

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

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**STATE OF OHIO**



CITY OF BARBERTON  
SUMMIT COUNTY

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STATE OF OHIO  
OFFICE OF THE AUDITOR

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

City of Barberton  
Summit County  
104 Third Street, N.W.  
Barberton, Ohio 44203

To the City Council:

We have audited the general purpose financial statements of the City of Barberton, Summit County, Ohio, (the City) as of and for the year ended December 31, 2000, and have issued our report thereon dated June 15, 2001 in which we noted the City restated the Enterprise Fund retained earnings as of January 1, 2000. We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 general purpose 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 the City in a separate letter date June 15, 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 general purpose 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 general purpose 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 other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 15, 2001.

City of Barberton  
Summit County  
Report of Independent Accountants on Compliance and on  
Internal Control Required By *Government Auditing Standards*  
Page 2

This report is intended for the information and use of management, City Council, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

**Jim Petro**  
Auditor of State

June 15, 2001



STATE OF OHIO  
OFFICE OF THE AUDITOR

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**REPORT OF INDEPENDENT ACCOUNTANTS ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

City of Barberton  
Summit County  
104 Third Street, N.W.  
Barberton, Ohio 44203

To the City Council:

**Compliance**

We have audited the compliance of the City of Barberton, Summit County, Ohio (the City) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2000. The City's major federal programs are identified in the summary of auditor's results section of the accompanying Schedule of Findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended December 31, 2000.

However, we noted an immaterial instance involving federal compliance that did not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 15, 2001.

**Internal Control Over Compliance**

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program 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 compliance and its operation that we consider to be material weaknesses.

However, we noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated June 15, 2001.

#### **Schedule of Federal Awards Receipts and Expenditures**

We have audited the general purpose financial statements of the City as of and for the year ended December 31, 2000, and have issued our report thereon dated June 15, 2001. Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying Schedule of Receipts and Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133 and is 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 stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

This report is intended for the information and use of management, City Council, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

**Jim Petro**  
Auditor of State

June 15, 2001



**CITY OF BARBERTON  
SUMMIT COUNTY  
SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2000**

<b>FEDERAL GRANTOR</b> <i>Pass-Through Grantor</i> Program Title	Federal CFDA Number	Pass-Through Entity's Number	Receipts	Disbursements
<b>UNITED STATES DEPARTMENT OF AGRICULTURE</b> <i>Passed through the Akron City Department of Health</i>				
Special Supplemental Nutrition Program for Women	10.557	110	\$167,489	\$214,239
<b>UNITED STATES DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</b>				
Community Development Block Grants/Entitlement Grants	14.218	N/A	472,141	738,150
<i>Passed through the Ohio Department of Development</i>				
HOME Investment Partnerships Program	14.239	A-C-97-889-2	26,395	26,395
Total Department of Housing and Urban Development			498,536	764,545
<b>UNITED STATES DEPARTMENT OF JUSTICE</b>				
Public Safety Partnership and Community Policing Grants	16.710	N/A	89,900	89,900
Bulletproof Vest Partnership Program	16.607	N/A	3,900	3,900
Local Law Enforcement Block Grants Program	16.592	N/A	155,324	8,737
Total Department of Justice			249,124	102,537
<b>UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES</b> <i>Passed through the Akron City Department of Health</i>				
Immunization Grants	93.268	101A	49,854	49,854
Maternal and Child Health Services Block Grant	93.994	101Q	91,228	91,228
<i>Passed through the Area Agency on Aging</i>				
Special Programs for the Aging_Title III, Parts B_Grants	93.044	227B	4,000	4,000
<i>Passed through the Ohio Department of Health</i>				
Centers for Disease Control and Prevention Investigations and Assistance - Tobacco Prevention Project	93.283	77-2-02-CJ-292100		52,532
Total Department of Health and Human Service			145,082	197,614
<b>UNITED STATES ENVIRONMENTAL PROTECTION AGENCY</b>				
Brownfield Pilots Cooperative Agreements	66.811	N/A		7,104
<b>UNITED STATES DEPARTMENT OF INTERIOR/ OHIO &amp; ERIE CANAL ASSOCIATION</b>				
Barberton Towpath Reconstruction Project	15.AAA	N/A	34,206	80,954
<b>Total</b>			<b>\$1,094,437</b>	<b>\$1,366,993</b>

*The notes to the Schedule of Federal Awards Receipts and Expenditures are an integral part of this statement.*

**CITY OF BARBERTON  
SUMMIT COUNTY  
NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
DECEMBER 31, 2000**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Receipts and Expenditures of Federal Awards (the Schedule) summarizes activity of the City's federal award programs. The Schedule has been prepared on the cash basis of accounting.

**NOTE B - COMMUNITY DEVELOPMENT BLOCK GRANT REVOLVING LOAN PROGRAMS**

The City has established a revolving loan program to provide low-interest loans to businesses to create jobs for persons from low-moderate income households and to eligible persons and to rehabilitate homes. The Federal Department of Housing and Urban Development (HUD) grants money for these loans to the City, passed through the Ohio Department of Development. The initial loan of this money is recorded as a disbursement on the Schedule. Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule.

These loans are collateralized by mortgages on the property. At December 31, 2000, the gross amount of loans outstanding under this program was \$327,930, as indicated in Note 8 of the notes to the general purpose financial statements.

**CITY OF BARBERTON  
SUMMIT COUNTY  
SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505**

**December 31, 2000**

**1. SUMMARY OF AUDITOR'S RESULTS**

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	CFDA #10.557 - Special Supplemental Nutrition Program for Women, Infants and Children CFDA #93.994 - Maternal and Child Health Services Block Grant CFDA #16.710 - Public Safety Partnership Community Oriented Policing Grant
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

**2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS  
REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS**

None

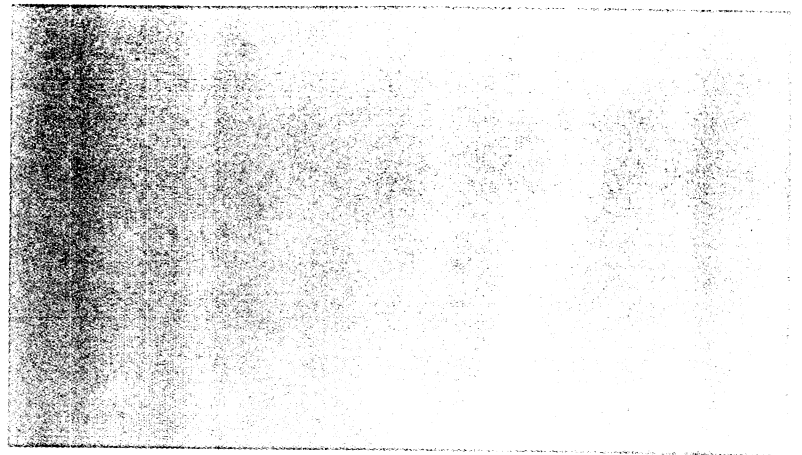
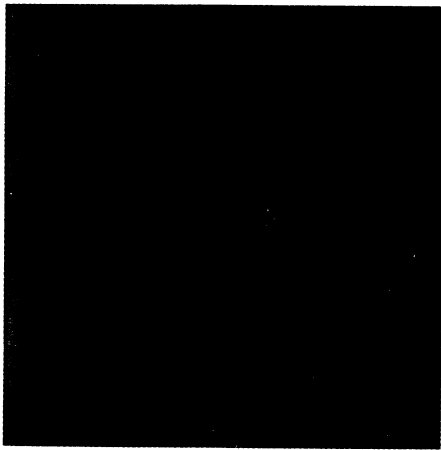
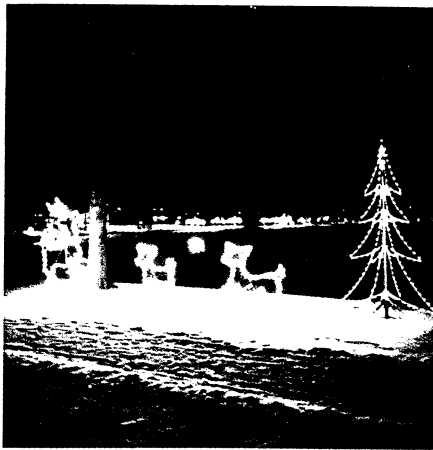
**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None



# Barberton, Ohio

City of



## Comprehensive Annual Financial Report

for the year ended December 31, 2000

# City of **Barberton, Ohio**

Lake Anna Park, covering 25-acres in the midst of downtown Barberton, is a beautiful site to visit throughout the year. However, it is especially beautiful during the holidays when the park is aglow with displays of over 40,000 multi-colored lights. Each year the displays are organized into various themes ranging from Charles Dickens to gardening and children. Also contributing to the beauty of the holiday light celebration at Lake Anna are the impressive churches and magnificent turn-of -the-century homes that border the park. The annual lighting display represents a cooperative effort between the City of Barberton and the Barberton Community Foundation.

*City of*  
**Barberton, Ohio**



*Comprehensive Annual  
Financial Report  
for the year ended December 31, 2000*

*Prepared by The Department of Finance  
Raymond E. Flickinger, Jr., C.M.F.A.*

*Director of Finance*

*Julie A. Herr, C.P.A.*





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**CITY OF BARBERTON, OHIO**  
 Comprehensive Annual Financial Report  
 For the Year Ended December 31, 2000

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## **INTRODUCTORY SECTION**

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June 15, 2001

Honorable Mayor, Members of City Council  
And Citizens of Barberton  
Barberton, Ohio

It is our privilege to submit to you the 2000 Comprehensive Annual Financial Report of the City of Barberton (the City). Responsibility for both the accuracy of the data and the adequacy of disclosure rests with the City. To the best of our knowledge, the enclosed data is accurate in all material respects and is reported in a manner which presents fairly the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial and statistical. The introductory section includes this transmittal letter, a list of principal officials and an organizational chart. The financial section includes the Report of Independent Accountants, general purpose financial statements, and related combining statements and schedules. This report includes all funds and account groups of the City. The statistical section provides financial, economic and demographic information which is used for comparative fiscal periods.

### COMMUNITY PROFILE

The City of Barberton is located in northeast Ohio, adjacent to the southwest corner of the City of Akron. Incorporated in 1891, Barberton operates under a charter form of government which was adopted by its voters in 1973. The City is governed by an elected Mayor and 9-member City Council. Founded by industrialist Ohio Columbus Barber, Barberton earned the nickname of the Magic City because of its early rapid growth. Today, Barberton covers an area of approximately 9.0 miles and is the fourth largest city in Summit County with a population of 27,899.

The City provides a full range of municipal services under the governmental funds concept. These include police and fire protection, municipal court, planning and engineering, code enforcement, street maintenance, and parks and recreation. Health services are provided by the Barberton Board of Health. In addition, water and sewer services and solid waste disposal are provided under the enterprise fund concept with user charges set to ensure adequate coverage of operating expenses and payments on outstanding debt. The Barberton Community and Fitness Center also operates under an enterprise fund with member fees covering the cost of providing programs.

## **MAJOR INITIATIVES**

Construction began on Phase II of the Downtown Streetscape Project. A Transportation Enhancement Program Grant funded \$975,000 of the \$1,327,000 project. The project includes new sidewalks, street lighting, street resurfacing and landscaping in the Downtown area.

Improvement projects on two major corridors, Wooster Road North and Fourth Street, began in 2000. The projects, totaling \$1,232,000, include new sidewalks, curbs, street lighting and street resurfacing. The projects were funded by a combination of Issue II Funds, Infrastructure Improvement Reserve Funds and special assessments.

The City purchased approximately 35 acres from Pittsburgh Plate and Glass Company (PPG) for a sports complex. The purchase price of the property was \$350,000. The estimated construction cost of the complex is \$3,100,000 and will include four baseball fields, a football field and a soccer field.

Construction also began on the first phase of the Ohio-Erie Canal Corridor Trailhead Project during 2000. A Barberton Community Foundation Grant and a grant from the Ohio and Erie Canal Association funded Phase 1, the construction of 3.5 miles of towpath trail.

The City of Barberton received a \$200,000 U.S. Environmental Protection Agency (EPA) Brown-field Grant and awarded contracts for environmental testing in a proposed Van Buren Neighborhood and Russell Avenue landfill area.

Negotiations continue with developers for the recently annexed land in southwest Barberton. The master plan for the 500-acre area calls for the area to have residential, commercial and light industrial development. Over 500 homes are projected to be built in the development.

City Council adopted a Minimum Fund Balance Policy in the year 2000. The purpose of the policy is to take a proactive approach to financial management in the City. The policy will also allow the Administration and Council to recognize warning indicators of financial stress at an early date. Per the policy, the City's General, Water and Sewer Operating and Solid Waste Disposal Funds must maintain a fund balance equal to 10% of the total budgets for each fund.

## **ECONOMIC CONDITION AND OUTLOOK**

The City's economy has historically been associated with industry. Major industries with headquarters or divisions within Barberton's boundaries include manufacturers of fossil fuel and nuclear power generating equipment, automobile components, energy products management systems, and producers of chemical and dairy products. The corporate headquarters for the largest producer of cut flowers in the world is located in Barberton.

During the 1970's and early 1980's, employment by manufacturing companies decreased, primarily due to plant closings and down-sizing. However, Barberton's economy has stabilized and local indicators point to continued improvement. Barberton's economy is stronger today because it is no longer as dependent on several large industrial employers. Smaller manufacturing and service businesses have replaced many of the jobs lost in past years.



To encourage industrial development, Barberton has created two industrial parks, Stuver Place and Foundation Parkway. To date, five businesses have constructed new facilities in these areas.

Annexation is one of the major tools used by cities in economic development. The City of Barberton is almost fully developed and virtually landlocked and, therefore, continues efforts to annex in order to provide for expansion of industrial and residential development in the future.

Barberton continues to enjoy a moderate growth in new home construction as 65 permits totaling \$9,100,000 were issued in 2000. Overall, the value of permits issued for new construction and remodeling of residential and commercial structures exceeded \$23 million.

## **FINANCIAL INFORMATION**

### **Internal Control**

The City is responsible for establishing and maintaining an internal control structure designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the valuation of costs and benefits requires estimates and judgments by management.

### **Summary of Accounting Policies and Budgetary Controls**

The City's financial statements for its governmental and fiduciary funds have been prepared on the modified accrual basis of accounting. Under this basis, revenues are recognized in the period in which they are measurable and available to finance current City operations. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for the interest on general long-term debt which is recognized when due.

All proprietary funds are accounted for by using the accrual basis of accounting. Revenues are recognized when they are earned, and expenses are recognized when they are incurred. See Note 2 to the Combined Financial Statements for a summary of the City's significant accounting policies.

An annual appropriated budget is legally required to be prepared on the budgetary basis for all funds of the City other than agency funds; however, only governmental funds are required to be reported. The legal level of budgetary control is established at the department level within the General Fund and at the fund level for all other funds. The City maintains budgetary control by not permitting expenditures to exceed appropriations at the legal level of budgetary control without the approval of City Council. Estimated purchase order amounts are encumbered prior to release of the order to a vendor. When an encumbrance exceeds available appropriations, the order is delayed until the budget is amended. Open encumbrances at year-end are carried forward to the following year. These encumbrances are reported as a reservation of fund balance at December 31, 2000. Unencumbered appropriations lapse at year-end.

## Governmental Revenues

Revenue for the general governmental functions totaled \$20,120,643 in 2000. The amounts of revenue from various sources included in the Governmental Funds and Expendable Trust Funds are depicted in the following table:

<u>Revenue Type Classification</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Dollar Increase (Decrease) from 1999</u>	<u>Percent Increase (Decrease) from 1999</u>
Taxes	\$11,493,618	57.12%	\$(45,674)	( 0.40)%
Intergovernmental Revenues	5,030,544	25.00	(72,182)	( 1.41)
Charges for Services	1,094,676	5.44	91,492	9.12
Fines, Licenses and Permits	332,977	1.66	(61,233)	(15.53)
Interest	788,749	3.92	148,065	23.11
Miscellaneous	<u>1,380,079</u>	<u>6.86</u>	<u>(22,225)</u>	<u>( 1.58)</u>
	<u>\$20,120,643</u>	<u>100.00%</u>	<u>\$38,243</u>	<u>0.19 %</u>

Major revenue changes occurred in the following areas: The increase in Charges for Services of \$91,492 is primarily due to an increase in criminal and civil court fees and costs. The decrease in Fines, Licenses and Permits is due to a decrease in the City's share of criminal and civil court fines. The increase in Interest of \$148,065 is due to higher interest rates on investments for the majority of 2000.

## Governmental Expenditures

Expenditures for governmental functions totaled \$22,486,387 in 2000. The amounts of expenditure for the various functions included in the Governmental Funds and Expendable Trust Funds are depicted in the accompanying table:

<u>Functions of Expenditure</u>	<u>Amount</u>	<u>Percent of Total</u>	<u>Dollar Increase (Decrease) from 1999</u>	<u>Percent Increase (Decrease) from 1999</u>
General Government	\$3,655,846	16.26%	\$437,334	13.59%
Public Safety	8,490,187	37.76	1,410,471	19.92
Streets and Highways	2,184,005	9.71	36,960	1.72
Health and Welfare	1,479,699	6.58	111,792	8.17
Community Environment	1,258,922	5.60	(28,676)	( 2.23)
Leisure Time Activities	1,147,049	5.10	107,629	10.35
Capital Outlay	3,759,919	16.72	814,732	27.66
Debt Service - Principal	327,961	1.46	(98,303)	(23.06)
Debt Service - Interest	<u>182,799</u>	<u>0.81</u>	<u>6,296</u>	<u>3.57</u>
	<u>\$22,486,387</u>	<u>100.00%</u>	<u>\$2,798,235</u>	<u>14.21%</u>

Major changes in governmental expenditures occurred in the following areas: The increase in General Government can be attributed to: increased personnel costs due to wage increases; an

approximate 18% increase in health care premiums; and a significant payment to Oriana House for the City's share of indigent drivers alcohol treatment programs for a three year period. The increase in Public Safety of \$1,410,471 is mainly due to the pay off of an accrued pension liability with the Ohio Police and Fire Pension Fund during 2000 as well as increased personnel costs due to negotiated wage increases and health care premium increases. Health and Welfare expenditures increased by \$111,792 due to additional services and programs offered by the Health District. The increase in Capital Outlay is primarily due to the several major projects undertaken by the City during 2000. These include the following: \$350,000 purchase of property for a sports complex; \$184,000 and \$390,000 for the 4th Street Corridor Improvement and Downtown Streetscape Project, respectively; \$208,000 for sidewalk improvements throughout the City; \$266,000 for the Magical Theater Renovation; and \$181,000 for the new City-wide 800 MHz radio system.

### **General Fund**

The General Fund accounts for all financial transactions not properly accounted for in any other fund. It is the City's largest fund and provides for major City services of safety forces, governmental administration, and parks and recreation. The General Fund's balance decreased by \$1,115,321 to \$2,378,750 in 2000. This balance provides the City with the equivalent of 41 working days of expenditures.

### **Special Revenue Funds**

Special Revenue Funds of the City are used to account for revenues derived from specific taxes or other legally restricted revenue sources. The major funds included in this class are Street Construction, Maintenance and Repair, Income Tax, Street and Storm Sewer Improvement, Infrastructure Improvement Reserve, Community Development Block Grant and other Federal Grant funds.

### **Capital Projects Funds**

The Capital Projects Funds include all major capital improvement projects of the City other than those accounted for in the Enterprise Funds. Proceeds for General Obligation Debt, Federal Grants and State Grants are accounted for in capital improvement funds until the improvement is complete.

### **Enterprise Funds**

Enterprise Funds are used to finance and account for the acquisition, operation and maintenance of City facilities and services which are intended to be entirely or predominately self-supporting from user charges. Enterprise funds of the City include Water Fund, Sewer Fund, Sewer Funds required by the Bond Indenture, Solid Waste Disposal Fund, Community Center Fund, and Downtown Sale and Rental of Property Fund. The City's water system provides for the treatment and distribution of water throughout the City as well as several areas outside the corporation limits. Sewage treatment is provided in the \$24,000,000 Sewage Treatment Plant constructed in 1987. The Community Center provides recreational swimming and a fitness center to Barberton area residents. Total 2000 operating revenues for all Enterprise funds were \$8,261,157 while expenses totaled \$7,975,441, resulting in an operating income of \$285,716, a decrease of \$357,649 from 1999.

## Internal Service Funds

Internal Service Funds are established to account for the financing of goods or services provided by one department of the City to other departments on a cost reimbursement basis. The City maintains internal service funds for Health Insurance, General Liability Insurance, Severance Pay and Internal Cost Allocation.

## Trust and Agency Funds

Trust and Agency Funds are established to account for assets held by the City in a fiduciary capacity. The City of Barberton established trust funds to account for Senior Center revenue and miscellaneous deposits held in trust. The City established an agency fund to account for the operations of the Municipal Court .

## DEBT ADMINISTRATION

The General Obligation Bond Retirement Fund accounts for all long-term general obligation debt service other than debt issued by an Enterprise Fund or an Internal Service Fund. The total general obligation debt as of December 31, 2000 was \$7,396,273 which consisted of \$3,636,273 in bonds and \$3,760,000 in notes. Obligations of the Enterprise Fund systems amount to \$6,655,000 of the total general obligation debt. Revenue of the enterprise systems is pledged for this debt service. The City is well within statutory limitations for unvoted debt. The ratio of general obligation debt to assessed valuation and the amount of general obligation debt per capita are useful indicators of the City's debt position. The following data is segregated by debt within the statutory debt limitation and debt exempt from the debt limitation.

	<u>Amount</u>	Ratio of Debt to Assessed <u>Value</u>	Debt per <u>Capita</u>
G.O. Bond Debt within debt limit	\$2,166,273	0.01%	\$77.65
Exempt Debt	\$8,640,000	0.02%	\$309.69

Refer to Note 12 in the Financial section of this report for complete detail of the City's long-term obligations.

## CASH MANAGEMENT

Rising costs and expanding programs have placed increasing pressure on governmental revenues. Investment returns can help to reduce this pressure. The primary goal of the Finance Department's cash management program is to minimize the amount of cash on hand in order to meet daily cash requirements and simultaneously maximize the funds available for

investment. This is achieved while maintaining the safety of principal and attaining a market average rate of return. The City invests in Certificates of Deposit, U.S. Government Obligations, Commercial Paper, fully collateralized Repurchase Agreements and STAR Ohio, a statewide investment pool. Levels of custodial credit risk are discussed fully in Note 5 of the Notes to the Combined Financial Statements.

## **RISK MANAGEMENT**

The City has been self-insured for health care purposes since 1986. A claims administrator is retained to process claims and review medical procedures. Stop-loss insurance has been purchased by the City to pay unusual and excess medical claims. During 1992, the City joined a Preferred Provider Organization (PPO) and increased employee out-of-pocket expenses in order to slow the rate of increase in medical expenses. The Health Insurance Fund balance as of December 31, 2000 was \$887,704.

The City continues to retain insurance coverage relating to automotive liability, destruction of property, safety forces professional liability and general liability. The City also purchases an umbrella policy which provides an additional \$10,000,000 in coverage over the above listed primary policies.

## **PENSION AND POSTEMPLOYMENT BENEFIT PLANS**

Full-time, permanent employees of the City belong to one of two state operated pension plans (both are cost-sharing, defined-benefit, multiple-employer plans). Non-uniformed employees are members of the Public Employees Retirement System of Ohio (PERS). Police and fire personnel are members of the Ohio Police and Fire Pension Fund (OP&F). Elected officials participate in PERS on a voluntary basis. The plans provide pension benefits as well as postretirement health care coverage to qualifying employees. Contributions to the plans by both the City and participating employees are mandated by state statute. Because both plans operate pursuant to the Ohio Revised Code, the Ohio General Assembly could decide to amend the format of the plans and could revise contribution and benefit levels.

## **FIXED ASSETS**

The accounting for land, buildings, building improvements and equipment is essential for the complete record of assets. The General Fixed Assets Account Group includes all fixed assets of the City not used in an enterprise operation. Fixed assets of the Enterprise Funds are accounted for directly within those funds.

## **INDEPENDENT AUDIT**

The City is required by state law to have an annual audit performed by the Auditor of State. The City continues to receive an unqualified opinion. The Report of Independent Accountants of the Auditor of State on the City's combined financial statements is included in the Financial Section of this report.

## REPORTING ACHIEVEMENT

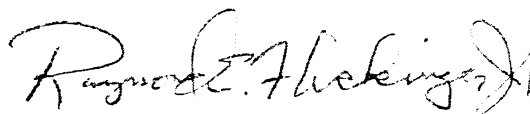
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Barberton for its Comprehensive Annual Financial Report (CAFR) for the Fiscal Year Ended December 31, 1999. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded this certificate, a government must publish an easily readable and efficiently organized report. The report must satisfy Generally Accepted Accounting Principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe our current report continues to conform to Certificate of Achievement Program Requirements, and it is being submitted to the GFOA to determine its eligibility for another certificate.

