

JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

CITY OF SOLON
CUYAHOGA COUNTY

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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

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

City of Solon
Cuyahoga County
34200 Bainbridge Road
Solon, Ohio 44139

To the Members of City Council:

We have audited the financial statements of the City of Solon, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2000, and have issued our report thereon dated July 31, 2001. 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 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 an immaterial instance of noncompliance that we have reported to management of the City in a separate letter dated July 31, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted 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 July 31, 2001.

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

Jim Petro
Auditor of State

July 31, 2001

CITY OF SOLON, OHIO



2000 Comprehensive Annual Financial Report

Fiscal Year Ended December 31, 2000

CITY OF SOLON, OHIO
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED DECEMBER 31, 2000

Prepared by the Department of Finance

D. William Weber, CPA
Director of Finance

CITY OF SOLON, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2000

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CITY OF SOLON, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

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July 31, 2001

Residents of the City of Solon
Honorable Mayor Kevin C. Patton and
Members of Solon City Council:

We are pleased to submit to you the first Comprehensive Annual Financial Report (CAFR) for the City of Solon. It is for the fiscal year ending December 31, 2000. We believe this report, prepared by the Department of Finance, presents thorough financial and operating information about the City's activities during 2000 that should be useful to taxpayers, citizens, investment firms, debt rating agencies and other interested parties.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation rests with the City. To the best of our knowledge, the data in this report is accurate in all material respects. It is our intention to submit this report in a manner that presents fairly the financial position and results of operations of the various funds and account groups of the City in conformity with generally accepted accounting principles (GAAP). All disclosures necessary to provide the reader with a better understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical.

1. Introductory Section includes this transmittal letter, a listing of primary city officials and an organizational chart.
2. Financial Section contains the report of the independent accountants on the year end general purpose financial statements, notes to the financial statements, supporting schedules, combining and individual fund statements and debt and asset account group statements.
3. Statistical Section includes financial and demographic information, presented on a ten year basis.

REPORTING ENTITY

The City of Solon is located in the southeast corner of Cuyahoga County about 15 miles southeast of downtown Cleveland. It was originally organized as a township around 1825, and became a village in 1938. On November 2, 1954, the voters of Solon approved a Charter. Then, in 1962, Solon became a city.

The form of government established by the Charter is the Mayor/Council type. There are seven City Council members; each elected from a ward, for a term of four years. The Mayor's term is also four years. The Mayor appoints all department directors, some with the required confirmation of City Council.

Pursuant to Governmental Accounting Standards Board Statement No. 14, the City of Solon has included in this report all funds, account groups, agencies, boards and commissions for which the City is financially accountable.

CITY SERVICES

The City of Solon provides a full range of services to its citizens. The police protection services include patrol, investigations, jail facilities, drug resistance programs and safety schools. The fire protection service includes regular safety inspections, emergency medical (paramedic) services and fire safety education. In addition, the City has a very active Service Department that provides free refuse, leaf and brush pickup, recycling, road maintenance and repair, storm sewer maintenance and repair, two cemeteries and various other service department activities. The Recreation Department sponsors a full range of activities from its headquarters in the City's 40 acre park, as does the Seniors Services Department from its Senior Center.

Solon has two enterprise operations. They are Grantwood Golf Course and the Water Reclamation (formerly wastewater) Plant. The operating expenses of both of these activities have been, and continue to be covered by user fees.

The general government administrative functions include planning and zoning, economic development, building permits and inspection, engineering, city income tax and financial management.

ECONOMIC CONDITION AND OUTLOOK

The City of Solon continues to have a vibrant industrial and commercial establishment. Evidence of this can be found in key areas such as:

- a. The City's industrial and commercial property value is at an all time high. For property tax purposes, the assessed value of this property is about 35% of market for real estate, and 25% of market for machinery and equipment. The total assessed value of commercial and industrial property (real estate and personal property) in 2000 was \$451 million.
- b. In the year 2000, there were 143 industrial and commercial building permits granted for new buildings and additions to existing buildings totaling over \$18 million in market value.
- c. The number of net profits or business city income tax returns filed in the year 2000 were an all time high of 2,727, as was the amount of net profits taxes paid.

Most of Solon's industrial complex is in the western part of the City and separated from the residential areas. Part of this complex includes an Enterprise Zone where a new company, or an existing company building an addition, is able to obtain property tax abatement on their new construction and investment. This program has been successful in attracting new businesses and retaining existing businesses. As of the end of 2000, Solon had 32 Enterprise Zone agreements.

In addition, a new shopping complex called "Uptown Solon" was recently completed. This shopping area was the result of a Tax Increment Financing (TIF) agreement between the developer of this complex and the City. Under this agreement, the City built the new road where the complex is located, and the developer will repay the City for this road over ten years in exchange for property tax abatement in the same amount as the cost of the road.

Although the City has been growing rapidly since the 1960's, there is still some property or land available for new industry, business and housing. The Planning Department estimates that about 264 acres are presently available for industrial development.

MAJOR INITIATIVES

The Mayor and Council continue planning for several major capital projects. All of the following are either in the design stage or under construction:

- a. Community Center/Recreation Complex. This complex will be built adjacent to the City's 40 acre park. It will serve a variety of purposes, including a seniors activity center, fitness center, swimming pool, meeting rooms, etc. The estimated cost at this time is about \$19 million.
- b. New Fire Station. The City currently has two fire stations. However, the older of the two stations is in the center of town and it needs to be replaced. City officials are planning a new station in a different location that will better serve the southern part of the City.
- c. Infrastructure Projects. Solon continues to replace and upgrade it's infrastructure with funding from a permanent income tax levy of ½ of 1% that the voters approved in 1995. Some of the projects that have just started or will start in 2001 are:
 1. SOM Center Road widening;
 2. SOM Center Road-Solon Road Intersection;
 3. Harper Road-Cannon Road Intersection;
 4. Briar Hill Storm Sewers;
 5. Meadowlane Storm Sewers; and
 6. Aurora Road West Sanitary and Storm Sewers.

Solon maintains a five year plan for capital projects and operating expenditures. This plan is updated each year by the Mayor and Departments Heads, then submitted to City Council for review.

FINANCIAL INFORMATION

a. Internal Accounting Control

The City is responsible for establishing and maintaining an internal control system designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate to ensure that the financial statements are prepared 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 internal control should not exceed the benefits likely to be derived, and that the valuation of costs and benefits require estimates and judgements by management.

b. Summary of Accounting Policies and Budgetary Control

The City of Solon's financial statements for the Governmental Funds, Expendable Trust Funds and Agency Funds are prepared using the modified accrual basis of accounting. Under this basis, revenues are recognized in the period in which they become measurable and available to finance current operations. Expenditures are recognized in the period in which the liability is incurred, if measurable, except for interest on general long term debt, which is recognized when it is due.

The City's Proprietary (Enterprise) Funds are accounted for using the accrual basis of accounting. Therefore, revenues are recognized when they are earned and expenses are recognized when they are incurred.

The City's budget process is governed by Ohio law. It starts with the annual tax budget adopted in the July prior to January of the particular budget year. The main purpose of the annual tax budget is to set the property tax rates for the forthcoming budget year. In December of each year, the City adopts a temporary cash basis appropriations measure for the first three months of the forthcoming budget year. Then, usually in February or March of the current budget year, the City adopts an annual cash basis appropriation measure for the calendar year. Both appropriation measures are prepared by the Mayor, Director of Finance and Department Heads. The annual appropriation measure is reviewed in detail by City Council at its annual budget hearing meeting. Then usually after some revisions, it is adopted.

Amendments to the annual appropriations may be made by City Council throughout the budget year as long as the amendment does not cause the total appropriations to exceed the estimated resources for each fund. The estimated resources consist of the unencumbered cash balance at January 1st plus the fund's estimated revenue during the budget year.

The level of budgetary control at which expenditures cannot exceed an appropriated amount is established at the fund level for all funds. Budgetary control is maintained by the fully automated accounting system, which utilizes a purchase order/encumbrance system. All expenditures must have a purchase order prior to payment certifying that moneys are legally appropriated and available for such purpose. The outstanding purchase orders or encumbrances at year end carry forward to the succeeding fiscal or budget year, and need not be re-appropriated.

The finance department distributes budget reports every month to each department, or more often if needed. Each department head reviews their department's budget, and will communicate with the Finance Department about any related matter or potential problem.

GENERAL GOVERNMENT FUNCTIONS

a. Revenues

The following schedule shows revenue for the year 2000 compared to 1999 for general government functions that are recorded in the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Expendable Trust Funds.

| | <u>2000</u> Amount | <u>1999</u> Amount | <u>Increase</u> (Decrease) Amount | <u>Percent</u> Increase (Decrease) |
|----------------------------|-----------------------|-----------------------|---|--|
| Taxes | | | | |
| a. City Income Tax | \$ 28,570,407 | \$26,143,337 | \$2,427,070 | 9.28% |
| b. Property Tax | 3,864,543 | 5,538,206 | (1,673,663) | (30.22%) |
| c. Other Taxes | 422,268 | 211,927 | 210,341 | 99.25% |
| Intergovernmental Revenues | 3,295,188 | 1,762,816 | 1,532,372 | 86.93% |
| Charges for Services | 1,119,423 | 1,048,265 | 71,158 | 6.79% |
| Licenses and Permits | 666,834 | 757,324 | (90,490) | (11.94%) |
| Fines and Forfeitures | 347,191 | 304,039 | 43,152 | 14.19% |
| Interest Earnings | 3,808,423 | 2,146,285 | 1,662,138 | 77.44% |
| Special Assessments | 958,092 | 830,806 | 127,286 | 15.32% |
| Miscellaneous | <u>334,253</u> | <u>569,959</u> | <u>(235,706)</u> | <u>(41.35%)</u> |
| Total Revenue | <u>\$43,386,622</u> | <u>\$39,312,964</u> | <u>\$4,073,658</u> | <u>10.37%</u> |

The City Income Tax rate for 1999 and 2000 was 2.0% on earned income for individuals and net profits for businesses. The City Income Tax is divided into 3 parts as follows:

1. 1.0% Enacted by City Council in 1967 under the provisions of the Ohio Revised Code for operating and capital expenditures.
2. 0.5% Adopted by the voters in 1989 to assist the operation of the Police, Fire and Service Departments.
3. 0.5% Adopted by the voters in 1995 for infrastructure improvements and _____ maintenance.

2.0% Total City Income Tax Rate

The growth rate of 9.28% in City Income Tax between 1999 and 2000 was higher than average. The increase is attributed to both the increased number of tax returns filed and the increase in the amount of taxable income declared.

The City property tax rate for both 2000 and 1999 was 4.3 mills. The 30.22% decrease in property tax revenue was due to a change in the method in which property tax advances were distributed by the County between 1999 and 2000. The actual cash receipts for property taxes did remain consistent for the past three years as indicated by the following:

Property Tax Cash Receipts

| | |
|------|-------------|
| 1998 | \$4,032,277 |
| 1999 | \$4,103,423 |
| 2000 | \$4,213,142 |

Other taxes consisted of the amusement tax, lodging tax and inheritance tax. The increase of 99.25% was largely the result of a substantial increase in inheritance taxes.

Intergovernmental Revenues are mostly State of Ohio shared tax revenue such as local government distributions, gasoline and motor vehicle taxes and grants. In 2000, the City received grants of \$675,000 for the renovation of Old City Hall and \$300,000 for the Senior Center part of the planned new Community Center. The grants were the main reason for the 86.93% increase.

Charges for services are primarily the registration fees for recreation programs and facilities. The 6.79% increase was average.

License and permit revenue are mostly from building permits issued by the City's Building Department. In 1999, a one time payment pursuant to an addendum to the Cable Television Franchise Agreement with the City was received. Because the 2000 receipts were normal, a 11.94% decrease resulted.

Fines and Forfeitures are from citations issued by the Police, Fire and Building Departments. The growth rate of 14.19% is normal.

Interest earnings revenue is from investments made with City Treasury cash. The 77.44% increase between 1999 to 2000 was exceptional. An increase in the amount of cash available to invest and good investments (in accordance with the City's investment policy) are the main reasons for this increase.

Special Assessments are levied and collected for the purpose of paying the cost of an improvement that is considered a benefit to a property owner and increases the value of their property. The 15.32% increase from 1999 to 2000 was the result of several special assessment projects being finalized and the assessments were levied.

Miscellaneous revenue consists of donations, miscellaneous activity fees and other receipts that do not fit within the above categories. The reason for the 41.35% decline in miscellaneous revenue was because of a substantial donation to a nature preserve received in 1999, but not in 2000.

b. Expenditures

The following schedule shows expenditures for the year 2000 compared with 1999 for general government functions that are recorded in the General Fund, Special Revenue Funds, Debt Service Funds, Capital Projects Funds and Expendable Trust Funds.

| | <u>2000</u> <u>Amount</u> | <u>1999</u> <u>Amount</u> | <u>Increase</u> <u>(Decrease)</u> <u>Amount</u> | <u>Percent</u> <u>Increase</u> <u>(Decrease)</u> |
|--------------------------------|------------------------------|------------------------------|---|--|
| Security of Persons & Property | \$8,608,778 | \$8,782,451 | (\$173,673) | (1.98%) |
| Public Health & Welfare | 43,132 | 51,024 | (7,892) | (15.47%) |
| Leisure Time Activities | 2,336,255 | 2,100,800 | 235,455 | 11.21% |
| Community Development | 851,585 | 899,354 | (47,769) | (5.31%) |
| Basic Utility Services | 1,430,866 | 1,398,880 | 31,986 | 2.28% |
| Transportation | 3,739,307 | 4,141,324 | (402,017) | (9.70%) |
| General Government | 5,640,503 | 6,001,325 | (360,822) | (6.01%) |
| Capital Outlay | 9,681,842 | 7,188,569 | 2,493,273 | 34.68% |
| Debt Service | | | | |
| Principal | 1,741,225 | 1,662,893 | 78,332 | 4.71% |
| Interest | <u>1,537,280</u> | <u>1,635,594</u> | <u>(98,314)</u> | <u>(6.01%)</u> |
| Total Expenditures | <u>\$35,610,773</u> | <u>\$33,862,214</u> | <u>\$1,748,559</u> | <u>5.16%</u> |

The Security of Persons and Property category represents Police and Fire Departments operating expenditures. The decrease of 1.98% was due to the retirement of personnel in 2000.

Public Health and Welfare is for cemetery operations. Although the decrease is 15.47%, the dollar amount reduction was only \$7,892 because of less cemetery activity.

Leisure Time Activities is for Parks and Recreation programs and Senior Center activities. The increase of 11.21% is mainly due to increased programs.

Community Development is for the operating expenditures of the Planning and Building Departments. The decrease of 5.31% was because of departmental position vacancies in 2000.

Basic Utility Services is the City's Service Department operations related to sewers, drains, refuse hauling, environment, etc. Although the City has a wastewater utility, it is not reported here with the governmental funds. It is reported with the enterprise funds. The increase in basic utility services of 2.28% is mostly related to the increase in personnel.

Transportation expenditures are streets and road maintenance and improvements. The decrease of 9.70% can be attributed to repaving and reconstruction, and the reclassification of these items to capital outlay which had a substantial increase.

General Government is mainly for the City Hall administrative offices. The decrease of 6.01% is related to the reduction in workers compensation premium by the State of Ohio, vacancies in administrative positions, and other lessor factors.

Capital Outlay is for the purchase of land, vehicles and equipment. It also accounts for the cost of construction contracts. The 34.68% increase is because of the additional equipment purchased for residential services and additional capital projects such as the Service Garage expansion project.

Debt Service expenditures are for the payment of principal and interest on all City debt. The increase of 4.71% for principal, and decrease of 6.01% for interest is normal because the amount of annual debt service shifts from interest to principal over time.

c. Fund Accounting

The City of Solon utilizes fund accounting and two account groups to account for its financial transactions. Solon has three basic categories of funds. They are governmental, proprietary and fiduciary funds. The two account groups utilized are for general fixed assets and general long term obligations.

Governmental Funds

General Fund – Accounts for all financial transactions of the City that are not accounted for in any of the other funds. The General Fund accounts for all governmental administrative functions, safety and security, community environment, recycling and refuse.

Special Revenue Funds – Accounts for receipt and expenditure of highly restricted revenue. This would include recreation fees, cable TV fees and grants or special purpose taxes from the State of Ohio.

Debt Service Fund - Accounts for the accumulation of resources for, and the payment of, general long term and special assessment debt principal and interest, other than those accounted for in the proprietary fund.

Capital Projects Funds – Accounts for the transactions to construct buildings and related facilities, or infrastructure improvements except those financed by Proprietary or Trust funds. The acquisition of real estate, equipment and other items with extended life are also made from the Capital Projects Funds. Most revenues to the Capital Projects Funds are from the voter approved city income tax levy for infrastructure, transfers from the General Fund and the sale of Bond Anticipation Notes.

Proprietary Funds

Enterprise Funds – Accounts for those operations of the City where the costs of providing the services are paid for by user charges. The accounting for proprietary funds is on the full accrual basis similar to private industry. The measurement focus is based upon determination of net income, financial position (balance sheet) and cash flows. The City has two enterprise operations supported by user fees. They are Grantwood Golf Course and the Water Reclamation (Wastewater) Plant.

Fiduciary Funds

Trust and Agency Funds – Account for assets, usually cash deposits, held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and other funds.

Account Groups

General Fixed Assets – Is a listing of the general fixed assets after they have been paid from one of the governmental funds. Fixed assets purchased from the proprietary funds are reported in their respective proprietary fund.

General Long Term Obligations – Is a listing of certain long term liabilities of the general government and governmental funds. Liabilities of the proprietary funds are recorded in those funds.

d. Pension Trust Fund Operations

Employees of the City of Solon belong to one of two state operated pension plans. These are the Public Employees Retirement System (PERS) and the Ohio Police and Fire Pension Fund (OP&F). The elected officials participate on a voluntary basis. The Ohio Revised Code mandates the participation in the plans by the City and its employees.

The total payrolls for employees covered by PERS and OP&F for the year ended December 31, 2000 were \$8,236,747 and \$4,642,619, respectively. The City's 2000 employer contributions to PERS and OP&F were \$884,720 and \$1,011,982, respectively.

e. Debt Administration

Solon's current Bond Rating by Moody's Investors Service is Aa1. There are only two other cities in the State of Ohio with a higher bond rating, that being Aaa.

