

Summary of City of Lakewood Financial Overviews 2007-2014

Amounts are in Millions

	2015	2014	2013	2012	2011	2010	2009	2008	2007	9-year Average (2007-2015)	Comments
Total Revenues (excluding internal service funds, trust & agency funds and transfers)	\$ 104.35	\$ 93.85	\$ 74.94	\$ 90.95	\$ 85.90	\$ 79.91	\$ 75.85	\$ 83.43	\$ 91.72	\$ 86.77	2012 and 2011 levels were impacted by the refunding of prior year GO Bonds. 2014 was impacted by \$7.7 million in Estate Tax Revenues, and debt issued for the Sewer Fund. 2015 was impacted by the \$6.6 million from the Lakewood Hospital Association to the City from the sale proceeds of 850 Columbia Rd. per the terms of the December 2015 Master Agreement.
General Fund Total Revenues	\$ 37.42	\$ 43.57	\$ 35.81	\$ 36.43	\$ 36.39	\$ 35.95	\$ 36.46	\$ 36.38	\$ 37.11	\$ 37.28	In 2014, Lakewood received \$7.7 million in Estate Tax Revenues.
General Fund Total Expenditures	\$ 38.64	\$ 41.41	\$ 33.95	\$ 34.93	\$ 35.21	\$ 34.32	\$ 36.07	\$ 35.88	\$ 37.76	\$ 36.46	Due to the 2014 Estate Tax Revenues, the City established at \$1.8 million budget stabilization account, and transferred \$5 million to the Land Acquisition Fund for future, to be determined, investments.
General Fund Year-End Structural Balance (Imbalance)	\$ (1.22)	\$ 2.16	\$ 1.86	\$ 1.50	\$ 1.17	\$ 1.63	\$ 0.39	\$ 0.51	\$ (0.65)	\$ 0.82	Approximately \$850,000 in unencumbered / set-aside funds contributed to the Structural Balance in 2014 to help fund the 27th pay in 2015. Nearly \$1.3 million of 2014 year-end fund balance was used to fund the 2015 27th pay period.
Total Property Tax Revenues (17.40 Mills)	\$ 15.06	\$ 14.61	\$ 14.89	\$ 15.43	\$ 15.43	\$ 15.74	\$ 17.03	\$ 16.93	\$ 16.96	\$ 15.79	The dramatic reduction between 2009-2010 was the reduction of property values of approximately 9%, and again in 2012-2013 with a reduction in value of another 4%. The next property tax reassessment will occur in 2015, with tax revenue realized in 2016, which is anticipated to be an approximate 8% increase in residential valuations.
Property Tax Revenues to General Fund (8.65 Mills)	\$ 7.42	\$ 7.24	\$ 7.39	\$ 7.64	\$ 7.66	\$ 7.82	\$ 8.37	\$ 8.41	\$ 8.43	\$ 7.82	
Property Tax Revenues to Debt Service Fund (3.47 Mills)	\$ 3.08	\$ 2.92	\$ 2.99	\$ 3.09	\$ 3.09	\$ 3.15	\$ 3.43	\$ 3.38	\$ 3.38	\$ 3.17	
Property Tax Revenues to Police & Fire Pension Funds (3.28 Mills)	\$ 2.83	\$ 2.76	\$ 2.80	\$ 2.91	\$ 2.91	\$ 2.96	\$ 3.25	\$ 3.19	\$ 3.20	\$ 2.98	
Property Tax Revenues to WWTP Improvement Fund (2.0 Mills)	\$ 1.73	\$ 1.68	\$ 1.71	\$ 1.70	\$ 1.77	\$ 1.81	\$ 1.98	\$ 1.95	\$ 1.95	\$ 1.81	
Income Tax Revenues	\$ 22.21	\$ 20.86	\$ 20.19	\$ 19.25	\$ 18.80	\$ 17.68	\$ 18.52	\$ 18.25	\$ 18.30	\$ 19.34	2009 amount reflects a one-time tax amnesty that resulted in approximately \$500K in additional revenue.
Local Government Fund Revenues	\$ 1.87	\$ 1.75	\$ 1.33	\$ 2.44	\$ 3.58	\$ 3.57	\$ 3.51	\$ 4.07	\$ 3.96	\$ 2.90	In July 2010, the Ohio State Legislature passed its biennial budget that reduced Local Government Funds in half by 2013, eliminated the CAT, and eliminated Estate Tax on estates of eligible residents beginning Jan. 1, 2013. The \$7.7 million in Estate Taxes in 2014 is most likely the final large settlements the City will ever receive.
Estate Tax Revenues	\$ 0.01	\$ 7.77	\$ 1.09	\$ 1.51	\$ 1.51	\$ 1.70	\$ 1.16	\$ 0.59	\$ 0.89	\$ 1.80	
Commercial Activity Tax (CAT) Revenues	\$ -	\$ -	\$ -	\$ -	\$ 0.03	\$ 0.21	\$ 0.20	\$ 0.14	\$ 0.10	\$ 0.08	
General Fund Other Revenue Sources	\$ 5.92	\$ 13.72	\$ 5.81	\$ 5.59	\$ 4.81	\$ 3.33	\$ 4.31	\$ 4.92	\$ 5.42	\$ 5.98	The 2012 amount is impacted by the timing of receipt of Commercial Property Licenses and the pay back of prior year advances to other funds. 2013 is impacted by approximately \$300K in one-time transfers in from a FEMA reimbursement due to Super Storm Sandy and from the Court Special Projects Fund. The 2014 amount is impacted by \$7.7 million in Estate Taxes.