## ACKNOWLEDGMENT

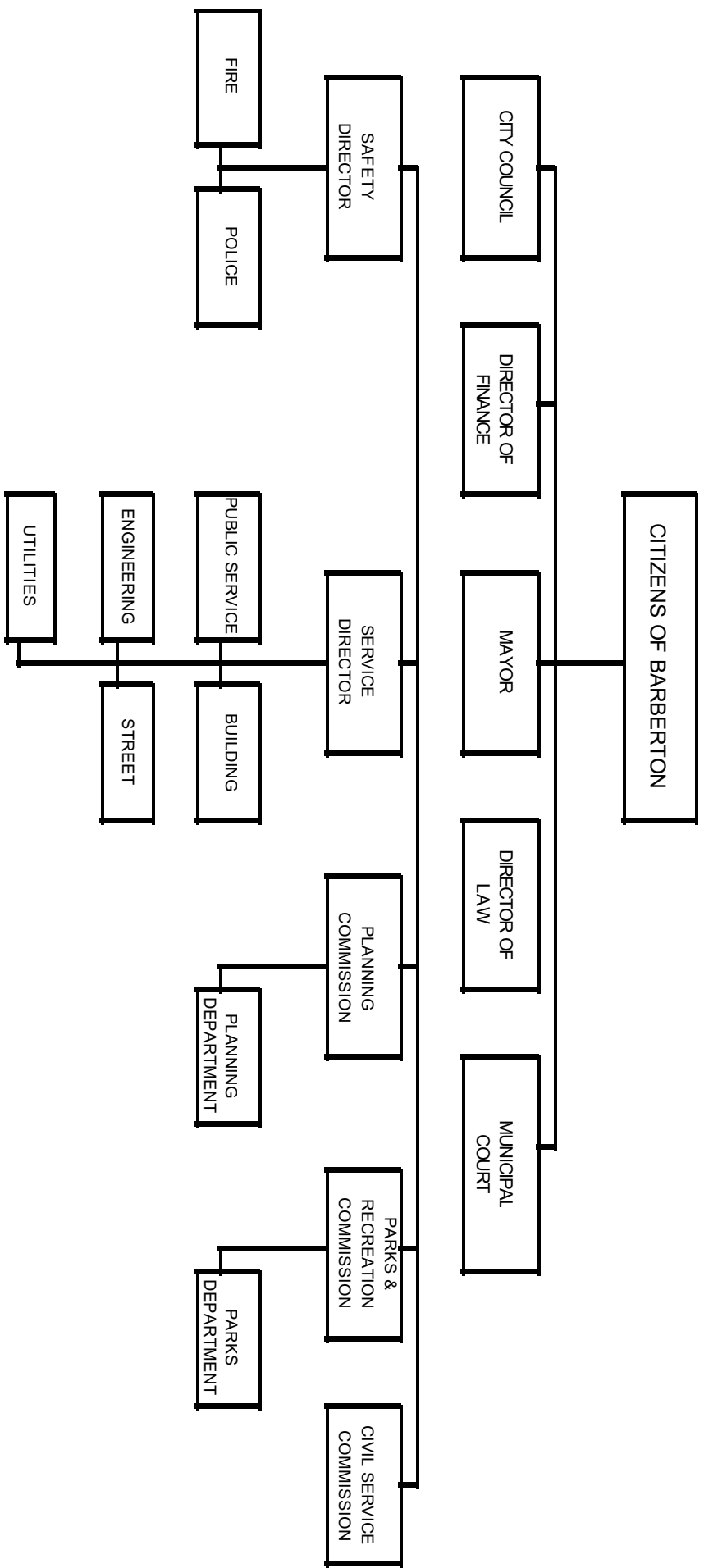
The presentation of this report could not have been accomplished without the dedicated services of the staff of the City's Finance Department. I would like to express my appreciation to those directly involved with this report and to the entire staff for their efficient service throughout the year. I would also like to express my appreciation to the Mayor and City Council for their support and commitment to responsible fiscal reporting.

Sincerely,



Raymond E. Flickinger, Jr., CMFA  
Director of Finance

**CITY OF BARBERTON, OHIO  
ORGANIZATIONAL CHART**



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CITY OF BARBERTON, OHIO

LIST OF PRINCIPAL OFFICIALS  
As of December 31, 2000

<b>Mayor</b>	<i>(Elected: four-year term)</i>	Randy Hart
<b>Cabinet of the Mayor:</b>	<i>(Appointed)</i>	
Service Director		Elwood Palmer
Safety Director		Leon T. Ricks
<b>Finance Director</b>	<i>(Elected: four-year term)</i>	Raymond E. Flickinger, Jr.
<b>Director of Law</b>	<i>(Elected: four-year term)</i>	Gregory Macko
<b>Municipal Court Judges</b>	<i>(Elected: six-year term)</i>	Michael J. McNulty Michael L. Weigand
<b>Clerk of Municipal Court</b>	<i>(Elected: six-year term)</i>	Susan K. Reilly
<b>Council:</b>	<i>(Elected: four-year term)</i>	
President		Robert J. Genet
Members:		
At-Large		Harry J. Bauschlinger
At-Large		Joseph R. Underation
Ward 1		Arthur W. Hicks
Ward 2		Tom E. Muffet
Ward 3		Frederick S. Maurer
Ward 4		Albert J. Canfora
Ward 5		Robert P. Nickol
Ward 6		Elizabeth A. Fisher



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Barberton,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 1999

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Anne Spray Kinsey*  
President

*Jeffrey L. Esler*  
Executive Director

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## **FINANCIAL SECTION**

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STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

111 Second Street, NW  
Fourth Floor  
Canton, Ohio 44702  
Telephone 330-438-0617  
800-443-9272  
Facsimile 330-471-0001  
www.auditor.state.oh.us

## REPORT OF INDEPENDENT ACCOUNTANTS

City of Barberton  
Summit County  
104 Third Street NW  
Barberton, Ohio 44203

To the City Council:

We have audited the accompanying general purpose financial statements of the City of Barberton, Summit 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 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 more fully discussed in Note 3 in the general purpose financial statements, Enterprise Fund retained earnings have been restated as of January 1, 2000, as a result of certain errors in December 31, 1999 construction-in-progress.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 15, 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.

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 and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

**Jim Petro**  
Auditor of State

June 15, 2001

**GENERAL PURPOSE  
FINANCIAL STATEMENTS**

# CITY OF BARBERTON, OHIO

## Combined Balance Sheet - All Fund Types and Account Groups

December 31, 2000

(With Comparative Totals at December 31, 1999)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>ASSETS AND OTHER DEBITS</b>				
Assets:				
Equity in pooled cash and investments	\$2,108,444	\$3,767,886	\$6,212	\$623,908
Cash and cash equivalents - segregated accounts	--	--	--	--
Receivables (net, where applicable, of allowance for doubtful accounts)	1,907,926	1,420,643	--	--
Notes receivable	--	874,154	--	--
Due from other funds	63,580	4,441	--	--
Inventory of supplies	--	--	--	--
Prepaid items	--	--	--	--
Advances to other funds	95,800	--	--	--
Restricted assets - cash and cash equivalents	--	--	--	--
Fixed assets (net of accumulated depreciation)	--	--	--	--
Other Debits:				
Amount available for retirement of general long-term obligations	--	--	--	--
Amount to be provided for retirement of general long-term obligations	--	--	--	--
<b>Total Assets</b>	<b>\$4,175,750</b>	<b>\$6,067,124</b>	<b>\$6,212</b>	<b>\$623,908</b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS</b>				
Liabilities:				
Accounts payable	\$202,044	\$168,268	\$--	\$595,671
Claims payable	--	--	--	--
Accrued wages and benefits	280,655	90,329	--	--
Other liabilities	--	--	--	--
Due to other funds	--	--	--	--
Due to other governments	2,034	4,431	--	--
Amounts held as fiduciary	--	--	--	--
Deferred revenue	1,312,267	284,310	--	--
Advances from other funds	--	95,800	--	--
Debt:				
Capital lease obligations	--	--	--	--
General obligation notes payable	--	--	--	--
General obligation bonds payable	--	--	--	--
Revenue refunding bonds payable	--	--	--	--
Other long-term debt	--	--	--	--
Police and fire pension liabilities	--	--	--	--
<b>Total Liabilities</b>	<b>1,797,000</b>	<b>643,138</b>	<b>--</b>	<b>595,671</b>
Equity and Other Credits:				
Investment in general fixed assets	--	--	--	--
Contributed capital	--	--	--	--
Retained earnings	--	--	--	--
Fund balances:				
Reserved for encumbrances	699,154	718,587	--	1,134,892
Reserved for debt service	--	--	6,212	--
Reserved for notes receivable	--	823,849	--	--
Reserved for advances	95,800	--	--	--
Unreserved, undesignated (deficit)	1,583,796	3,881,550	--	(1,106,655)
<b>Total Equity and Other Credits</b>	<b>2,378,750</b>	<b>5,423,986</b>	<b>6,212</b>	<b>28,237</b>
<b>Total Liabilities, Equity and Other Credits</b>	<b>\$4,175,750</b>	<b>\$6,067,124</b>	<b>\$6,212</b>	<b>\$623,908</b>

See accompanying notes to the combined financial statements



Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long- Term Obligations	2000	1999
\$5,388,358	\$1,513,745	\$126,408	\$--	\$--	\$13,534,961	\$15,726,482
--	--	134,750	--	--	134,750	153,081
942,249	10,793	--	--	--	4,281,611	4,388,183
8,449	--	--	--	--	882,603	757,039
--	--	--	--	--	68,021	81,430
324,705	--	--	--	--	324,705	288,004
20,356	--	--	--	--	20,356	17,665
--	--	--	--	--	95,800	27,893
784,723	--	--	--	--	784,723	742,142
31,467,004	--	--	15,182,883	--	46,649,887	46,741,677
--	--	--	--	6,212	6,212	6,211
--	--	--	--	5,039,494	5,039,494	5,899,538
<u>\$38,935,844</u>	<u>\$1,524,538</u>	<u>\$261,158</u>	<u>\$15,182,883</u>	<u>\$5,045,706</u>	<u>\$71,823,123</u>	<u>\$74,829,345</u>
\$299,760	\$10,444	\$--	\$--	\$--	\$1,276,187	\$744,724
--	182,879	--	--	--	182,879	131,953
557,960	--	--	--	2,278,103	3,207,047	2,754,994
129,369	910	--	--	--	130,279	118,485
--	--	68,021	--	--	68,021	81,430
11,050	--	57,739	--	--	75,254	89,168
--	--	8,990	--	--	8,990	6,906
9,024	--	--	--	--	1,605,601	1,564,836
--	--	--	--	--	95,800	27,893
59,312	--	--	--	386,330	445,642	623,463
3,445,000	--	--	--	315,000	3,760,000	4,215,000
3,143,623	170,934	--	--	251,273	3,565,830	3,889,356
3,132,880	--	--	--	--	3,132,880	3,553,739
--	--	--	--	1,815,000	1,815,000	1,890,000
--	--	--	--	--	--	1,101,436
<u>10,787,978</u>	<u>365,167</u>	<u>134,750</u>	<u>--</u>	<u>5,045,706</u>	<u>19,369,410</u>	<u>20,793,383</u>
--	--	--	15,182,883	--	15,182,883	13,312,340
15,216,620	--	--	--	--	15,216,620	15,216,620
12,931,246	1,159,371	--	--	--	14,090,617	15,376,303
--	--	264	--	--	2,552,897	1,859,838
--	--	--	--	--	6,212	6,211
--	--	--	--	--	823,849	694,840
--	--	--	--	--	95,800	27,893
--	--	126,144	--	--	4,484,835	7,541,917
<u>28,147,866</u>	<u>1,159,371</u>	<u>126,408</u>	<u>15,182,883</u>	<u>--</u>	<u>52,453,713</u>	<u>54,035,962</u>
<u>\$38,935,844</u>	<u>\$1,524,538</u>	<u>\$261,158</u>	<u>\$15,182,883</u>	<u>\$5,045,706</u>	<u>\$71,823,123</u>	<u>\$74,829,345</u>

**CITY OF BARBERTON, OHIO**

Combined Statement of Revenues, Expenditures and Changes in Fund Balances -  
 All Governmental Fund Types and Expendable Trust Funds  
 For the Year Ended December 31, 2000  
 (With Comparative Totals for the Year Ended December 31, 1999)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Revenues:</b>				
Taxes	\$1,115,839	\$10,377,779	\$--	\$--
Intergovernmental	2,630,007	2,400,537	--	--
Charges for services	910,342	184,334	--	--
Fines, licenses and permits	176,753	156,224	--	--
Interest	655,143	130,107	--	--
Miscellaneous	851,327	394,282	76,000	--
Total Revenues	<u>6,339,411</u>	<u>13,643,263</u>	<u>76,000</u>	<u>--</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	3,098,156	530,654	--	--
Public safety	7,708,982	781,205	--	--
Streets and highways	338,053	1,845,952	--	--
Health and welfare	1,451	1,478,248	--	--
Community environment	647,539	611,383	--	--
Leisure time activities	804,163	320,158	--	--
Capital outlay	1,546,304	1,042,240	--	1,171,035
<b>Debt service:</b>				
Principal	195,673	27,814	104,474	--
Interest and fiscal charges	29,439	1,651	149,866	1,843
Total Expenditures	<u>14,369,760</u>	<u>6,639,305</u>	<u>254,340</u>	<u>1,172,878</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(8,030,349)</u>	<u>7,003,958</u>	<u>(178,340)</u>	<u>(1,172,878)</u>
<b>Other Financing Sources (Uses):</b>				
Proceeds from notes	--	--	--	315,000
Operating transfers in	6,900,000	3,158,600	178,341	511,302
Operating transfers out	--	(10,884,683)	--	--
Capital lease financing	--	--	--	--
Sale of fixed assets	15,028	5,050	--	--
Total Other Financing Sources (Uses)	<u>6,915,028</u>	<u>(7,721,033)</u>	<u>178,341</u>	<u>826,302</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(1,115,321)</u>	<u>(717,075)</u>	<u>1</u>	<u>(346,576)</u>
Fund Balance at Beginning of Year	<u>3,494,071</u>	<u>6,141,061</u>	<u>6,211</u>	<u>374,813</u>
Fund Balance at End of Year	<u>\$2,378,750</u>	<u>\$5,423,986</u>	<u>\$6,212</u>	<u>\$28,237</u>

See accompanying notes to the combined financial statements

Fiduciary Fund Type Expendable Trust	Totals (Memorandum Only)	
	2000	1999
\$--	\$11,493,618	\$11,539,292
--	5,030,544	5,102,726
--	1,094,676	1,003,184
--	332,977	394,210
3,499	788,749	640,684
58,470	1,380,079	1,402,304
<u>61,969</u>	<u>20,120,643</u>	<u>20,082,400</u>
27,036	3,655,846	3,218,512
--	8,490,187	7,079,716
--	2,184,005	2,147,045
--	1,479,699	1,367,907
--	1,258,922	1,287,598
22,728	1,147,049	1,039,420
340	3,759,919	2,945,187
--	327,961	426,264
--	182,799	176,503
<u>50,104</u>	<u>22,486,387</u>	<u>19,688,152</u>
<u>11,865</u>	<u>(2,365,744)</u>	<u>394,248</u>
--	315,000	--
--	10,748,243	10,643,620
--	(10,884,683)	(10,733,373)
--	--	706,451
--	20,078	12,484
<u>--</u>	<u>198,638</u>	<u>629,182</u>
11,865	(2,167,106)	1,023,430
<u>114,543</u>	<u>10,130,699</u>	<u>9,107,269</u>
<u>\$126,408</u>	<u>\$7,963,593</u>	<u>\$10,130,699</u>

## CITY OF BARBERTON, OHIO

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

	General Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$1,147,574	\$1,107,724	(\$39,850)	\$10,542,878	\$10,524,827	(\$18,051)
Intergovernmental	2,389,999	2,525,578	135,579	4,611,482	2,504,341	(2,107,141)
Charges for services	886,800	908,502	21,702	169,350	184,334	14,984
Fines, licenses and permits	234,627	189,049	(45,578)	162,100	158,738	(3,362)
Interest	603,500	603,313	(187)	103,600	130,107	26,507
Miscellaneous	218,068	503,149	285,081	344,982	405,729	60,747
<b>Total Revenues</b>	<b>5,480,568</b>	<b>5,837,315</b>	<b>356,747</b>	<b>15,934,392</b>	<b>13,908,076</b>	<b>(2,026,316)</b>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	3,393,149	3,046,877	346,272	584,208	517,985	66,223
Public safety	7,720,185	7,581,266	138,919	776,500	780,806	(4,306)
Streets and highways	362,655	343,460	19,195	1,988,817	1,835,729	153,088
Health and welfare	2,000	1,451	549	1,626,875	1,441,661	185,214
Community environment	958,535	798,805	159,730	2,083,488	510,104	1,573,384
Leisure time activities	848,995	771,260	77,735	353,251	310,375	42,876
Capital outlay	1,839,838	1,652,320	187,518	1,324,964	1,161,298	163,666
<b>Debt service:</b>						
Principal	--	--	--	--	--	--
Interest and fiscal charges	--	--	--	--	--	--
<b>Total Expenditures</b>	<b>15,125,357</b>	<b>14,195,439</b>	<b>929,918</b>	<b>8,738,103</b>	<b>6,557,958</b>	<b>2,180,145</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(9,644,789)</b>	<b>(8,358,124)</b>	<b>1,286,665</b>	<b>7,196,289</b>	<b>7,350,118</b>	<b>153,829</b>
<b>Other Financing Sources (Uses):</b>						
Proceeds from notes	--	--	--	--	--	--
Operating transfers in	6,900,000	6,900,000	--	3,158,600	3,158,600	--
Operating transfers out	--	--	--	(10,884,683)	(10,884,683)	--
Sale of fixed assets	13,000	15,028	2,028	--	5,050	5,050
<b>Total Other Financing Sources (Uses)</b>	<b>6,913,000</b>	<b>6,915,028</b>	<b>2,028</b>	<b>(7,726,083)</b>	<b>(7,721,033)</b>	<b>5,050</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(2,731,789)</b>	<b>(1,443,096)</b>	<b>1,288,693</b>	<b>(529,794)</b>	<b>(370,915)</b>	<b>158,879</b>
<b>Fund Balance at Beginning of Year</b>	<b>2,745,484</b>	<b>2,745,484</b>	<b>--</b>	<b>3,012,336</b>	<b>3,012,336</b>	<b>--</b>
<b>Unexpended prior year encumbrances</b>	<b>50,647</b>	<b>50,647</b>	<b>--</b>	<b>177,264</b>	<b>177,264</b>	<b>--</b>
<b>Fund Balance at End of Year</b>	<b>\$64,342</b>	<b>\$1,353,035</b>	<b>\$1,288,693</b>	<b>\$2,659,806</b>	<b>\$2,818,685</b>	<b>\$158,879</b>

See accompanying notes to the combined financial statements

Debt Service Fund			Capital Projects Funds			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$--	\$--	\$--	\$--	\$--	\$--	\$11,690,452	\$11,632,551	(\$57,901)
--	--	--	1,489,164	--	(1,489,164)	8,490,645	5,029,919	(3,460,726)
--	--	--	--	--	--	1,056,150	1,092,836	36,686
--	--	--	--	--	--	396,727	347,787	(48,940)
--	--	--	--	--	--	707,100	733,420	26,320
76,000	76,000	--	102,000	--	(102,000)	741,050	984,878	243,828
76,000	76,000	--	1,591,164	--	(1,591,164)	23,082,124	19,821,391	(3,260,733)
--	--	--	--	--	--	3,977,357	3,564,862	412,495
--	--	--	--	--	--	8,496,685	8,362,072	134,613
--	--	--	--	--	--	2,351,472	2,179,189	172,283
--	--	--	--	--	--	1,628,875	1,443,112	185,763
--	--	--	--	--	--	3,042,023	1,308,909	1,733,114
--	--	--	--	--	--	1,202,246	1,081,635	120,611
--	--	--	2,417,467	2,305,928	111,539	5,582,269	5,119,546	462,723
104,475	104,474	1	--	--	--	104,475	104,474	1
149,866	149,866	--	2,000	1,843	157	151,866	151,709	157
254,341	254,340	1	2,419,467	2,307,771	111,696	26,537,268	23,315,508	3,221,760
(178,341)	(178,340)	1	(828,303)	(2,307,771)	(1,479,468)	(3,455,144)	(3,494,117)	(38,973)
--	--	--	315,000	315,000	--	315,000	315,000	--
178,341	178,341	--	511,302	511,302	--	10,748,243	10,748,243	--
--	--	--	--	--	--	(10,884,683)	(10,884,683)	--
--	--	--	--	--	--	13,000	20,078	7,078
178,341	178,341	--	826,302	826,302	--	191,560	198,638	7,078
--	1	1	(2,001)	(1,481,469)	(1,479,468)	(3,263,584)	(3,295,479)	(31,895)
6,211	6,211	--	374,813	374,813	--	6,138,844	6,138,844	--
--	--	--	--	--	--	227,911	227,911	--
\$6,211	\$6,212	\$1	\$372,812	(\$1,106,656)	(\$1,479,468)	\$3,103,171	\$3,071,276	(\$31,895)

Combined Statement of Revenues, Expenses  
and Changes in Fund Equity  
All Proprietary Fund Types  
For the Year Ended December 31, 2000  
(With Comparative Totals for the Year Ended December 31, 1999)

	Proprietary Fund Types		Totals (Memorandum Only)	
	Enterprise	Internal Service	2000	1999
Operating Revenues:				
Charges for Services	\$8,076,044	\$2,322,008	\$10,398,052	\$10,045,399
Other	185,113	322,050	507,163	238,577
Total Operating Revenues	8,261,157	2,644,058	10,905,215	10,283,976
Operating Expenses				
Personal services	3,407,266	65,098	3,472,364	3,530,071
Contractual Services	2,137,396	282,311	2,419,707	3,420,223
Claims and judgments	--	1,764,974	1,764,974	189,652
Materials and supplies	945,627	238,645	1,184,272	1,049,987
Depreciation	1,433,419	--	1,433,419	1,282,414
Other	51,733	--	51,733	85,493
Total Operating Expenses	7,975,441	2,351,028	10,326,469	9,557,840
Operating income	285,716	293,030	578,746	726,136
Nonoperating Revenues (Expenses).				
Interest income	237,487	3,819	241,306	236,072
Interest expense	(603,013)	(16,898)	(819,911)	(716,936)
Other	(23,682)	--	(23,682)	(27,215)
Total Nonoperating Revenues (Expenses)	(389,208)	(13,079)	(402,287)	(508,079)
Income (Loss) Before Operating Transfers	(103,492)	279,951	176,459	218,057
Operating transfers in	1,150,000	136,440	1,288,440	1,276,960
Operating transfers out	(1,150,000)	--	(1,150,000)	(1,187,207)
Net Income (Loss)	(103,492)	416,391	312,899	307,810
Retained Earnings at Beginning of Year				
As previously reported	14,618,435	757,868	15,376,303	15,068,493
Prior period adjustment (Note 3)	(1,583,697)	--	(1,583,697)	--
As restated	13,034,738	757,868	13,792,606	15,068,493
Retained Earnings at End of Year	12,931,246	1,174,259	14,105,505	15,376,303
Contributed Capital at Beginning of Year	15,216,620	--	15,216,620	15,216,620
Capital Contributions	--	--	--	--
Contributed Capital at End of Year	15,216,620	--	15,216,620	15,216,620
Fund Equity at End of Year	\$28,147,866	\$1,174,259	\$29,322,125	\$30,592,923

See accompanying notes to the combined financial statements

Combined Statement of Cash Flows - All Proprietary Fund Types  
For the Year Ended December 31, 2000

	Enterprise	Internal Service	Totals (Memorandum Only)
Cash Flows from Operating Activities:			
Cash received from customers	\$8,540,083	\$2,315,736	\$10,855,819
Cash payments to suppliers for goods and services	(3,347,530)	(521,437)	(3,868,967)
Cash payments to employees for services	(3,367,831)	(137,223)	(3,505,054)
Cash payments for claims and judgments	-	(1,728,936)	(1,728,936)
Other operating revenues	142,226	342,719	484,945
Other operating expenses	(26,192)	-	(26,192)
 Net Cash Provided by Operating Activities	 <u>1,940,756</u>	 <u>270,859</u>	 <u>2,211,615</u>
Cash Flows from Noncapital Financing Activities:			
Principal paid on debt	-	(80,000)	(80,000)
Interest paid on debt	-	(15,440)	(15,440)
Operating transfers from other funds	1,150,000	136,440	1,286,440
Operating transfers to other funds	(1,150,000)	-	(1,150,000)
 Net Cash Provided by (Used in) Noncapital Financing Activities	 <u>-</u>	 <u>41,000</u>	 <u>41,000</u>
Cash Flows from Capital and Related Financing Activities:			
Proceeds from notes	3,445,000	-	3,445,000
Principal paid on debt	(4,925,000)	-	(4,925,000)
Interest paid on debt	(534,147)	-	(534,147)
Debt issue costs	(6,457)	-	(6,457)
Acquisition and construction of capital assets	(1,004,783)	-	(1,004,783)
 Net Cash Used in Capital and Related Financing Activities	 <u>(3,025,387)</u>	 <u>-</u>	 <u>(3,025,387)</u>
Cash Flows from Investing Activities:			
Interest on investments	237,486	3,819	241,305
 Net Increase (Decrease) in Cash and Cash Equivalents	 (847,145)	 315,678	 (531,467)
Cash and Cash Equivalents at Beginning of Year	<u>7,020,226</u>	<u>1,198,067</u>	<u>8,218,293</u>
Cash and Cash Equivalents at End of Year	<u><u>\$6,173,081</u></u>	<u><u>\$1,513,745</u></u>	<u><u>\$7,686,826</u></u>

See accompanying notes to the combined financial statements

Combined Statement of Cash Flows - All Proprietary Fund Types (Continued)  
For the Year Ended December 31, 2000

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Totals (Memorandum Only)</u>
Reconciliation of Operating Income to Net Cash Provided by Operating Activities:			
Operating Income	\$285,716	\$278,142	\$563,858
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	1,433,419	-	1,433,419
Increase (decrease) due to change in:			
Receivables	406,685	14,397	421,082
Notes receivable	(8,449)	-	(8,449)
Inventory of supplies	(36,701)	-	(36,701)
Prepaid items	(2,691)	-	(2,691)
Accounts payable	(171,657)	(481)	(172,138)
Claims payable	-	50,926	50,926
Accrued wages and benefits	39,434	(72,125)	(32,691)
Other	(5,000)	-	(5,000)
Total Adjustments	<u>1,655,040</u>	<u>(7,283)</u>	<u>1,647,757</u>
Net Cash Provided by Operating Activities	<u>\$1,940,756</u>	<u>\$270,859</u>	<u>\$2,211,615</u>

**Noncash Investing, Capital and Financing Activities:**

Enterprise capital assets of \$50,000 were acquired through a capital lease during 2000.

