

**CITY OF AVON  
LORAIN COUNTY**

**REGULAR AUDIT**

**FOR THE YEAR ENDED DECEMBER 31, 2000**



**JIM PETRO**  
**AUDITOR OF STATE**  

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**STATE OF OHIO**



CITY OF AVON  
LORAIN COUNTY

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY  
GOVERNMENT AUDITING STANDARDS**

City of Avon  
Lorain County  
36080 Chester Road  
Avon, Ohio 44011

To City Council:

We have audited the financial statements of the City of Avon, Lorain County, Ohio, (the City) as of and for the year ended December 31, 2000, and have issued our report thereon dated May 18, 2001 in which we noted the City changed its accounting for certain assets and liabilities associated with water and sewer capital projects funds. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of City in a separate letter dated May 18, 2001.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted another matter involving the internal control over financial reporting that does not require inclusion in this report, that we have reported to management of the City in a separate letter dated May 18, 2001.

This report is intended for the information and use of the audit committee, management, and City Council, and is not intended to be and should not be used by anyone other than these specified parties.

**Jim Petro**  
Auditor of State

May 18, 2001

**CITY OF AVON**  
**Lorain County, Ohio**

**Comprehensive Annual Financial Report**  
**For Fiscal Year Ended December 31, 2000**

**City of Avon, Ohio**  
*Comprehensive Annual Financial Report*  
*For the Year Ended December 31, 2000*  
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May 18, 2001

Members of City Council and  
Citizens of Avon  
Avon, Ohio 44011-1588

We are pleased to submit the tenth Comprehensive Annual Financial Report (CAFR) prepared by the City Finance Office. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data as presented is accurate in all material respects and that it is presented in a manner designed to set forth fairly the financial position and results of operations of the City as measured by the financial activity of its various funds. All disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activity have been included. This report will provide the taxpayers of Avon with comprehensive financial data in a format which will enable them to gain an understanding of the City of Avon's financial status. Copies will be made available to the Chamber of Commerce, major taxpayers, the Avon Branch of the Lorain Public Library, financial rating services and other interested parties.

The comprehensive annual financial report is presented in three sections:

1. The Introductory Section, which contains a Table of Contents, the Letter of Transmittal, a list of the City's principal officials and department heads, an organizational chart and the GFOA Certificate of Achievement.
2. The Financial Section, which contains the Report of Independent Accountants, the General Purpose Financial Statements, which include explanatory notes and provide an overview of the City's financial position and operating results, and the Combining, Individual Fund and Account Group Statements and Schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section, which presents various tables reflecting social and economic information, financial trends and the fiscal capacity of the City of Avon.

### **Reporting Entity**

For financial reporting purposes, the City includes all funds and account groups that comprise the primary government and all agencies, boards and commissions for which the City is financially accountable. The City is financially accountable for an organization if the organization is fiscally dependent on the City or if the City appoints a majority of the organization's governing board and (1) it is able to impose its will on the organization or (2) there is a potential for the organization to provide specific financial benefits or impose specific financial burdens on the City. The ability to impose its will on the organization exists if the City can either remove members of the governing board at will, modify or approve the organization's budget, modify or approve rates or fees, modify or overrule decisions of the organization's governing body, or appoint, hire, reassign or dismiss persons responsible for management of the organization's day-to-day activities. A financial benefit exists if the City is legally entitled to or can otherwise access the organization's

assets. A financial burden exists if the City is legally obligated or has otherwise assumed the obligation to finance the deficits of, or provide financial support to, the organization, or if the City is obligated in some manner for the debt of the organization. No component units have been included in the City's reporting entity.

The City is associated with the Lorain County General Health District and the Northeast Ohio Public Energy Council (NOPEC). These are jointly governmental organizations and are presented in Note 19.

## **The City of Avon**

The City of Avon is located in Lorain County in northwestern Ohio, 22 miles west of downtown Cleveland. The City is bound on the north by the City of Avon Lake, on the east by the City of Westlake, on the west by the Village of Sheffield, and on the south by the City of North Ridgeville. The City covers 20.5 square miles, or a total of 16,000 acres. Avon is between 625 and 700 feet above sea level. The French Creek waterway runs throughout the City's relatively flat topography.

The first permanent settlement in Avon was established in 1814 by three families from Montgomery County, New York. Other families from New England followed in the years between 1815 and 1824, and in 1833, several families arrived from Bavaria, Germany.

Early industries included saw mills, a grist mill, and by the 1850's, a steam saw mill, a steam flouring mill, and a wagon manufacturer were established industries. Farms and orchards produced abundant harvests to give Avon the name of "garden spot of America."

Avon was incorporated as a village in 1917 and officially made a city in 1961. Avon has carefully maintained its attractive rural features while allowing for controlled growth.

The Avon Municipal Building was built in 1958 at an approximate cost of \$100,000. At that time, the City's population was estimated to be 4,500. According to the 2000 census, the City's population was 11,353, although current projections have the population set closer to 10,000. In late 1997, the City purchased a new city hall building on Chester Road and turned the Avon Municipal Building into the police department facility.

On May 27, 1965, the seal of the City of Avon was designed and presented by the Avon Chamber of Commerce. The cornucopia pictured on the City's seal (see front cover) represents the abundance of food found here from the pioneer days to the present. Although Avon has experienced many changes in its long history, it is still known for its rich soil - a source of wealth from the growing of vegetables, fruits, and flowers. Avon's future still lies in its largely undeveloped acres, promising future residential, agricultural, and industrial growth.

Long known for its many greenhouses, Avon has also become noted as a major center for antiques with several antique stores housed in century old homes within the French Creek Historic District. Annually, the French Creek Antiques Association sponsors the Christmas Candlelight Walk which brings scores of visitors to Avon.

A number of major state and county roads traverse the City of Avon, including Interstate 90, Ohio State Routes 83, 254, and 611, and the Ohio Turnpike which is approximately ten miles from the City. The City of Avon is serviced by two airports: Cleveland Hopkins International Airport, 16 miles east, and Lorain County Regional Airport, 15 miles southwest.

Three daily newspapers, *The Plain Dealer*, *The Morning Journal*, and the *Elyria Chronicle-Telegram* and two weekly newspapers, *The Press* and *The Sun*, serve the City.

Several large shopping centers are located within ten minutes of the City: Avon Lake, two miles; Sheffield Lake, five miles; North Ridgeville, six miles; the Promenade, Westlake, two miles; Great Northern Shopping Center, North Olmsted, ten miles, and Midway Mall, Elyria, eight miles. Located within the City are branches of First Merit-EST Bank and Strongsville Savings Bank.

St. John Westshore Hospital, Westlake, and Community Health Partners Hospital, Lorain, are located within six miles of the City while Lorain County Community Hospital and Elyria Memorial Hospital are within twenty miles of the City. The Cleveland Clinic is approximately twenty-five miles from the City.

Institutions of higher education within Lorain County include Lorain County Community College in Elyria, approximately five miles west of Avon; Southeastern Business College in Lorain, approximately twelve miles west of the City, and Oberlin College in Oberlin, approximately twenty miles south of Avon. Both Lorain County Community College and Southeastern Business College are junior colleges (two-year degree programs and/or certificate studies), and Oberlin College is a four-year institution with a fine arts discipline. Lorain County Community College is a public institution while Southeastern Business College and Oberlin College are proprietary schools. Lorain Community College offers a University Partnership Program where students can coordinate their educational program with a number of universities including: University of Akron, Ashland University, Cleveland State University, Kent State University, Ohio State University and Youngstown State University.

## **City Government**

Avon was founded in 1814, incorporated as a village in 1917, and achieved city status in 1961. Avon is a Charter Municipal Corporation established and operated under the laws of the State of Ohio. A charter was first adopted by the electorate on May 2, 1961. The charter provides for a Mayor-Council form of government. The elected officials consist of a Mayor and seven council members.

The Mayor is the City's chief executive officer and is elected to a four year term. The Mayor supervises the administration of all departments and appoints department heads and public members of administrative boards, upon confirmation by Council. As the chief conservator of the peace, he oversees the enforcement of all laws and ordinances. He also executes all contracts, conveyances, and evidences of indebtedness of the City. A magistrate presides over the mayor's court and reports to the Mayor.

Legislative authority is vested in a seven member council with four members elected from wards and three elected at large. The member receiving the greatest number of votes becomes the president. Council enacts ordinances and resolutions relating to tax levies, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes. Members of Council are elected to a two year term.

The City provides a full range of municipal services. These services include police, fire, emergency rescue, recreation and parks, a Mayor's court, water and sewer utility, planning, zoning, and general administrative services.

## **Employee Relations**

The City has 121 employees; 62 are full-time, and 59 are part-time, 30 of whom are fire-fighters and emergency rescue workers. Full-time employees may join one of the collective bargaining units for their group as determined by the State Employees Relations Board (SERB). The three unions in the City are:

| <u>Name</u>   | <u>Contract Expires</u> | <u>Membership</u> |
|---|-------------------------|-------------------|
| AFSCME Local #277                                       | December 31, 2000       | 23                |
| Fraternal Order of Police, Dispatchers<br>and Sergeants | December 31, 2002       | 23                |
| Teamsters Local #52                                     | November 30, 2003       | 7                 |

## **Economic Conditions and Outlook**

During 2000, the City enjoyed a period of continuing growth in the building of residential, commercial, and industrial developments, and the economic outlook at this time continues to be very aggressive. Below are highlights regarding residential and commercial/industrial growth within the City.

*Residential* - The number of new single-family home permits issued was 282 with a valuation of \$62,685,365, compared to 278 single-family home permits issued in 1999 with a valuation of \$55,330,013, an increase of 13.3 percent. Multi-family type construction such as townhouses, 4-plexes and 6-plexes numbered 20, with a valuation of \$7,374,800. This construction compares to 1999's 19 units with a valuation of \$5,340,650 - an increase of 38.1 percent.

New and existing residential projects continue to grow and expand with more than 1,000 housing units in various stages including but not limited to Arbor Acres, Avenbury Lake, Briar Lakes, Camelot, Highland Park, Pin Oak Preserve, Red Tail Golf Community, Stonebridge, The Fields and Vineyard Estates.

*Commercial/Industrial* - In 2000, 304 commercial permits were issued with a valuation of \$41,422,005 compared to 315 permits and a valuation of \$58,874,173 in 1999. Currently, Lear Industrial Parkway, First Interstate, Avon Commerce Park, Avon Industrial Parkway and Timberlake Apartments are under development.

Two new companies, North Coast Bearings and Skill Tool and Die moved into their new industrial buildings in 2000. Combined employment is expected to total 86. Two new industrial companies have broken ground and are expected to move into their new facilities in fiscal year 2001, adding an additional 105 new jobs.

Avon Commons located at Detroit Road and Center Road, a retail development consisting of approximately 680,000 square feet of commercial improvements, is nearing completion. The development will include retail stores such as: Target, Kohl's, The Home Depot, Heinen's Fine Foods, Marshalls, Old Navy, Linen-Things, Cost Plus, Michaels and others to be named.

*Assessed Valuation* - The assessed valuation of the City of Avon has been growing steadily over the past ten years, as can be seen in the Statistical Section of this report. The assessed valuation grew from \$252,804,231 in 1999 to \$276,973,360 in 2000, primarily due to the expansion of industry and an increase in residential construction.

## **Major Initiatives**

In 2000, the City of Avon addressed several major initiatives and planned for many others in 2001 and beyond. All departments met important goals in 2000. The following summarizes the departments' accomplishments:

*Police Department* - Renovations were completed to the old City Hall building in 2000, transforming it into a dedicated police facility. Work completed in 2000 involved remodeling the basement of the building. Improvements included an improved booking area, improved security measures, and more secure evidence storage. These improvements complement renovations completed in 1999 to the upstairs of the building.

The Department continued with its program of adding personnel to keep up with the long-term residential, commercial, and industrial growth of the City. Three additional patrol officers were added to the Department in 2000, with another three officers budgeted for in 2001.

The Police Department will strive to maintain quality law enforcement services to a rapidly growing City in 2001 by emphasizing continuing education and training.

*Fire and Emergency Rescue Departments* - The City operates the Fire Department on a part-time basis. Beginning in May through the end of 2000, two Firefighters were on duty from 9:00 a.m. to 5:00 p.m. While on duty the Firefighters completed checking, servicing and flushing all fire hydrants. The inspection program was completed on all City businesses. The daytime staffing has been very successful for the hydrant and inspection programs, which are important to the welfare of the citizens and businesses of Avon. Numerous emergency calls, both fire and ambulance had immediate response. The Avon Fire Department will have daytime duty Firefighters eight hours per day during the entire year of 2001.

In 2000, the Avon Fire Department answered 218 fire runs and the Emergency Rescue Department responded to 529 ambulance runs.

A Fire House was purchased with various donations. This will serve as an excellent fire prevention teaching aid for presenting programs to schools, clubs and any other groups that request a fire prevention program.

Two new Portable Escort Suction Units were purchases, one for each ambulance.

The Avon Fire Department conducted a live house training fire in cooperation with Cuyahoga Community College Fire School. Twelve Firefighters participated from the Avon Fire Department. Numerous practice burns were done on fire suppression, along with deck gun operations, exposure protection and ventilation. Live burn training fires proved to be excellent training for firefighters.

The Avon Fire Department had the yearly program at Safety Town. This is an excellent program that reaches many families and children. The Avon Fire Department teaches fire prevention and acquaints the children with Avon's Rescue Squad.

Ten other fire prevention and training programs were provided to industries and groups in the City of Avon.

All self-contained breathing apparatus were checked and serviced by Pro Am Safety. All breathing apparatus checked out to be in good working order.

The breathing air compressor was serviced and checked by Pro Am Safety. Air samples were taken to assure that the breathing air met all standards to be used in the self-contained breathing apparatus and air tanks for divers.

The 1972 FMC Pumper, the 1990 FMC Pumper and the 1999 U.S. Tanker Pumper had yearly pump tests at Williams Detroit Diesel. All pumpers pumped to rated capacity.

Fire Truck Specialties performed yearly maintenance on the apparatus parts of the 1972 FMC Pumper, the 1999 FMC pumper and the 1999 U.S. Tanker Pumper.

Sylvester Truck and Tire performed yearly maintenance and the Federal Department of Transportation performed annual inspections on the 1972 FMC Pumper, the 1990 FMC Pumper, the 1999 U.S. Tanker Pumper, the 1999 Heavy Rescue, the 1980 Ford Squad, and the 1992 Ford Squad. All units passed the Federal Department of Transportation inspection. All inspection reports are on file at Station No. 1.

American Test Center tested all ladders in the Avon Fire Department. All ladders passed the inspection.

All public and private schools were inspected for fire safety. All schools were in satisfactory condition.

*Building Department* - In 2000, the Building Department issued 282 single-family dwelling permits with values of approximately \$62,685,365, 20 multi-family home permits with values of \$7,374,800 and 304 commercial-industrial permits estimated value of \$41,422,005. The year ended with overall values of \$111,482,170, combining 606 residential and commercial-industrial permits. Within the 12-month period more than 16,500 inspections were conducted.

The Avon Commons Shopping Complex is partially complete with approximately 375,000 square feet under roof with 2001/2002 bringing an addition 300,000 square feet of construction to be completed. This one project has been a major contributor in commercial expansion.

Major projects involving Marconi, Wonder Machine, Lear Industrial Parkway, Avon Commerce Parkway and other residential subdivisions have been a major development factor in Avon's commercial-industrial and residential growth.

A Chief Building Official with the staff of five field inspectors, one part-time residential plans examiner/inspector, two full time clerks and one part-time clerk was utilized in the building department to complete these major projects.

*Engineering* - The City's Consulting Engineer, Bramhall Engineering and Surveying Company, Inc. provided civil engineering design services for City of Avon infrastructure projects including major drainage, water supply, sanitary sewer collection and pavement reconstruction projects. Also, planning commission engineering reviews and construction inspection were provided for commercial, industrial, and residential developments. The department conducted 440 site plan reviews and 727 site inspections. A computerized Geographic Information System project for the City of Avon was started to represent the master utility, drainage, and thoroughfare plans, zoning and detailed parcel ownership information.

*Finance Department* - The Government Finance Officers Association presented a Certificate of Achievement for Excellence in Financial Reporting to the Finance Director for preparation and publication of the 1999 Comprehensive Annual Financial Report. This award is the highest form of recognition for governmental accounting and financial reporting, and its attainment is a significant accomplishment.

The City entered fiscal year 2000 without any interruptions in data systems. All software programs and hardware performed perfectly at the various check points where outside experts perceived problems might occur. The departments continued to focus on ways to use business technology to improve City services while containing overall costs.

*Service Department* - All Water and Sewer and Street Department operations are conducted from a combined facility located at the corner of Detroit and Jaycox Roads. The facility complies with the Americans with Disabilities Act.

*Water and Sewer Departments* - The City of Avon does not operate its own water or sewer treatment facilities. Water is supplied by the City of Avon Lake Water Plant through Avon's distribution system. The system includes a 36-inch water main that serves the Rural Lorain County Water Authority in southern Lorain County. The addition of this water main increases Avon's water capacity by 6,000,000 gallons per day without adding another elevated storage tank. This increased capacity will ensure future residential, commercial, and industrial developments a sufficient supply of water to meet their needs. The Utilities Department currently services approximately 5,300 accounts or homes, which is an increase of 300 active



accounts over last year. The City has approximately 79 miles of water mains and 56 miles sanitary sewer mains.

The French Creek Wastewater Treatment Plant, which is owned by the City of North Ridgeville, handles 75 percent of the sanitary sewer discharge of the City of Avon. The City of Avon currently discharges the majority of the commercial/industrial waste water to the City of Avon Lake's Water Pollution Control Center. The City of Avon is constantly expanding and upgrading the sanitary collection system that discharges to these treatment facilities. These expansions have made key areas more accessible to the commercial, industrial and residential growth the city is experiencing.

The Utilities Department presently is staffed with ten employees; six outside crew employees, three clerical employees and the Superintendent. These employees handle day to day operations of the Department including billing and accounting, meter reading, taps, breaks and normal operations associated with the department and its appurtenances.

In the Year 2000, the Utilities Department was involved in 19 major projects approved by the City, five new residential subdivisions and 14 commercial/industrial projects with the 80 acre Avon Commons infrastructure site work being the most extensive. The City of Avon installed sewers on Maple Ridge, Sandy Lane, Center Road north of Chester, and Chester Road east of Center Road.

*Street Department* - The Street Department employs eight full-time employees, who at the direction of the Street Superintendent, are responsible for maintaining the streets, drainage courses, City hall and one City owned cemetery.

Many roads and side streets were addressed in the Year 2000 Resurfacing Program. Jaycox Road was rebuilt from State Route 254 south to Mills Road. Nagel Road was also rebuilt from State Route 254 to Schwartz Road. Secondary streets receiving new pavement were Ridgeland, Orchard, Lakeland, Jennie and South Ridge.

Another major improvement completed in the Year 2000 was the pavement on State Route 83 from State Route 254 south to Mills Road.

The Street Department, in conjunction with the Paving Crew from Ohio Department of Transportation Oberlin Garage, paved over severely deteriorated sections of State Route 83. This joint effort was a considerable savings to the City as opposed to bidding the work to contractors.

The Street Department performed all of its own road striping in the Year 2000 with the exception of State Route 83 which was contracted out.

The Street Department also enclosed the ditches on Schwartz Road along Jaycox to accommodate new sidewalks for the Year 2001. A new guard rail was installed at the Schwartz Road curve as well as the bridge at Riegelsberger Road.

Major infrastructure improvements were completed in the Year 2000 on State Route 254 and 83 for the Avon Commons Projects as well as at the State Route 83 at Chester Road intersection. All new traffic signalization was also included in this project.

The Ohio Public Works Commission Project for the Year 2000 was the widening and signalization improvements to the State Route 83 and Kinzel Road intersection.

Continual ditch cleaning was performed throughout the City on an as needed basis.

Pavement maintenance is a yearly priority. Many streets received crack sealing. Avon Road was double course chip sealed from the county line one mile west with the balance to be completed in 2001. No reclamation was completed in the Year 2000.

*Parks and Recreation* - In 2000, The Director of Parks, along with the Park Board, took a look at what the department needed in the new millennium. These men and women forged ahead and created a plan to take the Parks and Recreation Department into the new century and meet the needs of the ever changing City and its residents. This year marked the beginning of more programs in the works for recreation use, new land being developed for parks, and plans to help restore Avon's past so future generations can enjoy the City's history.

A new park within the City of Avon was started and is 70 percent complete. This park has been named Veterans Memorial Park and has over 60 acres of land on Detroit Road to be developed for the future needs of the City. The park will be built in phases. The first phase will consist of two full size soccer fields, six ball diamonds varying in size so it can be used by little league, softball, and adult leagues, a concession/restroom area, and a walking trail. This park is aimed to help maintain the increasing amount of children entering our soccer and baseball programs, as well as offer new areas for future programs to develop and have a place to call home. A part of this is also being preserved naturally, since a portion of the land is wetlands. Many studies were conducted so no wetlands would be disturbed keeping the natural resources intact and maintain the natural beauty of the park. The park will open to the public in 2002.

The installation of new park toys for Northgate Park was one of many improvements for that area. A new playground was constructed and new toys built for the residents of the City. The new toys include: swings, slides, jungle gyms, and sand boxes. In addition to the new playground equipment, the parking area for the park was paved and more parking added. This helped beautify the facility as well as eliminate safety hazards. In the future for the park a pavilion will be built as well as new picnic tables, grills and benches added to the area.

Plans were started to remodel Avon Isle, the main offices for the Parks and Recreation Department. Discussions commenced to determine what was needed to refurbish the building to save its rich history, and permit its use for future generations. Remodeling will begin in 2001.

Year 2000 saw an increase in participation in City recreation programs. This year we began looking ahead at the future programs needed to be added to an already diverse program. In the upcoming years more programs will be added for all ages to enjoy. The following were the programs for 2000:

|  |                                      |
|--|--------------------------------------|
| Adult Co-ed Volleyball                 | Men and women out of high school     |
| Men's Basketball                       | Men out of high school               |
| Adult Physical Fitness                 | Men and women (low impact)           |
| Little Eagles Basketball               | Boys and girls grades 3 through 6    |
| Intermediate Volleyball and Basketball | All high school age                  |
| Health Screenings and Talks            | Men, women, and children of all ages |
| Play Ground Days                       |                                      |

## **Financial Information**

*Internal Accounting* - In the preparation of its annual report, the City utilizes the modified accrual basis of accounting for governmental and agency funds, and the accrual basis for proprietary funds. When using the modified accrual basis, revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. The accrual basis recognizes revenues when earned and expenses when incurred. This timing enables management to improve the quality of its decision-making process by providing more consistent, comparable information regarding the current and past operations and financial position of the City.

Development of the City's accounting system includes consideration of internal accounting controls. Internal accounting controls are designed to provide reasonable but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived from its implementation and (2) the valuation of costs and benefits requires estimates and judgements by management.

**Budgetary Control** - Budgetary control is maintained by an encumbrance of purchase amounts prior to the release of purchase orders to vendors. Purchase orders are not issued when a sufficient unencumbered appropriation balance is not available.

To maintain budgetary control, the department head first reviews the purchase order which is then forwarded to the Finance Director. The Finance Director then reviews the purchase order for availability of funds. Copies of all approved purchase orders are returned to the department head pending receipt of the goods and invoices. Once goods or services and the invoice are received, the department head signs a copy of the purchase order for verification that all goods or services were received and are in acceptable condition. Each department is furnished a monthly report showing the status of the budget accounts for which it is responsible. The reports detail monthly transactions and summarize the available balance.

The Mayor and the Finance Director prepare an annual appropriation ordinance which is submitted to the Council's Finance Committee for its recommendations by January 1 of each year for the period January 1 through December 31. All members of Council review it before its adoption. All disbursements require appropriation authority.

In December 2000, the City prepared the annual appropriation ordinance for fiscal year 2001. The ordinance was submitted to Council's Finance Committee and was subsequently passed by Council on January 3, 2001. With this action, the City has chosen to by-pass the temporary appropriation ordinance.

For all operating funds, appropriations are maintained at the object level within a department and fund.

**General Governmental Functions** - The governmental funds include the general, special revenue, debt service, and capital projects funds. Revenues for governmental fund operations totaled \$8,108,319. The following table identifies revenues by major source and makes comparisons to last year.

| Revenues:                | 2000<br>Amount     | 1999<br>Amount     | Percent<br>of Total | Change             | Percent<br>Change |
|--------------------------|--------------------|--------------------|---------------------|--------------------|-------------------|
| Municipal Income Tax     | \$2,321,334        | \$1,931,461        | 28.63%              | \$389,873          | 20.19%            |
| Property and Other Taxes | 1,671,106          | 1,598,049          | 20.61               | 73,057             | 4.57              |
| Charges for Services     | 384,792            | 259,262            | 4.75                | 125,530            | 48.42             |
| Licenses and Permits     | 1,159,788          | 1,305,564          | 14.30               | (145,776)          | (11.17)           |
| Fines and Forfeitures    | 173,153            | 225,127            | 2.14                | (51,974)           | (23.09)           |
| Intergovernmental        | 1,317,935          | 1,174,431          | 16.25               | 143,504            | 12.22             |
| Special Assessments      | 458,449            | 179,288            | 5.65                | 279,161            | 155.71            |
| Interest                 | 504,273            | 241,127            | 6.22                | 263,146            | 109.13            |
| Other                    | 117,489            | 134,587            | 1.45                | (17,098)           | (12.70)           |
| Total Revenues           | <u>\$8,108,319</u> | <u>\$7,048,896</u> | <u>100.00%</u>      | <u>\$1,059,423</u> | 15.03%            |

Taxes are the largest revenue source in the governmental funds. Taxes include property and City income tax. Property tax revenues include voter-approved levies for the general fund, and the street construction, maintenance and repair, police and fire special revenue funds. Income tax collections and property and other taxes receipts increased 20.19 and 4.57 percent, respectively, due to the growth in commercial/industrial development which created new jobs and in new housing developments which created residential growth.

Charges for services increased 48.42 percent primarily due to increases in revenue from Cable Television, Recreation and Water Department services.

Licenses and permits decreased 11.17 percent due to fewer building permits issued. The by-product of fewer building permits resulted in lower Park Development fees.

Fines and forfeitures decreased 23.09 percent primarily because of a decrease in collection of fines and court costs from Mayor's Court.

Intergovernmental funds increased 12.22 percent primarily due to the receipt of a Nature Works Grant in the amount of \$67,177 for Parks.

Special assessments increased 155.71 percent due to special assessment projects that were completed in 1999 with collection of assessments starting in 2000. These projects include new water and sewer lines plus prepaid assessments of \$60,959.

Interest earnings increased 109.13 percent due to higher short term bank interest rates. The interest is earned on fund balances held by the City.

Other revenues decreased 12.70 percent primarily due to a decrease in law enforcement funds and drainage reimbursements.

Expenditures for governmental fund operations totaled \$7,865,689. The following table identifies expenditures by major functions of the City and makes comparisons to last year:

| Expenditures:                    | 2000<br>Amount     | 1999<br>Amount     | Percent<br>of Total | Change             | Percent<br>Change |
|----------------------------------|--------------------|--------------------|---------------------|--------------------|-------------------|
| Current:                         |                    |                    |                     |                    |                   |
| General Government               | \$1,052,166        | \$1,066,278        | 13.38%              | (\$14,112)         | (1.32%)           |
| Security of Persons and Property | 1,939,213          | 1,665,211          | 24.65               | 274,002            | 16.45             |
| Transportation                   | 923,213            | 882,931            | 11.74               | 40,282             | 4.56              |
| Community Environment            | 731,479            | 577,816            | 9.30                | 153,663            | 26.59             |
| Basic Utility Services           | 54,984             | 21,836             | 0.70                | 33,148             | 151.80            |
| Leisure Time Activities          | 322,900            | 270,963            | 4.11                | 51,937             | 19.17             |
| Capital Outlay                   | 1,978,321          | 1,271,920          | 25.15               | 706,401            | 55.54             |
| Debt Service:                    |                    |                    |                     |                    |                   |
| Principal Retirement             | 338,382            | 308,898            | 4.30                | 29,484             | 9.54              |
| Interest and Fiscal Charges      | 525,031            | 345,771            | 6.68                | 179,260            | 51.84             |
| Total Expenditures               | <u>\$7,865,689</u> | <u>\$6,411,624</u> | <u>100.00%</u>      | <u>\$1,454,065</u> | 22.68%            |

Security of Persons and Property increases in expenditures are associated with police and fire departments. Expenditures increased 16.45 percent primarily due to increases in salaries and benefits. The police department hired three patrolmen and the fire department hired two full time firefighters.

Community environment expenditures increased 26.59 percent due to increases in salaries and fringe benefits because of additional staff required to manage the increased contractual services for building inspections and review of plans; and Planning Commission expenditures to update the City's Master Plan.

Basic Utility Services expenditures increased 151.80 percent due to purchase of drainage materials and equipment.

Leisure time activities expenditures increased 19.17 percent because of contractual services for development of City parks, including architectural services for Veterans Memorial Park and new equipment for Northgate Park.

Capital outlay expenditures increased 55.54 percent primarily due to new water and sewer line installations: Sandy Lane Sanitary Sewer, Mills Road and Jaycox Road Waterline extensions.

Debt Service interest and fiscal charges increased 51.84 percent due to new special assessments added to debt service because of new water lines and sanitary sewer improvements; and because of ongoing capital water and sewer projects for which the City has borrowed funds to finance the projects.

**General Fund Balance** - The general fund balance increased from \$2,148,652 in 1999 to \$2,462,440 in 2000. This increase was mainly due to an increase in receipts from City income tax and interest revenue.

**Financial Highlights - Special Revenue Funds** - The special revenue funds are used to account for certain revenue sources which are restricted by law or other formal action to expenditures for specific purposes. All special revenue funds are subject to an annual budget. The Police special revenue fund has an equity deficit of \$12,064. The general fund is liable for any deficits in this fund and provides operating transfers when cash is required, not when accruals occur.

**Financial Highlights - Capital Projects Funds** - The Capital Projects Funds account for all major capital improvement projects of the City. The primary sources for financing the City's capital improvement program are transfers from the General Fund, property taxes, intergovernmental revenues, special assessments and proceeds of debt.

**Financial Highlights - Enterprise Funds** - The Enterprise Funds operated by the City consist of a water fund and a sewer fund. Operating revenues in the water fund totaled \$1,174,711 with depreciation expense of \$127,948, net income of \$4,287 and retained earnings of \$1,451,669 at December 31, 2000. The sewer fund had operating revenues of \$1,031,522 with depreciation expense of \$40,950, a net loss of (\$131,495) and retained earnings of \$1,084,202 at December 31, 2000.

**Financial Highlights - Fiduciary Funds** - The agency funds consist of Deposits, the Lorain Public Library, the North Ridgeville Sewer, Subdivisions, and the Mayor's Court funds. The agency funds had assets totaling \$2,105,881 as of December 31, 2000.

## **Debt Administration**

The gross indebtedness (loans, bonds, notes and contractual debt obligations - Avon Lake Loan) of the City of Avon at the end of 1999 was \$11,606,683. At the end of 2000, the gross indebtedness of the City of Avon was \$12,369,769. The overall debt margin within the overall limitation was \$23,677,571. With continued prudent management on the part of Council and the Administration, the City of Avon should be able to meet its capital needs in the foreseeable future.

The City maintains an "A1" rating from Moody's Investors Service, Inc. on its long-term bonds. The City had \$3,123,320 of outstanding general obligation bonds and \$3,683,479 of outstanding special assessment bonds with governmental commitment at December 31, 2000. The net general obligation bonded debt per capita was \$273.54. All bonds of the City are backed by its full faith and credit.

## **Cash Management**

The City adheres strictly to the regulations set forth in the Ohio Revised Code to ensure the safety of its investments. All deposits are made under contracts with local banking institutions and with the State Treasurer's Investment Pool (STAROhio).

A majority of the City's deposits are collateralized by pooled collateral. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least 105 percent of the public funds on deposit. The collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

## **Risk Management**

The City of Avon has a personal service contract and liability insurance coverage with the Arthur J. Gallagher & Co., Inc. In 2000, the City expended \$50,085 for general liability insurance coverage, a \$7,543 increase in premiums from 1999. The City paid \$42,542 in 1999.

The City carries a \$2,000,000 comprehensive combined single limit general liability insurance policy with a \$1,000 deductible, and a general law enforcement liability insurance policy of \$2,000,000 with a \$1,000 deductible. An additional \$10,000,000 umbrella coverage was also purchased.

## **Fixed Assets**

The general fixed assets of the City include all City-owned land, buildings, improvements, machinery and equipment, furniture and fixtures, and construction in progress used in the performance of general government functions. The general fixed assets exclude fixed assets of the Enterprise Funds. At December 31, 2000, the general fixed assets of the City totaled \$6,625,402, valued at cost or estimated historical cost.

Fixed assets of the enterprise funds, net of accumulated depreciation, totaled \$22,063,706 at December 31, 2000.

## **Awards**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to a governmental unit that publishes an easily readable and efficiently organized Comprehensive Annual Financial Report which conforms to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. Because we believe our report continues to conform to the requirements and standards of the Certificate of Achievement Program, we are submitting the 2000 Comprehensive Annual Financial Report to the GFOA for consideration.

The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting, and its award represents a significant accomplishment by a government and its management.

## **Independent Audit**

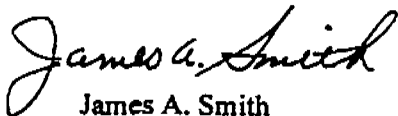
Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the City's financial statements and financial controls as of December 31, 2000. The Report of Independent Accountants on the general purpose financial statements is included in the financial section of this report.

## Acknowledgments

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the finance department and the supervisors of other various departments. The preparation of the Comprehensive Annual Financial Report requires a major effort, and we would like to express our appreciation to everyone who assisted and contributed to the presentation of this year's report. Special acknowledgment is extended to the Local Government Services Division of the Office of the Auditor of State for their continued guidance in the preparation of this report.

We are happy to report that the City's financial policies and management, combined with a strong local economy, have enabled Avon to continue to improve its already sound financial condition. In addition, the prospects for continuing this trend are encouraging. Each year, we renew our commitment to implement responsible and progressive changes in order to improve our responsiveness to the citizenry and to insure the financial stability of the community. We extend our appreciation to City Council for its continued support and commitment to responsible fiscal reporting.

Respectfully submitted,



James A. Smith  
Mayor



Robert F. Hamilton  
Director of Finance

*City of Avon, Ohio  
Principal Officials  
December 31, 2000*

***Elected Officials:***

|                               |                   |
|-------------------------------|-------------------|
| Mayor .....                   | James A. Smith    |
| President of Council .....    | Shawn P. Brady    |
| Councilman at Large .....     | Jo Anne Easterday |
| Councilman at Large .....     | Thomas L. Wearsch |
| Councilman - Ward I .....     | Niels Jensen      |
| Councilman - Ward II .....    | David Kaiser      |
| Councilwoman - Ward III ..... | Timothy E. Nickum |
| Councilman - Ward IV .....    | John P. Kilroy    |

***Directors:***

|                        |                    |
|------------------------|--------------------|
| Law Director .....     | Daniel P. Stringer |
| Finance Director ..... | Robert F. Hamilton |
| Safety Director .....  | James A. Smith     |
| Service Director ..... | Gerald W. Plas     |

***Chairmen, Boards and Commissions:***

|  |                 |
|--|-----------------|
| Board of Zoning and Building Appeals ..... | Cy Bliss        |
| Planning Commission .....                  | James C. Piazza |
| Civil Service Commission .....             | Jimmy Marsiglia |
| Park and Recreation Commission .....       | David L. Mast   |

***Other Staff Members:***

|                                    |                            |
|------------------------------------|----------------------------|
| Treasurer .....                    | Barbara A. Kraus           |
| Prosecutor .....                   | Anthony L. Manning         |
| Police Chief .....                 | John R. Vilagi             |
| Police Lieutenant .....            | Paul Romond                |
| Police Sergeant .....              | Thomas P. Dunegan          |
| Police Sergeant .....              | Roy T. Dreger              |
| Police Sergeant .....              | Michael E. Kish            |
| Police Sergeant .....              | Lawrence M. Fischbach, III |
| Fire Chief .....                   | Frank Root, Jr.            |
| Assistant Fire Chief .....         | John Votava                |
| Captain .....                      | Frank Root, III            |
| Captain .....                      | James Schmitz              |
| Captain .....                      | George A. Kraus            |
| Lieutenant .....                   | Andrew D. Monda, Jr.       |
| Lieutenant .....                   | Michael Emling             |
| Lieutenant .....                   | Timothy L. Golay           |
| Building Inspector .....           | James P. Smith             |
| Assistant Building Inspector ..... | Martin R. Susak            |
| Assistant Building Inspector ..... | Robert A. Schumacher       |
| Assistant Building Inspector ..... | Robert C. Kendle           |
| Assistant Building Inspector ..... | Gerald M. Buckingham       |
| Assistant Building Inspector ..... | Frank M. Foley             |

(continued)



*City of Avon, Ohio  
Principal Officials  
December 31, 2000  
(continued)*

***Other Staff Members*** (continued):

|  |                     |
|--|---------------------|
| Clerk of Building Department .....                                       | Antoinette Konowal  |
| City Consulting Engineer .....   | Michael C. Bramhall |
| Superintendent of Utilities .....  | David A. Conrad     |
| Supervisor of Utilities .....  | Cynthia Tomlin      |
| Superintendent of Streets .....  | William Biro        |
| Secretary to the Mayor .....   | Lenore M. Smith     |
| Clerk of Council .....   | Ellen R. Young      |
| Clerk of Court .....   | Jill K. Clements    |
| Clerk of Finance .....   | June F. Mitchell    |
| Clerk Secretary of Planning Commission and Zoning Board of Appeals . . . | Dorothy A. Bommer   |
| Zoning Enforcement Officer .....   | Timothy Y. Krugman  |

**City of Avon, Ohio**

**Comprehensive Annual Financial Report**

**For the Year Ended December 31, 2000**

**Prepared by**

**Office of the Director of Finance**

**Robert F. Hamilton**  
**Director of Finance**

**General Purpose Financial Statements**

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**STATE OF OHIO**  
**OFFICE OF THE AUDITOR**

JIM PETRO, AUDITOR OF STATE

Lausche Bldg  
615 W Superior Ave  
Floor 12  
Cleveland OH 44113 - 1801  
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www.auditor.state.oh.us

**REPORT OF INDEPENDENT ACCOUNTANTS**

City of Avon  
Lorain County  
36080 Chester Road  
Avon, Ohio 44011

To City Council:

We have audited the accompanying general-purpose financial statements of the City of Avon, Lorain County, Ohio, (the City) as of and for the year ended December 31, 2000, as listed in the table of contents. These general-purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Avon, Lorain County, Ohio, as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

As described in Note 3, during fiscal year 2000, the City changed its accounting for certain assets and liabilities associated with Water and Sewer Capital Projects Funds.

