,515
Community Development and Building Grant	15,046
COPS Grant	16,748
2007 Nature Works Grant	19,589
Capital Projects Funds:	
Land Acquisition	63,644

The deficits in the nonmajor special revenue funds are caused by the recognition of expenditures on the modified accrual basis of accounting. The General Fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur. The deficits in the General Obligation Bond Retirement Fund and the Land Acquisition Capital Projects Fund is the result of the issuance of anticipation notes which are used to finance projects until bonds are issued. Once the notes are retired or the bonds are issued, the deficits will be eliminated. The deficit in the Ohio Department of Transportation State Infrastructure Bank Loan fund is due local roads rehabilitation project started in 2016. The City anticipates to receive the balance of loan proceeds in 2018, which will eliminate the deficit balance.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 4: ACCOUNTABILITY AND COMPLIANCE (Continued)

B. Compliance

Contrary to Section 5705.41 (B), Ohio Revised Code, the following funds, functions, departments, and objects had expenditures plus encumbrances in excess of appropriations:

Fund/Function	Appropriations	Expenditures Plus Encumbrances	Excess
General Fund			
<u>Security of Persons and Property</u>			
Fire Department			
Personal Services	\$ 3,398,342	\$ 3,440,400	\$ (42,058)
Supplies and Materials	278,710	419,461	(140,751)
<u>Leisure Time Activities</u>			
Park and Recreation			
Supplies and Materials	136,700	182,487	(45,787)
<u>Community Environment</u>			
Planning Commission			
Personal Services	5,400	7,751	(2,351)
Board of Zoning Appeals			
Personal Services	5,400	6,248	(848)
<u>Basic Utility Services</u>			
Service Building			
Contractual Services	645,738	1,383,732	(737,994)
<u>General Government</u>			
City Council			
Personal Services	187,981	190,262	(2,281)
Civil Service Commission			
Personal Services	5,400	9,511	(4,111)
Information System			
Contractual Services	221,051	250,033	(28,982)
Finance Department			
Personal Services	405,240	408,376	(3,136)
Tax Department			
Personal Services	54,051	55,360	(1,309)
Contractual Services	275,000	290,075	(15,075)
Engineering			
Travel and Education	43,763	49,017	(5,254)
Other General Government			
Personal Services	92,056	406,616	(314,560)
Other Expenses	349,650	727,914	(378,264)
Transfers Out	1,730,000	1,940,000	(210,000)
Nonmajor Governmental Funds			
DARE Grant Fund			
<u>Security of Persons and Property</u>			
Police and Others			
Personal Services	-	68,071	(68,071)
Residential Demolition Fund			
<u>Community Development</u>			
Contractual Services	-	193,435	(193,435)
Community Recycling Grant Fund			
<u>Community Development</u>			
Supplies and Materials	5,000	5,495	(495)
Street Improvement Fund			
<u>Transportation</u>			
Contractual Services	702,120	914,402	(212,282)

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 5: BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budgetary basis and the GAAP basis are as follows:

1. Revenues are recorded when received in cash (budgetary) as opposed to when susceptible to accrual (GAAP);
2. Expenditures are recorded when paid in cash (budgetary) as opposed to when the liability is incurred (GAAP);
3. Encumbrances are treated as expenditures (budgetary) rather than as a part of restricted, committed, and assigned fund balances (GAAP);
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the GAAP basis to the budgetary basis for the General Fund are as follows:

Net Change in Fund Balance		
	General Fund	ODOT SIB Loan Fund
GAAP Basis	\$ (840,091)	\$ 185,220
Increase (Decrease) Due to:		
Revenue Accruals	179,912	(8,240)
Expenditure Accruals	273,031	(31,696)
Net Impact of Encumbrances	(491,010)	-
Budgetary Basis	<u>\$ (878,158)</u>	<u>\$ 145,284</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 6: FUND BALANCES

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

	General	ODOT SIB Loan	General Bond Retirement	Other Governmental Funds	Total
<i>Nonspendable</i>					
Prepaid Items	\$ 62,116	\$ -	\$ -	\$ -	\$ 62,116
Inventories	79,587	-	-	-	79,587
Interfund Balance	716,216	-	-	-	716,216
<i>Total Nonspendable</i>	<u>857,919</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>857,919</u>
<i>Restricted</i>					
Fire Pension	-	-	-	24,034	24,034
Police Pension	-	-	-	17,148	17,148
Police and Fire Services	-	-	-	87,824	87,824
Other Law Enforcement	-	-	-	47,717	47,717
Master Plan Grant	-	-	-	25,353	25,353
BJA Grant	-	-	-	13,675	13,675
Streets and Highways	-	-	-	401,308	401,308
Building Levy	-	-	-	34,203	34,203
Residential Demolition	-	-	-	67,596	67,596
SIB Loan	-	-	-	584,241	584,241
Capital Improvements	-	-	-	62,010	62,010
Other Purposes	-	-	-	3,267	3,267
<i>Total Restricted</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,368,376</u>	<u>1,368,376</u>
<i>Committed</i>					
CRA monitoring fees	-	-	-	114,686	114,686
Economic development	-	-	-	28,150	28,150
Occupancy Program	-	-	-	33,435	33,435
<i>Total Committed</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>176,271</u>	<u>176,271</u>
<i>Assigned</i>					
Purchases on Order	301,710	-	-	-	301,710
<i>Total Assigned</i>	<u>301,710</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>301,710</u>
<i>Unassigned (Deficit)</i>	<u>6,622,333</u>	<u>(448,783)</u>	<u>(1,560,619)</u>	<u>(144,542)</u>	<u>4,468,389</u>
Total Fund Balance	<u>\$ 7,781,962</u>	<u>\$ (448,783)</u>	<u>\$ (1,560,619)</u>	<u>\$ 1,400,105</u>	<u>\$ 7,172,665</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 7: DEPOSITS AND INVESTMENTS

The City follows State statute and classifies held monies into three categories.

Active monies are public monies determined to be necessary to meet current demands upon the City treasury. Active monies must be maintained either as cash in the City treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

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

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
4. Bonds and other obligations of the State of Ohio or Ohio local governments;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations.; and
6. The State Treasurer's investment pool (STAROhio).

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 7: DEPOSITS AND INVESTMENTS (Continued)

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

1. Bonds of the State of Ohio;
2. Bond of any municipal corporation, village, county, township or other political subdivision of this state, as to which there is not of principal, interest, or coupon; and,
3. Obligations of the City.

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

Deposits

Custodial Credit Risk

Custodial credit risk for deposits is the risk that in the event of bank failure, the City will not be able to recover deposits or collateral securities that are in the possession of an outside party.

At year-end, the carrying amount of the City's deposits was \$2,242,299 (excluding \$16,470 in segregated accounts) and the bank balance was \$2,314,673. Of the City's bank balance \$805,995 was covered by Federal Depositary Insurance Company (FDIC) and \$1,508,678 was uninsured. At year-end, the City had \$600 in cash on hand.

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

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

Participation in the Ohio Pooled Collateral System (OPCS), a collateral pool of eligible securities deposited with a qualified trustee and pledged to the Treasurer of State to secure the repayment of all public monies deposited in the financial institution. OPCS requires the total market value of the securities pledged to be 102 percent of the deposits being secured or a rate set by the Treasurer of State. The City's financial institution had enrolled in OPCS as of December 31, 2017.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 7: DEPOSITS AND INVESTMENTS (Continued)

Investments

As of December 31, 2017, the City had the following investments:

<u>Investment Type</u>	<u>Measurement Value</u>	<u>Credit Rating (*)</u>	<u>Investment Maturities (in Years)</u>		
			<u><1</u>	<u>1-3</u>	<u>3-5</u>
Money Market Mutual Funds	\$ 19,647	AA+	\$ 19,647	\$ -	\$ -
Negotiable CD's	2,990,693	N/A	1,261,762	1,481,519	247,412
STAR Ohio	<u>\$4,218,172</u>	AAAm	<u>4,218,172</u>	<u>-</u>	<u>-</u>
Total Investments	7,228,512		<u>\$ 5,499,581</u>	<u>\$ 1,481,519</u>	<u>\$ 247,412</u>
Carrying Amount of Deposits	2,242,299				
Petty Cash	<u>600</u>				
Total Cash and Investments	<u>\$9,471,411</u>				

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

Star Ohio is measured at net asset value per share while all other investments are measured at fair value. The City has categorized its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets. Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The above chart identifies the City's recurring fair value measurements as of December 31, 2017. As previously discussed Star Ohio is reported at its net asset value. All other investments of the City are valued using quoted market prices (Level 1 and 2 inputs).

Interest Rate Risk – The City has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the City, and that an investment must be purchased with the expectation that it will be held to maturity. Repurchase agreements are limited to 30 days and the market value of the securities must exceed the principal value of the agreement by at least two percent and be marked to market daily.

Credit Risk – STAROhio carries a rating of AAAm by Standard and Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The negotiable certificates of deposits were not rated. The credit ratings for the money market mutual fund were AA+ by Standard and Poor's. The City has no investment policy that would further limit its investment choices.

Custodial Credit Risk – For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Securities backed by a federal government agency or instrumentality are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the City's name. At the year end, the City's investments in negotiable certificates of deposit was fully covered by the FDIC. The City has no investment policy dealing with investment custodial risk beyond the requirement in state statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 8: RECEIVABLES

A. Property Taxes

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Property tax revenue received during 2017 for real and public utility property taxes represents collections for 2016 taxes. Property tax payments received during 2017 for tangible personal property, except for public utility property, are for prior year unpaid tangible personal property taxes.

Real property taxes (other than public utility property) are levied after October 1 on the assessed value listed as of the prior January 1, the lien date. Assessed values are established by the County Auditor at 35 percent of the appraised market value, and reappraisal of all property is required every six years with a triennial update. The last reappraisal was completed for tax year 2015.

Real property taxes are payable annually or semi-annually. If paid annually, the payment is due December 31, if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Taxes not paid become delinquent after December 31 of the year in which payable. Under certain circumstances, state statute permits later payment dates to be established.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. Public utility real and tangible personal property taxes collected during the calendar year were levied in the preceding calendar year based on assessed values as of January 1 of that preceding year, the lien date.

Real and public utility property taxes are payable annually or semi-annually. If paid annually, payment is due December 31. If paid semi-annually, the first payment is due December 31, with the remainder payable by June 30. Under certain circumstances, state statute permits earlier or later payment dates to be established.

Public utility tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20.

The Cuyahoga County Fiscal Officer collects property tax on behalf of all taxing districts within the County. The Cuyahoga County Fiscal Officer periodically remits to the taxing districts their portions of the taxes collected.

The full tax rate for all City operations for the year ended December 31, 2017, was \$9.70 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2017 property tax receipts were based are as follows:

<u>Category</u>	<u>Assessed Value</u>
Real Property	\$ 209,171,800
Public Property	8,768,870
Total	<u>\$ 217,940,670</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 8: **RECEIVABLES** (Continued)

A. **Property Taxes** (Continued)

Property taxes receivable represents real and tangible personal property taxes and public utility taxes which are measurable as of December 31, 2017 and for which there is an enforceable legal claim. In the General Fund, the General Obligation Bond Retirement Fund, the Police Salary and Equipment, the Fire Salary and Equipment, the Street Lighting, the Building Levy, the Fire Pension, and the Police Pension special revenue funds, the entire receivable has been offset by deferred inflows of resources since the current taxes were not levied to finance 2017 operations and the collections of delinquent taxes during the available period is not subject to reasonable estimation. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred inflows of resources.

B. **Municipal Income Taxes**

The City levies a municipal income tax of 2.60 percent on income earned within the City. Residents of the City who work and pay taxes in another community receive a fifty percent credit of their Warrensville Heights City income tax. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the Central Collection Agency (CCA) at least quarterly. Corporations and other individual taxpayers are also required to pay estimated tax quarterly and file a return annually. Taxes collected by CCA in one month are remitted to the City on the tenth of the following month. Municipal income tax revenue is credited entirely to the General Fund.

C. **Intergovernmental Receivables**

A summary of intergovernmental receivables follows:

<u>Revenue Description</u>	<u>Amount</u>
Local Government	188,992
Cents Per Gallon and Excise Tax	251,049
Homestead and Rollback	54,985
Permissive Tax	2,066
Miscellaneous	11,200
Total Intergovernmental Receivable	<u>\$ 508,292</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 9: INTERFUND TRANSFERS

The transfers among City funds were made to provide additional resources for current operations and for the payment of debt. The following transfers were made during the year ended December 31, 2017:

Transfer To	Transfer From		Total
	General Fund	Non-Major Governmental Funds	
General Fund	\$ -	\$ 148,033	\$ 148,033
General Obligation Bond Retirement	1,000,000	-	1,000,000
Non-Major Governmental Funds	940,000	-	940,000
Total	<u>\$ 1,940,000</u>	<u>\$ 148,033</u>	<u>\$ 2,088,033</u>

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

NOTE 10: INTERFUND BALANCES

Interfund balances at December 31, 2017, consist of the following interfund receivable and payables:

<u>Interfund Payable</u>	<u>Interfund Receivable</u>
	General Fund
Major Governmental Funds:	
General Obligation Bond Retirement Fund	\$ 46,954
State Infrastructure Bank Loan Fund	594,067
Nonmajor Governmental Funds:	
Bureau of Justice Grant	148
Community Development Block Grant	27,919
COPS Grant	21,566
2007 Nature Works Grant	19,589
Town Center Project Fund	5,973
Total	<u>\$ 716,216</u>

The loans to the other major and other governmental funds from the General Fund were made to cover expenditures until reimbursements are received. All of the loans will be repaid in subsequent periods.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 11: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2017, was as follows:

	Balances 12/31/2016	Additions	Disposals	Balances 12/31/2017
Governmental Activities				
Nondepreciable Assets:				
Land	\$ 3,641,410	\$ -	\$ -	\$ 3,641,410
Total Nondepreciable Assets	<u>3,641,410</u>	<u>-</u>	<u>-</u>	<u>3,641,410</u>
Depreciable Assets:				
Land Improvements	698,004	-	(362,350)	335,654
Buildings	14,839,925	35,016	-	14,874,941
Machinery and Equipment	2,635,313	105,135	(967,690)	1,772,758
Furniture and Fixtures	117,006	21,186	(80,401)	57,791
Vehicles	5,901,157	491,424	(2,101,138)	4,291,443
Infrastructure:				
Roads	10,828,058	-	-	10,828,058
Sanitary Sewers	2,583,416	-	-	2,583,416
Water Lines	2,162,689	-	-	2,162,689
Storm Sewers	2,426,227	-	-	2,426,227
Total Depreciable Assets	<u>42,191,795</u>	<u>652,761</u>	<u>(3,511,579)</u>	<u>39,332,977</u>
Less Accumulated Depreciation				
Land Improvements	(514,539)	(16,552)	362,350	(168,741)
Buildings	(2,864,898)	(303,782)	-	(3,168,680)
Machinery and Equipment	(2,144,456)	(141,654)	966,255	(1,319,855)
Furniture and Fixtures	(54,022)	(5,377)	42,025	(17,374)
Vehicles	(5,083,448)	(187,729)	2,101,138	(3,170,039)
Infrastructure:				
Roads	(3,981,020)	(148,302)	-	(4,129,322)
Sanitary Sewers	(1,639,353)	(34,363)	-	(1,673,716)
Water Lines	(1,320,859)	(23,174)	-	(1,344,033)
Storm Sewers	(1,407,091)	(32,262)	-	(1,439,353)
Total Accumulated Depreciation	<u>(19,009,686)</u>	<u>(893,195)</u>	<u>3,471,768</u>	<u>(16,431,113)</u>
Total Depreciable Assets, Net	<u>23,182,109</u>	<u>(240,434)</u>	<u>(39,811)</u>	<u>22,901,864</u>
Governmental Activities Capital Assets, Net	<u>\$ 26,823,519</u>	<u>\$ (240,434)</u>	<u>\$ (39,811)</u>	<u>\$ 26,543,274</u>

Depreciation expense was charged to governmental activities as follows:

Security of Persons and Property:	\$ 139,450
Leisure Time Activities	254,969
Community Development	9,932
Public Works	106,390
General Government	382,454
Total Depreciation Expense	<u>\$ 893,195</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 12: LONG-TERM OBLIGATIONS

Original issuance amounts and interest rates of the City's debt issues are as follows:

Debt Issue	Interest Rate	Original Issue	Year of Maturity
General obligation bonds:			
2013 Various purpose improvement refunding bonds	2.00%-3.125%	9,055,000	2032
2013 Various purpose improvement refunding bonds	2.00%-4.00%	1,725,000	2029
Unamortized Premium	n/a	304,219	2032
2014 Cinema Park improvement bonds	1.500% - 4.00%	2,095,000	2030
Unamortized Premium	n/a	142,163	2030
Certificates of participation:			
2013 Certificates of participation	3.125%-4.50%	9,800,000	2037
Unamortized premiums	n/a	145,419	2013-2037
Loan payable:			
Land installment loan	4.50%	450,000	2019
State Infrastructure Bank Loan	3.00%	2,529,893	2025

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**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 12: LONG-TERM OBLIGATIONS (Continued)

	Balances 12/31/2016	Issued	Retired	Balances 12/31/2017	Amounts Due in One Year
General Obligation Bonds:					
Various Purpose Bonds					
Series 2013-1	\$ 6,565,000	\$ -	\$ (645,000)	\$ 5,920,000	\$ 470,000
Various Purpose Bonds					
Series 2013-2	1,315,000	-	(120,000)	1,195,000	85,000
Cinema Park Improvement					
Bond Series 2014	2,085,000	-	(5,000)	2,080,000	5,000
Unamortized Premium	356,501	-	(24,561)	331,940	-
Total General Obligation Bonds	10,321,501	-	(794,561)	9,526,940	560,000
Certificates of Participation:					
2013 Certificates of Participation	9,800,000	-	-	9,800,000	100,000
Unamortized Premium	85,476	-	(4,070)	81,406	-
Total Certificates of Participation:	9,885,476	-	(4,070)	9,881,406	100,000
Loans Payable:					
Land Installment Loan Payable	282,432	-	(89,930)	192,502	94,046
State Infrastructure Bank Loan	1,927,396	602,497	-	2,529,893	284,275
Total Loans Payable:	2,209,828	602,497	(89,930)	2,722,395	378,321
Other Long-Term Obligations:					
Compensated Absences	2,380,943	1,394,825	(1,306,965)	2,468,803	320,597
Claims Payable	15,977	4,395	(1,120)	19,252	1,119
Tap In Fee Agreement Payable	13,334	-	(13,334)	-	-
Capital Leases	442,830	-	(220,617)	222,213	65,010
Net Pension Liability:					
OPERS	4,852,897	1,919,399	-	6,772,296	-
OP&F	15,422,578	-	(398,422)	15,024,156	-
Total Net Pension Liability	20,275,475	1,919,399	(398,422)	21,796,452	-
Total Other Long-Term Obligations:	23,128,559	3,318,619	(1,940,458)	24,506,720	386,726
Total Governmental Activities	\$ 45,545,364	\$ 3,921,116	\$ (2,829,019)	\$ 46,637,461	\$ 1,425,047

The voted general obligation, special assessment refunding bonds for various purpose improvements and the street improvement general obligation bonds, and the certificate of participation will be paid with property tax revenue and special assessment revenue from the General Obligation Bond Retirement Fund.

In 2016, the City received \$1,927,396 in loan proceeds from the Ohio Department of Transportation for the rehabilitation of local roads. Since this loan is not finalized, the repayment schedule is not included in the schedule of debt payments.

The City has a liability to the City of Bedford Heights for \$13,334 related to tap in fees received and earned in 2014 and prior on water lines owned by the City of Bedford Heights. The cities have agreed for the City of Warrensville Heights to pay the City of Bedford Heights in three annual payments of \$13,333 starting January 30, 2015. The City will use General Fund resources to repay this liability.

Compensated absences, claims payable, and capital leases (see Notes 14 and 16 for additional detail on capital leases and claims payable) will be paid from the General Fund.

As of December 31, 2017, the City's overall legal debt margin was \$13,356,830 and the unvoted legal debt margin was \$2,459,797.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 12: LONG-TERM OBLIGATIONS (Continued)

The annual requirements to amortize all long-term debt outstanding as of December 31, 2017 are as follows:

Year	General Obligation Bonds		Governmental Activities Certificates of Participation		Land Installment Loan		State Infrastructure Bank Loan	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2018	\$ 560,000	\$ 281,288	\$ 100,000	\$ 376,663	\$ 94,046	\$ 7,088	\$ 284,275	\$ 73,781
2019	570,000	268,938	365,000	376,663	98,456	2,783	292,868	65,188
2020	870,000	252,125	380,000	358,062	-	-	301,719	56,337
2021	585,000	234,799	395,000	342,863	-	-	310,840	47,216
2022	910,000	215,900	-	327,062	-	-	320,234	37,822
2023-2027	3,160,000	737,161	2,665,000	1,433,881	-	-	1,019,957	54,211
2028-2032	2,540,000	202,756	495,000	1,023,938	-	-	-	-
2033-2037	-	-	5,400,000	446,056	-	-	-	-
Total	<u>\$ 9,195,000</u>	<u>\$ 2,192,967</u>	<u>\$ 9,800,000</u>	<u>\$ 4,685,188</u>	<u>\$ 192,502</u>	<u>\$ 9,871</u>	<u>\$ 2,529,893</u>	<u>\$ 334,555</u>

NOTE 13: NOTE DEBT

In 2017, the City issued \$720,000 in General Obligation Emery Woods Improvement bond anticipation notes at 1.33 percent and maturing August 9, 2018.

The City issued \$1,300,000 in certificates of participation (COPs) in 2017 to retire \$1,500,000 in COPs issued on December 13, 2016 at 2.35 percent. These COPs were issued to provide funds for constructing, furnishing and equipping the City's Community Center.

The City also issued a \$639,000 Emery Woods Improvements bond anticipation notes on December 10, 2017 at 1.7 percent and maturing on December 12, 2018.

	Balances 12/31/2016	Issued	Retired	Balances 12/31/2017
2016 Certificates of Participation	1,500,000	-	(1,500,000)	-
2016 Street Improvement Notes	820,000	-	(820,000)	-
Economic Development Loan Payable	450,000	-	(450,000)	-
Unamortized Premium	20,389	-	(20,389)	-
2017 General Obligation Emery Woods Improvement Bond Anticipation Note	-	720,000	-	720,000
2017 Emery Woods Improvement Bond Anticipation Note Series 2017	-	639,000	-	639,000
2017 Certificates of Participation	-	1,300,000	-	1,300,000
Total Governmental Activities	<u>\$ 2,790,389</u>	<u>\$ 2,659,000</u>	<u>\$ (2,790,389)</u>	<u>\$ 2,659,000</u>

All the notes are backed by the full faith and credit of the City and mature within one year. The note liability is reflected in the funds which received the proceeds. As of December 31, 2017, all of the short-term note proceeds have been expended. The notes will be paid off from the debt service funds.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 14: **LEASES**

Capital Leases

The City has entered into several lease agreements for various vehicles, machinery and equipment. These lease agreements qualify as capital leases for accounting purposes and therefore, have been recorded at the present value of their minimum lease payments as of inception date.