See accompanying notes to the combined financial statements



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# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS

### NOTE 1 - REPORTING ENTITY

The City of Barberton (the City) was incorporated in 1891 under the laws of the State of Ohio. The City operates under a Mayor-Council form of government as provided by its charter adopted on November 6, 1973.

The City has adopted the provisions of Statement No. 14 of the Governmental Accounting Standards Board (GASB) regarding the definition of its financial reporting entity. For financial reporting purposes, the City's reporting entity includes all funds, account groups, agencies, boards and commissions for which the City is financially accountable. The notion of financial accountability includes not only the organizations that constitute the City's legal entity; it also can include legally separate organizations in certain instances. Legally separate organizations are included in the reporting entity if the City's officials appoint a voting majority of an organization's governing board and, as a result, the City is able to either impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific burdens on, the City. On this basis, the reporting entity of the City includes the operations of the police department, fire department, municipal court, parks and recreation department, water, sewage and sanitation services, street and sewer maintenance, and any other departments or funds for which the nature and significance of their relationship with the City are such that exclusion would cause the financial statements to be misleading or incomplete.

Included as part of the City's primary government in the determination of the City's reporting entity is the Barberton Municipal Court (the "Court"). Although the Court's territorial jurisdiction extends beyond the boundaries of the City and the Judges of the Court are separately elected, the Court's operations are not legally separate from the City. In addition, the City is responsible for budgeting and appropriating funds for the operation of the Court and is ultimately responsible for any operating deficits sustained by the Court. The City's share of the fines collected by the Court along with its share of the Court's administrative and operating costs are recorded in the City's General Fund. Monies held by the Court in a fiduciary capacity are recorded as an agency fund in the accompanying combined financial statements.

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

The financial statements of the City of Barberton 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 more significant of the City's accounting policies are described below.

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

The accounting system is organized and operated on a fund basis. 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.

Funds are classified into three categories: governmental, proprietary and fiduciary. Each category, in turn, is divided into separate fund types. The following categories and fund types are used by the City:

#### **Governmental Fund Types**

Governmental funds are those through which most governmental functions typically 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 measurement focus is upon determination of financial position and changes in financial position.

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# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The City's governmental fund types are shown as follows:

**General Fund** - 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 Charter of the City and the general laws of Ohio.

**Special Revenue Funds** - limited by state and/or federal law for the financing of certain governmental functions (other than those involving expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

**Debt Service Fund** - to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

**Capital Projects Funds** - 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 Types

Proprietary funds are used to account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to achieve sound financial administration. The measurement focus is based upon determination of net income, financial position and cash flows.

**Enterprise Funds** - to account for operations: (a) that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis (water, sewer, etc.) be financed or recovered primarily through user charges or (b) 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.

**Internal Service Funds** - to account for the financing of goods or services provided by one department of the City to other departments on a cost reimbursement basis.

#### Fiduciary Funds

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 governments, and/or other funds. These funds include expendable trust funds and agency funds. Agency funds generally are used to account for assets that the government holds on behalf of others as their agent. Since agency funds are purely custodial (assets equal liabilities), the accounting for these funds does not involve the measurement of results of operations. The expendable trust funds' measurement focus is based upon determination of financial position and changes in financial position.

#### Account Groups

Account Groups are used to establish accounting control and accountability for the City's general fixed assets and general long-term obligations. The following are the City's account groups:

**General Fixed Assets Account Group** - to account for fixed assets other than those accounted for in the proprietary funds.

**General Long-Term Obligations Account Group** - to account for all long-term obligations of the City that are not a specific liability of any proprietary fund.

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# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

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

The financial statements of the governmental funds and fiduciary funds are prepared using the modified accrual basis of accounting. Under this basis, revenues are recognized in the accounting period in which they become measurable and available to finance current City operations. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for interest on general long-term debt which is recognized when due.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available (i.e., collectible within the current period, which the City considers to be 60 days after year end): investment earnings, income taxes, fines and forfeitures and state-levied locally shared taxes (including motor vehicle fees). Reimbursements due for federally funded community development projects are recognized as revenue at the time qualified expenditures are made.

Other revenues, including licenses and permits, certain charges for services, and miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received. Property taxes which are levied in a year prior to when they are collected (real and public utility taxes) are recognized as a receivable and recorded as deferred revenue in the year they are levied.

All proprietary type funds are accounted for using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when they are incurred.

#### **C. Budgetary Data**

An annual appropriated budget is legally required to be prepared on the budgetary basis for all funds of the City other than agency funds; however, only governmental funds are required to be reported. The City did not expect to receive or expend money in the Rental Rehabilitation Special Revenue Fund; therefore, no budget was adopted by Council and none is shown in the accompanying financial statements.

The legal level of budgetary control is established at the department level within the General Fund and at the fund level for all other funds of the City. The City maintains budgetary control by not permitting expenditures to exceed appropriations at the initial level of budgetary control without the approval of City Council. Reported budgeted amounts are as originally adopted and amended by appropriation ordinances passed by Council. During the year, several supplementary appropriations were necessary. Management may amend the budget at the object level without seeking the approval of City Council. Unencumbered appropriations lapse at year-end. Outstanding encumbrances and the related appropriation amounts are carried forward to the succeeding year and need not be reappropriated.

#### **D. Cash and Investments**

Cash balances of most City funds are pooled and invested in order to provide improved cash management. Monies for all funds, except the Municipal Court (which is held in segregated accounts) and Sewer Bond Retirement and Sewer Bond Reserve (which are held as restricted assets) are maintained in the pool as deposits or investments. Each fund's interest in the pool is presented as "Equity in pooled cash and investments" on the combined balance sheet. Interest earned from investments purchased with pooled cash is allocated to certain funds based on a determination of each fund's cash available for investment.

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# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

The City accounts for its investments at fair value and records changes in investment value through investment income.

For purposes of the Combined Statement of Cash Flows, the City considers all investments of the equity pool (including segregated accounts and restricted assets) and all investments with a maturity of three months or less when purchased to be cash equivalents. Investments with a maturity of more than three months are not considered cash equivalents.

#### **E. Inventory of Supplies**

Inventory is valued at lower of cost (specific identification method) or market. The proprietary fund type inventories are capitalized and expensed when used (consumption method). Inventory generally consists of utility plant and miscellaneous supplies. In governmental and expendable trust funds, the cost of inventory items is not significant and is recognized as an expenditure when purchased.

#### **F. Fixed Assets and Depreciation**

Fixed assets used in the governmental fund type operations are accounted for in the General Fixed Assets Account Group, rather than in governmental funds, and are valued at historical cost. Donated assets are stated at market value at the time of donation. Infrastructure fixed assets, such as streets and sidewalks, drainage systems and lighting systems, are not capitalized or reported. Depreciation is not provided for the General Fixed Assets Account Group. Fixed assets associated with enterprise fund activities are accounted for in those funds. Depreciation is calculated on enterprise fixed assets using the straight-line method over the assets' estimated useful lives. The estimated useful lives are as follows:

Land Improvements	25-40 Years
Utility Plant	40-80 Years
Buildings, Structures and Improvements	25-40 Years
Furniture, Fixtures and Equipment	3-20 Years

#### **G. Capitalization of Interest**

The City's policy is to capitalize interest, if material, on proprietary fund construction projects until substantially complete. Capitalized interest is amortized on the straight-line basis over the estimated useful lives of the related assets. Interest is not capitalized on General Fixed Asset Account Group construction projects.

#### **H. Debt Issuance Costs**

Debt issuance costs relating to the sale of sewer revenue refunding bonds, water improvement bonds and judgment bonds have been capitalized as deductions from bonds payable and are being amortized over the term of the obligations based on the principal amounts outstanding.

#### **I. Deferred Amount on Refunding**

Deferred amount on refunding represents the difference between the reacquisition price and net carrying amount of refunded debt. This amount is reported in the accompanying financial statements as a deduction from bonds payable and is being charged to operations in proportion to stated interest requirements through the final year of maturity of the new debt.

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# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

### NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### **J. Compensated Absences**

The City follows the provisions of GASB Statement No. 16, "Accounting for Compensated Absences". Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive the compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the City has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits in the City's termination policy. For governmental fund types, the current portion of unpaid compensated absences is the amount expected to be paid using available resources, and is reported as an accrued liability in the fund from which the employees who have accumulated unpaid leave are paid. The balance of the liability is recorded in the General Long-Term Obligations Account Group. In proprietary fund types, the entire amount of compensated absences is reported as a fund liability. The liability for compensated absences is included in "Accrued Wages and Benefits" on the Combined Balance Sheet.

#### **K. Encumbrances**

Encumbrances represent purchase commitments for goods or services that have not yet been received or provided. Encumbrance accounting is a form of budgetary control to ensure that appropriations are not exceeded. Encumbrances outstanding at year-end are reported as a reservation of fund balance in the governmental fund types.

#### **L. Reservations of Fund Equity**

Reservations of fund equity 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 expenditure including amounts that are legally segregated for a specific future use. As a result, certain note receivables and encumbrances are recorded as reservations of fund balances.

#### **M. Interfund Transactions**

During the course of normal operations, the City has numerous transactions between funds, most of which are in the form of transfers of resources to provide services, construct assets and service debt. Transfers for current operations are recorded as operating transfers. The classification of amounts recorded as operating transfers, advances or residual equity transfers is determined by City management.

#### **N. Grants and Other Intergovernmental Revenues**

Federal grants and assistance awards made on the basis of entitlement programs are recorded as intergovernmental receivables and revenues when entitlement occurs. Federal reimbursement type grants for the acquisition of fixed assets of Proprietary Fund Types are recorded as intergovernmental receivables and contributed capital when the related expenses are incurred. All other federal reimbursement type grants are recorded as intergovernmental receivables and revenues when the related qualified expenditures/expenses are incurred.

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**CITY OF BARBERTON, OHIO****NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued****NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued****O. Accounting for Proprietary Activity**

Under the provisions of GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that use Proprietary Fund Accounting", the City has elected not to apply Financial Accounting Standards Board Statements and Interpretations issued after November 30, 1989 to its proprietary activities.

**P. Total Columns on Combined Financial Statements**

Amounts in the "Totals (Memorandum Only)" columns in the financial statements represent a summation of the combined financial statement line items of the fund types and account groups and are presented only for analytical purposes. The summation includes fund types and account groups that use different bases of accounting, both restricted and unrestricted amounts, interfund transactions that have not been eliminated, and the caption "Amounts to be Provided", which is not an asset in the usual sense. Consequently, amounts shown in the "Totals (Memorandum Only)" columns are not comparable to a consolidation and do not represent the total resources available or total revenues and expenditures/expenses of the City.

**NOTE 3 - PRIOR PERIOD ADJUSTMENT**

Beginning retained earnings in the Water Operating and Sanitary Sewer Operating Enterprise Funds have been restated to reflect adjustments of \$801,560 and \$782,137, respectively, for expenditures that should not have been classified as construction in progress in the prior year. As a result, a prior period adjustment has been made to properly reflect the retained earnings balance at the beginning of the year. The beginning balances, as restated, in these funds decreased the January 1, 2000 retained earnings balance to \$13,034,738. Net income was previously stated as \$153,426 and it should have been a net loss of \$1,430,271.

**NOTE 4 - ACCOUNTABILITY AND COMPLIANCE****A. Expenditures and Expenses in Excess of Appropriations**

The following funds had expenditures or expenses which exceeded appropriations at the legal level of budgetary control for the year ended December 31, 2000:

<u>Fund Type/Fund</u>	<u>Appropriations</u>	<u>Expenditures/ Expenses</u>	<u>Excess</u>
Special Revenue:			
Local Law Enforcement			
Block Grant	\$8,540	\$8,737	\$(197)
Gas & Oil Royalty	29,000	29,207	(207)
Police Pension	333,000	335,765	(2,765)
Fire Pension	439,000	442,121	(3,121)

**B. Fund Deficits**

At December 31, 2000, the following had a deficit fund balance/retained earnings:

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**CITY OF BARBERTON, OHIO****NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued****NOTE 4 - ACCOUNTABILITY AND COMPLIANCE - Continued**

<u>Fund Type/Fund</u>	<u>Amount</u>
Special Revenue:	
Women, Infant & Child Food Program	\$6,598
Capital Projects:	
Street Improvement Fund	169,618
Enterprise:	
Sewer Bond Retirement	2,360,612
Downtown Sales and Rental of Property	171,454
Internal Service:	
General Liability Insurance	155,765

The deficit balance in the Women, Infant & Child Food Program is due to the timing of Federal grant reimbursements. The deficit balance in the Street Improvement Fund is due to the recognition of liability amounts applicable to accrued payables on the modified accrual basis. The deficit balances in the Sewer Bond Retirement and General Liability Insurance funds are due to the recognition of liabilities for long-term debt on the accrual basis. The deficit balance in the Downtown Sales and Rental of Property fund is due to the recognition of contributed capital on the accrual basis. Contrary to Ohio Revised Code Section 5705.10 which states that money that is paid into a fund must be used only for the purposes for which such fund has been established, the Special Revenue Community Development Fund and Capital Projects Street Improvement and Issue 2 Improvement Funds reflected deficit balances of \$497,227, \$525,220 and \$581,436, respectively, on a budgetary basis at December 31, 2000. These negative fund balances were due to the timing of federal and state reimbursements.

**NOTE 5 - DEPOSITS AND INVESTMENTS**

The City's cash and investment policy is governed by City Ordinances and certain provisions of the Ohio Revised Code. These statutes permit the City to invest its monies in the following:

- w U.S. Government obligations and U.S. Government agency obligations for which the full faith and credit of the United States is pledged for payment of principal and interest;
- w Repurchase agreements;
- w Certificates of Deposit;
- w Investment grade obligations of the State of Ohio, City of Barberton, and other local governments or public authorities;
- w The State Treasury Asset Reserve (STAR Ohio); and
- w Money market mutual funds regulated by the Securities and Exchange Commission with portfolios consisting of only domestic securities;
- w Commercial paper issued by an entity that has assets exceeding \$500 million and meeting other criteria;
- w Bankers acceptances issued by banks that are insured by the Federal Deposit Insurance Corporation

The maximum final stated maturity of the City's investments is not permitted to exceed five years.

In accordance with the above mentioned statutes, public depositories must provide security for all public funds on deposit. These institutions may either specifically collateralize individual accounts in excess of amounts insured by the Federal Deposit Insurance Corporation or may pledge a pool of securities with a statutory value of at least 110 percent of the total uninsured amount of public monies on deposit at the institution. Certificates of deposit may also be collateralized by surety bonds in the name of the City for 100 percent of the principal and

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**CITY OF BARBERTON, OHIO****NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued****NOTE 5 - DEPOSITS AND INVESTMENTS - Continued**

interest amount of the deposit. Repurchase agreements are secured by the specific government security acquired under the repurchase agreement which must be held by a third party for safekeeping. All other collateral, whether specific or pooled, is held by a Federal Reserve Bank or by a designated trustee as agent for the public depositories used by the City.

**A. Deposits**

At December 31, 2000, the carrying amount of the City's deposits was \$6,258,342 and the bank balance was \$6,745,080. Of the bank balance, \$284,701 was covered by federal depository insurance. The remaining deposits of \$6,460,379 were uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging institution in the pledging institution's name and all State statutory requirements for the deposit of money has been followed, noncompliance with federal requirements would potentially subject the City to a successful claim by the FDIC.

**B. Investments**

GASB Statement No. 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" has established custodial credit risk categories for investments as follows:

- Category 1 Insured or registered, or securities held by the City or its agent in the City's name.
- Category 2 Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name.
- Category 3 Uninsured and unregistered, with securities held by the counterparty or by its trust department or agent but not in the City's name.

The City's investments at December 31, 2000 are categorized below to give an indication of the level of custodial credit risk assumed by the City at year-end.

	1	Category 2	3	Carrying Amount	Fair Value
<u>Categorized Investments</u>					
Repurchase Agreements	\$--	\$--	\$655,000	\$655,000	\$655,000
U.S. Treasury Obligations	--	698,602	--	698,602	698,602
U.S. Government Agency Obligations	--	3,951,039	--	3,974,854	3,974,854
Commercial Paper	--	1,020,462	--	1,020,462	1,020,462
Total Categorized	\$--	\$5,670,103	\$655,000	6,348,918	6,348,918
<u>Noncategorized Investments</u>					
STAR Ohio				1,813,666	1,813,666
Firststar U.S. Treasury Money Market Fund Institutional Class				33,508	33,508
Total Noncategorized				1,847,174	1,847,174
Total Investments				\$8,196,092	\$8,196,092



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**CITY OF BARBERTON, OHIO****NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued****NOTE 5 - DEPOSITS AND INVESTMENTS - Continued**

The City's investments in STAR Ohio and Firststar U.S. Treasury Money Market Fund Institutional Class are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

STAR Ohio is an investment pool created pursuant to Ohio statutes and managed by the Treasurer of the State of Ohio. STAR Ohio is not registered with the Securities and Exchange Commission as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Firststar U.S. Treasury Money Market Fund is registered under the Investment Company Act of 1940, as an open-end management investment company. These investments are valued at their share price, which is the price the investments could be redeemed for on December 31, 2000.

Investments are carried at their fair value, as required by GASB No. 31, "Accounting and Financial Reporting for Certain Investments and for External Investment Pools." During 2000, the realized net gain on the sale of these investments was not significant. The net increase in the fair value of these investments during 2000 was \$23,815. This amount takes into account all changes in fair value (including purchases and sales) that occurred during the year.

A reconciliation of cash and investments as shown on the Combined Balance Sheet follows:

<u>GASB Statement No. 3</u>	<u>Amount</u>
Carrying amount of deposits	\$6,258,342
Carrying amount of investments	<u>8,196,092</u>
Total	<u>\$14,454,434</u>
<u>Balance Sheet</u>	<u>Amount</u>
Equity in pooled cash and cash equivalents	\$13,534,961
Cash and cash equivalents - segregated accounts	134,750
Restricted assets - cash and cash equivalents	<u>784,723</u>
Total	<u>\$14,454,434</u>

**NOTE 6 - BUDGETARY BASIS OF ACCOUNTING**

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

- (1) Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP);
- (2) Expenditures are recorded when paid in cash or encumbered (budget) as opposed to when the liability is incurred (GAAP);
- (3) Encumbrances are recorded as expenditures (budget) as opposed to a reservation of fund balance (GAAP).

**CITY OF BARBERTON, OHIO**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued**

**NOTE 6 - BUDGETARY BASIS OF ACCOUNTING - Continued**

A reconciliation of the results of operations for the year from the GAAP basis to the budgetary basis is as follows:

	Excess of Revenues and Other Sources Over Expenditures and Other Uses				Total
	General Fund	Special Revenue Funds	Debt Service Fund	Capital Projects Funds	
GAAP Basis	\$(1,115,321)	\$(717,075)	\$1	\$(346,576)	\$(2,178,971)
Increase (decrease) due to:					
Change in receivables and other assets	(502,096)	124,356	--	--	(377,740)
Change in liabilities	252,982	78,430	--	595,671	927,083
Change in encumbrances	(78,661)	143,374	--	(1,730,564)	(1,665,851)
Budget Basis	<u>\$(1,443,096)</u>	<u>\$(370,915)</u>	<u>\$1</u>	<u>\$(1,481,469)</u>	<u>\$(3,295,479)</u>

**NOTE 7 - TAXES**

**A. Property Taxes**

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Taxes collected from real property (other than public utility) in one calendar year are levied in the preceding calendar year on assessed values as of January 1 of that preceding year, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. All property is required to be revalued every six years with a triennial update. The last revaluation was completed in 1999. Real property taxes are payable annually or semi-annually. The first payment is due February 15, with the remainder payable by July 15.

Taxpayers become liable for tangible personal property taxes (other than public utility) on January 1 of the current calendar year based on tax rates determined in the preceding year and assessed values determined as of the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. In 2000, tangible personal property used in business (except for public utilities) was assessed for ad valorem taxation purposes at 25 percent of its true value. Amounts 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 by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the City of Barberton. The County Auditor periodically remits to the City its portion of the taxes collected with final settlement in June and December for taxes payable in the first and second halves of the year, respectively.

The assessed values of real and tangible personal property upon which 2000 property tax receipts were based are as follows:

Real Property - 1999 Tax Valuation	\$273,990,060
Public Utility - 1999 Tax Valuation	19,728,220
Tangible Personal Property - 2000 Tax Valuation	<u>59,725,808</u>
Total Valuation	<u>\$353,444,088</u>

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**CITY OF BARBERTON, OHIO****NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued****NOTE 7 - TAXES - Continued**

Total property tax revenue recognized by fund type for the year ended December 31, 2000 was as follows:

<u>Fund Type</u>	<u>Amount</u>
General	\$875,387
Special Revenue	<u>186,640</u>
Total	<u>\$1,062,027</u>

**B. Income Tax**

The City levies an income tax of 2% on substantially all income earned within the City. In addition, residents are required to pay city income tax on income earned outside of the City; however, a 100% credit is allowed for income taxes paid to other municipalities. The largest income tax withholding employer in the City accounted for approximately 17% of total income tax revenue in 2000. Total income tax revenue recognized by fund type for the year ended December 31, 2000 was as follows:

<u>Fund Type</u>	<u>Amount</u>
Special Revenue	<u>\$10,190,901</u>

**NOTE 8 - RECEIVABLES****A. Receivables**

The City's receivables by fund type consist of the following:

	<u>General</u>	<u>Special Revenue</u>	<u>Enterprise</u>	<u>Internal Service</u>
Property Taxes	\$928,591	\$192,122	\$--	
City Income Taxes		1,132,199		
Utility Billings			872,471	
Special Assessments		41,883	9,024	
Interest	109,178		--	
Intergovernmental	458,943	54,439	34,437	
Other	<u>411,214</u>		<u>26,317</u>	<u>10,793</u>
Total	<u>\$1,907,926</u>	<u>\$1,420,643</u>	<u>\$942,249</u>	<u>\$10,793</u>

**B. Notes Receivable**

Three Special Revenue Fund notes receivable totaling \$50,304 represent sales of property to three companies for the purpose of industrial development. These ten-year, non-interest bearing notes have fixed monthly payments with a final maturity of 2004 for the first two notes and 2007 for the third. Eleven other Special Revenue Fund notes receivable totaling \$327,930 represent promissory notes for the purpose of improving the exteriors of local businesses. These notes are payable over a fifteen-year period, at interest rates that vary from 3.63% to 4.50% with final maturity ranging between 2012 and 2017.

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# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

### NOTE 8 - RECEIVABLES - Continued

Two other Special Revenue note receivables of \$113,920 represent promissory notes for the purpose of stabilizing and maintaining historical structures. These notes are payable over a 15 3/4 year and a 15 year period, respectively, at an interest rate of 4.38% with final maturity in 2013 and 2017, respectively.

Three Special Revenue Fund notes receivable totaling \$382,000 represent loans to a contractor for the construction of a moderate income apartment complex. Two of these loans totaling \$327,000 bear interest at 7.25% per annum and the third loan of \$55,000 bears interest at 1% per annum. Interest is deferred and becomes payable as income and cash flow of the contractor permits. The entire principal balance and all unpaid interest is due in March 2009.

The one Enterprise Fund note receivable for \$8,449 is for the purchase of a downtown building from the City for a total cost of \$18,000, of which \$9,000 was received as a down payment. This 4.13% note is payable over a 10-year period beginning in January 2000.