**Summary of City of Lakewood Financial
Overviews 2007-2014**

Amounts are in Millions

	2015	2014	2013	2012	2011	2010	2009	2008	2007	9-year Average (2007-2015)	Comments
General Fund Public Safety Expenditures	\$ 19.00	\$ 17.67	\$ 16.98	\$ 17.40	\$ 17.86	\$ 17.62	\$ 18.76	\$ 18.55	\$ 18.50	\$ 18.04	Reductions from 2008-2013 are attributed to the reduction in staffing levels, the retirement of employees replaced by lower paid employees due to tenure, and the reduction of hospitalization and workers comp costs charged to departments to fund the internal service funds. The increase in 2014 is attributable to a negotiated pay increase of 2% for all employees. In 2015, the City experienced a 27th pay period in addition to a negotiated pay increase of 2% for all employees.
General Fund Public Safety Percentage of Total	49%	43%	50%	49%	51%	51%	52%	52%	49%	50%	
General Fund Public Works Expenditures	\$ 7.92	\$ 8.09	\$ 7.23	\$ 7.39	\$ 8.27	\$ 7.95	\$ 8.47	\$ 9.30	\$ 10.10	\$ 8.30	
General Fund Public Works Percentage of Total	20%	20%	21%	21%	23%	23%	24%	26%	27%	23%	
General Fund General Govt. Expenditures	\$ 5.84	\$ 5.83	\$ 5.31	\$ 5.21	\$ 4.87	\$ 4.81	\$ 5.09	\$ 5.08	\$ 5.36	\$ 5.27	
General Fund General Govt. Percentage of Total	15%	14%	16%	15%	14%	14%	14%	14%	15%	15%	
General Fund Human Services Expenditures	\$ 1.03	\$ 1.06	\$ 1.04	\$ 1.14	\$ 1.27	\$ 1.33	\$ 1.61	\$ 1.91	\$ 2.43	\$ 1.43	
General Fund Human Services Percentage of Total	3%	2%	3%	3%	4%	4%	4%	5%	7%	4%	
General Fund Admin. Costs Expenditures	\$ 4.85	\$ 8.76	\$ 3.39	\$ 3.79	\$ 2.94	\$ 2.61	\$ 1.94	\$ 1.03	\$ 1.01	\$ 3.37	Increases are due to transfers to hospitalization and worker compensation fund at year end to reduce costs the following year, as well as the establishment of the separation payment and 27th pay accounts. As detailed previously, \$7.7 million in Estate Taxes led to the creation of a Budget Stabilization account of \$1.8 million and a transfer of \$5.0 million to the Land Acquisition Fund.
General Fund Admin. Costs Percentage of Total	13%	21%	10%	11%	8%	8%	5%	3%	3%	9%	
Health Insurance Expenditures	\$ 6.63	\$ 5.98	\$ 5.31	\$ 5.06	\$ 5.22	\$ 5.23	\$ 4.98	\$ 5.16	\$ 5.39	\$ 5.44	The City is self-insured for Workers Compensation and the majority of Health Insurance Claims.
Workers Compensation Expenditures	\$ 0.33	\$ 0.39	\$ 0.45	\$ 0.64	\$ 0.60	\$ 0.72	\$ 0.61	\$ 0.78	\$ 0.88	\$ 0.60	
Total Capital Investments	\$ 19.20	\$ 9.85	\$ 6.49	\$ 6.57	\$ 7.57	\$ 3.95	\$ 8.70	\$ 9.88	\$ 17.92	\$ 10.01	Capital Investments vary each year based on timing, availability and sustainability of funding, and need of specific types of projects.
Total Streets Investment	\$ 3.17	\$ 1.91	\$ 1.71	\$ 1.74	\$ 1.67	\$ 0.85	\$ 2.43	\$ 2.48	\$ 3.30	\$ 2.14	
Total Vehicles & Equipment Investment	\$ 3.34	\$ 2.97	\$ 2.11	\$ 1.77	\$ 2.32	\$ 0.27	\$ 3.13	\$ 1.82	\$ 2.64	\$ 2.26	
Total Water System Investment	\$ 4.28	\$ 2.04	\$ 0.94	\$ 1.75	\$ 1.36	\$ 0.69	\$ 0.64	\$ 1.11	\$ 4.16	\$ 1.89	
Total Sewer System & WWTP Investment	\$ 4.25	\$ 0.84	\$ 0.61	\$ 0.50	\$ 0.80	\$ 1.18	\$ 0.57	\$ 1.22	\$ 7.02	\$ 1.89	
Total Traffic Signs & Signals Investment	\$ 0.20	\$ 0.79	\$ 0.18	\$ 0.08	\$ 0.81	\$ 0.75	\$ 0.48	\$ 0.08	\$ 0.08	\$ 0.38	
Total Buildings & Facilities Investment	\$ 0.74	\$ 0.12	\$ 0.80	\$ 0.67	\$ 0.34	\$ 0.01	\$ 1.32	\$ 2.54	\$ 0.41	\$ 0.77	
Total Parks & Pools Investment	\$ 2.65	\$ 0.71	\$ 0.12	\$ 0.06	\$ 0.08	\$ 0.11	\$ 0.03	\$ 0.55	\$ 0.11	\$ 0.49	
Total Sidewalks Investment	\$ 0.57	\$ 0.47	\$ 0.02	\$ 0.00	\$ 0.19	\$ 0.09	\$ 0.10	\$ 0.08	\$ 0.20	\$ 0.19	