The City's debt as of December 31, 2000 is as follows:

| | |
|--|---------------------|
| General Obligation Bonds | \$13,325,000 |
| Special Assessments Bonds | 4,426,604 |
| Ohio Water Development Authority Loans | 21,505,196 |
| Ohio Public Works Commissions Loans | 836,040 |
| General Obligation Notes | 4,000,000 |
| Tax Increment Financing Notes | <u>2,475,000</u> |
| Total | <u>\$46,567,840</u> |

The City easily meets it's annual debt service obligations because of sufficient revenues and cash reserves. In 2000, the General Obligation Notes were paid down by \$2 million, from \$6 million to \$4 million.

f. Cash Management Policies and Practices

The primary goal of the cash management program is to minimize the level of idle cash on hand needed to meet the daily cash requirement while simultaneously maximizing the amount available for investment. The City adopted a formal investment policy on August 18, 1997 with Ordinance No. 1997-186. This policy specifies the type of investments the City may purchase. The investment bankers must acknowledge this investment policy by signing it and returning it to the Director of Finance before an investment is made.

The eligible investments under the City's investment policy are:

- a. United States Treasury Bills, Notes and Bonds;
- b. Bonds, Notes or Debentures issued by any Federal Government Agency (FNMA, FHLB, FHLMC, etc.);
- c. Bonds and Notes of the State of Ohio or Political Subdivisions;
- d. Repurchase agreements with any eligible depository;
- e. Certificates of Deposit with an eligible depository; and
- f. STAROHIO.

g. Risk Management

The City of Solon belongs to the Northern Ohio Risk Management Association (NORMA). This is a group of ten cities organized for the purpose of enabling them to obtain liability, property and automobile insurance, and provide for a formalized, jointly administered self-insurance fund. Additional information about NORMA is in Note 12 of the Notes to the General Purpose Financial Statements.

OTHER INFORMATION

a. Independent audit

Under Ohio law, regular audits are required to be performed on all financial related operations of the City. These audits may be done by either the State Auditor's Office or, if the State Auditor permits, an independent public accounting firm.

For the year 2000, the City of Solon was audited by the State Auditor's Office. Their unqualified opinion is included in the financial section of this report.


b. Awards

The Governmental Finance Officers Association of the United States and Canada awards a Certificate of Achievement for Excellence in Financial Reporting to a governmental unit that publishes an informative and efficiently organized Comprehensive Annual Financial Report (CAFR) whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements. We believe that this report will conform to the Certificate of Achievement program requirements and we are submitting it to the GFOA for consideration.

c. Acknowledgement

I should like to thank Mayor Kevin Patton and the Members of City Council for their support in preparing the City of Solon's first Comprehensive Annual Financial Report. In addition, I convey a special thank you to Assistant Director of Finance Fred Wendel for his contribution to this report, and express my appreciation to Accounting Supervisor Sue Angelo and Finance Department Secretary Denise Messerman for their assistance.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "D. William Weber". The signature is fluid and cursive, with a long horizontal stroke at the end.

D. William Weber, CPA
Director of Finance



CITY OF SOLON, OHIO
PRIMARY CITY OFFICIALS
As of December 31, 2000

Elected Officials:

Kevin C. Patton, Mayor

CITY COUNCIL:

Andrew C. Meyer, Ward 2 (Vice Mayor)

Barbara J. Smith, Ward 1

John T. Scott, Ward 3

Edward K. Suit, Ward 4

David J. Krus, Ward 5

Richard A. F. Mendelsohn, Ward 6

Roger J. Goudy, Ward 7

Clerk of Council, Dianne R. Garrett (appointed)

Appointed Officials:

Director of Law, David J. Matty

Director of Finance, D. William Weber

Chief of Police, Wayne E. Godzich

Chief of Fire & Rescue, William J. Shaw

Director of Planning, Robert S. Frankland

Director of Recreation, Donald W. Holub

Director of Senior Services, Eileen M. Regan

Grantwood Recreational Park Manager, Gary N. Mazzeo

Assistant Director of Public Works, David E. Hromco

Director of Engineering, Sally Jo Reemsnyder

Director of Service, Jeffery E. Pokorny

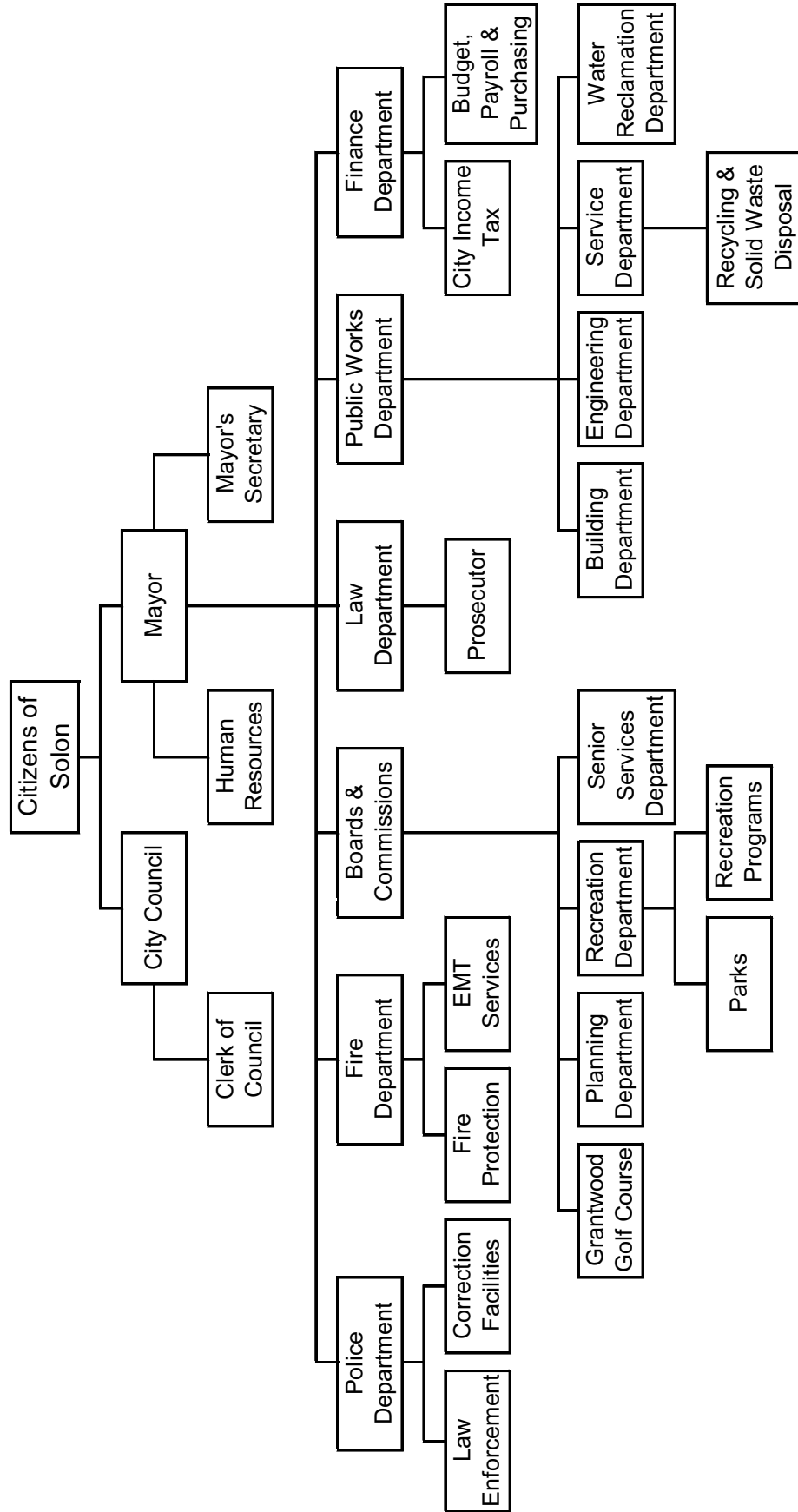
Building Commissioner, Alan D. Uthe

Superintendent of Water Reclamation, James S. Stanek

CITY OF SOLON

Organizational Chart

December 31, 2000





STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

City of Solon
Cuyahoga County
34200 Bainbridge Road
Solon, Ohio 44139

To the Members of City Council:

We have audited the accompanying general-purpose financial statements of the City of Solon, Cuyahoga 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 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. 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 City of Solon, Cuyahoga County, Ohio, as of December 31, 2000, and the results of its operations and the cash flows of its proprietary fund type for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 31, 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.

We performed our audit to form an opinion on the general-purpose financial statements of the City, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for additional analysis and are not a required part of the general-purpose financial statements. We subjected this information 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".

Jim Petro
Auditor of State

July 31, 2001

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CITY OF SOLON, OHIO

GENERAL PURPOSE FINANCIAL STATEMENTS

The general purpose financial statements of the City include the basic combined financial statements, presented by fund type and account group, and notes to the financial statements that are essential to the fair presentation of financial position and results of operations and cash flows for proprietary funds.

CITY OF SOLON, OHIO

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS

DECEMBER 31, 2000

| | <u>Governmental Fund Types</u> | | | |
|--|--------------------------------|----------------------------|-------------------------|-----------------------------|
| | <u>General</u> | <u>Special Revenue</u> | <u>Debt Service</u> | <u>Capital Projects</u> |
| <u>ASSETS AND OTHER DEBITS</u> | | | | |
| <u>Assets</u> | | | | |
| Equity Pooled in Cash and Cash Equivalents | \$ 15,691,831 | \$ 10,259,425 | \$ 3,097,125 | \$ 26,061,616 |
| Receivables: | | | | |
| Taxes | 2,762,968 | 630,678 | 2,732,932 | 1,105,706 |
| Accounts | 24,350 | - | - | - |
| Intergovernmental | 189,473 | 62,997 | - | 233,598 |
| Interfund | 2,085,052 | 53,000 | - | - |
| Special Assessments | - | - | 8,407,326 | - |
| Accrued Interest | - | 819,548 | - | - |
| Materials and Supplies Inventory | 201,170 | - | - | - |
| Fixed Assets, (Net Where Applicable of Accumulated Depreciation) | - | - | - | - |
| <u>Other Debits</u> | | | | |
| Amount Available in Debt Service Fund | - | - | - | - |
| Amount to be Provided for Retirement of General Long-Term Obligations | - | - | - | - |
| Amount to be Provided for Retirement of Special Assessments | - | - | - | - |
| Total Assets and Other Debits | \$ <u>20,954,844</u> | \$ <u>11,825,648</u> | \$ <u>14,237,383</u> | \$ <u>27,400,920</u> |

See Accompanying Notes to the General Purpose Financial Statements

| <u>Proprietary Fund Types</u> | <u>Fiduciary Fund Types</u> | <u>Account Groups</u> | | <u>Total (Memorandum Only)</u> |
|-----------------------------------|---------------------------------|-------------------------------------|--|--|
| | | <u>General Fixed Assets</u> | <u>General Long-term Obligations</u> | |
| <u>Enterprise</u> | <u>Trust and Agency</u> | | | |
| \$ 7,954,222 | \$ 1,023,329 | \$ - | \$ - | \$ 64,087,548 |
| - | - | - | - | 7,232,284 |
| 246,933 | - | - | - | 271,283 |
| - | 1,840 | - | - | 487,908 |
| - | - | - | - | 2,138,052 |
| - | - | - | - | 8,407,326 |
| - | - | - | - | 819,548 |
| 123,740 | - | - | - | 324,910 |
| 64,588,813 | - | 43,343,433 | - | 107,932,246 |
| - | - | - | 4,019,041 | 4,019,041 |
| - | - | - | 21,797,717 | 21,797,717 |
| - | - | - | 4,426,604 | 4,426,604 |
| <u>\$ 72,913,708</u> | <u>\$ 1,025,169</u> | <u>\$ 43,343,433</u> | <u>\$ 30,243,362</u> | <u>\$ 221,944,467</u> |

Continued

CITY OF SOLON, OHIO

COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS (CONTINUED) DECEMBER 31, 2000

| | <u>Governmental Fund Types</u> | | | |
|---|--------------------------------|----------------------------|-------------------------|-----------------------------|
| | <u>General</u> | <u>Special Revenue</u> | <u>Debt Service</u> | <u>Capital Projects</u> |
| <u>LIABILITIES, FUND EQUITY AND OTHER CREDITS</u> | | | | |
| <u>Liabilities</u> | | | | |
| Accounts Payable | \$ 397,294 | \$ 35,071 | \$ - | \$ 1,068,233 |
| Interfund Payable | - | - | - | 1,360,000 |
| Accrued Wages and Benefits | 205,268 | 6,093 | - | - |
| Due to Other Governments | 192,619 | - | - | - |
| Accrued Compensated Absences | 297,003 | 18,912 | - | - |
| Accrued Pension | 25,706 | 2,649 | - | - |
| Deferred Revenue | 428,206 | 425,808 | 10,218,342 | 302,228 |
| Restricted Deposits | - | - | - | - |
| Accrued Interest Payable | - | - | - | 193,611 |
| OWDA/OPWC Loans Payable | - | - | - | - |
| Notes Payable | - | - | - | - |
| General Obligation Bonds Payable | - | - | - | - |
| Special Assessment Bonds Payable | - | - | - | - |
| Total Liabilities | <u>1,546,096</u> | <u>488,533</u> | <u>10,218,342</u> | <u>2,924,072</u> |
| <u>Fund Equity and Other Credits</u> | | | | |
| Investment in General Fixed Assets | - | - | - | - |
| Contributed Capital | - | - | - | - |
| Retained Earnings | - | - | - | - |
| Fund Balance: | | | | |
| Reserved for Encumbrances | 393,600 | 91,217 | - | 3,629,365 |
| Reserved for Inventory | 201,169 | - | - | - |
| Reserved for Debt Service | - | - | 4,019,041 | - |
| Unreserved; Undesignated | <u>18,813,979</u> | <u>11,245,898</u> | <u>-</u> | <u>20,847,483</u> |
| Total Fund Equity and Other Credits | <u>19,408,748</u> | <u>11,337,115</u> | <u>4,019,041</u> | <u>24,476,848</u> |
| Total Liabilities, Fund Equity, and Other Credits | \$ <u>20,954,844</u> | \$ <u>11,825,648</u> | \$ <u>14,237,383</u> | \$ <u>27,400,920</u> |

See Accompanying Notes to the General Purpose Financial Statements

| <u>Proprietary Fund Types</u> | <u>Fiduciary Fund Types</u> | <u>Account Groups</u> | | <u>Total (Memorandum Only)</u> |
|-----------------------------------|---------------------------------|-------------------------------------|--|--|
| | | <u>General Fixed Assets</u> | <u>General Long-term Obligations</u> | |
| <u>Enterprise</u> | <u>Trust and Agency</u> | | | |
| \$ 212,368 | \$ - | \$ - | \$ - | \$ 1,712,966 |
| 778,052 | - | - | - | 2,138,052 |
| 22,136 | - | - | - | 233,497 |
| - | - | - | - | 192,619 |
| 945,800 | - | - | 1,699,867 | 2,961,582 |
| 59,558 | - | - | 365,921 | 453,834 |
| - | - | - | - | 11,374,584 |
| - | 869,065 | - | - | 869,065 |
| 296,687 | - | - | - | 490,298 |
| 18,390,266 | - | - | 3,950,970 | 22,341,236 |
| - | - | - | 6,475,000 | 6,475,000 |
| - | - | - | 13,325,000 | 13,325,000 |
| - | - | - | 4,426,604 | 4,426,604 |
| <u>20,704,867</u> | <u>869,065</u> | <u>-</u> | <u>30,243,362</u> | <u>66,994,337</u> |
| - | - | 43,343,433 | - | 43,343,433 |
| 94,738,857 | - | - | - | 94,738,857 |
| (42,530,016) | - | - | - | (42,530,016) |
| - | - | - | - | 4,114,182 |
| - | - | - | - | 201,169 |
| - | - | - | - | 4,019,041 |
| - | 156,104 | - | - | 51,063,464 |
| <u>52,208,841</u> | <u>156,104</u> | <u>43,343,433</u> | <u>-</u> | <u>154,950,130</u> |
| \$ <u>72,913,708</u> | \$ <u>1,025,169</u> | \$ <u>43,343,433</u> | \$ <u>30,243,362</u> | \$ <u>221,944,467</u> |

CITY OF SOLON, 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

| | <u>Governmental Fund Types</u> | |
|--|--------------------------------|----------------------------|
| | <u>General</u> | <u>Special Revenue</u> |
| <u>Revenues</u> | | |
| Property Taxes | \$ 492,268 | \$ 535,286 |
| Municipal Income Taxes | 21,427,806 | - |
| Other Local Taxes | 422,268 | - |
| Intergovernmental | 1,290,358 | 734,827 |
| Charges for Services | 384,511 | 734,912 |
| Licenses and Permits | 475,517 | 121,539 |
| Fines and Forfeitures | 248,919 | 98,272 |
| Special Assessments | - | - |
| Investment Income | - | 3,807,202 |
| Miscellaneous Income | <u>136,114</u> | <u>135,397</u> |
| Total Revenues | <u>24,877,761</u> | <u>6,167,435</u> |
| <u>Expenditures</u> | | |
| Current Operations and Maintenance: | | |
| Security of Persons and Property | 7,868,728 | 726,800 |
| Public Health and Welfare | 43,132 | - |
| Leisure Time Activities | 5,278 | 2,315,039 |
| Community Environment | 848,215 | - |
| Basic Utility Services | 1,244,447 | - |
| Transportation | 3,079,382 | 499,000 |
| General Government | 5,214,793 | 109,845 |
| Capital Outlay | - | - |
| Debt Service: | | |
| Principal Retirement | - | - |
| Interest and Fiscal Charges | <u>-</u> | <u>-</u> |
| Total Expenditures | <u>18,303,975</u> | <u>3,650,684</u> |
| Excess of Revenues Over (Under) Expenditures | <u>6,573,786</u> | <u>2,516,751</u> |