	<u>Governmental Activities</u>
Capital Leases, being depreciated	
Machinery & Equipment	\$ 106,960
Vehicles	502,567
Total Capital Leases, being depreciated	609,527
Less: Accumulated Depreciation	(53,308)
Capital Leases, Net	<u>\$ 556,219</u>

The following is a schedule of the future long-term minimum lease payments required under the capital lease and present value of the minimum lease payments is as follows:

<u>Year</u>	<u>Payment</u>
2018	\$ 88,941
2019	61,173
2020	61,173
2021	29,143
	<u>240,430</u>
Less Interest	(18,217)
Future Minimum Lease	<u>\$ 222,213</u>

Capital lease payments have been presented as part of the General Fund's program expenditures on the Statement of Revenues, Expenditures, and Changes in Fund Balances, and principal payments reduce liabilities rather than being an expense on the statement of activities.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 15: **CONTINGENCIES**

A. **Litigation**

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

B. **Grants**

The City received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds.

However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City at December 31, 2017.

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**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 16: RISK MANAGEMENT

A. Property and Liability

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees, and natural disasters. During 2017, the City contracted with U.S. Specialty Insurance Company for various types of insurance as follows:

Company	Coverage	Amount
U.S. Specialty Insurance Co.	General Liability (per occurrence/aggregate)	\$1,000,000/\$3,000,000
	Damage to Premises Rented to You	1,000,000
	Premises Medical Payments (per person)	10,000
	Employee Benefits Liability (per occurrence/aggregate)	1,000,000/3,000,000
	Ohio Stop Gap Liability	1,000,000
	Employment Practice Liability	1,000,00/1,000,000
	Automobile Liability and Physical Damage Coverage:	
	Combined Bodily Injury and Property Damage	1,000,000
	Medical Payments	5,000
	Law Enforcement Liability (per occurrence/aggregate)	1,000,000/3,000,000
	Public Officials Liability (per occurrence/aggregate)	1,000,00/1,000,000
	Sexual Abuse Liability	1,000,00/1,000,000
	Crime:	
	Forgery and Alterations	250,000
	Computer Fraud	250,000
	Theft, Disappearance, and Destruction	25,000
	Employee Dishonesty	500,000
	Flood	500,000
	Earthquake	500,000
	Property (Building and Contents) Coverage	27,655,943
	Inland Marine Coverage	2,588,698
	Umbrella Liability	5,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years and there have been no significant reductions in insurance coverage from the prior year.

B. Workers' Compensation

The City participates in the State Workers' Compensation Retrospective Rating and Payment Plan. This Plan involves the payment of a minimum premium for administrative services and stop-loss coverage plus the actual claims cost for injured employees. The balance of claims payable at December 31, 2017, represents an estimate of the liability for unpaid claims costs provided by Bureau of Workers' Compensation. The claims liability for the Workers' Compensation retrospective rating and payment system at December 31, 2017, was \$19,252. All of the claims are paid from the General Fund.

The claims liability reported at December 31, 2017 for workers' compensation is based on the requirements of Governmental Standards Board Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated adjustment expenses.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 16: RISK MANAGEMENT (Continued)

Changes in claims activity for the years 2013 through 2017 are as follows:

	Beginning of Year	Claims	Payments	End of Year
2013	75,935	13,823	1,930	87,828
2014	87,828	-	36,560	51,268
2015	51,268	-	2,129	49,139
2016	49,139	-	33,162	15,977
2017	15,977	4,395	1,120	19,252

NOTE 17: DEFINED BENEFIT PENSION PLAN

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

The net pension liability represents the City's proportionate share of each pension plan's collective actuarial present value of projected benefit payments attributable to past periods of service, net of each pension plan's fiduciary net position. The net pension liability calculation is dependent on critical long-term variables, including estimated average life expectancies, earnings on investments, cost of living adjustments and others. While these estimates use the best information available, unknowable future events require adjusting this estimate annually.

Ohio Revised Code limits the City's obligation for this liability to annually required payments. The City cannot control benefit terms or the manner in which pensions are financed; however, the City does receive the benefit of employees' services in exchange for compensation including pension. GASB 68 assumes the liability is solely the obligation of the employer, because (1) they benefit from employee services; and (2) State statute requires all funding to come from these employers.

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

All contributions to date have come solely from these employers (which also includes costs paid in the form of withholdings from employees). State statute requires the pension plans to amortize unfunded liabilities within 30 years. If the amortization period exceeds 30 years, each pension plan's board must propose corrective action to the State legislature. Any resulting legislative change to benefits or funding could significantly affect the net pension liability. Resulting adjustments to the net pension liability would be effective when the changes are legally enforceable.

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

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

Plan Description - City employees participate in the Ohio Public Employees Retirement System (OPERS). OPERS administer three separate pension plans. The traditional pension plan is a cost-sharing, multiple-employer defined benefit pension plan. The member-directed plan is a defined contribution plan and the combined plan is a cost-sharing, multiple-employer defined benefit pension plan with defined contribution features. While members (e.g. City employees) may elect the member-directed plan and the combined plan, substantially all employee members are in OPERS' traditional plan; therefore, the following disclosure focuses on the traditional pension plan.

OPERS provides retirement, disability, survivor and death benefits, and annual cost of living adjustments to members of the traditional plan. City to establish and amend benefits is provided by Chapter 145 of the Ohio Revised Code. OPERS issues a stand-alone financial report that includes financial statements, required supplementary information and detailed information about OPERS' fiduciary net position that may be obtained by visiting <https://www.opers.org/financial/reports.shtml>, by writing to the Ohio Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642, or by calling 800-222-7377.

Senate Bill (SB) 343 was enacted into law with an effective date of January 7, 2013. In the legislation, members were categorized into three groups with varying provisions of the law applicable to each group. The following table provides age and service requirements for retirement and the retirement formula applied to final average salary (FAS) for the three member groups under the traditional plan as per the reduced benefits adopted by SB 343 (see OPERS' CAFR referenced above for additional information):

Group A Eligible to retire prior to January 7, 2013 or five years after January 7, 2013	Group B 20 years of service credit prior to January 7, 2013 or eligible to retire ten years after January 7, 2013	Group C Members not in other Groups and members hired on or after January 7, 2013
State and Local	State and Local	State and Local
Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 60 with 60 months of service credit or Age 55 with 25 years of service credit	Age and Service Requirements: Age 62 with 5 years of service credit or Age 57 with 25 years of service credit
Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 30 years and 2.5% for service years in excess of 30	Formula: 2.2% of FAS multiplied by years of service for the first 35 years and 2.5% for service years in excess of 35

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

Members who retire before meeting the age and years of service credit requirement for unreduced benefits receive a percentage reduction in the benefit amount.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

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

When a benefit recipient has received benefits for 12 months, an annual cost of living adjustment (COLA) is provided. This COLA is calculated on the base retirement benefit at the date of retirement and is not compounded. For those retiring prior to January 7, 2013, the COLA will continue to be a 3 percent simple annual COLA. For those retiring subsequent to January 7, 2013, beginning in calendar year 2019, the COLA will be based on the average percentage increase in the Consumer Price Index, capped at 3 percent.

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

	<u>State and Local</u>
2017 Statutory Maximum Contribution Rates	
Employer	14.0 %
Employee	10.0 %
 2017 Actual Contribution Rates	
Employer:	
Pension	13.0 %
Post-Employment Health Care Benefits	<u>1.0</u>
Total Employer	<u>14.0 %</u>
 Employee	<u>10.0 %</u>

Employer contribution rates are actuarially determined and are expressed as a percentage of covered payroll. The City's contractually required contributions was \$516,580 for fiscal year ending December 31, 2017. Of this amount, \$65,900 is reported as an intergovernmental payable.

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

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

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

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

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

The annual pension benefit for normal service retirement is equal to a percentage of the allowable average annual salary. The percentage equals 2.5 percent for each of the first 20 years of service credit, 2.0 percent for each of the next five years of service credit and 1.5 percent for each year of service credit in excess of 25 years. The maximum pension of 72 percent of the allowable average annual salary is paid after 33 years of service credit.

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

Members retiring under normal service retirement, with less than 15 years of service credit on July 1, 2013, will receive a COLA equal to either three percent or the percent increase, if any, in the consumer price index (CPI) over the 12-month period ending on September 30 of the immediately preceding year, whichever is less. The COLA amount for members with at least 15 years of service credit as of July 1, 2013 is equal to three percent of their base pension or disability benefit.

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

	<u>Police</u>	<u>Firefighters</u>
2017 Statutory Maximum Contribution Rates		
Employer	19.50 %	24.00 %
Employee	12.25 %	12.25 %
2017 Actual Contribution Rates		
Employer:		
Pension	19.00 %	23.50 %
Post-employment Health Care Benefits	0.50	0.50
Total Employer	<u>19.50 %</u>	<u>24.00 %</u>
Employee	12.25 %	12.25 %

Employer contribution rates are expressed as a percentage of covered payroll. The City's contractually required contribution to OP&F was \$1,078,584 for 2017. Of this amount, \$114,132 is reported as an intergovernmental payable.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

C. Pension Liabilities, Pension Assets, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liability for OPERS was measured as of December 31, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. OP&F's total pension liability was measured as of December 31, 2016, and was determined by rolling forward the total pension liability as of January 1, 2016, to December 31, 2016. The City's proportion of the net pension liability was based on the City's share of contributions to the pension plan relative to the contributions of all participating entities. Following is information related to the proportionate share and pension expense:

	OPERS Traditional Pension Plan	OP&F Police	OP&F Fire	Total
Proportion of the Net Pension Liability/Asset Prior Measurement Date	0.028017%	0.1144450%	0.1252940%	
Proportion of the Net Pension Liability/Asset Current Measurement Date	0.029823%	0.1142500%	0.1229520%	
Change in Proportionate Share	0.001806%	-0.000195%	-0.002342%	
Proportionate Share of the Net Pension Liability	\$ 6,772,296	\$ 7,236,487	\$ 7,787,669	\$ 21,796,452
Pension Expense	\$ 1,537,376	\$ 935,149	\$ 998,611	\$ 3,471,136

At December 31, 2017, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	OPERS	OP&F Police	OP&F Fire	Total
Deferred Outflows of Resources				
Net difference between projected and actual earnings on pension plan investments	\$1,008,550	\$703,716	\$757,317	\$2,469,583
Differences between expected and actual experience	9,180	2,048	2,203	13,431
Changes of assumptions	1,074,168	-	-	1,074,168
Changes in proportion and differences between City contributions and proportionate share of contributions	184,148	28,293	69,844	282,285
City contributions subsequent to the measurement date	516,580	522,438	556,146	1,595,164
Total Deferred Outflows of Resources	<u>\$2,792,626</u>	<u>\$1,256,495</u>	<u>\$1,385,510</u>	<u>\$5,434,631</u>
Deferred Inflows of Resources				
Differences between expected and actual experience	\$40,304	\$16,661	\$17,931	\$74,896
Changes in proportion and differences between City contributions and proportionate share of contributions	-	3,018	71,168	74,186
Total Deferred Inflows of Resources	<u>\$40,304</u>	<u>\$19,679</u>	<u>\$89,099</u>	<u>\$149,082</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

C. Pension Liabilities, Pension Assets, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

\$1,595,164 reported as deferred outflows of resources related to pension resulting from City's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending December 31, 2018. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

Year Ending December 31:	OPERS	OP&F Police	OP&F Fire	Total
2018	\$946,149	\$271,876	\$290,104	\$1,508,129
2019	954,347	271,875	290,105	\$1,516,327
2020	364,810	208,104	221,475	\$794,389
2021	(29,564)	(43,131)	(48,899)	(\$121,594)
2022	-	5,057	(11,170)	(6,113)
Thereafter	-	596	(1,350)	(754)
Total	<u>\$2,235,742</u>	<u>\$714,377</u>	<u>\$740,265</u>	<u>\$3,690,384</u>

D. Actuarial Assumptions - OPERS

Actuarial valuations of an ongoing plan involve estimates of the values of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and cost trends. Actuarially determined amounts are subject to continual review or modification as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employers and plan members) and include the types of benefits provided at the time of each valuation. The total pension liability in the December 31, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all prior periods included in the measurement in accordance with the requirements of GASB 67. In 2016, the Board of Trustees' actuarial consultants conducted an experience study for the period 2011 through 2015, comparing assumptions to actual results. The experience study incorporates both a historical view and forward-looking projections to determine the appropriate set of assumptions to keep the plan on a path toward full funding. Information from this study led to changes in both demographic and economic assumptions, with the most notable being a reduction in the actuarially assumed rate of return from 8.0 percent down to 7.5 percent, for the defined benefit investments.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

D. Actuarial Assumptions – OPERS (Continued)

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

Wage Inflation	3.25 percent
Future Salary Increases, including inflation COLA or Ad Hoc COLA	3.25 to 10.75 percent including wage inflation Pre 1/7/2013 retirees; 3 percent, simple Post 1/7/2013 retirees; 3 percent, simple through 2018, then 2.15% simple
Investment Rate of Return	7.5 percent
Actuarial Cost Method	Individual Entry Age

The total pension asset in the December 31, 2016, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Wage Inflation	3.25 percent
Future Salary Increases, including inflation COLA or Ad Hoc COLA	3.25 to 8.25 percent including wage inflation Pre 1/7/2013 retirees; 3 percent, simple Post 1/7/2013 retirees; 3 percent, simple through 2018, then 2.15% simple
Investment Rate of Return	7.5 percent
Actuarial Cost Method	Individual Entry Age

Mortality rates were based on the RP-2014 Health Annuitant Mortality table. For males, Health Annuitant Mortality tables were used, adjusted for mortality improvement back to the observant period base of 2006 and then established the base year as 2015.

For females, Health Annuitant Mortality tables were used, adjusted for mortality improvements back to the observation period base year of 2006 and then established the base year as 2010. The mortality rates used in evaluating disability allowances were based on the RP-2014 Disabled Mortality tables, adjusted for mortality improvement back to the observation base year of 2006 and then established the base year as 2015 for males and 2010 for females. Mortality rates for a particular calendar year for both healthy and disabled retiree mortality tables are determined by applying the MP-2015 mortality improvement scale to the above described tables.

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

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

OPERS manages investments in four investment portfolios: the Defined Benefits portfolio, the 401(h) Health Care Trust portfolio, the 115 Health Care Trust portfolio and the Defined Contribution portfolio.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

NOTE 17: **DEFINED BENEFIT PENSION PLAN** (Continued)

D. Actuarial Assumptions – OPERS (Continued)

The 401(h) Health Care Trust portfolio was closed as of June 30, 2016 and the net position transferred to the 115 Health Care Trust portfolio on July 1, 2016.

The Defined Benefit portfolio includes the investment assets of the Traditional Pension Plan, the defined benefit component of the Combined Plan, the annuitized accounts of the Member-Directed Plan. The Defined Benefit portfolio historically included the assets of the Member-Directed retiree medical accounts funded through the VEBA Trust. However, the VEBA Trust was closed as of June 30, 2016. Within the Defined Benefit portfolio, contributions into the plans are all recorded at the same time, and benefit payments all occur on the first of the month. Accordingly, the money-weighted rate of return is considered to be the same for all plans within the portfolio. The annual money weighted rate of return expressing investment performance, net of investments expenses and adjusted for the changing amounts actually invested, for the Defined Benefit portfolio is 8.3 percent for 2016.

The allocation of investment assets with the Defined Benefit portfolio is approved by the Board of Trustees as outlined in the annual investment plan. Plan assets are managed on a total return basis with a long-term objective of achieving and maintaining a fully funded status for the benefits provided through the defined benefit pension plans.

The table below displays the Board-approved asset allocation policy for 2016 and the long-term expected real rates of return:

Asset Class	Target Allocation	Weighted Average Long-Term Expected Real Rate of Return (Arithmetic)
Fixed Income	23.00 %	2.75 %
Domestic Equities	20.70	6.34
Real Estate	10.00	4.75
Private Equity	10.00	8.97
International Equities	18.30	7.95
Other investments	18.00	4.92
Total	100.00 %	5.66 %

Discount Rate The discount rate used to measure the total pension liability was 7.5 percent, post-experience study results. The projection of cash flows used to determine the discount rate assumed that contributions from plan members and those of the contributing employers are made at the contractually required rates, as actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefits payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

NOTE 17: **DEFINED BENEFIT PENSION PLAN** (Continued)

E. Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following table presents the City's proportionate share of the net pension liability calculated using the current period discount rate assumption of 7.5 percent, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower (6.5 percent) or one-percentage-point higher (8.5 percent) than the current rate:

	1% Decrease (6.50%)	Current Discount Rate (7.50%)	1% Increase (8.50%)
City's proportionate share of the net pension liability	\$ 10,346,195	\$ 6,772,296	\$ 3,794,082

F. Actuarial Assumptions – OP&F

OP&F's total pension liability as of December 31, 2016 is based on the results of an actuarial valuation date of January 1, 2016, and rolled-forward using generally accepted actuarial procedures. The total pension liability is determined by OP&F's actuaries in accordance with GASB Statement No. 67, as part of their annual valuation. Actuarial valuations of an ongoing plan involve estimates of reported amounts and assumptions about probability of occurrence of events far into the future. Examples include assumptions about future employment mortality, salary increases, disabilities, retirements and employment terminations. Actuarially determined amounts are subject to continual review and potential modifications, as actual results are compared with past expectations and new estimates are made about the future.

Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuation, prepared as of January 1, 2016, are presented below:

Valuation Date	January 1, 2016
Actuarial Cost Method	Entry Age Normal
Investment Rate of Return	8.25 percent
Projected Salary Increases	4.25 percent to 11 percent
Payroll Increases	3.75 percent
Inflation Assumptions	3.25 percent
Cost of Living Adjustments	2.60 percent and 3.00 percent Simple

Rates of death are based on the RP2000 Combined Table, age-adjusted as follows. For active members, set back six years. For disability retirements, set forward five years for police and three years for firefighters. For service retirements, set back zero years for police and two years for firefighters. For beneficiaries, set back zero years. The rates are applied on a fully generational basis, with a base year of 2009, using mortality improvement Scale AA.

The most recent experience study was completed January 1, 2012.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

F. Actuarial Assumptions – OP&F (Continued)

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

Best estimates of the long-term expected geometric real rates of return for each major asset class included in OP&F's target asset allocation as of December 31, 2016 are summarized below:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>10 year Expected Real Rate of Return **</u>	<u>30 year Expected Real Rate of Return **</u>
Cash and Cash Equivalents	- %		
Domestic Equity	16.00	4.46 %	5.21 %
Non-US Equity	16.00	4.66	5.40
Core Fixed Income *	20.00	1.67	2.37
Global Inflation Protected *	20.00	0.49	2.33
High Yield	15.00	3.33	4.48
Real Estate	12.00	4.71	5.65
Private Markets	8.00	7.31	7.99
Timber	5.00	6.87	6.87
Master Limited Partnerships	8.00	6.92	7.36
Total	<u>120.00 %</u>		

* levered 2x

** numbers are net of expected inflation

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

Discount Rate The total pension liability was calculated using the discount rate of 8.25 percent. The projection of cash flows used to determine the discount rate assumed the contributions from employers and from the members would be computed based on contribution requirements as stipulated by State statute. Projected inflows from investment earning were calculated using the longer-term assumed investment rate of return 8.25 percent. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all future benefit payments of current plan members. Therefore, a long-term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
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(CONTINUED)**

NOTE 17: DEFINED BENEFIT PENSION PLAN (Continued)

G. Sensitivity of the City's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

Net pension liability is sensitive to changes in the discount rate, and to illustrate the potential impact the following table presents the net pension liability calculated using the discount rate of 8.25 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is one percentage point lower (7.25 percent), or one percentage point higher (9.25 percent) than the current rate.

	1% Decrease (7.25%)	Current Discount Rate (8.25%)	1% Increase (9.25%)
City's proportionate share of the net pension liability	\$ 20,010,370	\$ 15,024,156	\$ 10,798,236

Changes Between Measurement Date and Report Date In October 2017, the OP&F Board adopted certain assumption changes which will impact their annual actuarial valuation prepared as of January 1, 2017. The most significant change is a reduction in the discount rate from 8.25 percent to 8 percent. Although the exact amount of these changes is not known, it has the potential to impact the City's net pension liability.

NOTE 18: POST-EMPLOYMENT BENEFITS

A. Ohio Public Employees Retirement System

Plan Description - The Ohio Public Employees Retirement System (OPERS) administers three separate pension plans; the Traditional Pension Plan is a cost-sharing, multiple-employer defined benefit pension plan; the Member-Directed Plan is a defined contribution plan; and the Combined Plan is a cost-sharing, multiple-employer defined benefit pension plan that has elements of both a defined benefit and a defined contribution plan.

OPERS maintains a cost-sharing, multiple-employer defined benefit post-employment health care trust, which funds multiple health care plans including medical coverage, prescription drug coverage and deposits to a Health Reimbursement Arrangement to qualifying benefit recipients of both the Traditional Pension and the Combined plans. The trust is also used to fund health care for Member-Directed Plan participants, in the form of a Retiree Medical Account (RMA). At retirement or refund, participants can be reimbursed for qualified medical expenses from their vested RMA balance.

In order to qualify for health care coverage, age-and-service retirees under the Traditional Pension and Combined plans must have 20 or more years of qualifying Ohio service credit. Health care coverage for disability benefit recipients and qualified survivor benefit recipients is available. The health care coverage provided by OPERS meets the definition of an Other Post Employment Benefit (OPEB) as described in GASB Statement 45. Please see the Plan Statement in the OPERS 2016 CAFR for details. The Ohio Revised Code permits, but does not require, OPERS to provide health care to its eligible benefit recipients. Authority to establish and amend health care coverage is provided to the OPERS Board of Trustees (OPERS Board) in Chapter 145 of the Ohio Revised Code.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 18: POST-EMPLOYMENT BENEFITS (Continued)

A. Ohio Public Employees Retirement System (Continued)

OPERS issues a stand-alone financial report. Interested parties may obtain a copy by visiting <https://www.opers.org/financial/reports.shtml#CAFR>, by writing to OPERS, 277 East Town Street, Columbus, OH 43215-4642, or by calling 614-222-5601 or 800-222-7377.

Funding Policy - The Ohio Revised Code provides the statutory authority requiring public employers to fund health care through their contributions to OPERS. A portion of each employer's contribution to OPERS is set aside for the funding of post-retirement health care coverage. Employer contribution rates are expressed as a percentage of the earnable salary of active members. In 2017, State and Local employers contributed at a rate of 14.00 percent of earnable salary and Public Safety and Law Enforcement employers contributed at 18.10 percent. These are the maximum employer contribution rates permitted by the Ohio Revised Code. Active member contributions do not fund health care.

Each year, the OPERS Board of Trustees determines the portion of the employer contribution rate that will be set aside to fund health care plans. The portion of employer contributions allocated to health care for members in the Traditional Pension Plan and Combined Plan was 1.00 percent during calendar year 2017.

