

# ALTERNATIVE TAX BUDGET INFORMATION

Political Subdivision/Taxing Unit: City of Parma, Ohio

For the Fiscal Year Commencing January 1, 2022

Fiscal Officer Signature \_\_\_\_\_ Date \_\_\_\_\_

## COUNTY OF CUYAHOGA

### **Background**

Substitute House Bill No. 129 (HB129) effective June 3, 2002, was enacted by the 124th General Assembly in part to allow a county budget commission to waive the requirement that a taxing authority adopt a tax budget for a political subdivision or other taxing unit, pursuant to Ohio Revised Code (ORC) Section 5705.281.

Under the law in effect prior to June 3, 2002, the budget commission could only waive the tax budget for a subdivision or other taxing unit that was receiving a share of the county undivided local government fund or the county undivided local government revenue assistance fund under an alternative method or formula pursuant to ORC Sections 5747.53 and 5747.63. Thus, tax budgets could be waived only for counties, municipalities, townships, and park districts. This restriction is now removed.

### **Ohio Revised Code Section 5705.281**

Under the amended version of this section pursuant to HB 129, a county budget commission, by an affirmative vote of a majority of the commission, including an affirmative vote by the county auditor, may waive the tax budget for any subdivision or other taxing unit. However, the commission may require the taxing authority to provide any information needed by the commission to perform its duties, including the division of the tax rates as provided under ORC Section 5705.04.

### **County Budget Commission Duties**

The county budget commission must still certify tax rates to each subdivision or other taxing unit, by March 1 for school districts and by September 1 for all other taxing authorities under ORC Section 5705.35, even when a tax budget is waived. Also, the commission is still required to issue an official certificate of estimated resources under ORC Section 5705.35 and amended official certificates of estimated resources under ORC Section 5705.36.

Therefore, when a budget commission is setting tax rates based on a taxing unit's need, for purposes of ORC Sections 5705.32, 5705.34, and 5705.341, its determination must be based on that other information the commission asked the taxing authority to provide under ORC Section 5705.281, when the tax budget was waived. Also, an official certificate must be based on that other information the commission asked the taxing authority to provide.

### **County Budget Commission Action**

On October 11, 2002, during the Cuyahoga County Budget Commission meeting, the commission with an affirmative vote of all members waived the requirement for taxing authorities of subdivisions or other taxing units (Including Schools) to adopt a tax budget as provided under ORC Section 5705.281, but shall require the filing of this Alternative Tax Budget Information document on an annual basis.

### **Alternative Tax Budget Information Filing Deadline**

For all political subdivisions excluding school districts, the fiscal officer must file one copy of this document with the County Fiscal Officer on or before July 20th. For school districts the fiscal officer must file one copy of this document with the County Fiscal Officer on or before January 20th.

# **GUIDELINES FOR COMPLETING THE ALTERNATIVE TAX BUDGET INFORMATION**

## **SCHEDULE 1**

The general purpose of schedule 1 is to meet the requirement of Ohio Revised Code (ORC) Section 5705.04 which requires the taxing authority of each subdivision to divide the taxes levied into separate levies. For help use the schedule B issued by the budget commission for the current year and add any new levies. This will help to ensure that no levies are missed.

In column 1 list only those individual funds which are requesting general property tax revenue. In column 2 purpose refers to the following terms, inside, current expenses, and special levy for example. In column 4 levy type refers to renewal, additional, and replacement for example. In column 9 identify the amount of general property tax you wish to request.

## **NOTE:**

The general purpose of column 9 is to demonstrate the need to produce property tax revenues to cover the estimated expenditures for the budget year. ORC Section 5705.341 states in part;

"Nothing in this section or any section of the ORC shall permit or require the levying of any rate of taxation, whether within the 10 mill limitation or whether the levy has been approved by the electors, the political subdivision or the charter of a municipal corporation in excess of such 10 mill limitation, unless such rate of taxation for the ensuing fiscal year is clearly required by a budget properly and lawfully, adopted under this chapter or by other information required per ORC 5705.281."

Property tax revenue includes real estate taxes, personal property taxes, homestead and rollback, and the personal property 10,000 exempt monies.

## **SCHEDULE 2**

The general purpose of schedule 2 is to produce an Official Certificate of Estimated Resources for all funds.

In column 3, total estimated receipts should include all revenues plus transfers in excluding property taxes and local government revenue. All taxing authority must submit a list of all tax transfers.

## **SCHEDULE 3**

The general purpose of schedule 3 is to provide inside/charter millage for debt service. The basic security for payment of general obligation debt is the requirement of the levy of ad valorem property taxes within the 10 mill limitation imposed by Ohio law. Ohio law requires a levy and collection of ad valorem property tax to pay debt service on general obligation debt as it becomes due, unless that debt service is paid from other sources.

## **SCHEDULE 4**

The general purpose of schedule 4 is to provide for the proper amount of millage to cover debt service requirements on voted bond issues. Major capital improvement projects are sometimes financed through the use of voted bonds. The taxing authority seeks voter approval of general obligation bonds and of the levy of property taxes outside the indirect debt limitation in whatever amount is necessary to pay debt service on those bonds.