In accordance with *Government Auditing Standards*, we have also issued our report dated May 18, 2001 on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the introductory or statistical sections of this report and therefore express no opinion thereon.

**Jim Petro**  
Auditor of State

May 18, 2001

**General Purpose Financial Statements**

**City of Avon, Ohio**  
*Combined Balance Sheet*  
*All Fund Types and Account Groups*  
*December 31, 2000*

|  | Governmental Fund Types |                    |                    |                     |
|--|-------------------------|--------------------|--------------------|---------------------|
|  | General                 | Special<br>Revenue | Debt Service       | Capital<br>Projects |
| <b>Assets and Other Debits</b>   |                         |                    |                    |                     |
| <b>Assets</b>  |                         |                    |                    |                     |
| Equity in Pooled Cash<br>and Cash Equivalents  | \$2,112,970             | \$1,150,563        | \$44,470           | \$3,533,696         |
| Receivables:   |                         |                    |                    |                     |
| Taxes  | 997,261                 | 989,893            | 94,081             | 216,912             |
| Accounts   | 2,622                   | 0                  |                    | 0                   |
| Interfund  | 70,900                  | 0                  |                    | 72,500              |
| Special Assessments  | 0                       | 0                  | 7,963,665          | 0                   |
| Intergovernmental  | 26,006                  | 96,310             |                    | 118,326             |
| Materials and Supplies Inventory   | 2,553                   | 44,765             |                    | 0                   |
| Prepaid Items  | 12,366                  | 9,327              | 0                  | 0                   |
| Deferred Charges   | 0                       | 0                  | 0                  | 0                   |
| Fixed Assets (Net, where applicable,<br>of Accumulated Depreciation)                   | 0                       | 0                  | 0                  | 0                   |
| <b>Other Debits</b>  |                         |                    |                    |                     |
| Amount Available in Debt Service<br>Fund for Retirement of General<br>Obligation Bonds | 0                       | 0                  | 0                  | 0                   |
| Amount to be Provided from<br>General Government Resources                             | 0                       | 0                  | 0                  | 0                   |
| <b>Total Assets and Other Debits</b>   | <b>\$3,224,678</b>      | <b>\$2,290,858</b> | <b>\$8,102,216</b> | <b>\$3,941,434</b>  |



| Proprietary<br>Fund Type | Fiduciary<br>Fund Type | Account Groups             |                                     | Totals<br>(Memorandum<br>Only) |
|--------------------------|------------------------|----------------------------|-------------------------------------|--------------------------------|
|                          |                        | General<br>Fixed<br>Assets | General<br>Long-Term<br>Obligations |                                |
| Enterprise               | Agency                 |                            |                                     |                                |
| \$1,328,278              | \$1,852,713            | \$0                        | \$0                                 | \$10,022,690                   |
| 0                        | 0                      | 0                          | 0                                   | 2,298,147                      |
| 155,638                  | 0                      | 0                          | 0                                   | 158,260                        |
| 63,961                   | 0                      | 0                          | 0                                   | 207,361                        |
| 365,985                  | 0                      | 0                          | 0                                   | 8,329,650                      |
| 0                        | 0                      | 0                          | 0                                   | 240,642                        |
| 146,501                  | 0                      | 0                          | 0                                   | 193,819                        |
| 3,350                    | 0                      | 0                          | 0                                   | 25,043                         |
| 1,305,504                | 0                      | 0                          | 0                                   | 1,305,504                      |
| 22,063,706               | 0                      | 6,625,402                  | 0                                   | 28,689,108                     |
| 0                        | 0                      | 0                          | 17,855                              | 17,855                         |
| 0                        | 0                      | 0                          | 7,750,800                           | 7,750,800                      |
| <u>\$25,432,923</u>      | <u>\$1,852,713</u>     | <u>\$6,625,402</u>         | <u>\$7,768,655</u>                  | <u>\$59,238,879</u>            |

(continued)

**City of Avon, Ohio**  
*Combined Balance Sheet*  
*All Fund Types and Account Groups (continued)*  
*December 31, 2000*

|  | Governmental Fund Types   |                           |                           |                           |
|--|---------------------------|---------------------------|---------------------------|---------------------------|
|  | General                   | Special<br>Revenue        | Debt Service              | Capital<br>Projects       |
| <b><i>Liabilities, Fund Equity<br/>and Other Credits</i></b>       |                           |                           |                           |                           |
| <b>Liabilities</b>   |                           |                           |                           |                           |
| Accounts Payable   | \$22,191                  | \$60,669                  | \$0                       | \$11,985                  |
| Contracts Payable  | 7,054                     | 0                         | 0                         | 10,963                    |
| Interfund Payable  | 0                         | 0                         | 63,961                    | 42,900                    |
| Accrued Wages  | 22,749                    | 36,173                    | 0                         | 0                         |
| Compensated Absences Payable                                       | 1,656                     | 10,176                    | 0                         | 0                         |
| Intergovernmental Payable  | 15,991                    | 28,384                    | 0                         | 0                         |
| Deferred Revenue   | 692,597                   | 966,170                   | 8,020,400                 | 211,714                   |
| Deposits Held and Due to Others                                    | 0                         | 0                         | 0                         | 0                         |
| Accrued Interest Payable   | 0                         | 0                         | 0                         | 59,125                    |
| Notes Payable  | 0                         | 0                         | 0                         | 2,151,000                 |
| Deferred Contributed Capital                                       | 0                         | 0                         | 0                         | 0                         |
| OPWC Loans Payable   | 0                         | 0                         | 0                         | 0                         |
| Capital Leases Payable   | 0                         | 0                         | 0                         | 0                         |
| OWDA Loans Payable   | 0                         | 0                         | 0                         | 0                         |
| General Obligation Bonds Payable                                   | 0                         | 0                         | 0                         | 0                         |
| Revenue Bonds Payable  | 0                         | 0                         | 0                         | 0                         |
| Special Assessment Debt with<br>Governmental Commitment            | 0                         | 0                         | 0                         | 0                         |
| <b><i>Total Liabilities</i></b>                                    | <b><u>762,238</u></b>     | <b><u>1,101,572</u></b>   | <b><u>8,084,361</u></b>   | <b><u>2,487,687</u></b>   |
| <b>Fund Equity and Other Credits</b>                               |                           |                           |                           |                           |
| Investment in General Fixed Assets                                 | 0                         | 0                         | 0                         | 0                         |
| Contributed Capital  | 0                         | 0                         | 0                         | 0                         |
| Retained Earnings:   |                           |                           |                           |                           |
| Unreserved   | 0                         | 0                         | 0                         | 0                         |
| Fund Balance:  |                           |                           |                           |                           |
| Reserved for Encumbrances  | 46,189                    | 98,705                    | 0                         | 66,516                    |
| Reserved for Inventory   | 2,553                     | 44,765                    | 0                         | 0                         |
| Unreserved, Undesignated   | 2,413,698                 | 1,045,816                 | 17,855                    | 1,387,231                 |
| <b><i>Total Fund Equity and Other Credits</i></b>                  | <b><u>2,462,440</u></b>   | <b><u>1,189,286</u></b>   | <b><u>17,855</u></b>      | <b><u>1,453,747</u></b>   |
| <b><i>Total Liabilities, Fund Equity<br/>and Other Credits</i></b> | <b><u>\$3,224,678</u></b> | <b><u>\$2,290,858</u></b> | <b><u>\$8,102,216</u></b> | <b><u>\$3,941,434</u></b> |

See accompanying notes to the general purpose financial statements

| Proprietary<br>Fund Type | Fiduciary<br>Fund Type | Account Groups             |                                     | Totals<br>(Memorandum<br>Only) |
|--------------------------|------------------------|----------------------------|-------------------------------------|--------------------------------|
|                          |                        | General<br>Fixed<br>Assets | General<br>Long-Term<br>Obligations |                                |
| Enterprise               | Agency                 |                            |                                     |                                |
| \$62,126                 | \$0                    | \$0                        | \$0                                 | \$156,971                      |
| 3,347                    | 0                      | 0                          | 0                                   | 21,364                         |
| 100,500                  | 0                      | 0                          | 0                                   | 207,361                        |
| 8,132                    | 0                      | 0                          | 0                                   | 67,054                         |
| 92,640                   | 0                      | 0                          | 697,281                             | 801,753                        |
| 1,385,584                | 40,601                 | 0                          | 74,616                              | 1,545,176                      |
| 0                        | 0                      | 0                          | 0                                   | 9,890,881                      |
| 0                        | 1,812,112              | 0                          | 0                                   | 1,812,112                      |
| 56,976                   | 0                      | 0                          | 0                                   | 116,101                        |
| 0                        | 0                      | 0                          | 0                                   | 2,151,000                      |
| 365,985                  | 0                      | 0                          | 0                                   | 365,985                        |
| 0                        | 0                      | 0                          | 148,167                             | 148,167                        |
| 0                        | 0                      | 0                          | 41,792                              | 41,792                         |
| 1,343,099                | 0                      | 0                          | 0                                   | 1,343,099                      |
| 0                        | 0                      | 0                          | 3,123,320                           | 3,123,320                      |
| 613,200                  | 0                      | 0                          | 0                                   | 613,200                        |
| <u>0</u>                 | <u>0</u>               | <u>0</u>                   | <u>3,683,479</u>                    | <u>3,683,479</u>               |
| <u>4,031,589</u>         | <u>1,852,713</u>       | <u>0</u>                   | <u>7,768,655</u>                    | <u>26,088,815</u>              |
| 0                        | 0                      | 6,625,402                  | 0                                   | 6,625,402                      |
| 18,929,424               | 0                      | 0                          | 0                                   | 18,929,424                     |
| 2,471,910                | 0                      | 0                          | 0                                   | 2,471,910                      |
| 0                        | 0                      | 0                          | 0                                   | 211,410                        |
| 0                        | 0                      | 0                          | 0                                   | 47,318                         |
| 0                        | 0                      | 0                          | 0                                   | 4,864,600                      |
| <u>21,401,334</u>        | <u>0</u>               | <u>6,625,402</u>           | <u>0</u>                            | <u>33,150,064</u>              |
| <u>\$25,432,923</u>      | <u>\$1,852,713</u>     | <u>\$6,625,402</u>         | <u>\$7,768,655</u>                  | <u>\$59,238,879</u>            |

**City of Avon, Ohio**  
*Combined Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Governmental Fund Types  
For the Year Ended December 31, 2000*

|  | Governmental Fund |                    |
|--|-------------------|--------------------|
|  | General           | Special<br>Revenue |
| <b>Revenues</b>  |                   |                    |
| Municipal Income Tax   | \$2,321,334       | \$0                |
| Property and Other Taxes   | 507,957           | 908,576            |
| Charges for Services   | 203,744           | 20,978             |
| Licenses and Permits   | 871,186           | 288,602            |
| Fines and Forfeitures  | 157,397           | 15,756             |
| Intergovernmental  | 511,399           | 660,405            |
| Special Assessments  | 0                 | 0                  |
| Interest   | 357,770           | 39,767             |
| Other  | 77,701            | 22,690             |
| <i>Total Revenues</i>  | 5,008,488         | 1,956,774          |
| <b>Expenditures</b>  |                   |                    |
| Current:   |                   |                    |
| General Government   | 1,052,166         | 0                  |
| Security of Persons and Property   | 383,731           | 1,555,482          |
| Transportation   | 0                 | 923,213            |
| Community Environment  | 636,554           | 94,925             |
| Basic Utility Services   | 0                 | 54,984             |
| Leisure Time Activities  | 0                 | 322,900            |
| Capital Outlay   | 0                 | 0                  |
| Debt Service:  |                   |                    |
| Principal Retirement   | 0                 | 57,755             |
| Interest and Fiscal Charges  | 0                 | 16,124             |
| <i>Total Expenditures</i>  | 2,072,451         | 3,025,383          |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i>  | 2,936,037         | (1,068,609)        |
| <b>Other Financing Sources (Uses)</b>  |                   |                    |
| Proceeds of Bonds  | 0                 | 0                  |
| Operating Transfers In   | 23,544            | 1,336,917          |
| Operating Transfers Out  | (2,645,452)       | (140,403)          |
| <i>Total Other Financing Sources (Uses)</i>  | (2,621,908)       | 1,196,514          |
| <i>Excess of Revenues and Other<br/>Financing Sources Over<br/>Expenditures and Other Financing Uses</i> | 314,129           | 127,905            |
| <i>Fund Balances (Deficit) Beginning of Year -<br/>Restated (See Note 3)</i>                             | 2,148,652         | 1,071,457          |
| Decrease in Reserve for Inventory  | (341)             | (10,076)           |
| <i>Fund Balances End of Year</i>   | \$2,462,440       | \$1,189,286        |

See accompanying notes to the general purpose financial statements

| Types            |                     | Totals<br>(Memorandum<br>Only) |
|------------------|---------------------|--------------------------------|
| Debt Service     | Capital<br>Projects |                                |
| \$0              | \$0                 | \$2,321,334                    |
| 53,767           | 200,806             | 1,671,106                      |
| 0                | 160,070             | 384,792                        |
| 0                | 0                   | 1,159,788                      |
| 0                | 0                   | 173,153                        |
| 5,977            | 140,154             | 1,317,935                      |
| 345,247          | 113,202             | 458,449                        |
| 782              | 105,954             | 504,273                        |
| 0                | 17,098              | 117,489                        |
| <u>405,773</u>   | <u>737,284</u>      | <u>8,108,319</u>               |
| 0                | 0                   | 1,052,166                      |
| 0                | 0                   | 1,939,213                      |
| 0                | 0                   | 923,213                        |
| 0                | 0                   | 731,479                        |
| 0                | 0                   | 54,984                         |
| 0                | 0                   | 322,900                        |
| 0                | 1,978,321           | 1,978,321                      |
| 280,627          | 0                   | 338,382                        |
| <u>362,931</u>   | <u>145,976</u>      | <u>525,031</u>                 |
| <u>643,558</u>   | <u>2,124,297</u>    | <u>7,865,689</u>               |
| <u>(237,785)</u> | <u>(1,387,013)</u>  | <u>242,630</u>                 |
| 0                | 585,000             | 585,000                        |
| 259,883          | 1,548,506           | 3,168,850                      |
| 0                | (85,364)            | (2,871,219)                    |
| <u>259,883</u>   | <u>2,048,142</u>    | <u>882,631</u>                 |
| 22,098           | 661,129             | 1,125,261                      |
| (4,243)          | 792,618             | 4,008,484                      |
| <u>0</u>         | <u>0</u>            | <u>(10,417)</u>                |
| <u>\$17,855</u>  | <u>\$1,453,747</u>  | <u>\$5,123,328</u>             |

**City of Avon, Ohio**  
*Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Governmental Fund Types  
For the Year Ended December 31, 2000*

|  | General Fund       |                    | Variance<br>Favorable<br>(Unfavorable) |
|--|--------------------|--------------------|--|
|  | Revised<br>Budget  | Actual             |  |
| <b>Revenues</b>  |                    |                    |  |
| Municipal Income Tax   | \$2,311,259        | \$2,311,259        | \$0                                    |
| Property and Other Taxes   | 507,613            | 507,613            | 0                                      |
| Charges for Services   | 195,669            | 204,146            | 8,477                                  |
| Licenses and Permits   | 888,398            | 885,431            | (2,967)                                |
| Fines and Forfeitures  | 185,500            | 160,142            | (25,358)                               |
| Intergovernmental  | 552,212            | 560,229            | 8,017                                  |
| Special Assessments  | 0                  | 0                  | 0                                      |
| Interest   | 321,104            | 336,425            | 15,321                                 |
| Other  | 54,487             | 75,069             | 20,582                                 |
| <i>Total Revenues</i>  | <u>5,016,242</u>   | <u>5,040,314</u>   | <u>24,072</u>                          |
| <b>Expenditures</b>  |                    |                    |  |
| Current:   |                    |                    |  |
| General Government   | 1,234,713          | 1,091,045          | 143,668                                |
| Security of Persons and Property   | 409,418            | 392,549            | 16,869                                 |
| Transportation   | 0                  | 0                  | 0                                      |
| Community Environment  | 735,268            | 674,728            | 60,540                                 |
| Basic Utility Services   | 0                  | 0                  | 0                                      |
| Leisure Time Activities  | 0                  | 0                  | 0                                      |
| Capital Outlay   | 0                  | 0                  | 0                                      |
| Debt Service:  |                    |                    |  |
| Principal Retirement   | 0                  | 0                  | 0                                      |
| Interest and Fiscal Charges  | 0                  | 0                  | 0                                      |
| <i>Total Expenditures</i>  | <u>2,379,399</u>   | <u>2,158,322</u>   | <u>221,077</u>                         |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i>  | <u>2,636,843</u>   | <u>2,881,992</u>   | <u>245,149</u>                         |
| <b>Other Financing Sources (Uses)</b>  |                    |                    |  |
| Proceeds of Bonds  | 0                  | 0                  | 0                                      |
| Proceeds of Notes  | 0                  | 0                  | 0                                      |
| Advances In  | 208,881            | 180,185            | (28,696)                               |
| Advances Out   | (17,900)           | (17,900)           | 0                                      |
| Operating Transfers In   | 46,294             | 23,544             | (22,750)                               |
| Operating Transfers Out  | (2,904,307)        | (2,645,452)        | 258,855                                |
| <i>Total Other Financing Sources (Uses)</i>  | <u>(2,667,032)</u> | <u>(2,459,623)</u> | <u>207,409</u>                         |
| <i>Excess of Revenues and Other<br/>Financing Sources Over (Under)<br/>Expenditures and Other Financing Uses</i> | (30,189)           | 422,369            | 452,558                                |
| <i>Fund Balances Beginning of Year</i>   | 1,553,922          | 1,553,922          | 0                                      |
| Prior Year Encumbrances Appropriated   | 52,656             | 52,656             | 0                                      |
| <i>Fund Balances End of Year</i>   | <u>\$1,576,389</u> | <u>\$2,028,947</u> | <u>\$452,558</u>                       |

| Special Revenue Funds |                    |                                  | Debt Service Funds |                  |                                  |
|-----------------------|--------------------|----------------------------------|--------------------|------------------|----------------------------------|
| Revised Budget        | Actual             | Variance Favorable (Unfavorable) | Revised Budget     | Actual           | Variance Favorable (Unfavorable) |
| \$0                   | \$0                | \$0                              | \$0                | \$0              | \$0                              |
| 909,497               | 909,497            | 0                                | 52,772             | 52,772           | 0                                |
| 23,510                | 21,038             | (2,472)                          | 0                  | 0                | 0                                |
| 285,000               | 288,602            | 3,602                            | 0                  | 0                | 0                                |
| 20,923                | 15,756             | (5,167)                          | 0                  | 0                | 0                                |
| 654,565               | 595,515            | (59,050)                         | 5,977              | 5,977            | 0                                |
| 0                     | 0                  | 0                                | 351,814            | 345,247          | (6,567)                          |
| 50,327                | 41,327             | (9,000)                          | 2,500              | 922              | (1,578)                          |
| 51,865                | 24,040             | (27,825)                         | 0                  | 0                | 0                                |
| <u>1,995,687</u>      | <u>1,895,775</u>   | <u>(99,912)</u>                  | <u>413,063</u>     | <u>404,918</u>   | <u>(8,145)</u>                   |
| 600                   | 0                  | 600                              | 0                  | 0                | 0                                |
| 1,651,389             | 1,588,700          | 62,689                           | 0                  | 0                | 0                                |
| 1,006,131             | 950,522            | 55,609                           | 0                  | 0                | 0                                |
| 102,019               | 95,575             | 6,444                            | 0                  | 0                | 0                                |
| 65,000                | 56,529             | 8,471                            | 0                  | 0                | 0                                |
| 602,057               | 357,877            | 244,180                          | 0                  | 0                | 0                                |
| 0                     | 0                  | 0                                | 0                  | 0                | 0                                |
| 57,755                | 57,755             | 0                                | 295,630            | 295,630          | 0                                |
| 16,124                | 16,124             | 0                                | 393,167            | 383,019          | 10,148                           |
| <u>3,501,075</u>      | <u>3,123,082</u>   | <u>377,993</u>                   | <u>688,797</u>     | <u>678,649</u>   | <u>10,148</u>                    |
| <u>(1,505,388)</u>    | <u>(1,227,307)</u> | <u>278,081</u>                   | <u>(275,734)</u>   | <u>(273,731)</u> | <u>2,003</u>                     |
| 0                     | 0                  | 0                                | 0                  | 0                | 0                                |
| 0                     | 0                  | 0                                | 0                  | 0                | 0                                |
| 0                     | 0                  | 0                                | 0                  | 0                | 0                                |
| 0                     | 0                  | 0                                | 0                  | 0                | 0                                |
| 1,549,630             | 1,336,917          | (212,713)                        | 260,083            | 259,883          | (200)                            |
| (140,403)             | (140,403)          | 0                                | 0                  | 0                | 0                                |
| <u>1,409,227</u>      | <u>1,196,514</u>   | <u>(212,713)</u>                 | <u>260,083</u>     | <u>259,883</u>   | <u>(200)</u>                     |
| (96,161)              | (30,793)           | 65,368                           | (15,651)           | (13,848)         | 1,803                            |
| 1,031,753             | 1,031,753          | 0                                | 58,318             | 58,318           | 0                                |
| 32,809                | 32,809             | 0                                | 0                  | 0                | 0                                |
| <u>\$968,401</u>      | <u>\$1,033,769</u> | <u>\$65,368</u>                  | <u>\$42,667</u>    | <u>\$44,470</u>  | <u>\$1,803</u>                   |

(continued)

**City of Avon, Ohio**  
*Combined Statement of Revenues, Expenditures and  
Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Governmental Fund Types (continued)  
For the Year Ended December 31, 2000*

|  | <u>Capital Projects Funds</u> |                    |   |
|--|-------------------------------|--------------------|---|
|  | <u>Revised<br/>Budget</u>     | <u>Actual</u>      | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
| <b>Revenues</b>  |                               |                    |   |
| Municipal Income Tax   | \$0                           | \$0                | \$0   |
| Property and Other Taxes   | 201,072                       | 201,072            | 0   |
| Charges for Services   | 157,581                       | 160,160            | 2,579   |
| Licenses and Permits   | 0                             | 0                  | 0   |
| Fines and Forfeitures  | 0                             | 0                  | 0   |
| Intergovernmental  | 298,701                       | 122,713            | (175,988)                                       |
| Special Assessments  | 124,085                       | 113,202            | (10,883)  |
| Interest   | 112,604                       | 108,067            | (4,537)   |
| Other  | 17,098                        | 17,098             | 0   |
| <i>Total Revenues</i>  | <u>911,141</u>                | <u>722,312</u>     | <u>(188,829)</u>                                |
| <b>Expenditures</b>  |                               |                    |   |
| Current:   |                               |                    |   |
| General Government   | 0                             | 0                  | 0   |
| Security of Persons and Property   | 0                             | 0                  | 0   |
| Transportation   | 0                             | 0                  | 0   |
| Community Environment  | 0                             | 0                  | 0   |
| Basic Utility Services   | 0                             | 0                  | 0   |
| Leisure Time Activities  | 0                             | 0                  | 0   |
| Capital Outlay   | 3,908,616                     | 2,033,041          | 1,875,575                                       |
| Debt Service:  |                               |                    |   |
| Principal Retirement   | 1,480,000                     | 1,480,000          | 0   |
| Interest and Fiscal Charges  | 149,873                       | 140,931            | 8,942   |
| <i>Total Expenditures</i>  | <u>5,538,489</u>              | <u>3,653,972</u>   | <u>1,884,517</u>                                |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i>  | <u>(4,627,348)</u>            | <u>(2,931,660)</u> | <u>1,695,688</u>                                |
| <b>Other Financing Sources (Uses)</b>  |                               |                    |   |
| Proceeds of Bonds  | 1,434,863                     | 585,000            | (849,863)                                       |
| Proceeds of Notes  | 2,352,033                     | 2,151,000          | (201,033)                                       |
| Advances In  | 99,197                        | 59,197             | (40,000)  |
| Advances Out   | (267,265)                     | (213,482)          | 53,783  |
| Operating Transfers In   | 1,692,819                     | 1,548,506          | (144,313)                                       |
| Operating Transfers Out  | (225,767)                     | (85,364)           | 140,403   |
| <i>Total Other Financing Sources (Uses)</i>  | <u>5,085,880</u>              | <u>4,044,857</u>   | <u>(1,041,023)</u>                              |
| <i>Excess of Revenues and Other<br/>Financing Sources Over (Under)<br/>Expenditures and Other Financing Uses</i> | 458,532                       | 1,113,197          | 654,665   |
| <i>Fund Balances Beginning of Year</i>   | 2,290,745                     | 2,290,745          | 0   |
| Prior Year Encumbrances Appropriated   | 62,146                        | 62,146             | 0   |
| <i>Fund Balances End of Year</i>   | <u>\$2,811,423</u>            | <u>\$3,466,088</u> | <u>\$654,665</u>                                |

See accompanying notes to the general purpose financial statements



| Totals (Memorandum Only) |                    |  |
|--------------------------|--------------------|--|
| Revised<br>Budget        | Actual             | Variance<br>Favorable<br>(Unfavorable) |
| \$2,311,259              | \$2,311,259        | \$0                                    |
| 1,670,954                | 1,670,954          | 0                                      |
| 376,760                  | 385,344            | 8,584                                  |
| 1,173,398                | 1,174,033          | 635                                    |
| 206,423                  | 175,898            | (30,525)                               |
| 1,511,455                | 1,284,434          | (227,021)                              |
| 475,899                  | 458,449            | (17,450)                               |
| 486,535                  | 486,741            | 206                                    |
| 123,450                  | 116,207            | (7,243)                                |
| <u>8,336,133</u>         | <u>8,063,319</u>   | <u>(272,814)</u>                       |
| 1,235,313                | 1,091,045          | 144,268                                |
| 2,060,807                | 1,981,249          | 79,558                                 |
| 1,006,131                | 950,522            | 55,609                                 |
| 837,287                  | 770,303            | 66,984                                 |
| 65,000                   | 56,529             | 8,471                                  |
| 602,057                  | 357,877            | 244,180                                |
| 3,908,616                | 2,033,041          | 1,875,575                              |
| 1,833,385                | 1,833,385          | 0                                      |
| 559,164                  | 540,074            | 19,090                                 |
| <u>12,107,760</u>        | <u>9,614,025</u>   | <u>2,493,735</u>                       |
| <u>(3,771,627)</u>       | <u>(1,550,706)</u> | <u>2,220,921</u>                       |
| 1,434,863                | 585,000            | (849,863)                              |
| 2,352,033                | 2,151,000          | (201,033)                              |
| 308,078                  | 239,382            | (68,696)                               |
| (285,165)                | (231,382)          | 53,783                                 |
| 3,548,826                | 3,168,850          | (379,976)                              |
| <u>(3,270,477)</u>       | <u>(2,871,219)</u> | <u>399,258</u>                         |
| <u>4,088,158</u>         | <u>3,041,631</u>   | <u>(1,046,527)</u>                     |
| 316,531                  | 1,490,925          | 1,174,394                              |
| 4,934,738                | 4,934,738          | 0                                      |
| <u>147,611</u>           | <u>147,611</u>     | <u>0</u>                               |
| <u>\$5,398,880</u>       | <u>\$6,573,274</u> | <u>\$1,174,394</u>                     |

**City of Avon, Ohio**  
*Combined Statement of Revenues,  
Expenses and Changes in Fund Equity  
Enterprise Fund Type  
For the Year Ended December 31, 2000*

|  |                     |
|--|---------------------|
| <b>Operating Revenues</b>                                    |                     |
| Charges for Services   | \$1,511,627         |
| Tap-In Fees  | 644,808             |
| Other  | 49,798              |
|  | <u>2,206,233</u>    |
| <i>Total Operating Revenues</i>                              |                     |
| <br>   |                     |
| <b>Operating Expenses</b>                                    |                     |
| Personal Services  | 491,643             |
| Materials and Supplies                                       | 687,691             |
| Contractual Services   | 402,451             |
| Depreciation   | 168,898             |
|  | <u>1,750,683</u>    |
| <i>Total Operating Expenses</i>                              |                     |
| <br>   |                     |
| <i>Operating Income</i>                                      | <u>455,550</u>      |
| <br>   |                     |
| <b>Non-Operating Revenues (Expenses)</b>                     |                     |
| Interest   | 82,951              |
| Loss on Disposal of Fixed Assets                             | (891)               |
| Interest and Fiscal Charges                                  | (227,854)           |
| Other Non-Operating Expenses                                 | (139,333)           |
|  | <u>(285,127)</u>    |
| <i>Total Non-Operating Revenues (Expenses)</i>               |                     |
| <br>   |                     |
| <i>Income Before Operating Transfers</i>                     | 170,423             |
| <br>   |                     |
| Operating Transfers In                                       | 120,333             |
| Operating Transfers Out                                      | (417,964)           |
|  | <u>(297,631)</u>    |
| <i>Net Loss</i>  |                     |
| <br>   |                     |
| <i>Retained Earnings Beginning of Year (Restated Note 3)</i> | <u>2,599,118</u>    |
| <br>   |                     |
| <i>Retained Earnings End of Year</i>                         | <u>2,471,910</u>    |
| <br>   |                     |
| <i>Contributed Capital Beginning of Year</i>                 | 16,427,136          |
| <br>   |                     |
| Contributions During the Year:                               |                     |
| Developers   | 2,495,415           |
| Special Assessments  | 6,873               |
|  | <u>2,502,288</u>    |
| <br>   |                     |
| <i>Contributed Capital End of Year</i>                       | <u>18,929,424</u>   |
| <br>   |                     |
| <i>Total Fund Equity End of Year</i>                         | <u>\$21,401,334</u> |

See accompanying notes to the general purpose financial statements

**City of Avon, Ohio**  
*Combined Statement of Revenues, Expenses and  
Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual  
Enterprise Fund Type  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget  | Actual             | Variance<br>Favorable<br>(Unfavorable) |
|--|--------------------|--------------------|--|
| <b>Revenues</b>  |                    |                    |  |
| Charges for Services   | \$1,807,448        | \$1,540,887        | (\$266,561)                            |
| Tap-In Fees  | 653,375            | 644,808            | (8,567)                                |
| Special Assessments  | 6,873              | 6,873              | 0                                      |
| Interest   | 74,000             | 78,345             | 4,345                                  |
| Other Operating Revenues   | 73,894             | 49,798             | (24,096)                               |
| <i>Total Revenues</i>  | <u>2,615,590</u>   | <u>2,320,711</u>   | <u>(294,879)</u>                       |
| <b>Expenses</b>  |                    |                    |  |
| Personal Services  | 550,750            | 508,375            | 42,375                                 |
| Materials and Supplies   | 761,816            | 645,658            | 116,158                                |
| Contractual Services   | 541,024            | 421,136            | 119,888                                |
| Other Non-Operating Expenses   | 141,147            | 139,333            | 1,814                                  |
| Capital Outlay   | 241,943            | 33,339             | 208,604                                |
| Debt Service:  |                    |                    |  |
| Principal Retirement   | 163,469            | 159,666            | 3,803                                  |
| Interest and Fiscal Charges  | 155,475            | 150,790            | 4,685                                  |
| <i>Total Expenses</i>  | <u>2,555,624</u>   | <u>2,058,297</u>   | <u>497,327</u>                         |
| <i>Excess of Revenues Over Expenses</i>  | 59,966             | 262,414            | 202,448                                |
| Advances In  | 97,180             | 76,297             | (20,883)                               |
| Advances Out   | (84,297)           | (84,297)           | 0                                      |
| Operating Transfers In   | 126,940            | 120,333            | (6,607)                                |
| Operating Transfers Out  | (417,964)          | (417,964)          | 0                                      |
| <i>Excess of Revenues Under Expenses,<br/>Advances and Operating Transfers</i> | (218,175)          | (43,217)           | 174,958                                |
| <i>Fund Equity Beginning of Year</i>   | 1,290,337          | 1,290,337          | 0                                      |
| Prior Year Encumbrances Appropriated   | 17,404             | 17,404             | 0                                      |
| <i>Fund Equity End of Year</i>   | <u>\$1,089,566</u> | <u>\$1,264,524</u> | <u>\$174,958</u>                       |

See accompanying notes to the general purpose financial statements

**City of Avon, Ohio**  
*Combined Statement of Cash Flows*  
*Enterprise Fund Type*  
*For the Year Ended December 31, 2000*

***Increase (Decrease) in Cash and Cash Equivalents***

**Cash Flows From Operating Activities**

|   |             |
|---|-------------|
| Cash Received From Customers                          | \$1,506,937 |
| Cash Payments to Suppliers for Materials and Supplies | (609,825)   |
| Cash Payments for Employee Services and Benefits      | (508,375)   |
| Cash Payments for Contractual Services                | (373,589)   |
| Tap-In Fees   | 644,808     |
| Other Operating Revenues                              | 49,798      |
| Other Non-Operating Expenses                          | (139,333)   |

*Net Cash Provided by Operating Activities* 570,421

**Cash Flows from Noncapital Financing Activities**

|               |           |
|---------------|-----------|
| Advances In   | 76,297    |
| Advances Out  | (84,297)  |
| Transfers In  | 120,333   |
| Transfers Out | (417,964) |

*Net Cash Used for Noncapital Financing Activities* (305,631)

**Cash Flows From Capital and Related Financing Activities**

|                                    |          |
|------------------------------------|----------|
| Acquisition of Capital Assets      | (27,628) |
| Special Assessments                | 6,873    |
| Principal Paid on Revenue Bonds    | (33,600) |
| Interest Paid on Revenue Bonds     | (42,284) |
| Principal Paid on OWDA Loans       | (84,224) |
| Interest Paid on OWDA Loans        | (56,982) |
| Interest Paid to City of Avon Lake | (71,612) |
| Payments to City of Avon Lake      | (41,842) |

*Net Cash Used for Capital and Related Financing Activities* (351,299)

**Cash Flows from Investing Activities**

|          |        |
|----------|--------|
| Interest | 94,785 |
|----------|--------|

*Net Increase in Cash and Cash Equivalents* 8,276

*Cash and Cash Equivalents Beginning of Year* 1,320,002

*Cash and Cash Equivalents End of Year* \$1,328,278  
(continued)

**City of Avon, Ohio**  
*Combined Statement of Cash Flows*  
*Enterprise Fund Type (continued)*  
*For the Year Ended December 31, 2000*

**Reconciliation of Operating Income to  
Net Cash Provided by Operating Activities**

|   |                      |
|---|----------------------|
| <i>Operating Income</i>   | <u>\$455,550</u>     |
| <br><b>Adjustments to Reconcile Operating Income to<br/> Net Cash Provided by Operating Activities:</b> |                      |
| Other Non-Operating Expenses  | (139,333)            |
| Depreciation  | 168,898              |
| <br>(Increase)/Decrease in Assets:  |                      |
| Accounts Receivable   | (4,690)              |
| Inventory   | 37,514               |
| Prepaid Items   | (750)                |
| <br>Increase/(Decrease) in Liabilities:   |                      |
| Accounts Payable  | 28,745               |
| Contracts Payable   | (623)                |
| Accrued Wages   | (5,215)              |
| Compensated Absences Payable  | (9,674)              |
| Intergovernmental Payable   | <u>39,999</u>        |
| <br><i>Total Adjustments</i>  | <br><u>114,871</u>   |
| <br><i>Net Cash Provided by Operating Activities</i>  | <br><u>\$570,421</u> |

**Noncash Capital Financing Activities**

During 2000, the water and sewer enterprise funds received water and sewer lines from developers valued at \$1,304,609 and \$1,190,806, respectively.