As recommended by the OPERS' actuary, the portion of employer contributions allocated to health care beginning January 1, 2018 decreased to 0.00 percent for both plans. The OPERS Board is also authorized to establish rules for the retiree or their surviving beneficiaries to pay a portion of the health care benefits provided. Payment amounts vary depending on the number of covered dependents and the coverage selected. The employer contribution as a percentage of covered payroll deposited for Member-Directed Plan participants for 2017 was 4.0 percent. The City's actual employer contributions for December 31, 2017, 2016 and 2015 which were used to fund post-employment benefits were \$39,877, \$77,573, and \$76,054, respectively; 88.20 percent has been contributed for 2017. The full amount has been contributed for 2016 and 2015.

B. Ohio Police and Fire Pension Fund

Plan Description - The City contributes to the Ohio Police and Fire Pension Fund (OP&F) sponsored health care program, a cost-sharing multiple-employer defined benefit post-employment health care plan administered by OP&F. OP&F provides health care benefits including coverage for medical, prescription drugs, dental, vision, Medicare Part B Premium and long term care to retirees, qualifying benefit recipients and their eligible dependents.

OP&F provides access to post-retirement health care coverage for any person who receives or is eligible to receive a monthly service, disability, or statutory survivor benefit or is a spouse or eligible dependent child of such person. The health care coverage provided by OP&F meets the definition of an Other Post-Employment Benefit (OPEB) as described in GASB Statement No. 45. The Ohio Revised Code allows, but does not mandate OP&F to provide OPEB benefits. Authority for the OP&F Board of Trustees to provide health care coverage to eligible participants and to establish and amend benefits is codified in Chapter 742 of the Ohio Revised Code.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 18: **POST-EMPLOYMENT BENEFITS** (Continued)

B. Ohio Police and Fire Pension Fund (Continued)

OP&F issues a publicly available financial report that includes financial information and required supplementary information for the Plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, OH 43215-5164. That report is also available on OP&F's website at www.op-f.org.

Funding Policy - The Ohio Revised Code provides for contribution requirements of the participating employers and of plan members to the OP&F (defined benefit pension plan). Participating employers are required to contribute to the pension plan at rates expressed as percentages of the payroll of active pension plan members, currently, 19.50 percent and 24.00 percent of covered payroll for police and fire employers, respectively. The Ohio Revised Code states that the employer contribution may not exceed 19.50 percent of covered payroll for police employer units and 24.00 percent of covered payroll for fire employer units. Active members do not make contributions to the OPEB plan.

OP&F maintains funds for health care in two separate accounts. One for health care benefits under an IRS Code Section 115 trust and one for Medicare Part B reimbursements administered as an Internal Revenue Code 401(h) account, both of which are within the defined benefit pension plan, under the authority granted by the Ohio Revised Code to the OP&F Board of Trustees.

The Board of Trustees is authorized to allocate a portion of the total employer contributions made into the pension plan to the Section 115 Trust and the Section 401(h) account as the employer contribution for retiree health care benefits. The portion of employer contributions allocated to health care was 0.50 percent of covered payroll from January 1, 2017 thru December 31, 2017.

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

The OP&F Board of Trustees also is authorized to establish requirements for contributions to the health care plan by retirees and their eligible dependents, or their surviving beneficiaries. Payment amounts vary depending on the number of covered dependents and the coverage selected.

The City's contributions to OP&F which were allocated to fund post-employment health care benefits for police and firefighters were \$13,840 and \$11,792 for the year ended December 31, 2017, \$13,647 and \$11,933 for the year ended December 31, 2016, and \$14,043 and \$12,382 for the year ended December 31, 2015, respectively; 89.96 and 89.41 percent has been contributed for 2017, respectively. The full amount has been contributed for 2016 and 2015.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 19: COMPENSATED ABSENCES

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. All City employees earn vacation ranging from two to six weeks based upon length of service.

General administration employees not covered by a collective bargaining agreement earn sick leave of 120 hours annually, without limit on the amount they can accumulate. General administration employees may carry forward a maximum of 336 hours of vacation leave unless the employee's department head certifies to the Mayor that the employee has exceeded the maximum vacation hours allowed as a result of the employee's inability to use vacation leave due to staffing requirements. Upon separation from the City, a maximum of 25 percent of accumulated sick leave up to 240 hours and up to 336 hours of vacation leave shall be paid.

Fire department employees earn 168 hours of sick leave annually and may carry forward an unlimited amount. Upon separation from the City, fire department employees will be paid for 37.5 percent of their accumulated sick balance up to 1,080 hours and up to 120 hours of vacation leave shall be paid. The maximum amount of vacation leave that may be carried forward annually is 120 hours.

Police officers earn 120 hours of sick leave per year and may carry forward an unlimited amount of sick leave annually. However, only 480 hours of vacation time may be carried forward annually. Police officers separating from employment will be paid for any unused vacation balance with a maximum of 480 hours. Police officers with at least ten years of continuous City service will be paid 30 percent of their accumulated sick leave balance upon separation from the City, with a maximum of 400 hours.

Police dispatchers earn 120 hours of sick leave annually and may carry forward an unlimited amount; the maximum amount of vacation leave that may be carried forward is 336 hours. Upon separation from employment, dispatchers may be paid for all accumulated vacation leave up to 336 hours; however they are only paid for accumulated sick leave at 30 percent of total or a maximum of 232 hours if separation is by retirement and with at least ten years of continuous service with the City.

NOTE 20: JOINTLY GOVERNED ORGANIZATIONS

First Suburbs Consortium of Northeast Ohio Council of Governments

The City is a member of the First Suburbs Consortium of Northeast Ohio Council of Government ("Council"). The Council is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. The Council is currently comprised of 18 communities. The Council was formed to foster cooperation between municipalities in matters of mutual concern including but not limited to, initiation and support of policies and practices which protect, maintain and redevelop mature communities and other matters which affect health, safety, welfare, education, economic conditions, and regional development.

The Council is governed by an Assembly made up of one representative from each member community. The representatives then elect the Governing Board made up of a Chair, Vice Chair, and other members elected in annual elections. The Governing Board oversees and manages the Council.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 20: **JOINTLY GOVERNED ORGANIZATIONS** (Continued)

First Suburbs Consortium of Northeast Ohio Council of Governments (Continued)

The degree of control exercised by any participating government is limited to its representation in the Assembly and on the Governing Board.

During 2017, the City contributed \$1,500 to the Council. Financial information can be obtained by contacting First Suburbs Consortium of Northeast Ohio Council of Governments, 40 Severance Circle, Cleveland Heights, Ohio 44118.

Northeast Ohio Public Energy Council

The City 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 energy. NOPEC is currently comprised of 134 members in 174 communities in 10 counties who have been authorized by ballot to purchase energy on behalf of their citizens. The intent of NOPEC is to provide energy at the lowest possible rates while at the same time ensuring stability in prices by entering into long-term contracts with suppliers to provide energy to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. The Board of Directors 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 of Directors. The City of Warrensville Heights did not contribute to NOPEC during 2017. Financial information can be obtained by contacting NOPEC, 31320 Solon Rd, Suite 20, Solon, Ohio 44139.

Chagrin/Southeast Council of Government

The Chagrin/Southeast Council of Government operates the Chagrin/Southeast HazMat Response Team. The team was formed in 1990 to assist local fire departments in responding to incidents involving industrial chemicals. The Council of Government has established two subsidiary organizations, the West Shore Hazardous Materials Committee which provides hazardous material protection and assistance, and the West Shore Enforcement Bureau which provides extra assistance to cities in the form of a Swat Team. During 2017, the City contributed \$3,500 to the organization. The Chagrin/Southeast Council of Government financial statements may be obtained by contacting the Finance Director of the Village of Glenwillow, 29555 Pettibone Road, Glenwillow, Ohio 44139.

The City is a member of Valley Enforcement Regional Council of Government ("VERCOG"), a jointly governed organization. VERCOG is a regional council of government formed under Chapter 167 of the Ohio Revised Code. VERCOG was formed to continue to foster cooperation among political subdivisions through sharing of facilities for their common benefit. It includes the supervision and control of the Valley Enforcement Group ("VEG"), which has been a mutual aid organization providing the mutual interchange and sharing of police personnel and police equipment.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 20: JOINTLY GOVERNED ORGANIZATIONS (Continued)

Valley Enforcement Regional Council of Government (Continued)

VERCOG is comprised of communities located within the Chagrin Valley which exercise law enforcement authority under Ohio law and whose law enforcement agency consists of four or more full-time, sworn law enforcement officers. VERCOG is authorized to acquire and own police equipment and other property, to be used by all participating members, and may do any other thing permitted by law to accomplish its general purposes.

During 2017, the City paid \$7,000 to VERCOG. Financial information can be obtained by contacting the City of Pepper Pike, 28000 Shaker Boulevard, Pepper Pike, Ohio 44124.

NOTE 21: OTHER SIGNIFICANT COMMITMENTS

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 amount of encumbrances expected to be honored upon performance by the vendor in the next year were as follows:

	<u>Encumbrances</u>
General Fund	\$ 491,011
Nonmajor Governmental Funds	264,853
Total Encumbrances-Governmental Funds	<u>\$ 755,864</u>

NOTE 22: TAX ABATEMENT DISCLOSURE

Income tax abatement program

As of December 31, 2017, the City of Warrensville Heights continues to pursue new and efficient economic development strategies that are fiscally responsible, support the creation of new jobs, and grow the City's economic tax base.

The Warrensville Heights Occupancy Program (W.H.O.P.) provides a monetary grant to businesses occupying or looking to occupy, whether buying or leasing, existing vacant industrial and/or commercial property within the City of Warrensville Heights, where such occupancy results in new jobs in the City of Warrensville Heights. The grant is an annual payment from the City's non-tax revenues, which is equal to a percentage of the businesses total annual payroll. Retail and food service businesses are not eligible program participants.

The business must currently employ at least twenty-five (25) full time or full-time equivalent employees with a current payroll, excluding benefits, exceeding \$500,000 and is creating at least ten (10) new jobs that will result in at least \$320,000 in new annual payroll within a three (3) year period beginning at the commencement date of the agreement.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 22: **TAX ABATEMENT DISCLOSURE** (Continued)

Income tax abatement program (Continued)

An eligible grant recipient will receive an annual grant payment equal to no more than fifty percent (50%) of the total annual payroll taxes paid to the City of Warrensville Heights for the duration of the W.H.O.P. agreement. The duration of the agreement may not exceed the lease term if the benefiting business is leasing space.

Real Estate Tax abatement

The City of Warrensville Heights Community Reinvestment Areas was created in 1977. The program underwent major revisions in 1994. In fact, there are two types of CRAs – those created prior to July 1, 1994 and those after. The City Council passed legislative authority with designated area determined the size, the number of areas as well as the term and extent of the real property exemptions. Designations includes Northeast, Southeast and West boundaries of the City of Warrensville Heights.

The City's Reinvestment Area program is an economic development tool administered by City of Warrensville Heights and county government that provides real property tax exemptions for property owners who renovate existing or construct new buildings. For residential property, a tax exemption on the increase in the assessed valuation resulting from improvements. Residential application must be filed with the Housing Officer no later than six months after construction completion.

- A. Ten (10) years, for the remodeling of dwellings containing not more than two housing units and upon which the cost of remodeling is at least \$2,500;
- B. Twelve (12) years for remodeling of existing residential dwelling containing more than two housing units and upon which the cost of remodeling is at least \$5,000;
- C. Fifteen (15) years for new residential, commercial, and industrial facilities shall be negotiated on a case-by-case basis in advance of construction occurring.

Warrensville Heights Tax Increment Financing (TIF) is another economic development mechanism used by the city to apply payments derived from the increased assessed value of improvements to real property beyond that amount are directed towards a separate fund to finance the construction of infrastructure defined within the TIF legislation.

The City Council designate a Housing Officer to review applications and serve as the program lead. The city created a Tax Incentive Review Council (TIRC) to review performance of all agreements and projects.

City Council's incentive criteria for decision making

The City of Warrensville Heights has offered Community Reinvestment Area abatement and tax incentives programs to businesses based upon substantial investment into the City. All projects requires an application to the Office of Community and Economic Development, Mayoral review, Council approval and is filed with the County.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2017
(CONTINUED)**

NOTE 22: **TAX ABATEMENT DISCLOSURE** (Continued)

City Council's incentive criteria for decision making (Continued)

The City's Health Neighborhood Initiative housing development projects has rehabilitated areas of the city needing improvement. In 2017, we have seen a 43% increase in real estate values. We have created a new business recognitions program to recognize new business relocating and expanding in the city, which has brought over 187 new jobs to the city last year.

Below is the information relevant to the disclosure of these programs for the year ended December 31, 2017.

Tax Amount of Taxes Abated (Incentive Abated) for the Year 2016 (In Actual Dollars)

<u>Tax Abated Program</u>	<u>Amount</u>
Community Reinvestment Area (CRA):	
Healthcare Facility	\$ 84,630
Economic Development Job Creation Program:	
Biomedical Testing Laboratory	25,331
Animal Care Facility	21,679
Petroleum Distribution	30,853
Professional Building	27,001
Total Abated Amount:	<u>\$ 189,494</u>

The following are the required amounts of income tax dollars paid by the City to the Warrensville Heights Board of Education in 2017:

• Manufacturing	25 percent of municipal income tax revenue	\$ 40,775
• Manufacturing	20 percent of municipal income tax revenue	\$ 16,334
• Healthcare Facility	25 percent of municipal income tax revenue	\$ 60,666
• Professional Building	25 percent of municipal income tax revenue	\$ 37,632

Required Supplementary Information

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM – TRADITIONAL PLAN
LAST FOUR FISCAL YEARS (1)**

Traditional Plan	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	0.029823%	0.028017%	0.027299%	0.027299%
City's Proportionate Share of the Net Pension Liability	\$6,772,296	\$4,852,897	\$3,292,564	\$3,218,196
City's Covered-Employee Payroll	\$3,865,858	\$3,533,442	\$3,375,283	\$3,507,777
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	175.18%	137.34%	97.55%	91.74%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	77.25%	81.08%	86.45%	86.36%

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

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
OHIO POLICE AND FIRE PENSION FUND
LAST FOUR FISCAL YEARS (1)**

Police	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	0.1142500%	0.1144450%	0.1145327%	0.1145327%
City's Proportionate Share of the Net Pension Liability	\$7,236,487	\$7,362,327	\$5,933,271	\$5,578,102
City's Covered-Employee Payroll	\$2,970,400	\$2,690,837	\$2,523,995	\$3,093,713
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	243.62%	273.61%	235.07%	180.30%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.36%	66.77%	71.71%	73.00%
Fire	2017	2016	2015	2014
City's Proportion of the Net Pension Liability	0.1229520%	0.1252940%	0.1232648%	0.1232648%
City's Proportionate Share of the Net Pension Liability	\$7,787,669	\$8,060,251	\$6,385,631	\$6,003,382
City's Covered-Employee Payroll	\$2,557,613	\$2,296,545	\$2,199,736	\$2,627,736
City's Proportionate Share of the Net Pension Liability as a Percentage of its Covered Employee Payroll	304.49%	350.97%	290.29%	228.46%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	68.36%	66.77%	71.71%	73.00%

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

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S CONTRIBUTIONS
OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM – TRADITIONAL PLAN
LAST FIVE FISCAL YEARS**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
Contractually Required Contributions	\$516,580	\$463,903	\$424,013	\$405,034	\$456,011
Contributions in Relation to the Contractually Required Contribution	<u>(\$516,580)</u>	<u>(\$463,903)</u>	<u>(\$424,013)</u>	<u>(\$405,034)</u>	<u>(\$456,011)</u>
Contribution Deficiency / (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
City's Covered-Employee Payroll	\$3,973,692	\$3,865,858	\$3,533,442	\$3,375,283	\$3,507,777
Pension Contributions as a Percentage of Covered-Employee Pavroll	13.00%	12.00%	12.00%	12.00%	13.00%

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE CITY'S CONTRIBUTIONS
OHIO POLICE AND FIRE PENSION FUND
LAST TEN FISCAL YEARS**

	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
<u>Contractually Required Contributions</u>										
Police	\$522,438	\$564,376	\$511,259	\$479,559	\$486,641	\$332,201	\$315,146	\$318,591	\$324,726	\$352,420
Fire	\$556,146	\$601,039	\$539,688	\$516,938	\$531,591	\$399,714	\$403,288	\$358,172	\$406,236	\$382,312
Total Required Contributions	\$1,078,584	\$1,165,415	\$1,050,947	\$996,497	\$1,018,232	\$731,915	\$718,434	\$676,763	\$730,962	\$734,732
Contributions in Relation to the Contractually Required Contribution	<u>(\$1,078,584)</u>	<u>(\$1,165,415)</u>	<u>(\$1,050,947)</u>	<u>(\$996,497)</u>	<u>(\$1,018,232)</u>	<u>(\$731,915)</u>	<u>(\$718,434)</u>	<u>(\$676,763)</u>	<u>(\$730,962)</u>	<u>(\$734,732)</u>
Contribution Deficiency / (Excess)	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>City's Covered-Employee Payroll</u>										
Police	\$2,749,674	\$2,970,400	\$2,690,837	\$2,523,995	\$3,093,713	\$2,605,498	\$2,471,733	\$2,498,753	\$2,546,871	\$2,764,078
Fire	\$2,366,579	\$2,557,613	\$2,296,545	\$2,199,736	\$2,627,736	\$2,317,183	\$2,337,901	\$2,076,359	\$2,354,991	\$2,216,301
<u>Pension Contributions as a Percentage of Covered- Employee Payroll</u>										
Police	19.00%	19.00%	19.00%	19.00%	[1]	12.75%	12.75%	12.75%	12.75%	12.75%
Fire	23.50%	23.50%	23.50%	23.50%	[1]	17.25%	17.25%	17.25%	17.25%	17.25%

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED DECEMBER 31, 2017**

OHIO PUBLIC EMPLOYEES RETIREMENT SYSTEM (OPERS)

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2017.

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

OHIO POLICE AND FIRE (OP&F) PENSION FUND

Changes in benefit terms: There were no changes in benefit terms from the amounts reported for 2014-2017.

Changes in assumptions: There were no changes in methods and assumptions used in the calculation of actuarial determined contributions for 2014-2017. See the notes to the basic financial statements for the methods and assumptions in this calculation.

Combining and Individual Fund Statements and Schedule

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

Nonmajor Special Revenue Funds

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

Street Construction, Maintenance, and Repair Fund

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

State Highway Fund

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

Police Salary and Equipment Fund

The Police Salary and Equipment Fund accounts for property tax revenue levied for the payment of salaries and for the purchase of equipment in the police department.

Fire Salary and Equipment Fund

The Fire Salary and Equipment Fund accounts for property tax revenue levied for the payment of salaries and for the purchase of equipment in the fire department.

Street Lighting Fund

The Street Lighting Fund accounts for property tax revenue levied to provide street lighting within the City.

Building Levy Fund

The Building Levy Fund accounts for property tax revenue levied for the payment of repairs to City owned buildings.

Fire Pension Fund

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

Police Pension Fund

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

DARE Grant Fund

The DARE Grant Fund accounts for grant monies received which are used to educate the public regarding drug abuse and drug abuse prevention.

Master Plan Grant Fund

The Master Plan Grant Fund accounts for revenues received from the Cuyahoga County Department of Development to be used for maintaining the City's master plan which is a plan to create and maintain a quality way of life for the City's residents and businesses in both the immediate and longer-term future.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

Bureau of Justice Grant Fund

The Bureau of Justice Grant Fund accounts for monies to be expended for safety equipment in the police department.

Community Development Block Grant Fund

The Community Development Block Grant Fund accounts for revenues received from the federal government and City matching funds and expenditures as prescribed under the Community Development Block Grant Program.

Law Enforcement Trust Fund

The Law Enforcement Trust Fund accounts for confiscated monies from criminals that are restricted, by state statute, for expenditures that would enhance the police department.

Juvenile Diversion Program Fund

The Juvenile Diversion Program Fund accounts for monies received from Cuyahoga County to be used to establish or expand community policing programs.

Fire Department Child Safety Grant Fund

The Fire Department Child Safety Grant Fund accounts for monies to be used for fire safety programs for children.

EMS Computer Grant Fund

The EMS Computer Grant Fund accounts for monies from the state to be used for the purchase of equipment, computer software, and other costs associated with EMS mobile computing.

EMS Training and Equipment Grant Fund

The EMS Training and Equipment Grant Fund accounts for monies used for the purchase of computers in the fire department.

Local Law Enforcement Block Grant Fund

The Local Law Enforcement Block Grant Fund accounts for monies used for the purchase of equipment in the police department.

Sidewalk Replacement Fund

The Sidewalk Replacement Fund accounts for monies received from the Cuyahoga County Community Development department for the inspection and improvement of sidewalks within the City.

COPS Grant Fund

The COPS Grant Fund accounts for monies from the federal government to be used for the purchase of equipment, computer software, and other costs associated with police mobile computing.

FEMA Grant Fund

The FEMA Grant Fund accounts for monies received from the Federal Emergency Management Agency to be expended on personal protective equipment for use by the fire department.

Cleveland Browns Foundation Fund

The Cleveland Browns Foundation Fund accounts for monies to be used for youth crime prevention programs.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
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CRA Monitoring Fee Fund

The CRA Monitoring Fee Fund accounts for monies received from companies that have a Community Reinvestment Agreement with the City. Funds are to be used exclusively for the purpose of complying with Section 3735.671 (D) of the Ohio Revised Code.

The Cleveland Foundation Fund

The Cleveland Foundation Fund accounts for monies received from the Cleveland Foundation to be used for a summer and after school family based prevention program within the City.

Economic Development Stimulus Incentive Grant Fund

The Economic Development Stimulus Incentive Grant Fund accounts for monies received from building permits issued to developers of the Emery Woods Housing Project.

Grass Refuse Fund

The Grass Refuse Fund accounts for monies received from a special assessment to be used for various expenses incurred by the City for upkeep on unkempt lots and/or lawns.

Homeland Security Grant Fund

The Homeland Security Grant Fund accounts for federal grant monies received to provide overtime payments to the service department employees participating in emergency preparedness.

Civic Center Park Restoration Grant Fund

The Civic Center Park Restoration Grant Fund accounts for local grant monies used for the assessment, consultation, and implementation of sewer and drainage requirements; sidewalk repairs, and reconstruction; provision of recreation facilities; and rehabilitation of community housing and code enforcement.

G.R.E.A.T. Grant Fund

The G.R.E.A.T. Grant Fund accounts for federal grant monies used to implement gang-prevention education activities and programming for elementary school students.

Fire Reporting Grant Fund

The Fire Reporting Grant Fund accounts for revenues received from the State of Ohio's Fire Marshall's office to be used towards computers, printers, and accessories to assist in the department's fire reporting requirements, and provide fire protection to the citizens for the community.