See Accompanying Notes to the General Purpose Financial Statements

| Governmental Fund Types | | Fiduciary Fund Type | Total (Memorandum Only) |
|----------------------------|---------------------|------------------------|-------------------------------|
| Debt Service | Capital Projects | Expendable Trust | |
| \$ 2,408,781 | \$ 428,208 | \$ - | \$ 3,864,543 |
| - | 7,142,601 | - | 28,570,407 |
| - | - | - | 422,268 |
| 249,467 | 1,018,696 | 1,840 | 3,295,188 |
| - | - | - | 1,119,423 |
| 69,778 | - | - | 666,834 |
| - | - | - | 347,191 |
| 958,092 | - | - | 958,092 |
| - | 1,221 | - | 3,808,423 |
| - | 19,962 | 42,780 | 334,253 |
| <u>3,686,118</u> | <u>8,610,688</u> | <u>44,620</u> | <u>43,386,622</u> |
| - | - | 13,250 | 8,608,778 |
| - | - | - | 43,132 |
| - | - | 15,938 | 2,336,255 |
| - | - | 3,370 | 851,585 |
| - | 186,419 | - | 1,430,866 |
| - | 160,925 | - | 3,739,307 |
| 6,918 | 307,739 | 1,208 | 5,640,503 |
| - | 9,681,842 | - | 9,681,842 |
| 1,680,577 | 60,648 | - | 1,741,225 |
| <u>1,251,198</u> | <u>286,082</u> | <u>-</u> | <u>1,537,280</u> |
| <u>2,938,693</u> | <u>10,683,655</u> | <u>33,766</u> | <u>35,610,773</u> |
| <u>747,425</u> | <u>(2,072,967)</u> | <u>10,854</u> | <u>7,775,849</u> |

Continued

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
(CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Governmental Fund Types</u> | |
|--|--------------------------------|----------------------------|
| | <u>General</u> | <u>Special Revenue</u> |
| <u>Other Financing Sources (Uses)</u> | | |
| Proceeds of Notes | - | - |
| Reimbursements Received | 331,415 | - |
| Operating Transfers - In | - | 2,074,000 |
| Operating Transfers - Out | <u>(3,274,000)</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>(2,942,585)</u> | <u>2,074,000</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 3,631,201 | 4,590,751 |
| Fund Balance at Beginning of Year | 15,824,224 | 6,746,364 |
| Decrease in Reserve for Inventory | <u>(46,677)</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>19,408,748</u> | \$ <u>11,337,115</u> |

See Accompanying Notes to the General Purpose Financial Statements

| Governmental Fund Types | | Fiduciary Fund Type | Total (Memorandum Only) |
|----------------------------|----------------------|------------------------|-------------------------------|
| Debt Service | Capital Projects | Expendable Trust | |
| - | 6,475,000 | - | 6,475,000 |
| - | - | - | 331,415 |
| - | 1,204,664 | - | 3,278,664 |
| - | (4,664) | - | (3,278,664) |
| - | <u>7,675,000</u> | - | <u>6,806,415</u> |
| 747,425 | 5,602,033 | 10,854 | 14,582,264 |
| 3,271,616 | 18,874,815 | 145,250 | 44,862,269 |
| - | - | - | (46,677) |
| \$ <u>4,019,041</u> | \$ <u>24,476,848</u> | \$ <u>156,104</u> | \$ <u>59,397,856</u> |

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>General Fund</u> | | Variance Favorable (Unfavorable) |
|--|----------------------|----------------------|--|
| | <u>Budget</u> | <u>Actual</u> | |
| <u>Revenues</u> | | | |
| Property Taxes | \$ 490,399 | \$ 492,268 | \$ 1,869 |
| Municipal Income Taxes | 20,325,000 | 21,407,585 | 1,082,585 |
| Other Local Taxes | 224,447 | 203,096 | (21,351) |
| Intergovernmental | 1,442,651 | 1,305,415 | (137,236) |
| Charges for Services | 400,235 | 359,418 | (40,817) |
| Licenses and Permits | 521,943 | 472,292 | (49,651) |
| Fines and Forfeitures | 305,487 | 276,427 | (29,060) |
| Miscellaneous Income | <u>24,700</u> | <u>25,093</u> | <u>393</u> |
| Total Revenues | <u>23,734,862</u> | <u>24,541,594</u> | <u>806,732</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | 8,444,001 | 7,887,682 | 556,319 |
| Public Health and Welfare | 48,600 | 42,807 | 5,793 |
| Community Environment | 1,022,446 | 833,605 | 188,841 |
| Basic Utility Services | 1,315,097 | 1,226,603 | 88,494 |
| Transportation | 3,109,777 | 3,190,766 | (80,989) |
| General Government | <u>5,705,509</u> | <u>5,177,301</u> | <u>528,208</u> |
| Total Expenditures | <u>19,645,430</u> | <u>18,358,764</u> | <u>1,286,666</u> |
| Excess of Revenues Over (Under) Expenditures | <u>4,089,432</u> | <u>6,182,830</u> | <u>2,093,398</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Reimbursements | 366,256 | 331,415 | (34,841) |
| Operating Transfers - Out | <u>(3,374,000)</u> | <u>(3,274,000)</u> | <u>100,000</u> |
| Total Other Financing Sources (Uses) | <u>(3,007,744)</u> | <u>(2,942,585)</u> | <u>65,159</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 1,081,688 | 3,240,245 | 2,158,557 |
| Fund Balance at Beginning of the Year | 11,852,190 | 11,852,190 | - |
| Reserve for Encumbrances | <u>599,396</u> | <u>599,396</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>13,533,274</u> | \$ <u>15,691,831</u> | \$ <u>2,158,557</u> |

Continued

See Accompanying Notes to the General Purpose Financial Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL - ALL
GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS (CONTINUED)
FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Special Revenue Funds</u> | | |
|---|------------------------------|----------------------|--|
| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
| <u>Revenues</u> | | | |
| Property Taxes | \$ 533,278 | \$ 535,286 | \$ 2,008 |
| Intergovernmental | 580,200 | 733,874 | 153,674 |
| Charges for Services | 733,505 | 734,913 | 1,408 |
| Licenses and Permits | 130,222 | 158,024 | 27,802 |
| Fines and Forfeitures | 110,000 | 98,272 | (11,728) |
| Investment Income | 2,000,000 | 3,647,220 | 1,647,220 |
| Miscellaneous Income | <u>142,603</u> | <u>135,397</u> | <u>(7,206)</u> |
| Total Revenues | <u>4,229,808</u> | <u>6,042,986</u> | <u>1,813,178</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | 1,221,000 | 1,009,078 | 211,922 |
| Leisure Time Activities | 2,630,788 | 2,451,906 | 178,882 |
| Transportation | 1,050,000 | 499,000 | 551,000 |
| General Government | <u>202,600</u> | <u>109,845</u> | <u>92,755</u> |
| Total Expenditures | <u>5,104,388</u> | <u>4,069,829</u> | <u>1,034,559</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(874,580)</u> | <u>1,973,157</u> | <u>2,847,737</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | 2,086,266 | 2,074,000 | (12,266) |
| Advance - Out | <u>(53,000)</u> | <u>(53,000)</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>2,033,266</u> | <u>2,021,000</u> | <u>(12,266)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 1,158,686 | 3,994,157 | 2,835,471 |
| Fund Balance at Beginning of the Year | 6,998,076 | 6,998,076 | - |
| Reserve for Encumbrances | <u>122,799</u> | <u>122,799</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>8,279,561</u> | \$ <u>11,115,032</u> | \$ <u>2,835,471</u> |

Continued

See Accompanying Notes to the General Purpose Financial Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS (CONTINUED) FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Debt Service Funds</u> | | |
|--|---------------------------|---------------------|--|
| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
| <u>Revenues</u> | | | |
| Property Taxes | \$ 2,648,156 | \$ 2,658,248 | \$ 10,092 |
| Special Assessments | 935,896 | 958,092 | 22,196 |
| Licenses and Permits | 68,161 | 69,778 | 1,617 |
| Total Revenues | <u>3,652,213</u> | <u>3,686,118</u> | <u>33,905</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| General Government | 10,000 | 6,918 | 3,082 |
| Debt Service: | | | |
| Principal Retirement | 7,682,000 | 7,680,577 | 1,423 |
| Interest and Fiscal Charges | <u>1,473,000</u> | <u>1,469,198</u> | <u>3,802</u> |
| Total Expenditures | <u>9,165,000</u> | <u>9,156,693</u> | <u>8,307</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(5,512,787)</u> | <u>(5,470,575)</u> | <u>42,212</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | 3,907,329 | 2,218,000 | (1,689,329) |
| Proceeds of Notes and Bonds | <u>2,166,614</u> | <u>4,000,000</u> | <u>1,833,386</u> |
| Total Other Financing Sources (Uses) | <u>6,073,943</u> | <u>6,218,000</u> | <u>144,057</u> |
| Excess of Revenues and Other Finances Sources Over (Under) Expenditures and Other Financing Uses | 561,156 | 747,425 | 186,269 |
| Fund Balance at Beginning of the Year | <u>2,349,700</u> | <u>2,349,700</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>2,910,856</u> | \$ <u>3,097,125</u> | \$ <u>186,269</u> |

Continued

See Accompanying Notes to the General Purpose Financial Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS (CONTINUED) FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Capital Projects Fund</u> | | |
|---|------------------------------|----------------------|--|
| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
| <u>Revenues</u> | | | |
| Property Taxes | \$ 426,485 | \$ 428,208 | \$ 1,723 |
| Municipal Income Taxes | 6,775,000 | 7,135,862 | 360,862 |
| Intergovernmental | 53,523 | 1,018,696 | 965,173 |
| Investment Income | - | 1,222 | 1,222 |
| Miscellaneous Income | 32,153 | 75,118 | 42,965 |
| Total Revenues | <u>7,287,161</u> | <u>8,659,106</u> | <u>1,371,945</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Basic Utility Service | 516,902 | 420,254 | 96,648 |
| Transportation | 170,600 | 161,125 | 9,475 |
| General Government | 294,209 | 309,401 | (15,192) |
| Capital Outlay | 23,864,560 | 14,581,720 | 9,282,840 |
| Debt Service: | | | |
| Principal Retirement | 2,485,650 | 2,485,648 | 2 |
| Interest and Fiscal Charges | 98,000 | 49,106 | 48,894 |
| Total Expenditures | <u>27,429,921</u> | <u>18,007,254</u> | <u>9,422,667</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(20,142,760)</u> | <u>(9,348,148)</u> | <u>10,794,612</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | 2,245,847 | 1,204,664 | (1,041,183) |
| Operating Transfers - Out | (2,222,664) | (2,222,664) | - |
| Proceeds of Notes | 2,550,000 | 2,475,000 | (75,000) |
| Total Other Financing Sources (Uses) | <u>2,573,183</u> | <u>1,457,000</u> | <u>(1,116,183)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | <u>(17,569,577)</u> | <u>(7,891,148)</u> | <u>9,678,429</u> |
| Fund Balance at Beginning of the Year | 29,914,202 | 29,914,202 | - |
| Reserve for Encumbrances | <u>4,038,563</u> | <u>4,038,563</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>16,383,188</u> | \$ <u>26,061,617</u> | \$ <u>9,678,429</u> |

Continued

See Accompanying Notes to the General Purpose Financial Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS (CONTINUED) FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Expendable Trust</u> | | Variance Favorable (Unfavorable) |
|--|-------------------------|-------------------|--|
| | <u>Budget</u> | <u>Actual</u> | |
| <u>Revenue</u> | | | |
| Miscellaneous Income | \$ <u>233,900</u> | \$ <u>42,780</u> | \$ <u>(191,120)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | 69,588 | 13,250 | 56,338 |
| Leisure Time Activities | 23,000 | 15,938 | 7,062 |
| Community Environment | 3,500 | 3,370 | 130 |
| General Government | <u>211,000</u> | <u>3,296</u> | <u>207,704</u> |
| Total Expenditures | <u>307,088</u> | <u>35,854</u> | <u>271,234</u> |
| Excess of Revenues Over (Under) Expenditures | (73,188) | 6,926 | 80,114 |
| Fund Balance at Beginning of the Year | 145,250 | 145,250 | - |
| Reserve for Encumbrances | <u>2,088</u> | <u>2,088</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>74,150</u> | \$ <u>154,264</u> | \$ <u>80,114</u> |

See Accompanying Notes to the General Purpose Financial Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - PROPRIETARY FUND TYPE FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Enterprise</u> |
|--|-----------------------------|
| <u>Operating Revenues</u> | |
| Charges for Services | \$ 6,231,057 |
| Miscellaneous Income | <u>63,525</u> |
| Total Operating Revenues | <u>6,294,582</u> |
| <u>Operating Expenses</u> | |
| Personal Services | 2,318,568 |
| Travel and Education | 21,078 |
| Contractual Services | 1,678,440 |
| Materials and Supplies | 194,852 |
| Depreciation | 2,572,796 |
| Other | <u>350,555</u> |
| Total Operating Expenses | <u>7,136,289</u> |
| Operating Loss | <u>(841,707)</u> |
| <u>Non-Operating Revenues (Expenses)</u> | |
| Interest Income | 4,810 |
| Reimbursements Received | 4,910 |
| Interest Expense | (609,457) |
| Loss on Sale of Fixed Assets | <u>(7,559)</u> |
| Total Non-Operating Revenues (Expenses) | <u>(607,296)</u> |
| Loss before Operating Transfers | (1,449,003) |
| Operating Transfers - In | 1,000,000 |
| Operating Transfers - Out | <u>(1,000,000)</u> |
| Net Loss | (1,449,003) |
| Deficit at Beginning of Year | <u>(41,081,013)</u> |
| Deficit at End of Year | <u>(42,530,016)</u> |
| Contributed Capital at Beginning of Year | 94,528,647 |
| Contributions of Fixed Assets | <u>210,210</u> |
| Contributed Capital at End of Year | <u>94,738,857</u> |
| Total Fund Equity at End of Year | \$ <u><u>52,208,841</u></u> |

See Accompanying Notes to the General Purpose Financial Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND
BALANCES - BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL -
PROPRIETARY FUND TYPE
FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Enterprise Funds</u> | | Variance Favorable (Unfavorable) |
|--|-------------------------|---------------------|--|
| | <u>Budget</u> | <u>Actual</u> | |
| <u>Revenues</u> | | | |
| Charges for Services | \$ 6,322,886 | \$ 6,390,143 | \$ 67,257 |
| Investment Income | 4,419 | 4,810 | 391 |
| Miscellaneous Income | 59,506 | 63,525 | 4,019 |
| Total Revenues | <u>6,386,811</u> | <u>6,458,478</u> | <u>71,667</u> |
| <u>Expenses</u> | | | |
| Current Operations and Maintenance | | | |
| Personal Services | 1,957,504 | 1,906,500 | 51,004 |
| Travel and Education | 25,600 | 21,017 | 4,583 |
| Contractual Services | 4,495,850 | 1,999,041 | 2,496,809 |
| Materials and Supplies | 379,268 | 303,140 | 76,128 |
| Other Expenses | 373,900 | 352,535 | 21,365 |
| Debt Service: | | | |
| Principal Retirement | 1,479,000 | 969,464 | 509,536 |
| Interest and Fiscal Charges | 976,500 | 625,542 | 350,958 |
| Total Expenses | <u>9,687,622</u> | <u>6,177,239</u> | <u>3,510,383</u> |
| Excess of Revenues Over (Under) Expenses | <u>(3,300,811)</u> | <u>281,239</u> | <u>3,582,050</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Reimbursements | 4,925 | 4,910 | (15) |
| Advance - In | 53,000 | 53,000 | - |
| Operating Transfers - In | 361,260 | 1,000,000 | 638,740 |
| Operating Transfers - Out | (1,000,000) | (1,000,000) | - |
| Proceeds From Sale of Fixed Assets | - | 2,000 | 2,000 |
| Total Other Financing Sources (Uses) | <u>(580,815)</u> | <u>59,910</u> | <u>640,725</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses | <u>(3,881,626)</u> | <u>341,149</u> | <u>4,222,775</u> |
| Fund Balance at Beginning of the Year | 7,284,012 | 7,284,012 | - |
| Reserved for Capital Improvements | <u>329,061</u> | <u>329,061</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>3,731,447</u> | \$ <u>7,954,222</u> | \$ <u>4,222,775</u> |

See Accompanying Notes to the General Purpose Financial Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF CASH FLOWS -PROPRIETARY FUND TYPE

DECEMBER 31, 2000

| | <u>Enterprise</u> |
|---|----------------------------|
| <u>Increase in Cash and Cash Equivalents</u> | |
| Cash Flows From Operating Activities: | |
| Cash Received From Customers | \$ 6,390,143 |
| Cash Payments for Personal Services | (1,906,500) |
| Cash Payments for Travel and Education | (21,017) |
| Cash Payments for Contractual Services | (1,461,422) |
| Cash Payments to Vendors for Supplies and Materials | (303,140) |
| Other Operating Revenues | 63,525 |
| Other Operating Expenses | <u>(352,535)</u> |
| Cash Provided by Operating Activities | <u>2,409,054</u> |
| Cash Flows From Capital and Related Financing Activities: | |
| Acquisition of Capital Assets | (208,558) |
| Interest and Fiscal Charges | (625,542) |
| Reimbursements Received | 4,910 |
| Cash Payments for Principal Retirement | (969,464) |
| Cash Received for Sale of Fixed Assets | <u>2,000</u> |
| Cash Used in Capital and Related Financing Activities: | <u>(1,796,654)</u> |
| Cash Flows From Non-Capital Financing Activities: | |
| Cash Transfers from Other Funds | 1,000,000 |
| Cash Transfers to Other Funds | (1,000,000) |
| Cash Advance from Other Funds | <u>53,000</u> |
| Cash Used in Non-Capital Financing Activities | <u>53,000</u> |
| Cash Flows From Investing Activities: | |
| Interest Income | <u>4,810</u> |
| Net Increase in Cash and Cash Equivalents | 670,210 |
| Cash and Cash Equivalents at Beginning of Year | <u>7,284,012</u> |
| Cash and Cash Equivalents at End of Year | \$ <u><u>7,954,222</u></u> |

Continued

See Accompanying Notes to the General Purpose Statements

CITY OF SOLON, OHIO

COMBINED STATEMENT OF CASH FLOWS - PROPRIETARY FUND TYPE (CONTINUED) DECEMBER 31, 2000

| | <u>Enterprise</u> |
|--|---------------------|
| Reconciliation of Operating Loss to Net <u>Cash Provided by Operating Activities:</u> | |
| Operating Loss | \$ (841,707) |
| Adjustments to Reconcile Operating Loss to Net Cash From Operating Activities: | |
| Depreciation | 2,572,796 |
| Changes in Assets and Liabilities: | |
| Decrease in Accounts Receivable | 159,088 |
| Decrease in Material and Supplies Inventory | 31,462 |
| Increase in Accounts Payable | 73,930 |
| Decrease in Accrued Pension | (13,712) |
| Increase in Accrued Wages and Benefits | 9,780 |
| Increase in Compensated Absences | <u>417,417</u> |
| Net Cash Provided by Operating Activities | \$ <u>2,409,054</u> |

Noncash Investing, Capital, and Financing Activities:

In 2000, the Water Reclamation Enterprise Fund acquired fixed assets of \$210,210 via governmental contributions.