See accompanying notes to the general purpose financial statements

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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**Note 1 - Description of City and Reporting Entity**

The City of Avon (the City) is a municipal corporation duly organized and existing under the constitution and laws of the State of Ohio. The City may exercise all powers of local self-government and police powers to the extent not in conflict with applicable general laws. Avon was incorporated as a village in 1917 and made a city in May 1961. The City operates under its own charter and is governed by the mayor-council form of government.

The Mayor is the City's chief executive officer and is elected to a four year term. The Mayor supervises the administration of all departments and appoints department heads and public members of administrative boards, upon confirmation by Council. The chief conservator of the peace, he oversees the enforcement of all laws and ordinances and presides over the Mayor's Court. He also executes all contracts, conveyances, and evidences of indebtedness of the City.

Legislative authority is vested in a seven member council with four members elected from wards and three elected at large. The member receiving the greatest number of votes becomes the president. Council enacts ordinances and resolutions relating to tax levies, appropriates and borrows money, and accepts bids for materials and services and other municipal purposes.

A reporting entity is comprised of the primary government, component units and other organizations that are included to insure that the financial statements are not misleading.

The primary government of the City consists of all funds, agencies, departments and offices that are not legally separate from the City. The primary government includes the City departments and agencies that provide the following services: police protection, fire fighting and prevention, street maintenance and repairs, sanitation, building inspection, parks and recreation, water and sewer.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable for an organization if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the City in that the City approves the budget, the issuance of debt or the levying of taxes. The City has no component units.

The City is associated with the Lorain County General Health District and the Northeast Ohio Public Energy Council (NOPEC). These are jointly governed organizations and are presented in Note 19.

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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**Note 2 - Summary of Significant Accounting Policies**

The financial statements of the City have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The City also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. The more significant of the City's accounting policies are described below.

***A. Basis of Presentation - Fund Accounting***

The City uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain City functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

For financial statement presentation purposes, the various funds of the City are grouped into the following generic fund types under the broad fund categories governmental, proprietary and fiduciary.

***Governmental Fund Types*** Governmental funds are those through which most governmental functions of the City are financed. The acquisition, use and balances of the City's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The following are the City's governmental fund types:

***General Fund*** This fund is the operating fund of the City and is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City for any purpose provided it is expended or transferred according to the general laws of Ohio.

***Special Revenue Funds*** These funds are established to account for the proceeds of specific revenue sources (other than amounts for major capital projects) that are legally restricted to expenditures for specified purposes.

***Debt Service Funds*** These funds are used to account for the accumulation of resources for, and the payment of, general and special assessment long-term debt principal, interest and related costs.

***Capital Projects Funds*** These funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

***Proprietary Fund Type*** Proprietary funds are used to account for the City's ongoing activities which are similar to those found in the private sector. The following is the City's proprietary fund type:

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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**Enterprise Funds** These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that costs (expenses, including depreciation) of providing services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

**Fiduciary Fund Type** Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City only utilizes the agency fund type.

**Agency Funds** These funds are purely custodial (assets equal liabilities) and do not involve measurement of results of operations.

**Account Groups** To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

**General Fixed Assets Account Group** This account group accounts for all general fixed assets of the City other than those accounted for in the proprietary funds.

**General Long-Term Obligations Account Group** This account group accounts for all unmatured long-term indebtedness of the City that is not a specific liability of the proprietary funds, including special assessment debt for which the City is obligated in some manner.

**B. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

All governmental fund types and agency funds are accounted for using the modified accrual basis of accounting. Under this basis, revenue are recognized in the accounting period when they become both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current year. The available period for the City is sixty days after year end.



*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: employer withheld income taxes, interest on investments, State levied locally shared taxes (including motor vehicle license fees, gasoline taxes, and local government assistance), and reimbursements due from federally funded projects for which corresponding expenditures have been made. Other revenues, including licenses, permits, certain charges for services, and miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until received.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Current and delinquent special assessments and property taxes as well as special assessment installments measurable as of December 31, 2000, whose availability is indeterminate and which are not intended to finance the current period obligations, have been recorded as a receivable and deferred revenue. Levied special assessments are measurable and have been recorded as a receivable. Since all assessments are due outside of the available period, the entire amount has been deferred.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds types. Revenues are recognized when they are earned and become measurable and expenses are recognized when they are incurred, if measurable. Unbilled service charges receivable are recognized as revenue at year end. Special assessments are recorded as deferred contributed capital.

***C. Budgetary Data***

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that the fund appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are required to be budgeted and appropriated. The legal level of budgetary control is at the object level within each department. Budgetary modifications at this level may only be made by resolution of the City Council.

***Tax Budget*** During the first Council meeting in July, the Mayor presents the annual operating budget for the following year to City Council for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the Lorain County Budget Commission, by July 20 of each year, for the period January 1 to December 31 of the following year.

***Estimated Resources*** The County Budget Commission determines if the budget substantiates a need to levy all or part of previously authorized taxes and reviews estimated revenue. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund. Prior to December 31, the City must revise its budget so that the total contemplated expenditures from any fund during the ensuing year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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measure. On or about January 1, the certificate of estimated resources is amended to include unencumbered fund balances at December 31 of the preceding year. The certificate may be further amended during the year if the Finance Director determines, and the Budget Commission agrees, that an estimate needs to be either increased or decreased. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2000.

***Appropriations*** A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period January 1 to March 31. An annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the fund, department, and object level. The appropriation ordinance may be amended during the year as new information becomes available, provided that total fund appropriations may not exceed current estimated resources, as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year by an ordinance of Council. During the year, several supplemental appropriation measures were passed. None of these supplemental appropriations had any significant effect on the original appropriations. The budget figures which appear in the statements of budgetary comparison represent the final appropriation amounts, including all amendments and modifications.

***Encumbrances*** As part of formal budgetary control, purchases orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations at the object level within each department. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balances for subsequent-year expenditures for governmental funds. Encumbrances outstanding at year end for proprietary funds are reported in the notes to the financial statements.

***Lapsing of Appropriations*** At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the succeeding year and is not reappropriated.

***D. Cash and Cash Equivalents***

To improve cash management, cash received by the City is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the combined balance sheet.

During 2000, investments were limited to repurchase agreements reported at cost and STAROhio.

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on December 31, 2000.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the general fund during 2000 amounted to \$357,770, which includes \$251,419 assigned from other City funds.

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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For purposes of combined statement of cash flows and for presentation the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the City are considered to be cash equivalents. Investments not purchased from the pool with an initial maturity of more than three months are reported as investments.

***E. Inventory***

Inventories of governmental funds are stated at cost while inventory for proprietary funds is stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The costs of inventory items are recorded as expenditures in the governmental fund types when purchased. Reported materials and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of expendable supplies and are expensed when used.

***F. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond December 31 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure is reported in the year in which it was consumed.

***G. Fixed Assets and Depreciation***

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in the governmental function and related assets are reported in the general fixed assets account group. The City capitalizes some infrastructure fixed assets such as traffic signals and signs which are reported as part of the general fixed assets account group. Fixed assets utilized in the proprietary funds, including the infrastructure fixed assets such as sewer and water lines and drains are capitalized in the respective funds.

Fixed asset values were initially determined at December 31, 1989 by assigning original acquisition costs when such information was available. In cases where information supporting original costs was not practicably determinable, estimated historical costs were developed. For certain fixed assets, the estimates were calculated by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at estimated fair market value on the date donated. The City maintains a capitalization threshold of five hundred dollars.

Improvements are capitalized. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of general fixed assets is also not capitalized. Improvements to fund fixed assets are capitalized and depreciated over the remaining useful lives of the related fixed assets.

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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Assets in the general fixed asset account group are not depreciated. Depreciation in the proprietary fund types is computed using the straight-line method over an estimated useful life. The estimated useful lives are as follows:

|                            |              |
|----------------------------|--------------|
| Infrastructure             | 40 years     |
| Buildings and Improvements | 50 years     |
| Machinery and Equipment    | 5 - 15 years |
| Facilities                 | 50 years     |

Interest is capitalized on enterprise funds assets acquired with tax exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project with interest earned on invested proceeds over the same period. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For 2000, interest costs capitalized on construction projects in the enterprise funds were not material.

***H. Intergovernmental Revenues***

In governmental funds, grants awarded on a non-reimbursement basis, shared revenues and entitlements are recorded as intergovernmental and revenues when measurable and available. Reimbursable grants are recorded as receivables and revenues when the related expenditures are made.

***I. Interfund Assets/Liabilities***

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables/payables."

***J. Compensated Absences***

Vacation benefits, compensatory time, and holiday pay are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable the City will compensate the employees for the benefits through paid time off or some other means. The City records a liability for accumulated unused vacation time when earned for all eligible employees with more than one year of service.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the City's past experience of making termination payments.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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***K. Contributed Capital***

Contributed capital represents donations by developers, contributions made by the City and assets whose construction was financed by special assessments. These assets are recorded at their fair market value on the date contributed and are not subject to repayment. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at year end.

The exact amount of contributed capital at December 31, 1989 pertaining to years prior to 1990 was not determined. In general, it has been the policy of the City to construct and acquire capital assets used in operations of the enterprise funds with resources of the capital projects funds or special assessments. These assets are recorded as contributed capital in the accompanying combined financial statements. All other fund equity amounts pertaining to the proprietary funds are classified as retained earnings.

***L. Accrued Liabilities and Long-Term Obligations***

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, claims and judgements, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current expendable available financial resources. Payments made more than sixty days after year end are generally considered not to have been made with current available financial resources. Bonds, capital leases and long-term loans are recognized as a liability of the general long-term obligations account group until due.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

***M. Interfund Transactions***

Quasi-external transactions are accounted for as revenues and expenditures/expenses. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund, and as a reduction of expenditures/expenses in the fund that is reimbursed.

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

***N. Fund Balance Reserves***

Reservations of fund balances are established to identify the existence of assets that, because of their non-monetary nature or lack of liquidity, represent financial resources not available for current appropriations or expenditures including amounts that are legally segregated for a specific future use. Unreserved fund balance indicates that a portion of fund equity which is available for appropriation in future periods. Fund balances are reserves for encumbrances and inventory.

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

**O. Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**P. Total Columns on General Purpose Financial Statements**

Total columns on the general purpose financial statements are captioned "Totals (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position or result of operations in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**Note 3 - Restatement of Fund Equity**

To better comply with GAAP reporting requirements, cash, notes payable and accrued interest associated with water and sewer capital projects will be accounted for in the water and sewer capital projects funds. The City has changed its intent to pay these notes with special assessments rather than enterprise fund revenues. Intergovernmental payable and deferred contributed capital have also been adjusted. The following table provides the details of those adjustments and the resulting effect on fund equity:

|   | <u>Capital Projects</u> | <u>Enterprise</u>  |
|---|-------------------------|--------------------|
| Fund Balance/Retained Earnings<br>as previously reported:       | \$734,500               | \$2,679,349        |
| Cash  | 1,500,486               | (1,500,486)        |
| Notes Payable   | (1,390,000)             | 1,390,000          |
| Intergovernmental Payable                                       | 0                       | (22,543)           |
| Deferred Contributed Capital                                    | 0                       | 430                |
| Accrued Interest Payable  | (52,368)                | 52,368             |
| Restated retained earnings/fund<br>balance at December 31, 1999 | <u>\$792,618</u>        | <u>\$2,599,118</u> |

The effect of these changes on excess of revenues and under expenditures and other financing uses/net loss as previously reported for the year ended December 31, 1999 is as follows:

|  | <u>Capital Projects</u> | <u>Enterprise</u>  |
|--|-------------------------|--------------------|
| Excess/Net Loss as<br>previously reported:                       | (\$77,238)              | (\$1,001,492)      |
| Accrued Interest   | (52,368)                | 30,693             |
| Restated Excess/Net Loss for the year<br>ended December 31, 1999 | <u>(\$129,606)</u>      | <u>(\$970,799)</u> |

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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**Note 4 - Fund Accountability**

The Police special revenue fund had a deficit fund balance of \$12,064 at December 31, 2000. The difference is caused by revenue being insufficient to cover expenditures on the modified accrual basis of accounting. The general fund is liable for any deficit in the funds and provides operating transfers when cash is required, not when accruals occur.

**Note 5 - Budgetary Basis of Accounting**

While reporting financial position, results of operations, and changes in fund balances/retained earnings on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis as provided by law is based upon accounting for transactions on a basis of cash receipts, disbursements, and encumbrances. The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual - Enterprise Fund Type are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with state statute. The major differences between the budget basis and the GAAP basis are:

- 1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
- 2) Expenditures/expenses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
- 3) Encumbrances are treated as expenditures for all funds (budget) rather than as a reservation of fund balances for governmental fund types and as note disclosure for proprietary fund types (GAAP).
- 4) Proceeds from and principal payment on short-term note obligations are reported on the operating statement (budget) rather than on the balance sheet (GAAP).
- 5) For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget) rather than as balance sheet transactions (GAAP).

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements on a fund type basis:

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

Excess of Revenues and Other Sources  
Over Expenditures and Other Uses  
All Governmental Fund Types

|   | General   | Special<br>Revenue | Debt<br>Service | Capital<br>Projects |
|---|-----------|--------------------|-----------------|---------------------|
| GAAP Basis                              | \$314,129 | \$127,905          | \$22,098        | \$661,129           |
| Net Adjustment for Revenue Accruals     | 31,826    | (60,999)           | (855)           | (14,972)            |
| Net Adjustment for Expenditure Accruals | (39,583)  | 16,640             | 0               | 12,488              |
| Note Proceeds                           | 0         | 0                  | 0               | 2,151,000           |
| Debt Retirement:                        |           |                    |                 |                     |
| Principal                               | 0         |                    | (15,003)        | (1,480,000)         |
| Interest and Fiscal Charges             | 0         |                    | (20,088)        | 5,045               |
| Advances In                             | 180,185   | 0                  | 0               | 59,197              |
| Advances Out                            | (17,900)  | 0                  | 0               | (213,482)           |
| Encumbrances                            | (46,288)  | (114,339)          | 0               | (67,208)            |
| Budget Basis                            | \$422,369 | (\$30,793)         | (\$13,848)      | \$1,113,197         |

Net Loss/Excess of Revenues  
Under Expenses and Operating Transfers and Advances  
All Enterprise Funds

|                                      | Enterprise  |
|--------------------------------------|-------------|
| GAAP Basis                           | (\$127,208) |
| Net Adjustment for Revenue Accruals  | 31,527      |
| Net Adjustment for Expense Accruals  | 276,879     |
| Depreciation                         | 168,898     |
| Capital Outlay                       | (27,628)    |
| Loss on the Disposal of Fixed Assets | 891         |
| Advances In                          | 76,297      |
| Advances Out                         | (84,297)    |
| Debt Retirement:                     |             |
| Principal                            | (159,666)   |
| Interest and Fiscal Charges          | (150,790)   |
| Encumbrances                         | (48,120)    |
| Budget Basis                         | (\$43,217)  |



*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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**Note 6 - Deposits and Investments**

State statutes classify monies held by the City into three categories.

Active deposits are public deposits necessary to meet current demands on the City treasury. Active monies must be maintained either as cash in the City treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Inactive deposits are public deposits that Council has identified as not required for use within the current two year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation (FDIC), by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the Finance Director by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Interim monies may be invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions; and,
6. The State Treasurer's investment pool (STAROhio).

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

The City may also invest any monies not required to be used for a period of six months or more in the following:

1. Bonds of the State of Ohio;
2. Bonds of any municipal corporation, village, county, township, or other political subdivision of this State, as to which there is no default of principal, interest or coupons; and,
3. Obligations of the City.

Investments in stripped principal or interest obligation, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the City, and must be purchased with the expectation that it will be held to maturity.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information on classified deposits and investments by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements".

**Deposits** At year-end, the carrying amount of the City's deposits was (\$11,066) and the bank balance was \$136,724. Of the bank balance, the total amount was covered by federal depository insurance.

**Investments** The City's investments are required to be categorized to give an indication of the level of risk assumed by the City at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the City's name. STAROhio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

|                      | Category 3  | Carrying Amount | Fair Value   |
|----------------------|-------------|-----------------|--------------|
| Repurchase Agreement | \$4,188,579 | \$4,188,579     | \$4,188,579  |
| STAROhio             |             | 5,845,177       | 5,845,177    |
| Total Investments    |             | \$10,033,756    | \$10,033,756 |

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting."

A reconciliation between the classification of cash and cash equivalents and investment on the combined financial statements and the classification of deposits and investments presented above per GASB Statement No. 3 is as follows:

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

|                      | Cash and Cash<br>Equivalents/Deposits | Investments  |
|----------------------|---------------------------------------|--------------|
| GASB Statement No. 9 | \$10,022,690                          | \$0          |
| Investments:         |                                       |              |
| Repurchase Agreement | (4,188,579)                           | 4,188,579    |
| STAROhio             | (5,845,177)                           | 5,845,177    |
| GASB Statement No. 3 | (\$11,066)                            | \$10,033,756 |

**Note 7 - Property Taxes**

Property taxes include amounts levied against all real, public utility and tangible personal property located in the City. Property tax revenue received during 2000 for real and public utility property taxes represents collections of 1999 taxes. Property tax payments received during 2000 for tangible personal property (other than public utility property) is for 2000 taxes.

2000 real property taxes are levied after October 1, 2000 on the assessed value as of January 1, 2000, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2000 real property taxes are collected in and intended to finance 2001.

Public utility real and tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2000 public utility property taxes become a lien December 31, 1999, are levied after October 1, 2000, and are collected in 2001 with real property taxes.

2000 tangible personal property taxes are levied after October 1, 1999, on the value as of December 31, 1999. Collections are made in 2000. Tangible personal property assessments are 25 percent of true value.

The full tax rate for all City operations for the year ended December 31, 2000 was \$10.45 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2000 property tax receipts were based are as follows:

|   |                      |
|---|----------------------|
| Real Property:                          |                      |
| Residential/Agricultural/Public Utility | \$243,429,610        |
| Tangible Personal Property:             |                      |
| Personal                                | 14,965,300           |
| Public Utilities                        | 18,578,450           |
| <i>Total Tangible Personal Property</i> | <i>33,543,750</i>    |
| <i>Total Assessed Value</i>             | <i>\$276,973,360</i> |

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits later payment dates to be established.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable at September 20.

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

The Lorain County Treasurer collects property taxes on behalf of all taxing districts in the County including the City of Avon. The County Auditor periodically remits to the City its portion of the taxes. Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of December 31, 2000. Although total property tax collections for the next year are measurable, amounts are to be received during the available period are not subject to reasonable estimation at December 31, nor are they intended to finance 2000 operations. The receivable is offset by deferred revenue.

**Note 8 - Receivables**

Receivables at December 31, 2000 consisted of taxes, accounts (billings for user charged services), intergovernmental receivables, special assessments and interest on investments. All receivables are considered fully collectible.

A summary of the principal items of intergovernmental receivables follows:

|   | Amount    |
|---|-----------|
| General Fund:                                     |           |
| Undivided Local Government                        | \$20,498  |
| Avon Lake Municipal Court                         | 1,891     |
| Undivided Local Govt Revenue Assistance           | 2,341     |
| Liquor License Permit                             | 1,276     |
| <i>Total General Fund</i>                         | 26,006    |
| Special Revenue Funds:                            |           |
| Street Construction, Maintenance and Repair Fund: |           |
| Gasoline Tax                                      | 17,788    |
| Motor Vehicle License Tax                         | 5,180     |
| Total   | 22,968    |
| State Highway Fund:                               |           |
| Gasoline Tax                                      | 1,442     |
| Motor Vehicle License Tax                         | 420       |
| Total   | 1,862     |
| Permissive Tax Fund:                              |           |
| Permissive Tax                                    | 4,252     |
| Enforcement and Education Fund:                   |           |
| Avon Lake Municipal Court                         | 51        |
| Park Development Fund:                            |           |
| Nature Works Grant                                | 67,177    |
| <i>Total Special Revenue Funds</i>                | 96,310    |
| Capital Projects Fund:                            |           |
| Route 83 Traffic Light Fund:                      |           |
| Grant Reimbursement                               | 118,326   |
| <i>Total</i>                                      | \$240,642 |

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

**Note 9 - Municipal Income Tax**

The City levies a municipal income tax of one percent on all salaries, wages, commissions and other compensation, and net profits earned within the City as well as incomes of residents earned outside of the City. In the latter case the City allows a credit of 100 percent of the tax paid to another municipality to a maximum of the total amount assessed.

Employers within the City are required to withhold income tax on employee compensation and remit the tax to the City either monthly or quarterly. Corporations and other individual taxpayers are required to pay their estimated tax quarterly and file a declaration annually. Income tax proceeds are received by the general fund.

**Note 10 - Fixed Assets**

A summary of changes in general fixed assets during 2000 follows:

|                            | Balance<br>1/1/00  | Additions        | Deletions          | Balance<br>12/31/00 |
|----------------------------|--------------------|------------------|--------------------|---------------------|
| Land                       | \$1,508,773        | \$0              | \$0                | \$1,508,773         |
| Buildings and Improvements | 2,171,631          | 27,136           | 0                  | 2,198,767           |
| Machinery and Equipment    | 2,849,611          | 194,415          | (126,164)          | 2,917,862           |
| Total                      | <u>\$6,530,015</u> | <u>\$221,551</u> | <u>(\$126,164)</u> | <u>\$6,625,402</u>  |

A summary of the enterprise funds fixed assets at December 31, 2000, follows:

|                                |                     |
|--------------------------------|---------------------|
| Land                           | \$98,628            |
| Infrastructure                 | 24,937,777          |
| Buildings and Improvements     | 1,305,907           |
| Machinery and Equipment        | 381,630             |
| Facilities                     | 411,195             |
| Total                          | <u>27,135,137</u>   |
| Less: Accumulated Depreciation | <u>(5,071,431)</u>  |
| Net Fixed Assets               | <u>\$22,063,706</u> |

**Note 11 - Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During 1998, the City negotiated a three year rate guarantee with Arthur J. Gallagher & Co., Inc. for commercial insurance coverage relating to general liability, property, fire, auto, employee bonds, and public officials' bonds.

The cost of the current coverage was \$50,085. This coverage includes a \$2,000,000 comprehensive combined single limit general liability insurance policy with a \$1,000 deductible, a \$2,000,000 general law enforcement liability insurance policy with a \$1,000 deductible and a \$10,000,000 umbrella coverage policy.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years and there was no significant change in insurance coverage from the prior year.

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
For the Year Ended December 31, 2000

The City pays the Ohio Bureau of Workers' Compensation a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

**Note 12 - Long Term Obligations**

Changes in long-term obligations of the City during the year ended December 31, 2000, were as follows:

|   | Outstanding<br>1/1/00 | Additions | (Reductions)     | Outstanding<br>12/31/00 |
|---|-----------------------|-----------|------------------|-------------------------|
| <b>General Long-term Obligations Account Group:</b> |                       |           |                  |                         |
| <b>General Obligation Bonds</b>                     |                       |           |                  |                         |
| Sanitary Water Construction                         |                       |           |                  |                         |
| 1992 \$160,000 6.55%                                | \$123,200             | \$0       | (\$6,400)        | \$116,800               |
| Moore Road/Formanek Drive                           |                       |           |                  |                         |
| 1989 \$12,386 7.13%                                 | 7,778                 | 0         | (576)            | 7,202                   |
| Detroit/Moon, Case/Long Watermain                   |                       |           |                  |                         |
| 1980 \$47,618 9 3/8%                                | 2,324                 | 0         | (2,324)          | 0                       |
| Detroit Road Park                                   |                       |           |                  |                         |
| 1996 \$250,000 5.76%                                | 220,000               | 0         | (10,000)         | 210,000                 |
| Library Improvement                                 |                       |           |                  |                         |
| 1996 \$1,060,000 5.41%                              | 880,000               | 0         | (40,000)         | 840,000                 |
| Northgate Sanitary Sewer                            |                       |           |                  |                         |
| 1996 \$400,000 5.69%                                | 365,000               | 0         | (15,000)         | 350,000                 |
| New City Hall                                       |                       |           |                  |                         |
| 1997 \$895,800 3.9% - 5.5%                          | 841,290               | 0         | (28,134)         | 813,156                 |
| Just Imagine Drive                                  |                       |           |                  |                         |
| 1997 \$655,000 5.13%                                | 615,000               | 0         | (20,000)         | 595,000                 |
| North Branch Sewer - Avins Ditch                    |                       |           |                  |                         |
| 1998 \$370,000 4.6% - 5.2%                          | 86,077                | 0         | (2,391)          | 83,686                  |
| Moore Road Improvement                              |                       |           |                  |                         |
| 1999 \$110,870 5.2%                                 | 110,870               | 0         | (3,394)          | 107,476                 |
| <b>Total General Obligation Bonds</b>               | <b>3,251,539</b>      | <b>0</b>  | <b>(128,219)</b> | <b>3,123,320</b>        |
| <b>Special Assessment Bonds</b>                     |                       |           |                  |                         |
| Detroit/Moon, Case/Long Watermain                   |                       |           |                  |                         |
| 1980 \$259,382 9 3/8%                               | 12,676                | 0         | (12,676)         | 0                       |
| Moore Road/Formanek                                 |                       |           |                  |                         |
| 1989 \$202,614 7.13%                                | 127,222               | 0         | (9,424)          | 117,798                 |
| Route 83/Schneiders Court                           |                       |           |                  |                         |
| 1995 \$520,000 6.23%                                | 460,000               | 0         | (20,000)         | 440,000                 |
| Chester Road Sanitary Sewer                         |                       |           |                  |                         |
| 1997 \$974,600 3.9% - 5.5%                          | 915,295               | 0         | (30,609)         | 884,686                 |
| Moore/Chester Road Waterline West                   |                       |           |                  |                         |
| 1997 \$94,200 3.9% - 5.5%                           | 88,468                | 0         | (2,958)          | 85,510                  |

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
For the Year Ended December 31, 2000

|   |           |              | Outstanding        |                    | (Reductions)         | Outstanding        |
|---|-----------|--------------|--------------------|--------------------|----------------------|--------------------|
|   |           |              | 1/1/00             | Additions          |                      | 12/31/00           |
| 1997  | \$152,200 | 5.5%         | \$142,939          | \$0                | (\$4,780)            | \$138,159          |
| Avon Road Waterline   |           |              |                    |                    |                      |                    |
| 1997  | \$324,200 | 5.5%         | 304,472            | 0                  | (10,182)             | 294,290            |
| Easton Subdivisions   |           |              |                    |                    |                      |                    |
| 1997  | \$39,000  | 5.5%         | 32,535             | 0                  | (3,337)              | 29,198             |
| North Branch Sewer  |           |              |                    |                    |                      |                    |
| 1998  | \$140,000 | 4.6%         | 273,923            | 0                  | (7,609)              | 266,314            |
| Moore Road Improvement  |           |              |                    |                    |                      |                    |
| 1999  | \$869,130 | 5.2%         | 869,130            | 0                  | (26,606)             | 842,524            |
| Mills, Jaycox, Sandy Lane   |           |              |                    |                    |                      |                    |
| 2000  | \$585,000 | 4.5% - 5.75% | 0                  | 585,000            | 0                    | 585,000            |
| <i>Total Special Assessment Bonds</i>                             |           |              | <u>3,226,660</u>   | <u>585,000</u>     | <u>(128,181)</u>     | <u>3,683,479</u>   |
| <b>Ohio Public Works Commission Loans</b>                         |           |              |                    |                    |                      |                    |
| 0% OPWC Loan - \$91,850 - Northgate Sanitary Sewer Rehabilitation |           |              | 32,147             | 0                  | (9,185)              | 22,962             |
| 0% OPWC Loan - \$100,787 - Nagel Road Bridge                      |           |              | 60,471             | 0                  | (10,079)             | 50,392             |
| 0% OPWC Loan - \$149,627 - State Route 83 Sanitary Sewer Project  |           |              | 89,776             | 0                  | (14,963)             | 74,813             |
| <i>Total Ohio Public Works Commission Loans</i>                   |           |              | <u>182,394</u>     | <u>0</u>           | <u>(34,227)</u>      | <u>148,167</u>     |
| Capital Lease   |           |              | 89,547             | 0                  | (47,755)             | 41,792             |
| Intergovernmental Payable   |           |              | 87,535             | 74,616             | (87,535)             | 74,616             |
| Compensated Absences  |           |              | 599,369            | 697,281            | (599,369)            | 697,281            |
| <i>Total General Long-Term Obligations</i>                        |           |              | <u>7,437,044</u>   | <u>1,356,897</u>   | <u>(1,025,286)</u>   | <u>7,768,655</u>   |
| <b>Enterprise Funds:</b>  |           |              |                    |                    |                      |                    |
| <i>Ohio Water Development Loans</i>                               |           |              |                    |                    |                      |                    |
| 1988 OWDA - \$687,406 - Sanitary Sewer Construction               |           |              | 503,488            | 0                  | (23,964)             | 479,524            |
| 1989 OWDA - \$1,536,998 - Sanitary Sewer Addition                 |           |              | 923,835            | 0                  | (60,260)             | 863,575            |
| <i>Total OWDA Loans</i>   |           |              | <u>1,427,323</u>   | <u>0</u>           | <u>(84,224)</u>      | <u>1,343,099</u>   |
| <b>Revenue Bonds</b>  |           |              |                    |                    |                      |                    |
| Water Construction  |           |              |                    |                    |                      |                    |
| 1992  | \$420,000 | 6.55%        | 323,400            | 0                  | (16,800)             | 306,600            |
| Sewer Construction  |           |              |                    |                    |                      |                    |
| 1992  | \$420,000 | 6.55%        | 323,400            | 0                  | (16,800)             | 306,600            |
| <i>Total Revenue Bonds</i>  |           |              | <u>646,800</u>     | <u>0</u>           | <u>(33,600)</u>      | <u>613,200</u>     |
| <i>Total Enterprise Funds</i>                                     |           |              | <u>2,074,123</u>   | <u>0</u>           | <u>(117,824)</u>     | <u>1,956,299</u>   |
| <i>Total All Types</i>  |           |              | <u>\$9,511,167</u> | <u>\$1,356,897</u> | <u>(\$1,143,110)</u> | <u>\$9,724,954</u> |

General obligation bonds and the Northgate and Nagel Road Bridge Ohio Public Works Commission loans will be paid from the general bond retirement debt service fund. The Detroit Road Park general obligation bond will be paid from the park development special revenue fund. Special assessment bonds and the State Route 83 Ohio Public Commission

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
For the Year Ended December 31, 2000

loan will be paid from the proceeds of special assessments levied against benefitted property owners. In the event that a property owner would fail to pay the assessment, payment would be made by the City.

The capital leases are paid from revenues received in the police special revenue fund.

The intergovernmental payable represents contractually required pension contributions paid outside the available period and will be paid from the fund from which the pension is paid.

Compensated absences reported in the "compensated absences payable" account will be paid from the fund from which the employees' salaries are paid.

The OWDA loans and revenue bonds reported in the enterprise funds will be paid from revenues derived by the City from water and sewer user charges.

The water construction revenue bonds include serial and term bonds. The term bonds have annual mandatory sinking fund redemption requirements and there are optional redemption provisions for the serial bonds. The term bonds mature on December 1, 2012 in the amount of \$85,000, at a redemption price equal to 100 percent of the principal plus accrued interest to the redemption date. The serial bonds maturing on or after December 1, 2003 are subject to early redemption, by and at the sole option of the City, either in whole on any date or in part on any interest payment date on or after December 1, 2002, in integral multiples of \$5,000, at the following redemption prices plus accrued interest to the redemption date:

| Redemption Dates<br>(Dates Inclusive) | Redemption<br>Price |
|---------------------------------------|---------------------|
| December 1, 2002 to November 30, 2003 | 102%                |
| December 1, 2003 to November 30, 2004 | 101                 |
| December 1, 2004 and thereafter       | 100                 |

The City's overall legal debt margin was \$23,677,571 and an unvoted debt margin of \$9,828,903 at December 31, 2000. Principal and interest requirements to retire long-term obligations outstanding at December 31, 2000 are as follows:

|                                 | General<br>Obligation<br>Bonds | Special<br>Assessment<br>Bonds | OPWC<br>Loans | OWDA<br>Loans | Revenue<br>Bonds |
|---------------------------------|--------------------------------|--------------------------------|---------------|---------------|------------------|
| 2001                            | \$305,701                      | \$309,643                      | \$34,227      | \$141,206     | \$73,934         |
| 2002                            | 302,520                        | 313,651                        | 34,227        | 141,207       | 76,136           |
| 2003                            | 302,440                        | 312,984                        | 29,633        | 141,207       | 73,829           |
| 2004                            | 297,585                        | 309,516                        | 25,040        | 141,206       | 74,760           |
| 2005                            | 300,831                        | 310,842                        | 25,040        | 141,209       | 76,923           |
| 2006-2010                       | 1,501,960                      | 1,537,331                      | 0             | 706,029       | 380,820          |
| 2011-2015                       | 1,373,187                      | 1,512,638                      | 0             | 322,363       | 152,565          |
| 2016-2019                       | 369,198                        | 815,531                        | 0             | 0             | 0                |
| Total Principal<br>and Interest | 4,753,422                      | 5,422,136                      | 148,167       | 1,734,427     | 908,967          |
| Less: Interest                  | 1,630,102                      | 1,738,657                      | 0             | 391,328       | 295,767          |
| Total Principal<br>Outstanding  | \$3,123,320                    | \$3,683,479                    | \$148,167     | \$1,343,099   | \$613,200        |



**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
For the Year Ended December 31, 2000

During 1994, the City of Avon entered into a contractual agreement with the City of Avon Lake for the construction and future maintenance of a water trunk line that runs through Avon that Avon residents will be able to tap into. The project was financed mainly by general obligation bonds which were issued in 1994 by the City of Avon Lake. All proceeds were received by the City of Avon Lake and the City of Avon Lake is responsible for the debt retirement. The line will be a fixed asset of the City of Avon Lake. Cost overruns have increased Avon's share of the costs. The total amount owed to the City of Avon Lake as of December 31, 2000 is \$1,305,504. This amount has been recorded on Avon's books as a liability in "Intergovernmental Payable". The liability is reported in the water enterprise fund.

A corresponding amount has been recorded as deferred charges in the water enterprise fund. This amount will be amortized over the life of the debt to the City of Avon Lake. In 2000, a payment was made to the City of Avon Lake in the amount of \$56,845; \$15,003 from the special assessment debt service fund and \$41,842 from the enterprise water fund.

Of the amount owed to Avon Lake, \$365,985 will be repaid from special assessments levied against property owners and \$101,211 will be repaid from an Agricultural District Loan from the Ohio Water and Sewer Rotary Commission received in 1995. The loan was an advance for the construction costs of lines on agricultural parcels. If the property owners develop the parcels, the City will assess them for the cost of the lines and repay that portion of the State loan. The City must repay any remaining outstanding loan balance in the year 2005, even if the parcels are still agricultural. Collection of the special assessments began in 1997. Nothing was collected in 2000. The remaining \$63,961 loan is included in the intergovernmental payable liability of the water enterprise fund. The remainder of the amount owed to the City of Avon Lake will be repaid with water fund revenues.

**Note 13 - Note Debt**

The City's note activity for the year, including amounts outstanding, interest rates and the fund types in which the note liability is reported, is as follows:

|                                  | Outstanding<br>12/31/99 | Additions          | Reductions           | Outstanding<br>12/31/00 |
|----------------------------------|-------------------------|--------------------|----------------------|-------------------------|
| <b>Capital Project Funds:</b>    |                         |                    |                      |                         |
| <i>Equipment Fund</i>            |                         |                    |                      |                         |
| Firetruck Acquisition 1999 4.20% | \$90,000                | \$0                | (\$90,000)           | \$0                     |
| <i>Sewer Capital Fund</i>        |                         |                    |                      |                         |
| Various Purpose 1999 3.75%       | 480,000                 | 0                  | (480,000)            | 0                       |
| Various Purpose 2000 5.20%       | 0                       | 1,925,000          | 0                    | 1,925,000               |
| Total Sewer Fund                 | 480,000                 | 1,925,000          | (480,000)            | 1,925,000               |
| <i>Water Capital Fund</i>        |                         |                    |                      |                         |
| Various Purpose 1999 3.75%       | 910,000                 | 0                  | (910,000)            | 0                       |
| Various Purpose 2000 5.20%       | 0                       | 226,000            | 0                    | 226,000                 |
| Total Water Fund                 | 910,000                 | 226,000            | (910,000)            | 226,000                 |
| <b>Total Notes</b>               | <b>\$1,480,000</b>      | <b>\$2,151,000</b> | <b>(\$1,480,000)</b> | <b>\$2,151,000</b>      |

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

All of the notes are backed by the full faith and credit of the City. The note liability is reflected in the fund received the proceeds. The notes are generally issued in anticipation of long-term bond financing and are refinanced until such bonds are issued.

