

# CITY OF LYNDHURST

## 2021 FINANCIAL REVIEW

August 2021  
Volume 1, Issue 1



The following is an overview of the City's financial position for the fiscal year ended December 31, 2021 and is derived from Generally Accepted Accounting Principles (GAAP). Mary Kovalchik, Finance Director

### Where the Money Comes From...

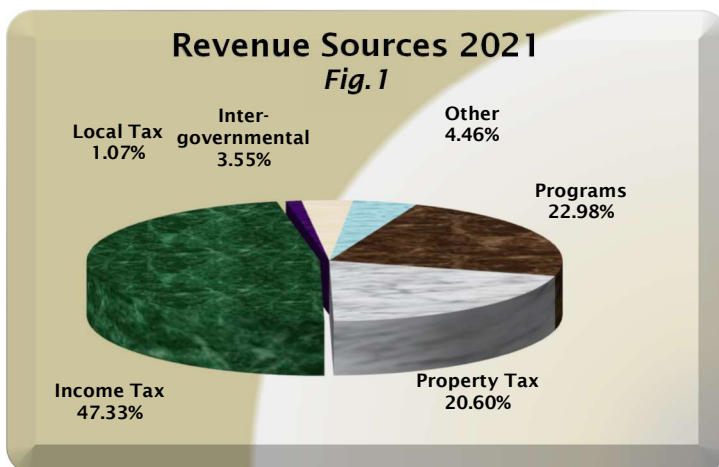
#### Revenues

Major sources of revenues include property tax, income tax and state-shared taxes. (See Figure 1.)

Revenues	2021	2020
Programs	5,263,720	7,120,928
Property Tax	4,717,527	4,717,078
Income Tax	10,838,767	9,790,512
Local Tax	245,016	174,176
Inter-governmental	813,773	734,578
Investments/Other	1,022,421	950,687
<b>Total Revenues</b>	<b>22,901,224</b>	<b>23,487,959</b>

General revenues include both income and property taxes. Income tax is the major source of revenue for the City and accounted for 47.4% of total revenues. Income tax increased 10.7% which was a result of the revenue returning to pre-pandemic levels. State of emergency was lifted in June 2021. Total revenues decreased overall 2.5% in 2021. The most significant was attributed to programs. Programs included federal grants. In 2020 the City received more than \$1 million in unearned Covid related federal funding.

### Revenues at a Glance...



Source: Audited Financial Statements

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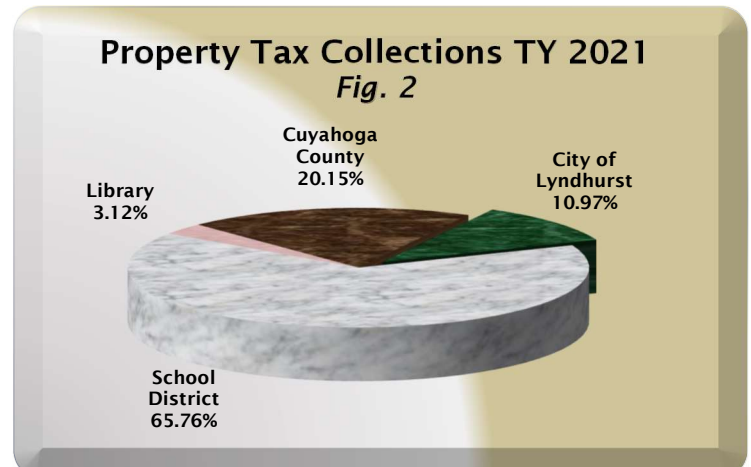
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### Property Tax

Property Tax in Lyndhurst is administered by Cuyahoga County. The County Fiscal Officer assesses your property on 35% of the appraised market value. This value is updated every three years based on average sale prices of properties sold in the area. Every six years your property is reappraised by the County. The next reappraisal will update values in 2021 and resulted in an 18% increase to be collected in 2022.. **For each one dollar (\$1.00) in property tax paid** the County distributed those funds as follows: (See Figure 2.)

School District	-	65.76	cents
Cuyahoga County	-	20.15	cents
<b>City of Lyndhurst</b>	-	<b>10.97</b>	<b>cents</b>
Library	-	3.12	cents

The City operates on **10.97 cents for each dollar paid in property tax** and provides most of the government services to you including police, fire, EMS, parks, pools, cultural facilities, street maintenance, tree maintenance, leaf collection, rubbish collection, and neighborhood preservation.



Source: Cuyahoga County Auditor

## Where the Money Goes...

### Expenditures

Expenditures incurred by the City of Lyndhurst, to provide all City services, are shown by function. (See Figure 3.) By far, **Police, Fire and EMS** are the most important and represent the highest cost of these services. The Police Department consists of 29 sworn in full-time officers and the Fire Department consists of 25 full-time firefighter / paramedics. In 2021 the Program Expenses for Security of Persons and Property significantly decreased as a result of two factors “net pension liability” and “Covid related federal funding”. Net pension liability

**“Mission Statement”:** To protect and to enhance the fiscal integrity and efficient management of the city while maintaining citywide programs and initiatives.

represents the City’s proportionate share of each pension plan’s collective actuarial present value. The City has no control over the terms of manner in which the pensions are financed. Covid related federal funding was used in 2020 to support provisions for Safety Services during the pandemic. **General Government** represents numerous Municipal Departments and Court. **Basic Utility** includes the cost of rubbish, recycling, trees and sewers. **Transportation** is the cost for streets, sidewalks and snow removal. These costs remained stable as capital improvements were completed for street and sidewalk programs in 2020. **Community Environment** is the cost to assist in preserving our neighborhoods comprised of planning, building and housing. **Leisure Time Activity** are the costs associated with the community and aquatic centers.