See Accompanying Notes to the General Purpose Statements

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the City of Solon have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to government 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. THE REPORTING ENTITY

The City of Solon is a home rule municipal corporation established under the laws of the State of Ohio and operates under its own Charter. The current Charter, which provides for a mayor-council form of government, was adopted November 2, 1954.

The City of Solon is divided into various departments and financial management control systems. The City departments include a public safety department, a public service and street maintenance department, a sanitation system, a parks and recreation department, a public golf course, a planning and zoning department, a waste water treatment system, and a finance department which also provides staff support (i.e., payroll processing, accounts payable, and revenue collection) to the service providers. The operation of each of these activities and entities is directly controlled by the Mayor and City Council through the budgetary process and therefore is included as a part of the reportable entity.

As defined by generally accepted accounting principles established by the Government Accounting Standards Board (GASB Statement No. 14), the financial reporting entity consists of the City (the primary government), as well as its component units. Component units are defined as legally separate organizations for which the elected officials of the primary government are financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government. Based upon the foregoing criteria, these financial statements do not include any component units.

The City participates in a shared risk pool and is associated with a Jointly Governed Organization. These organizations are the Northern Ohio Risk Management Association (NORMA) and the Northeast Ohio Public Energy Council (NOPEC). The shared risk pool is presented in Note 12 to the General Purpose Financial Statements. The Jointly Governed Organization is presented in Note 17 to the General Purpose Financial Statements.

B. BASIS OF PRESENTATION - FUND ACCOUNTING

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for within a set of self-balancing 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. The various funds are summarized by type in the general purpose financial statements. The following fund types and account groups are used by the City:

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

B. BASIS OF PRESENTATION — FUND ACCOUNTING (CONTINUED)

GOVERNMENTAL FUNDS

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 the proprietary fund) are accounted for through governmental funds. The following are the City's governmental fund types:

GENERAL FUND

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

SPECIAL REVENUE FUNDS

The special revenue funds are established to account for revenues derived from specific taxes, grants, or other sources (other than amounts relating to major capital projects) whose use is restricted. The uses and limitations of each special revenue fund are specified by City ordinances or federal and state statutes.

DEBT SERVICE FUNDS

The debt service funds are used to account for the accumulation of resources for, and the payment of, general long term and special assessment debt principal and interest, other than those accounted for in the proprietary fund.

CAPITAL PROJECTS FUNDS

The capital projects funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by the proprietary fund).

PROPRIETARY FUNDS

The proprietary funds are used to account for the City's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon determination of net income, financial position, and changes in financial position. The following is the City's proprietary fund type:

ENTERPRISE FUND

The enterprise funds are used to account for the City's sewer operations, landfill and golf course. They are financed and operated in a manner similar to private sector 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 be financed or recovered primarily through user charges.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

B. BASIS OF PRESENTATION - FUND ACCOUNTING (CONTINUED)

FIDUCIARY FUNDS

TRUST AND AGENCY FUNDS

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. The City's trust funds are all considered to be expendable. Expendable trust funds are accounted for in essentially the same manner as governmental funds.

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

ACCOUNT GROUPS

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

GENERAL FIXED ASSETS ACCOUNT GROUP

The general fixed assets account group is used to account for fixed assets other than those accounted for in the proprietary fund.

GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP

The general long-term obligations account group is used to account for all unmatured long-term obligations of the City that are not a specific liability of the proprietary fund.

C. BASIS OF ACCOUNTING

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

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

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

C. BASIS OF ACCOUNTING (CONTINUED)

The modified accrual basis of accounting is used for reporting purposes by the governmental fund types and agency funds. Under this method of accounting, the City recognizes revenue when it becomes both measurable and available. Measurable means the amount of the transaction can be determined. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the City is considered to be 60 days after year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable. Principal and interest on general long-term and special assessment debt are recognized when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Revenues accrued at the end of the year included income taxes withheld by employers, interest on investments, intergovernmental revenues (including motor vehicle license fees, gasoline tax, and local government assistance), fines and forfeitures, and reimbursements due from federally funded projects for which corresponding expenditures have been made.

Other revenues, including licenses, permits, certain charges for services, income taxes other than those withheld by employers, and miscellaneous revenues are recorded as revenue when received in cash because they are generally not measurable until actually received.

The accrual basis of accounting is used for reporting purposes by the proprietary funds. Revenues are recognized when they are earned, and expenses are recognized at the time liabilities are incurred. Unbilled service charges are recognized as revenue at year end.

The City reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In subsequent periods, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet, and revenue is recognized. Special assessment installments are recorded as deferred revenue because they do not meet the availability criteria. Property taxes measurable as of December 31, 2000 and delinquent property taxes, whose availability is indeterminate and which are not intended to finance the current year, have also been recorded as deferred revenue as further described in Note 5.

D. BUDGETS AND BUDGETARY ACCOUNTING

The City follows these procedures in establishing the budgetary data reported in the combined financial statements:

TAX BUDGET

A tax budget of estimated revenue and expenditures for all funds is submitted to the County Auditor, as Secretary of the County Budget Commission, by July 20th of each year, for the period January 1 to December 31 of the following year. All funds, except Agency funds, are legally required to be budgeted.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

D. BUDGETS AND BUDGETARY ACCOUNTING (CONTINUED)

ESTIMATED RESOURCES

The County Budget Commission determines if the budget substantiates a need to levy the full amount of authorized property tax rates and reviews revenue estimates. The Commission certifies its actions to the City by September 1. As part of this certification, the City receives the official certificate of estimated resources, which states the projected revenue of each fund.

On or about January 1 the certificate of estimated resources is amended to include unencumbered fund balances at December 31. Further amendments may be made during the year if money from a new revenue source is received or if actual receipts exceed current estimates. The amounts set forth in the financial statements represent estimates from the final amended certificate issued for 2000.

ANNUAL ESTIMATE

The Mayor, with the assistance of the Finance Director, is required by charter to submit to Council, on or before December 1 of each fiscal year, an estimate of the revenues and expenditures of each fund of the City for the next succeeding fiscal year. The annual estimate serves as the basis for appropriations (the appropriated budget) in each fund.

APPROPRIATIONS

An appropriation ordinance (the appropriated budget) to control the level of expenditures for all funds must be legally enacted on or before March 31. Appropriations may not exceed estimated resources as established in the Official Amended Certificate of Estimated Resources. Supplemental appropriations may be adopted by Council action. Amounts shown in the financial statements represent the appropriated amounts and all supplemental appropriations.

BUDGETED LEVEL OF EXPENDITURE

Administrative control is maintained through the establishment of detailed line-item budgets within each department or sub-department. Appropriated amounts may not be expended for purposes other than those designated in the appropriation ordinance without authority from Council. Expenditures plus encumbrances may not exceed appropriations at the legal level of appropriation adopted by Council. The primary level of appropriation control adopted by Council is at the fund level. The appropriations set by Council must remain fixed unless amended by Council ordinance. Transfers of budgeted amounts may be made within each appropriation by the Finance Director as long as the appropriations are not increased.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

D. BUDGETS AND BUDGETARY ACCOUNTING (CONTINUED)

ENCUMBRANCES

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are encumbered and recorded as the equivalent of expenditures on the non-generally accepted accounting principles budgetary basis in order to reserve that portion of the applicable appropriation and determine and maintain legal compliance. On the generally accepted accounting principles basis, encumbrances outstanding at year end are reported as a reservation of fund balance for subsequent year expenditures for governmental funds, and as a note disclosure for proprietary funds.

LAPSING OF APPROPRIATIONS

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

E. POOLED CASH AND INVESTMENTS

The City pools individual cash balances in a bank account and short-term cash equivalents for investment purposes. These balances are stated at fair value.

POLICIES AND PRACTICES

Interest allocation is determined by the Ohio Constitution, state statutes, and local ordinances adopted under City Charter.

F. SHORT-TERM INTERFUND RECEIVABLES/PAYABLES

Receivables and payables arising between funds for goods provided or services rendered are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans or the short-term portion of advances are classified as "Interfund receivables/payables".

G. INVENTORY OF SUPPLIES

Inventory is valued at cost on a first-in, first-out basis. At December 31, 2000 the General and Enterprise Funds maintained the only significant inventory. The costs of governmental fund type inventories are recorded as expenditures in the fund when purchased. The reserve for inventory indicates that a portion of the fund balance is not available for future expenditures. For proprietary funds, inventory is expended when consumed.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

H. FIXED ASSETS

The fixed asset values were initially determined at December 31, 1988, assigning original acquisition costs when such information was available. In cases where information supporting original costs was not available, estimated historical costs were developed. For certain fixed assets, the estimates were arrived at by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at fair value on the date donated. In 1998, these values were revised as a result of a new inventory and appraisal being performed.

GENERAL FIXED ASSETS

General fixed assets (fixed assets used in governmental fund type operations) are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Assets in the general fixed assets account group are not depreciated.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements which extend the useful life or increase the capacity or operating efficiency are capitalized at cost in the general fixed asset account group.

Public domain (infrastructure) general fixed assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems are not capitalized or reported, as these assets are immovable and of value only to the government.

PROPRIETARY FUND FIXED ASSETS

Fixed assets associated with enterprise funds activities are accounted for in that fund. Depreciation is calculated using the straight line method over the assets' estimated useful lives. The assets of the enterprise funds are depreciated on the following basis:

| | <u>Years</u> |
|-------------------------|--------------|
| Buildings | 7 - 45 |
| Machinery and Equipment | 6 - 40 |
| Vehicles | 5 - 7 |
| Sewer Lines | 45 |

CAPITALIZATION OF INTEREST

Interest is capitalized on proprietary fund assets acquired with tax - exempt debt. The City's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project and the interest earned from temporary investment of the debt proceeds. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For 2000, net interest costs incurred on construction projects were not material.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

I. LONG-TERM OBLIGATIONS

Long-term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. For other long-term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long-term debt account group. Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

Under Ohio law, a debt retirement fund must be created and used for the payment of all debt principal and interest. Generally accepted accounting principles provides for the allocation of the debt liability among the effected funds, and the general long-term obligations account group, with principal and interest payments on matured general obligation long-term debt being reported in the debt service fund. To comply with GAAP reporting requirements, the City's outstanding debt has been split among the appropriate funds and account group. Debt Service Fund resources used to pay both principal and interest have also been allocated accordingly.

J. CONTRIBUTED CAPITAL

Contributed capital represents donations by developers, contributions made by the City and assets whose construction was financed by special assessments. These assets are recorded at their fair market value on the date contributed and are not subject to repayment.

Prior to 1988, the City had not prepared its financial statements in accordance with generally accepted accounting principles. Therefore, the exact amount of contributed capital pertaining to years prior to 1988 cannot be determined. It has been the policy of the City to construct and acquire capital assets used in operations of the sewer fund with resources of the capital projects funds or through donations by developers. These assets are recorded as contributed capital in the accompanying combined financial statements.

K. RESERVES OF FUND EQUITY

Reserves of fund equity in governmental funds indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for encumbrances, inventory of supplies and materials, and advances to other funds.

L. 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. The accompanying financial statements generally reflect such transactions as operating transfers. Operating subsidies are also recorded as operating transfers.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

L. INTERFUND TRANSACTIONS (CONTINUED)

Nonrecurring and nonroutine transfers of equity between funds, capital contributions to the Enterprise Funds, the subsequent return of all or part of such contributions, and the transfer of residual balances of discontinued funds or projects to the General Fund, Capital Projects Fund, or Debt Service Funds (when financed with debt proceeds) are classified as residual equity transfers.

Transactions that constitute reimbursements for expenditures or expenses initially made from a fund that are properly allocable to another fund are recorded as expenditures or expenses in the reimbursing fund and as reductions of the expenditures and expenses in the fund that is reimbursed.

M. INTERGOVERNMENTAL REVENUES

In governmental funds, federal grants awarded on a non-reimbursement basis and federal entitlements are recorded as intergovernmental receivables and revenues when measurable and available. Federal reimbursable-type grants are recorded as intergovernmental receivables and revenues when the related liabilities are incurred.

N. MEMORANDUM ONLY - TOTAL COLUMNS ON COMBINED FINANCIAL STATEMENTS

Total columns on the Combined Statement Overview are captioned “(Memorandum Only)” to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 - ACCOUNTING AND FINANCIAL REPORTING FOR PROPRIETARY FUNDS

Under the guidelines 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.

NOTE 3 - DEPOSITS AND INVESTMENTS

The City’s Charter specifies that investments of the City will adhere to State statutes. Under these statutes, the Finance Director is responsible for selecting depositories and investing funds. The City, by statute, is to limit deposits and investments of City funds to insured demand deposit accounts, certificates of deposit, United States treasury bills, or obligations of other United States governmental agencies for which the principal and interest is guaranteed by the United States government, and repurchase agreements.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

Protection of City cash and investments is provided by the various federal deposit insurance corporations as well as qualified securities pledged by the institutions holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pooled collateral must equal at least 110% of public funds deposited. At least quarterly, the City determines that the collateral has a market value adequate to cover the deposits. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

Deposits. At year end, the carrying amount of the City's deposit was \$570,240 and the bank balance was \$1,974,430. Of the bank balance:

1. \$400,000 was covered by the federal depository insurance, by collateral held by the City or by collateral held by a qualified third party trustee in the name of the City.
2. \$1,574,430 was uninsured and uncollateralized as defined by the GASB because the collateral pledged by the financial institutions or their trust departments or agents is not in the City's name.

Investments. The City's investments are categorized below to give an indication of the level of risk assumed by the City at year-end. GASB Statement 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" requires that local governments disclose the carrying amounts and market value of investments, classified by risk.

The government's investments are categorized as either (1) insured or registered for which the securities are held by the government or its agent in the government's name, (2) uninsured and unregistered for which the securities are held by the broker's or dealer's trust department or agent in the government's name or (3) uninsured and unregistered for which the securities are held by the broker or dealer, or by its trust department or agent but not in the City's name.

| | <u>Category 3</u> | <u>Carrying Value</u> | <u>Fair Value</u> |
|---------------------------------------|----------------------|-----------------------|----------------------|
| Star Ohio | \$ - | \$ 5,835,200 | \$ 5,835,200 |
| Victory Federal Money Market Accounts | - | 8,995,584 | 8,995,584 |
| Repurchase Agreements | 510,000 | 510,000 | 510,000 |
| United States Government Securities | <u>48,176,524</u> | <u>48,176,524</u> | <u>48,176,524</u> |
| Total Investments | \$ <u>48,686,524</u> | \$ <u>63,517,308</u> | \$ <u>63,517,308</u> |

The classification of cash and cash equivalents, and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. Cash equivalents are defined as investments with original maturities of three months or less.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 3 - DEPOSITS AND INVESTMENTS (CONTINUED)

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

| | Cash and Cash <u>Equivalents</u> | <u>Investments</u> |
|--|-------------------------------------|----------------------|
| GASB 9 | \$ 64,087,548 | \$ - |
| Investments: | | |
| Star Ohio | (5,835,200) | 5,835,200 |
| Repurchase Agreement and Victory Federal Money Market Accounts | (9,505,584) | 9,505,584 |
| US Government Securities | <u>(48,176,524)</u> | <u>48,176,524</u> |
| GASB 3 | \$ <u>570,240</u> | \$ <u>63,517,308</u> |

Other investments of the City at December 31, 2000, consist of \$5,835,200 on deposit with the State Treasury Asset Reserve of Ohio (STAR Ohio), for which carrying value of both equals market value. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on December 31, 2000. The amounts invested with STAR Ohio and the Victory Federal Money market Accounts are not classified by risk categories because they are not evidenced by securities that exist in physical or book entry form as defined by GASB Statement No. 3.

NOTE 4 - INCOME TAX

The City levies and collects an income tax of 2.0% on all income earned within the City as well as on income of residents earned outside the City. In the latter case, the City allows a credit of 100% of the tax paid to another municipality, not to exceed the amount owed. Employers within the City are required to withhold income tax on employee earnings and remit the tax to the City at least monthly. Corporations and other individual taxpayers are also required to pay their estimated tax at least quarterly and file a final return annually.

The City, by ordinance, allocates income tax revenues and expenditures for collecting, administering, and enforcing the tax to the General and Capital Projects Funds. For financial statement purposes, the Income Tax Fund is combined with the General Fund. Income tax revenue and applicable expenditures are recorded in that fund and any transfers between those two funds are eliminated. Income tax revenue for 2000 on a GAAP basis was \$28,570,407. The actual cash collected in 2000 was \$28,543,447.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 5 - PROPERTY TAX

Property taxes include amounts levied against all real, public utility, and tangible personal property located in the City. Taxes collected on 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 state statute at 35 percent of appraised market value. All property is required to be reappraised every six years with an update every third year. The last reappraisal was completed in 1997. Real property taxes are payable annually or semiannually. The first payment is due December 31, with the remainder payable by June 20.

Taxes collected on tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently 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 semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property currently is assessed at 100 percent of its true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the City of Solon. The County Auditor periodically remits to the City its portion of the taxes collected.