**Note 14 - Capital Leases**

In prior years the City has entered into a lease agreement for the acquisition of console equipment for the police department. The lease obligation meets the criteria of a capital lease as defined by Financial Accounting Standards Board Statement No. 13, "Accounting for Leases," and has been recorded in the general long term obligations account group. The agreement provides for minimum annual rental payments as follows:

|   |          |
|---|----------|
|   | Total    |
| 2001 Minimum Lease Payments             | \$42,825 |
| Less: Amount Representing Interest      | (1,033)  |
| Present Value of Minimum Lease Payments | \$41,792 |

The console equipment has been capitalized in the general fixed assets account group in the amount of \$142,130, the present value of the minimum lease payments at the inception of the lease.

Capital lease payments have been reclassified and are reflected as debt service in the general purpose financial statements for the police special revenue fund. These expenditures are reflected as program/function expenditures on a budgetary basis.

**Note 15 - Interfund Assets and Liabilities**

Interfund balances at December 31, 2000, consist of the following:

|                                     | Receivables | Payables  |
|-------------------------------------|-------------|-----------|
| General Fund                        | \$70,900    | \$0       |
| Debt Service Fund:                  |             |           |
| Special Assessments Bond Retirement | 0           | 63,961    |
| Capital Projects Funds:             |             |           |
| CDBG                                | 0           | 17,900    |
| Sewer Capital                       | 72,500      | 25,000    |
| <i>Total Capital Projects Funds</i> | 72,500      | 42,900    |
| Enterprise Funds:                   |             |           |
| Water                               | 63,961      | 0         |
| Sewer                               | 0           | 100,500   |
| <i>Total Enterprise Funds</i>       | 63,961      | 100,500   |
| <i>Total</i>                        | \$207,361   | \$207,361 |

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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**Note 16 - Employee Benefits - Compensated Absences**

The criteria for determining the vacation and sick leave liabilities are derived from negotiated agreements and City ordinances. Full-time employees earn 10 to 25 vacation days per year, depending upon length of service. Unused vacation balances that can be carried over to the next year varies according to the employees classification. All employees other than police department employees may carry over 80 hours into the following year. Police department employees may carry over 40 hours. In addition, police department employees may carry over unused compensatory time and holidays. Accumulated, unused vacation, compensatory time, and holidays are paid upon termination of employment.

All full-time employees of the City earn sick leave at the rate of one and one-fourth days per month. Sick leave accumulation is unlimited. Upon retirement, payment is made for one-half of total sick leave accumulation for all employees except for the employees who are covered under the AFSCME bargaining agreement, Teamsters bargaining agreement, fire department employees, and appointed administrators. Sick leave payment upon retirement for employees under the AFSCME and Teamsters agreement is limited to 960 hours of total sick leave accumulation. Fire department employees work part-time and do not accumulate sick leave. Appointed administrators do not receive termination sick leave payment unless they retire from the City with a minimum of 10 years of service. For all employees, accumulated sick leave in excess of 90 days may be converted to vacation leave at the rate of one sick leave day for one vacation day to a maximum of five days for a calendar year.

**Note 17 - Defined Benefit Pension Plans**

***A. Public Employee Retirement System***

All City full-time employees, other than police and firemen, participate in the Public Employees Retirement System of Ohio (PERS), a cost-sharing multiple-employer public employee retirement system administered by the Public Employees Retirement Board. PERS provides basic retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. PERS issues a stand-alone financial report which may be obtained by writing to the Public Employees Retirement System, 277 East Town Street, Columbus, Ohio 43215-4642.

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations. For calendar year 2000, PERS instituted a temporary employer rate rollback for state and local governments. The 2000 employer pension contribution rate for the City was 6.54 percent of covered payroll, reduced from 9.35 percent in 1999. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to PERS for the years ended December 31, 2000, 1999 and 1998, were \$119,620, \$146,534, and \$128,031 respectively. The full amount has been contributed for 1999 and 1998. 82.9 percent has been contributed for 2000 with the remainder being reported as a fund liability within the enterprise funds and the general long-term obligations account group.

***B. Ohio Police and Fire Pension Fund***

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple employer public employee retirement system administered by the OP&F's Board of Trustees. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and by Chapter 742 of the Ohio Revised Code. The OP&F issues a publicly

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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available financial report that includes financial information and required supplementary information. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Police are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 12.25 percent for police. For 1999, the City contributions were 12.5 percent for police. Contributions are authorized by State statute. The City's contributions to OP&F for police were \$99,060 for the year ended December 31, 2000, \$84,700 for 1999 and \$78,980 for 1998. The full amount has been contributed for 1999 and 1998 and 75.8 percent has been contributed for 2000 with the remainder being reported as a liability within the general long-term obligations account group.

**Note 18 - Postemployment Benefits**

***A. Public Employees Retirement System***

The Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirees with ten or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. Health care coverage for disability recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of postretirement health care based on authority granted by State statute. The 2000 employer contribution rate was 10.84 percent of covered payroll; 4.30 percent was the portion that was used to fund health care for 2000. For 1999, the contribution rate was 13.55 percent of covered payroll; 4.20 percent was the portion that was used to fund health care.

Benefits are advanced-funded using the entry age normal cost method. Significant actuarial assumptions, based on PERS's latest actuarial review performed as of December 31, 1999, include a rate of return on investments of 7.75 percent, an annual increase in active employee total payroll of 4.75 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between .54 percent and 5.1 percent based on additional annual pay increases. Health care premiums were assumed to increase 4.75 percent annually.

All investments are carried at market. For actuarial valuation purposes, a smoothed market approach is used. Assets are adjusted to reflect 25 percent of unrealized market appreciation or depreciation on investment assets.

The number active contributing participants was 401,339. The City's actual contributions for 2000 which were used to fund postemployment benefits were \$78,650. The actual contribution and the actuarially required contribution amounts are the same. PERS's net assets available for payment of benefits at December 31, 1999, (the latest information available) were \$10,805.5 million. The actuarially accrued liability and the unfunded actuarial accrued liability were \$12,473.6 million and \$1,668.1 million, respectively.

For 2000, PERS elected to return to an actuarially pre-funded type of disclosure because it is a better presentation of PERS's actual funding methodology. Since 1997, disclosures had been based on a pay-as-you-go funding basis.

***B. Ohio Police and Fire Pension Fund***

The Ohio Police and Fire Pension Fund (OP&F) provides postretirement health care coverage to any person who receives or is eligible to receive a monthly benefit check or is a spouse or eligible dependent child of such person. An

*City of Avon, Ohio*  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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eligible dependent child is any child under the age of 18 whether or not the child is attending school or under the age of 22 if attending school full-time or on a 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund's board of trustees to provide health care coverage and states that health care cost paid from the Ohio Police and Fire Pension Fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll, of which 7.25 percent of covered payroll was applied to the postemployment health care program during 2000. For 1999 the percent used to fund health care was 7 percent. In addition, since July 1, 1992, most retirees have been required to contribute a portion of their health care coverage through a deduction from their monthly benefit payment.

The City's actual contributions for 2000 that were used to fund postemployment benefits were \$58,628 for police. The OP&F's total health care expenses for the year ended December 31, 1999, (the latest information available) were \$95,004,633, which was net of member contributions of \$5,518,098. The number of OP&F participants eligible to receive health care benefits as of December 31, 1999, was 12,467 for police and 9,807 for firefighters.

## **Note 19 - Jointly Governed Organizations**

### ***A. Lorain County General Health District***

The Lorain County General Health District, a jointly governed organization, which provides health services to the citizens within the Health District. The Health District is governed by the Board of Health which represents the area served by the Health District and oversees the operation of the Health District. The Board of Health members are appointed to staggered four year terms. One member is appointed by the City of North Ridgeville, one member is jointly appointed by the Cities of Avon and Sheffield Lake and one member is appointed jointly by the Cities of Amherst and Oberlin. The remaining four members are appointed by the various mayors of villages, chairmen of the township trustees and the County Commissioners. The City contributed \$38,166 during 2000 for the operation of the Health District.

### ***B. Northeast Ohio Public Energy Council***

The City is a member of The Northeast Ohio Public Energy Council (NOPEC). NOPEC is a regional council of governments formed under Chapter 167 of the Ohio Revised Code. NOPEC was formed to serve as a vehicle for communities wishing to proceed jointly with an aggregation program for the purchase of electricity. NOPEC is currently comprised of 92 communities who have been authorized by ballot to purchase electricity on behalf of their citizens. The intent of NOPEC is to provide electricity at the lowest possible rates while at the same time insuring stability in prices by entering into long-term contracts with suppliers to provide electricity to the citizens of its member communities.

NOPEC is governed by a General Assembly made up of one representative from each member community. The representatives from each county then elect one person to serve on the eight-member NOPEC Board of Directors. The Board oversees and manages the operation of the aggregation program. The degree of control exercised by any participating government is limited to its representation in the General Assembly and on the Board. The City of Avon did not contribute to NOPEC during 2000. Financial information can be obtained by contacting Dan DiLiberto, Treasurer, 35150 Lakeshore Boulevard, Eastlake, Ohio 44095.

**City of Avon, Ohio**  
*Notes to The General Purpose Financial Statements*  
For the Year Ended December 31, 2000

**Note 20 - Segment Information for Enterprise Funds**

The City's enterprise funds account for the provision of water and sewer services. The City has one water and one sewer district, each with a separate rate structure. Each district is accounted for in a separate enterprise fund. Key financial information as of and for the year ended December 31, 2000, for each activity is as follows:

|  | Water<br>Fund | Sewer<br>Fund | Total       |
|--|---------------|---------------|-------------|
| Operating Revenues                               | \$1,174,711   | \$1,031,522   | \$2,206,233 |
| Depreciation Expense                             | 127,948       | 40,950        | 168,898     |
| Operating Income                                 | 93,389        | 362,161       | 455,550     |
| Operating Transfers In                           | 0             | 120,333       | 120,333     |
| Operating Transfers Out                          | 0             | (417,964)     | (417,964)   |
| Net Income (Loss)                                | 4,287         | (131,495)     | (127,208)   |
| Current Contributions                            | 1,304,875     | 1,197,413     | 2,502,288   |
| Additions in Property, Plant<br>and Equipment    |               |               |             |
| Additions  | 8,123         | 19,505        | 27,628      |
| Deletions  | (2,538)       | 0             | (2,538)     |
| Net Working Capital                              | 807,065       | 521,288       | 1,328,353   |
| Total Assets                                     | 11,014,380    | 14,418,543    | 25,432,923  |
| Long-Term Liabilities                            | 335,464       | 1,591,300     | 1,926,764   |
| Total Equity                                     | 8,922,746     | 12,542,549    | 21,465,295  |
| Encumbrances Outstanding<br>at December 31, 2000 | 41,198        | 6,922         | 48,120      |

***City of Avon, Ohio***  
*Notes to The General Purpose Financial Statements*  
*For the Year Ended December 31, 2000*

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**Note 21 - Contingencies**

***A. Grants***

The City received financial assistance from federal and state agencies in the form of grants. The disbursements of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the City.

***B. Litigation***

The City is a party to legal proceedings seeking damages. The City management is of the opinion that ultimate disposition of these claims and legal proceedings will not have a material effect, if any, on the financial condition of the City.

**Combining, Individual Fund and  
Account Group Statements and Schedules**

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*General Fund*

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The General Fund accounts for 100 percent of income tax revenue and other resources traditionally associated with the general governmental operations of the City except those required to be accounted for in another fund.



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund  
For the Year Ended December 31, 2000*

|                          | <u>Revised<br/>Budget</u> | <u>Actual</u>    | Variance<br>Favorable<br>(Unfavorable) |
|--------------------------|---------------------------|------------------|--|
| <b>Revenues</b>          |                           |                  |  |
| Municipal Income Tax     | \$2,311,259               | \$2,311,259      | \$0                                    |
| Property and Other Taxes | 507,613                   | 507,613          | 0                                      |
| Charges for Services     | 195,669                   | 204,146          | 8,477                                  |
| Licenses and Permits     | 888,398                   | 885,431          | (2,967)                                |
| Fines and Forfeitures    | 185,500                   | 160,142          | (25,358)                               |
| Intergovernmental        | 552,212                   | 560,229          | 8,017                                  |
| Interest                 | 321,104                   | 336,425          | 15,321                                 |
| Other                    | 54,487                    | 75,069           | 20,582                                 |
| <i>Total Revenues</i>    | <u>5,016,242</u>          | <u>5,040,314</u> | <u>24,072</u>                          |
| <b>Expenditures</b>      |                           |                  |  |
| Current:                 |                           |                  |  |
| General Government:      |                           |                  |  |
| Mayor:                   |                           |                  |  |
| Personal Services        | 139,262                   | 132,633          | 6,629                                  |
| Materials and Supplies   | 6,664                     | 1,185            | 5,479                                  |
| Contractual Services     | 86,465                    | 76,548           | 9,917                                  |
| Capital Outlay           | 13,200                    | 5,700            | 7,500                                  |
| Total Mayor              | <u>245,591</u>            | <u>216,066</u>   | <u>29,525</u>                          |
| Finance:                 |                           |                  |  |
| Personal Services        | 131,500                   | 117,389          | 14,111                                 |
| Materials and Supplies   | 2,877                     | 1,545            | 1,332                                  |
| Contractual Services     | 35,871                    | 31,282           | 4,589                                  |
| Capital Outlay           | 3,001                     | 3,001            | 0                                      |
| Total Finance            | <u>173,249</u>            | <u>153,217</u>   | <u>20,032</u>                          |
| Treasurer:               |                           |                  |  |
| Personal Services        | 11,600                    | 11,396           | 204                                    |
| Materials and Supplies   | 600                       | 22               | 578                                    |
| Contractual Services     | 550                       | 150              | 400                                    |
| Total Treasurer          | <u>12,750</u>             | <u>11,568</u>    | <u>1,182</u>                           |
| Law Director:            |                           |                  |  |
| Personal Services        | 90,185                    | 88,303           | 1,882                                  |
| Materials and Supplies   | 1,100                     | 538              | 562                                    |
| Contractual Services     | 92,875                    | 78,550           | 14,325                                 |
| Total Law Director       | <u>\$184,160</u>          | <u>\$167,391</u> | <u>\$16,769</u>                        |

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (continued)*  
For the Year Ended December 31, 2000

|                             | Revised<br>Budget  | Actual             | Variance<br>Favorable<br>(Unfavorable) |
|-----------------------------|--------------------|--------------------|--|
| Council:                    |                    |                    |  |
| Personal Services           | \$104,850          | \$95,620           | \$9,230                                |
| Materials and Supplies      | 5,827              | 5,213              | 614                                    |
| Contractual Services        | 26,818             | 21,472             | 5,346                                  |
| Total Council               | <u>137,495</u>     | <u>122,305</u>     | <u>15,190</u>                          |
| City Hall:                  |                    |                    |  |
| Personal Services           | 22,585             | 17,744             | 4,841                                  |
| Materials and Supplies      | 11,926             | 11,153             | 773                                    |
| Contractual Services        | 86,937             | 78,685             | 8,252                                  |
| Capital Outlay              | 5,500              | 5,435              | 65                                     |
| Other                       | 100                | 0                  | 100                                    |
| Total City Hall             | <u>127,048</u>     | <u>113,017</u>     | <u>14,031</u>                          |
| Civil Service:              |                    |                    |  |
| Personal Services           | 400                | 82                 | 318                                    |
| Materials and Supplies      | 53                 | 0                  | 53                                     |
| Contractual Services        | 9,547              | 4,187              | 5,360                                  |
| Total Civil Service         | <u>10,000</u>      | <u>4,269</u>       | <u>5,731</u>                           |
| Records Commission:         |                    |                    |  |
| Materials and Supplies      | 1,000              | 0                  | 1,000                                  |
| Contractual Services        | 5,800              | 0                  | 5,800                                  |
| Total Records Commission    | <u>6,800</u>       | <u>0</u>           | <u>6,800</u>                           |
| Statutory Accounts:         |                    |                    |  |
| Personal Services           | 10,000             | 10,000             | 0                                      |
| Contractual Services        | 89,800             | 77,332             | 12,468                                 |
| Total Statutory Accounts    | <u>99,800</u>      | <u>87,332</u>      | <u>12,468</u>                          |
| Engineer:                   |                    |                    |  |
| Contractual Services        | 120,000            | 114,593            | 5,407                                  |
| Grant Coordinator:          |                    |                    |  |
| Contractual Services        | 10,000             | 0                  | 10,000                                 |
| Income Tax Department:      |                    |                    |  |
| Personal Services           | 28,670             | 28,008             | 662                                    |
| Contractual Services        | 79,150             | 73,279             | 5,871                                  |
| Total Income Tax Department | <u>107,820</u>     | <u>101,287</u>     | <u>6,533</u>                           |
| Total General Government    | <u>\$1,234,713</u> | <u>\$1,091,045</u> | <u>\$143,668</u><br>(continued)        |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (continued)  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget  | Actual             | Variance<br>Favorable<br>(Unfavorable) |
|--|--------------------|--------------------|--|
| Security Of Persons and Property:      |                    |                    |  |
| Fire Department:                       |                    |                    |  |
| Personal Services                      | \$152,092          | \$144,702          | \$7,390                                |
| Materials and Supplies                 | 26,269             | 23,301             | 2,968                                  |
| Contractual Services                   | 64,439             | 61,500             | 2,939                                  |
| Capital Outlay                         | 15,000             | 15,000             | 0                                      |
| Other                                  | 400                | 230                | 170                                    |
| Total Fire Department                  | <u>258,200</u>     | <u>244,733</u>     | <u>13,467</u>                          |
| Emergency Rescue:                      |                    |                    |  |
| Personal Services                      | 144,708            | 143,096            | 1,612                                  |
| Contractual Service                    | 6,510              | 4,720              | 1,790                                  |
| Total Emergency Rescue                 | <u>151,218</u>     | <u>147,816</u>     | <u>3,402</u>                           |
| Total Security of Persons and Property | <u>409,418</u>     | <u>392,549</u>     | <u>16,869</u>                          |
| Community Environment:                 |                    |                    |  |
| Planning Commission:                   |                    |                    |  |
| Personal Services                      | 61,065             | 58,384             | 2,681                                  |
| Materials and Supplies                 | 1,069              | 272                | 797                                    |
| Contractual Services                   | 53,150             | 48,521             | 4,629                                  |
| Other                                  | 2,000              | 1,765              | 235                                    |
| Total Planning Commission              | <u>117,284</u>     | <u>108,942</u>     | <u>8,342</u>                           |
| Building Inspector:                    |                    |                    |  |
| Personal Services                      | 422,895            | 381,576            | 41,319                                 |
| Materials and Supplies                 | 20,292             | 20,048             | 244                                    |
| Contractual Services                   | 120,185            | 116,396            | 3,789                                  |
| Capital Outlay                         | 23,452             | 17,715             | 5,737                                  |
| Other                                  | 1,000              | 370                | 630                                    |
| Total Building Inspector               | <u>587,824</u>     | <u>536,105</u>     | <u>51,719</u>                          |
| Safety Director/Zoning Officer:        |                    |                    |  |
| Personal Services                      | 30,160             | 29,681             | 479                                    |
| Total Community Environment            | <u>735,268</u>     | <u>674,728</u>     | <u>60,540</u>                          |
| Total Expenditures                     | <u>2,379,399</u>   | <u>2,158,322</u>   | <u>221,077</u>                         |
| Excess of Revenues Over Expenditures   | <u>\$2,636,843</u> | <u>\$2,881,992</u> | <u>\$245,149</u>                       |

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Fund (continued)*  
For the Year Ended December 31, 2000

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>             | Variance<br>Favorable<br>(Unfavorable) |
|--|---------------------------|---------------------------|--|
| <b>Other Financing Sources (Uses)</b>  |                           |                           |  |
| Advances In  | \$208,881                 | \$180,185                 | (\$28,696)                             |
| Advances Out   | (17,900)                  | (17,900)                  | 0                                      |
| Operating Transfers In   | 46,294                    | 23,544                    | (22,750)                               |
| Operating Transfers Out  | <u>(2,904,307)</u>        | <u>(2,645,452)</u>        | <u>258,855</u>                         |
| <i>Total (Other Financing Sources (Uses))</i>  | <u>(2,667,032)</u>        | <u>(2,459,623)</u>        | <u>207,409</u>                         |
| <i>Excess of Revenues and Other<br/>Financing Sources Over (Under)<br/>Expenditures and Other Financing Uses</i> | (30,189)                  | 422,369                   | 452,558                                |
| <i>Fund Balance Beginning of Year</i>  | 1,553,922                 | 1,553,922                 | 0                                      |
| Prior Year Encumbrances Appropriated   | <u>52,656</u>             | <u>52,656</u>             | <u>0</u>                               |
| <i>Fund Balance End of Year</i>  | <u><u>\$1,576,389</u></u> | <u><u>\$2,028,947</u></u> | <u><u>\$452,558</u></u>                |

## *Special Revenue Funds*

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Special Revenue Funds are established to account for the proceeds of specific revenue sources (other than for major capital projects) that are restricted by law and administrative action to expenditures for specified purposes.

***Street Construction, Maintenance and Repair Fund*** To account for that portion of the State gasoline tax and motor vehicle registration fees designated for street construction, maintenance and repair of dedicated streets within the City.

***Recycling Fund*** To account for grant proceeds, interest and miscellaneous revenues used to pay costs related to the development of the City recycling program.

***State Highway Fund*** To account for that portion of the State gasoline tax and motor vehicle registration fees designated for maintenance and repair of State highways within the City.

***Permissive Tax Fund*** To account for resources received from City and County permissive license fees. The proceeds are used for street lighting and traffic signals.

***Enforcement and Education Fund*** To account for fines which are used to pay for educating the public on the dangers of driving while under the influence of alcohol and the laws governing the operation of a motor vehicle while under the influence of alcohol.

***Police Fund*** To account for property taxes levied to pay for the cost of operating the City's police department.

***Law Enforcement Fund*** To account for confiscated cash and/or proceeds from the sale of property confiscated during drug related arrests. The proceeds are used for law enforcement.

***Mayor's Court Computer Fund*** To account for fines collected to be used to update court computer systems.

***Park Development Fund*** To account for fees assessed to anyone building within the City limits, proceeds from the sale of property or donations used to provide for the maintenance of City parks.

***Community Center Fund*** To account for donations received for the maintenance of the "Avon-Lion's Community Center."

***Drainage Fund*** To account for drainage fees assessed to anyone building within the City limits. The proceeds are used to provide storm sewer maintenance and to correct problems connected with flooding.

***Cemetery Fund*** To account for burial fees used to maintain the cemetery.

***Recreation Fund*** To account for fees received from individuals participating in the recreation programs provided by the City.

***Park Operating Fund*** To account for costs associated with the operations and upkeep of the City parks.

***Police Pension Fund*** To account for property taxes and transfers from the police fund to provide the employer's share of police pension benefits.

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Special Revenue Funds*  
*December 31, 2000*

|   | <u>Street<br/>Construction,<br/>Maintenance<br/>and Repair</u> | <u>Recycling</u>           | <u>State<br/>Highway</u>   |
|---|--|----------------------------|----------------------------|
| <b>Assets</b>                                 |  |                            |                            |
| Equity in Pooled Cash<br>and Cash Equivalents | \$382,809  | \$24,372                   | \$39,066                   |
| Receivables:                                  |  |                            |                            |
| Taxes   | 514,719  | 0                          | 0                          |
| Intergovernmental                             | 22,968   | 0                          | 1,862                      |
| Materials and Supplies Inventory              | 37,421   | 0                          | 0                          |
| Prepaid Items                                 | <u>3,000</u>   | <u>0</u>                   | <u>0</u>                   |
| <i>Total Assets</i>                           | <u><u>\$960,917</u></u>  | <u><u>\$24,372</u></u>     | <u><u>\$40,928</u></u>     |
| <br>  |  |                            |                            |
| <b>Liabilities</b>                            |  |                            |                            |
| Accounts Payable                              | \$31,218   | \$7,920                    | \$6,861                    |
| Accrued Wages                                 | 9,591  | 187                        | 0                          |
| Compensated Absences Payable                  | 606  | 0                          | 0                          |
| Intergovernmental Payable                     | 7,203  | 0                          | 0                          |
| Deferred Revenue                              | <u>502,384</u>   | <u>0</u>                   | <u>0</u>                   |
| <i>Total Liabilities</i>                      | <u>551,002</u>   | <u>8,107</u>               | <u>6,861</u>               |
| <br>  |  |                            |                            |
| <b>Fund Equity</b>                            |  |                            |                            |
| Fund Balances:                                |  |                            |                            |
| Reserved for Encumbrances                     | 38,032   | 837                        | 8,240                      |
| Reserved for Inventory                        | 37,421   | 0                          | 0                          |
| Unreserved, Undesignated (Deficit)            | <u>334,462</u>   | <u>15,428</u>              | <u>25,827</u>              |
| <i>Total Fund Equity (Deficit)</i>            | <u>409,915</u>   | <u>16,265</u>              | <u>34,067</u>              |
| <br><i>Total Liabilities and Fund Equity</i>  | <br><u><u>\$960,917</u></u>                                    | <br><u><u>\$24,372</u></u> | <br><u><u>\$40,928</u></u> |

| <u>Permissive<br/>Tax</u> | <u>Enforcement<br/>and Education</u> | <u>Police</u>    | <u>Law<br/>Enforcement</u> | <u>Mayor's Court<br/>Computer</u> |
|---------------------------|--------------------------------------|------------------|----------------------------|-----------------------------------|
| \$11,544                  | \$9,436                              | \$33,706         | \$18,669                   | \$32,361                          |
| 0                         | 0                                    | 293,608          | 0                          | 0                                 |
| 4,252                     | 51                                   | 0                | 0                          | 0                                 |
| 0                         | 0                                    | 7,344            | 0                          | 0                                 |
| 0                         | 0                                    | 6,277            | 0                          | 0                                 |
| <u>\$15,796</u>           | <u>\$9,487</u>                       | <u>\$340,935</u> | <u>\$18,669</u>            | <u>\$32,361</u>                   |
| \$1,859                   | \$764                                | \$10,468         | \$0                        | \$0                               |
| 0                         | 0                                    | 25,329           | 0                          | 0                                 |
| 0                         | 0                                    | 9,570            | 0                          | 0                                 |
| 0                         | 0                                    | 21,060           | 0                          | 0                                 |
| 0                         | 0                                    | 286,572          | 0                          | 0                                 |
| <u>1,859</u>              | <u>764</u>                           | <u>352,999</u>   | <u>0</u>                   | <u>0</u>                          |
| 0                         | 46                                   | 28,954           | 562                        | 0                                 |
| 0                         | 0                                    | 7,344            | 0                          | 0                                 |
| <u>13,937</u>             | <u>8,677</u>                         | <u>(48,362)</u>  | <u>18,107</u>              | <u>32,361</u>                     |
| <u>13,937</u>             | <u>8,723</u>                         | <u>(12,064)</u>  | <u>18,669</u>              | <u>32,361</u>                     |
| <u>\$15,796</u>           | <u>\$9,487</u>                       | <u>\$340,935</u> | <u>\$18,669</u>            | <u>\$32,361</u>                   |

(continued)

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Special Revenue Funds (continued)*  
*December 31, 2000*

|   | <u>Park<br/>Development</u> | <u>Community<br/>Center</u> | <u>Drainage</u>       |
|---|-----------------------------|-----------------------------|-----------------------|
| <b>Assets</b>                                 |                             |                             |                       |
| Equity in Pooled Cash<br>and Cash Equivalents | \$456,412                   | \$4,175                     | \$9,066               |
| Receivables                                   | 0                           | 0                           |                       |
| Taxes   | 0                           | 0                           | 0                     |
| Intergovernmental                             | 67,177                      | 0                           | 0                     |
| Materials and Supplies Inventory              | 0                           | 0                           | 0                     |
| Prepaid Items                                 | 50                          | 0                           | 0                     |
|   | <u>50</u>                   | <u>0</u>                    | <u>0</u>              |
| <i>Total Assets</i>                           | <u><u>\$523,639</u></u>     | <u><u>\$4,175</u></u>       | <u><u>\$9,066</u></u> |
| <br><b>Liabilities</b>                        |                             |                             |                       |
| Accounts Payable                              | \$1,579                     | \$0                         | \$0                   |
| Accrued Wages                                 | 627                         | 135                         | 0                     |
| Compensated Absences Payable                  | 0                           | 0                           | 0                     |
| Intergovernmental Payable                     | 121                         | 0                           | 0                     |
| Deferred Revenue                              | 0                           | 0                           | 0                     |
|   | <u>0</u>                    | <u>0</u>                    | <u>0</u>              |
| <i>Total Liabilities</i>                      | <u>2,327</u>                | <u>135</u>                  | <u>0</u>              |
| <br><b>Fund Equity</b>                        |                             |                             |                       |
| Fund Balances:                                |                             |                             |                       |
| Reserved for Encumbrances                     | 16,225                      | 14                          | 539                   |
| Reserved for Inventory                        | 0                           | 0                           | 0                     |
| Unreserved, Undesignated (Deficit)            | 505,087                     | 4,026                       | 8,527                 |
|   | <u>505,087</u>              | <u>4,026</u>                | <u>8,527</u>          |
| <i>Total Fund Equity (Deficit)</i>            | <u>521,312</u>              | <u>4,040</u>                | <u>9,066</u>          |
| <i>Total Liabilities and Fund Equity</i>      | <u><u>\$523,639</u></u>     | <u><u>\$4,175</u></u>       | <u><u>\$9,066</u></u> |



| <u>Cemetery</u> | <u>Recreation</u> | <u>Park<br/>Operating</u> | <u>Police<br/>Pension</u> | <u>Totals</u>      |
|-----------------|-------------------|---------------------------|---------------------------|--------------------|
| \$2,142         | \$22,592          | \$61,669                  | \$42,544                  | \$1,150,563        |
| 0               | 0                 | 90,077                    | 91,489                    | 989,893            |
| 0               | 0                 | 0                         | 0                         | 96,310             |
| 0               | 0                 | 0                         | 0                         | 44,765             |
| 0               | 0                 | 0                         | 0                         | 9,327              |
| <u>\$2,142</u>  | <u>\$22,592</u>   | <u>\$151,746</u>          | <u>\$134,033</u>          | <u>\$2,290,858</u> |
| \$0             | \$0               | \$0                       | \$0                       | \$60,669           |
| 0               | 304               | 0                         | 0                         | 36,173             |
| 0               | 0                 | 0                         | 0                         | 10,176             |
| 0               | 0                 | 0                         | 0                         | 28,384             |
| 0               | 0                 | 87,918                    | 89,296                    | 966,170            |
| <u>0</u>        | <u>304</u>        | <u>87,918</u>             | <u>89,296</u>             | <u>1,101,572</u>   |
| 0               | 0                 | 5,256                     | 0                         | 98,705             |
| 0               | 0                 | 0                         | 0                         | 44,765             |
| <u>2,142</u>    | <u>22,288</u>     | <u>58,572</u>             | <u>44,737</u>             | <u>1,045,816</u>   |
| <u>2,142</u>    | <u>22,288</u>     | <u>63,828</u>             | <u>44,737</u>             | <u>1,189,286</u>   |
| <u>\$2,142</u>  | <u>\$22,592</u>   | <u>\$151,746</u>          | <u>\$134,033</u>          | <u>\$2,290,858</u> |

**City of Avon, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Special Revenue Funds  
For the Year Ended December 31, 2000*

|  | Street<br>Construction,<br>Maintenance<br>and Repairs | Recycling                   | State<br>Highway            |
|--|---|-----------------------------|-----------------------------|
|  | <u>                    </u>                           | <u>                    </u> | <u>                    </u> |
| <b>Revenues</b>  |   |                             |                             |
| Property and Other Taxes   | \$474,664   | \$0                         | \$0                         |
| Charges for Services   | 0   | 0                           | 0                           |
| Licenses, Permits and Fees   | 0   | 0                           | 0                           |
| Fines and Forfeitures  | 0   | 0                           | 0                           |
| Intergovernmental  | 371,010   | 90,037                      | 25,756                      |
| Interest   | 27,280  | 0                           | 2,152                       |
| Other  | 3,882   | 6,690                       | 0                           |
|  | <u>                    </u>                           | <u>                    </u> | <u>                    </u> |
| <i>Total Revenues</i>  | <u>876,836</u>  | <u>96,727</u>               | <u>27,908</u>               |
| <b>Expenditures</b>  |   |                             |                             |
| Current:   |   |                             |                             |
| Security of Persons and Property   | 0   | 0                           | 0                           |
| Transportation   | 823,729   | 0                           | 17,621                      |
| Community Environment  | 0   | 94,925                      | 0                           |
| Basic Utility Services   | 0   | 0                           | 0                           |
| Leisure Time Activities  | 0   | 0                           | 0                           |
| Debt Service:  |   |                             |                             |
| Principal Retirement   | 0   | 0                           | 0                           |
| Interest and Fiscal Charges  | 0   | 0                           | 0                           |
|  | <u>                    </u>                           | <u>                    </u> | <u>                    </u> |
| <i>Total Expenditures</i>  | <u>823,729</u>  | <u>94,925</u>               | <u>17,621</u>               |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i>  | <u>53,107</u>   | <u>1,802</u>                | <u>10,287</u>               |
| <b>Other Financing Sources (Uses)</b>  |   |                             |                             |
| Operating Transfers In   | 0   | 10,800                      | 0                           |
| Operating Transfers Out  | (140,403)   | 0                           | 0                           |
|  | <u>                    </u>                           | <u>                    </u> | <u>                    </u> |
| <i>Total Other Financing Sources (Uses)</i>  | <u>(140,403)</u>                                      | <u>10,800</u>               | <u>0</u>                    |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures<br/>and Other Financing Uses</i> | (87,296)  | 12,602                      | 10,287                      |
| <i>Fund Balances (Deficit)<br/>Beginning of Year</i>   | 509,237   | 3,663                       | 23,780                      |
| Increase (Decrease) in Reserve for Inventory   | (12,026)  | 0                           | 0                           |
|  | <u>                    </u>                           | <u>                    </u> | <u>                    </u> |
| <i>Fund Balances (Deficit) End of Year</i>   | <u>\$409,915</u>                                      | <u>\$16,265</u>             | <u>\$34,067</u>             |

| <u>Permissive<br/>Tax</u> | <u>Enforcement<br/>and<br/>Education</u> | <u>Police</u>      | <u>Law<br/>Enforcement</u> | <u>Mayor's Court<br/>Computer</u> |
|---------------------------|--|--------------------|----------------------------|-----------------------------------|
| \$0                       | \$0                                      | \$275,479          | \$0                        | \$0                               |
| 0                         | 0  | 0                  | 0                          | 0                                 |
| 0                         | 0  | 0                  | 0                          | 0                                 |
| 0                         | 2,527                                    | 0                  | 809                        | 12,420                            |
| 60,193                    | 1,196                                    | 27,162             | 0                          | 0                                 |
| 368                       | 0  | 2,033              | 0                          | 0                                 |
| 0                         | 0  | 3,828              | 0                          | 0                                 |
| <u>60,561</u>             | <u>3,723</u>                             | <u>308,502</u>     | <u>809</u>                 | <u>12,420</u>                     |
| 0                         | 5,770                                    | 1,388,101          | 4,780                      | 3,533                             |
| 81,863                    | 0  | 0                  | 0                          | 0                                 |
| 0                         | 0  | 0                  | 0                          | 0                                 |
| 0                         | 0  | 0                  | 0                          | 0                                 |
| 0                         | 0  | 0                  | 0                          | 0                                 |
| 0                         | 0  | 47,755             | 0                          | 0                                 |
| 0                         | 0  | 3,634              | 0                          | 0                                 |
| <u>81,863</u>             | <u>5,770</u>                             | <u>1,439,490</u>   | <u>4,780</u>               | <u>3,533</u>                      |
| <u>(21,302)</u>           | <u>(2,047)</u>                           | <u>(1,130,988)</u> | <u>(3,971)</u>             | <u>8,887</u>                      |
| 30,000                    | 0  | 1,130,257          | 0                          | 0                                 |
| 0                         | 0  | 0                  | 0                          | 0                                 |
| <u>30,000</u>             | <u>0</u>                                 | <u>1,130,257</u>   | <u>0</u>                   | <u>0</u>                          |
| 8,698                     | (2,047)                                  | (731)              | (3,971)                    | 8,887                             |
| 5,239                     | 10,770                                   | (13,283)           | 22,640                     | 23,474                            |
| 0                         | 0  | 1,950              | 0                          | 0                                 |
| <u>\$13,937</u>           | <u>\$8,723</u>                           | <u>(\$12,064)</u>  | <u>\$18,669</u>            | <u>\$32,361</u><br>(continued)    |