## **SCHEDULE 5**

The general purpose of schedule 5 is to properly account for tax anticipation notes. See schedule 5 for more details.

# DIVISION OF TAXES LEVIED

(Levies Inside & Outside 10 Mill Limitation, Inclusive Of Debt Levies)  
(List All Levies Of The Taxing Authority)

2022

## SCHEDULE 1

I	II	III	IV	V	VI	VII	VIII	IX
Fund	Purpose	Authorized By Voters On MM/DD/YY	Levy Type	Number Of Years Levy To Run	Tax Year Begins/ Ends	Collection Year Begins/ Ends	Maximum Rate Authorized	\$ AMOUNT Requested Of Budget Commission
General Fund	Current Expenses	n/a	n/a	n/a	n/a	n/a	2.8	\$5,500,000
Police Pension	Inside	n/a	n/a	n/a	n/a	n/a	0.3	\$560,000
Fire Pension	Inside	n/a	n/a	n/a	n/a	n/a	0.3	\$560,000
Fire Levy	Special	11/6/2018	Replacement	5	1/1/19-23	1/1/20-24	2.0	\$3,800,000
Police Levy	Special	11/8/2016	Renewal	5	1/1/17-21	1/1/18-22	2.0	\$3,800,000
Totals								

# STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

## SCHEDULE 2

I Fund By Type	II Beginning Estimated Unencumbered Fund Balance	III Property Taxes and Local Government Revenue	IV Other Sources Receipts	V Total Resources Available for Expenditures	VI Total Estimated Expenditures & Encumbrances	VII Ending Estimated Unencumbered Balance
General Fund	1,760,792	6,377,490	52,587,264	60,725,547	60,569,878	155,669
All Other Agencies (7**)	1,427,918	0	569,792	1,997,709	469,988	1,527,721
Animal Shelter (279)	64	0	7,973	8,037	7,979	58
Bond Retirement/Debt Service (3**/8**)	446,928	0	1,789,152	2,236,079	1,803,777	432,302
CDBG	69,230	0	1,196,777	1,266,007	1,172,043	93,963
Child Abuse (796)	23,195	0	49,490	72,685	48,480	24,205
Noxious Weeds (805)	36,586	0	27,033	63,619	25,755	37,864
City Hall Improvements (410)	7,444	0	0	7,444	0	7,444
City Income Tax Capital Improvements (405)	2,272,238	0	11,353,651	13,625,889	11,923,359	1,702,530
Recreation - Trust & Agency (7**)	31,575	0	10,029	41,605	17,040	24,565
Curb Cutting (740)	34,749	0	1,010	35,759	1,010	34,749
Enterprise Fund (520)	15,536	0	1,010,867	1,026,403	1,010,867	15,536
Enterprise Zone (245)	6,227	0	0	6,227	0	6,227
Fair Housing	118,997	0	0	118,997	0	118,997
Fire Dept Building Fund (403)	13,312	0	816,080	829,392	828,430	962
Sub-Total	6,264,790	6,377,490	69,419,118	82,061,398	77,878,606	4,182,792

# STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

## SCHEDULE 2

I Fund By Type	II Beginning Estimated Unencumbered Fund Balance	III Property Taxes and Local Government Revenue	IV Other Sources Receipts	V Total Resources Available for Expenditures	VI Total Estimated Expenditures & Encumbrances	VII Ending Estimated Unencumbered Balance
Fire Levy (105)	138,775	2,609,200	158,200	2,905,175	2,905,385	790
Fire Pension (102)	268,078	433,200	1,840,310	2,541,588	2,341,180	200,408
Housing Maintenance (289)	85	0	361,384	361,469	359,036	2,433
Justice Center (4**)	689	0	0	689	0	689
Land Acquisition (285)	150,429	0	0	150,429	0	150,429
Law Enforcement (1**)	817,874	0	233,714	1,051,588	440,699	610,889
Liability Insurance (604/605)	32,028	0	757,082	789,110	773,206	15,904
Medical Insurance (610)	1,318,488	0	11,137,270	12,455,758	11,939,926	515,832
Municipal Motor Vehicle License Tax (278)	17,262	0	535,300	552,562	552,000	562
North Royakton Sewer (745)	7,572	0	0	7,572	0	7,572
Chronic Nuisance Problems (807)	31,391	0	2,040	33,431	101	33,330
Ambulance Billing (103)	41,897	0	1,239,120	1,281,017	1,280,115	902
Parma Public Housing (270)	500	0	6,343,350	6,343,850	6,343,350	500
Police Levy (104)	266,631	2,767,400	0	3,034,031	2,661,529	372,502
Police Pension (101)	288,276	454,860	1,490,400	2,233,536	1,979,600	253,936
Sub-Total	3,379,976	6,264,660	24,098,171	33,742,806	31,576,127	2,166,679

# STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

2022

## SCHEDULE 2

I Fund By Type	II Beginning Estimated Unencumbered Fund Balance	III Property Taxes and Local Government Revenue	IV Other Sources Receipts	V Total Resources Available for Expenditures	VI Total Estimated Expenditures & Encumbrances	VII Ending Estimated Unencumbered Balance
Recreation-Special Revenue (286/288)	972	0	179,629	180,600	180,033	568
Parmatoun (TIF) (150)	0	1,717,000	0	1,717,000	1,717,000	0
Sales Tax (790)	192	0	36,360	36,552	36,500	52
Senior Center (420)	744	0	0	744	0	744
Senior Donations (1**)	37	0	0	37	0	37
Sewer Construction (4**)	2,352,918	0	3,266,875	5,619,793	1,987,185	3,632,608
Sewer Maintenance (275)	96	0	676,887	676,983	676,582	401
Sidewalks (8**)	32,064	0	0	32,064	0	32,064
Tree Planting (770)	4,150	0	0	4,150	0	4,150
State Grants	611,846	0	1,068,521	1,680,367	967,539	712,828
State Highway (277)	2	0	372,698	372,700	371,633	1,067
Street Lighting (810)	349,966	0	1,032,947	1,382,913	1,012,020	370,893
Street Maintenance & Repair (276)	117,299	0	6,001,575	6,118,874	6,115,755	3,119
Street Improvements (4**)	1,008,289	0	2,585,474	3,593,763	2,575,500	1,018,263
Title III	61,339	0	429,840	491,179	426,014	65,165
Sub-Total	4,539,912	1,717,000	15,650,806	21,907,718	16,065,760	5,841,958

# STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

## SCHEDULE 2

Fund By Type	Beginning Estimated Unencumbered Fund Balance	Property Taxes and Local Government Revenue	Other Sources: Receipts	Total Resources Available for Expenditures	Total Estimated Expenditures & Encumbrances	Ending Estimated Unencumbered Balance
	II	III	IV	V	VI	VII
Vista Ridge (773)	27,568	0	0	27,568	0	27,568
Worker's Compensation Insurance Fund (615)	2,117,910	0	0	2,117,910	601,278	1,516,632
Court Capital Improvement (422)	3,389	0	0	3,389	0	3,389
Captain Lovell Park Restoration (284)	1,442	0	0	1,442	0	1,442
Webbbeck (728)	0	0	6,060	6,060	6,060	0
Court Computerization Fund (165/166)	81,092	0	246,440	327,532	285,100	42,433
Communications Center - Ridge Rd (423)	78,380	0	0	78,380	0	78,380
Community Emergency Response (129)	161	0	0	161	0	161
Federal Grants	94,996	0	102,207	197,203	80,492	116,711
Assistance to Firefighters (128)	206	0	0	206	0	206
2010 Capital Improvements Note (450)	0	0	0	0	0	0
Law Enforcement Block Grant	407	0	0	407	0	407
Commissary Fund (124)	601	0	1,010	1,611	1,212	399
Court Facilities Mgmt (167)	550,039	0	80,800	630,839	35,350	595,489
Sub-Total	2,956,192	0	436,517	3,392,709	1,009,492	2,383,217
Grand Total	17,140,869	14,359,150	109,604,612	141,104,631	126,529,985	14,574,646

# UNVOTED GENERAL OBLIGATION DEBT

(Include General Obligation Debt To Be Paid From Inside/Charter Millage Only)  
 (Do Not Include General Obligation Debt Being Paid By Other Sources)  
 (Do Not Include Special Obligation Bonds & Revenue Bonds)

2022

## SCHEDULE 3

I	II	III	IV	V	VI
Purpose Of Bonds Or Notes	Date Of Issue	Final Maturity Date	Principal Amount Outstanding At The Beginning Of The Calendar Year	Amount Required To Meet Calendar Year Principal & Interest Payments	Amount Receivable From Other Sources To Meet Debt Payments
2016 Justice Center (315)	12/01/16	12/01/24	\$2,245,000	\$792,350	\$0
2016 Dispatch Center (323)	12/01/16	12/01/36	\$1,905,000	\$173,150	\$0
2013 General Obligation Bonds Refi (348)	05/15/13	12/01/25	\$1,980,000.00	\$524,600	\$0
Manhattan Sewers Project (820)	01/01/17	07/01/31	\$61,930	\$7,477	\$0
Bradenton Sewers Project (821)	01/01/17	07/01/31	\$144,881	\$17,495	\$0
West Ridgewood Sewers Project (822)	01/01/18	07/01/34	\$1,919,821	\$153,586	\$140,000
West Pleasant Valley Project (836)	07/13/06	12/01/26	\$130,000	\$31,500	\$2,400
Broadview/Thorncleft Project (839)	07/13/06	12/01/26	\$60,000	\$13,000	\$2,400
Ridge Road Water/Sanitary II Project (889)	01/01/20	07/01/39	\$1,698,593	\$114,837	\$0
Day Drive Repair & Resurfacing (372)	01/01/19	01/01/39	\$694,956.90	\$42,119	\$0
Chevy Blvd Storm & Sanitary Sewers (373)	01/01/18	01/01/38	\$281,755.65	\$17,076	\$0
Sub-total			\$11,121,938	\$1,887,189	\$144,800