### NOTE 9 - FIXED ASSETS

#### **A. General Fixed Assets**

A summary of changes in the General Fixed Asset Account Group follows:

	Balance January 1	Additions	Disposals	Balance December 31
Land and Improvements	\$2,230,641	\$382,916	\$145,134	\$2,468,423
Buildings, Structures and Improvements	4,991,409	568,631	34,400	5,525,640
Machinery and Equipment	6,090,290	1,255,096	156,566	7,188,820
Total General Fixed Assets	<u>\$13,312,340</u>	<u>\$2,206,643</u>	<u>\$336,100</u>	<u>\$15,182,883</u>

#### **B. Proprietary Fund Type Fixed Assets**

A summary of proprietary fund type property, plant and equipment at December 31, 2000 follows:

	<u>Enterprise</u>
Land and Improvements	\$938,700
Utility Plant	38,637,101
Buildings, Structures and Improvements	11,257,956
Furniture, Fixtures and Equipment	2,877,286
Construction in Progress	<u>18,178</u>
Total	53,729,221
Less Accumulated Depreciation	<u>(22,262,217)</u>
Net	<u>\$31,467,004</u>

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**CITY OF BARBERTON, OHIO**

**NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued**

**NOTE 10 - INTERFUND RECEIVABLES AND PAYABLES**

The composition of interfund balances as of December 31, 2000 is as follows:

<u>Fund Type/Fund</u>	<u>Receivable</u>		<u>Payable</u>	
	<u>Due From</u>	<u>Advance</u>	<u>Due To</u>	<u>Advance</u>
General Fund	\$63,580	\$95,800	\$--	\$--
Special Revenue:				
Court Computer	3,241	--	--	--
Indigent Drivers Alcohol Treatment Program	1,200	--	--	--
Community Development	--	--	--	93,907
W.I.C. Program				1,893
Trust and Agency:				
Municipal Court	--	--	68,021	--
<b>Totals</b>	<b>\$68,021</b>	<b>\$95,800</b>	<b>\$68,021</b>	<b>\$95,800</b>

**NOTE 11 - LEASES**

**A. Capital Leases**

Capital lease obligations recorded in the General Long-Term Obligations Account Group and the Enterprise Funds relate to vehicles and other equipment. These assets are leased under long-term agreements which meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases". Such agreements provide for minimum annual lease payments as follows:

<u>Year</u>	<u>General Long-Term Obligations Account Group</u>	<u>Enterprise Funds</u>
2001	\$225,112	\$19,447
2002	189,694	19,447
2003	--	14,447
2004	--	14,447
	<u>414,806</u>	<u>67,788</u>
Less Amount Representing Interest	<u>(28,476)</u>	<u>(8,476)</u>
Present Value of Minimum Lease Payments	<u>\$386,330</u>	<u>\$59,312</u>
Capitalized Cost of Leased Assets	<u>\$945,458</u>	<u>\$68,646</u>

**B. City as Lessor**

In October 1996, the City (as Lessor) entered into a leasing agreement with Regal Cinemas, Inc (as Lessee) to operate a multi-screen motion picture theater (Lake Cinemas) which is owned by the City. The lease term is for five years with three extension options of five years each. The minimum rent is \$140,000 per year with a provision for additional rent in the event gross sales exceed a stated amount.

# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

### NOTE 12 - BONDS AND OTHER LONG-TERM OBLIGATIONS

A listing of changes in bonds and other long-term obligations of the City for the year ended December 31, 2000 follows:

	Balance January 1	Additions	Reductions	Balance December 31
<b><u>Enterprise Fund Debt</u></b>				
<b><u>General Obligation Bonds</u></b>				
3.9% to 6.5% Water Improvement Bonds	\$2,930,000	\$--	\$(170,000)	\$2,760,000
6.70% to 7.35% Community Center Bonds	500,000	--	(50,000)	450,000
	<u>3,430,000</u>	<u>--</u>	<u>(220,000)</u>	<u>3,210,000</u>
<b><u>Revenue Refunding Bonds</u></b>				
3.70% to 4.50% Sewer System Revenue Refunding Bonds	3,900,000	--	(490,000)	3,410,000
<b><u>Capital Lease Obligations</u></b>	13,646	50,000	(4,334)	59,312
Less:				
Unamortized Discount and Debt Issuance Costs	(181,940)	18,095	--	(163,845)
Deferred Amount on Refunding	(234,787)	55,135	--	(179,652)
Total Enterprise Fund Obligations	<u>\$6,926,919</u>	<u>\$123,230</u>	<u>\$(714,334)</u>	<u>\$6,335,815</u>
<b><u>Internal Service Fund Debt</u></b>				
3.9% to 6.15% Judgment Bonds	\$255,000	\$--	\$(80,000)	\$175,000
Less Unamortized Discount and Debt Issuance Costs	(5,925)	1,859	--	(4,066)
Total Internal Service Fund Obligations	<u>\$249,075</u>	<u>\$1,859</u>	<u>\$(80,000)</u>	<u>\$170,934</u>
<b><u>General Long-Term Obligations Account Group</u></b>				
<b><u>General Obligation Debt</u></b>				
6.5% Parking Lot Improvement Bonds	\$80,747	\$--	\$(9,474)	\$71,273
6.70% to 7.35% Series 1989-1 Bonds	200,000	--	(20,000)	180,000
	<u>280,747</u>	<u>--</u>	<u>(29,474)</u>	<u>251,273</u>
<b><u>Other Long-Term Debt</u></b>				
4.57% to 7.18% Loan Issued Under Section 108 of the Housing and Community Development Act of 1974	1,890,000	--	(75,000)	1,815,000
	<u>1,890,000</u>	<u>--</u>	<u>(75,000)</u>	<u>1,815,000</u>
<b><u>Other General Obligations</u></b>				
Capital Lease Obligations	609,817	--	(223,487)	386,330
Accrued Wages and Benefits	2,023,749	254,354	--	2,278,103
Police/Fire Pension Accrued Liability (Note 14)	1,101,436	--	(1,101,436)	--
Total General Long-Term Obligations Account Group	<u>\$5,905,749</u>	<u>\$254,354</u>	<u>\$(1,429,397)</u>	<u>\$4,730,706</u>

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## CITY OF BARBERTON, OHIO

### NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

#### **NOTE 12 - BONDS AND OTHER LONG-TERM OBLIGATIONS - Continued**

A summary of the City's future debt service requirements to retire long-term bond obligations as of December 31, 2000 follows:

##### **Proprietary Funds**

Due In	Enterprise Fund Debt General Obligation Bonds		Enterprise Fund Debt Revenue Refunding Bonds		Internal Service Fund Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2001	\$200,000	\$210,573	\$510,000	\$146,643	\$85,000	\$10,720
2002	210,000	197,748	530,000	126,243	90,000	5,535
2003	230,000	184,233	555,000	104,380	--	--
2004	245,000	169,308	580,000	80,792	--	--
2005	255,000	153,250	605,000	55,273	--	--
Thereafter	2,070,000	552,849	630,000	28,350	--	--
	<u>\$3,210,000</u>	<u>\$1,467,961</u>	<u>\$3,410,000</u>	<u>\$541,681</u>	<u>\$175,000</u>	<u>\$16,255</u>

##### **General Long-Term Obligations Account Group**

Due In	General Obligation Bonds		Other Long-Term Debt	
	Principal	Interest	Principal	Interest
2001	\$30,090	\$17,863	\$75,000	\$125,290
2002	30,746	15,737	75,000	120,557
2003	31,444	13,568	110,000	115,727
2004	32,188	11,355	115,000	108,544
2005	32,980	9,092	115,000	100,989
Thereafter	93,825	15,599	1,325,000	524,501
	<u>\$251,273</u>	<u>\$83,214</u>	<u>\$1,815,000</u>	<u>\$1,095,608</u>

All notes and other bonds are backed by the full faith and credit of the City. Although the Water Improvement Bonds, Community Center Bonds, Sewer System Improvement Notes, Community Center Improvement Notes and Judgment Bonds are general obligations of the City, the practice has been to have the debt serviced by the revenues of the respective enterprise or internal service funds.

Other Long-Term Debt represents a loan from HUD for the redevelopment of the Lake Theater Building. Amounts will be repaid with Community Development Block Grant funds. The loan from HUD is to be repaid over a twenty-year period.

At December 31, 2000, the City had the ability to issue approximately \$17.2 million of additional, unvoted, general obligation debt.

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## CITY OF BARBERTON, OHIO

### NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

#### NOTE 12 - BONDS AND OTHER LONG-TERM OBLIGATIONS - Continued

##### Conduit Debt

From time to time, the City has issued industrial revenue bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans provided to the public-sector entities by the City. Upon repayment of the bonds, ownership of the facilities transfers to the private-sector entity served by the bond issuance. The bonds do not constitute a debt or pledge of the faith and credit of the City and, accordingly, have not been reported in the accompanying financial statements.

As of December 31, 2000, there were two series of industrial revenue bonds outstanding, all of which were issued prior to July 1, 1995. The aggregate principal amount payable at December 31, 2000 was \$1,580,000.

#### NOTE 13 - NOTES PAYABLE

A listing of changes in notes payable for the year ended December 31, 2000 follows:

	Maturity Date	Balance January 1	Additions	Reductions	Balance December 31
<b><u>Enterprise Fund Debt</u></b>					
3.45% Sewage System Improvement Notes	4/20/00	\$300,000	\$--	\$(300,000)	\$--
3.45% Utility System Improvement Notes	4/20/00	2,545,000	--	(2,545,000)	--
4.60% Utility System Improvement Notes	4/19/01	--	2,295,000	--	2,295,000
3.98% Community Center Improvement Notes	9/28/00	645,000	--	(645,000)	--
4.75% Community Center Improvement Notes	9/27/01	--	595,000	--	595,000
3.70% Various Purpose Improvement Notes	4/20/00	725,000	--	(725,000)	--
4.60% Various Purpose Improvement Notes	4/19/01	--	555,000	--	555,000
		<u>\$4,215,000</u>	<u>\$3,445,000</u>	<u>\$(4,215,000)</u>	<u>\$3,445,000</u>
<b><u>General Long-Term Obligations Account Group</u></b>					
4.85% Various Purpose Improvement Notes	8/28/01	<u>\$--</u>	<u>\$315,000</u>		<u>\$315,000</u>



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## **CITY OF BARBERTON, OHIO**

### **NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued**

#### **NOTE 14 - PENSION AND RETIREMENT PLANS**

##### **A. Employees and Plans**

Full-time, permanent employees of the City and certain part-time employees belong to one of two state operated pension plans (both cost-sharing, multiple employer, defined benefit pension plans). Non-uniformed employees are members of the Public Employees Retirement System of Ohio (PERS). Police and fire personnel are members of the Ohio Police and Fire Pension Fund (OP&F). The Ohio Revised Code requires participation by the above mentioned employees. Elected officials participate in PERS on a voluntary basis. The payroll for employees covered by PERS and OP&F for the year ended December 31, 2000 was \$7,797,362 and \$4,360,607, respectively.

##### **B. PERS**

All non-uniformed employees of the City are required to be members of the Public Employees Retirement System of Ohio (PERS), a cost-sharing, multiple employer pension plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. The authority to establish and amend benefits is provided by state statute per Chapter 145 of the Ohio Revised Code.

The Public Employees Retirement System issues a stand-alone financial report that includes financial statements and required supplementary information. Interested parties may obtain a copy by making a written request to the Public Employees Retirement System of Ohio, 277 East Town Street, Columbus, Ohio 43215-4642 or by calling (614) 466-2085 or 1-800-222-PERS (7377).

The Ohio Revised Code provides statutory authority for employee and employer contributions. Employees, other than law enforcement personnel, are required to contribute 8.5% of their annual covered salary to PERS. The employer contribution rate of 13.55% was rolled back for the year 2000. For local government employer units the rate was 10.84% of covered payroll, including 4.3% that is used to fund postretirement health care benefits. PERS enacted a temporary employer contribution rate for calendar year 2000. The decision to rollback rates was based on a December 31, 1998 actuarial study, which indicated that actuarial assets exceeded actuarial liabilities. The temporary rate roll back was 20% for both the state and local government divisions and 6% for law enforcement divisions. The City's total contributions to PERS for the years ended December 31, 2000, 1999 and 1998 were \$842,262, \$1,002,903 and \$987,231, respectively, equal to the required contributions for each year.

##### **C. OP&F**

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing, multiple employer, defined benefit pension plan. 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 are codified in Chapter 742 of the Ohio Revised Code. The OP&F issues a publicly available financial report that includes financial information and required supplementary information for the plan. That report may be obtained by writing to OP&F, 140 East Town Street, Columbus, Ohio 43215-5164.

Plan members are required to contribute 10.0% of their annual covered salary, while employers are required to contribute 19.5% and 24.0%, respectively, for police officers and firefighters. The City's contributions to OP&F for the years ended December 31, 2000, 1999 and 1998 were \$946,267, \$977,836, and \$882,782, respectively, equal to the required contributions for each year.

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## CITY OF BARBERTON, OHIO

### NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

#### NOTE 14 - PENSION AND RETIREMENT PLANS - Continued

Prior to 2000, the City also made semi-annual installment payments on the accrued liability incurred when the State of Ohio established the state-wide pension system for police and firefighters in 1967. In April 2000, the City paid off this liability under a special program offered by the OP&F which allowed entities to pay off their outstanding balance at a specified discount. The total amount paid to the OP&F was \$777,886 (including accrued interest), resulting in a total discount of \$338,685.

#### **D. PERS Other Postemployment Benefits**

In addition to the pension benefits previously described, the Public Employees Retirement System of Ohio (PERS) provides postretirement health care coverage to age and service retirants with ten or more years of qualifying Ohio service credit. Health care coverage for disability recipients and primary survivor 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. The Ohio Revised Code provides the statutory authority requiring public employers to fund postretirement health care through their contributions to PERS. For local government units, the total employer contribution rate for PERS was 10.84% of covered payroll, of which 4.3% was the portion that was used to fund health care for the year 2000. PERS reallocated employer contributions from 4.2% to 4.3% at the beginning of 2000 to improve health care financing. The proportion of contributions dedicated to funding OPEB increased during the year for those reasons. The portion of the City's total contributions to PERS that was used to fund health care for the years ended December 31, 2000 and 1999 was \$334,125 and \$310,863, respectively.

OPEB's are advance funded on an actuarially determined basis. An entry age normal actuarial cost method of evaluation is used in determining the present value of OPEB. The difference between assumed and actuarial experience (actuarial gains and losses) becomes part of the unfunded actuarial liability. Significant actuarial assumptions include a rate of return on investments of 7.75%; active employee increases of 4.75%, compounded annually, as the base portion, and annual pay increases over and above the 4.75% base increase of between 0.54% and 5.1%.

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

Expenditures for OPEB during 1999 were \$524 million statewide. As of December 31, 1999, (the latest information available), the actuarial value of the net assets available, state-wide, for future OPEB payments was \$10.8 billion. The number of active contributing participants was 401,339. The actuarially accrued liability and the unfunded actuarial accrued liability, based on the actuarial cost method used, were \$12.5 billion and \$1.7 billion, respectively.

#### **E. OP&F Other Postemployment Benefits**

The Ohio Police and Fire Pension Fund (OP&F) also provides 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 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.

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## CITY OF BARBERTON, OHIO

### NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

#### **NOTE 14 - PENSION AND RETIREMENT PLANS - Continued**

The Ohio Revised Code provides that health care costs paid from the funds of the OP&F shall be included in the employers' contribution rate. The Ohio Revised Code also provides the statutory authority allowing the OP&F Board of Trustees to provide health care coverage to all eligible individuals. Health care funding and accounting is on a pay-as-you-go basis. The Board defined allocation was 7.25% and 7.0% of covered payroll in 2000 and 1999, respectively. The allocation is 7.50% in 2001. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

The total number of state-wide members of the OP&F who were eligible to receive health care benefits at December 31, 1999, (the latest information available) was 12,467 for police and 9,807 for fire personnel. The portion of the City's actual contribution to OP&F for 2000 that was used to fund postemployment benefits was \$160,345 for police and \$155,600 for fire personnel. OP&F's total health care expense for the year ended December 31, 1999, (the latest information available) was \$95.0 million, which was net of member contributions of \$5.5 million.

#### **NOTE 15 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The City maintains enterprise funds which provide water, sewer, sanitation and leisure time services. Segment information as of December 31, 2000 and for the year then ended for the Enterprise Funds is summarized below. The Other Enterprise Funds consists of the Solid Waste Disposal Fund and the Downtown Sales and Rental of Property Fund.

	Sewer	Water	Sewer Bond Retirement	Community Center	Other Enterprise Funds	Total
Operating Revenues	\$3,207,835	\$3,217,214	\$--	\$813,667	\$1,022,441	\$8,261,157
Depreciation	868,419	435,401	--	129,549	50	1,433,419
Operating Income (Loss)	(123,908)	336,904	--	84,273	(11,553)	285,716
Operating Transfers In	120,000	380,000	650,000	--	--	1,150,000
Operating Transfers Out	(770,000)	(380,000)	--	--	--	(1,150,000)
Net Income (Loss)	(665,199)	88,194	465,104	19,962	(11,553)	(103,492)
Restricted Assets	671,375	--	113,348	--	--	784,723
Acquisition and Construction of Assets	441,529	546,326	--	16,928	--	1,004,783
Net Working Capital	2,389,849	722,555	(409,107)	(665,955)	253,370	2,290,712
Total Assets	26,082,187	10,518,840	113,348	1,851,760	369,709	38,935,844
Bonds and Other Long-Term Liabilities Outstanding	673,759	2,696,007	2,461,505	488,579	--	6,319,850
Total Equity	23,482,913	6,079,975	(2,360,612)	692,220	253,370	28,147,866
Encumbrances Outstanding at December 31, 2000	627,866	465,676	--	11,043	76,012	1,180,597

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# CITY OF BARBERTON, OHIO

## NOTES TO THE COMBINED FINANCIAL STATEMENTS - Continued

### NOTE 16 - GRANT CONTINGENCIES AND LITIGATION

Under the terms of the various federal grants, periodic audits are required where certain costs could be questioned as not being an eligible expenditure under the terms of the grant. At December 31, 2000, there were no questioned costs that had not been resolved with various federal agencies. Questioned costs could still be identified during audits to be conducted in the future. In the opinion of City officials, no material grant expenditures will be disallowed. The City is party to various legal proceedings. The City's management is of the opinion that the ultimate outcome of such litigation will not result in a material adverse effect on the City's financial position.

### NOTE 17 - RISK MANAGEMENT

The City is exposed to various risks of loss including employee health care costs, torts and legal judgments, errors and omissions, and damage or destruction of assets. The City purchases fire and extended coverage insurance on all buildings and contents to \$52,000,000 with a variety of deductibles beginning at \$500. Coverage is purchased on City vehicles for a combined single limit liability of \$1,000,000. The City purchases general liability insurance coverage with a \$1,000,000 limit per occurrence. The City also has an umbrella policy which provides an additional \$10,000,000 in coverage over the above listed policies. There were no changes in the insurance limits from the prior year and no settlements exceeded the insurance coverage in the last three years. The City is also insured through the State of Ohio for workers' compensation.

The City has a Health Insurance Fund. The purpose of this fund is to pay medical, dental, prescription drug and vision claims for City employees and their covered dependents and minimize the total cost of annual medical insurance of the City. The plan is internally managed and accounted for as an internal service fund. The claim liability of \$182,879 reported in the Health Insurance Fund at December 31, 2000 is in accordance with the requirements of Governmental Accounting Standards Board Statement No. 10 which requires that a liability for claims be reported if information prior to the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. The claim liability at December 31, 2000 was calculated based on recent claim settlement trends including frequency and amount of pay-outs. Changes in the fund's claim liability amount during 1999 and 2000 were as follows:

	<u>Balance January 1</u>	<u>Current Period Claims</u>	<u>Claim Payments</u>	<u>Balance December 31</u>
1999	\$160,642	\$1,421,701	\$1,450,390	\$131,953
2000	131,953	1,764,973	1,714,047	182,879

### NOTE 18 - SUBSEQUENT EVENTS

In April 2001, the City issued \$2,430,000 in bond anticipation notes for the purpose of improving the water and sewer systems at an interest rate of 3.47%. These notes mature on April 19, 2002.

**COMBINING AND ACCOUNT GROUP  
STATEMENTS AND SCHEDULES**

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**CITY OF BARBERTON, OHIO**

**GENERAL FUND**

Description

The general fund accounts for all financial resources except those required to be accounted for in a separate fund.

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**CITY OF BARBERTON, OHIO**

Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Non-GAAP Budgetary Basis) - General Fund  
For the Year Ended December 31, 2000

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$1,147,574	\$1,107,724	(\$39,850)
Intergovernmental	2,389,999	2,525,578	135,579
Charges for services	886,800	908,502	21,702
Fines, licenses and permits	234,627	189,049	(45,578)
Interest	603,500	603,313	(187)
Miscellaneous	218,068	503,149	285,081
Total Revenues	5,480,568	5,837,315	356,747
Expenditures:			
Current:			
General government:			
City council	178,075	167,843	10,232
Municipal court judges	334,750	311,424	23,326
Clerk of court	574,270	479,055	95,215
Mayor	248,530	239,473	9,057
Service director	119,695	105,261	14,434
Civil service commission	35,530	23,003	12,527
Finance department	348,525	333,882	14,643
Law department	366,605	334,628	31,977
Safety director	78,777	71,722	7,055
Human resources	188,067	171,278	16,789
Municipal buildings	368,926	347,271	21,655
Engineer	148,754	144,732	4,022
Probation	155,115	95,776	59,339
Other - unclassified	247,530	221,529	26,001
Total general government	3,393,149	3,046,877	346,272
Public safety:			
Police	4,163,887	4,114,537	49,350
Fire	3,464,298	3,388,166	76,132
Other - unclassified	92,000	78,563	13,437
Total public safety	7,720,185	7,581,266	138,919
Streets and highways:			
Paint/signal	344,655	327,896	16,759
Other - unclassified	18,000	15,564	2,436
Total streets and highways	362,655	343,460	19,195
Health and welfare:			
Other - unclassified	2,000	1,451	549
Total health and welfare	2,000	1,451	549
Community environment:			
Building inspection	495,413	366,006	129,407
Planning	463,122	432,799	30,323
Total community environment	958,535	798,805	159,730



	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Leisure time activities:			
Parks administration	205,948	204,029	1,919
Senior center	67,372	63,105	4,267
Recreation programs	143,463	141,266	2,197
Parks maintenance	432,212	362,860	69,352
Total leisure time activities	848,995	771,260	77,735
Capital outlay:			
City council	500	43	457
Municipal judges	23,000	15,831	7,169
Clerk of court	13,000	12,996	4
Service director	18,200	18,200	--
Civil service commission	1,450	200	1,250
Finance department	17,000	14,175	2,825
Law department	3,000	3,000	--
Human resources	1,200	1,200	--
Municipal buildings	507,363	477,068	30,295
Engineer	2,000	1,883	117
Probation	1,000	811	189
Police	217,894	215,551	2,343
Fire	180,449	160,448	20,001
Paint/signal	47,875	44,980	2,895
Building inspection	2,000	1,309	691
Parks administration	3,000	3,000	--
Recreation programs	471,537	471,256	281
Parks maintenance	79,500	29,499	50,001
Other - unclassified	249,870	180,870	69,000
Total capital outlay	1,839,838	1,652,320	187,518
Total Expenditures	15,125,357	14,195,439	929,918
Excess (Deficiency) of Revenues Over Expenditures	(9,644,789)	(8,358,124)	1,286,665
Other Financing Sources:			
Operating transfers in	6,900,000	6,900,000	--
Sale of fixed assets	13,000	15,028	2,028
Total other financing sources	6,913,000	6,915,028	2,028
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(2,731,789)	(1,443,096)	1,288,693
Fund Balance at Beginning of Year	2,745,484	2,745,484	--
Unexpended prior year encumbrances	50,647	50,647	--
Fund Balance at End of Year	\$64,342	\$1,353,035	\$1,288,693

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# CITY OF BARBERTON, OHIO

## SPECIAL REVENUE FUNDS

### Description

Special revenue funds are used to account for types of resources (other than expendable trusts or for major capital projects) for which specific uses are mandated by City ordinances or Federal and State statutes. The title of each special revenue fund is descriptive of the activities accounted for therein. The special revenue funds are:

#### **Income Tax**

To account for income tax revenue and the expenses of administration. After operating expenses are deducted, the remaining amounts are allocated to various other funds in accordance with the current year budget.

#### **Street Construction, Maintenance and Repair**

Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

#### **State Highway Improvement**

Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.

#### **Permissive License Tax**

Required by the Ohio Revised Code to account for local vehicle license fees designated for the maintenance of streets within the City. The majority of these funds are controlled by the county and limited to non-residential connector streets.

#### **Court Computer**

Required by the Ohio Revised Code to account for additional court fees designated for computerization of the municipal court and for the acquisition and maintenance of legal research services for the municipal court.

#### **Street and Storm Sewer Improvement**

Receives Income Tax revenue for the improvement of street and storm sewers within the City.

#### **Health District**

To account for revenues and expenditures of the City Health District utilized for delivering health and welfare services.

#### **Beautification**

To account for donations restricted for floral beautification projects within the City.

#### **Women, Infant, & Child Food Program**

To account for a federal grant received to provide dairy products to qualifying expectant mothers and children.

#### **Pre-natal Care Program**

To account for a federal grant received to provide prenatal care to qualifying expectant mothers.

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## CITY OF BARBERTON, OHIO

### SPECIAL REVENUE FUNDS (continued)

#### **Parks Revolving**

To account for parks and recreation user fees utilized for parks and recreation activities.

#### **Mandatory Drug Fines**

To account for fines received by the City that are restricted under the Ohio Revised Code to subsidizing law enforcement efforts that pertain to drug offenses.

#### **Law Enforcement Trust**

To account for proceeds from the sale of contraband that are restricted to subsidizing law enforcement efforts.

#### **D.A.R.E. Program**

To account for monies received from various sources to be used for the continuance of the Drug Abuse Resistance Education Program in the City's schools.

#### **Indigent Drivers Alcohol Treatment**

To account for fees and fines to be used for payment of the cost of attendance at an alcohol and drug addiction treatment program.

#### **Local Law Enforcement Block Grant**

To account for grant monies received from the U.S. Department of Justice to be used for specific law enforcement purposes.