**City of Avon**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Special Revenue Funds (continued)  
For the Year Ended December 31, 2000*

|  | <u>Park<br/>Development</u> | <u>Community<br/>Center</u> | <u>Drainage</u>       |
|--|-----------------------------|-----------------------------|-----------------------|
| <b>Revenues</b>  |                             |                             |                       |
| Property and Other Taxes   | \$0                         | \$0                         | \$0                   |
| Charges for Services   | 0                           | 2,860                       | 0                     |
| Licenses, Permits and Fees   | 288,602                     | 0                           | 0                     |
| Fines and Forfeitures  | 0                           | 0                           | 0                     |
| Intergovernmental  | 67,177                      | 0                           | 0                     |
| Interest   | 6,948                       | 0                           | 653                   |
| Other  | 2,250                       | 0                           | 0                     |
| <i>Total Revenues</i>  | <u>364,977</u>              | <u>2,860</u>                | <u>653</u>            |
| <b>Expenditures</b>  |                             |                             |                       |
| Current:   |                             |                             |                       |
| Security of Persons and Property   | 0                           | 0                           | 0                     |
| Transportation   | 0                           | 0                           | 0                     |
| Community Environment  | 0                           | 0                           | 0                     |
| Basic Utility Services   | 0                           | 0                           | 54,984                |
| Leisure Time Activities  | 185,523                     | 7,066                       | 0                     |
| Debt Service:  |                             |                             |                       |
| Principal Retirement   | 10,000                      | 0                           | 0                     |
| Interest and Fiscal Charges  | 12,490                      | 0                           | 0                     |
| <i>Total Expenditures</i>  | <u>208,013</u>              | <u>7,066</u>                | <u>54,984</u>         |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i>  | <u>156,964</u>              | <u>(4,206)</u>              | <u>(54,331)</u>       |
| <b>Other Financing Sources (Uses)</b>  |                             |                             |                       |
| Operating Transfers In   | 0                           | 5,000                       | 25,000                |
| Operating Transfers Out  | 0                           | 0                           | 0                     |
| <i>Total Other Financing Sources (Uses)</i>  | <u>0</u>                    | <u>5,000</u>                | <u>25,000</u>         |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures<br/>and Other Financing Uses</i> | 156,964                     | 794                         | (29,331)              |
| <i>Fund Balances (Deficit)<br/>Beginning of Year</i>   | 364,348                     | 3,246                       | 38,397                |
| Increase (Decrease) in Reserve for Inventory   | <u>0</u>                    | <u>0</u>                    | <u>0</u>              |
| <i>Fund Balances (Deficit) End of Year</i>   | <u><u>\$521,312</u></u>     | <u><u>\$4,040</u></u>       | <u><u>\$9,066</u></u> |

| <u>Cemetery</u> | <u>Recreation</u> | <u>Park<br/>Operating</u> | <u>Police<br/>Pension</u> | <u>Totals</u>      |
|-----------------|-------------------|---------------------------|---------------------------|--------------------|
| \$0             | \$0               | \$82,918                  | \$75,515                  | \$908,576          |
| 0               | 16,626            | 1,492                     | 0                         | 20,978             |
| 0               | 0                 | 0                         | 0                         | 288,602            |
| 0               | 0                 | 0                         | 0                         | 15,756             |
| 0               | 0                 | 9,335                     | 8,539                     | 660,405            |
| 0               | 0                 | 0                         | 333                       | 39,767             |
| 0               | 300               | 5,740                     | 0                         | 22,690             |
| <u>0</u>        | <u>16,926</u>     | <u>99,485</u>             | <u>84,387</u>             | <u>1,956,774</u>   |
| 0               | 0                 | 0                         | 153,298                   | 1,555,482          |
| 0               | 0                 | 0                         | 0                         | 923,213            |
| 0               | 0                 | 0                         | 0                         | 94,925             |
| 0               | 0                 | 0                         | 0                         | 54,984             |
| 0               | 31,370            | 98,941                    | 0                         | 322,900            |
| 0               | 0                 | 0                         | 0                         | 57,755             |
| <u>0</u>        | <u>0</u>          | <u>0</u>                  | <u>0</u>                  | <u>16,124</u>      |
| <u>0</u>        | <u>31,370</u>     | <u>98,941</u>             | <u>153,298</u>            | <u>3,025,383</u>   |
| <u>0</u>        | <u>(14,444)</u>   | <u>544</u>                | <u>(68,911)</u>           | <u>(1,068,609)</u> |
| 0               | 18,000            | 22,760                    | 95,100                    | 1,336,917          |
| <u>0</u>        | <u>0</u>          | <u>0</u>                  | <u>0</u>                  | <u>(140,403)</u>   |
| <u>0</u>        | <u>18,000</u>     | <u>22,760</u>             | <u>95,100</u>             | <u>1,196,514</u>   |
| 0               | 3,556             | 23,304                    | 26,189                    | 127,905            |
| 2,142           | 18,732            | 40,524                    | 18,548                    | 1,071,457          |
| <u>0</u>        | <u>0</u>          | <u>0</u>                  | <u>0</u>                  | <u>(10,076)</u>    |
| <u>\$2,142</u>  | <u>\$22,288</u>   | <u>\$63,828</u>           | <u>\$44,737</u>           | <u>\$1,189,286</u> |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Street Construction, Maintenance and Repair Fund  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget | Actual           | Variance<br>Favorable<br>(Unfavorable) |
|---|-------------------|------------------|--|
| <b>Revenues</b>   |                   |                  |  |
| Property and Other Taxes  | \$475,156         | \$475,156        | \$0                                    |
| Intergovernmental   | 363,343           | 374,470          | 11,127                                 |
| Interest  | 24,702            | 27,030           | 2,328                                  |
| Other   | 10,740            | 3,882            | (6,858)                                |
|   | <u>873,941</u>    | <u>880,538</u>   | <u>6,597</u>                           |
| <i>Total Revenues</i>   |                   |                  |  |
| <b>Expenditures</b>   |                   |                  |  |
| Current:  |                   |                  |  |
| Transportation:   |                   |                  |  |
| Street Department:  |                   |                  |  |
| Personal Services   | 490,100           | 467,277          | 22,823                                 |
| Materials and Supplies  | 175,322           | 164,727          | 10,595                                 |
| Contractual Services  | 110,077           | 92,838           | 17,239                                 |
| Capital Outlay  | 119,600           | 116,188          | 3,412                                  |
| Other   | 600               | 365              | 235                                    |
|   | <u>895,699</u>    | <u>841,395</u>   | <u>54,304</u>                          |
| <i>Total Expenditures</i>   |                   |                  |  |
| <i>Excess of Revenues Over (Under) Expenditures</i>   | <u>(21,758)</u>   | <u>39,143</u>    | <u>60,901</u>                          |
| <b>Other Financing Sources (Uses)</b>   |                   |                  |  |
| Operating Transfers In  | 140,403           | 0                | (140,403)                              |
| Operating Transfers - Out   | (140,403)         | (140,403)        | 0                                      |
|   | <u>0</u>          | <u>(140,403)</u> | <u>(140,403)</u>                       |
| <i>Total Other Financing Sources (Uses)</i>   |                   |                  |  |
| <i>Excess of Revenues and Other<br/>Financing Sources Under Expenditures<br/>and Other Financing Uses</i> | (21,758)          | (101,260)        | (79,502)                               |
| <i>Fund Balance Beginning of Year</i>   | 438,569           | 438,569          | 0                                      |
| Prior Year Encumbrances Appropriated  | <u>3,099</u>      | <u>3,099</u>     | <u>0</u>                               |
| <i>Fund Balance End of Year</i>   | <u>\$419,910</u>  | <u>\$340,408</u> | <u>(\$79,502)</u>                      |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Recycling Fund  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget      | Actual                 | Variance<br>Favorable<br>(Unfavorable) |
|---|------------------------|------------------------|--|
| <b>Revenues</b>   |                        |                        |  |
| Intergovernmental   | \$93,037               | \$90,037               | (\$3,000)                              |
| Other   | <u>6,690</u>           | <u>6,690</u>           | <u>0</u>                               |
| <i>Total Revenues</i>   | <u>99,727</u>          | <u>96,727</u>          | <u>(3,000)</u>                         |
| <b>Expenditures</b>   |                        |                        |  |
| Current:  |                        |                        |  |
| Community Environment:  |                        |                        |  |
| Recycling:  |                        |                        |  |
| Personal Services   | 6,000                  | 5,724                  | 276                                    |
| Contractual Services  | 90,037                 | 89,851                 | 186                                    |
| Other   | <u>5,982</u>           | <u>0</u>               | <u>5,982</u>                           |
| <i>Total Expenditures</i>   | <u>102,019</u>         | <u>95,575</u>          | <u>6,444</u>                           |
| <i>Excess of Revenues Over (Under) Expenditures</i>                         | (2,292)                | 1,152                  | 3,444                                  |
| <b>Other Financing Sources</b>  |                        |                        |  |
| Operating Transfers In  | <u>10,800</u>          | <u>10,800</u>          | <u>0</u>                               |
| <i>Excess of Revenues and Other<br/>Financing Sources Over Expenditures</i> | 8,508                  | 11,952                 | 3,444                                  |
| <i>Fund Balance Beginning of Year</i>                                       | <u>3,663</u>           | <u>3,663</u>           | <u>0</u>                               |
| <i>Fund Balance End of Year</i>   | <u><u>\$12,171</u></u> | <u><u>\$15,615</u></u> | <u><u>\$3,444</u></u>                  |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
State Highway Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>                             |                           |                        |   |
| Intergovernmental                           | \$26,037                  | \$26,037               | \$0   |
| Interest                                    | <u>2,029</u>              | <u>2,029</u>           | <u>0</u>  |
| <i>Total Revenues</i>                       | 28,066                    | 28,066                 | 0   |
| <b>Expenditures</b>                         |                           |                        |   |
| Current:                                    |                           |                        |   |
| Transportation:                             |                           |                        |   |
| State Highway:                              |                           |                        |   |
| Contractual Services                        | <u>19,000</u>             | <u>19,000</u>          | <u>0</u>  |
| <i>Excess of Revenues Over Expenditures</i> | 9,066                     | 9,066                  | 0   |
| <i>Fund Balance Beginning of Year</i>       | <u>21,532</u>             | <u>21,532</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>             | <u><u>\$30,598</u></u>    | <u><u>\$30,598</u></u> | <u><u>\$0</u></u>                               |



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Permissive Tax Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>   |                           |                        |   |
| Intergovernmental   | \$59,935                  | \$59,935               | \$0   |
| Interest  | <u>346</u>                | <u>346</u>             | <u>0</u>  |
| <i>Total Revenues</i>   | <u>60,281</u>             | <u>60,281</u>          | <u>0</u>  |
| <b>Expenditures</b>   |                           |                        |   |
| Current:  |                           |                        |   |
| Transportation:   |                           |                        |   |
| Permissive Tax:   |                           |                        |   |
| Materials and Supplies  | 1,305                     | 0                      | 1,305   |
| Contractual Services  | <u>90,127</u>             | <u>90,127</u>          | <u>0</u>  |
| <i>Total Expenditures</i>   | <u>91,432</u>             | <u>90,127</u>          | <u>1,305</u>                                    |
| <i>Excess of Revenues Under Expenditures</i>  | (31,151)                  | (29,846)               | 1,305   |
| <b>Other Financing Sources</b>  |                           |                        |   |
| Operating Transfers In  | <u>30,000</u>             | <u>30,000</u>          | <u>0</u>  |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures</i> | (1,151)                   | 154                    | 1,305   |
| <i>Fund Balance Beginning of Year</i>   | <u>11,333</u>             | <u>11,333</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$10,182</u></u>    | <u><u>\$11,487</u></u> | <u><u>\$1,305</u></u>                           |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Enforcement and Education Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>         | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|-----------------------|---|
| <b>Revenues</b>                              |                           |                       |   |
| Fines and Forfeitures                        | \$3,000                   | \$2,527               | (\$473)   |
| Other  | <u>2,500</u>              | <u>1,280</u>          | <u>(1,220)</u>                                  |
| <i>Total Revenues</i>                        | <u>5,500</u>              | <u>3,807</u>          | <u>(1,693)</u>                                  |
| <b>Expenditures</b>                          |                           |                       |   |
| Current:                                     |                           |                       |   |
| Security of Persons and Property:            |                           |                       |   |
| Enforcement and Education:                   |                           |                       |   |
| Personal Services                            | 700                       | 0                     | 700   |
| Contractual Services                         | 5,300                     | 5,132                 | 168   |
| Other  | <u>1,610</u>              | <u>1,610</u>          | <u>0</u>  |
| <i>Total Expenditures</i>                    | <u>7,610</u>              | <u>6,742</u>          | <u>868</u>                                      |
| <i>Excess of Revenues Under Expenditures</i> | (2,110)                   | (2,935)               | (825)   |
| <i>Fund Balance Beginning of Year</i>        | 10,561                    | 10,561                | 0   |
| Prior Year Encumbrances Appropriated         | <u>1,000</u>              | <u>1,000</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>              | <u><u>\$9,451</u></u>     | <u><u>\$8,626</u></u> | <u><u>(\$825)</u></u>                           |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>     | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|-------------------|---|
| <b>Revenues</b>   |                           |                   |   |
| Property and Other Taxes  | \$275,800                 | \$275,800         | \$0   |
| Intergovernmental   | 27,162                    | 27,162            | 0   |
| Interest  | 4,000                     | 2,173             | (1,827)   |
| Other   | <u>6,005</u>              | <u>3,898</u>      | <u>(2,107)</u>                                  |
| <i>Total Revenues</i>   | <u>312,967</u>            | <u>309,033</u>    | <u>(3,934)</u>                                  |
| <b>Expenditures</b>   |                           |                   |   |
| Current:  |                           |                   |   |
| Security of Persons and Property:   |                           |                   |   |
| Police Department:  |                           |                   |   |
| Personal Services   | 1,230,140                 | 1,221,823         | 8,317   |
| Materials and Supplies  | 103,713                   | 91,010            | 12,703  |
| Contractual Services  | <u>109,476</u>            | <u>106,952</u>    | <u>2,524</u>                                    |
| Total Security of Persons and Property  | <u>1,443,329</u>          | <u>1,419,785</u>  | <u>23,544</u>                                   |
| Debt Service:   |                           |                   |   |
| Principal Retirement  | 47,755                    | 47,755            | 0   |
| Interest and Fiscal Charges   | <u>3,634</u>              | <u>3,634</u>      | <u>0</u>  |
| Total Debt Service  | <u>51,389</u>             | <u>51,389</u>     | <u>0</u>  |
| <i>Total Expenditures</i>   | <u>1,494,718</u>          | <u>1,471,174</u>  | <u>23,544</u>                                   |
| <i>Excess of Revenues Under Expenditures</i>  | (1,181,751)               | (1,162,141)       | 19,610  |
| <b>Other Financing Sources</b>  |                           |                   |   |
| Operating Transfers In  | <u>1,202,567</u>          | <u>1,130,257</u>  | <u>(72,310)</u>                                 |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures</i> | 20,816                    | (31,884)          | (52,700)  |
| <i>Fund Balance Beginning of Year</i>   | 20,108                    | 20,108            | 0   |
| Prior Year Encumbrances Appropriated  | <u>11,777</u>             | <u>11,777</u>     | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$52,701</u></u>    | <u><u>\$1</u></u> | <u><u>(\$52,700)</u></u>                        |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Law Enforcement Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|------------------------|---|
| <b>Revenues</b>                              |                           |                        |   |
| Fines and Forfeitures                        | <u>\$5,503</u>            | <u>\$809</u>           | <u>(\$4,694)</u>                                |
| <b>Expenditures</b>                          |                           |                        |   |
| Current:                                     |                           |                        |   |
| Security of Persons and Property:            |                           |                        |   |
| Law Enforcement:                             |                           |                        |   |
| Materials and Supplies                       | 5,342                     | 5,342                  | 0   |
| Contractual Services                         | 658                       | 0                      | 658   |
| Capital Outlay                               | <u>20,000</u>             | <u>0</u>               | <u>20,000</u>                                   |
| <i>Total Expenditures</i>                    | <u>26,000</u>             | <u>5,342</u>           | <u>20,658</u>                                   |
| <i>Excess of Revenues Under Expenditures</i> | (20,497)                  | (4,533)                | 15,964  |
| <i>Fund Balance Beginning of Year</i>        | <u>22,640</u>             | <u>22,640</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>              | <u><u>\$2,143</u></u>     | <u><u>\$18,107</u></u> | <u><u>\$15,964</u></u>                          |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Mayor's Court Computer Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>                             |                           |                        |   |
| Fines and Forfeitures                       | \$12,420                  | \$12,420               | \$0   |
| <b>Expenditures</b>                         |                           |                        |   |
| Current:                                    |                           |                        |   |
| Security of Persons and Property:           |                           |                        |   |
| Mayor's Court Computer:                     |                           |                        |   |
| Capital Outlay                              | <u>3,750</u>              | <u>3,533</u>           | <u>217</u>                                      |
| <i>Excess of Revenues Over Expenditures</i> | 8,670                     | 8,887                  | 217   |
| <i>Fund Balance Beginning of Year</i>       | <u>23,474</u>             | <u>23,474</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>             | <u><u>\$32,144</u></u>    | <u><u>\$32,361</u></u> | <u><u>\$217</u></u>                             |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Park Development Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>           | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|-------------------------|---|
| <b>Revenues</b>                                     |                           |                         |   |
| Licenses and Permits                                | \$285,000                 | \$288,602               | \$3,602   |
| Intergovernmental                                   | 67,177                    | 0                       | (67,177)  |
| Interest  | 17,000                    | 8,519                   | (8,481)   |
| Other   | <u>14,290</u>             | <u>2,250</u>            | <u>(12,040)</u>                                 |
| <i>Total Revenues</i>                               | <u>383,467</u>            | <u>299,371</u>          | <u>(84,096)</u>                                 |
| <b>Expenditures</b>                                 |                           |                         |   |
| Current:  |                           |                         |   |
| Leisure Time Activity:                              |                           |                         |   |
| Park Development:                                   |                           |                         |   |
| Contractual Services                                | 110,311                   | 72,090                  | 38,221  |
| Capital Outlay                                      | <u>292,932</u>            | <u>130,267</u>          | <u>162,665</u>                                  |
| Total Leisure Time Activity                         | <u>403,243</u>            | <u>202,357</u>          | <u>200,886</u>                                  |
| Debt Service:                                       |                           |                         |   |
| Principal Retirement                                | 10,000                    | 10,000                  | 0   |
| Interest and Fiscal Charges                         | <u>12,490</u>             | <u>12,490</u>           | <u>0</u>  |
| Total Debt Service                                  | <u>22,490</u>             | <u>22,490</u>           | <u>0</u>  |
| <i>Total Expenditures</i>                           | <u>425,733</u>            | <u>224,847</u>          | <u>200,886</u>                                  |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (42,266)                  | 74,524                  | 116,790   |
| <i>Fund Balance Beginning of Year</i>               | <u>365,663</u>            | <u>365,663</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>                     | <u><u>\$323,397</u></u>   | <u><u>\$440,187</u></u> | <u><u>\$116,790</u></u>                         |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Community Center Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>         | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|-----------------------|---|
| <b>Revenues</b>   |                           |                       |   |
| Charges for Services  | <u>\$3,050</u>            | <u>\$2,920</u>        | <u>(\$130)</u>                                  |
| <b>Expenditures</b>   |                           |                       |   |
| Current:  |                           |                       |   |
| Leisure Time Activity:  |                           |                       |   |
| Community Center:   |                           |                       |   |
| Personal Services   | 5,857                     | 5,660                 | 197   |
| Materials and Supplies  | 70                        | 70                    | 0   |
| Contractual Services  | 623                       | 623                   | 0   |
| Other   | <u>700</u>                | <u>700</u>            | <u>0</u>  |
| <i>Total Expenditures</i>   | <u>7,250</u>              | <u>7,053</u>          | <u>197</u>                                      |
| <i>Excess of Revenues Under Expenditures</i>                                | (4,200)                   | (4,133)               | 67  |
| <b>Other Financing Sources</b>  |                           |                       |   |
| Operating Transfers In  | <u>5,000</u>              | <u>5,000</u>          | <u>0</u>  |
| <i>Excess of Revenues and Other Financing<br/>Sources Over Expenditures</i> | 800                       | 867                   | 67  |
| <i>Fund Balance Beginning of Year</i>                                       | <u>3,294</u>              | <u>3,294</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$4,094</u></u>     | <u><u>\$4,161</u></u> | <u><u>\$67</u></u>                              |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Drainage Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>         | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|-----------------------|---|
| <b>Revenues</b>  |                           |                       |   |
| Interest   | \$1,750                   | \$827                 | (\$923)   |
| Other  | <u>5,000</u>              | <u>0</u>              | <u>(5,000)</u>                                  |
| <i>Total Revenues</i>  | <u>6,750</u>              | <u>827</u>            | <u>(5,923)</u>                                  |
| <b>Expenditures</b>  |                           |                       |   |
| Current:   |                           |                       |   |
| Basic Utility Service:   |                           |                       |   |
| Drainage:  |                           |                       |   |
| Materials and Supplies   | 40,000                    | 31,529                | 8,471   |
| Capital Outlay   | <u>25,000</u>             | <u>25,000</u>         | <u>0</u>  |
| <i>Total Expenditures</i>  | <u>65,000</u>             | <u>56,529</u>         | <u>8,471</u>                                    |
| <i>Excess of Revenues Under Expenditures</i>                                 | (58,250)                  | (55,702)              | 2,548   |
| <b>Other Financing Sources</b>   |                           |                       |   |
| Operating Transfers In   | <u>25,000</u>             | <u>25,000</u>         | <u>0</u>  |
| <i>Excess of Revenues and Other Financing<br/>Sources Under Expenditures</i> | (33,250)                  | (30,702)              | 2,548   |
| <i>Fund Balance Beginning of Year</i>  | <u>39,229</u>             | <u>39,229</u>         | <u>0</u>  |
| <i>Fund Balance End of Year</i>  | <u><u>\$5,979</u></u>     | <u><u>\$8,527</u></u> | <u><u>\$2,548</u></u>                           |



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Cemetery Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>         | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|-----------------------|---|
| <b>Revenues</b>                             |                           |                       |   |
| Other                                       | <u>\$600</u>              | <u>\$0</u>            | <u>(\$600)</u>                                  |
| <b>Expenditures</b>                         |                           |                       |   |
| Current:                                    |                           |                       |   |
| General Government:                         |                           |                       |   |
| Cemetery:                                   |                           |                       |   |
| Materials and Supplies                      | 150                       | 0                     | 150   |
| Contractual Services                        | <u>450</u>                | <u>0</u>              | <u>450</u>                                      |
| <i>Total Expenditures</i>                   | <u>600</u>                | <u>0</u>              | <u>600</u>                                      |
| <i>Excess of Revenues Over Expenditures</i> | 0                         | 0                     | 0   |
| <i>Fund Balance Beginning of Year</i>       | <u>2,142</u>              | <u>2,142</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>             | <u><u>\$2,142</u></u>     | <u><u>\$2,142</u></u> | <u><u>\$0</u></u>                               |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Recreation Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>   |                           |                        |   |
| Charges for Services  | \$19,606                  | \$16,626               | (\$2,980)                                       |
| Other   | <u>300</u>                | <u>300</u>             | <u>0</u>  |
| <i>Total Revenues</i>   | <u>19,906</u>             | <u>16,926</u>          | <u>(2,980)</u>                                  |
| <b>Expenditures</b>   |                           |                        |   |
| Current:  |                           |                        |   |
| Leisure Time Activity:  |                           |                        |   |
| Recreation Department:  |                           |                        |   |
| Personal Services   | 18,270                    | 16,727                 | 1,543   |
| Materials and Supplies  | 11,272                    | 6,003                  | 5,269   |
| Contractual Services  | 1,778                     | 869                    | 909   |
| Other   | <u>150</u>                | <u>75</u>              | <u>75</u>                                       |
| Total Recreation Department   | <u>31,470</u>             | <u>23,674</u>          | <u>7,796</u>                                    |
| Adult Volleyball:   |                           |                        |   |
| Materials and Supplies  | <u>5,800</u>              | <u>5,710</u>           | <u>90</u>                                       |
| Mens Basketball:  |                           |                        |   |
| Materials and Supplies  | <u>2,200</u>              | <u>2,192</u>           | <u>8</u>  |
| Small Fry Basketball:   |                           |                        |   |
| Materials and Supplies  | <u>3,414</u>              | <u>2,878</u>           | <u>536</u>                                      |
| <i>Total Expenditures</i>   | <u>42,884</u>             | <u>34,454</u>          | <u>8,430</u>                                    |
| <i>Excess of Revenues Under Expenditures</i>  | (22,978)                  | (17,528)               | 5,450   |
| <b>Other Financing Sources</b>  |                           |                        |   |
| Operating Transfers In  | <u>18,000</u>             | <u>18,000</u>          | <u>0</u>  |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures</i> | (4,978)                   | 472                    | 5,450   |
| <i>Fund Balance Beginning of Year</i>   | 20,320                    | 20,320                 | 0   |
| Prior Year Encumbrances Appropriated  | <u>1,800</u>              | <u>1,800</u>           | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$17,142</u></u>    | <u><u>\$22,592</u></u> | <u><u>\$5,450</u></u>                           |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Park Operating Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>   |                           |                        |   |
| Property and Other Taxes  | \$83,153                  | \$83,153               | \$0   |
| Charges for Services  | 854                       | 1,492                  | 638   |
| Intergovernmental   | 9,335                     | 9,335                  | 0   |
| Other   | <u>5,740</u>              | <u>5,740</u>           | <u>0</u>  |
| <i>Total Revenues</i>   | <u>99,082</u>             | <u>99,720</u>          | <u>638</u>                                      |
| <b>Expenditures</b>   |                           |                        |   |
| Current:  |                           |                        |   |
| Leisure Time Activity:  |                           |                        |   |
| Park Operating:   |                           |                        |   |
| Personal Services   | 62,034                    | 55,011                 | 7,023   |
| Materials and Supplies  | 12,579                    | 8,629                  | 3,950   |
| Contractual Services  | 43,542                    | 25,623                 | 17,919  |
| Capital Outlay  | 24,125                    | 24,125                 | 0   |
| Other   | <u>6,400</u>              | <u>625</u>             | <u>5,775</u>                                    |
| <i>Total Expenditures</i>   | <u>148,680</u>            | <u>114,013</u>         | <u>34,667</u>                                   |
| <i>Excess of Revenues Under Expenditures</i>  | (49,598)                  | (14,293)               | 35,305  |
| <b>Other Financing Sources</b>  |                           |                        |   |
| Operating Transfers In  | <u>22,760</u>             | <u>22,760</u>          | <u>0</u>  |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures</i> | (26,838)                  | 8,467                  | 35,305  |
| <i>Fund Balance Beginning of Year</i>   | 32,813                    | 32,813                 | 0   |
| Prior Year Encumbrances Appropriated  | <u>15,133</u>             | <u>15,133</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$21,108</u></u>    | <u><u>\$56,413</u></u> | <u><u>\$35,305</u></u>                          |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Police Pension Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>   |                           |                        |   |
| Property and Other Taxes  | \$75,388                  | \$75,388               | \$0   |
| Intergovernmental   | 8,539                     | 8,539                  | 0   |
| Interest  | <u>500</u>                | <u>403</u>             | <u>(97)</u>                                     |
| <i>Total Revenues</i>   | <u>84,427</u>             | <u>84,330</u>          | <u>(97)</u>                                     |
| <b>Expenditures</b>   |                           |                        |   |
| Current:  |                           |                        |   |
| Security of Persons and Property:   |                           |                        |   |
| Police Pension:   |                           |                        |   |
| Personal Services   | 169,500                   | 152,132                | 17,368  |
| Contractual Services  | <u>1,200</u>              | <u>1,166</u>           | <u>34</u>                                       |
| <i>Total Expenditures</i>   | <u>170,700</u>            | <u>153,298</u>         | <u>17,402</u>                                   |
| <i>Excess of Revenues Under Expenditures</i>                                | (86,273)                  | (68,968)               | 17,305  |
| <b>Other Financing Sources</b>  |                           |                        |   |
| Operating Transfers In  | <u>95,100</u>             | <u>95,100</u>          | <u>0</u>  |
| <i>Excess of Revenues and Other Financing<br/>Sources Over Expenditures</i> | 8,827                     | 26,132                 | 17,305  |
| <i>Fund Balance Beginning of Year</i>                                       | <u>16,412</u>             | <u>16,412</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$25,239</u></u>    | <u><u>\$42,544</u></u> | <u><u>\$17,305</u></u>                          |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Special Revenue Funds  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>    | Variance<br>Favorable<br>(Unfavorable) |
|---|---------------------------|------------------|--|
| <b>Revenues</b>                                     |                           |                  |  |
| Property and Other Taxes                            | \$909,497                 | \$909,497        | \$0                                    |
| Charges for Services                                | 23,510                    | 21,038           | (2,472)                                |
| Licenses and Permits                                | 285,000                   | 288,602          | 3,602                                  |
| Fines and Forfeitures                               | 20,923                    | 15,756           | (5,167)                                |
| Intergovernmental                                   | 654,565                   | 595,515          | (59,050)                               |
| Interest  | 50,327                    | 41,327           | (9,000)                                |
| Other   | <u>51,865</u>             | <u>24,040</u>    | <u>(27,825)</u>                        |
| <i>Total Revenues</i>                               | <u>1,995,687</u>          | <u>1,895,775</u> | <u>(99,912)</u>                        |
| <b>Expenditures</b>                                 |                           |                  |  |
| Current:  |                           |                  |  |
| General Government:                                 |                           |                  |  |
| Cemetery Fund                                       | <u>600</u>                | <u>0</u>         | <u>600</u>                             |
| Security of Persons and Property:                   |                           |                  |  |
| Enforcement and Education Fund                      | 7,610                     | 6,742            | 868                                    |
| Police Fund   | 1,443,329                 | 1,419,785        | 23,544                                 |
| Law Enforcement Fund                                | 26,000                    | 5,342            | 20,658                                 |
| Mayor's Court Computer Fund                         | 3,750                     | 3,533            | 217                                    |
| Police Pension Fund                                 | <u>170,700</u>            | <u>153,298</u>   | <u>17,402</u>                          |
| Total Security of Persons and Property              | <u>1,651,389</u>          | <u>1,588,700</u> | <u>62,689</u>                          |
| Transportation:                                     |                           |                  |  |
| Street Construction, Maintenance<br>and Repair Fund | 895,699                   | 841,395          | 54,304                                 |
| State Highway Fund                                  | 19,000                    | 19,000           | 0                                      |
| Permissive Tax Fund                                 | <u>91,432</u>             | <u>90,127</u>    | <u>1,305</u>                           |
| Total Transportation                                | <u>1,006,131</u>          | <u>950,522</u>   | <u>55,609</u>                          |
| Community Environment:                              |                           |                  |  |
| Recycling Fund                                      | <u>102,019</u>            | <u>95,575</u>    | <u>6,444</u>                           |
| Basic Utility Services:                             |                           |                  |  |
| Drainage Fund                                       | <u>\$65,000</u>           | <u>\$56,529</u>  | <u>\$8,471</u>                         |

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Special Revenue Funds (continued)  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget       | Actual                    | Variance<br>Favorable<br>(Unfavorable) |
|---|-------------------------|---------------------------|--|
| Leisure Time Activity:  |                         |                           |  |
| Park Development Fund   | \$403,243               | \$202,357                 | \$200,886                              |
| Community Center Fund   | 7,250                   | 7,053                     | 197                                    |
| Recreation Fund   | 42,884                  | 34,454                    | 8,430                                  |
| Park Operating Fund   | <u>148,680</u>          | <u>114,013</u>            | <u>34,667</u>                          |
| Total Leisure Time Activity   | <u>602,057</u>          | <u>357,877</u>            | <u>244,180</u>                         |
| Debt Service:   |                         |                           |  |
| Principal Retirement  | 57,755                  | 57,755                    | 0                                      |
| Interest and Fiscal Charges   | <u>16,124</u>           | <u>16,124</u>             | <u>0</u>                               |
| Total Debt Service  | <u>73,879</u>           | <u>73,879</u>             | <u>0</u>                               |
| <i>Total Expenditures</i>   | <u>3,501,075</u>        | <u>3,123,082</u>          | <u>377,993</u>                         |
| <i>Excess of Revenues Under Expenditures</i>  | <u>(1,505,388)</u>      | <u>(1,227,307)</u>        | <u>278,081</u>                         |
| <b>Other Financing Sources (Uses)</b>   |                         |                           |  |
| Operating Transfers In  | 1,549,630               | 1,336,917                 | (212,713)                              |
| Operating Transfers Out   | <u>(140,403)</u>        | <u>(140,403)</u>          | <u>0</u>                               |
| <i>Total Other Financing Sources (Uses)</i>   | <u>1,409,227</u>        | <u>1,196,514</u>          | <u>(212,713)</u>                       |
| <i>Excess of Revenues and Other Financing<br/>Sources Under Expenditures and<br/>Other Financing Uses</i> | (96,161)                | (30,793)                  | 65,368                                 |
| <i>Fund Balances Beginning of Year</i>  | 1,031,753               | 1,031,753                 | 0                                      |
| Prior Year Encumbrances Appropriated  | <u>32,809</u>           | <u>32,809</u>             | <u>0</u>                               |
| <i>Fund Balances End of Year</i>  | <u><u>\$968,401</u></u> | <u><u>\$1,033,769</u></u> | <u><u>\$65,368</u></u>                 |

## *Debt Service Funds*

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Debt Service Funds are established to account for the accumulation of resources for, and the payment of, general and special assessment long-term debt principal and interest and related costs.

***General Obligation Bond Retirement Fund*** To account for the accumulation of resources to pay principal and interest on general obligation debt.

***Library Bond Retirement Fund*** To account for the accumulation of property taxes to pay principal and interest on the library general obligation debt.

***Special Assessment Bond Retirement Fund*** To account for the accumulation of resources to pay principal and interest on special assessment debt.