Summary of City of Lakewood Financial Overviews 2007-2014

Amounts are in Millions

	2015	2014	2013	2012	2011	2010	2009	2008	2007	9-year Average (2007-2015)	Comments
Moody's Debt Rating	Aa2	Aa2	Aa2	Aa2	Aa2	Aa2	Aa3	Aa3	Aa3		In 2010, Moody's recalibrated its municipal ratings to make those ratings compatible with corporate bond ratings. This rating was reaffirmed in May 2014, when the City faced a potential downgrade because of changes in Moody's rating methodology.
Gross Indebtedness as of Dec. 31st	\$ 81.28	\$ 78.19	\$ 75.18	\$ 70.43	\$ 78.79	\$ 87.96	\$ 87.90	\$ 96.32	\$ 93.78	\$ 83.31	The City's gross indebtedness has decreased due to the implementation of strategic planning and forecasting, and taking advantage of refunding to lower interest costs and to restructure amount debt payments to an even level. However, when GO BANs are "rolled" as in 2013 through 2015, the amount increases until the City bonds out these amounts, which is planned for 2016.
Total Debt Service Payments	\$ 21.15	\$ 15.44	\$ 12.47	\$ 25.17	\$ 11.58	\$ 20.17	\$ 17.30	\$ 10.25	\$ 13.30	\$ 16.31	2012 and 2011 levels were impacted by the refunding of prior year GO Bonds.
Total Enterprise/ Revenue Fund Revenues	\$ 27.09	\$ 24.03	\$ 21.54	\$ 26.38	\$ 20.22	\$ 18.93	\$ 18.51	\$ 19.58	\$ 18.66	\$ 21.66	
Amount of Transfer from WWTP Improvement Fund to Debt Service Fund	\$ 1.60	\$ 1.60	\$ 1.60	\$ 1.40	\$ 1.30	\$ 1.20	\$ 2.10	\$ 0.85	\$ 0.75	\$ 1.38	A voted change to the City Charter in 2005 allowed for WWTP Improvement Funds to be used for other capital improvements such as Streets, Parks and Buildings and Facilities. In 2010, it was amended again to include Sewer work.
Wastewater Treatment Fund Revenues	\$ 5.93	\$ 5.79	\$ 5.77	\$ 7.96	\$ 5.63	\$ 5.28	\$ 5.04	\$ 5.12	\$ 4.74	\$ 5.70	
Sewer/WWC Fund Revenues	\$ 8.50	\$ 6.68	\$ 3.92	\$ 6.15	\$ 3.28	\$ 2.61	\$ 2.51	\$ 3.17	\$ 2.83	\$ 4.41	Increases due to annual rate increases and refunding of prior year GO Bonds, and in 2014 and 2015 the issuance of GO BANs for Sewer-related projects as required by the EPA, as well as OPWC grants.