The full tax rate for all City operations for the year ended December 31, 2000, was \$4.30 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2000 property tax receipts were based are as follows:

| <u>Category</u> | <u>Assessed Value</u> |
|-------------------|-----------------------|
| Real Estate | \$ 751,604,370 |
| Public Utility | 25,373,790 |
| Tangible Personal | <u>203,829,922</u> |
| Total | \$ <u>980,808,082</u> |

NOTE 6 - INTERGOVERNMENTAL RECEIVABLES

Receivables at December 31, 2000 consisted of taxes, intergovernmental receivables arising from grants, entitlements of shared revenues, special assessments and interest on investments. All receivables are considered fully collectible.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 6 - INTERGOVERNMENTAL RECEIVABLES (CONTINUED)

A summary of the principal items of intergovernmental receivables follows:

| <u>Fund Type/Fund</u> | <u>Amounts</u> |
|---|-------------------|
| General Fund | |
| Local Government Support | \$ 34,372 |
| Bureau of Workers Compensation | 136,114 |
| Liquor Tax | 4,915 |
| Fines | <u>14,072</u> |
| Total General Fund | <u>189,473</u> |
| Special Revenue Funds | |
| State Highway | |
| Permissive Tax | 264 |
| Gasoline Tax | 2,733 |
| Auto Reg. | 659 |
| Street Construction, Maintenance & Repair | |
| Permissive Tax | 3,253 |
| Gasoline Tax | 33,712 |
| Auto Reg. | 8,132 |
| Police Department Programs | |
| Grants | <u>14,244</u> |
| Total Special Revenue Fund | <u>62,997</u> |
| Capital Projects Fund | |
| Special Assessment Construction | |
| Ohio Water Development Authority (OWDA) | <u>233,598</u> |
| Expendable Trust Fund | |
| Law Enforcement Trust | |
| Fines | <u>1,840</u> |
| Total | \$ <u>487,908</u> |

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 7 - FIXED ASSETS

A. GENERAL FIXED ASSETS

Changes in general fixed assets during 2000 were as follows:

| | Balance 12/31/99 | Additions | Deletions | Balance 12/31/00 |
|----------------------------------|----------------------|---------------------|-----------------------|----------------------|
| Land | \$ 5,157,446 | \$ 505,977 | \$ - | \$ 5,663,423 |
| Land Improvements | 515,920 | 21,114 | - | 537,034 |
| Building & Building Improvements | 23,311,131 | 5,423,861 | - | 28,734,992 |
| Furniture, Fixtures & Equipment | 2,302,335 | 214,421 | (22,678) | 2,494,078 |
| Vehicles | 5,157,663 | 1,067,913 | (311,670) | 5,913,906 |
| Construction in Progress | 1,742,511 | - | (1,742,511) | - |
| | <u>\$ 38,187,006</u> | <u>\$ 7,233,286</u> | <u>\$ (2,076,859)</u> | <u>\$ 43,343,433</u> |

B. PROPRIETARY FIXED ASSETS

A summary of Proprietary Fund type property, plant and equipment at December 31, 2000 follows:

| | Balance 12/31/99 | Additions | Deletions | Balance 12/31/00 |
|----------------------------------|----------------------|-----------------------|---------------------|----------------------|
| Land | \$ 734,300 | \$ - | \$ - | \$ 734,300 |
| Land Improvements | 262,066 | - | - | 262,066 |
| Building & Building Improvements | 27,575,446 | 3,093 | - | 27,578,539 |
| Furniture, Fixtures & Equipment | 6,583,778 | 143,372 | (67,241) | 6,659,909 |
| Vehicles | 571,091 | 65,186 | (62,765) | 573,512 |
| Infrastructure | 62,777,088 | 1,102,596 | - | 63,879,684 |
| Construction in Progress | 895,480 | - | (895,480) | - |
| | 99,399,249 | 1,314,247 | (1,025,486) | 99,688,010 |
| Less: Accumulated Depreciation | (32,656,407) | (2,572,796) | 130,006 | (35,099,197) |
| Fixed Assets Net of Depreciation | <u>\$ 66,742,842</u> | <u>\$ (1,258,549)</u> | <u>\$ (895,480)</u> | <u>\$ 64,588,813</u> |

NOTE 8 - DEFINED BENEFIT PENSION PLANS

The City has implemented GASB No. 27 "Accounting for Pensions of State and Local Government Employees," which establishes standards for the measurement, recognition, and display of pension expense and related liabilities, assets and note disclosures in the financial reports of the state and local government employers.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM

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

Plan members are required to contribute 8.5 percent of their annual covered salary to fund pension obligations. For calendar year 2000, PERS instituted a temporary employer rate roll back for state and local governments. The 2000 employer pension contribution rate for the City was 6.54 percent of covered payroll, reduced for 9.35 percent in 1999. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to PERS for the years ended December 31, 2000, 1999 and 1998 were \$677,669, \$682,734 and \$584,725 respectively. The full amount has been contributed for 1999 and 1998. Ninety-four percent has been contributed for 2000 with the remainder being reported as a fund liability.

B. OHIO POLICE AND FIRE PENSION FUND

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple employer public employee retirement system administered by the OP&F's Board of Trustees. OP&F provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by the Ohio State Legislature and by Chapter 742 of the Ohio Revised Code. OP&F issues a publicly available financial report that includes financial information and required supplementary information. That report may be obtained by writing to the Ohio Police and Fire Pension Fund, 140 East Town Street, Columbus, Ohio 43215-5164.

Police and firefighters are required to contribute 10 percent of their annual covered salary to fund pension obligations and the City is required to contribute 12.25 percent for police and 16.75 percent for firefighters. For 1999, the City contributions were 12.5 percent for police and 17 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the OP&F for police and firefighters were \$672,807, \$720,239 and \$668,984 for the year's ended December 31, 2000, December 31, 1999 and December 31, 1998. The full amount has been contributed for 1999 and 1998. Seventy-three percent has been contributed for 2000 with the remainder being reported as a liability in the general long-term obligations account group.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 9 — POST-EMPLOYMENT BENEFITS

State statute provides that the City fund health care benefits as a post-employment benefit through employer contributions to PERS and OP&F.

A. PUBLIC EMPLOYEES RETIREMENT SYSTEM

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

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

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

The number of active contributing participants was 401,339. The City's actual contributions for 2000 which were used to fund postemployment benefits were \$207,051. The actual contribution and the actuarially required contribution amounts are the same. PERS's net assets available for payment of benefits at December 31, 1999 (the latest information available) were \$10,805.5 million. The actuarially accrued liability and the unfunded actuarial accrued liability were \$12,473.6 million and \$1,668.1 million, respectively.

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

B. OHIO POLICE AND FIRE PENSION FUND

The Ohio Police and Fire Pension Fund (OP&F) provides post-retirement 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 two-thirds basis.

The health care coverage provided by the retirement system is considered an Other Post-Employment Benefits (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Ohio Police and Fire Pension Fund's Board of Trustees to provide health care coverage and

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 9 — POST-EMPLOYMENT BENEFITS- (CONTINUED)

B. OHIO POLICE AND FIRE PENSION FUND – (CONTINUED)

states that health care costs paid from the Ohio Police and Fire Pension fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.5 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.25 percent of covered payroll was applied to the postemployment health care program during 2000. For 1999, the percent used to fund healthcare was 7 percent. 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 City's actual contributions for 2000 that were used to fund postemployment benefits were \$153,706 for police and \$185,469 for fire. The OP&F's total health care expenses for the year ended December 31, 1999, (the latest information available) were \$95,004,633, which was net of member contributions of \$5,518,098. The number of OP&F participants eligible to receive health care benefits as of December 31, 1999, was 12,467 for police and 9,807 for firefighters.

NOTE 10 - OTHER EMPLOYEE BENEFITS – COMPENSATED ABSENCES

In conformity with GASB Statement No. 16, the City accrues vacation and compensatory time benefits as earned by its employees if the leave is attributable to past service and it is probable that the City will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement. Likewise, the City accrues for sick pay benefits as earned by those employees who currently are eligible to receive termination payments as well as other employees who are expected to become eligible in the future. These compensated absences are measured using the pay rates in effect at December 31, 2000. Additionally, certain salary related payments associated with the payment of compensated absences have been accrued.

Vacation leave is earned at rates which vary depending upon length of service and standard work week. Accumulated vacation leave must be taken within twelve months after credited or be forfeited unless approved by Council by motion.

Sick leave is earned at the rate of 4.6 hours per eighty hours worked by each employee to a maximum of 15 days or 120 hours per year. Each employee with the City hired prior to December 31, 1988, is paid for up to 120 days or a maximum of 960 hours in full and one day for every three days of accumulated sick leave in excess of 120 days. Each employee with the City hired after December 31, 1988, is paid for up to 45 days or a maximum of 360 hours in full and one day for every four days of accumulated sick leave in excess of 45 days. This benefit is paid to an employee upon retirement under a pension plan resulting from his public employment, or his estate upon death. Sick leave benefits are accrued as a liability using the vesting method.

Various departments allow compensation time to be earned on the same basis as overtime in lieu of overtime. Compensation time is subject to the regulations of the Fair Labor Standards Act (FLSA).

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 10 - OTHER EMPLOYEE BENEFITS – COMPENSATED ABSENCES – (CONTINUED)

For governmental funds, the City provides a liability for unpaid accumulated sick leave, vacation time and compensation time for eligible employees in the period the employees become eligible to receive payment. The current portion of unpaid compensated absences is the amount to be paid using available expendable resources, and is reported as an accrued liability in the fund from which the individuals who have accumulated the unpaid compensated absences are paid. At December 31, 2000 this amount was \$315,915. The balance of the liability is reported in the General Long-Term Obligations Account Group at December 31, 2000 was \$1,699,867.

In proprietary funds, compensated absences are expensed when earned. The entire amount of unpaid compensated absences is reported as a fund liability. The liability for compensated absences in the proprietary fund at December 31, 2000 was \$945,800.

NOTE 11 - OUTSTANDING DEBT

A. SHORT-TERM DEBT

Notes payable at December 31, 2000, consist of the bond anticipatory note issues listed below. The outstanding issues are dated June 1, 2000 and are due on June 1, 2001.

A summary of all short-term debt activity for the year ended December 31, 2000 follows:

| | | | Balance December 31, 1999 | (Retired) Issued | Balance December 31, 2000 |
|-------|---------|---|---------------------------------|-----------------------|---------------------------------|
| 4.00% | 6-01-99 | Kruse Drive | \$ 2,425,000 | \$ (2,425,000) | \$ - |
| 5.10% | 6-01-00 | Kruse Drive | - | 2,475,000 | 2,475,000 |
| 3.60% | 6-15-99 | Municipal Service Center Improvement | 6,000,000 | (6,000,000) | - |
| 5.10% | 6-01-00 | Municipal Services | - | 4,000,000 | 4,000,000 |
| | | Total Short-Term Debt | \$ <u>8,425,000</u> | \$ <u>(1,950,000)</u> | \$ <u>6,475,000</u> |

By Ohio law, notes can be issued in anticipation of bond proceeds, special assessment bond proceeds and levies, or for up to 50% of anticipated revenue collections. There are also limitations on the number of times notes can be renewed.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

B. BONDED DEBT AND OTHER LONG-TERM OBLIGATIONS

Bonded debt and other long-term obligations payable activity for the year ended December 31, 2000 was as follows:

| | Balance December 31, <u>1999</u> | (Retired) Issued | Balance December 31, <u>2000</u> |
|--|--|-----------------------|--|
| <u>General Obligation Bonds</u> | | | |
| *12.25% 1982 Grantwood Park Improvements | \$ 165,000 | \$ (55,000) | \$ 110,000 |
| 12.25% 1982 Central Wastewater | 450,000 | (150,000) | 300,000 |
| 5.19% 1993 New City Hall Construction | 5,805,000 | (295,000) | 5,510,000 |
| 4.88% 1996 LTGO Refunding | 4,570,000 | (480,000) | 4,090,000 |
| 5.70% 1997 Library Building | <u>3,430,000</u> | <u>(115,000)</u> | <u>3,315,000</u> |
| Total General Obligation Bonds | \$ <u>14,420,000</u> | \$ <u>(1,095,000)</u> | \$ <u>13,325,000</u> |

* These General Obligation Bonds are voted bonds and are not included in the legal debt margin computation.

Special Assessment Bonds

| | | | |
|---|---------------------|---------------------|---------------------|
| 6.62% 1979 CBS Sanitary | \$ 17,000 | \$ (17,000) | \$ - |
| 8.62% 1980 Bruce Industrial Parkway | 40,000 | (40,000) | - |
| 8.25% 1985 Sherbrook Drive | 630,000 | (105,000) | 525,000 |
| 6.31% 1992 County Issued Miles Sewer | 876,500 | (84,896) | 791,604 |
| 5.72% 1992 Various Purpose Improvements | <u>3,290,000</u> | <u>(180,000)</u> | <u>3,110,000</u> |
| Total Special Assessment Bonds | \$ <u>4,853,500</u> | \$ <u>(426,896)</u> | \$ <u>4,426,604</u> |

Loans from State Agencies - Enterprise Fund Loans

| | | | |
|-------------------------------|-------------------|------------------|-------------------|
| 3.04% 1996 OWDA Loan 190SRF | \$ 16,050,942 | \$ (792,323) | \$ 15,258,619 |
| 4.30% 1993 OWDA Loan 181SRF | 2,673,790 | (142,956) | 2,530,834 |
| 6.25% 1977 OWDA Loan 896032 | 280,809 | (17,391) | 263,418 |
| 3.54% 1997 OWDA Loan 190SRFS* | <u>354,189</u> | <u>(16,794)</u> | <u>337,395</u> |
| Total Enterprise Fund Loans | <u>19,359,730</u> | <u>(969,464)</u> | <u>18,390,266</u> |

General Long-Term Debt Loans

| | | | |
|------------------------------------|----------------------|-----------------------|----------------------|
| 4.30% 1993 OWDA Loan 181SRF | \$ 1,943,398 | \$ (103,520) | \$ 1,839,878 |
| 0.00% 1996 OPWC Loan | 714,221 | (47,615) | 666,606 |
| 4.16% 1997 OWDA Loan 332SRF | 1,330,213 | (55,161) | 1,275,052 |
| 0.00% 1999 OPWC Loan | <u>182,467</u> | <u>(13,033)</u> | <u>169,434</u> |
| Total General Long-Term Debt Loans | <u>4,170,299</u> | <u>(219,329)</u> | <u>3,950,970</u> |
| Total OWDA and OPWC Loans | \$ <u>23,530,029</u> | \$ <u>(1,188,793)</u> | \$ <u>22,341,236</u> |

In 1996, the City defeased general obligation bonds issued by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. For financial reporting purposes, the debt has been considered defeased and therefore removed as a liability from the City's General Long-Term Debt Account Group. As of December 31, 2000, the amount of defeased debt outstanding amounted to \$4,570,000.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 11 - OUTSTANDING DEBT (CONTINUED)

C. OTHER LONG-TERM OBLIGATIONS

| | Balance December 31, <u>1999</u> | (Retired) <u>Issued</u> | Balance December 31, <u>2000</u> |
|--|--|----------------------------|--|
| Capitalized Lease Agreements American Financial Resources: Copier/Fax - Mayor's Office | \$ 548 | \$ (548) | \$ - |
| Accrued Compensated Absences | 2,884,908 | (1,185,041) | 1,699,867 |
| Accrued Pension | <u>94,561</u> | <u>277,360</u> | <u>365,921</u> |
| Total Other Long-Term Obligations | \$ <u>2,980,017</u> | \$ <u>(914,229)</u> | \$ <u>2,065,788</u> |
| Total All Long-Term Obligations | \$ <u>45,783,546</u> | \$ <u>(3,624,918)</u> | \$ <u>42,158,628</u> |

The City's overall legal debt margin was \$102,984,849 at December 31, 2000. The unvoted legal debt margin was \$53,944,445.

Principal and interest requirements to retire the long-term debt obligations outstanding at December 31, 2000 were as follows:

| | General Obligation Bonds | Special Assessment Bonds | OWDA Loans | OPWC Loans | Total |
|------------|--------------------------------|--------------------------------|----------------------|-------------------|----------------------|
| 2001 | \$ 1,865,825 | \$ 616,263 | \$ 1,890,742 | \$ 60,648 | \$ 4,433,478 |
| 2002 | 1,843,790 | 604,832 | 1,890,742 | 60,648 | 4,400,012 |
| 2003 | 1,628,562 | 600,619 | 1,890,742 | 60,648 | 4,180,571 |
| 2004 | 1,624,712 | 589,849 | 1,890,742 | 60,648 | 4,165,951 |
| 2005 | 1,627,015 | 577,912 | 1,890,742 | 60,648 | 4,156,317 |
| 2006-2010 | 6,063,515 | 2,337,909 | 9,453,169 | 303,240 | 18,157,833 |
| 2011-2015 | 3,503,785 | 940,471 | 8,411,840 | 229,560 | 13,085,656 |
| Thereafter | <u>324,825</u> | <u>-</u> | <u>109,930</u> | <u>-</u> | <u>434,755</u> |
| Total | \$ <u>18,482,029</u> | \$ <u>6,267,855</u> | \$ <u>27,428,649</u> | \$ <u>836,040</u> | \$ <u>53,014,573</u> |

Special assessment bonds are payable from the proceeds of assessments levied against the specific property owners who primarily benefited from the project. Special assessment monies will be received in and the debt will be retired through the Special Assessment Bond Retirement Debt Service Fund. In the event that property owners fail to make their special assessment payments, the City is responsible for providing the resources to meet the annual principal and interest payments.

General obligation bonds are the direct obligation of the City and will be paid from the Bond Retirement Debt Service Fund using property tax revenues. The OWDA and OPWC general long-term loans are being paid from the Bond Retirement Debt Service Fund. The OWDA enterprise fund loans are being paid from the Sewer Revenue Enterprise Fund.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 11 - OUTSTANDING DEBT (CONTINUED)

C. OTHER LONG-TERM OBLIGATIONS

The accrued pension and compensated absences payable will be paid by the fund from which the employee's salary is paid.

NOTE 12 - RISK MANAGEMENT - SHARED RISK POOL

The Northern Ohio Risk Management Association (NORMA) is jointly owned and operated by the Cities of Maple Heights, Bedford Heights, Eastlake, Highland Heights, Hudson, Mayfield Heights, Richmond Heights, Solon, and South Euclid and the Village of Chagrin Falls for the purpose of enabling its members to obtain property and liability insurance, including vehicles, and provide for a formalized, jointly administered self-insurance fund. The members formed a not-for-profit corporation known as NORMA, Inc. to administer the pool. NORMA is governed by a board of trustees that consists of the mayor from each of the participating members. Each entity must commit to the Association for terms of three years.