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Debt Service Funds*  
*December 31, 2000*

|   | <u>General<br/>Obligation<br/>Bond<br/>Retirement</u> | <u>Library Bond<br/>Retirement</u> | <u>Special<br/>Assessment<br/>Bond<br/>Retirement</u> | <u>Totals</u>             |
|---|---|------------------------------------|---|---------------------------|
| <b>Assets</b>                                 |   |                                    |   |                           |
| Equity in Pooled Cash<br>and Cash Equivalents | \$5,429   | \$5,222                            | \$33,819  | \$44,470                  |
| Receivables:                                  |   |                                    |   |                           |
| Taxes   | 0   | 94,081                             | 0   | 94,081                    |
| Special Assessments                           | <u>0</u>  | <u>0</u>                           | <u>7,963,665</u>                                      | <u>7,963,665</u>          |
| <i>Total Assets</i>                           | <u><u>\$5,429</u></u>                                 | <u><u>\$99,303</u></u>             | <u><u>\$7,997,484</u></u>                             | <u><u>\$8,102,216</u></u> |
| <br><b>Liabilities</b>                        |   |                                    |   |                           |
| Interfund Payable                             | \$0   | \$0                                | \$63,961  | \$63,961                  |
| Deferred Revenue                              | <u>0</u>  | <u>91,826</u>                      | <u>7,928,574</u>                                      | <u>8,020,400</u>          |
| <i>Total Liabilities</i>                      | <u>0</u>  | <u>91,826</u>                      | <u>7,992,535</u>                                      | <u>8,084,361</u>          |
| <br><b>Fund Equity</b>                        |   |                                    |   |                           |
| Fund Balances:                                |   |                                    |   |                           |
| Unreserved, Undesignated                      | <u>5,429</u>  | <u>7,477</u>                       | <u>4,949</u>  | <u>17,855</u>             |
| <i>Total Liabilities and Fund Equity</i>      | <u><u>\$5,429</u></u>                                 | <u><u>\$99,303</u></u>             | <u><u>\$7,997,484</u></u>                             | <u><u>\$8,102,216</u></u> |



**City of Avon, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Debt Service Funds  
For the Year Ended December 31, 2000*

|   | General<br>Obligation<br>Bond<br>Retirement | Library<br>Bond<br>Retirement | Special<br>Assessment<br>Bond<br>Retirement | Totals          |
|---|---|-------------------------------|---|-----------------|
| <b>Revenues</b>   |   |                               |   |                 |
| Property and Other Taxes  | \$0   | \$53,767                      | \$0   | \$53,767        |
| Intergovernmental   | 0   | 5,977                         | 0   | 5,977           |
| Special Assessments   | 0   | 0                             | 345,247                                     | 345,247         |
| Interest  | 0   | 782                           | 0   | 782             |
| <i>Total Revenues</i>   | <u>0</u>                                    | <u>60,526</u>                 | <u>345,247</u>                              | <u>405,773</u>  |
| <b>Expenditures</b>   |   |                               |   |                 |
| Debt Service:   |   |                               |   |                 |
| Principal Retirement  | 97,483                                      | 40,000                        | 143,144                                     | 280,627         |
| Interest and Fiscal Charges   | 120,759                                     | 47,908                        | 194,264                                     | 362,931         |
| <i>Total Expenditures</i>   | <u>218,242</u>                              | <u>87,908</u>                 | <u>337,408</u>                              | <u>643,558</u>  |
| <i>Excess of Revenues Over (Under) Expenditures</i>                                 | (218,242)                                   | (27,382)                      | 7,839                                       | (237,785)       |
| <b>Other Financing Sources</b>  |   |                               |   |                 |
| Operating Transfers In  | 223,063                                     | 0                             | 36,820                                      | 259,883         |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures</i> | 4,821                                       | (27,382)                      | 44,659                                      | 22,098          |
| <i>Fund Balances (Deficit) Beginning of Year</i>                                    | <u>608</u>                                  | <u>34,859</u>                 | <u>(39,710)</u>                             | <u>(4,243)</u>  |
| <i>Fund Balances End of Year</i>  | <u>\$5,429</u>                              | <u>\$7,477</u>                | <u>\$4,949</u>                              | <u>\$17,855</u> |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
General Obligation Bond Retirement Fund  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget     | Actual                | Variance<br>Favorable<br>(Unfavorable) |
|---|-----------------------|-----------------------|--|
|   | <u>\$0</u>            | <u>\$0</u>            | <u>\$0</u>                             |
| <b>Revenues</b>   |                       |                       |  |
| <b>Expenditures</b>   |                       |                       |  |
| Debt Service:   |                       |                       |  |
| Principal Retirement  | 97,483                | 97,483                | 0                                      |
| Interest and Fiscal Charges   | <u>120,759</u>        | <u>120,759</u>        | <u>0</u>                               |
| <i>Total Expenditures</i>   | <u>218,242</u>        | <u>218,242</u>        | <u>0</u>                               |
| <i>Excess of Revenues Under Expenditures</i>                                | (218,242)             | (218,242)             | 0                                      |
| <b>Other Financing Sources</b>  |                       |                       |  |
| Operating Transfers In  | <u>223,263</u>        | <u>223,063</u>        | <u>(200)</u>                           |
| <i>Excess of Revenues and Other<br/>Financing Sources Over Expenditures</i> | 5,021                 | 4,821                 | (200)                                  |
| <i>Fund Balance Beginning of Year</i>                                       | <u>608</u>            | <u>608</u>            | <u>0</u>                               |
| <i>Fund Balance End of Year</i>   | <u><u>\$5,629</u></u> | <u><u>\$5,429</u></u> | <u><u>(\$200)</u></u>                  |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Library Bond Retirement Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>         | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|-----------------------|---|
| <b>Revenues</b>                              |                           |                       |   |
| Property and Other Taxes                     | \$52,772                  | \$52,772              | \$0   |
| Intergovernmental                            | 5,977                     | 5,977                 | 0   |
| Interest                                     | <u>2,500</u>              | <u>922</u>            | <u>(1,578)</u>                                  |
| <i>Total Revenues</i>                        | <u>61,249</u>             | <u>59,671</u>         | <u>(1,578)</u>                                  |
| <b>Expenditures</b>                          |                           |                       |   |
| Debt Service:                                |                           |                       |   |
| Principal Retirement                         | 40,000                    | 40,000                | 0   |
| Interest and Fiscal Charges                  | <u>48,593</u>             | <u>47,908</u>         | <u>685</u>                                      |
| <i>Total Expenditures</i>                    | <u>88,593</u>             | <u>87,908</u>         | <u>685</u>                                      |
| <i>Excess of Revenues Under Expenditures</i> | (27,344)                  | (28,237)              | (893)   |
| <i>Fund Balance Beginning of Year</i>        | <u>33,459</u>             | <u>33,459</u>         | <u>0</u>  |
| <i>Fund Balance End of Year</i>              | <u><u>\$6,115</u></u>     | <u><u>\$5,222</u></u> | <u><u>(\$893)</u></u>                           |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Special Assessment Bond Retirement Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>   |                           |                        |   |
| Special Assessments   | <u>\$351,814</u>          | <u>\$345,247</u>       | <u>(\$6,567)</u>                                |
| <b>Expenditures</b>   |                           |                        |   |
| Debt Service:   |                           |                        |   |
| Principal Retirement  | 158,147                   | 158,147                | 0   |
| Interest and Fiscal Charges   | <u>223,815</u>            | <u>214,352</u>         | <u>9,463</u>                                    |
| <i>Total Expenditures</i>   | <u>381,962</u>            | <u>372,499</u>         | <u>9,463</u>                                    |
| <i>Excess of Revenues Under Expenditures</i>                                | (30,148)                  | (27,252)               | 2,896   |
| <b>Other Financing Sources</b>  |                           |                        |   |
| Operating Transfers In  | <u>36,820</u>             | <u>36,820</u>          | <u>0</u>  |
| <i>Excess of Revenues and Other<br/>Financing Sources Over Expenditures</i> | 6,672                     | 9,568                  | 2,896   |
| <i>Fund Balance Beginning of Year</i>                                       | <u>24,251</u>             | <u>24,251</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$30,923</u></u>    | <u><u>\$33,819</u></u> | <u><u>\$2,896</u></u>                           |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Debt Service Funds  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|------------------------|---|
| <b>Revenues</b>  |                           |                        |   |
| Property and Other Taxes   | \$52,772                  | \$52,772               | \$0   |
| Intergovernmental  | 5,977                     | 5,977                  | 0   |
| Special Assessments  | 351,814                   | 345,247                | (6,567)   |
| Interest   | <u>2,500</u>              | <u>922</u>             | <u>(1,578)</u>                                  |
| <i>Total Revenues</i>  | <u>413,063</u>            | <u>404,918</u>         | <u>(8,145)</u>                                  |
| <b>Expenditures</b>  |                           |                        |   |
| Debt Service:  |                           |                        |   |
| Principal Retirement:  |                           |                        |   |
| General Obligation Bond Retirement Fund                                      | 97,483                    | 97,483                 | 0   |
| Library Bond Fund  | 40,000                    | 40,000                 | 0   |
| Special Assessment Bond Retirement Fund                                      | <u>158,147</u>            | <u>158,147</u>         | <u>0</u>  |
| Total Principal Retirement   | <u>295,630</u>            | <u>295,630</u>         | <u>0</u>  |
| Interest and Fiscal Charges:   |                           |                        |   |
| General Obligation Bond Retirement Fund                                      | 120,759                   | 120,759                | 0   |
| Library Bond Fund  | 48,593                    | 47,908                 | 685   |
| Special Assessment Bond Retirement Fund                                      | <u>223,815</u>            | <u>214,352</u>         | <u>9,463</u>                                    |
| Total Interest and Fiscal Charges  | <u>393,167</u>            | <u>383,019</u>         | <u>10,148</u>                                   |
| <i>Total Expenditures</i>  | <u>688,797</u>            | <u>678,649</u>         | <u>10,148</u>                                   |
| <i>Excess of Revenues Under Expenditures</i>                                 | (275,734)                 | (273,731)              | 2,003   |
| <b>Other Financing Sources</b>   |                           |                        |   |
| Operating Transfers In   | <u>260,083</u>            | <u>259,883</u>         | <u>(200)</u>                                    |
| <i>Excess of Revenues and Other<br/>Financing Sources Under Expenditures</i> | (15,651)                  | (13,848)               | 1,803   |
| <i>Fund Balances Beginning of Year</i>                                       | <u>58,318</u>             | <u>58,318</u>          | <u>0</u>  |
| <i>Fund Balances End of Year</i>   | <u><u>\$42,667</u></u>    | <u><u>\$44,470</u></u> | <u><u>\$1,803</u></u>                           |

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## *Capital Projects Funds*

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Capital Projects Funds are established to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

***Equipment Fund*** To account for monies received from property taxes to purchase equipment for the Police and Fire departments.

***Issue II Fund*** To account for all costs associated with State of Ohio Issue II monies used for infrastructure replacements.

***Storm Water Detention Fund*** To account for monies derived from fees generated by new developments used for maintenance of a water detention system.

***Capital Improvements Fund*** To account for the construction of sidewalks, equipment purchases, and building repairs.

***Safety Facility Construction Fund*** To account for construction projects related to the Police department.

***Routes 611/254 Intersection Improvement Fund*** To account for the cost related to widening the intersection, moving utility services and improving signalization.

***Building Purchase Fund*** To account for the purchase of new office space and buildings.

***Route 83 Ditch Enclosure Fund*** To account for the costs associated with the Route 83 ditch enclosure reconstruction project.

***Route 83/Kinzel Road Intersection Improvement Fund*** To account for the costs associated with widening the intersection and installing a new traffic light.

***Sidewalk Program Fund*** To account for the monies used to construct sidewalks within the City.

***CDBG Fund*** To account costs associated with the various community development block grant projects.

***Water Capital Fund*** To account for the costs associated with constructing and maintaining the water lines throughout the City.

***Sewer Capital Fund*** To account for the costs associated with constructing and maintaining the sewer pipelines throughout the City.

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Capital Projects Funds*  
*December 31, 2000*

|   | Equipment        | Issue II         | Storm<br>Water<br>Detention |
|---|------------------|------------------|-----------------------------|
| <b>Assets</b>                                 |                  |                  |                             |
| Equity in Pooled Cash<br>and Cash Equivalents | \$175,742        | \$130,024        | \$310,131                   |
| Receivables:                                  |                  |                  |                             |
| Taxes   | 216,912          | 0                | 0                           |
| Interfund                                     | 0                | 0                | 0                           |
| Intergovernmental                             | 0                | 0                | 0                           |
| <i>Total Assets</i>                           | <u>\$392,654</u> | <u>\$130,024</u> | <u>\$310,131</u>            |
| <b>Liabilities</b>                            |                  |                  |                             |
| Accounts Payable                              | \$4,450          | \$0              | \$0                         |
| Contracts Payable                             | 0                | 0                | 1,515                       |
| Interfund Payable                             | 0                | 0                | 0                           |
| Deferred Revenue                              | 211,714          | 0                | 0                           |
| Accrued Interest Payable                      | 0                | 0                | 0                           |
| Notes Payable                                 | 0                | 0                | 0                           |
| <i>Total Liabilities</i>                      | 216,164          | 0                | 1,515                       |
| <b>Fund Equity</b>                            |                  |                  |                             |
| Fund Balances:                                |                  |                  |                             |
| Reserved for Encumbrances                     | 41,786           | 0                | 9,140                       |
| Unreserved, Undesignated                      | 134,704          | 130,024          | 299,476                     |
| <i>Total Fund Equity</i>                      | 176,490          | 130,024          | 308,616                     |
| <i>Total Liabilities and Fund Equity</i>      | <u>\$392,654</u> | <u>\$130,024</u> | <u>\$310,131</u>            |



| <u>Capital<br/>Improvements</u> | <u>Safety<br/>Facility<br/>Construction</u> | <u>Routes 611/254<br/>Intersection<br/>Improvement</u> | <u>Route 83<br/>Ditch<br/>Enclosure</u> |
|---------------------------------|---|--|---|
| \$152,837                       | \$21,007                                    | \$158,605  | \$1                                     |
| 0                               | 0   | 0  | 0                                       |
| 0                               | 0   | 0  | 0                                       |
| <u>0</u>                        | <u>0</u>                                    | <u>0</u>   | <u>0</u>                                |
| <u>\$152,837</u>                | <u>\$21,007</u>                             | <u>\$158,605</u>                                       | <u>\$1</u>                              |
| \$0                             | \$615                                       | \$6,920  | \$0                                     |
| 0                               | 0   | 8,084  | 0                                       |
| 0                               | 0   | 0  | 0                                       |
| 0                               | 0   | 0  | 0                                       |
| 0                               | 0   | 0  | 0                                       |
| <u>0</u>                        | <u>0</u>                                    | <u>0</u>   | <u>0</u>                                |
| <u>0</u>                        | <u>615</u>                                  | <u>15,004</u>  | <u>0</u>                                |
| 0                               | 3,023                                       | 1,164  | 0                                       |
| <u>152,837</u>                  | <u>17,369</u>                               | <u>142,437</u>   | <u>1</u>                                |
| <u>152,837</u>                  | <u>20,392</u>                               | <u>143,601</u>   | <u>1</u>                                |
| <u>\$152,837</u>                | <u>\$21,007</u>                             | <u>\$158,605</u>                                       | <u>\$1</u>                              |

(continued)

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Capital Projects Funds (continued)*  
*December 31, 2000*

|   | Route 83/<br>Kinzel Road<br>Intersection<br><u>Improvement</u> | Sidewalk<br>Program<br><u>Program</u> | <u>CDBG</u>            |
|---|--|---------------------------------------|------------------------|
| <b>Assets</b>                                 |  |                                       |                        |
| Equity in Pooled Cash<br>and Cash Equivalents | \$2,216  | \$31,751                              | \$37,900               |
| Receivables:                                  |  |                                       |                        |
| Taxes   | 0  | 0                                     | 0                      |
| Interfund                                     | 0  | 0                                     | 0                      |
| Intergovernmental                             | <u>118,326</u>   | <u>0</u>                              | <u>0</u>               |
| <i>Total Assets</i>                           | <u><u>\$120,542</u></u>  | <u><u>\$31,751</u></u>                | <u><u>\$37,900</u></u> |
| <b>Liabilities</b>                            |  |                                       |                        |
| Accounts Payable                              | \$0  | \$0                                   | \$0                    |
| Contracts Payable                             | 0  | 0                                     | 0                      |
| Interfund Payable                             | 0  | 0                                     | 17,900                 |
| Deferred Revenue                              | 0  | 0                                     | 0                      |
| Accrued Interest Payable                      | 0  | 0                                     | 0                      |
| Notes Payable                                 | <u>0</u>   | <u>0</u>                              | <u>0</u>               |
| <i>Total Liabilities</i>                      | <u>0</u>   | <u>0</u>                              | <u>17,900</u>          |
| <b>Fund Equity</b>                            |  |                                       |                        |
| Fund Balances:                                |  |                                       |                        |
| Reserved for Encumbrances                     | 0  | 0                                     | 0                      |
| Unreserved, Undesignated                      | <u>120,542</u>   | <u>31,751</u>                         | <u>20,000</u>          |
| <i>Total Fund Equity</i>                      | <u>120,542</u>   | <u>31,751</u>                         | <u>20,000</u>          |
| <i>Total Liabilities and Fund Equity</i>      | <u><u>\$120,542</u></u>  | <u><u>\$31,751</u></u>                | <u><u>\$37,900</u></u> |

| <u>Water<br/>Capital</u> | <u>Sewer<br/>Capital</u> | <u>Totals</u>      |
|--------------------------|--------------------------|--------------------|
| \$328,764                | \$2,184,718              | \$3,533,696        |
| 0                        | 0                        | 216,912            |
| 0                        | 72,500                   | 72,500             |
| <u>0</u>                 | <u>0</u>                 | <u>118,326</u>     |
| <u>\$328,764</u>         | <u>\$2,257,218</u>       | <u>\$3,941,434</u> |
| \$0                      | \$0                      | \$11,985           |
| 586                      | 778                      | 10,963             |
| 0                        | 25,000                   | 42,900             |
| 0                        | 0                        | 211,714            |
| 23,875                   | 35,250                   | 59,125             |
| <u>226,000</u>           | <u>1,925,000</u>         | <u>2,151,000</u>   |
| <u>250,461</u>           | <u>1,986,028</u>         | <u>2,487,687</u>   |
| 1,618                    | 9,785                    | 66,516             |
| <u>76,685</u>            | <u>261,405</u>           | <u>1,387,231</u>   |
| <u>78,303</u>            | <u>271,190</u>           | <u>1,453,747</u>   |
| <u>\$328,764</u>         | <u>\$2,257,218</u>       | <u>\$3,941,434</u> |

**City of Avon, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
All Capital Projects Funds  
For the Year Ended December 31, 2000*

|  | <u>Equipment</u>        | <u>Issue II</u>         | <u>Storm<br/>Water<br/>Detention</u> |
|--|-------------------------|-------------------------|--------------------------------------|
| <b>Revenues</b>  |                         |                         |                                      |
| Property and Other Taxes   | \$200,806               | \$0                     | \$0                                  |
| Charges for Services   | 0                       | 0                       | 64,460                               |
| Intergovernmental  | 21,828                  | 0                       | 0                                    |
| Special Assessments  | 0                       | 0                       | 0                                    |
| Interest   | 4,153                   | 2,181                   | 4,837                                |
| Other  | 10,355                  | 0                       | 0                                    |
| <i>Total Revenues</i>  | <u>237,142</u>          | <u>2,181</u>            | <u>69,297</u>                        |
| <b>Expenditures</b>  |                         |                         |                                      |
| Capital Outlay   | 137,830                 | 0                       | 22,796                               |
| Debt Service:  |                         |                         |                                      |
| Interest and Fiscal Charges  | 2,058                   | 0                       | 0                                    |
| <i>Total Expenditures</i>  | <u>139,888</u>          | <u>0</u>                | <u>22,796</u>                        |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i>  | <u>97,254</u>           | <u>2,181</u>            | <u>46,501</u>                        |
| <b>Other Financing Sources (Uses)</b>  |                         |                         |                                      |
| Proceeds of Bonds  | 0                       | 0                       | 0                                    |
| Operating Transfers In   | 0                       | 0                       | 0                                    |
| Operating Transfers Out  | 0                       | 0                       | (25,000)                             |
| <i>Total Other Financing Sources (Uses)</i>  | <u>0</u>                | <u>0</u>                | <u>(25,000)</u>                      |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures<br/>and Other Financing Uses</i> | 97,254                  | 2,181                   | 21,501                               |
| <i>Fund Balances (Deficit) Beginning of Year</i>   | <u>79,236</u>           | <u>127,843</u>          | <u>287,115</u>                       |
| <i>Fund Balances End of Year</i>   | <u><u>\$176,490</u></u> | <u><u>\$130,024</u></u> | <u><u>\$308,616</u></u>              |

| <u>Capital<br/>Improvements</u> | <u>Safety<br/>Facility<br/>Construction</u> | <u>Building<br/>Purchase</u> | <u>Routes 611/254<br/>Intersection<br/>Improvement</u> |
|---------------------------------|---|------------------------------|--|
| \$0                             | \$0   | \$0                          | \$0  |
| 0                               | 0   | 0                            | 0  |
| 0                               | 0   | 0                            | 0  |
| 0                               | 0   | 0                            | 0  |
| 0                               | 0   | 0                            | 0  |
| 0                               | 0   | 0                            | 0  |
| <u>0</u>                        | <u>0</u>                                    | <u>0</u>                     | <u>0</u>   |
| 555,336                         | 25,722                                      | 0                            | 36,399   |
| 0                               | 0   | 0                            | 0  |
| <u>555,336</u>                  | <u>25,722</u>                               | <u>0</u>                     | <u>36,399</u>  |
| <u>(555,336)</u>                | <u>(25,722)</u>                             | <u>0</u>                     | <u>(36,399)</u>  |
| 0                               | 0   | 0                            | 0  |
| 552,312                         | 13,512                                      | 0                            | 180,000  |
| 0                               | 0   | (14,508)                     | 0  |
| <u>552,312</u>                  | <u>13,512</u>                               | <u>(14,508)</u>              | <u>180,000</u>   |
| (3,024)                         | (12,210)                                    | (14,508)                     | 143,601  |
| 155,861                         | 32,602                                      | 14,508                       | 0  |
| <u>\$152,837</u>                | <u>\$20,392</u>                             | <u>\$0</u>                   | <u>\$143,601</u>                                       |

(continued)

**City of Avon, Ohio**  
*Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances*  
*All Capital Projects Funds (continued)*  
*For the Year Ended December 31, 2000*

|  | Route 83<br>Ditch<br>Enclosure | Route 83/<br>Kinzel Road<br>Intersection<br>Improvement | Sidewalk<br>Program    | CDBG                   |
|--|--------------------------------|---|------------------------|------------------------|
| <b>Revenues</b>  |                                |   |                        |                        |
| Property and Other Taxes   | \$0                            | \$0   | \$0                    | \$0                    |
| Charges for Services   | 0                              | 0   | 0                      | 0                      |
| Intergovernmental  | 0                              | 118,326   | 0                      | 0                      |
| Special Assessments  | 0                              | 0   | 0                      | 0                      |
| Interest   | 0                              | 0   | 0                      | 0                      |
| Other  | 0                              | 0   | 6,743                  | 0                      |
| <i>Total Revenues</i>  | <u>0</u>                       | <u>118,326</u>  | <u>6,743</u>           | <u>0</u>               |
| <b>Expenditures</b>  |                                |   |                        |                        |
| Capital Outlay   | 0                              | 163,187   | 3,290                  | 273,500                |
| Debt Service:  |                                |   |                        |                        |
| Interest and Fiscal Charges  | 0                              | 0   | 0                      | 0                      |
| <i>Total Expenditures</i>  | <u>0</u>                       | <u>163,187</u>  | <u>3,290</u>           | <u>273,500</u>         |
| <i>Excess of Revenues Over<br/>(Under) Expenditures</i>  | <u>0</u>                       | <u>(44,861)</u>   | <u>3,453</u>           | <u>(273,500)</u>       |
| <b>Other Financing Sources (Uses)</b>  |                                |   |                        |                        |
| Proceeds of Bonds  | 0                              | 0   | 0                      | 0                      |
| Operating Transfers In   | 0                              | 165,403   | 0                      | 293,500                |
| Operating Transfers Out  | (9,036)                        | 0   | 0                      | 0                      |
| <i>Total Other Financing Sources (Uses)</i>  | <u>(9,036)</u>                 | <u>165,403</u>  | <u>0</u>               | <u>293,500</u>         |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures<br/>and Other Financing Uses</i> | <u>(9,036)</u>                 | <u>120,542</u>  | <u>3,453</u>           | <u>20,000</u>          |
| <i>Fund Balances (Deficit) Beginning of Year</i>   | <u>9,037</u>                   | <u>0</u>  | <u>28,298</u>          | <u>0</u>               |
| <i>Fund Balances End of Year</i>   | <u><u>\$1</u></u>              | <u><u>\$120,542</u></u>                                 | <u><u>\$31,751</u></u> | <u><u>\$20,000</u></u> |

| <u>Water<br/>Capital</u> | <u>Sewer<br/>Capital</u> | <u>Totals</u>      |
|--------------------------|--------------------------|--------------------|
| \$0                      | \$0                      | \$200,806          |
| 95,610                   | 0                        | 160,070            |
| 0                        | 0                        | 140,154            |
| 100,018                  | 13,184                   | 113,202            |
| 25,261                   | 69,522                   | 105,954            |
| <u>0</u>                 | <u>0</u>                 | <u>17,098</u>      |
| <u>220,889</u>           | <u>82,706</u>            | <u>737,284</u>     |
| 237,671                  | 522,590                  | 1,978,321          |
| <u>114,046</u>           | <u>29,872</u>            | <u>145,976</u>     |
| <u>351,717</u>           | <u>552,462</u>           | <u>2,124,297</u>   |
| <u>(130,828)</u>         | <u>(469,756)</u>         | <u>(1,387,013)</u> |
| 490,980                  | 94,020                   | 585,000            |
| 0                        | 343,779                  | 1,548,506          |
| <u>(36,185)</u>          | <u>(635)</u>             | <u>(85,364)</u>    |
| <u>454,795</u>           | <u>437,164</u>           | <u>2,048,142</u>   |
| 323,967                  | (32,592)                 | 661,129            |
| <u>(245,664)</u>         | <u>303,782</u>           | <u>792,618</u>     |
| <u>\$78,303</u>          | <u>\$271,190</u>         | <u>\$1,453,747</u> |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Equipment Fund  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget       | Actual                  | Variance<br>Favorable<br>(Unfavorable) |
|--|-------------------------|-------------------------|--|
| <b>Revenues</b>                              |                         |                         |  |
| Property and Other Taxes                     | \$201,072               | \$201,072               | \$0                                    |
| Intergovernmental                            | 24,206                  | 21,828                  | (2,378)                                |
| Interest                                     | 6,118                   | 4,486                   | (1,632)                                |
| Other  | 10,355                  | 10,355                  | 0                                      |
| <i>Total Revenues</i>                        | <u>241,751</u>          | <u>237,741</u>          | <u>(4,010)</u>                         |
| <b>Expenditures</b>                          |                         |                         |  |
| Capital Outlay:                              |                         |                         |  |
| Equipment:                                   |                         |                         |  |
| Materials and Supplies                       | 500                     | 0                       | 500                                    |
| Contractual Services                         | 54,548                  | 54,506                  | 42                                     |
| Capital Outlay                               | 155,381                 | 131,723                 | 23,658                                 |
| Other  | 2,000                   | 2,000                   | 0                                      |
| Total Equipment                              | <u>212,429</u>          | <u>188,229</u>          | <u>24,200</u>                          |
| Debt Service:                                |                         |                         |  |
| Principal Retirement                         | 90,000                  | 90,000                  | 0                                      |
| Interest and Fiscal Charges                  | 3,770                   | 3,770                   | 0                                      |
| Total Debt Service                           | <u>93,770</u>           | <u>93,770</u>           | <u>0</u>                               |
| <i>Total Expenditures</i>                    | <u>306,199</u>          | <u>281,999</u>          | <u>24,200</u>                          |
| <i>Excess of Revenues Under Expenditures</i> | (64,448)                | (44,258)                | 20,190                                 |
| <i>Fund Balance Beginning of Year</i>        | 170,484                 | 170,484                 | 0                                      |
| Prior Year Encumbrances Appropriated         | <u>2,880</u>            | <u>2,880</u>            | <u>0</u>                               |
| <i>Fund Balance End of Year</i>              | <u><u>\$108,916</u></u> | <u><u>\$129,106</u></u> | <u><u>\$20,190</u></u>                 |



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Issue II Fund  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget | Actual    | Variance<br>Favorable<br>(Unfavorable) |
|---|-------------------|-----------|--|
| <b>Revenues</b>                             |                   |           |  |
| Interest                                    | \$5,000           | \$2,739   | (\$2,261)                              |
| <b>Expenditures</b>                         | 0                 | 0         | 0                                      |
| <i>Excess of Revenues Over Expenditures</i> | 5,000             | 2,739     | (2,261)                                |
| <i>Fund Balance Beginning of Year</i>       | 127,285           | 127,285   | 0                                      |
| <i>Fund Balance End of Year</i>             | \$132,285         | \$130,024 | (\$2,261)                              |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Storm Water Detention Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>           | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|-------------------------|---|
| <b>Revenues</b>  |                           |                         |   |
| Charges for Services   | \$61,971                  | \$64,550                | \$2,579   |
| Interest   | <u>6,059</u>              | <u>6,059</u>            | <u>0</u>  |
| <i>Total Revenues</i>  | <u>68,030</u>             | <u>70,609</u>           | <u>2,579</u>                                    |
| <b>Expenditures</b>  |                           |                         |   |
| Capital Outlay:  |                           |                         |   |
| Storm Water Detention:   |                           |                         |   |
| Materials and Supplies   | 11,000                    | 0                       | 11,000  |
| Contractual Services   | 88,000                    | 25,826                  | 62,174  |
| Other  | <u>3,080</u>              | <u>3,080</u>            | <u>0</u>  |
| <i>Total Expenditures</i>  | <u>102,080</u>            | <u>28,906</u>           | <u>73,174</u>                                   |
| <i>Excess of Revenues Over (Under) Expenditures</i>                              | (34,050)                  | 41,703                  | 75,753  |
| <b>Other Financing Uses</b>  |                           |                         |   |
| Operating Transfers Out  | <u>(25,000)</u>           | <u>(25,000)</u>         | <u>0</u>  |
| <i>Excess of Revenues Over (Under)<br/>Expenditures and Other Financing Uses</i> | (59,050)                  | 16,703                  | 75,753  |
| <i>Fund Balance Beginning of Year</i>  | 280,803                   | 280,803                 | 0   |
| Prior Year Encumbrances Appropriated   | <u>5,000</u>              | <u>5,000</u>            | <u>0</u>  |
| <i>Fund Balance End of Year</i>  | <u><u>\$226,753</u></u>   | <u><u>\$302,506</u></u> | <u><u>\$75,753</u></u>                          |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Capital Improvements Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>           | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|-------------------------|---|
| <b>Revenues</b>  | \$0                       | \$0                     | \$0   |
| <b>Expenditures</b>  |                           |                         |   |
| Capital Outlay:  |                           |                         |   |
| Capital Improvements:  |                           |                         |   |
| Capital Outlay   | <u>726,651</u>            | <u>555,336</u>          | <u>171,315</u>                                  |
| <i>Excess of Revenues Under Expenditures</i>                                 | (726,651)                 | (555,336)               | 171,315   |
| <b>Other Financing Sources</b>   |                           |                         |   |
| Operating Transfers In   | <u>595,858</u>            | <u>552,312</u>          | <u>(43,546)</u>                                 |
| <i>Excess of Revenues and Other<br/>Financing Sources Under Expenditures</i> | (130,793)                 | (3,024)                 | 127,769   |
| <i>Fund Balance Beginning of Year</i>  | 137,383                   | 137,383                 | 0   |
| Prior Year Encumbrances Appropriated   | <u>18,478</u>             | <u>18,478</u>           | <u>0</u>  |
| <i>Fund Balance End of Year</i>  | <u><u>\$25,068</u></u>    | <u><u>\$152,837</u></u> | <u><u>\$127,769</u></u>                         |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Safety Facility Construction Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|------------------------|---|
| <b>Revenues</b>  | \$0                       | \$0                    | \$0   |
| <b>Expenditures</b>  |                           |                        |   |
| Capital Outlay:  |                           |                        |   |
| Safety Facility:   |                           |                        |   |
| Capital Outlay   | <u>47,961</u>             | <u>30,262</u>          | <u>17,699</u>                                   |
| <i>Excess of Revenues Under Expenditures</i>                                 | (47,961)                  | (30,262)               | 17,699  |
| <b>Other Financing Sources</b>   |                           |                        |   |
| Operating Transfers In   | <u>13,512</u>             | <u>13,512</u>          | <u>0</u>  |
| <i>Excess of Revenues and Other<br/>Financing Sources Under Expenditures</i> | (34,449)                  | (16,750)               | 17,699  |
| <i>Fund Balance Beginning of Year</i>  | 28,559                    | 28,559                 | 0   |
| Prior Year Encumbrances Appropriated   | <u>5,890</u>              | <u>5,890</u>           | <u>0</u>  |
| <i>Fund Balance End of Year</i>  | <u><u>\$0</u></u>         | <u><u>\$17,699</u></u> | <u><u>\$17,699</u></u>                          |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Routes 611/254 Intersection Improvement Fund  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget | Actual           | Variance<br>Favorable<br>(Unfavorable) |
|---|-------------------|------------------|--|
| <b>Revenues</b>   | \$0               | \$0              | \$0                                    |
| <b>Expenditures</b>   |                   |                  |  |
| Capital Outlay:   |                   |                  |  |
| Detroit Road Culvert:   |                   |                  |  |
| Capital Outlay  | 180,000           | 21,395           | 158,605                                |
| <i>Excess of Revenues Under Expenditures</i>                                | <i>(180,000)</i>  | <i>(21,395)</i>  | <i>158,605</i>                         |
| <b>Other Financing Sources</b>  |                   |                  |  |
| Proceeds of Notes   | 145,000           | 0                | (145,000)                              |
| Operating Transfers In  | 180,000           | 180,000          | 0                                      |
| <i>Total Other Financing Sources</i>  | <i>325,000</i>    | <i>180,000</i>   | <i>(145,000)</i>                       |
| <i>Excess of Revenues and Other<br/>Financing Sources Over Expenditures</i> | 145,000           | 158,605          | 13,605                                 |
| <i>Fund Balance Beginning of Year</i>                                       | <i>0</i>          | <i>0</i>         | <i>0</i>                               |
| <i>Fund Balance End of Year</i>   | <i>\$145,000</i>  | <i>\$158,605</i> | <i>\$13,605</i>                        |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Building Purchase Fund  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget      | Actual            | Variance<br>Favorable<br>(Unfavorable) |
|--|------------------------|-------------------|--|
| <b>Revenues</b>  | \$0                    | \$0               | \$0                                    |
| <b>Expenditures</b>  | <u>0</u>               | <u>0</u>          | <u>0</u>                               |
| <i>Excess of Revenues Over Expenditures</i>  | 0                      | 0                 | 0                                      |
| <b>Other Financing Sources (Uses)</b>  |                        |                   |  |
| Operating Transfers In   | 30,000                 | 0                 | (30,000)                               |
| Operating Transfers Out  | <u>(14,508)</u>        | <u>(14,508)</u>   | <u>0</u>                               |
| <i>Total Other Financing Sources (Uses)</i>  | <u>15,492</u>          | <u>(14,508)</u>   | <u>(30,000)</u>                        |
| <i>Excess of Revenues and Other Financing<br/>Sources Over (Under) Expenditures and<br/>Other Financing Uses</i> | 15,492                 | (14,508)          | (30,000)                               |
| <i>Fund Balance Beginning of Year</i>  | <u>14,508</u>          | <u>14,508</u>     | <u>0</u>                               |
| <i>Fund Balance End of Year</i>  | <u><u>\$30,000</u></u> | <u><u>\$0</u></u> | <u><u>(\$30,000)</u></u>               |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Route 83 Ditch Enclosure Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>     | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|-------------------|---|
| <b>Revenues</b>   |                           |                   |   |
| Intergovernmental   | \$124,595                 | \$100,885         | (\$23,710)                                      |
| <b>Expenditures</b>   | <u>0</u>                  | <u>0</u>          | <u>0</u>  |
| <i>Excess of Revenues Over Expenditures</i>                               | <u>124,595</u>            | <u>100,885</u>    | <u>(23,710)</u>                                 |
| <b>Other Financing Uses</b>   |                           |                   |   |
| Advances Out  | (124,685)                 | (124,685)         | 0   |
| Operating Transfers Out   | <u>(9,036)</u>            | <u>(9,036)</u>    | <u>0</u>  |
| <i>Total Other Financing Uses</i>   | <u>(133,721)</u>          | <u>(133,721)</u>  | <u>0</u>  |
| <i>Excess of Revenues Under Expenditures<br/>and Other Financing Uses</i> | (9,126)                   | (32,836)          | (23,710)  |
| <i>Fund Balance Beginning of Year</i>                                     | <u>32,837</u>             | <u>32,837</u>     | <u>0</u>  |
| <i>Fund Balance End of Year</i>   | <u><u>\$23,711</u></u>    | <u><u>\$1</u></u> | <u><u>(\$23,710)</u></u>                        |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Route 83/Kinzel Road Intersection Improvement Fund  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget | Actual           | Variance<br>Favorable<br>(Unfavorable) |
|--|-------------------|------------------|--|
| <b>Revenues</b>  |                   |                  |  |
| Intergovernmental  | \$132,000         | \$0              | (\$132,000)                            |
| <b>Expenditures</b>  |                   |                  |  |
| Capital Outlay:  |                   |                  |  |
| Traffic Signal:  |                   |                  |  |
| Capital Outlay   | 178,000           | 163,187          | 14,813                                 |
| <i>Excess of Revenues Under Expenditures</i>   | <i>(46,000)</i>   | <i>(163,187)</i> | <i>(117,187)</i>                       |
| <b>Other Financing Sources (Uses)</b>  |                   |                  |  |
| Operating Transfers In   | 186,403           | 165,403          | (21,000)                               |
| Operating Transfers Out  | (140,403)         | 0                | 140,403                                |
| <i>Total Other Financing Sources (Uses)</i>  | <i>46,000</i>     | <i>165,403</i>   | <i>119,403</i>                         |
| <i>Excess of Revenues and Other<br/>Financing Sources Over Expenditures and<br/>Other Financing Uses</i> | 0                 | 2,216            | 2,216                                  |
| <i>Fund Balance Beginning of Year</i>  | 0                 | 0                | 0                                      |
| <i>Fund Balance End of Year</i>  | <i>\$0</i>        | <i>\$2,216</i>   | <i>\$2,216</i>                         |



