

# FINANCES OF ORANGE VILLAGE

Dear Orange Village Resident:

It is a pleasure to provide the following financial report on the Village's current fund cash balances and year end analysis. We are committed to transparency of our municipal finances and it has remained a priority of this administration to communicate openly and regularly with Village residents about our financial status.

Moody's Investors Services, a national credit rating agency, annually reviews the Village's financial information. This year's report states that the "Village has a robust financial position", the "economy and tax base of the Village are very healthy overall" and the Village "has a low debt burden that is a credit strength".

We want to thank Village Council and all of our department heads for their commitment to fiscal responsibility and conservative budgeting. This has allowed us to remain in sound fiscal condition.

We encourage you to review the information and feel free to contact our office with any questions you may have.

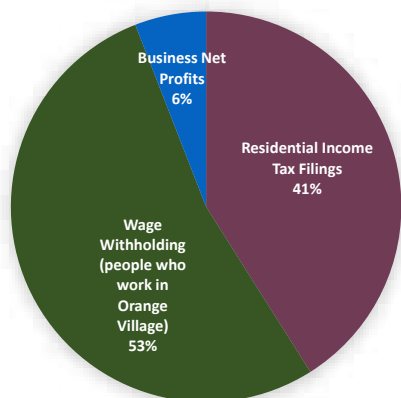
Sincerely,

*Kathy U. Mulcahy*  
Kathy U. Mulcahy, Mayor

*Dana J. Kavander*  
Dana J. Kavander, Treasurer

## FUND CASH BALANCE

Fund	End Balance 12/31/19	Balances 10/31/20
General Fund	\$3,951,575	\$5,262,181
Street Maintenance/Repair Fund	\$231,785	\$268,118
State Highway Improvement Fund	\$67,755	\$62,372
Law Enforcement Trust Funds	\$34,418	\$35,633
Police Computer and Training Funds	\$12,868	\$12,793
Tax Increment Financing Funds	\$0	\$23,083
Coronavirus Relief Funds	\$0	\$161,546
Debt Service Fund	\$418,530	\$819,079
Capital Improvement Fund	\$2,019,623	\$1,056,985
Capital Equipment Fund	\$148,802	\$12,437
Recreation Capital Improvement Fund	\$212,271	\$126,294
Infrastructure Levy Fund	\$604,677	\$665,910
Police Pension Fund	\$10,945	\$18,208
Trust and Agency Funds	\$491,795	\$534,254
<b>TOTALS</b>	<b>\$8,205,044</b>	<b>\$9,058,893</b>

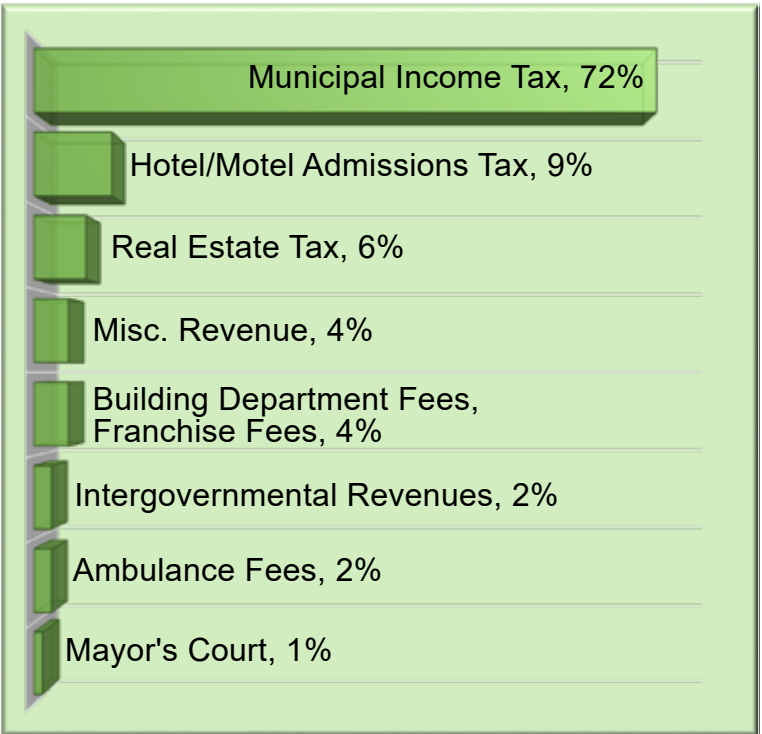


### Sources of Municipal Income Taxes Total Received in 2019 = \$6,149,257

**53% - Wage Withholding**  
**(from people who work in Orange Village)**  
**41% - Residential Income Tax Filings**  
**6% - Business Net Profits**