Water Fund Revenues	\$ 12.12	\$ 11.01	\$ 11.35	\$ 11.73	\$ 10.77	\$ 10.53	\$ 10.54	\$ 10.40	\$ 10.00	\$ 10.94	
Parking Fund Revenues	\$ 0.46	\$ 0.46	\$ 0.43	\$ 0.46	\$ 0.46	\$ 0.43	\$ 0.40	\$ 0.33	\$ 0.29	\$ 0.42	
Winterhurst Fund Revenues	\$ 0.08	\$ 0.08	\$ 0.08	\$ 0.08	\$ 0.08	\$ 0.08	\$ 0.37	\$ 0.55	\$ 0.80	\$ 0.24	Winterhurst was leased to Iceland USA in 2009 for the sum of approximately \$75K a year. The lease was extended another 5 years in 2014 allowing for an annual escalation in rent.
Total Enterprise Funds Capital & Debt Service Expenditures	\$ 11.89	\$ 4.73	\$ 4.51	\$ 10.42	\$ 6.10	\$ 5.97	\$ 4.26	\$ 5.01		\$ 6.61	2012 and 2011 levels were impacted by the refunding of prior year GO Bonds.
Total as Percent of Total Expenditures	44%	20%	21%	39%	30%	32%	23%	26%		31%	
Lakewood Hospital Fund Total Revenues	\$ 9.07	\$ 2.45	\$ 2.41	\$ 2.32	\$ 2.18	\$ 2.19	\$ 2.27	\$ 2.26	\$ 2.42	\$ 3.06	Majority of revenues are from EMS Transport Fees (approximately \$1.2 million), and the Lease with the Cleveland Clinic (\$1.125 million) in 2014. 2015 was impacted by the \$6.6 million from the Lakewood Hospital Association to the City from the sale proceeds of 850 Columbia Rd. per the terms of the December 2015 Master Agreement.
SCMR Fund Total Revenues	\$ 2.04	\$ 2.05	\$ 2.02	\$ 2.15	\$ 1.92	\$ 2.00	\$ 1.97	\$ 2.13	\$ 1.80	\$ 2.01	Majority of revenues are from Lakewood's portion of the Gasoline Excise Tax, and the \$5 per motor vehicle license tax.
Community Development Block Grant Revenues	\$ 2.45	\$ 2.92	\$ 2.36	\$ 1.96	\$ 2.07	\$ 2.34	\$ 2.94	\$ 2.67	\$ 1.98	\$ 2.41	2009 increase is due to ARRA funding. Decreases since represent the reduction in federal funding. 2013 increase is due to one-time program income. 2014 is attributable to increased funds drawdown from prior year awards.
Office on Aging Grants & Contributions	\$ 0.23	\$ 0.25	\$ 0.27	\$ 0.29	\$ 0.51	\$ 0.50	\$ 0.56	\$ 0.70	\$ 0.60	\$ 0.43	Reductions are due to the elimination of programs and reductions in funding.