Expenditures by Function	2021	2020
Police, Fire & EMS	8,658,131	11,391,991
Public Health & Welfare	76,305	76,305
Leisure Time Activities	753,480	972,904
Community Environment	965,437	1,262,915
Basic Utility Services	3,438,799	3,195,309
Transportation	1,686,332	2,284,656
General Government	3,170,345	4,950,409
Interest and Fiscal Charges	140,344	167,818
<b>Total Expenditures</b>	<b>18,889,173</b>	<b>24,044,742</b>

### Debt Management

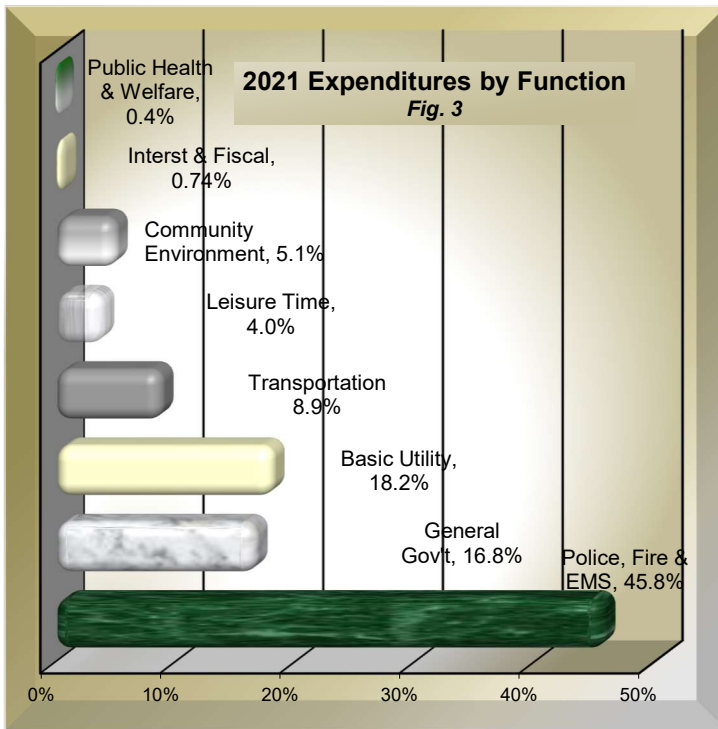
Fifteen year bonds were issued for the Fire Building Improvement project. As pledged, the City paid down additional principal totaling \$900,000 to date; thereby reducing interest charges by \$253,506. This is indicative of strong economic and financial character. Annual debt payments for the City include both short and long term principal and interest totaling \$2,041,342 for the year. The City issued \$1,200,000 in short term Street Improvement notes to be paid in full in 2022. State statutes limit the amount of unvoted general obligation debt the City may issue. At December 31, 2021 the City’s outstanding debt was well below the legal limit.

### Fund Balances

Fund Type	Fund Balance 12/31/2021	Fund Balance 12/31/2020	Increase (Decrease)
General	7,735,325	7,875,242	(139,917)
Bond Retirement	1,634,603	2,190,698	(556,095)
Capital Other Governmental	8,094,928	7,789,510	305,418
<b>Total</b>	<b>17,464,856</b>	<b>17,855,450</b>	<b>(390,594)</b>

## Expenditures at a Glance...

Source: Audited Financial Statements



# CITY OF LYNDHURST

5301 MAYFIELD ROAD, LYNDHURST, OH 44124

## Financial Review - 2021

MAYOR, Patrick A. Ward

### CITY COUNCIL

David A. Frey	Ward 1
Joseph A. Gambatese	Ward 2
Lane A. Schlessel	Ward 3
Stephen Grushetsky	Ward 4
Jeffrey Price	At Large
Joseph A. Marko	At Large
Charles A. LoPresti	At Large



## 2021 Financial Review



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[www.lyndhurst-oh.com](http://www.lyndhurst-oh.com)

### CITY ADMINISTRATION

Mayor/Safety Director	Patrick A. Ward
Finance Director	Mary Kovalchik
Law Director	John Luskin
Police Chief	Patrick Rhode
Fire Chief	Mike Carroll
Service Director	Tony Fioritto
Building Commissioner	John Maichle
Community Center	Melissa Weldon
Engineer	Jeff Filarski

### PHONE DIRECTORY

Municipal Offices	440-442-5777
Service Department	440-473-5100
Building/Housing Dept	440-473-5108
Police (non emergency)	440-473-5116
Fire (non emergency)	440-473-5139
Community Center	440-449-5011
Municipal Court	440-461-6500
Partnership on Aging	440-473-5138
SELREC	216-382-4300