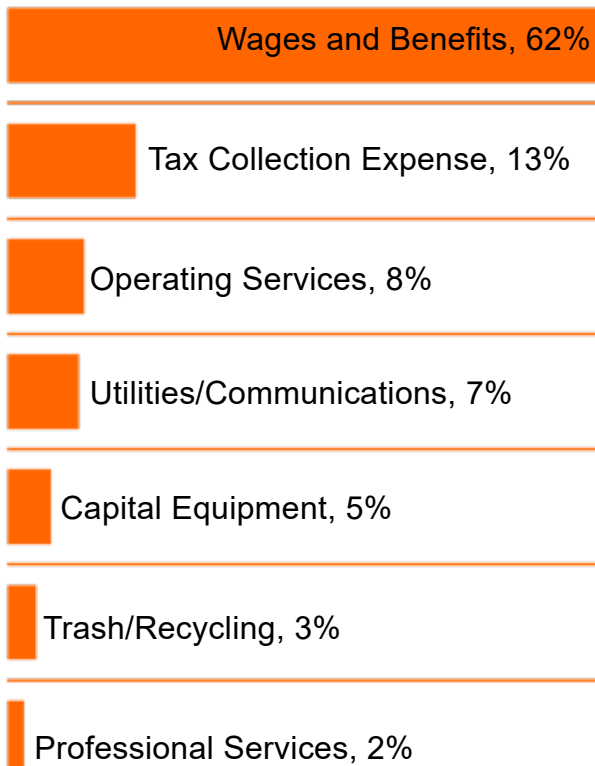
## 2019 TOTAL GENERAL FUND REVENUES

Income tax collections are the Village's primary source of revenue for all essential services. Every department within the Village relies on income tax collections for a major portion of their funding. Orange Village collects a 2.0% income tax on earned income within the Village which is applied to gross salaries, personal services, compensation and net income of for-profit organizations that conduct business in Orange Village. Orange Village residents are required to pay income taxes on income they earn outside the Village, but are given a 60% credit (up to a limit of 1.5%) for income taxes paid to the municipality(s) in which they work. These rates have remained the same since 1983.