#### **Community Development**

To account for monies received from the federal government under the Community Development Block Grant Program which are restricted for City-wide development projects such as the Neighborhood Conservation Services and Barberton Community Development Corporation.

#### **Rental Rehabilitation**

To account for grant monies received from the Ohio Department of Development for the rehabilitation of rental property.

#### **Home Investment Partnership**

To account for monies received from the federal government under the National Affordable Housing Act, passed through the Ohio Department of Development, which are restricted to City-wide housing activities.

#### **Gas & Oil Royalties**

To account for royalty money received from gas wells located on City property. These revenues are used for economic development within the City.

#### **Lake Cinema Complex Maintenance**

To account for the cost of maintaining a City-owned theater complex which is leased to a national cinema operator.

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## CITY OF BARBERTON, OHIO

### SPECIAL REVENUE FUNDS (continued)

#### **Tax Increment Financing**

To account for the annual collection of service payments in lieu of taxes distributed to the City with respect to improvements on downtown property which are declared to be a public purpose.

#### **Infrastructure Improvement Reserve**

To account for monies received from the Income Tax Fund which are restricted for the purpose of funding infrastructure improvements identified in the City's Five-Year Capital Improvement Plan.

#### **Emergency Reserve for Public Facilities and Programs**

To account for monies received from the Income Tax Fund for the purpose of providing for the consistent delivery of public services in the case of a downturn in the City's economy.

#### **Police Pension**

To accumulate property taxes and other monies for the payment of the accrued liability for police disability and pension benefits.

#### **Fire Pension**

To accumulate property taxes and other monies for the payment of the accrued liability for fire disability and pension benefits.

#### **Sidewalk Improvement Program Fund**

To account for the City's Sidewalk Improvement Program whereby the City subsidizes the cost of replacing existing sidewalks for homeowners within the City.

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**CITY OF BARBERTON, OHIO**Combining Balance Sheet - Special Revenue Funds  
December 31, 2000

	Income Tax	Street Construction, Maintenance and Repair	State Highway Improvement	Permissive License Tax
<b>ASSETS</b>				
Assets:				
Equity in pooled cash and investments	\$90,721	\$196,080	\$2,887	\$122,302
Receivables (net, where applicable, of allowance for doubtful accounts)	1,159,949	23,229	--	4,052
Notes receivable	--	--	--	--
Due from other funds	--	--	--	--
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$1,250,670</u>	<u>\$219,309</u>	<u>\$2,887</u>	<u>\$126,354</u>
<b>LIABILITIES AND FUND EQUITY</b>				
Liabilities:				
Accounts payable	\$--	\$41,180	\$--	\$--
Accrued wages and benefits	5,879	52,183	--	--
Due to other governments	--	--	--	--
Deferred revenue	25,621	--	--	--
Advances from other funds	--	--	--	--
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	<u>31,500</u>	<u>93,363</u>	<u>--</u>	<u>--</u>
Equity:				
Fund balances:				
Reserved for encumbrances	4,142	101,889	--	31,963
Reserved for notes receivable	--	--	--	--
Unreserved, undesignated	1,215,028	24,057	2,887	94,391
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Equity	<u>1,219,170</u>	<u>125,946</u>	<u>2,887</u>	<u>126,354</u>
Total Liabilities and Fund Equity	<u>\$1,250,670</u>	<u>\$219,309</u>	<u>\$2,887</u>	<u>\$126,354</u>

<u>Court Computer</u>	<u>Street and Storm Sewer Improvement</u>	<u>Health District</u>	<u>Beautification</u>	<u>Women, Infant &amp; Child Food Program</u>	<u>Pre-natal Care Program</u>	<u>Parks Revolving</u>	<u>Mandatory Drug Fines</u>
\$53,852	\$364,473	\$119,398	\$48,845	\$--	\$67,307	\$62,784	\$6,499
5,250	--	10,579	--	--	--	--	--
--	--	--	--	--	--	--	--
3,241	--	--	--	--	--	--	--
<u>\$62,343</u>	<u>\$364,473</u>	<u>\$129,977</u>	<u>\$48,845</u>	<u>\$--</u>	<u>\$67,307</u>	<u>\$62,784</u>	<u>\$6,499</u>
\$--	\$4,093	\$5,760	\$2,919	\$--	\$3,000	\$4,907	\$--
--	--	18,330	4,672	4,705	4,560	--	--
--	--	4,431	--	--	--	--	--
--	--	--	--	--	--	--	--
--	--	--	--	1,893	--	--	--
--	4,093	28,521	7,591	6,598	7,560	4,907	--
1,208	38,886	23,586	12,823	--	557	2,304	--
--	--	--	--	--	--	--	--
<u>61,135</u>	<u>321,494</u>	<u>77,870</u>	<u>28,431</u>	<u>(6,598)</u>	<u>59,190</u>	<u>55,573</u>	<u>6,499</u>
<u>62,343</u>	<u>360,380</u>	<u>101,456</u>	<u>41,254</u>	<u>(6,598)</u>	<u>59,747</u>	<u>57,877</u>	<u>6,499</u>
<u>\$62,343</u>	<u>\$364,473</u>	<u>\$129,977</u>	<u>\$48,845</u>	<u>\$--</u>	<u>\$67,307</u>	<u>\$62,784</u>	<u>\$6,499</u>

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**CITY OF BARBERTON, OHIO**Combining Balance Sheet - Special Revenue Funds (Continued)  
December 31, 2000

	Law Enforcement Trust	D.A.R.E. Program	Indigent Drivers Alcohol Treatment	Local Law Enforcement Block Grant
<b>ASSETS</b>				
Assets:				
Equity in pooled cash and investments	\$21,769	\$17,566	\$42,563	\$158,491
Receivables (net, where applicable, of allowance for doubtful accounts)	--	--	9,200	--
Notes receivable	--	--	--	--
Due from other funds	--	--	1,200	--
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$21,769</u>	<u>\$17,566</u>	<u>\$52,963</u>	<u>\$158,491</u>
<b>LIABILITIES AND FUND EQUITY</b>				
Liabilities:				
Accounts payable	\$--	\$--	\$--	\$--
Accrued wages and benefits	--	--	--	--
Due to other governments	--	--	--	--
Deferred revenue	--	--	--	--
Advances from other funds	--	--	--	--
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Equity:				
Fund balances:				
Reserved for encumbrances	--	--	--	--
Reserved for notes receivable	--	--	--	--
Unreserved, undesignated	21,769	17,566	52,963	158,491
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Equity	<u>21,769</u>	<u>17,566</u>	<u>52,963</u>	<u>158,491</u>
Total Liabilities and Fund Equity	<u>\$21,769</u>	<u>\$17,566</u>	<u>\$52,963</u>	<u>\$158,491</u>



Community Development	Rental Rehab- ilitation	Home Investment Partnership	Gas & Oil Royalties	Lake Cinema Complex Maintenance	Tax Increment Financing	Infrastructure Improvement Reserve
\$--	\$2,000	\$--	\$89,533	\$64,576	\$52,410	\$897,685
--	--	--	--	--	--	--
607,154	--	267,000	--	--	--	--
--	--	--	--	--	--	--
<u>\$607,154</u>	<u>\$2,000</u>	<u>\$267,000</u>	<u>\$89,533</u>	<u>\$64,576</u>	<u>\$52,410</u>	<u>\$897,685</u>
\$18,031	\$--	\$--	\$--	\$--	\$--	\$82,598
--	--	--	--	--	--	--
--	--	--	--	--	--	--
50,305	--	--	--	--	--	--
93,907	--	--	--	--	--	--
<u>162,243</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>82,598</u>
397,653	--	--	5,000	13,960	--	75,011
556,849	--	267,000	--	--	--	--
(509,591)	2,000	--	84,533	50,616	52,410	740,076
<u>444,911</u>	<u>2,000</u>	<u>267,000</u>	<u>89,533</u>	<u>64,576</u>	<u>52,410</u>	<u>815,087</u>
<u>\$607,154</u>	<u>\$2,000</u>	<u>\$267,000</u>	<u>\$89,533</u>	<u>\$64,576</u>	<u>\$52,410</u>	<u>\$897,685</u>

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**CITY OF BARBERTON, OHIO**Combining Balance Sheet - Special Revenue Funds (Continued)  
December 31, 2000

	Emergency Reserve for Public Facilities and Programs	Police Pension	Fire Pension	Sidewalk Improvement Program
<b>ASSETS</b>				
Assets:				
Equity in pooled cash and investments	\$1,013,056	\$207,322	\$39,793	\$25,974
Receivables (net, where applicable, of allowance for doubtful accounts)	--	96,061	96,061	16,262
Notes receivable	--	--	--	--
Due from other funds	--	--	--	--
	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$1,013,056</u>	<u>\$303,383</u>	<u>\$135,854</u>	<u>\$42,236</u>
<b>LIABILITIES AND FUND EQUITY</b>				
Liabilities:				
Accounts payable	\$--	\$--	\$--	\$5,780
Accrued wages and benefits	--	--	--	--
Due to other governments	--	--	--	--
Deferred revenue	--	96,061	96,061	16,262
Advances from other funds	--	--	--	--
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities	<hr/> --	<hr/> 96,061	<hr/> 96,061	<hr/> 22,042
Equity:				
Fund balances:				
Reserved for encumbrances	--	--	--	9,605
Reserved for notes receivable	--	--	--	--
Unreserved, undesignated	1,013,056	207,322	39,793	10,589
	<hr/>	<hr/>	<hr/>	<hr/>
Total Equity	<hr/> 1,013,056	<hr/> 207,322	<hr/> 39,793	<hr/> 20,194
Total Liabilities and Fund Equity	<u>\$1,013,056</u>	<u>\$303,383</u>	<u>\$135,854</u>	<u>\$42,236</u>

Total

\$3,767,886

1,420,643

874,154

4,441

\$6,067,124

\$168,268

90,329

4,431

284,310

95,800

643,138

718,587

823,849

3,881,550

5,423,986

\$6,067,124

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**CITY OF BARBERTON, OHIO**Combining Statement of Revenues, Expenditures and Changes in Fund Balances -  
Special Revenue Funds  
For the Year Ended December 31, 2000

	<u>Income Tax</u>	<u>Street Construction, Maintenance and Repair</u>	<u>State Highway Improvement</u>	<u>Permissive License Tax</u>
Revenues:				
Taxes	\$10,190,901	\$--	\$--	\$--
Intergovernmental	135,287	681,560	37,522	179,713
Charges for services	--	--	--	--
Fines, licenses and permits	--	--	--	--
Interest	--	--	785	--
Miscellaneous	23,827	15,442	--	--
Total Revenues	<u>10,350,015</u>	<u>697,002</u>	<u>38,307</u>	<u>179,713</u>
Expenditures:				
Current:				
General government	242,674	--	--	--
Public safety	--	--	--	--
Streets and highways	--	1,799,243	40,768	--
Health and welfare	--	--	--	--
Community environment	--	--	--	--
Leisure time activities	--	--	--	--
Capital outlay	2,863	173,094	--	150,318
Debt service:				
Principal	--	27,814	--	--
Interest and fiscal charges	--	1,651	--	--
Total Expenditures	<u>245,537</u>	<u>2,001,802</u>	<u>40,768</u>	<u>150,318</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>10,104,478</u>	<u>(1,304,800)</u>	<u>(2,461)</u>	<u>29,395</u>
Other Financing Sources (Uses):				
Operating transfers in	--	1,248,000	--	--
Operating transfers out	(10,229,740)	--	--	--
Sale of fixed assets	--	5,050	--	--
Total Other Financing Sources (Uses)	<u>(10,229,740)</u>	<u>1,253,050</u>	<u>--</u>	<u>--</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(125,262)	(51,750)	(2,461)	29,395
Fund Balance at Beginning of Year	<u>1,344,432</u>	<u>177,696</u>	<u>5,348</u>	<u>96,959</u>
Fund Balance at End of Year	<u>\$1,219,170</u>	<u>\$125,946</u>	<u>\$2,887</u>	<u>\$126,354</u>

<u>Court Computer</u>	<u>Street and Storm Sewer Improvement</u>	<u>Health District</u>	<u>Beautification</u>	<u>Women, Infant &amp; Child Food Program</u>	<u>Pre-natal Care Program</u>	<u>Parks Revolving</u>	<u>Mandatory Drug Fines</u>
\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--
14,250	--	179,837	22,500	167,489	141,082	2,421	--
--	--	88,841	--	--	76,860	18,633	--
48,850	--	53,014	--	--	--	--	1,936
--	--	--	--	--	--	--	--
--	--	59,220	50,154	--	--	43,088	--
<u>63,100</u>	<u>--</u>	<u>380,912</u>	<u>72,654</u>	<u>167,489</u>	<u>217,942</u>	<u>64,142</u>	<u>1,936</u>
13,987	--	--	--	--	--	--	--
--	--	--	--	--	--	--	399
--	5,941	--	--	--	--	--	--
--	--	1,064,087	--	216,520	197,641	--	--
--	--	--	--	--	--	--	--
--	--	--	275,631	--	--	44,527	--
40,273	269,750	32,438	26,440	1,850	1,652	3,424	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>54,260</u>	<u>275,691</u>	<u>1,096,525</u>	<u>302,071</u>	<u>218,370</u>	<u>199,293</u>	<u>47,951</u>	<u>399</u>
8,840	(275,691)	(715,613)	(229,417)	(50,881)	18,649	16,191	1,537
--	400,000	575,400	242,000	--	17,200	--	--
--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--
<u>--</u>	<u>400,000</u>	<u>575,400</u>	<u>242,000</u>	<u>--</u>	<u>17,200</u>	<u>--</u>	<u>--</u>
8,840	124,309	(140,213)	12,583	(50,881)	35,849	16,191	1,537
<u>53,503</u>	<u>236,071</u>	<u>241,669</u>	<u>28,671</u>	<u>44,283</u>	<u>23,898</u>	<u>41,686</u>	<u>4,962</u>
<u>\$62,343</u>	<u>\$360,380</u>	<u>\$101,456</u>	<u>\$41,254</u>	<u>(\$6,598)</u>	<u>\$59,747</u>	<u>\$57,877</u>	<u>\$6,499</u>

**CITY OF BARBERTON, OHIO**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Special Revenue Funds (Continued)  
 For the Year Ended December 31, 2000

	Law Enforcement Trust	D.A.R.E. Program	Indigent Drivers Alcohol Treatment	Local Law Enforcement Block Grant
<b>Revenues:</b>				
Taxes	\$--	\$--	\$--	\$--
Intergovernmental	--	--	9,200	155,324
Charges for services	--	--	--	--
Fines, licenses and permits	11,405	--	41,019	--
Interest	--	--	--	3,403
Miscellaneous	--	275	--	--
<b>Total Revenues</b>	<u>11,405</u>	<u>275</u>	<u>50,219</u>	<u>158,727</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	--	--	226,428	--
Public safety	--	2,920	--	--
Streets and highways	--	--	--	--
Health and welfare	--	--	--	--
Community environment	--	--	--	--
Leisure time activities	--	--	--	--
Capital outlay	--	--	--	8,737
<b>Debt service:</b>				
Principal	--	--	--	--
Interest and fiscal charges	--	--	--	--
<b>Total Expenditures</b>	<u>--</u>	<u>2,920</u>	<u>226,428</u>	<u>8,737</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>11,405</u>	<u>(2,645)</u>	<u>(176,209)</u>	<u>149,990</u>
<b>Other Financing Sources (Uses):</b>				
Operating transfers in	--	--	--	--
Operating transfers out	--	--	--	--
Capital lease financing	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>11,405</u>	<u>(2,645)</u>	<u>(176,209)</u>	<u>149,990</u>
<b>Fund Balance at Beginning of Year</b>	<u>10,364</u>	<u>20,211</u>	<u>229,172</u>	<u>8,501</u>
<b>Fund Balance at End of Year</b>	<u>\$21,769</u>	<u>\$17,566</u>	<u>\$52,963</u>	<u>\$158,491</u>

Community Development	Rental Rehab- ilitation	Home Investment Partnership	Gas & Oil Royalties	Lake Cinema Complex Maintenance	Tax Increment Financing	Infrastructure Improvement Reserve
\$--	\$--	\$--	\$--	\$--	\$--	\$--
574,238	-	12,795	-	-	63,951	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	66,480
40,811	-	-	12,381	64,000	-	-
<u>615,049</u>	<u>-</u>	<u>12,795</u>	<u>12,381</u>	<u>64,000</u>	<u>63,951</u>	<u>66,480</u>
-	-	-	-	44,337	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
587,176	-	-	24,207	-	-	-
-	-	-	-	-	-	-
-	-	-	-	76,219	-	82,598
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>587,176</u>	<u>-</u>	<u>-</u>	<u>24,207</u>	<u>120,556</u>	<u>-</u>	<u>82,598</u>
<u>27,873</u>	<u>-</u>	<u>12,795</u>	<u>(11,826)</u>	<u>(56,556)</u>	<u>63,951</u>	<u>(16,118)</u>
-	-	-	-	-	-	506,000
(128,917)	-	-	-	-	(14,724)	(511,302)
-	-	-	-	-	-	-
<u>(128,917)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(14,724)</u>	<u>(5,302)</u>
(101,044)	-	12,795	(11,826)	(56,556)	49,227	(21,420)
<u>545,955</u>	<u>2,000</u>	<u>254,205</u>	<u>101,359</u>	<u>121,132</u>	<u>3,183</u>	<u>836,507</u>
<u>\$444,911</u>	<u>\$2,000</u>	<u>\$267,000</u>	<u>\$89,533</u>	<u>\$64,576</u>	<u>\$52,410</u>	<u>\$815,087</u>

**CITY OF BARBERTON, OHIO**

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Special Revenue Funds (Continued)  
 For the Year Ended December 31, 2000

	Emergency Reserve for Public Facilities and Programs	Police Pension	Fire Pension	Sidewalk Improvement Program
<b>Revenues:</b>				
Taxes	\$--	\$93,439	\$93,439	\$--
Intergovernmental	--	11,684	11,684	--
Charges for services	--	--	--	--
Fines, licenses and permits	--	--	--	--
Interest	59,439	--	--	--
Miscellaneous	--	--	--	85,084
<b>Total Revenues</b>	<u>59,439</u>	<u>105,123</u>	<u>105,123</u>	<u>85,084</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	--	1,614	1,614	--
Public safety	--	335,765	442,121	--
Streets and highways	--	--	--	--
Health and welfare	--	--	--	--
Community environment	--	--	--	--
Leisure time activities	--	--	--	--
Capital outlay	--	--	--	172,584
<b>Debt service:</b>				
Principal	--	--	--	--
Interest and fiscal charges	--	--	--	--
<b>Total Expenditures</b>	<u>--</u>	<u>337,379</u>	<u>443,735</u>	<u>172,584</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>59,439</u>	<u>(232,256)</u>	<u>(338,612)</u>	<u>(87,500)</u>
<b>Other Financing Sources (Uses):</b>				
Operating transfers in	110,000	--	--	60,000
Operating transfers out	--	--	--	--
Capital lease financing	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<u>110,000</u>	<u>--</u>	<u>--</u>	<u>60,000</u>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<u>169,439</u>	<u>(232,256)</u>	<u>(338,612)</u>	<u>(27,500)</u>
<b>Fund Balance at Beginning of Year</b>	<u>843,617</u>	<u>439,578</u>	<u>378,405</u>	<u>47,694</u>
<b>Fund Balance at End of Year</b>	<u>\$1,013,056</u>	<u>\$207,322</u>	<u>\$39,793</u>	<u>\$20,194</u>



Total

\$10,377,779  
2,400,537  
184,334  
156,224  
130,107  
394,282  
13,643,263

530,654  
781,205  
1,845,952  
1,478,248  
611,383  
320,158  
1,042,240

27,814  
1,651

6,639,305

7,003,958

3,158,600  
(10,884,683)  
5,050  
(7,721,033)

(717,075)

6,141,061

\$5,423,986

**CITY OF BARBERTON, OHIO**

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

	Income Tax			Street Construction, Maintenance and Repair		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$10,350,000	\$10,337,949	(\$12,051)	\$--	\$--	\$--
Intergovernmental	75,000	133,158	58,158	680,000	674,280	(5,720)
Charges for services	--	--	--	--	--	--
Fines, licenses and permits	--	--	--	--	--	--
Interest	--	--	--	--	--	--
Miscellaneous	7,000	23,827	16,827	5,000	15,442	10,442
<b>Total Revenues</b>	<b>10,432,000</b>	<b>10,494,934</b>	<b>62,934</b>	<b>685,000</b>	<b>689,722</b>	<b>4,722</b>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	249,180	232,348	16,832	--	--	--
Public safety	--	--	--	--	--	--
Streets and highways	--	--	--	1,833,692	1,790,200	43,492
Health and welfare	--	--	--	--	--	--
Community environment	--	--	--	--	--	--
Leisure time activities	--	--	--	--	--	--
Capital outlay	3,000	2,583	417	208,764	207,244	1,520
<b>Total Expenditures</b>	<b>252,180</b>	<b>234,931</b>	<b>17,249</b>	<b>2,042,456</b>	<b>1,997,444</b>	<b>45,012</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>10,179,820</b>	<b>10,260,003</b>	<b>80,183</b>	<b>(1,357,456)</b>	<b>(1,307,722)</b>	<b>49,734</b>
<b>Other Financing Sources (Uses):</b>						
Operating transfers in	--	--	--	1,248,000	1,248,000	--
Operating transfers out	(10,229,740)	(10,229,740)	--	--	--	--
Sale of fixed assets	--	--	--	--	5,050	5,050
<b>Total Other Financing Sources (Uses)</b>	<b>(10,229,740)</b>	<b>(10,229,740)</b>	<b>--</b>	<b>1,248,000</b>	<b>1,253,050</b>	<b>5,050</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(49,920)</b>	<b>30,263</b>	<b>80,183</b>	<b>(109,456)</b>	<b>(54,672)</b>	<b>54,784</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>55,784</b>	<b>55,784</b>	<b>--</b>	<b>112,444</b>	<b>112,444</b>	<b>--</b>
<b>Unexpended prior year encumbrances</b>	<b>530</b>	<b>530</b>	<b>--</b>	<b>2,434</b>	<b>2,434</b>	<b>--</b>
<b>Fund Balance (Deficit) at End of Year</b>	<b>\$6,394</b>	<b>\$86,577</b>	<b>\$80,183</b>	<b>\$5,422</b>	<b>\$60,206</b>	<b>\$54,784</b>

State Highway Improvement			Permissive License Tax			Court Computer		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--
39,000	37,522	(1,478)	302,000	300,223	(1,777)	--	9,000	9,000
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	50,000	49,819	(181)
500	785	285	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
<u>39,500</u>	<u>38,307</u>	<u>(1,193)</u>	<u>302,000</u>	<u>300,223</u>	<u>(1,777)</u>	<u>50,000</u>	<u>58,819</u>	<u>8,819</u>
--	--	--	--	--	--	15,000	13,987	1,013
--	--	--	--	--	--	--	--	--
40,775	40,768	7	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	165,000	165,000	--	--	--	--
<u>40,775</u>	<u>40,768</u>	<u>7</u>	<u>165,000</u>	<u>165,000</u>	<u>--</u>	<u>15,000</u>	<u>13,987</u>	<u>1,013</u>
(1,275)	(2,461)	(1,186)	137,000	135,223	(1,777)	35,000	44,832	9,832
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
(1,275)	(2,461)	(1,186)	137,000	135,223	(1,777)	35,000	44,832	9,832
5,348	5,348	--	(45,411)	(45,411)	--	7,811	7,811	--
--	--	--	527	527	--	--	--	--
<u>\$4,073</u>	<u>\$2,887</u>	<u>(\$1,186)</u>	<u>\$92,116</u>	<u>\$90,339</u>	<u>(\$1,777)</u>	<u>\$42,811</u>	<u>\$52,643</u>	<u>\$9,832</u>

**CITY OF BARBERTON, OHIO**

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Non-GAAP Budgetary Basis) - Special Revenue Funds (Continued)  
For the Year Ended December 31, 2000

	Street and Storm Sewer Improvement			Health District		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$--	\$--	\$--	\$--	\$--	\$--
Intergovernmental	--	--	--	212,244	173,390	(38,854)
Charges for services	--	--	--	82,212	88,841	6,629
Fines, licenses and permits	--	--	--	53,600	53,015	(585)
Interest	--	--	--	--	--	--
Miscellaneous	--	--	--	97,882	59,220	(38,662)
<b>Total Revenues</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>445,938</b>	<b>374,466</b>	<b>(71,472)</b>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	--	--	--	--	--	--
Public safety	--	--	--	--	--	--
Streets and highways	85,000	4,761	80,239	--	--	--
Health and welfare	--	--	--	1,173,304	1,037,223	136,081
Community environment	--	--	--	--	--	--
Leisure time activities	--	--	--	--	--	--
Capital outlay	395,000	301,912	93,088	34,955	30,996	3,959
<b>Total Expenditures</b>	<b>480,000</b>	<b>306,673</b>	<b>173,327</b>	<b>1,208,259</b>	<b>1,068,219</b>	<b>140,040</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(480,000)</b>	<b>(306,673)</b>	<b>173,327</b>	<b>(762,321)</b>	<b>(693,753)</b>	<b>68,568</b>
<b>Other Financing Sources (Uses):</b>						
Operating transfers in	400,000	400,000	--	575,400	575,400	--
Operating transfers out	--	--	--	--	--	--
Sale of fixed assets	--	--	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<b>400,000</b>	<b>400,000</b>	<b>--</b>	<b>575,400</b>	<b>575,400</b>	<b>--</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(80,000)</b>	<b>93,327</b>	<b>173,327</b>	<b>(186,921)</b>	<b>(118,353)</b>	<b>68,568</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>94,215</b>	<b>94,215</b>	<b>--</b>	<b>210,409</b>	<b>210,409</b>	<b>--</b>
<b>Unexpended prior year encumbrances</b>	<b>134,171</b>	<b>134,171</b>	<b>--</b>	<b>3,756</b>	<b>3,756</b>	<b>--</b>
<b>Fund Balance (Deficit) at End of Year</b>	<b>\$148,386</b>	<b>\$321,713</b>	<b>\$173,327</b>	<b>\$27,244</b>	<b>\$95,812</b>	<b>\$68,568</b>