2007 NatureWorks Grant Fund

The NatureWorks Grant Fund accounts for revenues received from the Ohio Department of Natural Resources and City's matching funds. The fund expends funds in compliance with the NatureWorks Local Grant Program State/Local Project Agreement, which includes: new playground equipment and various other improvements at the Green Road Civic Center and Park. There was no budgetary information for 2016.

2008 G.R.E.A.T. Grant Fund

The G.R.E.A.T. Grant Fund accounts for federal grant monies used to implement gang prevention education activities and programming for elementary school students. The 2008 grant is a subsequent grant to the 2007 G.R.E.A.T. Grant.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
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NON-MAJOR GOVERNMENTAL FUNDS
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Warrensville Heights Occupancy Program Fund

The Warrensville Heights Occupancy Program Fund accounts for fees received to be used for compliance monitoring of companies participating in the program.

Residential Demolition Fund

The Residential Demolition Fund accounts for monies to be used for asbestos remediation and demolition of properties deemed blighted by the City.

Community Recycling Grant Fund

The Community Recycling Grant Fund accounts for funds received from the Cuyahoga County Solid Waste District to be used for community recycling programs.

Continuing Professional Training Program Fund

The Continuing Professional Training Program Fund accounts for funds received from the State of Ohio Continuing Professional Training Program to be used for law enforcement continuing professional training.

Ohio Bureau Workers Compensation Intervention Grant Fund

The Ohio Bureau Workers Compensation Intervention Grant Fund accounts for funds received from the State of Ohio Bureau of Workers Compensation to be used for capital outlay equipment.

Ohio Department of Aging Grant Fund

The Ohio Department of Aging Grant Fund accounts for funds received from the Department of Aging to be used for the senior community services.

Ohio Department of Aging Grant 2016-2017 Fund

The Ohio Department of Aging Grant Fund accounts for funds received from the Department of Aging to be used for the senior community services for 2016-2017 period.

State Infrastructure Repayment Loan Fund

The State Infrastructure Repayment Loan Fund accounts for the funds received for hotel and motel taxes to be used for the repayment of state infrastructure bank loan.

Nonmajor Capital Projects Funds

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

Street Improvement Fund

The Street Improvement Fund accounts for grant monies and note proceeds used for the improvement of streets and curbs within the City. There was no budgetary information in 2015.

Information Technology System Fund

The Information Technology System Fund accounts for resources to be used for purchasing computer hardware, application software, network telephone systems and other technology system upgrades.

Land Acquisition Fund

The Land Acquisition Fund accounts for resources set aside for future economic growth and development.

**CITY OF WARRENSVILLE HEIGHTS
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NON-MAJOR GOVERNMENTAL FUNDS
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Emery Woods Project Fund

The Emery Woods Project Fund accounts for note proceeds used to pay for the costs of constructing a new development in the City which will consist of new houses.

Town Center Project Fund

The Town Center Project Fund accounts for note proceeds used to pay for the costs of constructing projects within the City's Town Center project.

Generators Fund

The Generator Fund accounts for monies received from a note issuance to be used for the purchase and installation of a generator at City Hall.

Cinema Park Fund

The Cinema Park Fund accounts for note proceeds used to pay for the costs of the infrastructure improvements at a housing development project.

City Hall Boiler Replacement Fund

The City Hall Boiler Replacement Fund accounts for monies received from a NOPEC "Powering Our Communities" grant that will be used to replace the City Hall's boiler.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
ASSETS			
Equity in Pooled Cash and Cash Equivalents	\$ 1,668,202	\$ 1,113,990	\$ 2,782,192
Accounts Receivable	15,510	-	15,510
Intergovernmental Receivable	287,146	-	287,146
Property Taxes Receivable	702,214	-	702,214
Total Assets	<u><u>\$ 2,673,072</u></u>	<u><u>\$ 1,113,990</u></u>	<u><u>\$ 3,787,062</u></u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ 304,539	\$ 470,651	\$ 775,190
Interfund Payable	69,222	5,973	75,195
Notes Payable	-	639,000	639,000
Total Liabilities	<u><u>373,761</u></u>	<u><u>1,115,624</u></u>	<u><u>1,489,385</u></u>
Deferred Inflows of Resources:			
Property Taxes	495,380	-	495,380
Unavailable Revenue - Delinquent Property Taxes	206,834	-	206,834
Unavailable Revenue - Other	195,358	-	195,358
Total Deferred Inflows of Resources	<u><u>897,572</u></u>	<u><u>-</u></u>	<u><u>897,572</u></u>
Fund Balances:			
Restricted	1,306,366	62,010	1,368,376
Committed	176,271	-	176,271
Unassigned (Deficit)	(80,898)	(63,644)	(144,542)
Total Fund Balances (Deficit)	<u><u>1,401,739</u></u>	<u><u>(1,634)</u></u>	<u><u>1,400,105</u></u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u><u>\$ 2,673,072</u></u>	<u><u>\$ 1,113,990</u></u>	<u><u>\$ 3,787,062</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2017**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
REVENUES			
Property Taxes	\$ 564,925	\$ -	\$ 564,925
Hotel Taxes	249,520	-	249,520
Intergovernmental	678,172	-	678,172
Fines and Forfeitures	32,865	-	32,865
Charges for Services	23,036	-	23,036
All Other Revenues	2,020	-	2,020
Total Revenues	<u>1,550,538</u>	<u>-</u>	<u>1,550,538</u>
EXPENDITURES			
Security of Persons and Property:			
Police and Others	436,997	-	436,997
Fire	148,979	-	148,979
Leisure Time Activities	138,181	-	138,181
Community Development	282,630	3,074	285,704
Transportation	376,705	724,502	1,101,207
General Government	59,705	-	59,705
Capital Outlay	-	114,259	114,259
Debt Service:			
Interest and Fiscal Charges	-	8,325	8,325
Total Expenditures	<u>1,443,197</u>	<u>850,160</u>	<u>2,293,357</u>
Excess of Revenues Over (Under) Expenditures	<u>107,341</u>	<u>(850,160)</u>	<u>(742,819)</u>
OTHER FINANCING SOURCES			
Transfer In	30,000	910,000	940,000
Transfer Out	(136,417)	(11,616)	(148,033)
Total Other Financing Sources	<u>(106,417)</u>	<u>898,384</u>	<u>791,967</u>
Net Change in Fund Balances	924	48,224	49,148
 Fund Balances - Beginning of Year	 <u>1,400,815</u>	 <u>(49,858)</u>	 <u>1,350,957</u>
Fund Balances - End of Year	<u><u>\$ 1,401,739</u></u>	<u><u>\$ (1,634)</u></u>	<u><u>\$ 1,400,105</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2017**

	<u>Street Maintenance</u>	<u>State Highway</u>	<u>Police Levy</u>	<u>Fire Levy</u>	<u>Street Lighting</u>
ASSETS					
OUTFLOWS OF RESOURCES					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 289,030	\$ 39,208	\$ 48,297	\$ 39,527	\$ 9,146
Accounts Receivable	-	-	-	-	-
Intergovernmental Receivable	234,132	18,983	3,358	3,358	8,303
Property Taxes Receivable	-	-	119,907	119,907	233,157
Total Assets	<u>\$ 523,162</u>	<u>\$ 58,191</u>	<u>\$ 171,562</u>	<u>\$ 162,792</u>	<u>\$ 250,606</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 7,518	\$ -	\$ -	\$ -	\$ 38,661
Interfund Payable	-	-	-	-	-
<i>Total Liabilities</i>	<u>7,518</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>38,661</u>
Deferred Inflows of Resources:					
Property Taxes	-	-	84,888	84,888	164,082
Unavailable Revenue - Delinq. Property Taxes	-	-	35,019	35,019	69,075
Unavailable Revenue - Other	159,588	12,939	3,358	3,358	8,303
<i>Total Deferred Inflows of Resources</i>	<u>159,588</u>	<u>12,939</u>	<u>123,265</u>	<u>123,265</u>	<u>241,460</u>
Fund Balances:					
Restricted	356,056	45,252	48,297	39,527	-
Committed	-	-	-	-	-
Unassigned	-	-	-	-	(29,515)
Total Fund Balances	<u>356,056</u>	<u>45,252</u>	<u>48,297</u>	<u>39,527</u>	<u>(29,515)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 523,162</u>	<u>\$ 58,191</u>	<u>\$ 171,562</u>	<u>\$ 162,792</u>	<u>\$ 250,606</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
DECEMBER 31, 2017**

	Building Levy	Fire Pension	Police Pension	Master Plan Grant	BJA Grant
ASSETS					
OUTFLOWS OF RESOURCES					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 34,203	\$ 24,034	\$ 17,148	\$ 25,353	\$ 13,823
Accounts Receivable	-	-	-	-	-
Intergovernmental Receivable	2,830	2,491	2,491	-	-
Property Taxes Receivable	84,573	72,335	72,335	-	-
Total Assets	\$ 121,606	\$ 98,860	\$ 91,974	\$ 25,353	\$ 13,823
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund Payable	-	-	-	-	148
<i>Total Liabilities</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>148</i>
Deferred Inflows of Resources:					
Property Taxes	59,618	50,952	50,952	-	-
Unavailable Revenue - Delinq. Property Taxes	24,955	21,383	21,383	-	-
Unavailable Revenue - Other	2,830	2,491	2,491	-	-
<i>Total Deferred Inflows of Resources</i>	<i>87,403</i>	<i>74,826</i>	<i>74,826</i>	<i>-</i>	<i>-</i>
Fund Balances:					
Restricted	34,203	24,034	17,148	25,353	13,675
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	34,203	24,034	17,148	25,353	13,675
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 121,606	\$ 98,860	\$ 91,974	\$ 25,353	\$ 13,823

CDBG Exterior	Law Enforcement Trust	Juvenile Diversion	EMS Computer	COPS Grant	CRA Monitoring	EDSI Grant	Grass Refuse
\$ 12,873	\$ 23,590	\$ 16,832	\$ 3,000	\$ 4,818	\$ 164,686	\$ 28,150	\$ 242
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>\$ 12,873</u>	<u>\$ 23,590</u>	<u>\$ 16,832</u>	<u>\$ 3,000</u>	<u>4,818</u>	<u>164,686</u>	<u>28,150</u>	<u>242</u>
\$ -	\$ 14,925	\$ -	\$ -	\$ -	\$ 50,000	\$ -	\$ -
27,919	-	-	-	21,566	-	-	-
<u>27,919</u>	<u>14,925</u>	<u>-</u>	<u>-</u>	<u>21,566</u>	<u>50,000</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	8,665	16,832	3,000	-	-	-	242
-	-	-	-	-	114,686	28,150	-
(15,046)	-	-	-	(16,748)	-	-	-
<u>(15,046)</u>	<u>8,665</u>	<u>16,832</u>	<u>3,000</u>	<u>(16,748)</u>	<u>114,686</u>	<u>28,150</u>	<u>242</u>
<u>\$ 12,873</u>	<u>\$ 23,590</u>	<u>\$ 16,832</u>	<u>\$ 3,000</u>	<u>\$ 4,818</u>	<u>\$ 164,686</u>	<u>\$ 28,150</u>	<u>\$ 242</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
DECEMBER 31, 2017**

	2007 Nature Works	Warrensville Hts. Occupancy Program	Residential Demolition	Community Recycling Grant	CPT Program
ASSETS					
OUTFLOWS OF RESOURCES					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 33,435	\$ 261,031	\$ 25	\$ 11,020
Accounts Receivable	-	-	-	-	-
Intergovernmental Receivable	-	-	-	-	11,200
Property Taxes Receivable	-	-	-	-	-
Total Assets	-	\$ 33,435	\$ 261,031	\$ 25	\$ 22,220
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ 193,435	\$ -	\$ -
Interfund Payable	19,589	-	-	-	-
<i>Total Liabilities</i>	<i>19,589</i>	<i>-</i>	<i>193,435</i>	<i>-</i>	<i>-</i>
Deferred Inflows of Resources:					
Property Taxes	-	-	-	-	-
Unavailable Revenue - Delinq. Property Taxes	-	-	-	-	-
Unavailable Revenue - Other	-	-	-	-	-
<i>Total Deferred Inflows of Resources</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>	<i>-</i>
Fund Balances:					
Restricted	-	-	67,596	25	22,220
Committed	-	33,435	-	-	-
Unassigned	(19,589)	-	-	-	-
Total Fund Balances	(19,589)	33,435	67,596	25	22,220
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ -	\$ 33,435	\$ 261,031	\$ 25	\$ 22,220

SIB Loan Repayment	Total Nonmajor Special Revenue Funds
\$ 568,731	\$ 1,668,202
15,510	15,510
-	287,146
-	702,214
<u>\$ 584,241</u>	<u>\$ 2,673,072</u>

\$ -	\$ 304,539
-	69,222
<u>-</u>	<u>373,761</u>

-	495,380
-	206,834
-	195,358
<u>-</u>	<u>897,572</u>

584,241	1,306,366
-	176,271
-	(80,898)
<u>584,241</u>	<u>1,401,739</u>
<u>\$ 584,241</u>	<u>\$ 2,673,072</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Street Maintenance	State Highway	Police Levy	Fire Levy	Street Lighting
REVENUES					
Property Taxes	\$ -	\$ -	\$ 96,330	\$ 96,330	\$ 189,564
Hotel Taxes	-	-	-	-	-
Intergovernmental	476,020	38,592	6,715	6,715	16,605
Interest	-	-	-	-	-
Fines and Forfeitures	-	-	-	-	-
Charges for Services	-	-	-	-	-
All Other Revenues	-	-	-	-	-
Total Revenues	<u>476,020</u>	<u>38,592</u>	<u>103,045</u>	<u>103,045</u>	<u>206,169</u>
EXPENDITURES					
Security of Persons and Property:					
Police and Others	-	-	90,000	-	201,629
Fire	-	-	-	90,000	-
Leisure Time Activities	-	-	-	-	-
Community Environment	-	-	-	-	-
Transportation	353,705	23,000	-	-	-
General Government	-	-	-	-	-
Total Expenditures	<u>353,705</u>	<u>23,000</u>	<u>90,000</u>	<u>90,000</u>	<u>201,629</u>
Excess of Revenues Over (Under) Expenditures	<u>122,315</u>	<u>15,592</u>	<u>13,045</u>	<u>13,045</u>	<u>4,540</u>
OTHER FINANCING SOURCES					
Transfer In	-	-	-	-	-
Transfer Out	-	-	-	-	-
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>122,315</u>	<u>15,592</u>	<u>13,045</u>	<u>13,045</u>	<u>4,540</u>
Fund Balances - Beginning of Year	233,741	29,660	35,252	26,482	(34,055)
Fund Balances - End of Year	<u>\$ 356,056</u>	<u>\$ 45,252</u>	<u>\$ 48,297</u>	<u>\$ 39,527</u>	<u>\$ (29,515)</u>

Building Levy	Fire Pension	Police Pension	DARE Grant	Master Plan Grant	BJA Grant	CDBG Exterior	Law Enforcement Trust
\$ 64,821	\$ 58,940	\$ 58,940	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
5,659	4,982	4,982	-	-	2,400	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	1,900
<u>70,480</u>	<u>63,922</u>	<u>63,922</u>	<u>-</u>	<u>-</u>	<u>2,400</u>	<u>-</u>	<u>1,900</u>
-	-	57,000	68,071	-	-	-	14,925
-	57,000	-	-	-	-	-	-
-	-	-	-	-	-	-	-
52,923	-	-	-	-	-	23,426	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>52,923</u>	<u>57,000</u>	<u>57,000</u>	<u>68,071</u>	<u>-</u>	<u>-</u>	<u>23,426</u>	<u>14,925</u>
<u>17,557</u>	<u>6,922</u>	<u>6,922</u>	<u>(68,071)</u>	<u>-</u>	<u>2,400</u>	<u>(23,426)</u>	<u>(13,025)</u>
-	-	-	-	-	-	30,000	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	30,000	-
<u>17,557</u>	<u>6,922</u>	<u>6,922</u>	<u>(68,071)</u>	<u>-</u>	<u>2,400</u>	<u>6,574</u>	<u>(13,025)</u>
<u>16,646</u>	<u>17,112</u>	<u>10,226</u>	<u>68,071</u>	<u>25,353</u>	<u>11,275</u>	<u>(21,620)</u>	<u>21,690</u>
<u>\$ 34,203</u>	<u>\$ 24,034</u>	<u>\$ 17,148</u>	<u>\$ -</u>	<u>\$ 25,353</u>	<u>\$ 13,675</u>	<u>\$ (15,046)</u>	<u>\$ 8,665</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCE
NON-MAJOR SPECIAL REVENUE FUNDS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017**

	G.R.E.A.T. Grant	Fire Reporting Grant	2007 Nature Works	2008 G.R.E.A.T. Grant
REVENUES				
Property Taxes	\$ -	\$ -	\$ -	\$ -
Hotel Taxes	-	-	-	-
Intergovernmental	-	-	-	-
Interest	-	-	-	-
Fines and Forfeitures	-	-	-	-
Charges for Services	-	-	-	-
All Other Revenues	-	-	-	-
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES				
Security of Persons and Property:				
Police and Others	-	-	-	-
Fire	-	188	-	-
Leisure Time Activities	-	-	-	-
Community Environment	-	-	-	-
Transportation	-	-	-	-
General Government	-	-	-	-
Total Expenditures	<u>-</u>	<u>188</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(188)</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES				
Transfer In	-	-	-	-
Transfer Out	(3,668)	-	-	(29,342)
Total Other Financing Sources	<u>(3,668)</u>	<u>-</u>	<u>-</u>	<u>(29,342)</u>
Net Change in Fund Balances	(3,668)	(188)	-	(29,342)
Fund Balances - Beginning of Year	3,668	188	(19,589)	29,342
Fund Balances - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (19,589)</u>	<u>\$ -</u>

Warrensville Hts. Occupancy Program	Residential Demolition	Community Recycling Grant	CPT Program	Ohio Department of Aging Grant	Ohio Department of Aging Grant 2016-17	SIB Loan Repayment	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 564,925
-	-	-	-	-	-	249,520	249,520
-	-	4,185	17,580	-	90,137	-	678,172
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	32,865
12,750	-	-	-	-	-	-	23,036
-	-	-	-	-	-	-	2,020
<u>12,750</u>	<u>-</u>	<u>4,185</u>	<u>17,580</u>	<u>-</u>	<u>90,137</u>	<u>249,520</u>	<u>1,550,538</u>
-	-	-	-	-	-	-	436,997
-	-	-	-	-	-	-	148,979
-	-	2,164	-	10,649	125,368	-	138,181
-	193,435	1,996	-	-	-	-	282,630
-	-	-	-	-	-	-	376,705
-	-	-	-	-	-	-	59,705
<u>-</u>	<u>193,435</u>	<u>4,160</u>	<u>-</u>	<u>10,649</u>	<u>125,368</u>	<u>-</u>	<u>1,443,197</u>
<u>12,750</u>	<u>(193,435)</u>	<u>25</u>	<u>17,580</u>	<u>(10,649)</u>	<u>(35,231)</u>	<u>249,520</u>	<u>107,341</u>
-	-	-	-	-	-	-	30,000
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(136,417)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(106,417)</u>
12,750	# (193,435)	25	17,580	(10,649)	(35,231)	249,520	924
20,685	261,031	-	4,640	10,649	35,231	334,721	1,400,815
<u>\$ 33,435</u>	<u>\$ 67,596</u>	<u>\$ 25</u>	<u>\$ 22,220</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 584,241</u>	<u>\$ 1,401,739</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECT FUNDS
DECEMBER 31, 2017**

	Street Improvements	Information Technology System	Land Acquisition
ASSETS			
OUTFLOWS OF RESOURCES			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 17,992	\$ 305	\$ 1,036,755
Total Assets	<u>\$ 17,992</u>	<u>\$ 305</u>	<u>\$ 1,036,755</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
Liabilities:			
Accounts Payable	9,252	-	461,399
Interfund Payable	-	-	-
Notes Payable	-	-	639,000
Total Liabilities	<u>9,252</u>	<u>-</u>	<u>1,100,399</u>
Fund Balances:			
Restricted	8,740	305	-
Unassigned	-	-	(63,644)
Total Fund Balances (Deficit)	<u>8,740</u>	<u>305</u>	<u>(63,644)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 17,992</u>	<u>\$ 305</u>	<u>\$ 1,036,755</u>

Emery Woods Project	Town Center Project	Total Nonmajor Capital Projects Funds
<u>\$ 42,166</u>	<u>\$ 16,772</u>	<u>\$ 1,113,990</u>
<u><u>\$ 42,166</u></u>	<u><u>\$ 16,772</u></u>	<u><u>\$ 1,113,990</u></u>
-	-	470,651
-	5,973	5,973
-	-	639,000
<u>-</u>	<u>5,973</u>	<u>1,115,624</u>
42,166	10,799	62,010
-	-	(63,644)
<u>42,166</u>	<u>10,799</u>	<u>(1,634)</u>
<u><u>\$ 42,166</u></u>	<u><u>\$ 16,772</u></u>	<u><u>\$ 1,113,990</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES
NON-MAJOR CAPITAL PROJECT FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Street Improvements	Information Technology System	Land Acquisition
EXPENDITURES			
Community Environment	\$ -	\$ -	\$ 3,074
Transportation	716,414	-	-
Capital Outlay	57,951	-	54,487
Debt Service:	-	-	-
Interest and Fiscal Charges	-	-	8,325
Total Expenditures	<u>774,365</u>	<u>-</u>	<u>65,886</u>
Excess of Revenues (Under) Expenditures	<u>(774,365)</u>	<u>-</u>	<u>(65,886)</u>
OTHER FINANCING (USES)			
Transfer In	910,000	-	-
Transfer Out	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing (Uses)	<u>910,000</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>135,635</u>	<u>-</u>	<u>(65,886)</u>
 Fund Balances - Beginning of Year	 <u>(126,895)</u>	 <u>305</u>	 <u>2,242</u>
Fund Balances - End of Year	<u>\$ 8,740</u>	<u>\$ 305</u>	<u>\$ (63,644)</u>

Emery Woods Project	Town Center Project	Generators	Cinema Park	City Hall Boiler Replacement	Total Nonmajor Capital Projects Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,074
8,088	-	-	-	-	724,502
-	-	-	1,821	-	114,259
-	-	-	-	-	-
-	-	-	-	-	8,325
8,088	-	-	1,821	-	850,160
(8,088)	-	-	(1,821)	-	(850,160)
-	-	-	-	-	910,000
-	-	(10,666)	-	(950)	(11,616)
-	-	-	-	-	-
-	-	(10,666)	-	(950)	898,384
(8,088)	-	(10,666)	(1,821)	(950)	48,224
50,254	10,799	10,666	1,821	950	(49,858)
\$ 42,166	\$ 10,799	\$ -	\$ -	\$ -	\$ (1,634)

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
FUND DESCRIPTION
AGENCY FUNDS
DECEMBER 31, 2017**

Agency Funds

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations and other governmental units. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of operations.

Developers' Deposits Fund

The Developers Deposits Fund accounts for deposits from contractors, held by the City, to insure compliance with various City ordinances regarding development within the City.

Senior Civic Center Rental Fund

The Senior Civic Center Rental Fund accounts for monies received as security deposit for rental of the civic and senior center.

