

RESOLUTION NO.: 69 - 2018
INTRODUCED BY: URSU

A RESOLUTION ADOPTING THE ALTERNATIVE TAX BUDGET INFORMATION OF THE CITY OF RICHMOND HEIGHTS, OHIO, FOR THE FISCAL YEAR BEGINNING JANUARY 1, 2019; SUBMITTING THE SAME TO THE BUDGET COMMISSION OF CUYAHOGA COUNTY; AND DECLARING AN EMERGENCY.

WHEREAS, on October 11, 2002, the Cuyahoga County Budget 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 O.R.C. Section 5705.281, but instead requires the filing of Alternative Tax Budget Information on an annual basis; and

WHEREAS, the Alternative Tax Budget Information for the City of Richmond Heights, Ohio for the fiscal year beginning January 1, 2019 has been prepared and presented to the Council; and

WHEREAS, after due consideration, Council deems it advisable in the interest of the Municipality to adopt the Alternative Tax Budget Information;

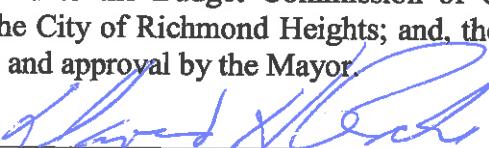
NOW, THEREFORE, Be It Resolved by the Council of the City of Richmond Heights, State of Ohio, that:

Section 1: The Alternative Tax Budget Information of the City of Richmond Heights, Ohio for the fiscal year beginning January 1, 2019, heretofore prepared by the Mayor and Director of Finance and submitted to this Council, copies of which are on file in the offices of the Director of Finance and Clerk of Council, is hereby adopted as the official Alternative Tax Budget Information of the City of Richmond Heights, Ohio, for the fiscal year beginning January 1, 2019.

Section 2: The Clerk of Council is authorized and directed to certify a copy of said Alternative Tax Budget Information and a copy of this Resolution and transmit the same to the Budget Commission of Cuyahoga County, Ohio before July 20, 2018.

Section 3: This Resolution is declared to be an emergency measure immediately necessary for the preservation of the public peace, health, safety and welfare of the citizens of the City of Richmond Heights and for the further reason that it must be certified to the Budget Commission of Cuyahoga County immediately to protect the financial resources of the City of Richmond Heights; and, therefore, shall take effect and be in force immediately upon its passage and approval by the Mayor.

PASSED: July 10, 2018


David H. Roche, Mayor

APPROVED: July 10, 2018

ATTEST: Betsy Traben
Betsy Traben
Clerk of Council


Eloise Cotton-Henry
President of Council

ALTERNATIVE TAX BUDGET INFORMATION

Political Subdivision/Taxing Unit City of Richmond Heights
For the Fiscal Year Commencing January 1, 2019
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.

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 auth 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)

SCHEDULE 1									
I Fund	II Purpose	III Authorized By Voters On MM/DD/YY	IV Levy Type	V Number Of Years	VI Tax Year Begins/ Levy To Run	VII Collection Year Begins/ Ends	VIII Maximum Rate	IX \$ AMOUNT Requested Of Budget Commission	
GENERAL FUND	Current Expenses	05/05/59	Charter	Cont.	1/1/18-12/31/18	1/1/19-12/31/19	4.500	\$1,053,867	
FIRE SERVICE	Current Expenses	11/03/81 & 05/06/86 & 11/06/90 &	Charter	Cont.	1/1/18-12/31/18	1/1/19-12/31/19	8.700	\$1,526,998	
POLICE PENSION	Current Expenses	05/05/59	Charter	Cont.	1/1/18-12/31/18	1/1/19-12/31/19	0.800	\$187,355	
FIRE PENSION	Current Expenses	05/05/59	Charter	Cont.	1/1/18-12/31/18	1/1/19-12/31/19	0.900	\$210,773	
BOND RETIREMENT	Bond	05/05/59	Bond	20	1/1/18-12/31/18	1/1/19-12/31/19	3.200	\$749,417	
Totals									

STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

SCHEDULE 2

Fund BY Type	Beginning Estimated Unencumbered Fund Balance 1/1/2019	2019 Property Taxes and Local Government Revenue	2019 Other Sources Receipts	Total 2019 Resources Available for Expenditures	Total 2019 Estimated Expenditures & Encumbrances	Ending Estimated Unencumbered 12/31/2019 Balance
General	3,514,196	1,184,916	7,880,837	12,589,949	9,204,501	3,385,448
General Reserve				0	0	0
Capital Reserve Fund				0	0	0
Payroll Stabilization		294,778	0	294,778	100,000	194,778
Special Revenue Funds:						
Street Construction	182,851	466,300	648,151	528,167	120,984	
State Highway	81,075	31,000	112,075	25,300	86,775	
Fire Service	85,189	1,526,998	875,770	2,487,957	2,373,791	114,166
Recreation Program	18,650	71,100	89,750	82,429	7,321	
Recreation Fundraising Fund	1,950	0	1,950	0	1,950	
FEMA	956	0	956	0	956	
McKinley Heights Acquisition	0	0	0	0	0	
Police Pension	72,431	187,355	225,000	484,786	394,444	90,342
Law Enforcement	9,229	3,450	12,679	4,700	7,979	
Drug Law Enforcement	400	0	400	0	400	
Police Training Fund	8,460	10,000	18,460	11,000	7,460	
D.A.R.E.	1,276	0	1,276	1,276	0	
Community Diversion Program	7,212	800	8,012	3,350	4,662	
COPS	6,940	0	6,940	0	6,940	
Fire Pension	129,291	210,773	100,000	440,064	284,948	155,116

STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

SCHEDULE 2

Fund BY Type	Beginning Estimated Unencumbered Fund Balance 1/1/2019	2019 Property Taxes and Local Government Revenue	2019 Other Sources Receipts	Total 2019 Resources Available for Expenditures	Total 2019 Estimated Expenditures & Encumbrances	Ending Estimated Unencumbered 12/31/2019 Balance
Ambulance Billing Fund	634,500		324,050	958,550	349,310	609,240
Recycling	12,593		4,000	16,593	5,000	11,593
City Beautification Fund	4,363		400	4,763	1,500	3,263
Airport Activities Fund	0		0	0	0	0
Greenwood Farm Preservation	25,756		1,100	26,856	15,000	11,856
Sanitary Sewer Discharge Fund	18,100		1,500	19,600	1,500	18,100
SWIF Grant	0		0	0	0	0
Neighborhood Stabilization Program	139,861		0	139,861	3,000	136,861
Bond Retirement	283,117		749,417	544,200	1,576,734	1,508,524
Capital Improvement Funds						
Capital Reserve	0		0	0	0	0
Capital Improvements	245,059		207,000	452,059	207,400	244,659
Street Improvements	86,699		585,500	672,199	591,100	81,099
Building Improvements	9,512		0	9,512	0	9,512
Sewer Improvements	2,436		0	2,436	0	2,436
Str/Disable Transportation	2,456		5,000	7,456	5,000	2,456
Agency:						
Claims and Litigations	0		0	0	0	0
Professional Services	124,180		12,700	136,880	40,000	96,880
Zoning Appeal Dept	33,695		500	34,195	500	33,695

STATEMENT OF FUND ACTIVITY

(List All Funds Individually)

SCHEDULE 2

Fund BY Type	Beginning Estimated Unencumbered Fund Balance 1/1/2019	2019			Total 2019 Resources Available for Expenditures	Total 2019 Estimated Expenditures & Encumbrances	Ending Estimated Unencumbered 12/31/2019 Balance
		Property Taxes and Local Government Revenue	Other Sources Receipts	V			
Sidewalk Bond	20,857		0	20,857		0	20,857
Building Bond	320,092		22,500	342,592		100,000	242,592
Total	6,378,160	3,869,459	11,372,707	21,620,326	15,841,740	5,778,586	

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)

SCHEDULE 3

Purpose Of Bonds Or Notes	Date Of Issue	Final Maturity Date	1/1/19 Principal Amount Outstanding At The Beginning Of The Calendar Year	Amount Required To Meet Calendar Year 2019 Principal & Interest Payments	Amount Receivable From Other Sources To Meet Debt Payments
2007 Various Improvements	12/20/07	12/01/21	\$885,000.00	\$320,400.00	\$0.00
2009 Various Improvements	12/30/09	12/01/19	\$340,000.00	\$355,300.00	\$0.00
Totals					

VOTED DEBT OUTSIDE 10 MILL LIMIT

(Bonds Or Notes Must Actually Be Issued In Order To Commence Collection Of Property Taxes For Debt Service)

TAX ANTICIPATION NOTES

(Schools Only)

SCHEDULE 5

Tax anticipation notes are issued in anticipation of the collection of the proceeds of a property tax levy. The amount of money required to cover debt service must be deposited into a bond retirement fund, from collections and distribution of the tax levy, in the amounts and at the times required to pay those debt charges as provided in the legislation authorizing the tax anticipation notes. (ORC Section 133.24)

The appropriation to the fund which normally receives the tax levy proceeds is limited to the balance available after deducting the amounts to be applied to debt service.

After the issuance of general obligation securities or of securities to which section 133.24 of the ORC applies, the taxing authority of the subdivision shall include in its annual tax budget, and levy a property tax in a sufficient amount, with any other monies available for the purpose, to pay the debt charges on the securities payable from property tax. (ORC Section 133.25)

	Name Of Tax Anticipation Note Issue	Name Of Tax Anticipation Note Issue
Amount Required To Meet Budget Year Principal & Interest Requirements		
Principal Due		
Principal Due Date		
Interest Due		
Interest Due Date		
Interest Due		
Interest Due Date		
Total		
Name Of The Special Debt Service Fund		
Amount Of Debt Service To Be Apportioned To The Following Settlements:		
February Real		
August Real		
June Tangible		
October Tangible		
Total		
Name Of Fund To Be Charged		