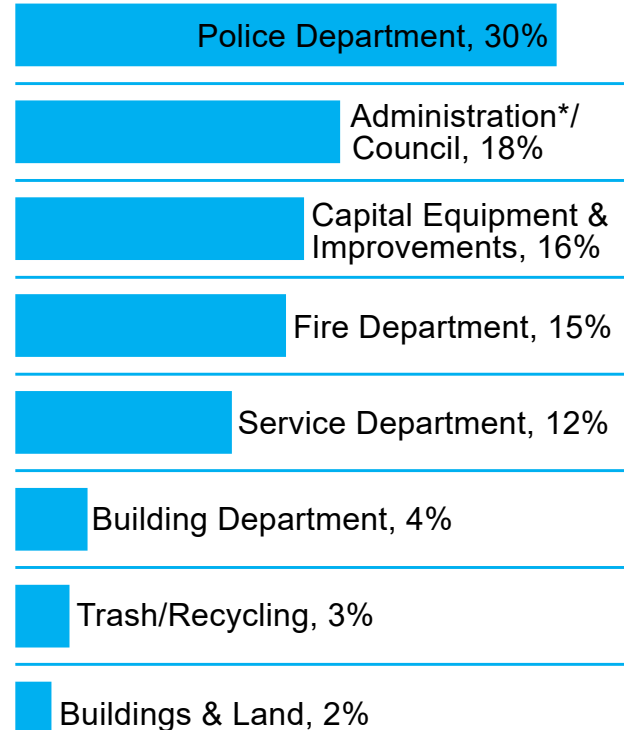


## 2019 TOTAL GENERAL FUND EXPENDITURES

### GENERAL FUND EXPENDITURES BY CATEGORY 2019



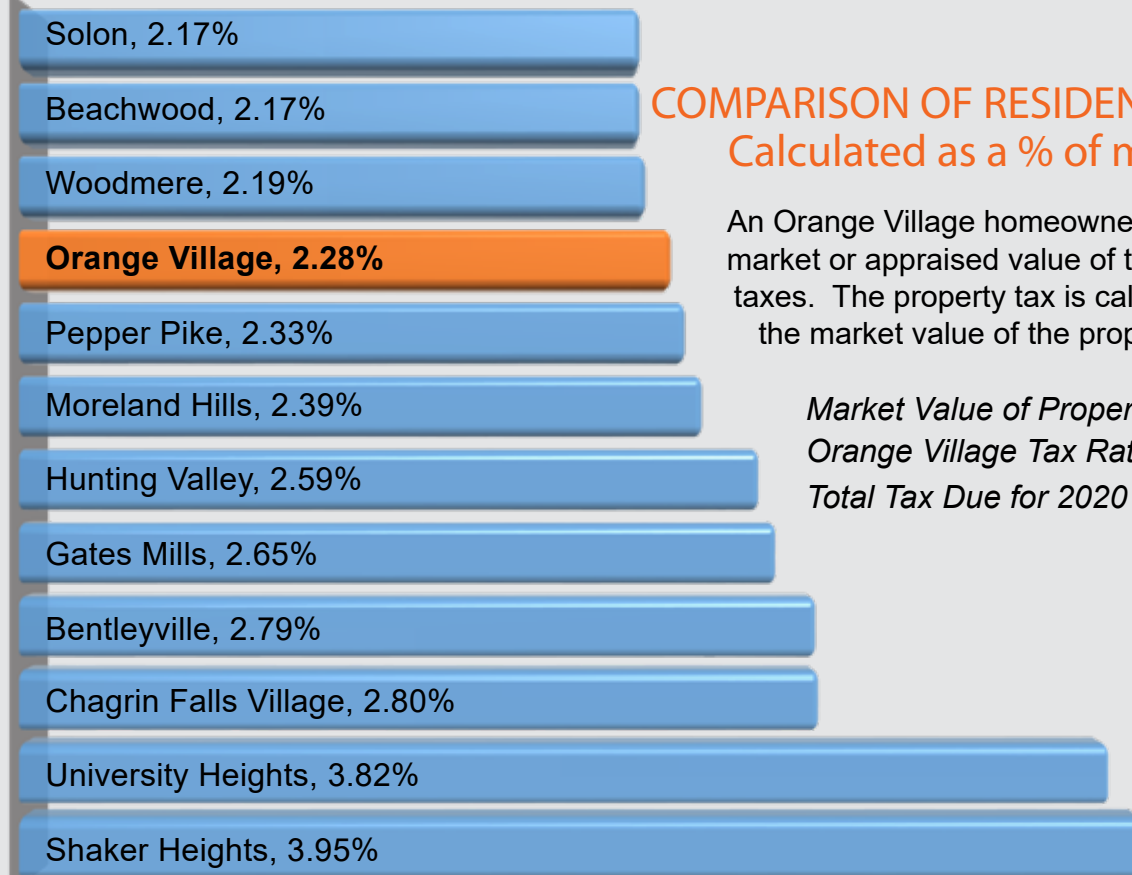
### GENERAL FUND EXPENDITURES BY DEPARTMENT 2019



\*Administration includes: Treasurer's Office, Mayor's Office, Engineer, I. T., Law Department, Audit and Tax Collection Expenses and Property Insurance

# FINANCES OF ORANGE VILLAGE

## COMPARISON OF RESIDENTIAL TAX RATES Calculated as a % of market value



An Orange Village homeowner will pay 2.28% of the market or appraised value of their home for property taxes. The property tax is calculated by multiplying the market value of the property by the tax rate.

Market Value of Property..... \$300,000  
 Orange Village Tax Rate            x 2.28%  
 Total Tax Due for 2020 ..... \$6,840

## Distribution of Your Real Estate Taxes

A fundamental difference between Orange Village and the Orange School District is the main funding source used by each entity for operating purposes. Orange Village relies primarily on income tax revenues. Orange Schools rely mostly on property taxes. However, property taxes are still a vital component of Orange Village's funding sources.

Property tax in Orange Village is based on the county-assessed value of all parcels of land within each taxing district. The assessment of value is administered by the Cuyahoga County Fiscal Officer. The County Fiscal Officer determines an assessed value, which is 35% of the appraised market value for each parcel.

The value is updated every three years based on the average price that surrounding or similar properties sold for within the previous three-year period. Every six years, the County Auditor revisits all properties to re-appraise the value of each piece of land based on any building additions or major improvements. The last re-appraisal of property values occurred in 2018.

### DISTRIBUTION OF YOUR REAL ESTATE TAX DOLLARS PAID IN 2019

*Real estate tax collected by  
Orange Village and placed into  
the General Fund in 2019*  
**\$553,751**

Orange Community  
School District  
60%

Cuyahoga  
County  
27%

Orange  
Village  
10%

Library  
3%