Each member provides operating resources to NORMA based on actuarially determined rates and shares in NORMA's equity based on the City's percentage of contributions. In the event of losses, the first \$2,500 of any valid claim will be paid by the member. The next payment, generally a maximum of \$150,000 per occurrence, will be paid from the self-insurance pool with any excess paid from the stop loss coverage carried by the pool. As of December 31, 2000, NORMA had an aggregate stop loss of \$750,000 per policy year. During 2000, the City's portion paid was \$186,336.

Any losses over these amounts would be the obligation of the individual member. If the aggregate claims paid by the pool exceed the available resources, the pool may require the members to make additional supplementary payments up to a maximum of the regular annual payment.

There were no reductions in insurance coverage from the previous year, nor have settlements exceeded insurance coverage in any of the prior three fiscal years.

For the year ended December 31, 2000, the percentage of contributions by the members and their equity interests are:

| | <u>Percentage</u> |
|--------------------------|-------------------|
| City of Bedford Heights | 14.18% |
| City of Eastlake | 10.71 |
| City of Highland Heights | 6.31 |
| City of Hudson | 11.22 |
| City of Maple Heights | 13.38 |
| City of Mayfield Heights | 8.66 |
| City of Richmond Heights | 5.25 |
| City of Solon | 16.20 |
| City of South Euclid | 10.52 |
| Village of Chagrin Falls | <u>3.57</u> |
| Total | <u>100.00%</u> |

The City continues to carry workers' compensation insurance through the State of Ohio and commercial insurance for employee health insurance.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 13 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains Enterprise Funds in which the operations are accounted for, financed and recorded in a manner similar to that of private enterprises whereby it is the City's intent that the costs of providing these goods or services be financed primarily through user charges.

Segment information for the Enterprise Funds is summarized as follows:

| | <u>Water Reclamation Operating Fund</u> | <u>Water Reclamation & Improvement Fund</u> | <u>Landfill Improvement</u> | <u>Grantwood Golf Course Fund</u> | <u>Forest Hills Waterline Loop</u> | <u>Total</u> |
|---|---|---|---------------------------------|---|--|--------------|
| Operating Revenues | \$ 4,552,061 | \$ 384,044 | \$ 3,500 | \$ 1,354,013 | \$ 964 | \$ 6,294,582 |
| Depreciation Expense | 2,386,162 | 111,688 | - | 74,946 | - | 2,572,796 |
| Operating Income (Loss) | (811,013) | 147,690 | (38,535) | (140,813) | 964 | (841,707) |
| Net Income (Loss) | (2,416,260) | 1,147,690 | (37,835) | (143,562) | 964 | (1,449,003) |
| As of December 31, 2000: | | | | | | |
| Cash Provided By (Used In) Operating Activities | 2,082,664 | 306,091 | (33,583) | 52,918 | 964 | 2,409,054 |
| Net Working Capital | 2,600,842 | 2,971,375 | 1,249,541 | (835,224) | 23,760 | 6,010,294 |
| Total Assets | 63,299,021 | 6,193,378 | 1,249,541 | 2,148,008 | 23,760 | 72,913,708 |
| Total Fund Equity | 43,826,814 | 6,061,362 | 1,249,541 | 1,047,364 | 23,760 | 52,208,841 |

NOTE 14 - MUNICIPAL SOLID WASTE LANDFILL

GASB No. 18, "Accounting for Municipal Solid Waste Landfill Closure and Postclosure Care Costs" establishes standards of accounting and financial reporting for municipal solid waste landfill (MSWLF) closure and postclosure care costs that are required to be incurred by federal, state or local laws or regulations. The City of Solon is exempt from this standard since the operator of the landfill is solely responsible for all costs, expenses and fees which may arise in connection with the operation, closure and postclosure care and monitoring as required by the Ohio Environmental Protection Agency regulations and permits of the Solon Landfill as it currently exists.

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance 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 and disbursements.

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING - (CONTINUED)

The Combined Statements of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual - All Governmental Fund Types and the Statement of Revenues, Expenses, and Changes in Fund Balance - Budget and Actual - All Proprietary Fund Types are 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 generally accepted accounting principles basis are identified as follows:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures/Expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, encumbrances are recorded as the equivalent of an expenditure (budget basis) as opposed to a reservation of fund balance for Governmental Funds, and note disclosure for Proprietary Funds (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the GAAP basis to the budget basis for the governmental funds and proprietary funds are as follows:

Excess of Revenues and Other Financing Sources Over (Under)
Expenditures and Other Financing Uses

| | <u>General</u> | <u>Special Revenue</u> | <u>Debt Service</u> | <u>Capital</u> | <u>Expendable Projects</u> |
|-------------------------------|---------------------|----------------------------|-------------------------|-----------------------|--------------------------------|
| <u>Trust</u> | | | | | |
| GAAP Basis | \$ 3,631,201 | \$ 4,590,751 | \$ 747,425 | \$ 5,602,033 | \$ 10,854 |
| Increase (Decrease) Due to: | | | | | |
| Revenue Accruals | (336,167) | (124,453) | 6,218,000 | (3,951,582) | (1,840) |
| Expenditure Accruals | 544,607 | (296,342) | (6,218,000) | (5,503,036) | - |
| Advance Out | - | (53,000) | - | - | - |
| Net Impact of Encumbrances on | | | | | |
| Budget Basis Expenditures | <u>(599,396)</u> | <u>(122,799)</u> | <u>-</u> | <u>(4,038,563)</u> | <u>(2,088)</u> |
| Budgetary Basis | <u>\$ 3,240,245</u> | <u>\$ 3,994,157</u> | <u>\$ 747,425</u> | <u>\$ (7,891,148)</u> | <u>\$ 6,926</u> |

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING - (CONTINUED)

| | <u>Enterprise Funds</u> |
|--|-----------------------------|
| <p style="text-align: center;">Excess Revenues Over (Under) Expenses, Advances and Transfers/Net Income (Loss)</p> | |
| Net Loss | \$ (1,449,003) |
| <u>Increase (Decrease) Due to:</u> | |
| Revenue Accruals | 214,086 |
| Expense Accruals | (636,207) |
| Decrease in Inventory | (31,462) |
| Depreciation Expense | 2,572,796 |
| Budget Basis Encumbrances | <u>(329,061)</u> |
| Budget Basis | \$ <u>341,149</u> |

NOTE 16 – ACCOUNTABILITY/COMPLIANCE

A. ACCOUNTABILITY

The following funds had deficit retained earnings as of December 31, 2000:

| | |
|----------------------------|---------------|
| <u>Enterprise Funds:</u> | |
| Water Reclamation Fund | \$ 48,965,250 |
| Grantwood Golf Course Fund | 899,429 |

The Water Reclamation Fund retained earnings deficit is the result of accumulated operating losses on a GAAP basis. Contributed capital of \$92,792,064 results in positive fund equity of \$43,826,814.

The Grantwood Golf Course Fund retained earnings deficit is the result of accumulated operating losses on a GAAP basis. Contributed capital of \$1,946,793 results in positive fund equity of \$1,047,364.

B. COMPLIANCE

Contrary to Section 5705.41B of the Ohio Revised Code, the following fund had expenditures plus encumbrances in excess of appropriations:

| <u>Fund/Function</u> | <u>Appropriations</u> | <u>Expenditures</u> | <u>Excess</u> |
|---|-----------------------|---------------------|---------------|
| Traffic Violations Special Revenue Fund | \$90,000 | \$98,272 | \$8,272 |

The Traffic Violations Fund is a revolving fund that records the receipts and expenditures of traffic violations money by journal entry for information purposes. The expenditures always equal the receipts in this fund,

CITY OF SOLON, OHIO

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2000

NOTE 16 – ACCOUNTABILITY/COMPLIANCE – (CONTINUED)

therefore no cash deficit occurs. In the year 2000, the receipts and expenditures were \$98,272. The appropriation amount of \$90,000 should have been amended according to the Director of Finance.

The Finance Department is considering eliminating this fund and receipting traffic violation money directly to the various funds designated to receive a share.

NOTE 17 – NORTHEAST OHIO PUBLIC ENERGY COUNCIL

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

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

NOTE 18 – SUBSEQUENT EVENTS

On May 24, 2001, the City issued Bond Anticipation Notes in the amount of \$4,300,000 at an interest rate of 3.25%. These notes are a rollover and a paydown of \$6,425,000 in notes outstanding at December 31, 2000. They will mature on May 24, 2002.

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**Financial Statements and Schedules of
Individual Funds and Account Groups**

CITY OF SOLON, OHIO

SPECIAL REVENUE FUNDS

Street Maintenance & Repair Fund

Accounts for 92.5% of the revenues from state license and gasoline taxes which are used for the repair and maintenance of City streets.

State Highway Improvement Fund

Accounts for 7.5% of the revenues from state license and gasoline taxes which are used for the repair and maintenance of state highways in the City.

Police Pension Fund

Accounts for .3 mills of property tax revenue and transfers of cash to this fund to pay the employer's share of the police pension system liability.

Fire Pension Fund

Accounts for .3 mills of property tax revenue and transfers of cash to this fund to pay the employer's share of the fire pension system liability.

Earned Interest Clearing Fund

Accounts for the receipt of all City treasury interest earnings and the distribution of those earnings in accordance with applicable legislation.

Cable TV Fund

Accounts for the receipt of cable television franchise fees for the activities of the Cable TV Commission, including a distribution of 50% to the Solon City Schools.

Traffic Violations Fund

Accounts for the receipt of traffic code violation fines and the distribution of those fines to the City of Solon and the State of Ohio.

Tree Planting Deposits Fund

Accounts for the receipts of deposits by developers for the purpose of purchasing and planting trees in the City.

Street Lighting Fund

Accounted for special assessments collected to pay the costs of electricity for street lighting. This fund is currently inactive.

Continued

CITY OF SOLON, OHIO

SPECIAL REVENUE FUNDS (CONTINUED)

Recreation Fund

Accounts for the receipt of recreation activity fees and transfers from other funds to pay for the cost of operating the City park and recreation programs.

Senior Services Fund

Accounts for the receipt of senior services activity fees and transfers from other funds to pay the cost of operating the senior services center and related programs.

Police Department Programs

Accounts for the receipt of grant money used to support the Police Department's D.A.R.E. Programs.

CITY OF SOLON, OHIO

COMBINING BALANCE SHEET – ALL SPECIAL REVENUE FUNDS

DECEMBER 31, 2000

| | <u>Street Maintenance & Repair</u> | <u>State Highway Improvement</u> | <u>Police Pension</u> | <u>Fire Pension</u> |
|--|--|--|---------------------------|-------------------------|
| <u>Assets</u> | | | | |
| Equity Pooled in Cash and Cash Equivalents | \$ 880,053 | \$ 9,269 | \$ 116,628 | \$ 145,337 |
| Receivables: | | | | |
| Taxes | - | - | 315,339 | 315,339 |
| Intergovernmental | 45,097 | 3,656 | - | - |
| Interfund | - | - | - | - |
| Accrued Interest | - | - | - | - |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total Assets | \$ <u>925,150</u> | \$ <u>12,925</u> | \$ <u>431,967</u> | \$ <u>460,676</u> |
| <u>Liabilities</u> | | | | |
| Accounts Payable | \$ - | \$ - | \$ - | \$ - |
| Accrued Wages and Benefits | - | - | - | - |
| Accrued Compensated Absences | - | - | - | - |
| Accrued Pension | - | - | - | - |
| Deferred Revenue | <u> </u> | <u> </u> | <u>212,904</u> | <u>212,904</u> |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total Liabilities | <u> </u> | <u> </u> | <u>212,904</u> | <u>212,904</u> |
| <u>Fund Equity and Other Credits</u> | | | | |
| Fund Balance: | | | | |
| Reserve for Encumbrances | - | - | - | - |
| Undesignated | <u>925,150</u> | <u>12,925</u> | <u>219,063</u> | <u>247,772</u> |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total Fund Equity and Other Credits | <u>925,150</u> | <u>12,925</u> | <u>219,063</u> | <u>247,772</u> |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total Liabilities, Fund Equity, and Other Credits | \$ <u>925,150</u> | \$ <u>12,925</u> | \$ <u>431,967</u> | \$ <u>460,676</u> |

| <u>Earned Interest Clearing</u> | <u>Cable TV</u> | <u>Traffic Violations</u> | <u>Tree Planting Deposits</u> | <u>Street Lighting</u> | <u>Recreation</u> |
|---|---------------------|-------------------------------|---------------------------------------|----------------------------|-------------------|
| \$ 7,973,764 | \$ 509,659 | \$ - | \$ 152,836 | \$ 377 | \$ 286,501 |
| - | - | - | - | - | - |
| - | - | - | - | - | - |
| 53,000 | - | - | - | - | - |
| <u>819,548</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| \$ <u>8,846,312</u> | \$ <u>509,659</u> | \$ <u>-</u> | \$ <u>152,836</u> | \$ <u>377</u> | \$ <u>286,501</u> |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ 34,663 |
| - | - | - | - | - | 6,093 |
| - | - | - | - | - | 17,616 |
| - | - | - | - | - | 2,649 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>61,021</u> |
| - | 7,407 | - | - | - | 75,464 |
| <u>8,846,312</u> | <u>502,252</u> | <u>-</u> | <u>152,836</u> | <u>377</u> | <u>150,016</u> |
| <u>8,846,312</u> | <u>509,659</u> | <u>-</u> | <u>152,836</u> | <u>377</u> | <u>225,480</u> |
| \$ <u>8,846,312</u> | \$ <u>509,659</u> | \$ <u>-</u> | \$ <u>152,836</u> | \$ <u>377</u> | \$ <u>286,501</u> |

Continued

CITY OF SOLON, OHIO

COMBINING BALANCE SHEET – ALL SPECIAL REVENUE FUNDS (CONTINUED)

DECEMBER 31, 2000

| | <u>Senior Services</u> | <u>Police Department Programs</u> | <u>Total</u> |
|--|----------------------------|---|----------------------|
| <u>Assets</u> | | | |
| Equity Pooled in Cash and Cash Equivalents | \$ 34,463 | \$ 150,538 | \$ 10,259,425 |
| Receivables: | | | |
| Taxes | - | - | 630,678 |
| Intergovernmental | - | 14,244 | 62,997 |
| Interfund | - | - | 53,000 |
| Accrued Interest | - | - | 819,548 |
| | <u> </u> | <u> </u> | <u> </u> |
| Total Assets | \$ <u>34,463</u> | \$ <u>164,782</u> | \$ <u>11,825,648</u> |
| <u>Liabilities</u> | | | |
| Accounts Payable | \$ 408 | \$ - | \$ 35,071 |
| Accrued Wages and Benefits | - | - | 6,093 |
| Accrued Compensated Absences | 1,296 | - | 18,912 |
| Accrued Pension | - | - | 2,649 |
| Deferred Revenue | - | - | 425,808 |
| | <u> </u> | <u> </u> | <u> </u> |
| Total Liabilities | <u>1,704</u> | <u>-</u> | <u>488,533</u> |
| <u>Fund Equity and Other Credits</u> | | | |
| Fund Balance: | | | |
| Reserve for Encumbrances | 8,346 | - | 91,217 |
| Unreserved; Undesignated | 24,413 | 164,782 | 11,245,898 |
| | <u> </u> | <u> </u> | <u> </u> |
| Total Fund Equity and Other Credits | <u>32,759</u> | <u>164,782</u> | <u>11,337,115</u> |
| | | | |
| Total Liabilities, Fund Equity, and Other Credits | \$ <u>34,463</u> | \$ <u>164,782</u> | \$ <u>11,825,648</u> |

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CITY OF SOLON, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – ALL SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Street Maintenance & Repair</u> | <u>State Highway Improvement</u> | <u>Police Pension</u> | <u>Fire Pension</u> |
|--|--|--|---------------------------|-------------------------|
| <u>Revenue</u> | | | | |
| Property Taxes | \$ - | \$ - | \$ 267,643 | \$ 267,643 |
| Intergovernmental | 614,900 | 49,855 | 27,718 | 27,718 |
| Charges for Services | - | - | - | - |
| Licenses and Permits | - | - | - | - |
| Fines and Forfeitures | - | - | - | - |
| Investment Income | - | - | - | - |
| Miscellaneous Income | - | - | - | - |
| Total Revenues | <u>614,900</u> | <u>49,855</u> | <u>295,361</u> | <u>295,361</u> |
| <u>Expenditures</u> | | | | |
| Current Operations and Maintenance: | | | | |
| Security of Persons and Property | - | - | 309,414 | 396,136 |
| Leisure Time Activities | - | - | - | - |
| Transportation | 450,000 | 49,000 | - | - |
| General Government | - | - | - | - |
| Total Expenditures | <u>450,000</u> | <u>49,000</u> | <u>309,414</u> | <u>396,136</u> |
| Excess of Revenues Over (Under) Expenditures | 164,900 | 855 | (14,053) | (100,775) |
| <u>Other Financing Sources (Uses)</u> | | | | |
| Operating Transfers - In | <u>-</u> | <u>-</u> | <u>200,000</u> | <u>335,000</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 164,900 | 855 | 185,947 | 234,225 |
| Fund Balance at Beginning of Year | <u>760,250</u> | <u>12,070</u> | <u>33,116</u> | <u>13,547</u> |
| Fund Balance at End of Year | \$ <u>925,150</u> | \$ <u>12,925</u> | \$ <u>219,063</u> | \$ <u>247,772</u> |

| <u>Earned Interest Clearing</u> | <u>Cable TV</u> | <u>Traffic Violations</u> | <u>Tree Planting Deposits</u> | <u>Street Lighting</u> | <u>Recreation</u> |
|---|---------------------|-------------------------------|---------------------------------------|----------------------------|-------------------|
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - |
| - | - | - | - | - | - |
| - | - | - | - | - | 674,275 |
| - | 121,539 | - | - | - | - |
| - | - | 98,272 | - | - | - |
| 3,807,202 | - | - | - | - | - |
| - | <u>24,000</u> | - | <u>23,400</u> | - | <u>57,014</u> |
| <u>3,807,202</u> | <u>145,539</u> | <u>98,272</u> | <u>23,400</u> | <u>-</u> | <u>731,289</u> |
| - | - | - | - | - | 2,649 |
| - | 79,718 | - | - | - | 1,796,967 |
| - | - | - | - | - | - |
| - | - | <u>98,272</u> | - | - | - |
| - | <u>79,718</u> | <u>98,272</u> | - | - | <u>1,799,616</u> |
| 3,807,202 | 65,821 | - | 23,400 | - | (1,068,327) |
| - | - | - | - | - | <u>1,160,000</u> |
| 3,807,202 | 65,821 | - | 23,400 | - | 91,673 |
| <u>5,039,110</u> | <u>443,838</u> | <u>-</u> | <u>129,436</u> | <u>377</u> | <u>133,807</u> |
| \$ <u>8,846,312</u> | \$ <u>509,659</u> | \$ <u>-</u> | \$ <u>152,836</u> | \$ <u>377</u> | \$ <u>225,480</u> |