Beautification			Women, Infant & Child Food Program			Pre-natal Care Program		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--
22,142	22,500	358	231,750	167,489	(64,261)	130,687	141,082	10,395
--	--	--	--	--	--	67,188	76,860	9,672
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
45,000	50,154	5,154	--	--	--	--	--	--
<u>67,142</u>	<u>72,654</u>	<u>5,512</u>	<u>231,750</u>	<u>167,489</u>	<u>(64,261)</u>	<u>197,875</u>	<u>217,942</u>	<u>20,067</u>
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	228,250	212,302	15,948	225,321	192,136	33,185
--	--	--	--	--	--	--	--	--
301,359	271,748	29,611	--	--	--	--	--	--
31,500	31,168	332	3,500	1,850	1,650	1,652	1,652	--
<u>332,859</u>	<u>302,916</u>	<u>29,943</u>	<u>231,750</u>	<u>214,152</u>	<u>17,598</u>	<u>226,973</u>	<u>193,788</u>	<u>33,185</u>
(265,717)	(230,262)	35,455	--	(46,663)	(46,663)	(29,098)	24,154	53,252
242,000	242,000	--	--	--	--	17,200	17,200	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
<u>242,000</u>	<u>242,000</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>17,200</u>	<u>17,200</u>	<u>--</u>
(23,717)	11,738	35,455	--	(46,663)	(46,663)	(11,898)	41,354	53,252
23,818	23,818	--	44,767	44,767	--	25,096	25,096	--
467	467	--	3	3	--	300	300	--
<u>\$568</u>	<u>\$36,023</u>	<u>\$35,455</u>	<u>\$44,770</u>	<u>(\$1,893)</u>	<u>(\$46,663)</u>	<u>\$13,498</u>	<u>\$66,750</u>	<u>\$53,252</u>

**CITY OF BARBERTON, OHIO**

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Non-GAAP Budgetary Basis) - Special Revenue Funds (Continued)  
For the Year Ended December 31, 2000

	Parks Revolving			Mandatory Drug Fines		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$--	\$--	\$--	\$--	\$--	\$--
Intergovernmental	--	2,421	2,421	--	--	--
Charges for services	19,950	18,633	(1,317)	--	--	--
Fines, licenses and permits	--	--	--	3,000	1,936	(1,064)
Interest	--	--	--	--	--	--
Miscellaneous	27,100	43,088	15,988	--	--	--
<b>Total Revenues</b>	<b>47,050</b>	<b>64,142</b>	<b>17,092</b>	<b>3,000</b>	<b>1,936</b>	<b>(1,064)</b>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	--	--	--	--	--	--
Public safety	--	--	--	500	--	500
Streets and highways	--	--	--	--	--	--
Health and welfare	--	--	--	--	--	--
Community environment	--	--	--	--	--	--
Leisure time activities	51,892	38,627	13,265	--	--	--
Capital outlay	3,629	3,628	1	--	--	--
<b>Total Expenditures</b>	<b>55,521</b>	<b>42,255</b>	<b>13,266</b>	<b>500</b>	<b>--</b>	<b>500</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(8,471)</b>	<b>21,887</b>	<b>30,358</b>	<b>2,500</b>	<b>1,936</b>	<b>(564)</b>
<b>Other Financing Sources (Uses):</b>						
Operating transfers in	--	--	--	--	--	--
Operating transfers out	--	--	--	--	--	--
Sale of fixed assets	--	--	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>(8,471)</b>	<b>21,887</b>	<b>30,358</b>	<b>2,500</b>	<b>1,936</b>	<b>(564)</b>
<b>Fund Balance (Deficit) at Beginning of Year</b>	<b>37,486</b>	<b>37,486</b>	<b>--</b>	<b>4,562</b>	<b>4,562</b>	<b>--</b>
<b>Unexpended prior year encumbrances</b>	<b>200</b>	<b>200</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>--</b>
<b>Fund Balance (Deficit) at End of Year</b>	<b>\$29,215</b>	<b>\$59,573</b>	<b>\$30,358</b>	<b>\$7,062</b>	<b>\$6,498</b>	<b>(\$564)</b>

Law Enforcement Trust			D.A.R.E. Program			Indigent Drivers Alcohol Treatment		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
500	11,405	10,905	--	--	--	55,000	42,563	(12,437)
--	--	--	--	--	--	--	--	--
--	--	--	1,000	275	(725)	--	--	--
<u>500</u>	<u>11,405</u>	<u>10,905</u>	<u>1,000</u>	<u>275</u>	<u>(725)</u>	<u>55,000</u>	<u>42,563</u>	<u>(12,437)</u>
--	--	--	--	--	--	226,428	226,428	--
--	--	--	4,000	2,920	1,080	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	<u>4,000</u>	<u>2,920</u>	<u>1,080</u>	<u>226,428</u>	<u>226,428</u>	<u>--</u>
500	11,405	10,905	(3,000)	(2,645)	355	(171,428)	(183,865)	(12,437)
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
500	11,405	10,905	(3,000)	(2,645)	355	(171,428)	(183,865)	(12,437)
10,364	10,364	--	20,211	20,211	--	226,428	226,428	--
--	--	--	--	--	--	--	--	--
<u>\$10,864</u>	<u>\$21,769</u>	<u>\$10,905</u>	<u>\$17,211</u>	<u>\$17,566</u>	<u>\$355</u>	<u>\$55,000</u>	<u>\$42,563</u>	<u>(\$12,437)</u>

**CITY OF BARBERTON, OHIO**

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Non-GAAP Budgetary Basis) - Special Revenue Funds (Continued)  
For the Year Ended December 31, 2000

	Local Law Enforcement Block Grant			Community Development		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
<b>Revenues:</b>						
Taxes	\$--	\$--	\$--	\$--	\$--	\$--
Intergovernmental	155,324	155,324	--	2,704,898	574,238	(2,130,660)
Charges for services	--	--	--	--	--	--
Fines, licenses and permits	--	--	--	--	--	--
Interest	100	3,403	3,303	--	--	--
Miscellaneous	--	--	--	--	52,258	52,258
<b>Total Revenues</b>	<b>155,424</b>	<b>158,727</b>	<b>3,303</b>	<b>2,704,898</b>	<b>626,496</b>	<b>(2,078,402)</b>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	--	--	--	--	--	--
Public safety	--	--	--	--	--	--
Streets and highways	--	--	--	--	--	--
Health and welfare	--	--	--	--	--	--
Community environment	--	--	--	2,054,488	480,897	1,573,591
Leisure time activities	--	--	--	--	--	--
Capital outlay	8,540	8,737	(197)	--	--	--
<b>Total Expenditures</b>	<b>8,540</b>	<b>8,737</b>	<b>(197)</b>	<b>2,054,488</b>	<b>480,897</b>	<b>1,573,591</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>146,884</b>	<b>149,990</b>	<b>3,106</b>	<b>650,410</b>	<b>145,599</b>	<b>(504,811)</b>
<b>Other Financing Sources (Uses):</b>						
Operating transfers in	--	--	--	--	--	--
Operating transfers out	--	--	--	(128,917)	(128,917)	--
Sale of fixed assets	--	--	--	--	--	--
<b>Total Other Financing Sources (Uses)</b>	<b>--</b>	<b>--</b>	<b>--</b>	<b>(128,917)</b>	<b>(128,917)</b>	<b>--</b>
<b>Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses</b>	<b>146,884</b>	<b>149,990</b>	<b>3,106</b>	<b>521,493</b>	<b>16,682</b>	<b>(504,811)</b>
Fund Balance (Deficit) at Beginning of Year	8,501	8,501	--	(548,277)	(548,277)	--
Unexpended prior year encumbrances	--	--	--	34,368	34,368	--
<b>Fund Balance (Deficit) at End of Year</b>	<b>\$155,385</b>	<b>\$158,491</b>	<b>\$3,106</b>	<b>\$7,584</b>	<b>(\$497,227)</b>	<b>(\$504,811)</b>



Home Investment Partnership			Gas & Oil Royalties			Lake Cinema Complex Maintenance		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--	\$--
26,395	26,395	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	13,000	12,381	(619)	64,000	64,000	--
<u>26,395</u>	<u>26,395</u>	<u>--</u>	<u>13,000</u>	<u>12,381</u>	<u>(619)</u>	<u>64,000</u>	<u>64,000</u>	<u>--</u>
--	--	--	--	--	--	90,000	41,994	48,006
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	29,000	29,207	(207)	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	90,124	90,124	--
--	--	--	<u>29,000</u>	<u>29,207</u>	<u>(207)</u>	<u>180,124</u>	<u>132,118</u>	<u>48,006</u>
<u>26,395</u>	<u>26,395</u>	<u>--</u>	<u>(16,000)</u>	<u>(16,826)</u>	<u>(826)</u>	<u>(116,124)</u>	<u>(68,118)</u>	<u>48,006</u>
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
26,395	26,395	--	(16,000)	(16,826)	(826)	(116,124)	(68,118)	48,006
(26,395)	(26,395)	--	101,360	101,360	--	118,226	118,226	--
--	--	--	--	--	--	508	508	--
<u>\$--</u>	<u>\$--</u>	<u>\$--</u>	<u>\$85,360</u>	<u>\$84,534</u>	<u>(\$826)</u>	<u>\$2,610</u>	<u>\$50,616</u>	<u>\$48,006</u>

**CITY OF BARBERTON, OHIO**

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Non-GAAP Budgetary Basis) - Special Revenue Funds (Continued)  
For the Year Ended December 31, 2000

	Tax Increment Financing			Infrastructure Improvement Reserve		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Taxes	\$--	\$--	\$--	\$--	\$--	\$--
Intergovernmental	11,700	63,951	52,251	--	--	--
Charges for services	--	--	--	--	--	--
Fines, licenses and permits	--	--	--	--	--	--
Interest	--	--	--	55,000	66,480	11,480
Miscellaneous	--	--	--	--	--	--
Total Revenues	<u>11,700</u>	<u>63,951</u>	<u>52,251</u>	<u>55,000</u>	<u>66,480</u>	<u>11,480</u>
Expenditures:						
Current:						
General government	--	--	--	--	--	--
Public safety	--	--	--	--	--	--
Streets and highways	--	--	--	29,350	--	29,350
Health and welfare	--	--	--	--	--	--
Community environment	--	--	--	--	--	--
Leisure time activities	--	--	--	--	--	--
Capital outlay	--	--	--	210,000	157,609	52,391
Total Expenditures	<u>--</u>	<u>--</u>	<u>--</u>	<u>239,350</u>	<u>157,609</u>	<u>81,741</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>11,700</u>	<u>63,951</u>	<u>52,251</u>	<u>(184,350)</u>	<u>(91,129)</u>	<u>93,221</u>
Other Financing Sources (Uses):						
Operating transfers in	--	--	--	506,000	506,000	--
Operating transfers out	(14,724)	(14,724)	--	(511,302)	(511,302)	--
Sale of fixed assets	--	--	--	--	--	--
Total Other Financing Sources (Uses)	<u>(14,724)</u>	<u>(14,724)</u>	<u>--</u>	<u>(5,302)</u>	<u>(5,302)</u>	<u>--</u>
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	<u>(3,024)</u>	<u>49,227</u>	<u>52,251</u>	<u>(189,652)</u>	<u>(96,431)</u>	<u>93,221</u>
Fund Balance (Deficit) at Beginning of Year	3,182	3,182	--	836,507	836,507	--
Unexpended prior year encumbrances	--	--	--	--	--	--
Fund Balance (Deficit) at End of Year	<u>\$158</u>	<u>\$52,409</u>	<u>\$52,251</u>	<u>\$646,855</u>	<u>\$740,076</u>	<u>\$93,221</u>

Emergency Reserve for Public Facilities and Programs			Police Pension			Fire Pension		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$--	\$--	\$--	\$96,439	\$93,439	\$--	\$96,439	\$93,439	(\$3,000)
--	--	--	10,171	11,684	1,513	10,171	11,684	1,513
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
48,000	59,439	11,439	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
<u>48,000</u>	<u>59,439</u>	<u>11,439</u>	<u>106,610</u>	<u>105,123</u>	<u>1,513</u>	<u>106,610</u>	<u>105,123</u>	<u>(1,487)</u>
--	--	--	1,800	1,614	186	1,800	1,614	186
--	--	--	333,000	335,765	(2,765)	439,000	442,121	(3,121)
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	<u>334,800</u>	<u>337,379</u>	<u>(2,579)</u>	<u>440,800</u>	<u>443,735</u>	<u>(2,935)</u>
48,000	59,439	11,439	(228,190)	(232,256)	(1,066)	(334,190)	(338,612)	(4,422)
110,000	110,000	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
--	--	--	--	--	--	--	--	--
<u>110,000</u>	<u>110,000</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
158,000	169,439	11,439	(228,190)	(232,256)	(1,066)	(334,190)	(338,612)	(4,422)
843,617	843,617	--	439,578	439,578	--	378,405	378,405	--
--	--	--	--	--	--	--	--	--
<u>\$1,001,617</u>	<u>\$1,013,056</u>	<u>\$11,439</u>	<u>\$211,388</u>	<u>\$207,322</u>	<u>(\$1,066)</u>	<u>\$44,215</u>	<u>\$39,793</u>	<u>(\$4,422)</u>

Combining Schedule of Revenues, Expenditures and Changes in Fund Balances -  
Budget and Actual (Non-GAAP Budgetary Basis) - Special Revenue Funds (Continued)  
For the Year Ended December 31, 2000

	Sidewalk Improvement Program			Totals		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Taxes	\$--	\$--	\$--	\$10,542,878	\$10,524,827	(\$18,051)
Intergovernmental	--	--	--	4,611,482	2,504,341	(2,107,141)
Charges for services	--	--	--	169,350	184,334	14,984
Fines, licenses and permits	--	--	--	162,100	158,738	(3,362)
Interest	--	--	--	103,600	130,107	26,507
Miscellaneous	85,000	85,084	84	344,982	405,729	60,747
Total Revenues	85,000	85,084	84	15,934,392	13,908,076	(2,026,316)
Expenditures:						
Current:						
General government	--	--	--	584,208	517,985	66,223
Public safety	--	--	--	776,500	780,806	(4,306)
Streets and highways	--	--	--	1,988,817	1,835,729	153,088
Health and welfare	--	--	--	1,626,875	1,441,661	185,214
Community environment	--	--	--	2,083,488	510,104	1,573,384
Leisure time activities	--	--	--	353,251	310,375	42,876
Capital outlay	169,300	158,795	10,505	1,324,964	1,161,298	163,666
Total Expenditures	169,300	158,795	10,505	8,738,103	6,557,958	2,180,145
Excess (Deficiency) of Revenues Over Expenditures	(84,300)	(73,711)	10,589	7,196,289	7,350,118	153,829
Other Financing Sources (Uses):						
Operating transfers in	60,000	60,000	--	3,158,600	3,158,600	--
Operating transfers out	--	--	--	(10,884,683)	(10,884,683)	--
Sale of fixed assets	--	--	--	--	5,050	5,050
Total Other Financing Sources (Uses)	60,000	60,000	--	(7,726,083)	(7,721,033)	5,050
Excess (Deficiency) of Revenues and Other Sources Over Expenditures and Other Uses	(24,300)	(13,711)	10,589	(529,794)	(370,915)	158,879
Fund Balance (Deficit) at Beginning of Year	24,300	24,300	--	3,012,336	3,012,336	--
Unexpended prior year encumbrances	--	--	--	177,264	177,264	--
Fund Balance (Deficit) at End of Year	\$--	\$10,589	\$10,589	\$2,659,806	\$2,818,685	\$158,879

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**CITY OF BARBERTON, OHIO**

**CAPITAL PROJECTS FUND**

Description

Capital project 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 and trust funds). The capital project funds are:

**Street Improvement**

To account for other financing sources segregated for street improvements.

**Issue 2 Improvement**

Required by the State to account for projects funded by Issue 2 money.

Combining Balance Sheet - Capital Projects Funds  
December 31, 2000

	<u>Street Improvement</u>	<u>Issue 2 Improvement</u>	<u>Total</u>
<b>ASSETS</b>			
Assets:			
Equity in pooled cash and investments	<u>\$225,199</u>	<u>\$398,709</u>	<u>\$623,908</u>
Total Assets	<u><u>\$225,199</u></u>	<u><u>\$398,709</u></u>	<u><u>\$623,908</u></u>
<b>LIABILITIES AND FUND EQUITY</b>			
Liabilities:			
Accounts payable	<u>\$394,817</u>	<u>\$200,854</u>	<u>\$595,671</u>
Total Liabilities	<u>394,817</u>	<u>200,854</u>	<u>595,671</u>
Equity:			
Fund balances:			
Reserved for encumbrances	355,602	779,290	1,134,892
Unreserved, undesignated	<u>(525,220)</u>	<u>(581,435)</u>	<u>(1,106,655)</u>
Total Equity	<u>(169,618)</u>	<u>197,855</u>	<u>28,237</u>
Total Liabilities & Fund Equity	<u><u>\$225,199</u></u>	<u><u>\$398,709</u></u>	<u><u>\$623,908</u></u>

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Capital Projects Funds  
 For the Year Ended December 31, 2000

	<u>Street Improvement</u>	<u>Issue 2 Improvement</u>	<u>Total</u>
Expenditures:			
Capital outlay	\$785,398	\$385,637	\$1,171,035
Debt service:			
Interest and fiscal charges	--	1,843	1,843
Total Expenditures	<u>785,398</u>	<u>387,480</u>	<u>1,172,878</u>
Other Financing Sources:			
Proceeds from sale of notes	--	315,000	315,000
Operating transfers in	275,000	236,302	511,302
Total Other Financing Sources	<u>275,000</u>	<u>551,302</u>	<u>826,302</u>
Excess (Deficiency) of Other Sources Over Expenditures	(510,398)	163,822	(346,576)
Fund Balance at Beginning of Year	<u>340,780</u>	<u>34,033</u>	<u>374,813</u>
Fund Balance at End of Year	<u>(\$169,618)</u>	<u>\$197,855</u>	<u>\$28,237</u>

**CITY OF BARBERTON, OHIO**

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

	Street Improvement			Issue 2 Improvement		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Intergovernmental	\$873,000	\$--	(\$873,000)	\$616,164	\$--	(\$616,164)
Miscellaneous	102,000	--	(102,000)	--	--	--
Total Revenues	975,000	--	(975,000)	616,164	--	(616,164)
Expenditures:						
Capital Outlay	1,250,000	1,141,000	109,000	1,167,467	1,164,928	2,539
Debt service:						
Interest and fiscal charges	--	--	--	2,000	1,843	157
Total Expenditures	1,250,000	1,141,000	109,000	1,169,467	1,166,771	2,696
Excess (Deficiency) of Revenues Over Expenditures	(275,000)	(1,141,000)	(866,000)	(553,303)	(1,166,771)	(613,468)
Other Financing Sources:						
Proceeds from sale of notes	--	--	--	315,000	315,000	--
Operating transfers in	275,000	275,000	--	236,302	236,302	--
Total Other Financing Sources	275,000	275,000	--	551,302	551,302	--
Excess (Deficiency) of Revenues and Other Sources Over Expenditures	--	(866,000)	(866,000)	(2,001)	(615,469)	(613,468)
Fund Balance (Deficit) at Beginning of Year	340,780	340,780	--	34,033	34,033	--
Fund Balance (Deficit) at End of Year	\$340,780	(\$525,220)	(\$866,000)	\$32,032	(\$581,436)	(\$613,468)



Totals		
Budget	Actual	Variance Favorable (Unfavorable)
\$1,489,164	\$--	(\$1,489,164)
<u>102,000</u>	<u>--</u>	<u>(102,000)</u>
<u>1,591,164</u>	<u>--</u>	<u>(1,591,164)</u>
2,417,467	2,305,928	111,539
<u>2,000</u>	<u>1,843</u>	<u>157</u>
<u>2,419,467</u>	<u>2,307,771</u>	<u>111,696</u>
<u>(828,303)</u>	<u>(2,307,771)</u>	<u>(1,479,468)</u>
315,000	315,000	--
<u>511,302</u>	<u>511,302</u>	<u>--</u>
<u>826,302</u>	<u>826,302</u>	<u>--</u>
(2,001)	(1,481,469)	(1,479,468)
<u>374,813</u>	<u>374,813</u>	<u>--</u>
<u>\$372,812</u>	<u>(\$1,106,656)</u>	<u>(\$1,479,468)</u>

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# CITY OF BARBERTON, OHIO

## ENTERPRISE FUNDS

### Description

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

#### **Water**

To account for the provision of water treatment and distribution to residential and commercial users within the City.

#### **Water Replacement and Improvement**

To account for monies restricted from the Water Fund to be used to replace obsolete and worn out equipment or to make other improvements to the City's water system or to pay debt service on the same.

#### **Sewer**

To account for sanitary sewer service provided to residential and commercial users within the City.

#### **Sewer Improvement Reserve**

To account for monies received from the Sewer Fund to be used to make up any deficiencies in the Sewer Bond Retirement Fund, to pay principal and interest on any notes issued to pay costs of improvement to the utility or any other lawful utility purpose.

#### **Sewer Replacement and Improvement**

To account for quarterly payments from the Sewer Fund to be used to make up deficiencies in the Sewer Bond Retirement Fund or for capital projects including replacing obsolete or worn out equipment or other improvements to the sewage system.

#### **Sewer Bond Retirement**

To account for monies received from the Sewer Fund for the retirement of principal and interest payments related to the Revenue Refunding Bonds.

#### **Sewer Bond Reserve**

Required by the City's Debt Indenture to hold the highest year's debt service requirement related to the Revenue Refunding Bonds.

#### **Solid Waste Disposal**

To account for refuse and recycling collection services provided to residential users within the City.

#### **Community Center**

To account for the revenues and expenses of an indoor natatorium and fitness center.

#### **Downtown Sales and Rental of Property**

To account for revenue received from sale of property and rental income. Monies are used for property maintenance and capital improvement to the downtown area.