Payroll Clearing Fund

The Payroll Clearing Fund accounts for payroll deductions collected for other governmental units or entities.

Self-Insurance Fund

The Self-Insurance Fund accounts for payroll deductions collected for health care self-insurance.

Flexible Spending Fund

The Tax Incentive Fund accounts for tax incentive activity related to the economic development of the City.

Unclaimed Funds

This fund is used to account for stale dated checks issued by the City for various purposes. These dollars are held in this fund until a legal claim is made.

Tax Incentive Fund

This fund is used to account for service payments in lieu of property taxes. The service payments are collected to implement the City's Master Plan for urban renewal, prevention and elimination of blight and deteriorations, land and building acquisitions, demolitions, site preparation and relocation expenses.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2017**

	Balance 12/31/2016	Additions	Deletions	Balance 12/31/2017
Developers' Deposits Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 386,843	\$ 64,288	\$ -	\$ 451,131
Liabilities				
Deposits Held and Due to Others	\$ 386,843	\$ 64,288	\$ -	\$ 451,131
Senior Civic Center Rental Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 2,855	\$ -	\$ 1,973	\$ 882
Liabilities				
Deposits Held and Due to Others	\$ 2,855	\$ -	\$ 1,973	\$ 882
Payroll Clearing Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 226,280	\$ -	\$ 9,462	\$ 216,818
Liabilities				
Deposits Held and Due to Others	\$ 226,280	\$ -	\$ 9,462	\$ 216,818
Self-Insurance Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 8,877	\$ 392,129	\$ -	\$ 401,006
Liabilities				
Deposits Held and Due to Others	\$ 8,877	\$ 392,129	\$ -	\$ 401,006
Tax Incentive Fund				
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 4,001	\$ -	\$ 4,001
Liabilities				
Deposits Held and Due to Others	\$ -	\$ 4,001	\$ -	\$ 4,001
Unclaimed Funds				
Equity in Pooled Cash and Cash Equivalents	\$ -	\$ 13,672	\$ -	\$ 13,672
Liabilities				
Deposits Held and Due to Others	\$ -	\$ 13,672	\$ -	\$ 13,672
Flexible Spending Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 4,803	\$ 5,292	\$ -	\$ 10,095
Liabilities				
Deposits Held and Due to Others	\$ 4,803	\$ 5,292	\$ -	\$ 10,095
Total - All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 629,658	\$ 479,382	\$ 11,435	\$ 1,097,605
Liabilities				
Deposits Held and Due to Others	\$ 629,658	\$ 479,382	\$ 11,435	\$ 1,097,605

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

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 412,867	\$ 412,867	\$ 416,856	\$ 3,989
Income Taxes	16,804,126	18,129,497	17,997,449	(132,048)
Intergovernmental	773,260	833,378	833,572	194
Interest	62,421	67,274	67,290	16
Licenses and Permits	354,854	382,442	382,531	89
Fines and Forfeitures	97,195	104,752	104,776	24
Rentals	182,375	196,554	196,600	46
Charges for Services	526,932	567,898	568,031	133
All Other Revenues	61,949	66,765	66,781	16
Total Revenues	19,275,979	20,761,427	20,633,886	(127,541)
Expenditures:				
Current:				
Security of Persons and Property				
Fire Department				
Personal Services	3,398,342	3,398,342	3,440,400	(42,058)
Contractual Services	51,686	51,686	36,684	15,002
Supplies and Materials	278,710	278,710	419,461	(140,751)
Total Fire Department	3,728,738	3,728,738	3,896,545	(167,807)
Police Department				
Personal Services	4,993,233	4,993,233	4,920,124	73,109
Contractual Services	82,530	82,530	49,059	33,471
Supplies and Materials	616,422	616,422	515,891	100,531
Total Police Department	5,692,185	5,692,185	5,485,074	207,111
Traffic Waiver				
Personal Services	56,927	56,927	56,013	914
Contractual Services	140,000	140,000	89,923	50,077
Supplies and Materials	1,500	1,500	307	1,193
Total Animal Control	198,427	198,427	146,243	52,184
Total Security of Persons and Property	9,619,350	9,619,350	9,527,862	91,488

Continued

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
GENERAL FUND (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Health & Welfare				
Public Health				
Contractual Services	54,000	54,000	53,085	915
Total Public Health and Welfare	54,000	54,000	53,085	915
Leisure Time Activities				
Parks and Recreation				
Personal Services	172,383	172,383	111,124	61,259
Contractual Services	19,536	19,536	-	19,536
Supplies and Materials	136,700	136,700	182,487	(45,787)
Total Parks and Recreation	328,619	328,619	293,611	35,008
Senior Services				
Personal Services	281,323	281,323	257,678	23,645
Contractual Services	11,880	11,880	5,924	5,956
Supplies and Materials	79,706	79,706	73,092	6,614
Total Senior Services	372,909	372,909	336,694	36,215
Total Leisure Time Activates	701,528	701,528	630,305	71,223
Community Enviroment				
Planning Commission				
Personal Services	5,400	5,400	7,751	(2,351)
Supplies and Materials	1,968	1,968	-	1,968
Total Planning Commission	7,368	7,368	7,751	(383)
Community Development				
Personal Services	134,640	134,640	117,349	17,291
Contractual Services	6,040	6,040	-	6,040
Supplies and Materials	37,239	37,239	36,749	490
Total Community Development	177,919	177,919	154,098	23,821
Board of Zoning Appeals				
Personal Services	5,400	5,400	6,248	(848)
Supplies and Materials	500	500	-	500
Total Board of Zoning Appeals	5,900	5,900	6,248	(348)
Building Department				
Personal Services	553,709	553,709	396,897	156,812
Contractual Services	30,000	30,000	1,834	28,166
Supplies and Materials	48,150	48,150	39,837	8,313
Total Building Department	631,859	631,859	438,568	193,291
Total Community Enviroment	823,046	823,046	606,665	216,381

Continued

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
GENERAL FUND (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Basic Utility Services				
Service Building				
Personal Services	2,037,772	2,037,772	1,643,123	394,649
Contractual Services	645,738	645,738	1,383,732	(737,994)
Supplies and Materials	884,357	884,357	749,392	134,965
Total Basic Utility Services	3,567,867	3,567,867	3,776,247	(208,380)
General Government				
City Council				
Personal Services	187,981	187,981	190,262	(2,281)
Supplies and Materials	181,156	181,156	169,971	11,185
Total City Council	369,137	369,137	360,233	8,904
Clerk of Council				
Personal Services	551,091	551,091	521,243	29,848
Supplies and Materials	47,054	47,054	42,649	4,405
Total Clerk of Council	598,145	598,145	563,892	34,253
Legal				
Personal Services	116,758	116,758	115,642	1,116
Contractual Services	185,500	185,500	161,524	23,976
Supplies and Materials	16,536	16,536	6,902	9,634
Total Legal	318,794	318,794	284,068	34,726
Civil Service Commission				
Personal Services	5,400	5,400	9,511	(4,111)
Supplies and Materials	800	800	312	488
Total Finance	6,200	6,200	9,823	(3,623)
Charter Review Commission				
Personal Services	5,400	5,400	-	5,400
Total Charter Review Commission	5,400	5,400	-	5,400
Community Liason				
Personal Services	23,498	23,498	23,416	82
Supplies and Materials	1,450	1,450	-	1,450
Total Mayor's Office	24,948	24,948	23,416	1,532
Human Resources				
Personal Services	163,210	163,210	157,096	6,114
Contractual Services	34,875	34,875	5,793	29,082
Supplies and Materials	20,639	20,639	4,990	15,649
Total Human Resources	218,724	218,724	167,879	50,845
Information Systems				
Contractual Services	221,051	221,051	250,033	(28,982)
Other Expenses	110,000	110,000	57,267	52,733
Total Public Properties	331,051	331,051	307,300	23,751

Continued

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
GENERAL FUND (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Finance Department				
Personal Services	405,240	405,240	408,376	(3,136)
Supplies and Materials	11,469	11,469	11,431	38
Total Finance Department	416,709	416,709	419,807	(3,098)
Tax Department				
Personal Services	54,051	54,051	55,360	(1,309)
Contractual Services	275,000	275,000	290,075	(15,075)
Supplies and Materials	1,500	1,500	868	632
Total Tax Department	330,551	330,551	346,303	(15,752)
Election				
Contractual Services	40,000	40,000	2,870	37,130
Total Retirees	40,000	40,000	2,870	37,130
Engineering				
Travel and Education	43,763	43,763	49,017	(5,254)
Total Engineering	43,763	43,763	49,017	(5,254)
Other General Government				
Personal Services	92,056	92,056	406,616	(314,560)
Contractual Services	1,129,627	1,129,627	1,084,516	45,111
Supplies and Materials	557,478	557,478	373,260	184,218
Other Expenses	349,650	349,650	727,914	(378,264)
Total Other General Government	2,128,811	2,128,811	2,592,306	(463,495)
Total General Government	4,832,233	4,832,233	5,126,914	(294,681)
Total Expenditures	19,598,024	19,598,024	19,721,078	(123,054)
Excess of Revenues Over (Under) Expenditures	(322,045)	1,163,403	912,808	(250,595)
Other Financing Sources (Uses)				
Sale of Capital Assets	1,001	1,001	1,001	-
Transfers In	148,033	148,033	148,033	-
Transfers Out	(1,730,000)	(1,730,000)	(1,940,000)	(210,000)
Total Other Financing Sources (Uses)	(1,580,966)	(1,580,966)	(1,790,966)	(210,000)
Net Change in Fund Balance	(1,903,011)	(417,563)	(878,158)	(460,595)
Cash Fund Balance (Deficit) - Beginning of Year	4,905,258	4,905,258	4,905,258	-
Prior Year Encumbrances	405,057	405,057	405,057	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ 3,407,304</u>	<u>\$ 4,892,752</u>	<u>\$ 4,432,157</u>	<u>\$ (460,595)</u>