**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Sidewalk Program Fund  
For the Year Ended December 31, 2000*

|   | <u>Revised<br/>Budget</u> | <u>Actual</u>          | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|---|---------------------------|------------------------|---|
| <b>Revenues</b>                                     |                           |                        |   |
| Other   | \$6,743                   | \$6,743                | \$0   |
| <b>Expenditures</b>                                 |                           |                        |   |
| Capital Outlay:                                     |                           |                        |   |
| Sidewalk Program:                                   |                           |                        |   |
| Capital Outlay                                      | <u>28,298</u>             | <u>3,290</u>           | <u>25,008</u>                                   |
| <i>Excess of Revenues Over (Under) Expenditures</i> | (21,555)                  | 3,453                  | 25,008  |
| <i>Fund Balance Beginning of Year</i>               | <u>28,298</u>             | <u>28,298</u>          | <u>0</u>  |
| <i>Fund Balance End of Year</i>                     | <u><u>\$6,743</u></u>     | <u><u>\$31,751</u></u> | <u><u>\$25,008</u></u>                          |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
CDBG Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>          | Variance<br>Favorable<br>(Unfavorable) |
|--|---------------------------|------------------------|--|
| <b>Revenues</b>  |                           |                        |  |
| Intergovernmental  | \$17,900                  | \$0                    | (\$17,900)                             |
| <b>Expenditures</b>  |                           |                        |  |
| Capital Outlay:  |                           |                        |  |
| CDBG:  |                           |                        |  |
| Capital Outlay   | <u>311,400</u>            | <u>273,500</u>         | <u>37,900</u>                          |
| <i>Excess of Revenues Under Expenditures</i>   | <u>(293,500)</u>          | <u>(273,500)</u>       | <u>20,000</u>                          |
| <b>Other Financing Sources (Uses)</b>  |                           |                        |  |
| Advances In  | 17,900                    | 17,900                 | 0                                      |
| Advances Out   | (17,900)                  | 0                      | 17,900                                 |
| Operating Transfers In   | <u>293,500</u>            | <u>293,500</u>         | <u>0</u>                               |
| <i>Total Other Financing Sources (Uses)</i>  | <u>293,500</u>            | <u>311,400</u>         | <u>17,900</u>                          |
| <i>Excess of Revenues and Other<br/>Financing Sources Over Expenditures<br/>and Other Financing Uses</i> | 0                         | 37,900                 | 37,900                                 |
| <i>Fund Balance Beginning of Year</i>  | <u>0</u>                  | <u>0</u>               | <u>0</u>                               |
| <i>Fund Balance End of Year</i>  | <u><u>\$0</u></u>         | <u><u>\$37,900</u></u> | <u><u>\$37,900</u></u>                 |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Water Capital Fund  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget       | Actual                  | Variance<br>Favorable<br>(Unfavorable) |
|---|-------------------------|-------------------------|--|
| <b>Revenues</b>   |                         |                         |  |
| Charges for Services  | \$95,610                | \$95,610                | \$0                                    |
| Special Assessments   | 100,018                 | 100,018                 | 0                                      |
| Interest  | 25,829                  | 25,261                  | (568)                                  |
| <i>Total Revenues</i>   | <u>221,457</u>          | <u>220,889</u>          | <u>(568)</u>                           |
| <b>Expenditures</b>   |                         |                         |  |
| Current:  |                         |                         |  |
| Water:  |                         |                         |  |
| Contractual Services  | 12,000                  | 0                       | 12,000                                 |
| Capital Outlay  | 285,640                 | 238,117                 | 47,523                                 |
| Total Water   | <u>297,640</u>          | <u>238,117</u>          | <u>59,523</u>                          |
| Debt Service:   |                         |                         |  |
| Principal Retirement  | 910,000                 | 910,000                 | 0                                      |
| Interest and Fiscal Charges   | 111,632                 | 107,289                 | 4,343                                  |
| Total Debt Service  | <u>1,021,632</u>        | <u>1,017,289</u>        | <u>4,343</u>                           |
| <i>Total Expenditures</i>   | <u>1,319,272</u>        | <u>1,255,406</u>        | <u>63,866</u>                          |
| <i>Excess of Revenues Under Expenditures</i>  | <u>(1,097,815)</u>      | <u>(1,034,517)</u>      | <u>63,298</u>                          |
| <b>Other Financing Sources (Uses)</b>   |                         |                         |  |
| Proceeds of Bonds   | 743,863                 | 490,980                 | (252,883)                              |
| Proceeds of Notes   | 226,000                 | 226,000                 | 0                                      |
| Advances In   | 16,297                  | 16,297                  | 0                                      |
| Advances Out  | (16,297)                | (16,297)                | 0                                      |
| Operating Transfers Out   | (36,185)                | (36,185)                | 0                                      |
| <i>Total Other Financing Sources (Uses)</i>   | <u>933,678</u>          | <u>680,795</u>          | <u>(252,883)</u>                       |
| <i>Excess of Revenues and Other<br/>Financing Sources Under Expenditures<br/>and Other Financing Uses</i> | <u>(164,137)</u>        | <u>(353,722)</u>        | <u>(189,585)</u>                       |
| <i>Fund Balance Beginning of Year</i>   | 651,556                 | 651,556                 | 0                                      |
| Prior Year Encumbrances Appropriated  | <u>29,898</u>           | <u>29,898</u>           | <u>0</u>                               |
| <i>Fund Balance End of Year</i>   | <u><u>\$517,317</u></u> | <u><u>\$327,732</u></u> | <u><u>(\$189,585)</u></u>              |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balance - Budget (Non-GAAP Basis) and Actual  
Sewer Capital Fund  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>             | Variance<br>Favorable<br>(Unfavorable) |
|--|---------------------------|---------------------------|--|
| <b>Revenues</b>  |                           |                           |  |
| Special Assessments  | \$24,067                  | \$13,184                  | (\$10,883)                             |
| Interest   | <u>69,598</u>             | <u>69,522</u>             | <u>(76)</u>                            |
| <i>Total Revenues</i>  | <u>93,665</u>             | <u>82,706</u>             | <u>(10,959)</u>                        |
| <b>Expenditures</b>  |                           |                           |  |
| Current:   |                           |                           |  |
| Sewer:   |                           |                           |  |
| Capital Outlay   | <u>1,824,157</u>          | <u>530,819</u>            | <u>1,293,338</u>                       |
| Debt Service:  |                           |                           |  |
| Principal Retirement   | 480,000                   | 480,000                   | 0                                      |
| Interest and Fiscal Charges  | <u>34,471</u>             | <u>29,872</u>             | <u>4,599</u>                           |
| Total Debt Service   | <u>514,471</u>            | <u>509,872</u>            | <u>4,599</u>                           |
| <i>Total Expenditures</i>  | <u>2,338,628</u>          | <u>1,040,691</u>          | <u>1,297,937</u>                       |
| <i>Excess of Revenues Under Expenditures</i>   | <u>(2,244,963)</u>        | <u>(957,985)</u>          | <u>1,286,978</u>                       |
| <b>Other Financing Sources (Uses)</b>  |                           |                           |  |
| Proceeds of Bonds  | 691,000                   | 94,020                    | (596,980)                              |
| Proceeds of Notes  | 1,981,033                 | 1,925,000                 | (56,033)                               |
| Advances In  | 65,000                    | 25,000                    | (40,000)                               |
| Advances Out   | (108,383)                 | (72,500)                  | 35,883                                 |
| Operating Transfers In   | 393,546                   | 343,779                   | (49,767)                               |
| Operating Transfers Out  | <u>(635)</u>              | <u>(635)</u>              | <u>0</u>                               |
| <i>Total Other Financing Sources (Uses)</i>  | <u>3,021,561</u>          | <u>2,314,664</u>          | <u>(706,897)</u>                       |
| <i>Excess of Revenues and Other<br/>Financing Sources Over Expenditures<br/>and Other Financing Uses</i> | 776,598                   | 1,356,679                 | 580,081                                |
| <i>Fund Balance Beginning of Year</i>  | <u>819,032</u>            | <u>819,032</u>            | <u>0</u>                               |
| <i>Fund Balance End of Year</i>  | <u><u>\$1,595,630</u></u> | <u><u>\$2,175,711</u></u> | <u><u>\$580,081</u></u>                |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Capital Projects Funds  
For the Year Ended December 31, 2000*

|   | Revised<br>Budget  | Actual             | Variance<br>Favorable<br>(Unfavorable) |
|---|--------------------|--------------------|--|
| <b>Revenues</b>                                       |                    |                    |  |
| Property and Other Taxes                              | \$201,072          | \$201,072          | \$0                                    |
| Charges for Services                                  | 157,581            | 160,160            | 2,579                                  |
| Intergovernmental                                     | 298,701            | 122,713            | (175,988)                              |
| Special Assessments                                   | 124,085            | 113,202            | (10,883)                               |
| Interest  | 112,604            | 108,067            | (4,537)                                |
| Other   | 17,098             | 17,098             | 0                                      |
| <i>Total Revenues</i>                                 | <u>911,141</u>     | <u>722,312</u>     | <u>(188,829)</u>                       |
| <b>Expenditures</b>                                   |                    |                    |  |
| Capital Outlay:                                       |                    |                    |  |
| Equipment Fund  | 212,429            | 188,229            | 24,200                                 |
| Storm Water Detention Fund                            | 102,080            | 28,906             | 73,174                                 |
| Capital Improvements Fund                             | 726,651            | 555,336            | 171,315                                |
| Safety Facility Fund                                  | 47,961             | 30,262             | 17,699                                 |
| Routes 611/254 Intersection Improvement Fund          | 180,000            | 21,395             | 158,605                                |
| Route 83/Kinzel Road<br>Intersection Improvement Fund | 178,000            | 163,187            | 14,813                                 |
| Sidewalk Program Fund                                 | 28,298             | 3,290              | 25,008                                 |
| CDBG Fund   | 311,400            | 273,500            | 37,900                                 |
| Water Capital Fund                                    | 297,640            | 238,117            | 59,523                                 |
| Sewer Capital Fund                                    | 1,824,157          | 530,819            | 1,293,338                              |
| <i>Total Capital Outlay</i>                           | <u>3,908,616</u>   | <u>2,033,041</u>   | <u>1,875,575</u>                       |
| Debt Service:   |                    |                    |  |
| Principal Retirement:                                 |                    |                    |  |
| Equipment Fund  | 90,000             | 90,000             | 0                                      |
| Water Capital Fund                                    | 910,000            | 910,000            | 0                                      |
| Sewer Capital Fund                                    | 480,000            | 480,000            | 0                                      |
| <i>Total Principal Retirement</i>                     | <u>1,480,000</u>   | <u>1,480,000</u>   | <u>0</u>                               |
| Interest and Fiscal Charges:                          |                    |                    |  |
| Equipment Fund  | 3,770              | 3,770              | 0                                      |
| Water Capital Fund                                    | 111,632            | 107,289            | 4,343                                  |
| Sewer Capital Fund                                    | 34,471             | 29,872             | 4,599                                  |
| <i>Total Interest and Fiscal Charges</i>              | <u>149,873</u>     | <u>140,931</u>     | <u>8,942</u>                           |
| <i>Total Debt Service</i>                             | <u>1,629,873</u>   | <u>1,620,931</u>   | <u>8,942</u>                           |
| <i>Total Expenditures</i>                             | <u>5,538,489</u>   | <u>3,653,972</u>   | <u>1,884,517</u>                       |
| <i>Excess of Revenues Under Expenditures</i>          | <u>(4,627,348)</u> | <u>(2,931,660)</u> | <u>1,695,688</u><br>(continued)        |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenditures and Changes in  
Fund Balances - Budget (Non-GAAP Basis) and Actual  
All Capital Projects Funds (continued)  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget         | Actual                    | Variance<br>Favorable<br>(Unfavorable) |
|--|---------------------------|---------------------------|--|
|  | <u>          </u>         | <u>          </u>         | <u>          </u>                      |
| <b>Other Financing Sources (Uses)</b>  |                           |                           |  |
| Proceeds of Bonds  | \$1,434,863               | \$585,000                 | (\$849,863)                            |
| Proceeds of Notes  | 2,352,033                 | 2,151,000                 | (201,033)                              |
| Advances In  | 99,197                    | 59,197                    | (40,000)                               |
| Advances Out   | (267,265)                 | (213,482)                 | 53,783                                 |
| Operating Transfers In   | 1,692,819                 | 1,548,506                 | (144,313)                              |
| Operating Transfers Out  | <u>(225,767)</u>          | <u>(85,364)</u>           | <u>140,403</u>                         |
| <i>Total Other Financing Sources (Uses)</i>  | <u>5,085,880</u>          | <u>4,044,857</u>          | <u>(1,041,023)</u>                     |
| <i>Excess of Revenues and Other Financing<br/>Sources Over Expenditures<br/>and Other Financing Uses</i> | 458,532                   | 1,113,197                 | 654,665                                |
| <i>Fund Balances Beginning of Year</i>   | 2,290,745                 | 2,290,745                 | 0                                      |
| Prior Year Encumbrances Appropriated   | <u>62,146</u>             | <u>62,146</u>             | <u>0</u>                               |
| <i>Fund Balances End of Year</i>   | <u><u>\$2,811,423</u></u> | <u><u>\$3,466,088</u></u> | <u><u>\$654,665</u></u>                |

## *Enterprise Funds*

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Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector business enterprises where the intent is that the cost (expenses, including depreciation) of providing services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriated for capital maintenance, public policy, management control, accountability or other purposes.

***Water Fund*** To account for revenues generated from charges for distribution of water to the residential and commercial users of the City.

***Sewer Fund*** To account for revenues generated from charges for sanitary sewer services provided to the residential and commercial users of the City.

**City of Avon, Ohio**  
*Combining Balance Sheet*  
*All Enterprise Funds*  
*December 31, 2000*

|   | Water               | Sewer               | Totals              |
|---|---------------------|---------------------|---------------------|
| <b>Assets</b>   |                     |                     |                     |
| Current Assets:                                       |                     |                     |                     |
| Equity in Pooled Cash and Cash Equivalents            | \$619,170           | \$709,108           | \$1,328,278         |
| Receivables:  |                     |                     |                     |
| Accounts  | 72,689              | 82,949              | 155,638             |
| Interfund   | 63,961              | 0                   | 63,961              |
| Special Assessments                                   | 365,985             | 0                   | 365,985             |
| Materials and Supplies Inventory                      | 133,926             | 12,575              | 146,501             |
| Prepaid Items   | 2,000               | 1,350               | 3,350               |
| Deferred Charges                                      | 1,305,504           | 0                   | 1,305,504           |
|   | 2,563,235           | 805,982             | 3,369,217           |
| Total Current Assets                                  |                     |                     |                     |
| Fixed Assets (Net of Accumulated Depreciation)        | 8,451,145           | 13,612,561          | 22,063,706          |
| <i>Total Assets</i>                                   | <u>\$11,014,380</u> | <u>\$14,418,543</u> | <u>\$25,432,923</u> |
| <br><b>Liabilities</b>                                |                     |                     |                     |
| Current Liabilities:                                  |                     |                     |                     |
| Accounts Payable                                      | \$51,664            | \$10,462            | \$62,126            |
| Contracts Payable                                     | 3,347               | 0                   | 3,347               |
| Interfund Payable                                     | 0                   | 100,500             | 100,500             |
| Accrued Wages   | 4,056               | 4,076               | 8,132               |
| Compensated Absences Payable                          | 656                 | 656                 | 1,312               |
| Intergovernmental Payable                             | 1,377,623           | 7,961               | 1,385,584           |
| Accrued Interest Payable                              | 0                   | 56,976              | 56,976              |
| Deferred Contributed Capital                          | 365,985             | 0                   | 365,985             |
| Current Portion of OWDA Loans                         | 0                   | 87,263              | 87,263              |
| Current Portion of Revenue Bonds Payable              | 16,800              | 16,800              | 33,600              |
|   | 1,820,131           | 284,694             | 2,104,825           |
| Total Current Liabilities                             |                     |                     |                     |
| Long-Term Liabilities:                                |                     |                     |                     |
| Compensated Absences Payable (Net of Current Portion) | 45,664              | 45,664              | 91,328              |
| OWDA Loans Payable (Net of Current Portion)           | 0                   | 1,255,836           | 1,255,836           |
| Revenue Bonds Payable (Net of Current Portion)        | 289,800             | 289,800             | 579,600             |
|   | 335,464             | 1,591,300           | 1,926,764           |
| Total Long-Term Liabilities                           |                     |                     |                     |
| <i>Total Liabilities</i>                              | <u>2,155,595</u>    | <u>1,875,994</u>    | <u>4,031,589</u>    |
| <br><b>Fund Equity</b>                                |                     |                     |                     |
| Contributed Capital                                   | 7,471,077           | 11,458,347          | 18,929,424          |
| Retained Earnings:                                    |                     |                     |                     |
| Unreserved  | 1,387,708           | 1,084,202           | 2,471,910           |
|   | 8,858,785           | 12,542,549          | 21,401,334          |
| <i>Total Fund Equity</i>                              |                     |                     |                     |
| <i>Total Liabilities and Fund Equity</i>              | <u>\$11,014,380</u> | <u>\$14,418,543</u> | <u>\$25,432,923</u> |



**City of Avon, Ohio**  
*Combining Statement of Revenues,  
Expenses and Changes in Fund Equity  
All Enterprise Funds  
For the Year Ended December 31, 2000*

|  | <u>Water</u>              | <u>Sewer</u>               | <u>Totals</u>              |
|--|---------------------------|----------------------------|----------------------------|
| <b>Operating Revenues</b>                      |                           |                            |                            |
| Charges for Services                           | \$877,163                 | \$634,464                  | \$1,511,627                |
| Tap-In Fees                                    | 250,350                   | 394,458                    | 644,808                    |
| Other  | 47,198                    | 2,600                      | 49,798                     |
|  | <u>1,174,711</u>          | <u>1,031,522</u>           | <u>2,206,233</u>           |
| <i>Total Operating Revenues</i>                |                           |                            |                            |
| <b>Operating Expenses</b>                      |                           |                            |                            |
| Personal Services                              | 255,962                   | 235,681                    | 491,643                    |
| Materials and Supplies                         | 618,173                   | 69,518                     | 687,691                    |
| Contractual Services                           | 79,239                    | 323,212                    | 402,451                    |
| Depreciation                                   | 127,948                   | 40,950                     | 168,898                    |
|  | <u>1,081,322</u>          | <u>669,361</u>             | <u>1,750,683</u>           |
| <i>Total Operating Expenses</i>                |                           |                            |                            |
| <i>Operating Income</i>                        | <u>93,389</u>             | <u>362,161</u>             | <u>455,550</u>             |
| <b>Non-Operating Revenues (Expenses)</b>       |                           |                            |                            |
| Interest                                       | 25,729                    | 57,222                     | 82,951                     |
| Loss on Disposal of Fixed Assets               | (891)                     | 0                          | (891)                      |
| Interest and Fiscal Charges                    | (92,754)                  | (135,100)                  | (227,854)                  |
| Other Non-Operating Expenses                   | (21,186)                  | (118,147)                  | (139,333)                  |
|  | <u>(89,102)</u>           | <u>(196,025)</u>           | <u>(285,127)</u>           |
| <i>Total Non-Operating Revenues (Expenses)</i> |                           |                            |                            |
| <i>Net Income Before Operating Transfers</i>   | 4,287                     | 166,136                    | 170,423                    |
| Operating Transfers In                         | 0                         | 120,333                    | 120,333                    |
| Operating Transfers Out                        | 0                         | (417,964)                  | (417,964)                  |
|  | <u>4,287</u>              | <u>(131,495)</u>           | <u>(127,208)</u>           |
| <i>Net Income (Loss)</i>                       |                           |                            |                            |
| <i>Retained Earnings Beginning of Year</i>     | <u>1,383,421</u>          | <u>1,215,697</u>           | <u>2,599,118</u>           |
| <i>Retained Earnings End of Year</i>           | <u>1,387,708</u>          | <u>1,084,202</u>           | <u>2,471,910</u>           |
| <i>Contributed Capital Beginning of Year</i>   | 6,166,202                 | 10,260,934                 | 16,427,136                 |
| Contributions During the Year:                 |                           |                            |                            |
| Developers                                     | 1,304,609                 | 1,190,806                  | 2,495,415                  |
| Special Assessments                            | 266                       | 6,607                      | 6,873                      |
|  | <u>7,471,077</u>          | <u>11,458,347</u>          | <u>18,929,424</u>          |
| <i>Contributed Capital End of Year</i>         |                           |                            |                            |
| <b>Total Fund Equity End of Year</b>           | <u><u>\$8,858,785</u></u> | <u><u>\$12,542,549</u></u> | <u><u>\$21,401,334</u></u> |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in  
Fund Equity - Budget (Non-GAAP Basis) and Actual  
Water Fund  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget       | Actual                  | Variance<br>Favorable<br>(Unfavorable) |
|--|-------------------------|-------------------------|--|
| <b>Revenues</b>  |                         |                         |  |
| Charges for Services   | \$883,500               | \$915,404               | \$31,904                               |
| Tap-In Fees  | 264,902                 | 250,350                 | (14,552)                               |
| Special Assessments  | 266                     | 266                     | 0                                      |
| Interest   | 24,000                  | 25,851                  | 1,851                                  |
| Other Operating Revenues   | <u>70,226</u>           | <u>47,198</u>           | <u>(23,028)</u>                        |
| <i>Total Revenues</i>  | <u>1,242,894</u>        | <u>1,239,069</u>        | <u>(3,825)</u>                         |
| <b>Expenses</b>  |                         |                         |  |
| Personal Services  | 286,575                 | 265,126                 | 21,449                                 |
| Materials and Supplies   | 685,070                 | 575,962                 | 109,108                                |
| Contractual Services   | 120,817                 | 90,097                  | 30,720                                 |
| Other Non-Operating Expenses                                     | 23,000                  | 21,186                  | 1,814                                  |
| Capital Outlay   | 23,506                  | 13,834                  | 9,672                                  |
| Debt Service:  |                         |                         |  |
| Principal Retirement   | 62,445                  | 58,642                  | 3,803                                  |
| Interest and Fiscal Charges                                      | <u>77,351</u>           | <u>72,666</u>           | <u>4,685</u>                           |
| <i>Total Expenses</i>  | <u>1,278,764</u>        | <u>1,097,513</u>        | <u>181,251</u>                         |
| <i>Excess of Revenues Over (Under) Expenses</i>                  | (35,870)                | 141,556                 | 177,426                                |
| Advances In  | 26,297                  | 16,297                  | (10,000)                               |
| Advances Out   | <u>(16,297)</u>         | <u>(16,297)</u>         | <u>0</u>                               |
| <i>Excess of Revenues Over<br/>(Under) Expenses and Advances</i> | (25,870)                | 141,556                 | 167,426                                |
| <i>Fund Equity Beginning of Year</i>                             | 416,046                 | 416,046                 | 0                                      |
| Prior Year Encumbrances Appropriated                             | <u>15,744</u>           | <u>15,744</u>           | <u>0</u>                               |
| <i>Fund Equity End of Year</i>                                   | <u><u>\$405,920</u></u> | <u><u>\$573,346</u></u> | <u><u>\$167,426</u></u>                |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in  
Fund Equity - Budget (Non-GAAP Basis) and Actual  
Sewer Fund  
For the Year Ended December 31, 2000*

|  | Revised<br>Budget | Actual           | Variance<br>Favorable<br>(Unfavorable) |
|--|-------------------|------------------|--|
| <b>Revenues</b>  |                   |                  |  |
| Charges for Services   | \$923,948         | \$625,483        | (\$298,465)                            |
| Tap-In Fees  | 388,473           | 394,458          | 5,985                                  |
| Special Assessments  | 6,607             | 6,607            | 0                                      |
| Interest   | 50,000            | 52,494           | 2,494                                  |
| Other Operating Revenues   | 3,668             | 2,600            | (1,068)                                |
| <i>Total Revenues</i>  | <u>1,372,696</u>  | <u>1,081,642</u> | <u>(291,054)</u>                       |
| <b>Expenses</b>  |                   |                  |  |
| Personal Services  | 264,175           | 243,249          | 20,926                                 |
| Materials and Supplies   | 76,746            | 69,696           | 7,050                                  |
| Contractual Services   | 420,207           | 331,039          | 89,168                                 |
| Other Non-Operating Expenses   | 118,147           | 118,147          | 0                                      |
| Capital Outlay   | 218,437           | 19,505           | 198,932                                |
| Debt Service:  |                   |                  |  |
| Principal Retirement   | 101,024           | 101,024          | 0                                      |
| Interest and Fiscal Charges  | 78,124            | 78,124           | 0                                      |
| <i>Total Expenses</i>  | <u>1,276,860</u>  | <u>960,784</u>   | <u>316,076</u>                         |
| <i>Excess of Revenues Over Expenses</i>  | 95,836            | 120,858          | 25,022                                 |
| Advances In  | 70,883            | 60,000           | (10,883)                               |
| Advances Out   | (68,000)          | (68,000)         | 0                                      |
| Operating Transfers In   | 126,940           | 120,333          | (6,607)                                |
| Operating Transfers Out  | (417,964)         | (417,964)        | 0                                      |
| <i>Excess of Revenues Under Expenses,<br/>Advances and Operating Transfers</i> | (192,305)         | (184,773)        | 7,532                                  |
| <i>Fund Equity Beginning of Year</i>   | 874,291           | 874,291          | 0                                      |
| Prior Year Encumbrances Appropriated   | 1,660             | 1,660            | 0                                      |
| <i>Fund Equity End of Year</i>   | <u>\$683,646</u>  | <u>\$691,178</u> | <u>\$7,532</u>                         |

**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in  
Fund Equity - Budget (Non-GAAP Basis) and Actual  
All Enterprise Funds  
For the Year Ended December 31, 2000*

|                                    | <u>Revised<br/>Budget</u> | <u>Actual</u>    | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|------------------------------------|---------------------------|------------------|---|
| <b>Revenues</b>                    |                           |                  |   |
| Charges for Services               | \$1,807,448               | \$1,540,887      | (\$266,561)                                     |
| Tap-In Fees                        | 653,375                   | 644,808          | (8,567)   |
| Special Assessment                 | 6,873                     | 6,873            | 0   |
| Interest                           | 74,000                    | 78,345           | 4,345   |
| Other Operating Revenues           | <u>73,894</u>             | <u>49,798</u>    | <u>(24,096)</u>                                 |
| <i>Total Revenues</i>              | <u>2,615,590</u>          | <u>2,320,711</u> | <u>(294,879)</u>                                |
| <b>Expenses:</b>                   |                           |                  |   |
| Personal Services                  |                           |                  |   |
| Water                              | 286,575                   | 265,126          | 21,449  |
| Sewer                              | <u>264,175</u>            | <u>243,249</u>   | <u>20,926</u>                                   |
| Total Personal Services            | <u>550,750</u>            | <u>508,375</u>   | <u>42,375</u>                                   |
| Materials and Supplies             |                           |                  |   |
| Water                              | 685,070                   | 575,962          | 109,108   |
| Sewer                              | <u>76,746</u>             | <u>69,696</u>    | <u>7,050</u>                                    |
| Total Materials and Supplies       | <u>761,816</u>            | <u>645,658</u>   | <u>116,158</u>                                  |
| Contractual Services               |                           |                  |   |
| Water                              | 120,817                   | 90,097           | 30,720  |
| Sewer                              | <u>420,207</u>            | <u>331,039</u>   | <u>89,168</u>                                   |
| Total Contractual Services         | <u>541,024</u>            | <u>421,136</u>   | <u>119,888</u>                                  |
| Other Non-Operating Expenses       |                           |                  |   |
| Water                              | 23,000                    | 21,186           | 1,814   |
| Sewer                              | <u>118,147</u>            | <u>118,147</u>   | <u>0</u>  |
| Total Other Non-Operating Expenses | <u>141,147</u>            | <u>139,333</u>   | <u>1,814</u>                                    |
| Capital Outlay                     |                           |                  |   |
| Water                              | 23,506                    | 13,834           | 9,672   |
| Sewer                              | <u>218,437</u>            | <u>19,505</u>    | <u>198,932</u>                                  |
| Total Capital Outlay               | <u>\$241,943</u>          | <u>\$33,339</u>  | <u>\$208,604</u>                                |

(continued)

**City of Avon, Ohio**  
*Schedule of Revenues, Expenses and Changes in  
Fund Equity - Budget (Non-GAAP Basis) and Actual  
All Enterprise Funds (continued)  
For the Year Ended December 31, 2000*

|  | <u>Revised<br/>Budget</u> | <u>Actual</u>      | <u>Variance<br/>Favorable<br/>(Unfavorable)</u> |
|--|---------------------------|--------------------|---|
| Debt Service:  |                           |                    |   |
| Principal Retirement   |                           |                    |   |
| Water  | \$62,445                  | \$58,642           | \$3,803   |
| Sewer  | <u>101,024</u>            | <u>101,024</u>     | <u>0</u>  |
| Total Principal Retirement   | <u>163,469</u>            | <u>159,666</u>     | <u>3,803</u>                                    |
| Interest and Fiscal Charges  |                           |                    |   |
| Water  | 77,351                    | 72,666             | 4,685   |
| Sewer  | <u>78,124</u>             | <u>78,124</u>      | <u>0</u>  |
| Total Interest and Fiscal Charges  | <u>155,475</u>            | <u>150,790</u>     | <u>4,685</u>                                    |
| <i>Total Expenses</i>  | <u>2,555,624</u>          | <u>2,058,297</u>   | <u>497,327</u>                                  |
| <i>Excess of Revenues Over Expenses</i>  | 59,966                    | 262,414            | 202,448   |
| Advances In  | 97,180                    | 76,297             | (20,883)  |
| Advances Out   | (84,297)                  | (84,297)           | 0   |
| Operating Transfers In   | 126,940                   | 120,333            | (6,607)   |
| Operating Transfers Out  | <u>(417,964)</u>          | <u>(417,964)</u>   | <u>0</u>  |
| <i>Excess of Revenues Under Expenses,<br/>Advances and Operating Transfers</i> | (218,175)                 | (43,217)           | 174,958   |
| <i>Fund Equity Beginning of Year</i>   | 1,290,337                 | 1,290,337          | 0   |
| Prior Year Encumbrances Appropriated   | <u>17,404</u>             | <u>17,404</u>      | <u>0</u>  |
| <i>Fund Equity End of Year</i>   | <u>\$1,089,566</u>        | <u>\$1,264,524</u> | <u>\$174,958</u>                                |

**City of Avon, Ohio**  
*Combining Statement of Cash Flows*  
*All Enterprise Funds*  
*For the Year Ended December 31, 2000*

|   | Water            | Sewer            | Totals             |
|---|------------------|------------------|--------------------|
| <b>Increase (Decrease) in Cash and Cash Equivalents</b>           |                  |                  |                    |
| <b>Cash Flows from Operating Activities</b>                       |                  |                  |                    |
| Cash Received from Customers                                      | \$881,454        | \$625,483        | \$1,506,937        |
| Cash Payments to Suppliers for Materials and Supplies             | (541,304)        | (68,521)         | (609,825)          |
| Cash Payments for Employee Services and Benefits                  | (265,126)        | (243,249)        | (508,375)          |
| Cash Payments for Contractual Services                            | (47,426)         | (326,163)        | (373,589)          |
| Tap-In Fees   | 250,350          | 394,458          | 644,808            |
| Other Operating Revenues  | 47,198           | 2,600            | 49,798             |
| Other Non-Operating Expenses                                      | (21,186)         | (118,147)        | (139,333)          |
|   | <u>303,960</u>   | <u>266,461</u>   | <u>570,421</u>     |
| <i>Net Cash Provided by Operating Activities</i>                  |                  |                  |                    |
| <b>Cash Flows from Noncapital Financing Activities</b>            |                  |                  |                    |
| Advances In   | 16,297           | 60,000           | 76,297             |
| Advances Out  | (16,297)         | (68,000)         | (84,297)           |
| Transfers In  | 0                | 120,333          | 120,333            |
| Transfers Out   | 0                | (417,964)        | (417,964)          |
|   | <u>0</u>         | <u>(305,631)</u> | <u>(305,631)</u>   |
| <i>Net Cash Used for Noncapital Financing Activities</i>          |                  |                  |                    |
| <b>Cash Flows from Capital and Related Financing Activities</b>   |                  |                  |                    |
| Acquisition of Capital Assets                                     | (8,123)          | (19,505)         | (27,628)           |
| Special Assessments   | 266              | 6,607            | 6,873              |
| Principal Paid on Revenue Bonds                                   | (16,800)         | (16,800)         | (33,600)           |
| Interest Paid on Revenue Bonds                                    | (21,142)         | (21,142)         | (42,284)           |
| Principal Paid on OWDA Loans                                      | 0                | (84,224)         | (84,224)           |
| Interest Paid on OWDA Loans                                       | 0                | (56,982)         | (56,982)           |
| Interest Paid to City of Avon Lake                                | (71,612)         | 0                | (71,612)           |
| Payments to City of Avon Lake                                     | (41,842)         | 0                | (41,842)           |
|   | <u>(159,253)</u> | <u>(192,046)</u> | <u>(351,299)</u>   |
| <i>Net Cash Used for Capital and Related Financing Activities</i> |                  |                  |                    |
| <b>Cash Flows from Investing Activities</b>                       |                  |                  |                    |
| Interest on Investments   | 30,477           | 64,308           | 94,785             |
|   | <u>30,477</u>    | <u>64,308</u>    | <u>94,785</u>      |
| Net Increase in Cash and Cash Equivalents                         | 175,184          | (166,908)        | 8,276              |
| <i>Cash and Cash Equivalents at Beginning of Year</i>             | <u>443,986</u>   | <u>876,016</u>   | <u>1,320,002</u>   |
| <i>Cash and Cash Equivalents at End of Year</i>                   | <u>\$619,170</u> | <u>\$709,108</u> | <u>\$1,328,278</u> |

(continued)

**City of Avon, Ohio**  
*Combining Statement of Cash Flows*  
*All Enterprise Funds (continued)*  
*For the Year Ended December 31, 2000*

|   | Water     | Sewer     | Totals    |
|---|-----------|-----------|-----------|
| <b>Reconciliation of Operating Income<br/>to Net Cash Provided by<br/>Operating Activities</b>    |           |           |           |
| Operating Income  | \$93,389  | \$362,161 | \$455,550 |
| <b>Adjustments to Reconcile Operating Income<br/>to Net Cash Provided by Operating Activities</b> |           |           |           |
| Other Non-Operating Expenses  | (21,186)  | (118,147) | (139,333) |
| Depreciation  | 127,948   | 40,950    | 168,898   |
| <b>(Increase) Decrease in Assets:</b>   |           |           |           |
| Accounts Receivable   | 4,291     | (8,981)   | (4,690)   |
| Materials and Supplies Inventory  | 39,437    | (1,923)   | 37,514    |
| Prepaid Items   | (700)     | (50)      | (750)     |
| <b>Increase (Decrease) in Liabilities:</b>  |           |           |           |
| Accounts Payable  | 28,276    | 469       | 28,745    |
| Contracts Payable   | (173)     | (450)     | (623)     |
| Accrued Wages   | (2,990)   | (2,225)   | (5,215)   |
| Compensated Absences Payable  | (4,837)   | (4,837)   | (9,674)   |
| Intergovernmental Payable   | 40,505    | (506)     | 39,999    |
| <i>Total Adjustments</i>  | 210,571   | (95,700)  | 114,871   |
| <i>Net Cash Provided by Operating Activities</i>  | \$303,960 | \$266,461 | \$570,421 |

**Noncash Capital Financing Activities**

During 2000, the water and sewer enterprise funds received water and sewer lines from developers valued at \$1,304,609 and \$1,190,806, respectively.

## *Fiduciary Fund Types*

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Fiduciary funds are used to account for assets held by the City in trustee capacity, or as an agent for individuals, private organizations, other governments, and/or other funds.

### *Agency Funds*

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Agency Funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

***Deposits Fund*** To account for various deposits held by the City to ensure compliance with various City ordinances. Upon satisfactory completion of the construction projects, deposits are returned.

***Lorain Public Library Fund*** To account for resources received from a one mill levy used to pay for the upkeep of the Lorain Public Library-Avon Branch. These funds are collected and immediately given to the Library.

***North Ridgeville Sewer Fund*** To account for the billing and collection of sewer charges that are then distributed to the City of North Ridgeville.

***Subdivisions Fund*** To account for deposits made by developers of the City's subdivisions to ensure compliance with various City ordinances regarding development within the City. Upon satisfactory completion of the subdivisions, the funds are returned to the developer.