**CITY OF BARBERTON, OHIO**

Combining Balance Sheet - Enterprise Funds  
December 31, 2000

	Water	Water Replacement & Improvement	Sewer	Sewer Improvement Reserve
<b>ASSETS</b>				
Current Assets:				
Equity in pooled cash and investments	\$1,187,821	\$705,825	\$1,074,803	\$319,814
Receivables (net, where applicable, of allowance for doubtful accounts)	427,714	--	472,464	--
Note receivable	--	--	--	--
Inventory of supplies	286,045	--	33,739	--
Prepaid items	8,008	--	9,241	--
Restricted assets - cash and cash equivalents	--	--	--	--
<b>Total Current Assets</b>	<b>1,909,588</b>	<b>705,825</b>	<b>1,590,247</b>	<b>319,814</b>
Fixed Assets:				
Land and land improvement	850,719	--	25,242	--
Utility plant	5,313,402	749,053	32,015,913	44,368
Buildings, structures and improvements	6,574,054	--	1,502,670	--
Furniture, fixtures and equipment	1,263,180	--	1,370,373	--
	14,001,355	749,053	34,914,198	44,368
Less accumulated depreciation	(6,805,506)	(41,475)	(13,702,482)	(12,755)
<b>Net</b>	<b>7,195,849</b>	<b>707,578</b>	<b>21,211,716</b>	<b>31,613</b>
<b>Total Assets</b>	<b>\$9,105,437</b>	<b>\$1,413,403</b>	<b>\$22,801,963</b>	<b>\$351,427</b>
<b>LIABILITIES AND FUND EQUITY</b>				
Liabilities:				
Current Liabilities:				
Accounts payable	\$55,136	\$2,815	\$82,986	\$--
Accrued wages and benefits	284,317	--	244,829	--
Other liabilities	57,785	--	36,919	--
Due to other governments	11,050	--	--	--
Deferred revenue	1,983	--	7,041	--
Capital lease obligations - current portion	2,272	--	2,272	--
General obligation notes payable	1,327,500	--	1,147,500	--
General obligation bonds payable - current portion	150,000	--	--	--
Revenue refunding bonds payable - current portion	--	--	--	--
<b>Total Current Liabilities</b>	<b>1,890,043</b>	<b>2,815</b>	<b>1,521,547</b>	<b>--</b>
Long-Term Liabilities:				
Capital lease obligations	2,384	--	2,384	--
General obligation bonds payable	2,543,623	--	--	--
Revenue refunding bonds payable	--	--	--	--
<b>Total Long-Term Liabilities</b>	<b>2,546,007</b>	<b>--</b>	<b>2,384</b>	<b>--</b>
<b>Total Liabilities</b>	<b>4,436,050</b>	<b>2,815</b>	<b>1,523,931</b>	<b>--</b>
Fund Equity:				
Contributed capital	1,232,208	118,770	13,645,584	--
Retained earnings	3,437,179	1,291,818	7,632,448	351,427
<b>Total Fund Equity</b>	<b>4,669,387</b>	<b>1,410,588</b>	<b>21,278,032</b>	<b>351,427</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$9,105,437</b>	<b>\$1,413,403</b>	<b>\$22,801,963</b>	<b>\$351,427</b>

Sewer Replacement & Improvement	Sewer Bond Retirement	Sewer Bond Reserve	Solid Waste Disposal	Community Center	Downtown Sales and Rental of Property	Total
\$1,733,928	\$--	\$--	\$318,488	\$44,575	\$3,104	\$5,388,358
--	--	--	38,739	3,332	--	942,249
--	--	--	--	--	8,449	8,449
--	--	--	784	4,137	--	324,705
--	--	--	94	2,962	51	20,356
--	113,348	671,375	--	--	--	784,723
<u>1,733,928</u>	<u>113,348</u>	<u>671,375</u>	<u>358,105</u>	<u>55,006</u>	<u>11,604</u>	<u>7,468,840</u>
--	--	--	--	62,739	--	938,700
532,543	--	--	--	--	--	38,655,279
--	--	--	--	3,181,232	--	11,257,956
--	--	--	16,509	227,224	--	2,877,286
<u>532,543</u>	<u>--</u>	<u>--</u>	<u>16,509</u>	<u>3,471,195</u>	<u>--</u>	<u>53,729,221</u>
<u>(9,049)</u>	<u>--</u>	<u>--</u>	<u>(16,509)</u>	<u>(1,674,441)</u>	<u>--</u>	<u>(22,262,217)</u>
<u>523,494</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>1,796,754</u>	<u>--</u>	<u>31,467,004</u>
<u>\$2,257,422</u>	<u>\$113,348</u>	<u>\$671,375</u>	<u>\$358,105</u>	<u>\$1,851,760</u>	<u>\$11,604</u>	<u>\$38,935,844</u>
\$16,903	\$--	\$--	\$109,984	\$31,936	\$--	\$299,760
--	--	--	6,355	22,459	--	557,960
12,065	12,455	--	--	10,145	--	129,369
--	--	--	--	--	--	11,050
--	--	--	--	--	--	9,024
--	--	--	--	11,421	--	15,965
375,000	--	--	--	595,000	--	3,445,000
--	--	--	--	50,000	--	200,000
--	510,000	--	--	--	--	510,000
<u>403,968</u>	<u>522,455</u>	<u>--</u>	<u>116,339</u>	<u>720,961</u>	<u>--</u>	<u>5,178,128</u>
--	--	--	--	38,579	--	43,347
--	--	--	--	400,000	--	2,943,623
--	1,951,505	671,375	--	--	--	2,622,880
--	1,951,505	671,375	--	438,579	--	5,609,850
<u>403,968</u>	<u>2,473,960</u>	<u>671,375</u>	<u>116,339</u>	<u>1,159,540</u>	<u>--</u>	<u>10,787,978</u>
37,000	--	--	--	--	183,058	15,216,620
<u>1,816,454</u>	<u>(2,360,612)</u>	<u>--</u>	<u>241,766</u>	<u>692,220</u>	<u>(171,454)</u>	<u>12,931,246</u>
<u>1,853,454</u>	<u>(2,360,612)</u>	<u>--</u>	<u>241,766</u>	<u>692,220</u>	<u>11,604</u>	<u>28,147,866</u>
<u>\$2,257,422</u>	<u>\$113,348</u>	<u>\$671,375</u>	<u>\$358,105</u>	<u>\$1,851,760</u>	<u>\$11,604</u>	<u>\$38,935,844</u>

## CITY OF BARBERTON, OHIO

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

	Water	Water Replacement & Improvement	Sewer	Sewer Improvement Reserve
<b>Operating Revenues</b>				
Charges for services	53,156,136	\$-	\$3,170,686	\$-
Other	61,078	-	37,149	-
<b>Total Operating Revenues</b>	<b>3,217,214</b>	<b>-</b>	<b>3,207,835</b>	<b>-</b>
<b>Operating Expenses</b>				
Personal services	1,547,802	-	1,475,510	--
Contractual services	403,270	-	538,614	-
Materials and supplies	364,176	99,949	395,764	-
Depreciation	406,655	28,746	858,618	1,112
Other	29,712	-	18,570	-
<b>Total Operating Expenses</b>	<b>2,751,615</b>	<b>128,695</b>	<b>3,287,076</b>	<b>1,112</b>
<b>Operating Income (Loss)</b>	<b>465,599</b>	<b>(128,695)</b>	<b>(79,241)</b>	<b>(1,112)</b>
<b>Nonoperating Revenues (Expenses)</b>				
Interest income	-	--	56,999	18,847
Interest expense	(243,067)	-	(53,755)	-
Other	(5,643)	-	(3,371)	-
<b>Total Nonoperating Revenues (Expenses)</b>	<b>(248,710)</b>	<b>-</b>	<b>(127)</b>	<b>18,847</b>
<b>Income (Loss) Before Operating Transfers</b>	<b>216,889</b>	<b>(128,695)</b>	<b>(79,368)</b>	<b>17,735</b>
Operating transfers in	-	300,000	---	-
Operating transfers out	(380,000)	-	(770,000)	-
<b>Net Income (Loss)</b>	<b>(163,111)</b>	<b>251,305</b>	<b>(849,368)</b>	<b>17,735</b>
<b>Retained Earnings (Deficit) at Beginning of Year</b>				
As previously reported	4,401,850	1,040,513	9,263,953	333,692
Prior period adjustment (Note 3)	(801,560)	-	(782,137)	-
As restated	3,600,290	1,040,513	8,481,816	333,692
<b>Retained Earnings (Deficit) at End of Year</b>	<b>3,437,179</b>	<b>1,291,818</b>	<b>7,632,448</b>	<b>351,427</b>
<b>Contributed Capital at Beginning of Year</b>	<b>1,232,208</b>	<b>118,770</b>	<b>13,645,584</b>	<b>-</b>
<b>Capital Contributions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Contributed Capital at End of Year</b>	<b>1,232,208</b>	<b>118,770</b>	<b>13,645,584</b>	<b>-</b>
<b>Fund Equity at End of Year</b>	<b>\$4,669,387</b>	<b>\$1,410,588</b>	<b>-\$21,278,032</b>	<b>\$351,427</b>

Sewer Replacement & Improvement	Sewer Bond Retirement	Sewer Bond Reserve	Solid Waste Disposal	Community Center	Downtown Sales and Rental of Property	Total
\$--	\$--	\$--	\$1,002,547	\$746,675	\$--	\$8,076,044
--	--	--	115	66,992	19,779	185,113
--	--	--	1,002,662	813,667	19,779	8,261,157
--	--	--	59,263	320,431	4,260	3,407,265
--	--	--	962,719	232,087	706	2,137,396
34,866	--	--	4,880	45,992	--	945,627
8,689	--	--	50	129,549	--	1,433,419
--	--	--	213	1,335	1,903	51,733
43,555	--	--	1,027,125	729,394	6,869	7,975,441
(43,555)	--	--	(24,463)	84,273	12,910	285,716
112,817	48,824	--	--	--	--	237,487
(22,828)	(220,584)	--	--	(62,779)	--	(603,013)
--	(13,136)	--	--	(1,532)	--	(23,682)
89,989	(104,896)	--	--	(64,311)	--	--
(389,208)	--	--	--	--	--	--
46,434	(184,896)	--	(25,463)	19,962	12,910	(103,492)
120,000	650,000	--	--	--	--	1,150,000
--	--	--	--	--	--	(1,150,000)
166,434	465,104	--	(24,463)	19,962	12,910	(103,492)
1,650,020	(2,825,716)	--	266,229	672,258	(184,364)	14,618,435
--	--	--	--	--	--	(1,583,697)
1,650,020	(2,825,716)	--	266,229	672,258	(184,364)	13,034,738
1,816,454	(2,360,812)	--	241,766	692,220	(171,454)	12,931,246
37,000	--	--	--	--	183,058	15,216,620
37,000	--	--	--	--	183,050	15,216,620
57,853,454	(\$2,360,612)	\$--	\$241,766	\$692,220	\$11,604	\$28,147,866

**CITY OF BARBERTON, OHIO**

Combining Statement of Cash Flows - Enterprise  
Funds For the Year Ended December 31, 2000

	<u>Water</u>	<u>Water Replacement &amp; Improvement</u>	<u>Sewer</u>	<u>Sewer Improvement Reserve</u>
Cash Flows from Operating Activities:				
Cash received from customers	\$3,384,965	\$--	\$3,394,311	\$-
Cash payments to suppliers for goods and services	(855,662)	(162,307)	(949,439)	-
Cash payments to employees for services	(1,538,754)	--	(1,451,565)	-
Other operating revenues	44,128	--	22,994	-
Other operating expenses	<u>(6,813)</u>	<u>--</u>	<u>(13,932)</u>	<u>-</u>
 Net Cash Provided by (Used in) Operating Activities	 <u>1,027,864</u>	 <u>(162,307)</u>	 <u>1,002,369</u>	 <u>-</u>
Cash Flows from Noncapital Financing Activities:				
Operating transfers from other funds	-	380,000	--	-
Operating transfers to other funds	<u>(380,000)</u>	<u>--</u>	<u>(770,000)</u>	<u>-</u>
 Net Cash Provided by (Used in) Noncapital Financing Activities	 <u>(380,000)</u>	 <u>380,000</u>	 <u>(770,000)</u>	 <u>-</u>
Cash Flows from Capital and Related Financing Activities				
Proceeds from notes	1,327,500	--	1,147,500	-
Principal paid on debt	(1,672,500)	--	(1,572,500)	-
Interest paid on debt	(237,739)	--	(54,151)	-
Debt issue costs	(1,554)	-	(3,371)	-
Acquisition and construction of capital assets	<u>(321,854)</u>	<u>(224,472)</u>	<u>(115,415)</u>	<u>-</u>
 Net Cash Provided by (Used In) Capital and Related Financing Activities	 <u>(906,147)</u>	 <u>(224,472)</u>	 <u>(597,937)</u>	 <u>-</u>
Cash Flows from Investing Activities:				
Interest on investments	--	-	<u>56,998</u>	<u>18,847</u>
 Net Increase (Decrease) in Cash and Cash Equivalents	 <u>(258,283)</u>	 <u>(6,779)</u>	 <u>(308,570)</u>	 <u>18,847</u>
 Cash and Cash Equivalents at Beginning of Year	 <u>1,446,104</u>	 <u>712,604</u>	 <u>1,383,373</u>	 <u>300,967</u>
 Cash and Cash Equivalents at End of Year	 <u>\$1,187,821</u>	 <u>\$705,825</u>	 <u>\$1,074,803</u>	 <u>\$319,814</u>



<u>Sewer Replacement &amp; Improvement</u>	<u>Sewer Bond Retirement</u>	<u>Sewer Band Reserve</u>	<u>Sold Waste Disposal</u>	<u>Community Center</u>	<u>Downtown Sales and Rental of Property</u>	<u>Total</u>
\$--	\$--	\$--	\$1,014,422	\$746,385	\$--	\$8,540,083
(178,904)	--	--	(933,837)	(266,678)	(703)	(3,347,530)
-	--	--	(56,534)	(316,718)	(4,260)	(3,367,831)
-	--	--	115	63,659	11,330	142,226
-	--	--	--	(1335)	(4,112)	(26,192)
<u>(178,904)</u>	<u>--</u>	<u>--</u>	<u>24,166</u>	<u>225,313</u>	<u>2,255</u>	<u>1,940,756</u>
120,000	650,000	--	--	--	--	1,150,000
<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(1,150,000)</u>
<u>120,000</u>	<u>650,000</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
375,000	--	--	--	595,000	--	3,445,000
(495,000)	(490,000)	--	--	(695,000)	--	(4,925,000)
(13,736)	(166,243)	--	--	(62,278)	--	(534,147)
--	--	--	--	(1,532)	--	(6,457)
<u>(326,114)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>(16,928)</u>	<u>--</u>	<u>(1,004,783)</u>
<u>(459,850)</u>	<u>(656,243)</u>	<u>--</u>	<u>--</u>	<u>(180,738)</u>	<u>--</u>	<u>(3,025,387)</u>
<u>112,817</u>	<u>48,824</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>237,486</u>
<u>(405,937)</u>	<u>42,581</u>	<u>--</u>	<u>24,166</u>	<u>44,575</u>	<u>2,255</u>	<u>(847,145)</u>
<u>2,139,865</u>	<u>70,767</u>	<u>671,375</u>	<u>294,322</u>	<u>--</u>	<u>849</u>	<u>7,020,226</u>
<u>\$1733,928</u>	<u>\$113,348</u>	<u>\$671,375</u>	<u>\$318,488</u>	<u>\$44,575</u>	<u>\$3,104</u>	<u>\$6,173,081</u>

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**CITY OF BARBERTON, OHIO**Combining Statement of Cash Flows - Enterprise Funds (Continued)  
For the Year Ended December 31, 2000

	<u>Water</u>	<u>Water Replacement &amp; Improvement</u>	<u>Sewer</u>	<u>Sewer Improvement Reserve</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating Income (Loss)	\$465,599	(\$128,695)	(\$79,241)	(\$1,112)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Depreciation	406,655	28,746	858,618	1,112
Increase (decrease) due to change in:				
Accounts receivable	200,438	--	198,587	--
Notes receivable	--	--	--	--
Inventory of supplies	(33,823)	--	(4,619)	--
Prepaid items	(1,481)	--	(1,110)	--
Accounts payable	(16,072)	(62,358)	8,689	--
Accrued wages and benefits	9,048	--	23,945	--
Other	(2,500)	--	(2,500)	--
 Total Adjustments	 <u>562,265</u>	 <u>(33,612)</u>	 <u>1,081,610</u>	 <u>1,112</u>
 Net Cash Provided by (Used in) Operating Activities	 <u>\$1,027,864</u>	 <u>(\$162,307)</u>	 <u>\$1,002,369</u>	 <u>\$--</u>

**Noncash Investing, Capital and Financing Activities:**

Enterprise capital assets of \$50,000 were acquired through a capital lease during 2000.

<u>Sewer Replacement &amp; Improvement</u>	<u>Sewer Bond Retirement</u>	<u>Sewer Bond Reserve</u>	<u>Solid Waste Disposal</u>	<u>Community Center</u>	<u>Downtown Sales and Rental of Property</u>	<u>Total</u>
(\$43,555)	\$--	\$--	(\$24,463)	\$84,273	\$12,910	\$285,716
8,689	--	--	50	129,549	--	1,433,419
--	--	--	11,282	(3,622)	--	406,685
--	--	--	--	--	(8,449)	(8,449)
--	--	--	1,811	(70)	--	(36,701)
--	--	--	(3)	(100)	3	(2,691)
(144,038)	--	--	32,761	11,570	(2,209)	(171,657)
--	--	--	2,728	3,713	--	39,434
--	--	--	--	--	--	(5,000)
<u>(135,349)</u>	<u>--</u>	<u>--</u>	<u>48,629</u>	<u>141,040</u>	<u>(10,655)</u>	<u>1,655,040</u>
<u>(\$178,904)</u>	<u>\$--</u>	<u>\$--</u>	<u>\$24,166</u>	<u>\$225,313</u>	<u>\$2,255</u>	<u>\$1,940,756</u>

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# CITY OF BARBERTON, OHIO

## INTERNAL SERVICE FUNDS

### Description

Internal service funds are used to account for the financing of goods or services provided by one department of the City to other departments of the City on a cost reimbursement basis. The title of the fund indicates the type of service provided. The internal service funds are:

#### **Health Insurance**

To account for the cost of medical benefits provided to the City's employees.

#### **General Liability**

To account for the cost of public liability claims.

#### **Severance Pay**

To account for the cost of severance pay for employees retiring in the current year.

#### **Internal Cost Allocation**

To account for the cost of postage and gasoline used by City departments.

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**CITY OF BARBERTON, OHIO**Combining Balance Sheet - Internal Service Funds  
December 31, 2000

	<u>Health Insurance</u>	<u>General Liability</u>	<u>Severance Pay</u>	<u>Internal Cost Allocation</u>
<b>ASSETS</b>				
Assets:				
Equity in pooled cash and investments	\$1,069,522	\$16,079	\$411,210	\$16,934
Accounts receivable	<u>1,251</u>	<u>--</u>	<u>--</u>	<u>9,542</u>
Total Assets	<u>\$1,070,773</u>	<u>\$16,079</u>	<u>\$411,210</u>	<u>\$26,476</u>
<b>LIABILITIES AND FUND EQUITY</b>				
Liabilities:				
Current Liabilities:				
Accounts payable	\$190	\$--	\$--	\$10,254
Claims payable	182,879	--	--	--
Other liabilities	--	910	--	--
General obligation bonds payable - current portion	<u>--</u>	<u>85,000</u>	<u>--</u>	<u>--</u>
Total Current Liabilities	<u>183,069</u>	<u>85,910</u>	<u>--</u>	<u>10,254</u>
Long-Term Liabilities:				
General obligation bonds payable	<u>--</u>	<u>85,934</u>	<u>--</u>	<u>--</u>
Total Long-Term Liabilities	<u>--</u>	<u>85,934</u>	<u>--</u>	<u>--</u>
Total Liabilities	<u>183,069</u>	<u>171,844</u>	<u>--</u>	<u>10,254</u>
Fund Equity:				
Retained earnings	<u>887,704</u>	<u>(155,765)</u>	<u>411,210</u>	<u>16,222</u>
Total Fund Equity	<u>887,704</u>	<u>(155,765)</u>	<u>411,210</u>	<u>16,222</u>
Total Liabilities and Fund Equity	<u>\$1,070,773</u>	<u>\$16,079</u>	<u>\$411,210</u>	<u>\$26,476</u>

Total

\$1,513,745  
10,793

\$1,524,538

\$10,444  
182,879  
910  
85,000

279,233

85,934

85,934

365,167

1,159,371

1,159,371

\$1,524,538

---

**CITY OF BARBERTON, OHIO**

Combining Statement of Revenues, Expenses and Changes in Fund Equity -  
Internal Service Funds  
For the Year Ended December 31, 2000

	<u>Health Insurance</u>	<u>General Liability</u>	<u>Severance Pay</u>	<u>Internal Cost Allocation</u>
Operating Revenues:				
Charges for services	\$1,787,077	\$--	\$304,642	\$230,289
Other	322,050	--	--	--
Total Operating Revenues	<u>2,109,127</u>	<u>--</u>	<u>304,642</u>	<u>230,289</u>
Operating Expenses:				
Personal services	--	--	65,098	--
Contractual services	282,311	--	--	--
Claims and judgments	1,764,974	14,888	--	--
Materials and supplies	--	--	--	238,645
Total Operating Expenses	<u>2,047,285</u>	<u>14,888</u>	<u>65,098</u>	<u>238,645</u>
Operating Income (Loss)	<u>61,842</u>	<u>(14,888)</u>	<u>239,544</u>	<u>(8,356)</u>
Nonoperating Revenues (Expenses):				
Interest income	--	3,819	--	--
Interest and fiscal charges	--	(16,898)	--	--
Total Nonoperating Revenues (Expenses)	<u>--</u>	<u>(13,079)</u>	<u>--</u>	<u>--</u>
Income (Loss) Before Operating Transfers	61,842	(27,967)	239,544	(8,356)
Operating transfers in	<u>--</u>	<u>106,440</u>	<u>--</u>	<u>30,000</u>
Net Income	61,842	78,473	239,544	21,644
Fund Equity (Deficit) at Beginning of Year	<u>825,862</u>	<u>(234,238)</u>	<u>171,666</u>	<u>(5,422)</u>
Fund Equity (Deficit) at End of Year	<u><u>\$887,704</u></u>	<u><u>(\$155,765)</u></u>	<u><u>\$411,210</u></u>	<u><u>\$16,222</u></u>



Total

\$2,322,008

322,050

2,644,058

65,098

282,311

1,779,862

238,645

2,365,916

278,142

3,819

(16,898)

(13,079)

265,063

136,440

401,503

757,868

\$1,159,371

---

**CITY OF BARBERTON, OHIO**Combining Statement of Cash Flows - Internal Service Funds  
For the Year Ended December 31, 2000

	Health Insurance	General Liability	Severance Pay	Internal Cost Allocation
<b>Cash Flows from Operating Activities:</b>				
Cash received from customers	\$1,787,077	\$--	\$304,642	\$224,017
Cash payments to suppliers for goods and services	(282,121)	--	--	(239,316)
Cash payments to employees for services	--	--	(137,223)	--
Cash payments for claims and judgments	(1,714,048)	(14,888)	--	--
Other operating revenues	342,719	--	--	--
Net Cash Provided by (Used in) Operating Activities	<u>133,627</u>	<u>(14,888)</u>	<u>167,419</u>	<u>(15,299)</u>
<b>Cash Flows from Noncapital Financing Activities:</b>				
Principal paid on debt	--	(80,000)	--	--
Interest paid on debt	--	(15,440)	--	--
Operating transfers from other funds	--	106,440	--	30,000
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>--</u>	<u>11,000</u>	<u>--</u>	<u>30,000</u>
<b>Cash Flows from Investing Activities:</b>				
Interest on investments	--	3,819	--	--
Net Increase (Decrease) in Cash and Cash Equivalents	133,627	(69)	167,419	14,701
Cash and Cash Equivalents at Beginning of Year	<u>935,895</u>	<u>16,148</u>	<u>243,791</u>	<u>2,233</u>
Cash and Cash Equivalents at End of Year	<u>\$1,069,522</u>	<u>\$16,079</u>	<u>\$411,210</u>	<u>\$16,934</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:</b>				
Operating Income (Loss)	\$61,842	(\$14,888)	\$239,544	(\$8,356)
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:</b>				
Increase (decrease) due to change in:				
Accounts receivable	20,669	--	--	(6,272)
Accounts payable	190	--	--	(671)
Claims payable	50,926	--	--	--
Accrued wages and benefits	--	--	(72,125)	--
Total Adjustments	<u>71,785</u>	<u>--</u>	<u>(72,125)</u>	<u>(6,943)</u>
Net Cash Provided by (Used in) Operating Activities	<u>\$133,627</u>	<u>(\$14,888)</u>	<u>\$167,419</u>	<u>(15,299)</u>

---

Total

\$2,315,736

(521,437)

(137,223)

(1,728,936)

342,719

---

270,859

(80,000)

(15,440)

136,440

---

41,000

---

3,819

315,678

---

1,198,067

---

\$1,513,745

\$278,142

14,397

(481)

50,926

(72,125)

---

(7,283)

---

\$270,859

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## **CITY OF BARBERTON, OHIO**

### **TRUST AND AGENCY FUNDS**

#### Description

Trust and agency funds are used to account for assets held by the City in a trustee capacity and/or as an agent for individuals, private organizations, other governmental units and/or other funds. These include (a) expendable trust funds and (b) agency funds.

### **EXPENDABLE TRUST FUNDS**

#### **Trust**

To account for refundable deposits.

#### **Senior Center Trust**

To account for monies received and expended for Senior Center operations.

#### **Eathel Gottwalt**

To account for monies received as a bequest from the named decedent to be used for establishing and maintaining floral arrangements around Lake Anna with a request for a suitable marker of acknowledgment.

### **AGENCY FUNDS**

#### **Municipal Court**

To account for fines and fees collected by the Barberton Municipal Court which are required to be disbursed to various parties.

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**CITY OF BARBERTON, OHIO**Combining Balance Sheet - All Fiduciary Funds  
December 31, 2000

	Expendable Trust Funds			Agency Fund
	Trust	Senior Center Trust	Eathel Gottwalt	Municipal Court
<b>ASSETS</b>				
Assets:				
Equity in pooled cash and investments	\$55,466	\$62,394	\$8,548	\$--
Cash and cash equivalents - segregated accounts	--	--	--	134,750
Total Assets	<u>\$55,466</u>	<u>\$62,394</u>	<u>\$8,548</u>	<u>\$134,750</u>
<b>LIABILITIES AND FUND EQUITY</b>				
Liabilities:				
Due to other funds	\$--	\$--	\$--	\$68,021
Due to other governments	--	--	--	57,739
Amounts held as fiduciary	--	--	--	8,990
Total Liabilities	<u>--</u>	<u>--</u>	<u>--</u>	<u>134,750</u>
Fund Equity:				
Fund balances:				
Reserved for encumbrances	--	264	--	--
Unreserved, undesignated	<u>55,466</u>	<u>62,130</u>	<u>8,548</u>	<u>--</u>
Total Fund Equity	<u>55,466</u>	<u>62,394</u>	<u>8,548</u>	<u>--</u>
Total Liabilities and Fund Equity	<u>\$55,466</u>	<u>\$62,394</u>	<u>\$8,548</u>	<u>\$134,750</u>

Total

\$126,408

134,750

\$261,158

\$68,021

57,739

8,990

134,750

264

126,144

126,408

\$261,158

Combining Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Expendable Trust Funds  
 For the Year Ended December 31, 2000

	<u>Trust</u>	<u>Senior Center Trust</u>	<u>Eathel Gottwalt Trust</u>	<u>Total</u>
Revenues:				
Interest	\$--	\$3,499	\$--	\$3,499
Miscellaneous	32,101	26,369	--	58,470
Total Revenues	<u>32,101</u>	<u>29,868</u>	<u>--</u>	<u>61,969</u>
Expenditures:				
Current:				
General government	27,036	--	--	27,036
Leisure time activities	--	22,255	473	22,728
Capital outlay	--	340	--	340
Total Expenditures	<u>27,036</u>	<u>22,595</u>	<u>473</u>	<u>50,104</u>
Excess (Deficiency) of Revenues Over Expenditures	5,065	7,273	(473)	11,865
Fund Balance at Beginning of Year	<u>50,401</u>	<u>55,121</u>	<u>9,021</u>	<u>114,543</u>
Fund Balance at End of Year	<u><u>\$55,466</u></u>	<u><u>\$62,394</u></u>	<u><u>\$8,548</u></u>	<u><u>\$126,408</u></u>



Statement of Changes in Assets and Liabilities -  
 Agency Fund  
 For the Year Ended December 31, 2000

	January 1, 2000	Additions	Deductions	December 31, 2000
<b>Municipal Court</b>				
Assets:				
Cash and cash equivalents - segregated accounts	\$153,081	\$--	(\$18,331)	\$134,750
Total Assets	<u>\$153,081</u>	<u>\$--</u>	<u>(\$18,331)</u>	<u>\$134,750</u>
Liabilities:				
Due to other funds	\$81,430	\$68,021	(\$81,430)	\$68,021
Due to other governments	64,745	57,739	(64,745)	57,739
Amounts held as fiduciary	6,906	8,990	(6,906)	8,990
Total Liabilities	<u>\$153,081</u>	<u>\$134,750</u>	<u>(\$153,081)</u>	<u>\$134,750</u>

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**CITY OF BARBERTON, OHIO**

**ACCOUNT GROUP SCHEDULES**

Description

**General Fixed Assets Account Group**

To account for the general fixed assets of the City other than those accounted for in the proprietary funds.