See accompanying notes to the basic financial statements.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
GENERAL OBLIGATION BOND RETIREMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 393,077	\$ 393,077	\$ 392,932	\$ (145)
Other Taxes	69,032	173,949	53,167	(120,782)
Intergovernmental	43,120	108,655	33,210	(75,445)
Special Assessments	228,525	575,842	176,004	(399,838)
All Other Revenues	27,722	69,855	21,351	(48,504)
Total Revenues	<u>761,477</u>	<u>1,321,379</u>	<u>676,664</u>	<u>(644,715)</u>
Expenditures:				
Debt Service:				
Principal	3,958,383	3,958,383	3,090,000	868,383
Interest & Fiscal Charges	797,480	797,480	763,092	34,388
Total Expenditures	<u>4,755,863</u>	<u>4,755,863</u>	<u>3,853,092</u>	<u>902,771</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,994,386)</u>	<u>(3,434,484)</u>	<u>(3,176,428)</u>	<u>258,056</u>
Other Financing Sources (Uses)				
Proceeds	2,020,000	2,020,000	2,020,000	-
Transfers In	1,000,000	1,000,000	1,000,000	-
Total Other Financing Sources (Uses)	<u>3,020,000</u>	<u>3,020,000</u>	<u>3,020,000</u>	<u>-</u>
Net Change in Fund Balance	(974,386)	(414,484)	(156,428)	258,056
Cash Fund Balance (Deficit) - Beginning of Year	679,590	679,590	679,590	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ (294,796)</u>	<u>\$ 265,106</u>	<u>\$ 523,162</u>	<u>\$ 258,056</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
STREET CONSTRUCTION, REPAIR, AND MAINTENANCE FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 435,000	\$ 479,000	\$ 489,431	\$ 10,431
Total Revenues	<u>435,000</u>	<u>479,000</u>	<u>489,431</u>	<u>10,431</u>
Expenditures:				
Current:				
Transportation				
Personal Services	234,344	234,344	232,346	1,998
Supplies and Materials	293,775	293,775	171,093	122,682
Total Expenditures	<u>528,119</u>	<u>528,119</u>	<u>403,439</u>	<u>124,680</u>
Net Change in Fund Balance	(93,119)	(49,119)	85,992	135,111
Cash Fund Balance - Beginning of Year	127,037	127,037	127,037	-
Prior Year Encumbrances	50,119	50,119	50,119	-
Cash Fund Balance - End of Year	<u>\$ 84,037</u>	<u>\$ 128,037</u>	<u>\$ 263,148</u>	<u>\$ 135,111</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
STATE HIGHWAY FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 26,460	\$ 40,500	\$ 39,683	\$ (817)
Total Revenues	<u>26,460</u>	<u>40,500</u>	<u>39,683</u>	<u>(817)</u>
Expenditures:				
Current:				
Transportation				
Personal Services	23,000	23,000	23,000	-
Total Expenditures	<u>23,000</u>	<u>23,000</u>	<u>23,000</u>	<u>-</u>
Net Change in Fund Balance	3,460	17,500	16,683	(817)
Cash Fund Balance - Beginning of Year	22,525	22,525	22,525	-
Cash Fund Balance - End of Year	<u>\$ 25,985</u>	<u>\$ 40,025</u>	<u>\$ 39,208</u>	<u>\$ (817)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
POLICE SALARY AND EQUIPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 94,927	\$ 94,927	\$ 96,330	\$ 1,403
Intergovernmental	-	12,157	6,715	(5,442)
Total Revenues	<u>94,927</u>	<u>107,084</u>	<u>103,045</u>	<u>(4,039)</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Police and Others:				
Personal Services	102,385	102,385	90,000	12,385
Total Expenditures	<u>102,385</u>	<u>102,385</u>	<u>90,000</u>	<u>12,385</u>
Net Change in Fund Balance	(7,458)	4,699	13,045	8,346
Cash Fund Balance - Beginning of Year	35,252	35,252	35,252	-
Cash Fund Balance - End of Year	<u>\$ 27,794</u>	<u>\$ 39,951</u>	<u>\$ 48,297</u>	<u>\$ 8,346</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
FIRE SALARY AND EQUIPMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 94,927	\$ 94,927	\$ 96,330	\$ 1,403
Intergovernmental	-	11,657	6,715	(4,942)
Total Revenues	<u>94,927</u>	<u>106,584</u>	<u>103,045</u>	<u>(3,539)</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Fire				
Personal Services	105,385	105,385	90,000	15,385
Total Expenditures	<u>105,385</u>	<u>105,385</u>	<u>90,000</u>	<u>15,385</u>
Net Change in Fund Balance	(10,458)	1,199	13,045	11,846
Cash Fund Balance - Beginning of Year	26,482	26,482	26,482	-
Cash Fund Balance - End of Year	<u>\$ 16,024</u>	<u>\$ 27,681</u>	<u>\$ 39,527</u>	<u>\$ 11,846</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
STREET LIGHTING FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 187,484	\$ 187,484	\$ 189,564	\$ 2,080
Intergovernmental	-	48,889	16,605	(32,284)
Total Revenues	<u>187,484</u>	<u>236,373</u>	<u>206,169</u>	<u>(30,204)</u>
Expenditures:				
Current:				
Community Development				
Contractual Services	<u>240,000</u>	<u>240,000</u>	<u>203,135</u>	<u>36,865</u>
Total Expenditures	<u>240,000</u>	<u>240,000</u>	<u>203,135</u>	<u>36,865</u>
Net Change in Fund Balance	(52,516)	(3,627)	3,034	6,661
Cash Fund Balance - Beginning of Year	<u>6,112</u>	<u>6,112</u>	<u>6,112</u>	<u>-</u>
Cash Fund Balance - End of Year	<u><u>\$ (46,404)</u></u>	<u><u>\$ 2,485</u></u>	<u><u>\$ 9,146</u></u>	<u><u>\$ 6,661</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
BUILDING LEVY FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 67,672	\$ 67,672	\$ 64,821	\$ (2,851)
Intergovernmental	-	13,889	5,659	(8,230)
Total Revenues	<u>67,672</u>	<u>81,561</u>	<u>70,480</u>	<u>(11,081)</u>
Expenditures:				
Current:				
General Government				
Contractual Services	50,000	50,000	48,737	1,263
Supplies and Materials	25,330	25,330	11,315	14,015
Total Expenditures	<u>75,330</u>	<u>75,330</u>	<u>60,052</u>	<u>15,278</u>
Net Change in Fund Balance	(7,658)	6,231	10,428	4,197
Cash Fund Balance - Beginning of Year	14,316	14,316	14,316	-
Prior Year Encumbrances	2,330	2,330	2,330	-
Cash Fund Balance - End of Year	<u>\$ 8,988</u>	<u>\$ 22,877</u>	<u>\$ 27,074</u>	<u>\$ 4,197</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
FIRE PENSION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 58,962	\$ 58,962	\$ 58,940	\$ (22)
Intergovernmental	-	9,758	4,982	(4,776)
Total Revenues	<u>58,962</u>	<u>68,720</u>	<u>63,922</u>	<u>(4,798)</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Fire				
Personal Services	<u>57,000</u>	<u>57,000</u>	<u>57,000</u>	<u>-</u>
Total Expenditures	<u>57,000</u>	<u>57,000</u>	<u>57,000</u>	<u>-</u>
Net Change in Fund Balance	1,962	11,720	6,922	(4,798)
Cash Fund Balance - Beginning of Year	<u>17,112</u>	<u>17,112</u>	<u>17,112</u>	<u>-</u>
Cash Fund Balance - End of Year	<u><u>\$ 19,074</u></u>	<u><u>\$ 28,832</u></u>	<u><u>\$ 24,034</u></u>	<u><u>\$ (4,798)</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
POLICE PENSION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property Taxes	\$ 58,962	\$ 58,962	\$ 58,940	\$ (22)
Intergovernmental	-	9,758	4,982	(4,776)
Total Revenues	<u>58,962</u>	<u>68,720</u>	<u>63,922</u>	<u>(4,798)</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Police and Others:				
Personal Services	57,000	57,000	57,000	-
Total Expenditures	<u>57,000</u>	<u>57,000</u>	<u>57,000</u>	<u>-</u>
Net Change in Fund Balance	1,962	11,720	6,922	(4,798)
Cash Fund Balance - Beginning of Year	10,226	10,226	10,226	-
Cash Fund Balance - End of Year	<u>\$ 12,188</u>	<u>\$ 21,946</u>	<u>\$ 17,148</u>	<u>\$ (4,798)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
DARE GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 25,000	\$ -	\$ -	\$ -
Total Revenues	<u>25,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Police and Others:				
Personal Services	-	-	68,071	(68,071)
Total Expenditures	<u>-</u>	<u>-</u>	<u>68,071</u>	<u>(68,071)</u>
Net Change in Fund Balance	25,000	-	(68,071)	(68,071)
Cash Fund Balance - Beginning of Year	68,071	68,071	68,071	-
Cash Fund Balance - End of Year	<u>\$ 93,071</u>	<u>\$ 68,071</u>	<u>\$ -</u>	<u>\$ (68,071)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
MASTER PLAN GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
General Government				
Other	\$ 25,353	\$ 25,353	\$ -	\$ 25,353
Total Expenditures	<u>25,353</u>	<u>25,353</u>	<u>-</u>	<u>25,353</u>
Net Change in Fund Balance	(25,353)	(25,353)	-	25,353
Cash Fund Balance - Beginning of Year	25,353	25,353	25,353	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,353</u>	<u>\$ 25,353</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
BUREAU OF JUSTICE GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 5,000	\$ 5,000	\$ 2,400	\$ (2,600)
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>2,400</u>	<u>(2,600)</u>
Expenditures:				
Current:				
Security of Persons and Property				
Police Safety Equipment				
Personal Services	5,000	5,000	-	5,000
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Net Change in Fund Balance	-	-	2,400	2,400
Cash Fund Balance - Beginning of Year	11,423	11,423	11,423	-
Cash Fund Balance - End of Year	<u>\$ 11,423</u>	<u>\$ 11,423</u>	<u>\$ 13,823</u>	<u>\$ 2,400</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
COMMUNITY DEVELOPMENT BLOCK GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Community Development				
Contractual Services	\$ 30,000	\$ 30,000	\$ 23,426	\$ 6,574
Total Expenditures	<u>30,000</u>	<u>30,000</u>	<u>23,426</u>	<u>6,574</u>
Excess of Revenues Over (Under) Expenditures	<u>(30,000)</u>	<u>(30,000)</u>	<u>(23,426)</u>	<u>6,574</u>
Other Financing Sources (Uses)				
Transfers In	30,000	30,000	30,000	-
Total Other Financing Sources (Uses)	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Net Change in Fund Balance	-	-	6,574	6,574
Cash Fund Balance - Beginning of Year	6,299	6,299	6,299	-
Cash Fund Balance - End of Year	<u>\$ 6,299</u>	<u>\$ 6,299</u>	<u>\$ 12,873</u>	<u>\$ 6,574</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
LAW ENFORCEMENT TRUST FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
All Other Revenues	\$ 5,000	\$ 5,000	\$ 1,900	\$ (3,100)
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>1,900</u>	<u>(3,100)</u>
Expenditures:				
Current:				
Security of Persons and Property				
Law enforcement				
Travel and Education	24,817	24,817	24,742	75
Total Expenditures	<u>24,817</u>	<u>24,817</u>	<u>24,742</u>	<u>75</u>
Net Change in Fund Balance	(19,817)	(19,817)	(22,842)	(3,025)
Cash Fund Balance - Beginning of Year	21,690	21,690	21,690	-
Prior Year Encumbrances	9,817	9,817	9,817	-
Cash Fund Balance - End of Year	<u>\$ 11,690</u>	<u>\$ 11,690</u>	<u>\$ 8,665</u>	<u>\$ (3,025)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
JUVENILE DIVERSION PROGRAM FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 4,645	\$ 5,129	\$ 3,600	\$ (1,529)
All Other Revenues	155	171	120	(51)
Total Revenues	<u>4,800</u>	<u>5,300</u>	<u>3,720</u>	<u>(1,580)</u>
Expenditures:				
Current:				
Security of Persons and Property:				
Mandatory Drug Law				
Personal Services	4,000	4,000	3,183	817
Supplies and Materials	800	800	-	800
Total Expenditures	<u>4,800</u>	<u>4,800</u>	<u>3,183</u>	<u>1,617</u>
Net Change in Fund Balance	-	500	537	37
Cash Fund Balance - Beginning of Year	16,295	16,295	16,295	-
Cash Fund Balance - End of Year	<u>\$ 16,295</u>	<u>\$ 16,795</u>	<u>\$ 16,832</u>	<u>\$ 37</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
FIRE DEPARTMENT CHILD SAFETY GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Security of Persons and Property				
Fire				
Supplies and Materials	\$ 808	\$ 808	\$ 808	\$ -
Total Expenditures	<u>808</u>	<u>808</u>	<u>808</u>	<u>-</u>
 Net Change in Fund Balance	 (808)	 (808)	 (808)	 -
 Cash Fund Balance - Beginning of Year	 <u>808</u>	 <u>808</u>	 <u>808</u>	 <u>-</u>
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
EMS COMPUTER GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Expenditures:				
Current:				
Security of Persons and Property				
Fire				
Supplies and Materials	\$ 3,000	\$ 3,000	\$ -	\$ 3,000
Total Expenditures	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>3,000</u>
Net Change in Fund Balance	(3,000)	(3,000)	-	3,000
Cash Fund Balance - Beginning of Year	3,000	3,000	3,000	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,000</u>	<u>\$ 3,000</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
EMS TRAINING AND EQUIPMENT GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Security of Persons and Property				
Fire				
Supplies and Materials	\$ 983	\$ 983	\$ 983	\$ -
Total Expenditures	<u>983</u>	<u>983</u>	<u>983</u>	<u>-</u>
Net Change in Fund Balance	(983)	(983)	(983)	-
Cash Fund Balance - Beginning of Year	983	983	983	-
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
LOCAL LAW ENFORCEMENT BLOCK GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Security of Persons and Property				
Police and Others:				
Personal Services	\$ 21	\$ 21	\$ 21	-
Total Expenditures	<u>21</u>	<u>21</u>	<u>21</u>	<u>-</u>
Net Change in Fund Balance	(21)	(21)	(21)	-
Cash Fund Balance - Beginning of Year	<u>21</u>	<u>21</u>	<u>21</u>	<u>-</u>
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
SIDEWALK REPLACEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Transfers Out	\$ (7,104)	\$ (7,104)	\$ (7,104)	\$ -
Total Other Financing Sources (Uses)	<u>(7,104)</u>	<u>(7,104)</u>	<u>(7,104)</u>	<u>-</u>
 Net Change in Fund Balance	 (7,104)	 (7,104)	 (7,104)	 -
 Cash Fund Balance - Beginning of Year	 7,104	 7,104	 7,104	 -
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
COPS GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Security of Persons and Property:				
Police and Others:				
Supplies and Materials	\$ 5,008	\$ 5,008	\$ 190	\$ 4,818
Total Expenditures	<u>5,008</u>	<u>5,008</u>	<u>190</u>	<u>4,818</u>
Excess of Revenues Over				
(Under) Expenditures	<u>(5,008)</u>	<u>(5,008)</u>	<u>(190)</u>	<u>4,818</u>
Other Financing Sources (Uses)				
Transfers Out	<u>(21,566)</u>	<u>(21,566)</u>	<u>(21,566)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(21,566)</u>	<u>(21,566)</u>	<u>(21,566)</u>	<u>-</u>
Net Change in Fund Balance	(26,574)	(26,574)	(21,756)	4,818
Cash Fund Balance - Beginning of Year	<u>26,574</u>	<u>26,574</u>	<u>26,574</u>	<u>-</u>
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,818</u>	<u>\$ 4,818</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
FEMA GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Transfers Out	(30,521)	(30,521)	(30,521)	-
Total Other Financing Sources (Uses)	(30,521)	(30,521)	(30,521)	-
Net Change in Fund Balance	(30,521)	(30,521)	(30,521)	-
Cash Fund Balance - Beginning of Year	30,521	30,521	30,521	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
CLEVELAND BROWNS FOUNDATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
General Government				
Supplies and Materials	568	568	568	-
Total Expenditures	<u>568</u>	<u>568</u>	<u>568</u>	<u>-</u>
 Net Change in Fund Balance	 (568)	 (568)	 (568)	 -
 Cash Fund Balance - Beginning of Year	 <u>568</u>	 <u>568</u>	 <u>568</u>	 <u>-</u>
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
CRA MONITORING FEE FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Fines, Licenses and Permits	5,000	25,000	32,865	7,865
Total Revenues	<u>5,000</u>	<u>25,000</u>	<u>32,865</u>	<u>7,865</u>
Expenditures:				
Current:				
General Government				
Contractual Services	100,000	100,000	9,705	90,295
Total Expenditures	<u>100,000</u>	<u>100,000</u>	<u>9,705</u>	<u>90,295</u>
Net Change in Fund Balance	(95,000)	(75,000)	23,160	98,160
Cash Fund Balance - Beginning of Year	141,526	141,526	141,526	-
Cash Fund Balance - End of Year	<u>\$ 46,526</u>	<u>\$ 66,526</u>	<u>\$ 164,686</u>	<u>\$ 98,160</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
CLEVELAND FOUNDATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Security of Persons and Property:				
Supplies and Materials	\$ 4,819	\$ 4,819	\$ 4,819	\$ -
Total Expenditures	<u>4,819</u>	<u>4,819</u>	<u>4,819</u>	<u>-</u>
Net Change in Fund Balance	(4,819)	(4,819)	(4,819)	-
Cash Fund Balance - Beginning of Year	<u>4,819</u>	<u>4,819</u>	<u>4,819</u>	<u>-</u>
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
ECONOMIC DEVELOPMENT STIMULUS GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Community Development				
Supplies and Materials	\$ 28,150	\$ 28,150	\$ -	\$ 28,150
Total Expenditures	<u>28,150</u>	<u>28,150</u>	<u>-</u>	<u>28,150</u>
 Net Change in Fund Balance	 (28,150)	 (28,150)	 -	 28,150
 Cash Fund Balance - Beginning of Year	 <u>28,150</u>	 <u>28,150</u>	 <u>28,150</u>	 <u>-</u>
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 28,150</u></u>	<u><u>\$ 28,150</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
GRASS REFUSE FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for Services	\$ 45,000	\$ 50,000	\$ 10,286	\$ (39,714)
Total Revenues	<u>45,000</u>	<u>50,000</u>	<u>10,286</u>	<u>(39,714)</u>
Expenditures:				
Current:				
Community Development				
Contractual Services	41,034	41,034	10,850	30,184
Total Expenditures	<u>41,034</u>	<u>41,034</u>	<u>10,850</u>	<u>30,184</u>
Net Change in Fund Balance	3,966	8,966	(564)	(9,530)
Cash Fund Balance - Beginning of Year	(228)	(228)	(228)	-
Prior Year Encumbrances	1,034	1,034	1,034	-
Cash Fund Balance - End of Year	<u>\$ 4,772</u>	<u>\$ 9,772</u>	<u>\$ 242</u>	<u>\$ (9,530)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
HOMELAND SECURITY GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Security of Persons and Property:				
Police and Others:				
Personal Services	\$ 1,999	\$ 1,999	\$ 1,999	\$ -
Total Expenditures	<u>1,999</u>	<u>1,999</u>	<u>1,999</u>	<u>-</u>
Net Change in Fund Balance	(1,999)	(1,999)	(1,999)	-
Cash Fund Balance - Beginning of Year	1,999	1,999	1,999	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
CIVIC CENTER PARK RESTORATION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Transfers Out	\$ (38,808)	\$ (38,808)	\$ (38,808)	\$ -
Total Other Financing Sources (Uses)	<u>(38,808)</u>	<u>(38,808)</u>	<u>(38,808)</u>	<u>-</u>
Net Change in Fund Balance	(38,808)	(38,808)	(38,808)	-
Cash Fund Balance - Beginning of Year	38,808	38,808	38,808	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
G.R.E.A.T. GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Transfers Out	\$ (3,668)	\$ (3,668)	\$ (3,668)	\$ -
Total Other Financing Sources (Uses)	<u>(3,668)</u>	<u>(3,668)</u>	<u>(3,668)</u>	<u>-</u>
Net Change in Fund Balance	(3,668)	(3,668)	(3,668)	-
Cash Fund Balance - Beginning of Year	3,668	3,668	3,668	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
FIRE REPORTING GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Security of Persons and Property:				
Fire				
Contractual Services	\$ 188	\$ 188	\$ 188	\$ -
Total Expenditures	<u>188</u>	<u>188</u>	<u>188</u>	<u>-</u>
Net Change in Fund Balance	(188)	(188)	(188)	-
Cash Fund Balance - Beginning of Year	188	188	188	-
Cash Fund Balance - End of Year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
2008 G.R.E.A.T. GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Transfers Out	\$ (29,342)	\$ (29,342)	\$ (29,342)	\$ -
Total Other Financing Sources (Uses)	<u>(29,342)</u>	<u>(29,342)</u>	<u>(29,342)</u>	<u>-</u>
Net Change in Fund Balance	(29,342)	(29,342)	(29,342)	-
Cash Fund Balance - Beginning of Year	29,342	29,342	29,342	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
WARRENSVILLE HEIGHTS OCCUPANCY PROGRAM FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Charges for Services	3,000	3,000	12,750	9,750
Total Revenues	<u>3,000</u>	<u>3,000</u>	<u>12,750</u>	<u>9,750</u>
Expenditures:				
Current:				
Community Development				
Contractual Services	5,000	5,000	-	5,000
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Net Change in Fund Balance	(2,000)	(2,000)	12,750	14,750
Cash Fund Balance - Beginning of Year	20,685	20,685	20,685	-
Cash Fund Balance - End of Year	<u>\$ 18,685</u>	<u>\$ 18,685</u>	<u>\$ 33,435</u>	<u>\$ 14,750</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
RESIDENTIAL DEMOLITION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Community Development				
Contractual Services	\$ -	\$ -	\$ 193,435	\$ (193,435)
Total Expenditures	<u>-</u>	<u>-</u>	<u>193,435</u>	<u>(193,435)</u>
Net Change in Fund Balance	-	-	(193,435)	(193,435)
Cash Fund Balance - Beginning of Year	261,031	261,031	261,031	-
Cash Fund Balance - End of Year	<u>\$ 261,031</u>	<u>\$ 261,031</u>	<u>\$ 67,596</u>	<u>\$ (193,435)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
COMMUNITY RECYCLING GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 5,000	\$ 4,185	\$ (815)
Total Revenues	<u>-</u>	<u>5,000</u>	<u>4,185</u>	<u>(815)</u>
Expenditures:				
Current:				
Community Development				
Supplies and Materials	5,000	5,000	5,495	(495)
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>5,495</u>	<u>(495)</u>
Net Change in Fund Balance	(5,000)	-	(1,310)	(1,310)
Cash Fund Balance - Beginning of Year	-	-	-	-
Cash Fund Balance - End of Year	<u>\$ (5,000)</u>	<u>\$ -</u>	<u>\$ (1,310)</u>	<u>\$ (1,310)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
CONTINUING PROFESSIONAL TRAINING PROGRAM FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 25,000	\$ 6,380	\$ (18,620)
Total Revenues	-	25,000	6,380	(18,620)
Net Change in Fund Balance	-	25,000	6,380	(18,620)
Cash Fund Balance - Beginning of Year	4,640	4,640	4,640	-
Cash Fund Balance - End of Year	<u>\$ 4,640</u>	<u>\$ 29,640</u>	<u>\$ 11,020</u>	<u>\$ (18,620)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
OHIO DEPARTMENT OF AGING GRANT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Leisure Time Activities				
Parks & Playground				
Contractual Services	11,073	11,073	11,073	-
Total Expenditures	<u>11,073</u>	<u>11,073</u>	<u>11,073</u>	<u>-</u>
Net Change in Fund Balance	(11,073)	(11,073)	(11,073)	-
Cash Fund Balance - Beginning of Year	-	-	-	-
Prior Year Encumbrances	11,073	11,073	11,073	-
Cash Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
OHIO DEPARTMENT OF AGING GRANT 2016-2017 FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 183,000	\$ 90,137	\$ (92,863)
Total Revenues	<u>-</u>	<u>183,000</u>	<u>90,137</u>	<u>(92,863)</u>
Expenditures:				
Current:				
Leisure Time Activities				
Public Recreation				
Contractual Services	182,363	182,363	125,723	56,640
Other	562	562	-	562
Total Expenditures	<u>182,925</u>	<u>182,925</u>	<u>125,723</u>	<u>57,202</u>
Net Change in Fund Balance	(182,925)	75	(35,586)	(35,661)
Cash Fund Balance - Beginning of Year	32,661	32,661	32,661	-
Prior Year Encumbrances	2,925	2,925	2,925	-
Cash Fund Balance - End of Year	<u>\$ (147,339)</u>	<u>\$ 35,661</u>	<u>\$ -</u>	<u>\$ (35,661)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
STATE INFRASTRUCTURE BANK LOAN REPAYMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ -	\$ 300,000	\$ 264,485	\$ (35,515)
Total Revenues	<u>-</u>	<u>300,000</u>	<u>264,485</u>	<u>(35,515)</u>
Net Change in Fund Balance	-	300,000	264,485	(35,515)
Cash Fund Balance - Beginning of Year	304,246	304,246	304,246	-
Cash Fund Balance - End of Year	<u>\$ 304,246</u>	<u>\$ 604,246</u>	<u>\$ 568,731</u>	<u>\$ (35,515)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
STREET IMPROVEMENTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Transportation				
Contractual Services	702,120	702,120	914,402	(212,282)
Total Expenditures	<u>702,120</u>	<u>702,120</u>	<u>914,402</u>	<u>(212,282)</u>
Excess of Revenues Over (Under) Expenditures	(702,120)	(702,120)	(914,402)	(212,282)
Other Financing Sources (Uses)				
Transfers In	550,000	1,100,000	910,000	(190,000)
Total Other Financing Sources (Uses)	<u>550,000</u>	<u>1,100,000</u>	<u>910,000</u>	<u>(190,000)</u>
Net Change in Fund Balance	(152,120)	397,880	(4,402)	(402,282)
Cash Fund Balance (Deficit) - Beginning of Year	11,022	11,022	11,022	-
Prior Year Encumbrances	2,120	2,120	2,120	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ (138,978)</u>	<u>\$ 411,022</u>	<u>\$ 8,740</u>	<u>\$ (402,282)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
INFORMATION TECHNOLOGY SYSTEM FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Net Change in Fund Balance	-	-	-	-
Cash Fund Balance - Beginning of Year	305	305	305	-
Cash Fund Balance - End of Year	<u>\$ 305</u>	<u>\$ 305</u>	<u>\$ 305</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
LAND AQUISITION FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Capital Outlay				
Contractual Services	350,000	350,000	60,075	289,925
Total Expenditures	<u>350,000</u>	<u>350,000</u>	<u>60,075</u>	<u>289,925</u>
Excess of Revenues Over				
(Under) Expenditures	(350,000)	(350,000)	(60,075)	289,925
Other Financing Sources (Uses)				
General Obligation Bonds Issued	25,000	400,000	639,000	239,000
Total Other Financing Sources (Uses)	<u>25,000</u>	<u>400,000</u>	<u>639,000</u>	<u>239,000</u>
Net Change in Fund Balance	(325,000)	50,000	578,925	528,925
Cash Fund Balance (Deficit) - Beginning of Year	452,242	452,242	452,242	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ 127,242</u>	<u>\$ 502,242</u>	<u>\$ 1,031,167</u>	<u>\$ 528,925</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
EMERY WOODS PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Transportation				
Contractual Services	47,978	47,978	8,088	39,890
Total Expenditures	<u>47,978</u>	<u>47,978</u>	<u>8,088</u>	<u>39,890</u>
Net Change in Fund Balance	(47,978)	(47,978)	(8,088)	39,890
Cash Fund Balance (Deficit) - Beginning of Year	42,276	42,276	42,276	-
Prior Year Encumbrances	7,978	7,978	7,978	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ 2,276</u>	<u>\$ 2,276</u>	<u>\$ 42,166</u>	<u>\$ 39,890</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
TOWN CENTER PROJECT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Capital Outlay				
Street Paving and Repair	40,000	40,000	-	40,000
Total Expenditures	<u>40,000</u>	<u>40,000</u>	<u>-</u>	<u>40,000</u>
Excess of Revenues Over				
(Under) Expenditures	(40,000)	(40,000)	-	40,000
Other Financing Sources (Uses)				
Transfers In	-	30,000	-	(30,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>30,000</u>	<u>-</u>	<u>(30,000)</u>
Net Change in Fund Balance	(40,000)	(10,000)	-	10,000
Cash Fund Balance (Deficit) - Beginning of Year	16,772	16,772	16,772	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ (23,228)</u>	<u>\$ 6,772</u>	<u>\$ 16,772</u>	<u>\$ 10,000</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
GENERATORS FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Transfers Out	(10,666)	(10,666)	(10,666)	-
Total Other Financing Sources (Uses)	(10,666)	(10,666)	(10,666)	-
Net Change in Fund Balance	(10,666)	(10,666)	(10,666)	-
Cash Fund Balance (Deficit) - Beginning of Year	10,666	10,666	10,666	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
CINEMA PARK FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
Current:				
Transportation				
Contractual Services	5,000	5,000	1,821	3,179
Total Expenditures	<u>5,000</u>	<u>5,000</u>	<u>1,821</u>	<u>3,179</u>
Excess of Revenues Over (Under) Expenditures	(5,000)	(5,000)	(1,821)	3,179
Other Financing Sources (Uses)				
Transfers In	-	5,000	-	(5,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>5,000</u>	<u>-</u>	<u>(5,000)</u>
Net Change in Fund Balance	(5,000)	-	(1,821)	(1,821)
Cash Fund Balance (Deficit) - Beginning of Year	1,821	1,821	1,821	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ (3,179)</u>	<u>\$ 1,821</u>	<u>\$ -</u>	<u>\$ (1,821)</u>

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL –
CITY HALL BOILER REPLACEMENT FUND
FOR THE YEAR ENDED DECEMBER 31, 2017**

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Transfers Out	(950)	(950)	(950)	-
Total Other Financing Sources (Uses)	(950)	(950)	(950)	-
Net Change in Fund Balance	(950)	(950)	(950)	-
Cash Fund Balance (Deficit) - Beginning of Year	950	950	950	-
Cash Fund Balance (Deficit) - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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STATISTICAL SECTION

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
STATISTICAL SECTION
DECEMBER 31, 2017**

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends	
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	S2-S7
Revenue Capacity	
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	S8-S13
Debt Capacity	
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	S14-S19
Economic and Demographic Information	
These schedules offer economic and demographic indicators to help the reader understand the environment within which the City's financial activities take place.	S20
Operating Information	
These schedules contain service data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	S21-S25

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
NET POSITION BY COMPONENT
ACCRUAL BASIS OF ACCOUNTING
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015 (2)	2016	Table 1 2017
Governmental activities:										
Net investment in										
Capital assets (1)	\$ (2,136,804)	\$ (2,121,770)	\$ (1,790,978)	\$ (1,396,664)	\$ 4,741,934	\$ (2,719,265)	\$ (1,660,356)	\$ (413,445)	\$ 4,413,884	\$ 1,531,320
Restricted for:										
Capital projects	490,388	857,341	135,117	133,539	200,257	229,630	306,185	643,180	74,795	637,366
Streets	500,392	555,791	451,898	477,528	616,951	632,092	409,723	394,833	396,076	573,835
Police	91,134	96,712	123,898	130,420	100,840	122,122	39,637	41,910	89,401	153,193
Fire	108,076	76,928	89,282	147,844	129,579	166,035	33,550	42,567	53,494	128,812
Building Levy	147,560	58,305	130,156	183,607	203,745	126,547	45,891	23,996	19,506	61,988
Debt Services	507,624	359,660	799,916	1,553,049	1,136,956	1,296,384	1,675,502	4,645,437	1,861,294	4,128,029
Other Purposes	315,479	400,742	377,815	430,731	469,722	612,974	597,939	274,504	1,064,971	937,486
Unrestricted	(438,790)	(1,491,137)	799,973	1,119,275	(2,676,263)	3,661,396	(5,058,960)	(6,447,325)	(7,929,908)	(10,247,361)
Total net position - governmental activities	<u>\$ (414,941)</u>	<u>\$ (1,207,428)</u>	<u>\$ 1,117,077</u>	<u>\$ 2,779,329</u>	<u>\$ 4,923,721</u>	<u>\$ 4,127,915</u>	<u>\$ (3,610,889)</u>	<u>\$ (794,343)</u>	<u>\$ 43,513</u>	<u>\$ (2,095,332)</u>

(1) – Item reported as Invested in capital assets, net of related debt through December 31, 2017.