***Mayor's Court Fund*** To account for the activities within the mayor's court.



**City of Avon**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds*  
*For the Year Ended December 31, 2000*

|   | <u>Balance<br/>1-1-00</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance<br/>12-31-00</u> |
|---|---------------------------|------------------|-------------------|-----------------------------|
| <b>Deposits</b>                               |                           |                  |                   |                             |
| <b>Assets</b>                                 |                           |                  |                   |                             |
| Equity in Pooled Cash<br>and Cash Equivalents | <u>\$641,748</u>          | <u>\$532,471</u> | <u>\$414,501</u>  | <u>\$759,718</u>            |
| <b>Liabilities</b>                            |                           |                  |                   |                             |
| Deposits Held and Due to Others               | <u>\$641,748</u>          | <u>\$532,471</u> | <u>\$414,501</u>  | <u>\$759,718</u>            |
| <br><b>Lorain Public Library</b>              |                           |                  |                   |                             |
| <b>Assets</b>                                 |                           |                  |                   |                             |
| Equity in Pooled Cash<br>and Cash Equivalents | <u>\$1,729</u>            | <u>\$261,880</u> | <u>\$258,373</u>  | <u>\$5,236</u>              |
| <b>Liabilities</b>                            |                           |                  |                   |                             |
| Intergovernmental Payable                     | <u>\$1,729</u>            | <u>\$261,880</u> | <u>\$258,373</u>  | <u>\$5,236</u>              |
| <br><b>North Ridgeville Sewer</b>             |                           |                  |                   |                             |
| <b>Assets</b>                                 |                           |                  |                   |                             |
| Equity in Pooled Cash<br>and Cash Equivalents | <u>\$34,750</u>           | <u>\$900,350</u> | <u>\$899,735</u>  | <u>\$35,365</u>             |
| <b>Liabilities</b>                            |                           |                  |                   |                             |
| Intergovernmental Payable                     | <u>\$34,750</u>           | <u>\$900,350</u> | <u>\$899,735</u>  | <u>\$35,365</u>             |
| <br><b>Subdivisions</b>                       |                           |                  |                   |                             |
| <b>Assets</b>                                 |                           |                  |                   |                             |
| Equity in Pooled Cash<br>and Cash Equivalents | <u>\$996,210</u>          | <u>\$647,310</u> | <u>\$591,126</u>  | <u>\$1,052,394</u>          |
| <b>Liabilities</b>                            |                           |                  |                   |                             |
| Deposits Held and Due to Others               | <u>\$996,210</u>          | <u>\$647,310</u> | <u>\$591,126</u>  | <u>\$1,052,394</u>          |

(continued)

**City of Avon**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds (continued)*  
*For the Year Ended December 31, 2000*

|   | Balance<br>1-1-00  | Additions          | Reductions         | Balance<br>12-31-00 |
|---|--------------------|--------------------|--------------------|---------------------|
| <b>Mayor's Court</b>                                |                    |                    |                    |                     |
| <b>Assets</b>                                       |                    |                    |                    |                     |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$0                | \$159,872          | \$159,872          | \$0                 |
| <b>Liabilities</b>                                  |                    |                    |                    |                     |
| Deposits Held and Due to Others                     | \$0                | \$159,872          | \$159,872          | \$0                 |
| <br><b>Totals - All Agency Funds</b>                |                    |                    |                    |                     |
| <b>Assets</b>                                       |                    |                    |                    |                     |
| Equity in Pooled Cash<br>and Cash Equivalents       | \$1,674,437        | \$2,342,011        | \$2,163,735        | \$1,852,713         |
| Cash and Cash Equivalents<br>in Segregated Accounts | 0                  | 159,872            | 159,872            | 0                   |
| <i>Total Assets</i>                                 | <u>\$1,674,437</u> | <u>\$2,501,883</u> | <u>\$2,323,607</u> | <u>\$1,852,713</u>  |
| <b>Liabilities</b>                                  |                    |                    |                    |                     |
| Intergovernmental Payable                           | \$36,479           | \$1,162,230        | \$1,158,108        | \$40,601            |
| Deposits Held and Due to Others                     | 1,637,958          | 1,339,653          | 1,165,499          | 1,812,112           |
| <i>Total Liabilities</i>                            | <u>\$1,674,437</u> | <u>\$2,501,883</u> | <u>\$2,323,607</u> | <u>\$1,852,713</u>  |

## *General Fixed Assets Account Group*

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The General Fixed Assets Account Group is used to account for fixed assets other than those accounted for in the proprietary funds.

**City of Avon, Ohio**  
*Schedule of Changes in General Fixed Assets*  
*By Function and Activity*  
*For the Year Ended December 31, 2000*

|   | General<br>Fixed Assets<br>1/01/00 | Additions               | Deletions                 | General<br>Fixed Assets<br>12/31/00 |
|---|------------------------------------|-------------------------|---------------------------|-------------------------------------|
| <b>General Government:</b>                        |                                    |                         |                           |                                     |
| Mayor   | \$4,858                            | \$1,875                 | \$0                       | \$6,733                             |
| Finance   | 47,908                             | 1,000                   | 0                         | 48,908                              |
| Legislative                                       | 68,813                             | 0                       | 0                         | 68,813                              |
| Council   | 15,698                             | 20,622                  | (520)                     | 35,800                              |
| City Hall   | 1,144,619                          | 2,526                   | 0                         | 1,147,145                           |
| Library   | 1,069,538                          | 0                       | 0                         | 1,069,538                           |
| <i>Total General Government</i>                   | <u>2,351,434</u>                   | <u>26,023</u>           | <u>(520)</u>              | <u>2,376,937</u>                    |
| <b>Security of Persons<br/>and Property:</b>      |                                    |                         |                           |                                     |
| Mayor's Court Computer                            | 1,610                              | 0                       | 0                         | 1,610                               |
| Police Department                                 | 807,414                            | 47,634                  | (26,391)                  | 828,657                             |
| Fire Department                                   | 977,618                            | 27,136                  | 0                         | 1,004,754                           |
| <i>Total Security of Persons<br/>and Property</i> | <u>1,786,642</u>                   | <u>74,770</u>           | <u>(26,391)</u>           | <u>1,835,021</u>                    |
| <b>Transportation:</b>                            |                                    |                         |                           |                                     |
| Street Department                                 | 1,016,011                          | 120,758                 | (99,253)                  | 1,037,516                           |
| <b>Community Environment:</b>                     |                                    |                         |                           |                                     |
| Planning Commission                               | 9,004                              | 0                       | 0                         | 9,004                               |
| Building Department                               | 43,368                             | 0                       | 0                         | 43,368                              |
| <i>Total Community Environment</i>                | <u>52,372</u>                      | <u>0</u>                | <u>0</u>                  | <u>52,372</u>                       |
| <b>Leisure Time Activities:</b>                   |                                    |                         |                           |                                     |
| Park Development                                  | 1,301,390                          | 0                       | 0                         | 1,301,390                           |
| Community Center                                  | 10,476                             | 0                       | 0                         | 10,476                              |
| Recreation  | 11,690                             | 0                       | 0                         | 11,690                              |
| <i>Total Leisure Time Activities</i>              | <u>1,323,556</u>                   | <u>0</u>                | <u>0</u>                  | <u>1,323,556</u>                    |
| <i>Total General Fixed Assets</i>                 | <u><u>\$6,530,015</u></u>          | <u><u>\$221,551</u></u> | <u><u>(\$126,164)</u></u> | <u><u>\$6,625,402</u></u>           |

**City of Avon**  
*Schedule of General Fixed Assets*  
*By Function and Activity*  
*December 31, 2000*

|   | <u>Total</u>              | <u>Land</u>               | <u>Buildings<br/>and<br/>Improvements</u> | <u>Machinery<br/>and<br/>Equipment</u> |
|---|---------------------------|---------------------------|---|--|
| <b>General Government:</b>                        |                           |                           |   |  |
| Mayor   | \$6,733                   | \$0                       | \$0                                       | \$6,733                                |
| Finance   | 49,908                    | 0                         | 0   | 49,908                                 |
| Legislative                                       | 68,813                    | 0                         | 0   | 68,813                                 |
| Council   | 34,800                    | 0                         | 0   | 34,800                                 |
| City Hall   | 1,147,145                 | 319,286                   | 776,095                                   | 51,764                                 |
| Library   | 1,069,538                 | 106,954                   | 962,584                                   | 0                                      |
| <i>Total General Government</i>                   | <u>2,376,937</u>          | <u>426,240</u>            | <u>1,738,679</u>                          | <u>212,018</u>                         |
| <b>Security of Persons<br/>and Property:</b>      |                           |                           |   |  |
| Mayor's Court Computer                            | 1,610                     | 0                         | 0   | 1,610                                  |
| Police Department                                 | 828,657                   | 0                         | 0   | 828,657                                |
| Fire Department                                   | 1,004,754                 | 6,417                     | 98,278                                    | 900,059                                |
| <i>Total Security of Persons<br/>and Property</i> | <u>1,835,021</u>          | <u>6,417</u>              | <u>98,278</u>                             | <u>1,730,326</u>                       |
| <b>Transportation:</b>                            |                           |                           |   |  |
| Street Department                                 | 1,037,516                 | 11,200                    | 151,092                                   | 875,224                                |
| <b>Community Environment:</b>                     |                           |                           |   |  |
| Planning Commission                               | 9,004                     | 0                         | 0   | 9,004                                  |
| Building Department                               | 43,368                    | 0                         | 0   | 43,368                                 |
| <i>Total Community Environment</i>                | <u>52,372</u>             | <u>0</u>                  | <u>0</u>                                  | <u>52,372</u>                          |
| <b>Leisure Time Activities:</b>                   |                           |                           |   |  |
| Park Development                                  | 1,301,390                 | 1,052,842                 | 204,123                                   | 44,425                                 |
| Community Center                                  | 10,476                    | 384                       | 6,595                                     | 3,497                                  |
| Recreation  | 11,690                    | 11,690                    | 0   | 0                                      |
| <i>Total Leisure Time Activities</i>              | <u>1,323,556</u>          | <u>1,064,916</u>          | <u>210,718</u>                            | <u>47,922</u>                          |
| <i>Total General Fixed Assets</i>                 | <u><u>\$6,625,402</u></u> | <u><u>\$1,508,773</u></u> | <u><u>\$2,198,767</u></u>                 | <u><u>\$2,917,862</u></u>              |

**City of Avon, Ohio**  
*Schedule of General Fixed Assets*  
*By Sources*  
*December 31, 2000*

**General Fixed Assets:**

|                                   |                           |
|-----------------------------------|---------------------------|
| Land                              | \$1,508,773               |
| Buildings and Improvements        | 2,198,767                 |
| Machinery and Equipment           | <u>2,917,862</u>          |
| <i>Total General Fixed Assets</i> | <u><u>\$6,625,402</u></u> |

|   |                           |
|---|---------------------------|
| Investment in General Fixed Assets              |                           |
| Prior to December 31, 1989                      | \$1,918,187 (A)           |
| Investment in General Fixed Assets              |                           |
| General Fund Revenues                           | 511,122                   |
| Special Revenue Fund Revenues                   | 2,362,682                 |
| Capital Projects Fund Revenues                  | <u>1,833,411</u>          |
| <i>Total Investment in General Fixed Assets</i> | <u><u>\$6,625,402</u></u> |

(A) Amount represents general fixed assets acquired prior to December 31, 1989 for which sources of funding are not available.

**City of Avon, Ohio**  
*General Fund Expenditures by Function*  
*Last Ten Years*

| <u>Year</u> | <u>General Government</u> | <u>Security of Persons and Property</u> | <u>Community Environment</u> | <u>Debt Service</u> | <u>Total</u> |
|-------------|---------------------------|---|------------------------------|---------------------|--------------|
| 2000        | \$1,052,166               | \$383,731                               | \$636,554                    | \$0                 | \$2,072,451  |
| 1999        | 1,066,008                 | 312,173                                 | 488,899                      | 0                   | 1,867,080    |
| 1998        | 985,250                   | 291,773                                 | 407,599                      | 0                   | 1,684,622    |
| 1997        | 823,987                   | 263,151                                 | 306,507                      | 0                   | 1,393,645    |
| 1996        | 790,707                   | 233,002                                 | 266,449                      | 4,342               | 1,294,500    |
| 1995        | 778,945                   | 226,615                                 | 207,806                      | 0                   | 1,213,366    |
| 1994        | 620,857                   | 158,532                                 | 152,933                      | 0                   | 932,322      |
| 1993        | 603,836                   | 166,814                                 | 125,292                      | 0                   | 895,942      |
| 1992        | 635,830                   | 147,202                                 | 125,679                      | 0                   | 908,711      |
| 1991        | 483,928                   | 130,962                                 | 113,626                      | 0                   | 728,516      |

Source: City Financial Records

**City of Avon, Ohio**  
*General Fund Revenues by Source*  
*Last Ten Years*

| Year | Taxes       | Charges For Services | Fines, Licenses and Permits | Inter-Governmental | Interest  | Other    | Total       |
|------|-------------|----------------------|-----------------------------|--------------------|-----------|----------|-------------|
| 2000 | \$2,829,291 | \$203,744            | \$1,028,583                 | \$511,399          | \$357,770 | \$77,701 | \$5,008,488 |
| 1999 | 2,401,565   | 182,203              | 1,123,669                   | 496,647            | 167,297   | 67,635   | 4,439,016   |
| 1998 | 2,205,083   | 154,338              | 694,285                     | 482,559            | 141,319   | 57,080   | 3,734,664   |
| 1997 | 1,775,306   | 121,279              | 598,810                     | 424,946            | 112,457   | 55,846   | 3,088,644   |
| 1996 | 1,561,562   | 99,100               | 579,284                     | 367,621            | 123,590   | 0        | 2,731,157   |
| 1995 | 1,288,926   | 85,983               | 523,587                     | 323,696            | 92,514    | 13,589   | 2,328,295   |
| 1994 | 1,266,238   | 85,516               | 467,090                     | 291,041            | 28,681    | 449      | 2,139,015   |
| 1993 | 892,217     | 68,622               | 389,490                     | 269,605            | 22,838    | 8,931    | 1,651,703   |
| 1992 | 901,666     | 66,471               | 300,004                     | 222,238            | 28,442    | 7,691    | 1,526,512   |
| 1991 | 837,093     | 51,249               | 287,965                     | 273,162            | 43,678    | 13,840   | 1,506,987   |

Source: City Financial Records



**City of Avon, Ohio**  
*Property Tax Levies and Collections*  
*Last Ten Years*

| Collection Year | Current Tax Levy (1) | Current Tax Collections (1) | Percent Collected | Delinquent Tax Collections | Total Tax Collections | Percent of Total Collections to Current Tax Levy | Outstanding Delinquent Taxes | Percent of Outstanding Delinquent Taxes to Current Tax Levy |
|-----------------|----------------------|-----------------------------|-------------------|----------------------------|-----------------------|--|------------------------------|---|
| 2000            | \$1,785,912          | \$1,742,455                 | 97.6%             | \$52,846                   | \$1,795,301           | 100.5%   | \$60,392                     | 3.4%  |
| 1999            | 1,679,130            | 1,618,904                   | 96.4              | 38,080                     | 1,656,984             | 98.7   | 69,858                       | 4.2   |
| 1998            | 1,299,724            | 1,259,756                   | 96.9              | 23,636                     | 1,283,392             | 98.7   | 45,374                       | 3.5   |
| 1997            | 1,162,180            | 1,124,799                   | 96.8              | 17,473                     | 1,142,272             | 98.3   | 39,913                       | 3.4   |
| 1996            | 1,033,712            | 1,016,174                   | 98.3              | 15,559                     | 1,031,733             | 99.8   | 18,818                       | 1.8   |
| 1995            | 1,073,543            | 1,057,489                   | 98.5              | 28,081                     | 1,085,570             | 101.1  | 19,258                       | 1.8   |
| 1994            | 873,109              | 856,352                     | 98.1              | 19,631                     | 875,983               | 100.3  | 29,526                       | 3.4   |
| 1993            | 727,753              | 707,435                     | 97.2              | 14,936                     | 722,371               | 99.3   | 29,134                       | 4.0   |
| 1992            | 645,789              | 631,864                     | 97.8              | 10,400                     | 642,264               | 99.5   | 20,406                       | 3.2   |
| 1991            | 577,759              | 565,799                     | 97.9              | 15,648                     | 581,447               | 100.6  | 15,784                       | 2.7   |

Source: County Auditor, Lorain County, Ohio

(1) State reimbursement for rollback and homestead exemptions are included

**City of Avon, Ohio**  
*Assessed Valuation and Estimated Actual Value of Taxable Property*  
*Last Ten Years*

| Collection Year | Real Property  |                        | Public Utility Property |                        | Tangible Personal Property |                        | Total          |                        | Ratio of Assessed Value to Actual Value |
|-----------------|----------------|------------------------|-------------------------|------------------------|----------------------------|------------------------|----------------|------------------------|---|
|                 | Assessed Value | Estimated Actual Value | Assessed Value          | Estimated Actual Value | Assessed Value             | Estimated Actual Value | Assessed Value | Estimated Actual Value |   |
| 2000            | \$243,429,610  | \$695,513,171          | \$18,578,450            | \$21,111,875           | \$14,965,300               | \$59,861,200           | \$276,973,360  | \$776,486,246          | 36%                                     |
| 1999            | 218,823,620    | 625,210,343            | 19,035,790              | 21,631,580             | 14,944,821                 | 59,779,284             | 252,804,231    | 706,621,207            | 36                                      |
| 1998            | 198,825,660    | 568,073,314            | 18,971,270              | 21,558,261             | 15,240,470                 | 60,961,880             | 233,037,400    | 650,593,455            | 36                                      |
| 1997            | 145,084,780    | 414,527,943            | 18,608,300              | 21,145,795             | 10,155,660                 | 40,622,640             | 173,848,740    | 476,296,378            | 37                                      |
| 1996            | 126,386,940    | 361,105,543            | 17,609,820              | 20,011,159             | 9,182,579                  | 36,730,316             | 153,179,339    | 417,847,018            | 37                                      |
| 1995            | 116,044,800    | 331,556,571            | 18,932,760              | 21,514,500             | 8,930,603                  | 35,722,412             | 143,908,163    | 388,793,483            | 37                                      |
| 1994            | 96,780,230     | 276,514,943            | 14,031,140              | 15,944,477             | 8,990,600                  | 35,962,400             | 119,801,970    | 328,421,820            | 36                                      |
| 1993            | 93,754,190     | 267,869,114            | 12,556,370              | 14,268,602             | 7,721,281                  | 30,885,124             | 114,031,841    | 313,022,840            | 36                                      |
| 1992            | 90,145,370     | 257,558,200            | 12,624,390              | 14,345,898             | 7,458,408                  | 28,686,185             | 110,228,168    | 300,590,283            | 37                                      |
| 1991            | 70,101,980     | 200,284,800            | 12,045,200              | 13,687,727             | 6,312,237                  | 23,378,656             | 88,459,417     | 237,351,183            | 37                                      |

Source: County Auditor, Lorain County, Ohio

Estimated actual value is calculated by dividing the assessed value by assessment percentage. The percentages for 2000 were 35% for real property, 35% for public utility real, 88% for public utility tangible and 25% for tangible personal.

**City of Avon**  
*Property Tax Rates - Direct and Overlapping Governments*  
*(Per \$1,000 of Assessed Valuation)*  
*Last Ten Years*

| Collection Year | City of Avon |                       |                    |                        |            |                           |               | Lorain County Vocational School | Total Direct and Overlapping Governments |
|-----------------|--------------|-----------------------|--------------------|------------------------|------------|---------------------------|---------------|---------------------------------|--|
|                 | General Fund | Special Revenue Funds | Debt Service Funds | Capital Projects Funds | Total City | Avon City School District | Lorain County |                                 |  |
| 2000            | \$2.02       | \$8.13                | \$0.30             | \$0.00                 | \$10.45    | \$49.24                   | \$10.79       | \$2.45                          | \$72.93                                  |
| 1999            | 2.02         | 6.63                  | 0.35               | 1.50                   | 10.50      | 50.27                     | 10.79         | 2.45                            | 74.01                                    |
| 1998            | 2.02         | 7.28                  | 0.37               | 0.50                   | 10.17      | 50.60                     | 10.79         | 2.45                            | 74.01                                    |
| 1997            | 2.02         | 7.28                  | 0.72               | 0.50                   | 10.52      | 52.23                     | 12.69         | 2.45                            | 77.89                                    |
| 1996            | 2.02         | 7.08                  | 0.72               | 0.50                   | 10.32      | 52.95                     | 12.69         | 2.45                            | 78.41                                    |
| 1995            | 2.02         | 7.08                  | 0.72               | 0.50                   | 10.32      | 47.05                     | 11.49         | 2.45                            | 71.31                                    |
| 1994            | 2.02         | 7.08                  | 0                  | 0.50                   | 9.60       | 47.35                     | 11.49         | 2.45                            | 70.89                                    |
| 1993            | 2.02         | 7.08                  | 0                  | 0.50                   | 9.60       | 47.80                     | 11.39         | 2.45                            | 71.24                                    |
| 1992            | 2.02         | 7.08                  | 0                  | 0                      | 9.10       | 48.15                     | 11.74         | 2.45                            | 71.44                                    |
| 1991            | 2.02         | 7.08                  | 0                  | 0                      | 9.10       | 48.15                     | 11.74         | 2.45                            | 71.44                                    |

Source: County Auditor, Lorain County, Ohio

**City of Avon, Ohio**  
*Special Assessments*  
*Billings and Collections*  
*Last Ten Years*

| <u>Collection<br/>Year</u> | <u>Amount<br/>Billed</u> | <u>Amount<br/>Collected</u> |     | <u>Percent<br/>Collected</u> |
|----------------------------|--------------------------|-----------------------------|-----|------------------------------|
| 2000                       | \$567,063                | \$367,080                   | (1) | 64.7 %                       |
| 1999                       | 387,653                  | 228,653                     | (1) | 58.9                         |
| 1998                       | 281,902                  | 201,333                     | (1) | 71.4                         |
| 1997                       | 73,765                   | 70,222                      | (1) | 95.2                         |
| 1996                       | 160,377                  | 149,649                     |     | 93.3                         |
| 1995                       | 66,719                   | 64,993                      |     | 97.4                         |
| 1994                       | 71,857                   | 62,127                      |     | 86.5                         |
| 1993                       | 67,067                   | 56,960                      |     | 84.9                         |
| 1992                       | 68,057                   | 59,684                      |     | 87.7                         |
| 1991                       | 76,123                   | 67,226                      |     | 88.3                         |

Source: County Auditor, Lorain County, Ohio

- (1) Special assessments prepaid by residents and not billed by the County or which were recorded in the proprietary funds are not included.

**City of Avon, Ohio**  
*Computation of Legal Debt Margin*  
*December 31, 2000*

Assessed Value \$276,973,360

Legal Debt Margin:

Debt Limitation - 10.5 percent  
of Assessed Value 29,082,203

Debt Applicable to Limitation:

|                             |                  |
|-----------------------------|------------------|
| General Obligation Bonds    | \$3,123,320      |
| Special Assessment Bonds    | 3,683,479        |
| Revenue Bonds               | 613,200          |
| Notes                       | 2,151,000        |
| OWDA Loans                  | 1,343,099        |
| OPWC Loans                  | 148,167          |
| Contractual Debt Obligation | <u>1,305,504</u> |

Gross Indebtedness 12,367,769  
(Total Voted and Unvoted Debt)

Less: Debt Outside Limitations:

|                             |                  |
|-----------------------------|------------------|
| Special Assessment Bonds    | 3,683,479        |
| OWDA Loans                  | 1,343,099        |
| Revenue Bonds               | 613,200          |
| Contractual Debt Obligation | <u>1,305,504</u> |

Total Debt Outside Limitations 6,945,282

Total Debt Applicable to Limitation -  
Within 10.5% Limitations 5,422,487

Less: Amount Available in Debt Service Fund  
to pay debt applicable to limitation 17,855

Net Debt Within 10.5% Limitation 5,404,632

Overall Debt Margin Within 10.5% Limitation \$23,677,571

\*\*\*\*\*

Unvoted Debt Limitation - 5.5% of Assessed Valuation \$15,233,535

Gross Indebtedness Authorized by Council \$12,367,769

Less: Debt Outside Limitations:

Total Debt Outside Limitations 6,945,282

Debt Within 5.5% Limitation 5,422,487

Less Amount Available in Debt Service Fund 17,855

Net Debt Within 5.5% Limitation 5,404,632

Unvoted Debt Margin Within 5.5% Limitation \$9,828,903

Source: City Financial Records

**City of Avon, Ohio**  
*Ratio of Net General Bonded Debt to Assessed  
Value and Net Bonded Debt Per Capita  
Last Ten Years*

| <u>Year</u> | <u>Population (1)</u> | <u>Assessed<br/>Value (2)</u> | <u>Gross<br/>General<br/>Bonded<br/>Debt</u> | <u>Debt<br/>Service<br/>Monies<br/>Available</u> | <u>Net<br/>General<br/>Bonded<br/>Debt</u> | <u>Ratio<br/>of Net<br/>General<br/>Bonded<br/>Debt to<br/>Assessed<br/>Value</u> | <u>Net<br/>General<br/>Bonded<br/>Debt<br/>Per<br/>Capita</u> |
|-------------|-----------------------|-------------------------------|--|--|--|---|---|
| 2000        | 11,353                | \$276,973,360                 | \$3,123,320                                  | \$17,855   | \$3,105,465                                | 1.12%   | \$273.54  |
| 1999        | 7,337                 | 252,804,231                   | 3,251,539                                    | 35,467   | 3,216,072                                  | 1.27  | 438.34  |
| 1998        | 7,337                 | 233,037,400                   | 3,177,290                                    | 168,479  | 3,008,811                                  | 1.29  | 410.09  |
| 1997        | 7,337                 | 173,848,740                   | 3,292,426                                    | 39,366   | 3,253,060                                  | 1.87  | 443.38  |
| 1996        | 7,337                 | 153,179,339                   | 1,805,387                                    | 12,024   | 1,793,363                                  | 1.17  | 244.43  |
| 1995        | 7,337                 | 143,908,163                   | 168,348                                      | 127,023  | 41,325                                     | 0.03  | 5.63  |
| 1994        | 7,337                 | 119,801,970                   | 176,309                                      | 0  | 176,309                                    | 0.15  | 24.03   |
| 1993        | 7,337                 | 114,031,841                   | 229,270                                      | 36,045   | 193,225                                    | 0.17  | 26.34   |
| 1992        | 7,337                 | 110,228,168                   | 281,943                                      | 83,527   | 198,416                                    | 0.18  | 27.04   |
| 1991        | 7,337                 | 88,459,417                    | 164,816                                      | 84,349   | 80,467                                     | 0.09  | 10.97   |

(1) Source: U.S. Bureau of Census

(2) Source: County Auditor, Lorain, Ohio

**City of Avon, Ohio**  
*Ratio of Annual Debt Service Expenditures for  
 General Bonded Debt to Total General Fund Expenditures  
 Last Ten Years*

| <u>Year</u> | <u>Principal</u> | <u>Interest<br/>and Fiscal<br/>Charges</u> | <u>Total<br/>Debt<br/>Service</u> | <u>Total<br/>General Fund<br/>Expenditures</u> | <u>Ratio of<br/>Debt Service<br/>to Total<br/>General<br/>Fund<br/>Expenditures</u> |
|-------------|------------------|--|-----------------------------------|--|---|
| 2000        | \$128,219        | \$172,953                                  | \$301,172                         | \$2,072,451                                    | 14.53%  |
| 1999        | 125,089          | 174,955                                    | 300,044                           | 1,867,080                                      | 16.07   |
| 1998        | 115,136          | 173,393                                    | 288,529                           | 1,684,622                                      | 17.13   |
| 1997        | 63,761           | 117,731                                    | 181,492                           | 1,393,645                                      | 13.02   |
| 1996        | 72,961           | 20,480                                     | 93,441                            | 1,294,500                                      | 7.22  |
| 1995        | 72,961           | 11,637                                     | 84,598                            | 1,213,366                                      | 6.97  |
| 1994        | 52,961           | 15,441                                     | 68,402                            | 932,322  | 7.34  |
| 1993        | 52,673           | 20,091                                     | 72,764                            | 895,942  | 8.12  |
| 1992        | 42,873           | 18,855                                     | 61,728                            | 908,711  | 6.79  |
| 1991        | 37,873           | 15,551                                     | 53,424                            | 728,516  | 7.33  |

Source: City Financial Records

**City of Avon, Ohio**  
*Computation of Direct and Overlapping Debt*  
*December 31, 2000*

|               | <u>General<br/>Tax Supported<br/>Debt Outstanding</u> | <u>Overlapping<br/>Percentage<br/>Applicable to<br/>City of Avon (1)</u> | <u>Amount<br/>Applicable to<br/>City of Avon</u> |
|---------------|---|--|--|
| City of Avon  | \$3,123,320   | 100.00%  | \$3,123,320                                      |
| Lorain County | <u>7,350,000</u>                                      | 5.38   | <u>395,430</u>                                   |
| Total         | <u><u>\$10,473,320</u></u>                            |  | <u><u>\$3,518,750</u></u>                        |

Source: County Auditor, Lorain County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivision.



**City of Avon, Ohio**  
*Revenue Bond Coverage*  
*Water and Sewer Funds*  
*Last Ten Years*

| <u>Fund/Year</u>       | <u>Operating Revenues</u> | <u>Operating Expenses (a)</u> | <u>Net Revenue Available for Debt Service</u> | <u>Debt Service Requirements</u> |                 |              | <u>Coverage</u> |
|------------------------|---------------------------|-------------------------------|---|----------------------------------|-----------------|--------------|-----------------|
|                        |                           |                               |   | <u>Principal</u>                 | <u>Interest</u> | <u>Total</u> |                 |
| <u>Water Fund:</u>     |                           |                               |   |                                  |                 |              |                 |
| 2000                   | \$1,174,711               | \$953,374                     | \$221,337                                     | \$16,800                         | \$21,142        | \$37,942     | 5.83            |
| 1999                   | 1,343,851                 | 1,491,115                     | (147,264)                                     | 16,800                           | 22,091          | 38,891       | (3.79)          |
| 1998                   | 1,160,578                 | 943,032                       | 217,546                                       | 14,700                           | 22,885          | 37,585       | 5.79            |
| 1997                   | 951,557                   | 1,020,883                     | (69,326)                                      | 14,700                           | 23,649          | 38,349       | (1.81)          |
| 1996                   | 973,405                   | 842,056                       | 131,349                                       | 12,600                           | 26,225          | 38,825       | 3.38            |
| 1995                   | 815,563                   | 644,160                       | 171,403                                       | 12,600                           | 26,842          | 39,442       | 4.35            |
| 1994                   | 729,621                   | 470,729                       | 258,892                                       | 12,600                           | 25,356          | 37,956       | 6.82            |
| 1993                   | 604,824                   | 554,061                       | 50,763  | 12,600                           | 25,981          | 38,581       | 1.32            |
| 1992                   | 514,652                   | 483,341                       | 31,311  | 15,000                           | 17,135          | 32,135       | 0.97            |
| 1991                   | 493,834                   | 477,046                       | 16,788  | 15,000                           | 1,500           | 16,500       | 1.02            |
| <u>Sewer Fund: (b)</u> |                           |                               |   |                                  |                 |              |                 |
| 2000                   | 1,031,522                 | 628,411                       | 403,111                                       | 16,800                           | 21,142          | 37,942       | 10.62           |
| 1999                   | 1,384,526                 | 986,226                       | 398,300                                       | 16,800                           | 22,091          | 38,891       | 10.24           |
| 1998                   | 1,280,641                 | 795,858                       | 484,783                                       | 14,700                           | 22,885          | 37,585       | 12.90           |
| 1997                   | 754,645                   | 626,194                       | 128,451                                       | 14,700                           | 23,649          | 38,349       | 3.35            |
| 1996                   | 590,733                   | 265,124                       | 325,609                                       | 12,600                           | 26,225          | 38,825       | 8.39            |
| 1995                   | 515,576                   | 223,475                       | 292,101                                       | 12,600                           | 26,842          | 39,442       | 7.41            |
| 1994                   | 386,703                   | 171,697                       | 215,006                                       | 12,600                           | 25,356          | 37,956       | 5.66            |
| 1993                   | 412,487                   | 149,763                       | 262,724                                       | 12,600                           | 25,861          | 38,461       | 6.83            |
| 1992                   | 253,188                   | 108,808                       | 144,380                                       | 0                                | 16,235          | 16,235       | 8.89            |

Source: City Financial Records

(a) Operating expenses exclusive of depreciation

(b) Prior to 1992, there were no Sewer revenue bonds.

**City of Avon, Ohio**  
*Demographic Statistics*  
*Last Ten Years*

| <u>Year</u> | <u>Population (1)</u> | <u>School Enrollment (2)</u> | <u>Unemployment Rate Lorain County (3)</u> |
|-------------|-----------------------|------------------------------|--|
| 2000        | 11,353                | 1,747                        | 5.4%                                       |
| 1999        | 7,337                 | 1,600                        | 5.0  |
| 1998        | 7,337                 | 1,519                        | 3.6  |
| 1997        | 7,337                 | 1,382                        | 6.1  |
| 1996        | 7,337                 | 1,322                        | 7.8  |
| 1995        | 7,337                 | 1,229                        | 5.1  |
| 1994        | 7,337                 | 1,145                        | 4.4  |
| 1993        | 7,337                 | 1,135                        | 5.9  |
| 1992        | 7,337                 | 1,075                        | 9.7  |
| 1991        | 7,337                 | 1,058                        | 9.7  |

Sources: (1) U.S. Bureau of the Census  
(2) Avon Board of Education  
(3) Ohio Department of Unemployment, Labor Market Information Department

**City of Avon, Ohio**  
*Property Values, Construction and Bank Deposits*  
*Last Ten Years*

| <u>Year</u> | <u>Number of<br/>Building<br/>Permits</u> | <u>Dollar Value<br/>of Building<br/>Permits Issued (1)</u> | <u>Estimated<br/>Actual<br/>Property<br/>Values (2)</u> | <u>Bank<br/>Deposits (3, 4)</u> |
|-------------|---|--|---|---------------------------------|
| 2000        | 606                                       | \$111,482,170  | \$776,486,246   | \$513,102,000                   |
| 1999        | 612                                       | 119,544,836  | 706,621,207   | 463,993,000                     |
| 1998        | 454                                       | 85,451,965   | 650,593,455   | 444,974,000                     |
| 1997        | 365                                       | 67,079,328   | 476,296,378   | 1,381,977,000                   |
| 1996        | 341                                       | 55,698,940   | 417,847,018   | 1,329,795,000                   |
| 1995        | 177                                       | 44,123,801   | 388,793,483   | 1,237,991,000                   |
| 1994        | 159                                       | 26,888,041   | 328,421,820   | 1,254,166,000                   |
| 1993        | 148                                       | 16,168,271   | 313,022,840   | 1,170,581,000                   |
| 1992        | 65  | 8,342,766  | 300,590,283   | 1,126,173,000                   |
| 1991        | 93  | 11,092,800   | 237,351,183   | 1,066,123,000                   |

Source: (1) Avon Building Department  
(2) Lorain County Auditor's Office  
(3) Federal Reserve Bank of Cleveland  
(4) The decrease at 1998 resulted when out-of-county banks acquired local bank branches.  
The deposits were moved out of Lorain County

**City of Avon, Ohio**  
*Ten Largest Real Property Taxpayers*  
*December 31, 2000*

| <u>Taxpayer</u>                         | <u>Real Property<br/>Assessed Valuation</u> | <u>Percentage of Total<br/>Real Property<br/>Assessed Valuation</u> |
|---|---|---|
| Cleveland Electric Illuminating Company | \$10,047,960                                | 4.13%   |
| Century Telephone                       | 3,283,970                                   | 1.35  |
| Columbia Gas of Ohio                    | 3,227,100                                   | 1.33  |
| Comprehensive Health                    | 2,606,380                                   | 1.07  |
| Manco Incorporated                      | 2,044,850                                   | 0.84  |
| JS Avon North                           | 1,678,290                                   | 0.69  |
| David Kirschenbaum (Good Samaritan)     | 1,566,750                                   | 0.64  |
| Avon Oaks Country Club                  | 1,364,390                                   | 0.56  |
| Robert Barto                            | 1,213,750                                   | 0.51  |
| Carnegie Residential                    | <u>1,159,860</u>                            | <u>0.48</u>   |
| Total of Above                          | <u><u>\$28,193,300</u></u>                  | <u><u>11.60%</u></u>  |
| Total City Valuation                    | <u><u>\$243,429,610</u></u>                 |   |

Source: County Auditor, Lorain County, Ohio

**City of Avon, Ohio**  
*Miscellaneous Statistics*  
*December 31, 2000*

|  |                      |
|--|----------------------|
| GOVERNMENT:                                  |                      |
| Date of Incorporation as a Village           | 1917                 |
| Date of Incorporation as a City              | 1961                 |
| Form of Government                           | Mayor/Council        |
| AREA:  | 20.5 square miles    |
| STREETS:                                     | 120 miles of streets |
| NUMBER OF STREET LIGHTS (PER LIGHT BILL)     | 1,216                |
| EDUCATION:                                   |                      |
| Attendance Centers                           | 4                    |
| Teachers                                     | 116                  |
| Students                                     | 1,747                |
| WATER:                                       |                      |
| Miles of Water Mains                         | 79                   |
| SEWERS:                                      |                      |
| Miles of Sanitary Sewers                     | 56                   |
| BUILDING PERMITS ISSUED:                     |                      |
| Residential (Single-family and Multi-family) | 307                  |
| Commercial/Industrial (New and Expansion)    | 209                  |
| RECREATION AND CULTURE:                      |                      |
| Number of Parks                              | 4                    |
| Number of Libraries                          | 1                    |
| Number of Baseball Diamonds                  | 7                    |
| POLICE:                                      |                      |
| Stations                                     | 1                    |
| Policemen and Officers: Full-Time            | 19                   |
| FIRE:  |                      |
| Stations                                     | 2                    |
| Firefighters and Rescue Workers: Part-Time   | 30                   |
| TOTAL EMPLOYEES:                             |                      |
| Full-Time                                    | 62                   |
| Part-Time                                    | 59                   |

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STATE OF OHIO  
OFFICE OF THE AUDITOR  

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JIM PETRO, AUDITOR OF STATE

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**CITY OF AVON**

**LORAIN COUNTY**

**CLERK'S CERTIFICATION**

**This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.**

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JUNE 14, 2001**