Comparative Schedule of General Fixed Assets - By Source  
December 31, 2000 and 1999

	<u>2000</u>	<u>1999</u>
General Fixed Assets:		
Land and land improvements	\$2,468,423	\$2,230,641
Buildings, structures and improvements	5,525,640	4,991,409
Machinery and equipment	<u>7,188,820</u>	<u>6,090,290</u>
Total General Fixed Assets	<u>\$15,182,883</u>	<u>\$13,312,340</u>

Investment in General Fixed Assets by Source:

General fund	\$8,682,156	\$7,222,680
Special revenue funds	3,796,341	3,385,274
Capital project funds	2,641,017	2,641,017
Expendable trust funds	<u>63,369</u>	<u>63,369</u>
Total Investment in General Fixed Assets	<u>\$15,182,883</u>	<u>\$13,312,340</u>

Schedule of General Fixed Assets - By Function and Activity  
December 31, 2000

<u>Function and Activity</u>	<u>Land and Land Improvements</u>	<u>Buildings, Structures and Improvements</u>	<u>Machinery and Equipment</u>	<u>Total</u>
General Government:				
Municipal court	\$--	\$--	\$144,235	\$144,235
Finance administration	--	--	47,831	47,831
Safety/personnel administration	--	--	71,103	71,103
Engineering	--	--	65,904	65,904
Land and buildings	667,258	1,906,558	676,444	3,250,260
Other	29,084	--	84,202	113,286
Total General Government	<u>696,342</u>	<u>1,906,558</u>	<u>1,089,719</u>	<u>3,692,619</u>
Public Safety:				
Police protection	--	4,885	812,313	817,198
Fire safety	23,560	1,031,447	1,851,083	2,906,090
Total Public Safety	<u>23,560</u>	<u>1,036,332</u>	<u>2,663,396</u>	<u>3,723,288</u>
Streets and Highways:				
Street maintenance and repair	83,645	354,597	1,993,760	2,432,002
Health and Welfare:				
Health department	2,825	122,406	379,152	504,383
Community Environment:				
Building inspection	--	--	58,222	58,222
Planning	579,061	1,652,420	566,726	2,798,207
Total Community Environment	<u>579,061</u>	<u>1,652,420</u>	<u>624,948</u>	<u>2,856,429</u>
Culture and Recreation:				
Parks and recreation	1,082,990	453,327	437,845	1,974,162
Total General Fixed Assets	<u>\$2,468,423</u>	<u>\$5,525,640</u>	<u>\$7,188,820</u>	<u>\$15,182,883</u>

Schedule of Changes in General Fixed Assets - By Function and Activity  
For the Year Ended December 31, 2000

<u>Function and Activity</u>	<u>January 1, 2000</u>	<u>Additions</u>	<u>Deductions</u>	<u>December 31, 2000</u>
General Government:				
Municipal court	\$120,716	\$23,519	--	\$144,235
Finance administration	42,575	5,256	--	47,831
Safety/personnel administration	86,242	--	15,139	71,103
Engineering	48,250	17,654	--	65,904
Land and buildings	2,294,950	970,514	15,204	3,250,260
Other	127,010	5,032	18,756	113,286
 Total General Government	 <u>2,719,743</u>	 <u>1,021,975</u>	 <u>49,099</u>	 <u>3,692,619</u>
Public Safety:				
Police protection	761,052	106,640	50,494	817,198
Fire safety	2,570,077	345,418	9,405	2,906,090
 Total Public Safety	 <u>3,331,129</u>	 <u>452,058</u>	 <u>59,899</u>	 <u>3,723,288</u>
Streets and Highways:				
Street maintenance and repair	2,182,846	346,719	97,563	2,432,002
Health and Welfare:				
Health department	431,659	80,546	7,822	504,383
Community Environment:				
Building inspection	36,950	21,272	--	58,222
Planning	2,974,249	102,219	278,261	2,798,207
 Total Community Environment	 <u>3,011,199</u>	 <u>123,491</u>	 <u>278,261</u>	 <u>2,856,429</u>
Culture and Recreation:				
Parks and recreation	1,635,764	365,396	26,998	1,974,162
 Total General Fixed Assets	 <u><u>\$13,312,340</u></u>	 <u><u>\$2,390,185</u></u>	 <u><u>\$519,642</u></u>	 <u><u>\$15,182,883</u></u>

## **STATISTICAL SECTION**

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**GOVERNMENTAL AND EXPENDABLE TRUST FUND REVENUES BY SOURCE  
LAST TEN YEARS**

	<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>
Taxes	\$8,474,932	\$8,843,393	\$9,065,715	\$9,572,459	\$9,884,660
Intergovernmental	3,020,636	3,344,890	3,462,780	4,349,917	5,269,647
Charges for services	417,938	502,210	706,601	755,763	788,802
Fines, licenses & permits	334,146	405,931	434,409	433,460	405,287
Interest	299,536	271,813	242,256	269,682	391,794
Miscellaneous	<u>229,523</u>	<u>295,018</u>	<u>285,287</u>	<u>691,429</u>	<u>450,014</u>
Total	<u>\$12,776,711</u>	<u>\$13,663,255</u>	<u>\$14,197,048</u>	<u>\$16,072,710</u>	<u>\$17,190,204</u>
	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
Taxes	\$9,919,755	\$10,580,497	\$11,052,493	\$11,539,292	\$11,493,618
Intergovernmental	3,936,699	4,723,561	5,138,030	5,102,726	5,030,544
Charges for services	836,352	980,880	875,045	1,003,184	1,094,676
Fines, licenses & permits	446,520	463,223	425,163	394,210	332,977
Interest	449,786	598,645	671,503	640,684	788,749
Miscellaneous	<u>360,208</u>	<u>685,536</u>	<u>1,782,736</u>	<u>1,402,304</u>	<u>1,380,079</u>
Total	<u>\$15,949,320</u>	<u>\$18,032,342</u>	<u>\$19,944,970</u>	<u>\$20,082,400</u>	<u>\$20,120,643</u>

Note: The amounts displayed in Table 1 were determined in accordance with generally accepted accounting principles.

**GOVERNMENTAL AND EXPENDABLE TRUST FUND EXPENDITURES BY FUNCTION  
LAST TEN YEARS**

	<u>1991</u>	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>
General government	\$2,632,831	\$2,493,617	\$2,505,980	\$2,578,975	\$2,737,476
Public safety	5,266,544	5,608,209	5,657,298	5,793,434	5,877,806
Streets & highways	1,324,329	1,373,808	1,391,831	1,386,613	1,628,066
Health & welfare	660,179	695,651	766,024	845,956	934,327
Community environment	1,053,434	1,309,391	1,114,424	1,568,348	3,916,053
Leisure time activities	493,130	583,597	558,706	566,100	637,826
Capital outlay	1,320,516	649,958	1,193,823	822,217	2,252,210
Debt service	291,455	307,637	277,546	387,519	485,806
Total	<u>\$13,042,418</u>	<u>\$13,021,868</u>	<u>\$13,465,632</u>	<u>\$13,949,162</u>	<u>\$18,469,570</u>
	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
General government	\$2,807,536	\$2,949,337	\$3,088,959	\$3,218,512	\$3,655,846
Public safety	6,127,709	6,742,610	6,833,018	7,079,716	8,490,187
Streets & highways	1,895,962	1,942,627	1,885,677	2,147,045	2,184,005
Health & welfare	999,829	1,125,893	1,221,085	1,367,907	1,479,699
Community environment	1,635,883	1,434,088	1,258,721	1,287,598	1,258,922
Leisure time activities	623,502	794,608	991,733	1,039,420	1,147,049
Capital outlay	1,428,997	2,038,957	2,018,411	2,945,187	3,759,919
Debt service	382,597	744,697	423,246	602,767	510,760
Total	<u>\$15,902,015</u>	<u>\$17,772,817</u>	<u>\$17,720,850</u>	<u>\$19,688,152</u>	<u>\$22,486,387</u>

Note: The amounts displayed in Table 2 were determined in accordance with generally accepted accounting principles.

**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
LAST TEN YEARS**

Collection Year	Real Property		Public Utility Property Assessed Value	Personal Tangible Property Assessed Value	Total Assessed Value
	Estimated Value	Assessed Value			
1991	\$470,840,314	\$164,794,110	\$21,477,310	\$44,173,560	\$230,444,980
1992	475,545,085	166,440,780	21,672,390	43,902,818	232,015,988
1993	481,253,857	168,438,850	22,075,580	39,356,446	229,870,876
1994	530,282,627	187,720,050	22,386,910	41,615,396	251,722,356
1995	544,938,857	190,728,600	22,237,610	44,345,572	257,311,782
1996	553,334,029	193,666,910	19,975,950	48,479,382	262,122,242
1997	653,428,629	228,700,020	19,722,570	52,932,255	301,354,845
1998	678,247,829	237,386,740	19,365,010	52,047,203	308,798,953
1999	696,610,286	243,813,600	19,436,410	61,223,799	324,473,809
2000	782,828,743	273,990,060	19,728,220	59,725,808	353,444,088

Source: Summit County Auditor

Note: The current assessed valuation is computed at approximately the following percentages of estimated value: real property 35% public utilities 100% and tangible personal property 25%.

Table 4

**PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN YEARS**

Collection Year	City Levy	County Levy	School Levy (1)	Total
1991	3.50	12.59	44.56	60.65
1992	3.50	12.59	45.06	61.15
1993	3.50	12.31	53.76	69.57
1994	3.50	12.31	53.76	69.57
1995	3.50	14.16	53.61	71.27
1996	3.50	13.99	53.61	71.10
1997	3.50	11.39	53.46	68.35
1998	3.50	11.65	53.36	68.51
1999	3.50	12.27	53.36	69.13
2000	3.50	12.27	53.44	69.21

Source: Summit County Auditor

Notes:

(1) Barberton City School District

**PROPERTY TAX LEVIES AND COLLECTIONS  
LAST 10 YEARS**

<u>Year</u>	<u>Net Tax Levy</u>	<u>Current Collections</u>	<u>Percent of Current Tax Collected</u>	<u>Outstanding Delinquencies Current &amp; Accumulated</u>
1991	\$853,696	\$805,753	94.38 %	\$47,917
1992	858,560	800,426	93.23	58,134
1993	849,222	790,894	93.13	58,328
1994	915,240	883,371	96.52	31,869
1995	947,677	884,917	93.38	62,760
1996	984,980	906,791	92.06	108,973
1997	1,153,569	1,051,683	91.17	101,886
1998	1,201,379	1,095,151	91.16	106,228
1999	1,239,390	1,148,724	92.68	90,666
2000	1,330,983	1,213,000	91.14	117,983

Table 6

**SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS  
LAST TEN YEARS**

<u>Year</u>	<u>Special Assessment Billing</u>	<u>Special Assessment Collections</u>	<u>Collection Percentage</u>
1991	\$24,666	\$15,463	62.69 %
1992	33,188	23,026	69.38
1993	17,336	9,390	54.16
1994	15,636	10,012	64.03
1995	62,213	41,218	66.25
1996	37,721	22,421	59.44
1997	55,074	33,073	60.05
1998	48,139	19,532	40.57
1999	89,618	49,261	54.97
2000	111,316	45,580	40.95

Source: Summit County Auditor

**PRINCIPAL PROPERTY TAXPAYERS  
REAL PROPERTY**

December 31, 1999			December 31, 2000		
Name of Taxpayer	Assessed Valuation	Percent of Total Assessed Valuation	Name of Taxpayer	Assessed Valuation	Percent of Total Assessed Valuation
Barberton Health System LLC	\$9,369,690	2.7 %	Barberton Health System LLC	\$9,369,690	2.7 %
B&C Industries	3,587,700	1.0	B&C Industries	3,587,700	1.0
Pendleton Magic LLC	1,883,670	0.5	Pendleton Magic LLC	1,973,990	0.6
Babcock & Wilcox Company	1,718,200	0.5	Babcock & Wilcox Co	1,718,200	0.5
BWX Technologies	1,688,480	0.5	BWX Technologies	1,688,480	0.5
PPG Industries	1,110,410	0.3	PPG Industries	1,110,410	0.3
Heritage Place LP	886,700	0.3	Heritage Place LP	886,320	0.3
Littman, et al	830,790	0.2	Littman, et al	830,790	0.2
Bergit Realty Co	809,160	0.2	Bergit Realty Co	809,160	0.2
Kimco of Ohio	643,210	0.2	Kimco of Ohio	384,080	0.1
<b>Total Principal Taxpayers</b>	<b><u>\$22,528,010</u></b>	<b>6.4 %</b>	<b>Total Principal Taxpayers</b>	<b><u>\$22,358,820</u></b>	<b>6.3 %</b>
<b>Total Assessed Valuation - Real Property</b>	<b><u>\$243,813,600</u></b>	<b>75.1 %</b>	<b>Total Assessed Valuation - Real Property</b>	<b><u>\$273,990,060</u></b>	<b>77.5 %</b>
<b>Total Assessed Value</b>	<b><u>\$324,473,809</u></b>	<b>100.0 %</b>	<b>Total Assessed Value</b>	<b><u>\$353,444,088</u></b>	<b>100.0 %</b>

Source: Summit County Auditor

**PRINCIPAL PROPERTY TAXPAYERS  
TANGIBLE PROPERTY**

December 31, 1999			December 31, 2000		
Name of Taxpayer	Assessed Valuation	Percent of Total Assessed Valuation	Name of Taxpayer	Assessed Valuation	Percent of Total Assessed Valuation
Mc Dermott Incorporated	\$8,976,390	2.8 %	Mc Dermott Incorporated	\$8,453,840	2.4 %
B&C Corporation	5,240,850	1.6	Machining Corp of America	4,237,300	1.2
Machining Corp of America	3,989,060	1.2	B&C Corp	3,698,830	1.0
B&C Research	3,341,270	1.0	B&C Research	3,483,887	1.0
Aluminum Company of America	3,048,330	0.9	Aluminum Company of America	3,008,560	0.9
Reiter Dairy	3,031,270	0.9	Reiter Dairy	2,952,680	0.8
Wright Tool Co.	2,789,290	0.9	Wright Tool Co.	2,744,030	0.8
Quoram Health Group	2,371,250	0.7	Quoram Health Group	2,557,390	0.7
PPG Industries	1,716,590	0.5	PPG Industries	1,716,590	0.5
Malco Products	1,326,890	0.4	Preferred Rubber Compounding Cor	1,388,440	0.4
<b>Total Principal Taxpayers</b>	<b>\$35,831,190</b>	<b>11.0 %</b>	<b>Total Principal Taxpayers</b>	<b>\$34,241,547</b>	<b>9.7 %</b>
<b>Total Assessed Valuation</b>			<b>Total Assessed Valuation</b>		
- Tangible Property	\$61,223,799	18.9 %	- Tangible Property	\$59,725,808	16.9 %
<b>Total Assessed Value</b>			<b>Total Assessed Value</b>		
- All Property	\$324,473,809	100.0 %	- All Property	\$353,444,088	100.0 %

Source: Summit County Auditor

**LEGAL DEBT MARGIN  
December 31, 2000**

**Overall Debt Limitation**

Overall debt limitation		\$37,111,629
10 1/2% of assessed valuation		
Amount available in debt service fund		6,212
Total indebtedness (all bonds and notes outstanding)	\$10,806,273	
Less: Debt exempt from limitation	<u>8,640,000</u>	
Debt subject to 10 1/2% limitation		<u>2,166,273</u>
Legal debt margin within 10 1/2% limitation		<u><u>\$34,951,568</u></u>

**Unvoted Debt Limitation**

Unvoted debt limitation		\$19,439,425
5 1/2% of assessed valuation		
Amount available in debt service fund		6,212
Total indebtedness (all bonds and notes outstanding)	\$10,806,273	
Less: Debt exempt from limitation	<u>8,640,000</u>	
Debt subject to 5 1/2% limitation		<u>2,166,273</u>
Legal debt margin within 5 1/2% limitation		<u><u>\$17,279,364</u></u>

**REVENUE BOND COVERAGE  
LAST TEN YEARS**

Year(1)	Operating Revenue(2)	Operating Expenses(2)	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
1991	\$3,023,965	\$1,958,209	\$1,065,756	\$285,000	\$451,647	\$736,647	1.45
1992	2,979,864	1,920,339	1,059,525	300,000	437,370	737,370	1.44
1993	3,026,111	1,902,044	1,124,067	315,000	421,770	736,770	1.53
1994	3,206,681	1,744,075	1,462,606	330,000	404,760	734,760	1.99
1995	3,217,130	2,178,131	1,038,999	350,000	386,610	736,610	1.41
1996	3,176,097	2,113,327	1,062,770	370,000	367,010	737,010	1.44
1997	3,371,594	2,214,709	1,156,885	390,000	345,920	735,920	1.57
1998	3,389,776	2,233,113	1,156,663	535,000	136,375	671,375	1.72
1999	3,311,880	2,286,044	1,025,836	475,000	184,768	659,768	1.55
2000	3,207,835	2,428,458	779,377	490,000	166,243	656,243	1.19

Notes: (1) Mortgage revenue bonds were issued in 1987; Revenue refunding bonds were issued in 1998

(2) Represents Sewer Enterprise Fund, excluding expense for depreciation

Table 11

**RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED  
VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA  
LAST TEN YEARS**

Year	Population	Assessed Value	Gross Bonded Debt	Less Debt Service Fund	Debt Payable from Enterprise Revenues	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
1991	27,623	\$230,444,980	\$2,185,000	\$63,121	\$1,345,000	\$776,879	0.34 %	\$28.12
1992	27,623	232,015,988	6,402,709	66,977	5,000,000	1,335,732	0.58	48.36
1993	27,623	229,870,876	5,951,612	78,010	4,745,000	1,128,602	0.49	40.86
1994	27,623	251,722,356	5,500,119	95,305	4,490,000	914,814	0.36	33.12
1995	27,623	257,311,782	5,143,204	95,306	4,220,000	827,898	0.32	29.97
1996	27,623	262,122,242	4,820,839	101,259	3,990,000	729,580	0.28	26.41
1997	27,623	301,354,845	4,547,996	99,357	3,810,000	638,639	0.21	23.12
1998	27,623	308,798,953	4,264,463	99,751	3,625,000	539,712	0.17	19.54
1999	27,623	324,473,809	3,965,747	6,211	3,430,000	529,536	0.16	19.17
2000	27,899	353,444,088	3,636,273	6,212	3,210,000	420,061	0.12	15.06

Note: Population data for 1991 through 1999 was assumed to be the same as the 1990 census, as interim data was not available.



**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL  
OBLIGATION BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES  
LAST TEN YEARS**

Year	Principal	Interest	Total Debt Service	Total General Governmental Expenditures	Ratio of Debt Service to General Governmental Expenditures
1991	\$135,000	\$59,040	\$194,040	\$13,042,418	1.49 %
1992	137,291	62,261	199,552	13,021,868	1.53
1993	141,097	54,649	195,746	13,465,632	1.45
1994	141,493	127,559	269,052	13,949,162	1.93
1995	26,915	29,528	56,443	18,469,570	0.31
1996	27,365	27,678	55,043	15,902,015	0.35
1997	27,843	25,800	53,643	17,772,817	0.30
1998	28,353	23,890	52,243	17,929,882	0.29
1999	28,896	21,937	50,833	19,688,152	0.26
2000	29,474	19,949	49,423	22,486,387	0.22

Table 13

**COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT  
GENERAL OBLIGATION BONDS  
December 31, 1999**

	Assessed Valuation	Net General Tax Supported Debt	Percent Overlapping	Amount Applicable to City of Barberton
City of Barberton	\$353,444,088	\$7,396,273	100.00 %	\$7,396,273
Summit County	10,416,842,454	123,769,183	3.42	4,232,988

Source: Summit County Auditor

**PROPERTY VALUES, BANK DEPOSITS AND CONSTRUCTION  
LAST TEN YEARS**

<u>Year</u>	<u>Total Assessed Values</u>	<u>Financial Institution Deposits (in thousands)</u>	<u>Value of Building Permits Issued</u>
1991	\$230,444,980	\$3,983,008	\$9,367,235
1992	232,015,988	3,739,883	14,213,783
1993	229,870,876	3,792,255	11,884,165
1994	251,722,356	4,199,905	20,529,000
1995	257,311,782	6,958,865	11,090,623
1996	262,122,242	6,960,566	17,318,000
1997	301,354,845	6,960,566	25,887,000
1998	308,798,953	5,749,282	46,438,895
1999	324,473,809	7,071,487	26,225,000
2000	353,444,088	7,920,486	23,980,000

## Sources:

Total Assessed Value - Summit County Auditor

Financial Institution Deposits within Summit County - Akron Clearing House

Building Permits - City of Barberton Building Department

Table 15

**INCOME TAX COLLECTIONS  
LAST TEN YEARS**

<u>Year</u>	<u>Amount</u>
1991	\$7,559,112
1992	7,926,921
1993	8,185,128
1994	8,616,970
1995	8,935,143
1996	8,928,547
1997	9,409,957
1998	9,875,815
1999	10,308,084
2000	10,190,901

Note: The above amounts were determined in accordance with generally accepted accounting principles.

## DEMOGRAPHIC STATISTICS

<u>Year</u>	<u>Population</u>	
1960	33,805	
1970	33,052	
1980	29,751	
1990	27,623	
2000	27,899	
<b><u>Selected Population Characteristics</u></b>	<u>2000</u>	<u>1990</u>
<b>Gender</b>		
Males	13,018	12,923
Females	14,881	14,700
<b>Age Distribution</b>		
Under 5 years	2,147	1,977
5 to 9 years	1,882	1,997
10 to 14 years	1,829	1,941
15 to 19 years	1,716	1,821
20 to 24 years	1,701	1,862
25 to 34 years	3,824	4,000
35 to 44 years	4,074	4,262
45 to 54 years	3,574	2,393
55 to 59 years	1,178	1,176
60 to 64 years	1,160	1,526
65 to 74 years	2,358	2,750
75 to 84 years	1,859	1,461
85 years and older	597	457
Percent of population under 18	24.80 %	25.20 %
Percent of population 65 and older	17.30	16.90
<b>Median Age</b>	37.2 years	34.2 years
<b>Income</b>		
Median family income	N/A	\$17,918
Per capital income	N/A	6,391

Source: U.S. Bureau of the Census

Note: The income statistics from the 2000 census were unavailable at the time of this report

**MISCELLANEOUS STATISTICS**  
**December 31, 2000**

Date of Incorporation	1891
Form of Government	Charter, strong mayor-council
Population	27,899 2000 Census 11,731 dwelling units
Area	9.0085 square miles 5,765.45 acres
Altitude:	
Highest point	1,113.93 feet above sea level
Lowest point	947 feet above sea level
Streets & highways	124.66 miles of roadways Immediate access to I-76, I-277 and U.S. 21
Police protection:	
Stations	1
Number of police officers	42
Fire protection:	
Stations	2
Number of fire officers	42
Municipal utilities	11,011 water customers 10,505 sewer customers
Infrastructure:	
Water mains	133.03 miles
Sanitary sewers	87.43 miles
Recreation:	
Number of parks	15 parks - 140 acres
Fitness center	1
Swimming pools	1
Wading pools	5
Tennis courts	8
Baseball diamonds	3
Softball fields	12
Education:	
Elementary schools	6 K-5
Middle schools	2 6-8
High school	1 9-12
Parochial	1 1-8
Libraries	1 104,906 volumes
Medical	1 363-bed hospital
Churches	44 total - 14 denominations



STATE OF OHIO  
OFFICE OF THE AUDITOR  

---

JIM PETRO, AUDITOR OF STATE

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**CITY OF BABERTON**

**SUMMIT 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  
JULY 26, 2001**