(2) – Restated, see details of restatement at Note 4.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
CHANGES IN NET POSITION -
ACCRUAL BASIS OF ACCOUNTING
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015 (1)	2016	Table 2 2017
Program revenues:										
Charges for services										
Security of persons and property										
Police and others	\$ 255,246	\$ 212,881	\$ 204,229	\$ 599,807	\$ 117,895	\$ 84,406	\$ 102,818	\$ 72,121	\$ 253,964	\$ 137,773
Fire	315,518	363,966	392,027	453,935	291,371	494,087	485,032	419,462	505,002	499,474
Leisure time activities	31,273	28,409	21,341	18,912	16,793	55,235	58,434	63,865	67,561	71,246
Community development	28,383	19,149	138,768	18,387	20,937	25,210	21,991	19,714	574,943	589,967
Public works	-	-	-	50	220	520	60	68	62,000	9,000
Transportation	941	4,031	780	1,518	-	-	-	-	2,250	12,200
General government	348,619	285,557	228,995	373,205	749,238	420,821	818,026	750,044	36,989	42,079
Total charges for services	<u>979,980</u>	<u>913,993</u>	<u>986,140</u>	<u>1,465,814</u>	<u>1,196,454</u>	<u>1,080,279</u>	<u>1,486,361</u>	<u>1,325,274</u>	<u>1,502,709</u>	<u>1,361,739</u>
Operating grants and contributions										
Security of persons and property										
Police and others	160,050	17,337	323,149	204,041	24,253	19,962	12,080	17,050	6,166	6,000
Fire	3,000	-	-	403,087	806,566	530,135	-	40,000	-	-
Leisure time activities	-	-	-	-	-	-	-	-	409,863	90,137
Community development	-	-	33,917	37,833	2,790	5,643	3,680	146,180	5,607	4,185
Transportation	516,508	481,369	495,784	469,914	476,258	482,840	482,853	489,380	227,320	36,995
General government	28,250	49,740	-	-	25,353	-	-	-	15,740	4,229
Total operating grants and contributions	<u>707,808</u>	<u>548,446</u>	<u>852,850</u>	<u>1,114,875</u>	<u>1,335,220</u>	<u>1,038,580</u>	<u>498,613</u>	<u>692,610</u>	<u>664,696</u>	<u>141,546</u>
Capital grants and contributions										
Security of persons and property										
Police and others	-	100,000	-	-	-	-	-	-	-	-
Leisure time activities	-	122,409	-	-	-	-	-	-	-	-
Community development	578,433	269,416	69,100	33,766	-	-	165,260	559	-	-
Transportation	-	-	-	-	-	-	-	-	363,141	131,869
General government	76,060	278,796	287,175	262,014	270,779	137,309	2,670,483	581,364	-	-
Total capital grants and contributions	<u>654,493</u>	<u>770,621</u>	<u>356,275</u>	<u>295,780</u>	<u>270,779</u>	<u>137,309</u>	<u>2,835,743</u>	<u>581,923</u>	<u>363,141</u>	<u>131,869</u>
Total program revenues	<u>2,342,281</u>	<u>2,233,060</u>	<u>2,195,265</u>	<u>2,876,469</u>	<u>2,802,453</u>	<u>2,256,168</u>	<u>4,820,717</u>	<u>2,599,807</u>	<u>2,530,546</u>	<u>1,635,154</u>

Continued

Notes:

(1) — Restated, see details of restatement at Note 4

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
CHANGES IN NET POSITION -
ACCRUAL BASIS OF ACCOUNTING
LAST TEN YEARS**

Table 2 (Continued)

	2008	2009	2010	2011	2012	2013	2014	2015 (1)	2016	2017
Expenses:										
Security of persons and property										
Police and others	6,024,849	5,097,249	4,780,991	5,372,668	4,905,321	4,734,068	5,163,481	5,421,417	6,480,372	6,764,289
Fire	3,685,852	4,140,298	3,471,641	3,626,904	3,677,433	4,062,419	3,603,854	3,925,081	4,250,869	4,365,946
Public health and welfare	54,833	55,903	27,952	55,903	52,001	52,001	65,183	53,085	53,085	53,085
Leisure time activities	326,782	302,387	227,379	266,661	291,803	664,913	697,906	495,965	1,142,545	1,103,575
Community development	1,256,777	953,234	1,087,614	882,581	470,806	528,141	873,757	961,571	865,269	1,035,567
Public works	1,772,473	1,562,976	1,136,196	1,024,141	1,201,675	1,298,203	1,173,154	1,527,105	2,948,804	4,042,109
Transportation	2,209,178	1,773,859	2,052,226	1,697,499	1,680,189	2,429,523	2,637,135	2,004,180	2,670,273	2,004,261
General government	3,078,419	2,907,654	3,156,023	3,730,870	4,745,370	4,364,751	2,411,281	4,164,107	3,447,287	4,907,339
Interest and Fiscal Charges	627,851	565,318	543,135	849,472	534,465	1,606,014	876,751	781,460	505,598	525,353
Total primary government expenses	<u>19,037,014</u>	<u>17,358,878</u>	<u>16,483,157</u>	<u>17,506,699</u>	<u>17,559,063</u>	<u>19,740,033</u>	<u>17,502,502</u>	<u>19,333,971</u>	<u>22,364,102</u>	<u>24,801,524</u>
Net (expense)/revenue	<u>(16,694,733)</u>	<u>(15,125,818)</u>	<u>(14,287,892)</u>	<u>(14,630,230)</u>	<u>(14,756,610)</u>	<u>(17,483,865)</u>	<u>(12,681,785)</u>	<u>(16,734,164)</u>	<u>(19,833,556)</u>	<u>(23,166,370)</u>
General revenues										
Property and other taxes levied for:										
General purposes	1,053,510	664,309	801,710	611,674	681,322	597,335	560,635	687,313	405,700	463,538
Debt service	662,896	573,336	406,829	661,791	539,409	387,121	317,748	335,894	283,752	392,932
Other purposes	711,090	610,702	598,037	662,777	658,505	516,621	456,484	490,916	650,621	671,723
Municipal income taxes levied for:										
General purposes	11,735,849	10,857,890	13,158,561	13,185,755	14,228,423	14,526,593	16,169,998	16,576,878	17,824,264	17,607,661
Grants and entitlements										
not restricted to specific programs	1,418,423	1,514,445	1,478,918	1,091,130	586,783	306,927	659,957	679,693	1,276,788	1,729,668
Investment income	40,642	2,137	1,742	7,054	26,502	7,879	6,872	14,054	37,654	74,099
Gain on the sale of capital assets	-	-	-	-	-	-	-	-	128,686	-
All other revenues	140,434	110,512	166,600	72,301	180,058	345,583	231,000	171,522	63,947	87,904
Total general revenues	<u>15,762,844</u>	<u>14,333,331</u>	<u>16,612,397</u>	<u>16,292,482</u>	<u>16,901,002</u>	<u>16,688,059</u>	<u>18,402,694</u>	<u>18,956,270</u>	<u>20,671,412</u>	<u>21,027,525</u>
Change in net position	<u>\$ (931,889)</u>	<u>\$ (792,487)</u>	<u>\$ 2,324,505</u>	<u>\$ 1,662,252</u>	<u>\$ 2,144,392</u>	<u>\$ (795,806)</u>	<u>\$ 5,720,909</u>	<u>\$ 2,222,106</u>	<u>\$ 837,856</u>	<u>\$ (2,138,845)</u>

Notes:

(1) — Restated, see details of restatement at Note

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
FUND BALANCES, GOVERNMENTAL FUNDS -
MODIFIED ACCRUAL BASIS OF ACCOUNTING
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015*	2016	Table 3 2017
General fund:										
Nonspendable	\$ -	\$ -	\$ 395,282	\$ 373,140	\$ 346,317	\$ 224,285	\$ 240,079	\$ 372,040	\$ 944,501	\$ 857,919
Assigned	-	-	49,993	600,805	40,900	144,018	165,860	1,735,968	935,889	301,710
Unassigned	-	-	2,222,634	2,871,394	4,859,616	4,926,154	6,663,466	6,035,565	6,741,663	6,622,333
Reserved	52,875	48,312	-	-	-	-	-	-	-	-
Unreserved	600,550	221,247	-	-	-	-	-	-	-	-
Total general fund	<u>653,425</u>	<u>269,559</u>	<u>2,667,909</u>	<u>3,845,339</u>	<u>5,246,833</u>	<u>5,294,457</u>	<u>7,069,405</u>	<u>8,143,573</u>	<u>8,622,053</u>	<u>7,781,962</u>
All other governmental funds:										
Restricted	-	-	3,159,390	4,394,852	2,204,901	1,253,835	925,964	1,365,745	1,362,755	1,368,376
Committed	-	-	194,003	232,940	168,120	159,588	214,296	194,996	190,361	176,271
Unassigned (Deficit)	-	-	(5,687,816)	(5,650,602)	(88,578)	(3,089,735)	(882,616)	(2,386,056)	(2,543,979)	(2,153,944)
Reserved	29,442	3,747	-	-	-	-	-	-	-	-
Unreserved:										
Undesignated,										
reported in:										
Special revenue	441,210	755,159	-	-	-	-	-	-	-	-
Debt service	(22,889)	257,832	-	-	-	-	-	-	-	-
Capital project	(4,442,972)	(5,455,083)	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>(3,995,209)</u>	<u>(4,438,345)</u>	<u>(2,334,423)</u>	<u>(1,022,810)</u>	<u>2,284,443</u>	<u>(1,676,312)</u>	<u>257,644</u>	<u>(825,315)</u>	<u>(990,863)</u>	<u>(609,297)</u>
Total governmental funds	<u>\$ (3,341,784)</u>	<u>\$ (4,168,786)</u>	<u>\$ 333,486</u>	<u>\$ 2,822,529</u>	<u>\$ 7,531,276</u>	<u>\$ 3,618,145</u>	<u>\$ 7,327,049</u>	<u>\$ 7,318,258</u>	<u>\$ 7,631,190</u>	<u>\$ 7,172,665</u>

*Restated

Note: In 2011, the City implemented GASB Statement No. 54. As a result, the 2010 fund balances were reclassified to reflect the effects of GASB Statement No. 54.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS -
MODIFIED BASIS OF ACCOUNTING
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	Table 4 2017
Revenues:										
Property Taxes and Other Local Taxes	\$ 2,377,955	\$ 1,799,439	\$ 1,711,860	\$ 1,824,328	\$ 1,669,752	\$ 1,920,190	\$ 1,707,323	\$ 1,595,845	\$ 1,744,604	\$ 1,677,400
Income Taxes	11,934,424	11,099,006	12,829,743	13,326,443	14,165,018	14,233,365	15,872,496	16,689,455	17,800,538	17,829,418
Intergovernmental	2,208,652	2,424,082	2,179,335	2,261,416	2,084,485	1,628,155	1,266,054	1,311,829	1,632,792	1,543,486
Interest	40,642	2,137	1,742	7,054	26,502	7,879	6,872	14,054	26,828	74,544
Licenses and Permits	362,746	265,502	267,270	385,966	256,690	351,843	812,181	603,691	380,903	380,380
Fines and Forfeitures	246,287	209,213	192,370	597,017	586,020	221,822	170,812	138,794	253,846	137,641
Rentals	-	-	-	-	-	-	-	-	193,250	196,600
Charges for Services	514,392	425,150	352,805	433,371	490,120	458,069	498,852	603,209	672,962	575,551
Special Assessments	446,947	690,621	242,138	222,362	184,610	107,969	341,708	520,889	430,546	176,004
All Other Revenues	213,860	126,450	280,201	210,301	55,646	352,009	233,527	149,447	66,136	87,904
Total Revenues	18,345,905	17,041,600	18,057,464	19,268,258	19,518,843	19,281,301	20,909,825	21,627,213	23,202,405	22,678,928
Expenditures:										
Current:										
Security of persons and property										
Police and others	5,826,037	4,968,400	4,762,219	5,454,369	4,909,799	4,652,818	5,177,961	5,353,511	5,867,392	6,011,557
Fire	3,726,265	4,049,393	3,406,521	4,063,276	3,726,203	4,000,675	3,552,650	3,774,899	3,860,674	4,049,991
Public health and welfare	54,392	55,903	27,952	55,903	52,001	52,001	53,085	53,085	53,085	53,085
Leisure time activities	301,870	288,646	178,910	227,370	276,706	437,558	470,772	445,491	888,433	769,368
Community development	1,267,359	949,103	1,091,745	882,581	488,755	506,859	736,622	1,002,863	850,694	928,466
Public works	1,677,865	1,310,451	1,025,838	995,680	1,186,379	1,274,543	1,186,403	1,485,708	2,602,683	3,654,007
Transportation	1,593,785	1,889,374	1,777,858	1,739,710	2,290,622	2,705,284	2,809,577	2,221,014	2,175,556	1,943,116
General government	2,947,051	2,779,632	2,785,533	3,264,306	3,470,257	3,808,277	3,536,088	4,194,991	3,219,241	3,989,601
Capital Outlay	760,435	392,590	1,218,367	7,233,855	3,611,711	318,538	358,256	105,879	4,031,299	478,837
Debt Service:										
Principal retirement	730,000	938,478	450,000	4,030,000	20,605,060	28,977,060	2,625,000	2,621,541	821,131	1,080,547
Interest and fiscal charges	610,612	525,906	461,207	491,367	894,883	1,161,616	934,422	827,848	757,822	755,615
Bond issuance costs	-	-	-	86,600	44,227	584,403	-	-	17,686	26,760
Total expenditures	19,495,671	18,147,876	17,186,150	28,525,017	41,556,603	48,479,632	21,440,836	22,086,830	25,145,696	23,740,950
Excess of revenues over (under) expenditures	(1,149,766)	(1,106,276)	871,314	(9,256,759)	(22,037,760)	(29,198,331)	(531,011)	(459,617)	(1,943,291)	(1,062,022)

Continued

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS -
MODIFIED BASIS OF ACCOUNTING
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	Table 4 (Continued)	
									2016	2017
Other financing sources (uses):										
Sale of capital assets	-	1,960	-	-	-	-	-	-	251,802	1,000
Inception of Capital lease	30,469	203,314	27,898	705,826	305,000	318,538	187,290	-	77,025	-
Certificates of Participation issued	-	-	-	11,200,000	11,717,000	11,700,000	1,800,000	1,700,000	-	-
Bond anticipation notes issued	-	-	-	-	14,550,060	2,610,000	-	-	-	-
Land acquisition notes issued	-	-	-	-	-	100,000	-	450,000	-	-
SIB Loan Issued	-	-	-	-	-	-	-	-	1,927,396	602,497
Refunding notes issued	8,818,000	8,892,000	12,495,060	8,680,060	-	-	-	-	-	-
General obligation bonds issued	-	-	-	-	-	10,070,000	2,095,000	-	-	-
Premium on debt issuance	-	-	-	94,976	174,447	486,662	157,625	16,745	-	-
Current refunding	(9,602,000)	(8,818,000)	(8,892,000)	(8,935,060)	-	-	-	-	-	-
Transfers in	130,640	173,704	533,756	1,617,682	6,756,346	1,385,857	1,989,457	2,378,807	2,066,814	2,088,033
Transfers out	(130,640)	(173,704)	(533,756)	(1,617,682)	(6,756,346)	(1,385,857)	(1,989,457)	(2,378,807)	(2,066,814)	(2,088,033)
Total other financing sources (uses)	(753,531)	277,314	3,630,958	11,745,802	26,746,507	25,285,200	4,239,915	2,166,745	2,256,223	603,497
Net change in fund balances	<u>\$ (1,903,297)</u>	<u>\$ (828,962)</u>	<u>\$ 4,502,272</u>	<u>\$ 2,489,043</u>	<u>\$ 4,708,747</u>	<u>\$ (3,913,131)</u>	<u>\$ 3,708,904</u>	<u>\$ 1,707,128</u>	<u>\$ 312,932</u>	<u>\$ (458,525)</u>
Debt service as a percentage of noncapital expenditures	7.00%	8.31%	5.65%	22.38%	55.83%	62.85%	17.58%	16.10%	7.25%	7.95%

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
ASSESSED VALUATIONS AND ESTIMATED ACTUAL VALUES OF TAXABLE
PROPERTY
LAST TEN YEARS**

Collection Year	Real Property			Tangible Personal Property	
	Assessed Value		Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial Industrial/PU		Assessed Value	Estimated Actual Value
2008	121,100,670	136,965,560	737,332,086	5,098,070	5,793,261
2009	121,729,160	136,218,930	736,994,543	5,346,390	6,075,443
2010	115,592,130	137,838,050	724,086,229	5,816,510	6,609,670
2011	115,140,720	146,856,870	748,564,543	6,107,320	6,940,136
2012	114,113,300	148,000,100	748,895,429	6,363,060	7,230,750
2013	80,562,990	138,384,370	625,563,886	6,897,690	7,838,284
2014	80,172,290	141,778,880	634,146,200	7,924,770	9,005,420
2015	79,884,880	134,848,560	613,524,114	8,154,550	9,266,534
2016	73,126,970	130,974,830	583,148,000	8,299,220	9,430,932
2017	73,739,210	135,432,590	597,633,714	8,768,870	9,964,625

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

The assessed value of real property (including public utility real property) is 35% of estimated true value. The assessed value of public utility personal property ranges from 25% of true value for railroad property to 88% for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25% for machinery and equipment and 23% for inventories. The general business tangible personal property tax started being phased out beginning in 2006. For collection year 2007, both types of general business tangible personal property were assessed at 12.5%. The percentage will be 6.25% for 2008, and zero for subsequent collection years.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

Source: Cuyahoga County, Ohio; County Fiscal Office

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
ASSESSED VALUATIONS AND ESTIMATED ACTUAL VALUES OF TAXABLE
PROPERTY
LAST TEN YEARS**

Table 5 (Continued)

Tangible Perosnal Property General Business		Total			Total Direct Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	
24,039,677	384,634,832	287,203,977	1,127,760,179	25.47	9.70
12,215,192	-	275,509,672	743,069,986	37.08	9.70
-	-	259,246,690	730,695,899	35.48	9.70
-	-	268,104,910	755,504,679	35.49	9.70
-	-	268,476,460	756,126,179	35.51	9.70
-	-	225,845,050	633,402,170	35.66	9.70
-	-	229,873,940	623,434,276	36.87	9.70
-	-	222,887,990	622,790,648	35.78	9.70
-	-	212,401,020	592,578,932	35.84	9.70
-	-	217,940,670	607,598,339	35.87	9.70

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
DIRECT AND OVERLAPPING PROPERTY TAX RATES (Per \$1,000 of Assessed Valuation)
LAST TEN YEARS**

Table 6

Collection Year	City of Warrensville Heights				Warrensville Heights School District	Orange City School District	Cuyahoga County	Special (2) Taxing Districts	Total Tax Levy
	General Fund	Special Funds (1)	Debt Service	Total Levy					
2008	3.30	4.10	2.30	9.70	90.10	86.00	13.32	7.28	206.40
2009	3.60	4.10	2.00	9.70	90.10	86.00	13.32	7.28	206.40
2010	3.60	4.10	2.00	9.70	89.50	86.10	13.32	7.58	206.20
2011	3.40	3.60	2.70	9.70	89.00	91.10	13.22	7.58	210.60
2012	2.90	4.10	2.70	9.70	89.00	91.10	13.22	7.58	210.60
2013	3.60	4.10	2.00	9.70	89.00	91.10	13.22	7.58	210.60
2014	3.60	4.10	2.00	9.70	91.80	91.10	14.05	8.48	215.13
2015	3.60	4.10	2.00	9.70	91.70	91.20	14.05	9.38	216.03
2016	3.60	4.10	2.00	9.70	92.40	91.20	14.05	9.38	216.73
2017	3.60	4.10	2.00	9.70	92.40	91.20	14.05	9.38	216.73

Source: Cuyahoga County, Ohio; County Fiscal Office

(1) Policy Levy, Fire Levy, Street Lighting, Building Levy, Fire Pension, and Police Pension special revenue funds

(2) Cleveland Metro Parks, Cuyahoga County Library, Cuyahoga Community College and Cleveland-Cuyahoga Port Authority

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN YEARS**

								Table 7
<u>Year</u>	<u>Current Tax Levy</u>	<u>Current Collections</u>	<u>Percentage of Current Collections To Current Levy</u>	<u>Delinquent Tax Collection</u>	<u>Total Tax Collection</u>	<u>Percentage of Total Collections To Tax Levy</u>	<u>Accumulated Outstanding Delinquent Taxes</u>	<u>Percentage of Delinquent Taxes to To Total Tax Levy</u>
2008	2,242,841	2,007,496	89.51%	158,913	2,166,409	96.59%	584,743	26.07%
2009	1,709,587	1,528,821	89.43%	103,153	1,631,974	95.46%	634,288	37.10%
2010	1,690,295	1,487,774	88.02%	111,273	1,599,047	94.60%	692,722	40.98%
2011	1,683,572	1,473,818	87.54%	114,013	1,587,831	94.31%	840,918	49.95%
2012	1,671,028	1,291,783	77.30%	139,276	1,431,059	85.64%	950,335	56.87%
2013	2,455,753	1,220,594	49.70%	395,845	1,616,439	65.82%	662,824	26.99%
2014	2,264,718	1,352,331	59.71%	153,636	1,505,967	66.50%	447,462	19.76%
2015	2,061,817	1,393,725	67.60%	132,815	1,526,540	74.04%	358,650	17.39%
2016	1,991,939	1,436,198	72.10%	104,700	1,540,898	77.36%	347,356	17.44%
2017	1,886,663	1,633,483	86.58%	87,209	1,720,692	91.20%	500,834	26.55%

Source: Cuyahoga County, Ohio; County Fiscal Office

Note: The County does not identify delinquent collections by the year for which the tax was levied.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
PRINCIPAL TAXPAYERS – REAL ESTATE TAX
2017 AND 2008**

Table 8

Name of Taxpayer	December 31, 2017	
	Assessed Value (1)	Percent of Total Assessed Value
JP JLP Harvard Park, LLC	\$ 12,313,080	5.65%
Cleveland East Hotel	9,265,550	4.25%
Cleveland Illuminating Company	6,609,000	3.03%
Highland Business Park	6,023,480	2.76%
Clarkwood Apartment Ltd	4,692,410	2.15%
LMBX Properties, LLC	3,822,040	1.75%
Sherwin-Williams Automotive	3,070,100	1.41%
Galaxy Corporate Center LLC	2,905,180	1.33%
JES Development	2,716,290	1.25%
LLG Carmax Auto Superstores	2,630,930	1.21%
Total	<u>\$ 54,048,060</u>	<u>24.79%</u>
Assessed Value	<u>\$ 217,940,670</u>	

Name of Taxpayer	December 31, 2008	
	Assessed Value (1)	Percent of Total Assessed Value
Alltel Ohio Limited Partnership	\$ 5,409,460	2.04%
Heinens, Inc.	2,570,380	0.97%
Clarkwood Apartments, LTD	4,883,310	1.84%
Dalebridge Renaissance, LTD	4,561,210	1.72%
Cleveland Illuminating Company	4,149,500	1.56%
Sherwin-Williams	2,854,500	1.07%
Granada Apartments Company	2,771,060	1.04%
Highland Business Park LLC	2,071,580	0.78%
Total	<u>\$ 29,271,000</u>	<u>11.02%</u>
Assessed Value	<u>\$ 258,066,230</u>	

Source: Cuyahoga County, Ohio; County Fiscal Office

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
INCOME TAX REVENUE BASE COLLECTIONS
LAST TEN YEARS**

Table 9

<u>Tax Year (1)</u>	<u>Tax Rate (2)</u>	<u>Total Tax Collected</u>	<u>Taxes from Withholding</u>	<u>Percentage of Taxes from Withholding</u>	<u>Taxes from Net Profits</u>	<u>Percentage of Taxes from Net Profits</u>	<u>Taxes from Individuals</u>	<u>Percentage of Taxes from Individuals</u>
2008	2.00	11,735,849	9,257,333	78.88%	1,065,149	9.08%	1,413,367	12.04%
2009	2.00	10,857,890	8,551,674	78.76%	993,497	9.15%	1,312,719	12.09%
2010	2.60	13,158,561	10,405,766	79.08%	1,199,094	9.11%	1,553,701	11.81%
2011	2.60	13,185,755	11,020,654	83.58%	995,525	7.55%	1,169,576	8.87%
2012	2.60	13,398,636	10,805,480	80.65%	1,230,748	9.19%	1,360,394	10.15%
2013	2.60	13,696,569	11,364,475	82.97%	1,324,053	9.67%	1,008,041	7.36%
2014	2.60	15,103,264	11,854,771	78.49%	1,926,434	12.76%	1,322,058	8.75%
2015	2.60	15,968,752	12,401,242	77.66%	2,187,643	13.70%	1,379,866	8.64%
2016	2.60	16,607,036	12,223,229	73.60%	2,154,043	12.97%	1,445,887	8.71%
2017	2.60	16,558,002	13,341,371	80.57%	1,844,681	11.14%	1,371,950	8.29%

(1) Effective July 1, 2009, the City's Electors voted to increase the City's income tax rate from 2.00% to 2.60%.

