

# ALTERNATIVE TAX BUDGET INFORMATION

Political Subdivision/Taxing Unit: City of Parma, Ohio

For the Fiscal Year Commencing January 1, 2024

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.



# STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

2024

## 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	11,593,759	7,460,123	55,559,152	74,613,034	67,689,683	6,923,351
All Other Agencies (7**)	1,028,564	0	583,160	1,611,724	522,668	1,089,056
Animal Shelter (279)	10	0	4,600	4,610	4,600	10
Bond Retirement/Debt Service (3**/8**)	349,430	0	2,032,961	2,382,391	2,036,147	346,245
CDBG	116,139	0	1,169,401	1,285,540	1,128,812	156,728
Child Abuse (796)	3,460	0	44,550	48,010	46,870	1,140
Noxious Weeds (805)	142	0	22,000	22,142	21,225	918
City Hall Improvements (410)	7,444	0	0	7,444	0	7,444
City Income Tax Capital Improvements (405)	4,129,609	0	15,100,000	19,229,609	16,827,339	2,402,270
Recreation - Trust & Agency (7**)	42,065	0	16,700	58,765	25,375	33,390
Curb Cutting (740)	36,049	0	1,000	37,049	1,015	36,034
Enterprise Fund (520)	151,982	0	1,135,000	1,286,982	1,138,415	148,567
Enterprise Zone (245)	6,227	0	0	6,227	0	6,227
Fair Housing (17*)	145,608	0	0	145,608	0	145,608
Fire Dept Building Fund (403)	42,401	0	891,000	933,401	912,365	21,036
Sub-Total	17,652,890	7,460,123	76,559,524	101,672,537	90,354,513	11,318,024

# STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

2024

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Fire Levy (105)	329,629	2,699,325	0	3,028,954	2,981,055	47,899
Fire Pension (102)	544,881	575,000	1,772,988	2,892,869	2,369,010	523,859
Housing Maintenance (289)	1,750	0	384,548	386,297	385,321	976
Justice Center (4**)	689	0	2,000,000	2,000,689	2,000,000	689
Land Acquisition (285)	150,429	0	0	150,429	0	150,429
Law Enforcement (13*14*16*)	589,347	0	245,335	834,682	357,075	477,607
Liability Insurance (604/605)	27,199	0	617,625	644,824	594,508	50,316
Medical Insurance (610)	1,659,876	0	12,988,350	14,648,226	13,245,846	1,402,380
Municipal Motor Vehicle License Tax (278)	52,874	0	566,000	618,874	583,625	35,249
North Royaltion Sewer (745)	7,572	0	0	7,572	0	7,572
Chronic Nuisance Problems (807)	45,607	0	7,200	52,807	102	52,705
Ambulance Billing (103)	299,655	0	1,336,500	1,636,155	1,472,610	163,545
Parma Public Housing (270)	11,715	0	6,497,020	6,508,736	6,497,000	11,736
Police Levy (104)	57,919	2,699,325	0	2,757,244	2,702,000	55,244
Police Pension (101)	397,159	575,000	1,631,238	2,603,396	2,228,940	374,456
Sub-Total	4,176,300	6,548,650	28,046,803	38,771,752	35,417,091	3,354,662

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(List All Funds Individually)

2024

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Recreation-Special Revenue (286/288)	86,732	0	265,000	351,732	197,925	153,807
Tax Increment Financing (TIF) (150/151)	92,277	0	1,390,000	1,482,277	1,350,000	132,277
Sales Tax (730)	4,733	0	40,500	45,233	40,600	4,633
Senior Center (420)	744	0	0	744	0	744
Senior Donations (186/187/188)	33	0	40,000	40,033	39,714	319
Sewer Construction (4**)	2,847,685	0	1,790,798	4,638,483	2,161,018	2,477,465
Sewer Maintenance (275)	25	0	525,000	525,025	503,859	21,166
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	659,994	0	262,597	922,590	271,807	650,783
State Highway (277)	5,426	0	405,000	410,426	400,877	9,549
Street Lighting (810)	218,909	0	1,002,000	1,220,909	967,904	253,005
Street Maintenance & Repair (276)	173,502	0	5,800,000	5,973,502	5,891,326	82,175
Street Improvements (4**)	1,475,313	0	1,669,627	3,144,940	1,671,074	1,473,866
Title III	68,023	0	512,018	580,041	481,863	98,178
Sub-Total	5,669,609	0	13,702,539	19,372,148	13,977,969	5,394,179

# STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

## SCHEDULE 2

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Visia Ridge (773)	27,568	0	0	27,568	0	27,568
Worker's Compensation Insurance Fund (615)	877,263	0	0	877,263	786,777	90,486
Court Capital Improvement (422)	3,567	0	0	3,567	0	3,567
Captain Lovell Park Restoration (284)	1,442	0	0	1,442	0	1,442
Webecheck (728)	142	0	5,600	5,742	5,595	147
Court Computerization Fund (165/166)	106,163	0	266,288	372,451	363,636	8,815
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	111,608	0	322,629	434,237	322,600	111,637
School Zone Safety Fund (280)	94,590	0	2,500,000	2,594,590	2,550,000	44,590
Law Enforcement Block Grant (139/140/145)	1,052	0	0	1,052	0	1,052
Commissary Fund (124)	1,032	0	3,000	4,032	3,045	987
Court Facilities Mgmt (167)	554,419	0	106,313	660,732	131,950	528,782
Sub-Total	1,857,387	0	3,203,829	5,061,216	4,163,603	897,613
Grand Total	29,356,185	14,008,773	121,512,695	164,877,653	143,913,175	20,964,478

# 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)

2024

## SCHEDULE 3

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	\$770,000	\$793,100	\$0
2016 Dispatch Center (323)	12/01/16	12/01/36	\$1,705,000	\$172,150	\$0
2021 Various Purpose Bond Retirement (310)	12/01/21	12/01/41	\$5,055,000	\$661,900	\$0
2013 General Obligation Bonds Refi (348)	05/15/13	12/01/25	\$1,015,000.00	\$526,663	\$0
Manhattan Sewers Project (820)	01/01/17	07/01/31	\$50,421	\$7,506	\$0
Bradenton Sewers Project (821)	01/01/17	07/01/31	\$117,954	\$17,562	\$0
West Ridgewood Sewers Project (822)	01/01/18	07/01/34	\$1,612,650	\$153,586	\$140,000
West Pleasant Valley Project (836)	07/13/06	12/01/26	\$80,000	\$29,000	\$2,400
Broadview/Thornciff Project (839)	07/13/06	12/01/26	\$40,000	\$12,000	\$2,400
Ridge Road Water/Sanitary II Project (889)	01/01/20	07/01/39	\$1,534,015	\$114,837	\$0
Day Drive Repair & Resurfacing (372)	01/01/19	01/01/39	\$610,719.70	\$42,119	\$0
Chevy Blvd Storm & Sanitary Sewers (373)	01/01/18	01/01/38	\$264,679.55	\$17,076	\$0
Sub-total			\$12,855,439	\$2,547,498	\$144,800