Continued

CITY OF SOLON, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – ALL SPECIAL REVENUE FUNDS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Senior Services</u> | <u>Police Department Programs</u> | <u>Total</u> |
|---|----------------------------|---|----------------------|
| <u>Revenue</u> | | | |
| Property Taxes | \$ - | \$ - | \$ 535,286 |
| Intergovernmental | - | 14,636 | 734,827 |
| Charges for Services | 60,637 | - | 734,912 |
| Licenses and Permits | - | - | 121,539 |
| Fines and Forfeitures | - | - | 98,272 |
| Investment Income | - | - | 3,807,202 |
| Miscellaneous Income | 30,983 | - | 135,397 |
| Total Revenues | <u>91,620</u> | <u>14,636</u> | <u>6,167,435</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | 2,731 | 15,870 | 726,800 |
| Leisure Time Activities | 438,354 | - | 2,315,039 |
| Transportation | - | - | 499,000 |
| General Government | <u>11,573</u> | <u>-</u> | <u>109,845</u> |
| Total Expenditures | <u>452,658</u> | <u>15,870</u> | <u>3,650,684</u> |
| Excess of Revenues Over (Under) Expenditures | (361,038) | (1,234) | 2,516,751 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | <u>379,000</u> | <u>-</u> | <u>2,074,000</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 17,962 | (1,234) | 4,590,751 |
| Fund Balance at Beginning of Year | <u>14,797</u> | <u>166,016</u> | <u>6,746,364</u> |
| Fund Balance at End of Year | \$ <u>32,759</u> | \$ <u>164,782</u> | \$ <u>11,337,115</u> |

CITY OF SOLON, OHIO

STREET MAINTENANCE AND REPAIR SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|--------------------------|--------------------------|--|
| <u>Revenues</u> | | | |
| Intergovernmental | \$ <u>450,000</u> | \$ <u>613,890</u> | \$ <u>163,890</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Transportation | <u>1,000,000</u> | <u>450,000</u> | <u>550,000</u> |
| Excess of Revenues Over (Under) Expenditures | (550,000) | 163,890 | 713,890 |
| Fund Balance at Beginning of the Year | <u>716,163</u> | <u>716,163</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>166,163</u></u> | \$ <u><u>880,053</u></u> | \$ <u><u>713,890</u></u> |

CITY OF SOLON, OHIO

STATE HIGHWAY IMPROVEMENT SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|------------------------|--|
| <u>Revenues</u> | | | |
| Intergovernmental | \$ <u>60,000</u> | \$ <u>49,774</u> | \$ <u>(10,226)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Transportation | <u>50,000</u> | <u>49,000</u> | <u>1,000</u> |
| Excess of Revenues Over (Under) Expenditures | 10,000 | 774 | (9,226) |
| Fund Balance at Beginning of the Year | <u>8,495</u> | <u>8,495</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>18,495</u></u> | \$ <u><u>9,269</u></u> | \$ <u><u>(9,226)</u></u> |

CITY OF SOLON, OHIO

POLICE PENSION SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|------------------|-------------------|--|
| <u>Revenues</u> | | | |
| Property Taxes | \$ 266,639 | \$ 267,643 | \$ 1,004 |
| Intergovernmental | <u>27,600</u> | <u>27,718</u> | <u>118</u> |
| Total | <u>294,239</u> | <u>295,361</u> | <u>1,122</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | <u>480,000</u> | <u>427,330</u> | <u>52,670</u> |
| Excess of Revenues Over (Under) Expenditures | (185,761) | (131,969) | 53,792 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | <u>200,000</u> | <u>200,000</u> | <u>-</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 14,239 | 68,031 | 53,792 |
| Fund Balance at Beginning of the Year | <u>48,597</u> | <u>48,597</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>62,836</u> | \$ <u>116,628</u> | \$ <u>53,792</u> |

CITY OF SOLON, OHIO

FIRE PENSION SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|------------------|-------------------|--|
| <u>Revenues</u> | | | |
| Property Taxes | \$ 266,639 | \$ 267,643 | \$ 1,004 |
| Intergovernmental | <u>27,600</u> | <u>27,718</u> | <u>118</u> |
| Total | <u>294,239</u> | <u>295,361</u> | <u>1,122</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | <u>620,000</u> | <u>561,044</u> | <u>58,956</u> |
| Excess of Revenues Over (Under) Expenditures | (325,761) | (265,683) | 60,078 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | <u>335,000</u> | <u>335,000</u> | <u>-</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 9,239 | 69,317 | 60,078 |
| Fund Balance at Beginning of the Year | <u>76,020</u> | <u>76,020</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>85,259</u> | \$ <u>145,337</u> | \$ <u>60,078</u> |

CITY OF SOLON, OHIO

EARNED INTEREST CLEARING SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|----------------------------|----------------------------|--|
| <u>Revenues</u> | | | |
| Investment Income | \$ <u>2,000,000</u> | \$ <u>3,647,220</u> | \$ <u>1,647,220</u> |
| Excess of Revenues Over (Under) Expenditures | 2,000,000 | 3,647,220 | 1,647,220 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Advance - Out | <u>(53,000)</u> | <u>(53,000)</u> | <u>-</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 1,947,000 | 3,594,220 | 1,647,220 |
| Fund Balance at Beginning of the Year | <u>5,235,151</u> | <u>5,235,151</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>7,182,151</u></u> | \$ <u><u>8,829,371</u></u> | \$ <u><u>1,647,220</u></u> |

CITY OF SOLON, OHIO

CABLE TV SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------|-------------------|--|
| <u>Revenues</u> | | | |
| Licenses and Permits | \$ 130,222 | \$ 158,024 | \$ 27,802 |
| Miscellaneous Income | 19,778 | 24,000 | 4,222 |
| Total Revenues | <u>150,000</u> | <u>182,024</u> | <u>32,024</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Leisure Time Activities | <u>275,219</u> | <u>138,309</u> | <u>136,910</u> |
| Excess of Revenues Over (Under) Expenditures | (125,219) | 43,715 | 168,934 |
| Fund Balance at Beginning of the Year | 458,537 | 458,537 | - |
| Reserve for Encumbrances | <u>7,407</u> | <u>7,407</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>340,725</u> | \$ <u>509,659</u> | \$ <u>168,934</u> |

CITY OF SOLON, OHIO

TRAFFIC VIOLATIONS SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|--------------------|--|
| <u>Revenues</u> | | | |
| Fines and Forfeitures | \$ <u>110,000</u> | \$ <u>98,272</u> | \$ <u>(11,728)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| General Government | <u>90,000</u> | <u>98,272</u> | <u>(8,272)</u> |
| Excess of Revenues Over (Under) Expenditures | 20,000 | - | (20,000) |
| Fund Balance at Beginning of the Year | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>20,000</u></u> | \$ <u><u>-</u></u> | \$ <u><u>(20,000)</u></u> |

CITY OF SOLON, OHIO

TREE PLANTING DEPOSITS SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|--------------------------|--|
| <u>Revenues</u> | | | |
| Miscellaneous Income | \$ <u>25,000</u> | \$ <u>23,400</u> | \$ <u>(1,600)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| General Government | <u>100,000</u> | <u>-</u> | <u>100,000</u> |
| Excess of Revenues Over (Under) Expenditures | (75,000) | 23,400 | 98,400 |
| Fund Balance at Beginning of the Year | <u>129,436</u> | <u>129,436</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>54,436</u></u> | \$ <u><u>152,836</u></u> | \$ <u><u>98,400</u></u> |

CITY OF SOLON, OHIO

STREET LIGHTING SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-----------------|---------------|--|
| <u>Revenues</u> | | | |
| Miscellaneous Income | \$ <u>8,000</u> | \$ <u>-</u> | \$ <u>(8,000)</u> |
| Excess of Revenues Over (Under) Expenditures | <u>8,000</u> | <u>-</u> | <u>(8,000)</u> |
| Fund Balance at Beginning of the Year | <u>377</u> | <u>377</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>8,377</u> | \$ <u>377</u> | \$ <u>(8,000)</u> |

CITY OF SOLON, OHIO

RECREATION SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|-------------------|-------------------|--|
| <u>Revenues</u> | | | |
| Charges for Services | \$ 669,626 | \$ 674,276 | \$ 4,650 |
| Miscellaneous Income | <u>56,621</u> | <u>57,014</u> | <u>393</u> |
| Total Revenues | <u>726,247</u> | <u>731,290</u> | <u>5,043</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Leisure Time Activities | <u>1,878,726</u> | <u>1,870,704</u> | <u>8,022</u> |
| Excess of Revenues Over (Under) Expenditures | (1,152,479) | (1,139,414) | 13,065 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | <u>1,152,003</u> | <u>1,160,000</u> | <u>7,997</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | (476) | 20,586 | 21,062 |
| Fund Balance at Beginning of the Year | 158,869 | 158,869 | - |
| Reserve for Encumbrances | <u>107,046</u> | <u>107,046</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>265,439</u> | \$ <u>286,501</u> | \$ <u>21,062</u> |

CITY OF SOLON, OHIO

SENIOR SERVICES SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|------------------|------------------|--|
| <u>Revenues</u> | | | |
| Charges for Services | \$ 63,879 | \$ 60,637 | \$ (3,242) |
| Miscellaneous Income | <u>33,204</u> | <u>30,983</u> | <u>(2,221)</u> |
| Total Revenues | <u>97,083</u> | <u>91,620</u> | <u>(5,463)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | 5,000 | 4,834 | 166 |
| Leisure Time Activities | 476,843 | 442,893 | 33,950 |
| General Government | <u>12,600</u> | <u>11,573</u> | <u>1,027</u> |
| Total Expenditures | <u>494,443</u> | <u>459,300</u> | <u>35,143</u> |
| Excess of Revenues Over (Under) Expenditures | (397,360) | (367,680) | 29,680 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | <u>399,263</u> | <u>379,000</u> | <u>(20,263)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 1,903 | 11,320 | 9,417 |
| Fund Balance at Beginning of the Year | 14,797 | 14,797 | - |
| Reserve for Encumbrances | <u>8,346</u> | <u>8,346</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>25,046</u> | \$ <u>34,463</u> | \$ <u>9,417</u> |

CITY OF SOLON, OHIO

POLICE DEPARTMENT PROGRAMS SPECIAL REVENUE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|--------------------------|--|
| <u>Revenues</u> | | | |
| Intergovernmental | \$ <u>15,000</u> | \$ <u>14,774</u> | \$ <u>(226)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | <u>116,000</u> | <u>15,870</u> | <u>100,130</u> |
| Excess of Revenues Over (Under) Expenditures | (101,000) | (1,096) | 99,904 |
| Fund Balance at Beginning of the Year | <u>151,634</u> | <u>151,634</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>50,634</u></u> | \$ <u><u>150,538</u></u> | \$ <u><u>99,904</u></u> |

CITY OF SOLON, OHIO

TOTAL – SPECIAL REVENUE FUNDS

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|---------------------|----------------------|--|
| <u>Revenues</u> | | | |
| Property Taxes | \$ 533,278 | \$ 535,286 | \$ 2,008 |
| Intergovernmental | 580,200 | 733,874 | 153,674 |
| Charges for Services | 733,505 | 734,913 | 1,408 |
| Licenses and Permits | 130,222 | 158,024 | 27,802 |
| Fines and Forfeitures | 110,000 | 98,272 | (11,728) |
| Investment Income | 2,000,000 | 3,647,220 | 1,647,220 |
| Miscellaneous Income | <u>142,603</u> | <u>135,397</u> | <u>(7,206)</u> |
| Total Revenues | <u>4,229,808</u> | <u>6,042,986</u> | <u>1,813,178</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | 1,221,000 | 1,009,078 | 211,922 |
| Leisure Time Activities | 2,630,788 | 2,451,906 | 178,882 |
| Transportation | 1,050,000 | 499,000 | 551,000 |
| General Government | <u>202,600</u> | <u>109,845</u> | <u>92,755</u> |
| Total Expenditures | <u>5,104,388</u> | <u>4,069,829</u> | <u>1,034,559</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(874,580)</u> | <u>1,973,157</u> | <u>2,847,737</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | 2,086,266 | 2,074,000 | (12,266) |
| Advance - Out | <u>(53,000)</u> | <u>(53,000)</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>2,033,266</u> | <u>2,021,000</u> | <u>(12,266)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 1,158,686 | 3,994,157 | 2,835,471 |
| Fund Balance at Beginning of the Year | 6,998,076 | 6,998,076 | - |
| Reserve for Encumbrances | <u>122,799</u> | <u>122,799</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>8,279,561</u> | \$ <u>11,115,032</u> | \$ <u>2,835,471</u> |

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CITY OF SOLON, OHIO

CAPITAL PROJECTS FUNDS

Infrastructure Fund

Accounts for the receipt of one-fourth (25%) of the City income tax approved by voters for the purpose of paying the costs to construct, reconstruct and maintain City-owned infrastructure.

Safety and Service Equipment Levy Fund

Accounts for the receipt of a voter-approved one half mill levy for the purchase of police, fire and service department equipment.

Community Center Fund

Accounts for transfers from other funds and future sale of debt for paying the cost of the new Community Center scheduled to begin construction in early 2002.

Street Improvements Fund

Accounts for transfer from other funds and the sale of debt for the purpose of paying the cost of special assessment improvement projects.

Old City Hall Renovation Fund

Accounts for receipt of grant money used to renovate the old Solon City Hall.

Building Construction Fund

Accounts for the transfers from other funds and the sale of debt for the purpose of paying the cost to build and construct various City buildings.

General Capital Improvement Fund

Accounts for the transfers from other funds for the purpose of purchasing land, buildings, vehicles and equipment.

CITY OF SOLON, OHIO

COMBINING BALANCE SHEET – ALL CAPITAL PROJECTS FUNDS

DECEMBER 31, 2000

| | <u>Infrastructure</u> | <u>Safety and Service Equipment Levy</u> | <u>Community Center</u> |
|--|-----------------------|--|-----------------------------|
| <u>Assets</u> | | | |
| Equity Pooled in Cash and Cash Equivalents | \$ 15,244,721 | \$ 1,043,025 | \$ 819,502 |
| Receivables: | | | |
| Taxes | 644,989 | 460,717 | - |
| Intergovernmental | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Assets | \$ <u>15,889,710</u> | \$ <u>1,503,742</u> | \$ <u>819,502</u> |
| <u>Liabilities</u> | | | |
| Accounts Payable | \$ 908,724 | \$ 30,794 | \$ - |
| Interfund Payable | 1,360,000 | - | - |
| Deferred Revenue | - | 302,228 | - |
| Accrued Interest Payable | - | - | - |
| Notes Payable | <u>-</u> | <u>-</u> | <u>-</u> |
| Total Liabilities | <u>2,268,724</u> | <u>333,022</u> | <u>-</u> |
| <u>Fund Equity and Other Credits</u> | | | |
| Fund Balance: | | | |
| Reserve for Encumbrances | 2,106,872 | 35,040 | 502,945 |
| Undesignated | <u>11,514,114</u> | <u>1,135,680</u> | <u>316,557</u> |
| Total Fund Equity and Other Credits | <u>13,620,986</u> | <u>1,170,720</u> | <u>819,502</u> |
| Total Liabilities, Fund Equity, and Other Credits | \$ <u>15,889,710</u> | \$ <u>1,503,742</u> | \$ <u>819,502</u> |

| <u>Street Improvements</u> | <u>Old City Hall Hall Renovation</u> | <u>Building Construction</u> | <u>General Capital Improvement</u> | <u>Total</u> |
|--------------------------------|--|----------------------------------|--|----------------------|
| \$ 482,272 | \$ 974,960 | \$ 226,895 | \$ 7,270,241 | \$ 26,061,616 |
| - | - | - | - | 1,105,706 |
| <u>233,598</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>233,598</u> |
| \$ <u>715,870</u> | \$ <u>974,960</u> | \$ <u>226,895</u> | \$ <u>7,270,241</u> | \$ <u>27,400,920</u> |
| | | | | |
| \$ 33,067 | \$ 83,190 | \$ - | \$ 12,458 | \$ 1,068,233 |
| - | - | - | - | 1,360,000 |
| - | - | - | - | 302,228 |
| 74,006 | - | - | 119,605 | 193,611 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>107,073</u> | <u>83,190</u> | <u>-</u> | <u>132,063</u> | <u>2,924,072</u> |
| | | | | |
| 981,196 | - | 3,312 | - | 3,629,365 |
| <u>(372,399)</u> | <u>891,770</u> | <u>223,583</u> | <u>7,138,178</u> | <u>20,847,483</u> |
| <u>608,797</u> | <u>891,770</u> | <u>226,895</u> | <u>7,138,178</u> | <u>24,476,848</u> |
| \$ <u>715,870</u> | \$ <u>974,960</u> | \$ <u>226,895</u> | \$ <u>7,270,241</u> | \$ <u>27,400,920</u> |