(2) The City is statutorily prohibited from presenting individual taxpayers.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
RATIO OF OUTSTANDING DEBT TO TOTAL PERSONAL INCOME AND DEBT PER CAPITA
LAST TEN YEARS**

									Table 10
Fiscal Year	Governmental Activities						Total	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Special Assessment Bonds	C.O.P.s	Long-term Notes	Long-term Loans	Capital Leases			
2008	2,110,162	229,117	-	8,818,000	-	334,558	11,491,837	4.09%	761
2009	1,437,037	173,673	-	8,892,000	-	339,394	10,842,104	3.86%	718
2010	1,054,608	117,533	-	12,495,060	-	181,011	13,848,212	5.26%	1,023
2011	658,572	55,000	11,215,829	8,680,060	-	720,684	21,330,145	8.10%	1,575
2012	-	-	11,730,214	14,581,781	-	877,710	27,189,705	10.32%	2,008
2013	10,358,021	-	11,833,077	-	-	992,469	23,183,567	9.08%	1,712
2014	11,845,623	-	11,708,443	-	-	879,018	24,433,084	9.10%	1,804
2015	11,081,062	-	11,605,465	-	368,459	605,607	23,660,593	8.58%	1,747
2016	10,321,501	-	9,885,476	-	2,209,828	442,830	22,859,635	8.15%	1,688
2017	9,526,940	-	9,881,406	-	2,722,395	222,213	22,352,954	7.92%	1,651

Note: Population and Personal Income data are presented in Table 15.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
RATIO OF GENERAL OBLIGATION BONDED DEBT TO ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY AND
BONDED DEBT PER CAPITA
LAST TEN YEARS**

								Table 11
<u>Year</u>	<u>Population (1)</u>		<u>Estimated Actual Value of Taxable Property (2)</u>	<u>General Obligation Debt (3)</u>	<u>Resources Available for Repayment</u>	<u>Net General Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Estimated Actual Value of Taxable Property</u>	<u>Bonded Debt per Capita</u>
2008	15,109	a	1,127,760,179	2,110,162	-	2,110,162	0.19%	139.66
2009	15,109	a	743,069,986	1,437,037	257,832	1,179,205	0.16%	78.05
2010	13,542	b	730,695,899	1,054,608	152,856	901,752	0.12%	66.59
2011	13,542	b	755,504,679	11,874,401	812,585	11,061,816	1.46%	816.85
2012	13,542	b	756,126,179	11,730,214	-	11,730,214	1.55%	866.21
2013	13,542	b	633,402,170	22,191,098	-	22,191,098	3.50%	1,638.69
2014	13,542	b	623,434,276	23,554,066	-	23,554,066	3.78%	1,739.33
2015	13,542	b	622,790,648	22,686,527	-	22,686,527	3.64%	1,675.27
2016	13,542	b	592,578,932	20,206,977	-	20,206,977	3.41%	1,492.17
2017	13,542	b	607,598,339	19,408,346	-	19,408,346	3.19%	1,433.20

Sources:

- (1) U. S. Bureau of Census, Census of Population
 - (a) 2000 Federal Census
 - (b) 2010 Federal Census
- (2) Cuyahoga County, Ohio; County Fiscal Office
- (3) Includes all general obligation bonded debt with the exception of Special Assessment debt.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
LEGAL DEBT MARGIN
LAST TEN YEARS**

	Table 12									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Assessed Valuation	\$ 287,203,977	\$ 275,509,672	\$ 259,246,690	\$ 268,104,910	\$ 268,476,460	\$ 225,845,050	\$ 229,873,940	\$ 222,887,990	\$ 212,401,020	\$ 217,940,670
Overall debt limit - 10.5% of assessed value	\$ 30,156,418	\$ 28,928,516	\$ 27,220,902	\$ 28,151,016	\$ 28,190,028	\$ 23,713,730	\$ 24,136,764	\$ 23,403,239	\$ 22,302,107	\$ 22,883,770
Debt Outstanding:										
General obligation bonds	2,110,162	1,437,037	1,054,608	658,572	-	10,358,021	11,845,623	11,081,062	10,321,501	9,526,940
Special assessment bonds	229,117	173,673	117,533	55,000	-	-	-	-	-	-
Certificate of participation	-	-	-	11,215,829	11,730,885	11,833,077	11,708,443	11,605,465	9,885,476	9,881,406
Real property acquisition notes	-	-	-	-	-	100,000	215,000	-	-	-
Bond anticipation notes	14,323,000	14,889,000	18,153,560	14,387,060	14,565,060	3,655,000	1,560,000	1,515,000	2,790,389	2,659,000
Total gross indebtedness	16,662,279	16,499,710	19,325,701	26,316,461	26,295,945	25,946,098	25,329,066	24,201,527	22,997,366	22,067,346
Less:										
Notes issued in anticipation of the levy or collection of municipal income taxes	(8,654,500)	(9,192,000)	(9,118,560)	(8,935,060)	(9,170,060)	(3,755,000)	(1,775,000)	(1,515,000)	(2,790,389)	(2,659,000)
Bonds and notes issued in anticipation of the levy or collection of special assessments (excluding city's portion)	(5,897,617)	(5,870,673)	(5,442,533)	(5,357,000)	(5,241,000)	-	-	-	-	-
Certificates of participation	-	-	-	(11,215,829)	(11,730,885)	(11,833,077)	(11,708,443)	(11,605,465)	(9,885,476)	(9,881,406)
General obligation bond retirement fund balance	-	(257,832)	(152,856)	(812,585)	-	-	-	-	-	-
Total net debt applicable to debt limit	2,110,162	1,179,205	4,611,752	(4,013)	154,000	10,358,021	11,845,623	11,081,062	10,321,501	9,526,940
Legal Debt Margin within 10 1/2% limitations	\$ 28,046,256	\$ 27,749,311	\$ 22,609,150	\$ 28,155,029	\$ 28,036,028	\$ 13,355,709	\$ 12,291,141	\$ 12,322,177	\$ 11,980,606	\$ 13,356,830
Legal debt margin as a percentage of the debt limit	93.00%	95.92%	83.06%	100.01%	99.45%	56.32%	50.92%	52.65%	53.72%	58.37%

(Continued)

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
LEGAL DEBT MARGIN (Continued)
LAST TEN YEARS**

	Table 12 (Continued)									
	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Debt Limit - 5.5% of assessed unvoted value	\$ 15,796,219	\$ 15,153,032	\$ 14,258,568	\$ 14,745,770	\$ 14,766,205	\$ 12,421,478	\$ 12,643,067	\$ 12,258,839	\$ 11,682,056	\$ 11,986,737
Gross indebtedness authorized by council:	16,662,279	16,499,710	19,325,701	26,316,461	26,295,945	25,946,098	25,329,066	24,201,527	22,997,366	22,067,346
Notes issued in anticipation of the levy or collection of municipal income taxes	(8,654,500)	(9,192,000)	(9,118,560)	(8,935,060)	(9,170,060)	(3,755,000)	(1,775,000)	(1,515,000)	(2,790,389)	(2,659,000)
Bonds and notes issued in anticipation of the levy or collection of special assessments (excluding city's portion)	(5,897,617)	(5,870,673)	(5,442,533)	(5,357,000)	(5,241,000)	-	-	-	-	-
Certificates of participation	-	-	-	(11,215,829)	(11,730,885)	(11,833,077)	(11,708,443)	(11,605,465)	(9,885,476)	(9,881,406)
General obligation bond retirement fund balance	-	(257,832)	(152,856)	(812,585)	-	-	-	-	-	-
Net debt within 5.5% limit	2,110,162	1,179,205	4,611,752	(4,013)	154,000	10,358,021	11,845,623	11,081,062	10,321,501	9,526,940
Unvoted legal debt margin within 5 1/2% limitations	<u>\$ 13,686,057</u>	<u>\$ 13,973,827</u>	<u>\$ 9,646,816</u>	<u>\$ 14,749,783</u>	<u>\$ 14,612,205</u>	<u>\$ 2,063,457</u>	<u>\$ 797,444</u>	<u>\$ 1,177,777</u>	<u>\$ 1,360,555</u>	<u>\$ 2,459,797</u>
Unvoted legal debt margin as a percentage of the unvoted debt limitation	86.64%	92.22%	67.66%	100.03%	98.96%	16.61%	6.31%	9.61%	11.65%	20.52%

Source: City Financial Records

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES
DEBT
2017**

Table 13

<u>Jurisdiction</u>	<u>Governmental Activities Debt Outstanding</u>	(1) <u>Percentage Applicable to City of Warrensville Heights</u>	<u>Amount Applicable to City of Warrensville Heights</u>
Direct Debt:			
City of Warrensville Heights			
General Obligation Bonds	\$ 9,526,940	100.00%	\$ 9,526,940
Certificates of Participation	9,881,406	100.00%	9,881,406
Capital leases	222,213	100.00%	222,213
Loans Payable	2,722,395	100.00%	2,722,395
Total Direct Debt	<u>22,352,954</u>		<u>22,352,954</u>
Overlapping Debt:			
Warrensville Heights City	10,632,250	100.00%	10,632,250
Warrensville Heights City School District	12,115,000	64.46%	7,809,020
Orange City School District	15,314,737	0.75%	114,352
Cuyahoga County	207,485,000	0.77%	1,602,738
Regional Transit Authority (RTA)	1,995,000	0.77%	15,411
Total overlapping debt	<u>247,541,987</u>		<u>20,173,771</u>
Total	<u>\$ 269,894,941</u>		<u>\$ 42,526,725</u>

Source: Cuyahoga County, Ohio; County Fiscal Office

(1) Percentages were determined by dividing each overlapping subdivision's assessed valuation within the City by its total assessed valuation.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
PRINCIPAL TAXPAYERS
2017 AND 2008**

Table 14

<u>Employer</u>	2017 (1)	
	<u>Employees</u>	<u>Percentage of</u>
Cleveland Clinic Foundation	1,451	10.50%
University Hospital Health System	578	4.18%
Heinen's Inc.	498	3.60%
Sherwin-Williams Co.	458	3.32%
One Source Employee Management	428	3.10%
Warrensville Heights Board of Education	391	2.83%
Physical Medical Transport	300	2.17%
Henkel Corp	211	1.53%
Ameri Serv LLC	165	1.19%
Group Management Services	162	1.18%
Total	<u>4,642</u>	<u>33.60%</u>
Total City Employment	<u>13,815</u>	<u>100.00%</u>

<u>Employer</u>	2008	
	<u>Employees</u>	<u>Percentage of</u>
Cleveland Clinic Foundation	1,300	9.52%
Warrensville Heights Board of Education	525	3.85%
Sherwin-Williams Co.	375	2.75%
United Health Homecare Services	360	2.64%
Heinen's Inc.	330	2.42%
City of Warrensville Heights	175	1.28%
Henkel Corporation	150	1.10%
Horizon, Inc.	149	1.09%
Paychex	116	0.85%
Mortgage Information Services	75	0.55%
Total	<u>3,555</u>	<u>26.04%</u>
Total City Employment	<u>13,650</u>	<u>100.00%</u>

Source: (1) City of Cleveland Central Collection Agency

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS**

Table 15

Year	Population (1)	Total Personal Income (4)	Personal Income Per Capita (1)	Median Household Income (1)	Median Age (1)	Educational Attainment: Bachelor's Degree or Higher	School Enrollment (2)	Cuyahoga County Unemployment Rate (3)	Total Assessed Property Value
2008	15,109	281,193,599	18,611	37,204	37.7	16.40	2,321	7.1%	287,203,977
2009	15,109	281,193,599	18,611	37,204	37.7	16.40	2,273	8.9%	275,509,672
2010	13,542	263,432,526	19,453	36,461	39.2	14.40	2,145	8.9%	259,246,690
2011	13,542	263,432,526	19,453	36,461	39.2	14.40	1,956	8.0%	268,104,910
2012	13,542	263,432,526	19,453	36,461	39.2	14.40	1,700	6.6%	268,476,460
2013	13,542	255,293,784	18,852	35,926	39.2	15.50	1,657	7.0%	225,845,060
2014	13,542	268,551,402	19,831	35,461	39.6	15.40	1,432	6.9%	229,873,940
2015	13,542	275,728,662	20,361	35,143	39.6	17.60	1,416	4.0%	222,887,990
2016	13,542	280,387,110	20,705	35,181	38.3	19.40	1,531	5.3%	212,401,020
2017	13,542	282,079,860	20,830	35,733	37.8	17.20	1,539	5.9%	217,940,670

Sources: (1) U. S. Bureau of Census, Census of Population

(a) 2000 Federal Census

(b) 2010 Federal Census

(2) Ohio Department of Education for Warrensville Heights City School District

(3) U. S. Bureau of Labor Statistics

(4) Total Personal Income is calculated by multiplying Population times Personal Income per Capita

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Function/program:										
Security of persons and property:										
Police and others:										
Total calls for services	15,918	15,918	15,312	14,012	14,470	15,514	15,842	19,245	20,691	20,715
Number of traffic citations issued	1,965	1,965	2,138	1,698	1,765	1,951	1,809	1,483	2,921	3,084
Number of parking citations issued	1,580	1,580	114	820	762	768	811	1,919	1,716	1,457
Number of criminal arrests	867	867	589	639	593	642	670	783	379	896
Number of accident reports completed	763	763	731	744	763	725	1,018	1,154	1,225	1,367
Part 1 offenses (major offenses)	633	633	546	575	554	560	568	7	774	869
DUI arrests	17	17	9	12	17	12	24	112	30	39
Prisoners	1,000	1,000	117	142	76	43	40	-	496	619
Prisoner meal costs	\$ 15,706	\$ 15,706	\$ 437	\$ 149	\$ -	\$ -	\$ -	\$ -	\$ 10,836	\$ 12,234
Motor vehicle accidents	763	763	731	744	763	725	1,018	1,154	1,225	1,367
Property damage accident	665	665	640	651	684	680	725	630	191	247
Fatalities from motor vehicle accident	1	1	1	-	-	-	1	-	-	-
Gasoline costs of fleet	\$ 89,170	\$ 89,170	\$ 36,539	\$ 60,000	\$ 28,211	\$ 59,474	\$ 51,591	\$ -	\$ -	-
Community diversion program youths	40	40	23	21	18	16	14	15	20	30
Community diversion program - service hours	728	728	640	470	490	478	385	425	450	467
Fire:										
EMS calls	1,869	1,869	1,678	1,902	1,899	1,950	2,037	2,227	2,494	2,587
Ambulance billing collections (net)	\$ 378,967	\$ 378,967	\$ 380,413	\$ 353,557	\$ 353,520	\$ 411,455	\$ 385,632	\$ 403,302	\$ 441,205	\$ 430,752
Fire calls	807	807	94	360	519	509	498	668	635	649
Fires with loss	46	46	16	23	41	12	14	3	7	35
Fires with losses exceeding \$10k	9	9	9	13	12	7	6	1	5	31
Fire losses	\$ 590,100	\$ 590,100	\$ 613,250	\$ 514,850	\$ 580,000	\$ 672,300	\$ 687,000	\$ 96,430	\$ 148,699	\$ 1,200,900
Fire safety inspections	257	257	247	192	49	83	85	211	171	125
Number of times mutual aid given to fire and EMS	44	44	44	44	4	14	27	19	16	19
Number of times mutual aid received for fire and EMS	12	12	105	90	19	18	38	56	61	78

(Continued)

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS**

Table 16 (Continued)

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Basic Utility Services:										
Refuse disposal per year (in tons)	4,450	4,450	4,209	4,708	3,987	4,051	4,070	3,051	3,010	2,718
Refuse disposal costs per year (calendar year)	\$ 169,966	\$ 169,966	\$ 163,936	\$ 164,043	\$ 147,021	\$ 189,566	\$ 153,703	\$ 161,650	\$ 419,379	\$ 554,896
Annual recycling tonnage (excluding leaf and compost items)	777	777	868	n/a	107	112	88	76	398	534
Percentage of waste recycled	15.21%	15.21%	23.00%	n/a	2.61%	2.75%	2.13%	2.16%	13.23%	5.20%
Transportation:										
Street repair (curbs, aprons, berms, asphalt) (hours)	803	803	824	320	520	2,116	1,950	877	973	720
Guardrail repair (hours)	144	144	132	16	60	10	5	2	3	16
Paint striping (hours)	326	326	205	40	150	200	150	256	328	1,260
Street sweeper (hours)	805	805	726	112	625	400	350	317	784	560
Cold patch (hours)	872	872	824	392	725	800	620	344	398	144
Snow and ice removal overtime hours	-	-	-	2,456	2,145	1,500	1,800	3,265	1,534	1,856
Landscaping stump-chipper service (hours)	799	799	826	32	50	754	800	1,789	1,238	2,064
Holiday lights setup (hours)	96	96	88	80	86	196	200	261	181	144
Sign department (hours)	316	316	263	40	60	200	220	180	120	1,004
Number of trees planted per year	10	10	3	-	-	5	10	5	28	30
Tons of snow melting salt purchased (Nov - Mar)	7,100	7,100	4,991	4,835	5,600	7,000	7,000	4,525	4,066	6,000
Cost of salt purchased	\$ 180,461	\$ 180,461	\$ 230,055	\$ 220,444	\$ 190,512	\$ 230,388	\$ 161,313	\$ 295,216	\$ 205,081	\$ 168,000
General government:										
Council and clerk:										
Number of ordinances passed	155	155	114	104	188	134	139	165	179	166
Number of resolutions passed	51	51	59	60	50	30	23	66	77	57

(Continued)

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	Table 16 (Continued)	
									2016	2017
Finance department:										
Number of checks/vouchers issued	3,087	3,087	2,369	2,452	2,407	2,621	2,736	2,887	2,976	2,988
Amount of checks written	\$ 8,867,036	\$ 8,867,036	\$ 6,535,315	\$ 11,008,059	\$ 10,442,701	\$ 7,238,615	\$ 5,348,674	\$ 7,076,524	\$ 10,530,470	\$ 8,627,601
General fund interest earnings for fiscal year (cash basis)	\$ 40,625	\$ 40,625	\$ 1,742	\$ 7,054	\$ 8,476	\$ 7,878	\$ 6,639	\$ 123,553	\$ 30,085	\$ 76,597
Number of receipts issued	3,267	3,267	3,466	330	3,502	3,427	3,869	4,795	4,619	4,290
Number of budget adjustments issued	10	10	61	16	30	50	6	3	5	83
Agency rating - Moody's financial services	A-3	A-3	A-1	A-1	A-1	A-1	A-1	A-1	A-1	A-1
Health insurance costs vs. general fund expenditures (cash basis)	9.74%	9.74%	11.70%	8.61%	8.56%	9.40%	9.10%	10.09%	9.88%	9.47%
General Fund receipts (cash basis)	\$ 15,259,941	\$ 15,259,941	\$ 15,908,238	\$ 15,748,605	\$ 15,559,787	\$ 16,516,049	\$ 17,984,776	\$ 19,584,225	\$ 19,635,744	\$ 20,478,751
General Fund expenditures (cash basis)	\$ 15,764,972	\$ 15,764,972	\$ 14,680,884	\$ 14,899,241	\$ 14,716,911	\$ 15,815,121	\$ 16,555,825	\$ 18,480,253	\$ 19,450,905	\$ 20,651,242
General Fund cash balances	\$ -	\$ -	\$ 786,116	\$ 1,739,885	\$ 2,911,044	\$ 3,089,881	\$ 4,291,087	\$ 5,396,290	\$ 4,988,658	\$ 4,930,484
Building department indicators:										
Construction permits issued	631	631	631	647	609	282	667	932	795	625
Estimated value of construction	\$ 11,450,970	\$ 11,450,970	\$ 8,335,467	\$ 14,970,841	\$ 4,515,733	\$ 41,779,964	\$ 86,106,191	\$ 25,462,710	\$ 26,797,000	\$ 25,437,749
Number of plumbin and electrical permits issued	258	258	202	193	206	243	126	301	288	211
Amount of revenue generated from permits	\$ 237,736	\$ 237,736	\$ 186,986	\$ 422,070	\$ 222,617	\$ 427,684	\$ 613,841	\$ 593,877	\$ 359,996	\$ 264,014
Number of contract registrations issued	354	354	346	408	249	282	255	259	266	225
Number of rental inspections performed	544	544	833	572	662	718	1,206	2,018	315	1,298
Number of point of sale inspections	192	192	1,234	1,831	662	717	102	203	177	159

Source: Information for operating indicators was obtained from the various departments within the City.

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN YEARS**

	2008	2009	2010	2011	2012	2013	2014	2015	2016	Table 17 2017
Function/program:										
Security of persons and property:										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Square footage of building	4,840	4,840	4,840	4,840	4,840	4,840	4,840	4,840	4,840	4,840
Vehicles	32	36	32	29	29	29	29	29	14	18
Fire:										
Stations	2	2	2	2	2	2	2	2	2	2
Square footage of building	13,460	13,460	13,460	13,460	13,460	13,460	13,460	13,460	13,460	13,460
Vehicles	12	11	11	11	11	11	11	11	8	8
Leisure time activities:										
Recreation:										
Number of parks	6	6	6	6	6	6	6	6	7	7
YMCA square footage	-	-	-	-	40,000	40,000	40,000	40,000	40,000	40,000
Senior Community Center:										
Square footage of building	13,300	13,300	13,300	13,300	13,300	13,300	13,300	13,300	13,300	13,300
Vehicles	1	1	1	1	1	1	1	1	2	2
Transportation:										
Public works:										
Square footage of building	41,360	41,360	41,360	41,360	41,360	41,360	41,360	41,360	41,360	41,360
Vehicles	39	40	40	37	37	40	40	40	21	39
Streets (miles)	52	52	52	52	52	52	52	52	52	52
General government:										
Square footage occupied	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515	25,515
Administrative vehicles	1	1	1	1	-	-	-	-	-	-
Inspection vehicles	7	7	7	7	7	7	7	7	8	4

Source: City's capital asset records

**CITY OF WARRENSVILLE HEIGHTS
CUYAHOGA COUNTY, OHIO
FULL-TIME EQUIVALENT CITY GOVERNMENTAL EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN YEARS**

Table 18

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
Function/program:										
Security of persons and property:										
Police	36.00	36.00	33.00	33.00	33.00	33.00	29.00	31.00	32.00	30.00
Police - auxiliary/guards	3.50	3.50	3.50	4.50	3.50	3.50	3.50	3.50	3.50	3.50
Police - dispatchers/office/other	11.00	11.00	10.00	9.00	9.00	8.00	8.00	8.00	8.00	9.00
Police - jailers	1.00	0.50	0.50	0.50	0.50	0.50	0.50	1.50	1.50	1.50
Police - animal wardens	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Fire	35.00	35.00	28.00	32.00	31.00	29.00	27.00	28.00	28.00	27.00
Fire - secretary - other	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Leisure time activities:										
Senior and civic center	4.00	4.00	4.00	4.00	4.00	5.50	5.00	5.00	5.50	6.00
Community liason	0.50	-	-	-	-	-	0.50	0.50	0.50	0.50
Community Development:										
Building	10.00	10.00	10.00	8.50	8.50	8.50	8.50	8.50	8.50	6.50
Economic Development	1.00	1.00	2.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
Transportation:										
Service	41.00	38.00	30.00	27.00	28.00	28.00	28.00	28.00	28.00	28.00
General government										
Council	9.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00	8.00
Executive administration	5.00	5.00	4.00	4.00	5.00	4.00	4.00	5.50	6.50	6.00
Finance	6.00	6.00	5.00	4.00	5.00	4.00	5.00	5.00	5.00	5.00
Municipal income tax	1.00	1.00	1.00	1.00	1.00	0.50	0.50	0.55	0.50	0.50
Legal	1.00	1.50	1.50	1.50	1.00	1.00	1.50	1.50	1.50	1.50
Human reaources	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00	2.00	2.00
Planning	2.00	2.00	2.00	2.50	2.50	2.00	2.00	2.00	2.00	2.00
Civil service	1.50	1.50	2.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Community activities	-	-	-	-	1.00	1.00	1.00	1.00	1.00	2.00
Totals	172.50	168.00	148.50	145.00	146.50	142.00	137.50	143.05	147.50	144.50

Source City Payroll Department Payroll Register

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee at year-end.

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