CITY OF SOLON, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – ALL CAPITAL PROJECTS FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Infrastructure</u> | <u>Safety and Service Equipment Levy</u> | <u>Community Center</u> |
|--|-----------------------|--|-----------------------------|
| <u>Revenue</u> | | | |
| Property Taxes | \$ - | \$ 428,208 | \$ - |
| Municipal Income Taxes | 7,142,601 | - | - |
| Intergovernmental | - | 43,696 | 300,000 |
| Investment Income | - | - | - |
| Miscellaneous Income | 40 | - | - |
| Total Revenues | <u>7,142,641</u> | <u>471,904</u> | <u>300,000</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Basic Utility Services | - | - | - |
| Transportation | - | 158,625 | - |
| General Government | 307,739 | - | - |
| Capital Outlay | 5,159,108 | 901,015 | 542,801 |
| Debt Service: | | | |
| Principal Retirement | 60,648 | - | - |
| Interest and Fiscal Charges | - | - | - |
| Total Expenditures | <u>5,527,495</u> | <u>1,059,640</u> | <u>542,801</u> |
| Excess of Revenues Over (Under) Expenditures | <u>1,615,146</u> | <u>(587,736)</u> | <u>(242,801)</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Proceeds of Notes | - | - | - |
| Operating Transfers - In | - | 200,000 | - |
| Operating Transfers - Out | - | - | - |
| Total Other Financing Sources (Uses) | <u>-</u> | <u>200,000</u> | <u>-</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 1,615,146 | (387,736) | (242,801) |
| Fund Balance (Deficit) at Beginning of Year | <u>12,005,840</u> | <u>1,558,456</u> | <u>1,062,303</u> |
| Fund Balance at End of Year | \$ <u>13,620,986</u> | \$ <u>1,170,720</u> | \$ <u>819,502</u> |

| <u>Street Improvements</u> | <u>Old City Hall Hall Renovation</u> | <u>Building Construction</u> | <u>General Capital Improvement</u> | <u>Total</u> |
|--------------------------------|--|----------------------------------|--|----------------------|
| \$ - | \$ - | \$ - | \$ - | \$ 428,208 |
| - | - | - | - | 7,142,601 |
| - | 675,000 | - | - | 1,018,696 |
| - | - | 1,221 | - | 1,221 |
| - | - | 1,968 | 17,954 | 19,962 |
| <u>-</u> | <u>675,000</u> | <u>3,189</u> | <u>17,954</u> | <u>8,610,688</u> |
| 186,419 | - | - | - | 186,419 |
| 2,300 | - | - | - | 160,925 |
| - | - | - | - | 307,739 |
| 6,624 | 83,230 | 55,202 | 2,933,862 | 9,681,842 |
| - | - | - | - | 60,648 |
| <u>66,241</u> | <u>-</u> | <u>-</u> | <u>219,841</u> | <u>286,082</u> |
| <u>261,584</u> | <u>83,230</u> | <u>55,202</u> | <u>3,153,703</u> | <u>10,683,655</u> |
| <u>(261,584)</u> | <u>591,770</u> | <u>(52,013)</u> | <u>(3,135,749)</u> | <u>(2,072,967)</u> |
| 2,475,000 | - | - | 4,000,000 | 6,475,000 |
| 4,664 | - | - | 1,000,000 | 1,204,664 |
| <u>(4,664)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(4,664)</u> |
| <u>2,475,000</u> | <u>-</u> | <u>-</u> | <u>5,000,000</u> | <u>7,675,000</u> |
| 2,213,416 | 591,770 | (52,013) | 1,864,251 | 5,602,033 |
| <u>(1,604,619)</u> | <u>300,000</u> | <u>278,908</u> | <u>5,273,927</u> | <u>18,874,815</u> |
| \$ <u>608,797</u> | \$ <u>891,770</u> | \$ <u>226,895</u> | \$ <u>7,138,178</u> | \$ <u>24,476,848</u> |

CITY OF SOLON, OHIO

INFRASTRUCTURE CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|---------------------|----------------------|--|
| <u>Revenues</u> | | | |
| Municipal Income Taxes | \$ 6,775,000 | \$ 7,135,862 | \$ 360,862 |
| Miscellaneous Income | - | 55,196 | 55,196 |
| Total Revenues | <u>6,775,000</u> | <u>7,191,058</u> | <u>416,058</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| General Government | 294,209 | 309,401 | (15,192) |
| Capital Outlay | 12,362,088 | 7,298,546 | 5,063,542 |
| Debt Service: | | | |
| Principal Retirement | <u>60,650</u> | <u>60,648</u> | <u>2</u> |
| Total Expenditures | <u>12,716,947</u> | <u>7,668,595</u> | <u>5,048,352</u> |
| Excess of Revenues Over (Under) Expenditures | (5,941,947) | (477,537) | 5,464,410 |
| Fund Balance at Beginning of the Year | 13,297,905 | 13,297,905 | - |
| Reserve for Encumbrances | <u>2,424,353</u> | <u>2,424,353</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>9,780,311</u> | \$ <u>15,244,721</u> | \$ <u>5,464,410</u> |

CITY OF SOLON, OHIO

SAFETY AND SERVICE EQUIPMENT LEVY CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|-------------------|---------------------|--|
| <u>Revenues</u> | | | |
| Property Taxes | \$ 426,485 | \$ 428,208 | \$ 1,723 |
| Intergovernmental | <u>43,523</u> | <u>43,696</u> | <u>173</u> |
| Total Revenue | 470,008 | 471,904 | 1,896 |
| | | | |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Transportation | 168,100 | 158,625 | 9,475 |
| Capital Outlay | <u>1,044,895</u> | <u>951,452</u> | <u>93,443</u> |
| Total Expenditures | <u>1,212,995</u> | <u>1,110,077</u> | <u>102,918</u> |
| | | | |
| Excess of Revenues Over (Under) Expenditures | (742,987) | (638,173) | 104,814 |
| | | | |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | <u>200,000</u> | <u>200,000</u> | <u>-</u> |
| | | | |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | (542,987) | (438,173) | 104,814 |
| | | | |
| Fund Balance at Beginning of the Year | 1,399,967 | 1,399,967 | - |
| | | | |
| Reserve for Encumbrances | <u>81,231</u> | <u>81,231</u> | <u>-</u> |
| | | | |
| Fund Balance at End of Year | \$ <u>938,211</u> | \$ <u>1,043,025</u> | \$ <u>104,814</u> |

CITY OF SOLON, OHIO

COMMUNITY CENTER CAPITAL PROJECTS FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|--------------------------|--|
| <u>Revenues</u> | | | |
| Intergovernmental | \$ <u>-</u> | \$ <u>300,000</u> | \$ <u>300,000</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Capital Outlay | <u>1,652,945</u> | <u>1,148,822</u> | <u>504,123</u> |
| Excess of Revenues Over (Under) Expenditures | (1,652,945) | (848,822) | 804,123 |
| Fund Balance at Beginning of the Year | 1,165,379 | 1,165,379 | - |
| Reserve for Encumbrances | <u>502,945</u> | <u>502,945</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>15,379</u></u> | \$ <u><u>819,502</u></u> | \$ <u><u>804,123</u></u> |

CITY OF SOLON, OHIO

STREET IMPROVEMENTS CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|---------------------|--------------------|--|
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Basic Utility Services | \$ 516,902 | \$ 420,254 | \$ 96,648 |
| Transportation | 2,500 | 2,500 | - |
| Capital Outlay | 6,700 | 6,624 | 76 |
| Debt Service: | | | |
| Principal Retirement | 2,425,000 | 2,425,000 | - |
| Interest and Fiscal Charges | <u>98,000</u> | <u>49,106</u> | <u>48,894</u> |
| Total Expenditures | <u>3,049,102</u> | <u>2,903,484</u> | <u>145,618</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(3,049,102)</u> | <u>(2,903,484)</u> | <u>145,618</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers – In | 1,000,000 | 4,664 | (995,336) |
| Operating Transfers – Out | (4,664) | (4,664) | - |
| Proceeds of Notes and Bonds | <u>2,550,000</u> | <u>2,475,000</u> | <u>(75,000)</u> |
| Total Other Finance Sources (Uses) | <u>3,545,336</u> | <u>2,475,000</u> | <u>(1,070,336)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | 496,234 | (428,484) | (924,718) |
| Fund Balance at Beginning of the Year | 643,654 | 643,654 | - |
| Reserve for Encumbrances | <u>267,102</u> | <u>267,102</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>1,406,990</u> | \$ <u>482,272</u> | \$ <u>(924,718)</u> |

CITY OF SOLON, OHIO

OLD CITY HALL RENOVATION CAPITAL PROJECTS FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|--------------------------|--|
| <u>Revenues</u> | | | |
| Intergovernmental | \$ <u>10,000</u> | \$ <u>675,000</u> | \$ <u>665,000</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Capital Outlay | <u>300,000</u> | <u>40</u> | <u>299,960</u> |
| Excess of Revenues Over (Under) Expenditures | (290,000) | 674,960 | 964,960 |
| Fund Balance at Beginning of the Year | <u>300,000</u> | <u>300,000</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>10,000</u></u> | \$ <u><u>974,960</u></u> | \$ <u><u>964,960</u></u> |

CITY OF SOLON, OHIO

BUILDING CONSTRUCTION CAPITAL PROJECTS FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|------------------|-------------------|--|
| <u>Revenues</u> | | | |
| Investment Income | \$ - | \$ 1,222 | \$ 1,222 |
| Miscellaneous Income | - | 1,968 | 1,968 |
| Total Revenues | <u>-</u> | <u>3,190</u> | <u>3,190</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Capital Outlay | <u>203,312</u> | <u>58,514</u> | <u>144,798</u> |
| Excess of Revenues Over (Under) Expenditures | (203,312) | (55,324) | 147,988 |
| Fund Balance at Beginning of the Year | 278,907 | 278,907 | - |
| Reserve for Encumbrances | <u>3,312</u> | <u>3,312</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>78,907</u> | \$ <u>226,895</u> | \$ <u>147,988</u> |

CITY OF SOLON, OHIO

GENERAL CAPITAL IMPROVEMENT CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|---------------------|---------------------|--|
| <u>Revenues</u> | | | |
| Miscellaneous Income | \$ <u>32,153</u> | \$ <u>17,954</u> | \$ <u>(14,199)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Capital Outlay | <u>8,294,620</u> | <u>5,117,722</u> | <u>3,176,898</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(8,262,467)</u> | <u>(5,099,768)</u> | <u>3,162,699</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | 1,045,847 | 1,000,000 | (45,847) |
| Operating Transfers - Out | <u>(2,218,000)</u> | <u>(2,218,000)</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>(1,172,153)</u> | <u>(1,218,000)</u> | <u>(45,847)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | (9,434,620) | (6,317,768) | 3,116,852 |
| Fund Balance at Beginning of the Year | 12,828,389 | 12,828,389 | - |
| Reserve for Encumbrances | <u>759,620</u> | <u>759,620</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>4,153,389</u> | \$ <u>7,270,241</u> | \$ <u>3,116,852</u> |

CITY OF SOLON, OHIO

TOTAL - CAPITAL PROJECTS FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|----------------------|----------------------|--|
| <u>Revenues</u> | | | |
| Property Taxes | \$ 426,485 | \$ 428,208 | \$ 1,723 |
| Municipal Income Taxes | 6,775,000 | 7,135,862 | 360,862 |
| Intergovernmental | 53,523 | 1,018,696 | 965,173 |
| Investment Income | - | 1,222 | 1,222 |
| Miscellaneous Income | <u>32,153</u> | <u>75,118</u> | <u>42,965</u> |
| Total Revenues | <u>7,287,161</u> | <u>8,659,106</u> | <u>1,371,945</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Basic Utility Service | 516,902 | 420,254 | 96,648 |
| Transportation | 170,600 | 161,125 | 9,475 |
| General Government | 294,209 | 309,401 | (15,192) |
| Capital Outlay | 23,864,560 | 14,581,720 | 9,282,840 |
| Debt Service: | | | |
| Principal Retirement | 2,485,650 | 2,485,648 | 2 |
| Interest and Fiscal Charges | <u>98,000</u> | <u>49,106</u> | <u>48,894</u> |
| Total Expenditures | <u>27,429,921</u> | <u>18,007,254</u> | <u>9,422,667</u> |
| Excess of Revenues Over (Under) Expenditures | <u>(20,142,760)</u> | <u>(9,348,148)</u> | <u>10,794,612</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | 2,245,847 | 1,204,664 | (1,041,183) |
| Operating Transfers - Out | (2,222,664) | (2,222,664) | - |
| Proceeds of Notes and Bonds | <u>2,550,000</u> | <u>2,475,000</u> | <u>(75,000)</u> |
| Total Other Financing Sources (Uses) | <u>2,573,183</u> | <u>1,457,000</u> | <u>(1,116,183)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses | (17,569,577) | (7,891,148) | 9,678,429 |
| Fund Balance at Beginning of the Year | 29,914,202 | 29,914,202 | - |
| Reserve for Encumbrances | <u>4,038,563</u> | <u>4,038,563</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>16,383,188</u> | \$ <u>26,061,617</u> | \$ <u>9,678,429</u> |

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CITY OF SOLON, OHIO

ENTERPRISE FUNDS

Water Reclamation Operating Fund

Accounts for the receipts paid by users of the water treatment plant, and the costs associated with operating the plant including debt service on Ohio Water Development Authority loans.

Water Reclamation Replacement and Improvement Fund

Accounts for transfers from other funds for the purpose of making improvements to the water reclamation facility.

Landfill Improvement Fund

Accounts for a reserve set aside for the possible future re-opening of the city-owned landfill.

Grantwood Golf Course Fund

Accounts for the receipt of fees paid by the users of the Grantwood Golf Course and related facilities, and the costs for operating and improving the Grantwood Recreation Park.

Forest Hills Waterline Loop Fund

Accounts for money from developers set aside for the future looping of the waterline serving the Forest Hills area residents.

CITY OF SOLON, OHIO

COMBINING BALANCE SHEET – ALL ENTERPRISE FUNDS

DECEMBER 31, 2000

| | <u>Water Reclamation Operating Fund</u> | <u>Water Reclamation Replacement and Improvement Fund</u> |
|---|---|---|
| <u>Assets</u> | | |
| Equity Pooled in Cash and Cash Equivalents | \$ 3,320,994 | \$ 3,103,391 |
| Receivables: | | |
| Accounts | 246,933 | - |
| Materials and Supplies Inventory | 114,856 | - |
| Fixed Assets, (Net, Where Applicable, of Accumulated Depreciation) | <u>59,616,238</u> | <u>3,089,987</u> |
| Total Assets | <u>\$ 63,299,021</u> | <u>\$ 6,193,378</u> |
| <u>Liabilities</u> | | |
| Accounts Payable | \$ 70,625 | \$ 132,016 |
| Interfund Payable | - | - |
| Accrued Wages and Benefits | 18,945 | - |
| Accrued Interest Payable | 296,687 | - |
| Accrued Compensated Absences | 653,091 | - |
| Accrued Pension | 42,593 | - |
| OWDA/OPWC Loans Payable | <u>18,390,266</u> | <u>-</u> |
| Total Liabilities | <u>19,472,207</u> | <u>132,016</u> |
| <u>Fund Equity and Other Credits</u> | | |
| Contributed Capital | 92,792,064 | - |
| Retained Earnings (Deficit) | <u>(48,965,250)</u> | <u>6,061,362</u> |
| Total Fund Equity and Other Credits | <u>43,826,814</u> | <u>6,061,362</u> |
| Total Liabilities, Fund Equity, and Other Credits | <u>\$ 63,299,021</u> | <u>\$ 6,193,378</u> |

| <u>Landfill Improvement</u> | <u>Grantwood Golf Course Fund</u> | <u>Forest Hills Waterline Loop</u> | <u>Total</u> |
|---------------------------------|---|--|----------------------|
| \$ 1,249,541 | \$ 256,536 | \$ 23,760 | \$ 7,954,222 |
| - | - | - | 246,933 |
| - | 8,884 | - | 123,740 |
| <u>-</u> | <u>1,882,588</u> | <u>-</u> | <u>64,588,813</u> |
| \$ <u>1,249,541</u> | \$ <u>2,148,008</u> | \$ <u>23,760</u> | \$ <u>72,913,708</u> |
| \$ - | \$ 9,727 | \$ - | \$ 212,368 |
| - | 778,052 | - | 778,052 |
| - | 3,191 | - | 22,136 |
| - | - | - | 296,687 |
| - | 292,709 | - | 945,800 |
| - | 16,965 | - | 59,558 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>18,390,266</u> |
| <u>-</u> | <u>1,100,644</u> | <u>-</u> | <u>20,704,867</u> |
| - | 1,946,793 | - | 94,738,857 |
| <u>1,249,541</u> | <u>(899,429)</u> | <u>23,760</u> | <u>(42,530,016)</u> |
| <u>1,249,541</u> | <u>1,047,364</u> | <u>23,760</u> | <u>52,208,841</u> |
| \$ <u>1,249,541</u> | \$ <u>2,148,008</u> | \$ <u>23,760</u> | \$ <u>72,913,708</u> |

CITY OF SOLON, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY – ALL ENTERPRISE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000

| | Water Reclamation Operating Fund | Water Reclamation Replacement and Improvement Fund |
|--|---|--|
| <u>Operating Revenues</u> | | |
| Charges for Services | \$ 4,551,061 | \$ 384,044 |
| Miscellaneous Income | 1,000 | - |
| Total Operating Revenues | <u>4,552,061</u> | <u>384,044</u> |
| <u>Operating Expenses</u> | | |
| Personal Services | 1,642,504 | - |
| Travel and Education | 10,536 | - |
| Contractual Services | 1,238,778 | 124,666 |
| Materials and Supplies | 78,980 | - |
| Depreciation | 2,386,162 | 111,688 |
| Other Expenses | 6,114 | - |
| Total Operating Expenses | <u>5,363,074</u> | <u>236,354</u> |
| Operating Income (Loss) | <u>(811,013)</u> | <u>147,690</u> |
| <u>Non-Operating Revenues (Expenses)</u> | | |
| Interest Income | - | - |
| Reimbursements | 4,210 | - |
| Interest Expense | (609,457) | - |
| Loss on Sale of Fixed Assets | - | - |
| Total Non-Operating Revenues (Expenses) | <u>(605,247)</u> | <u>-</u> |
| Net Income (Loss) before Operating Transfers | (1,416,260) | 147,690 |
| Operating Transfers - In | - | 1,000,000 |
| Operating Transfers - Out | <u>(1,000,000)</u> | <u>-</u> |
| Net Income (Loss) | (2,416,260) | 1,147,690 |
| Retained Earnings (Deficit) at Beginning of Year | <u>(46,548,990)</u> | <u>4,913,672</u> |
| Retained Earnings (Deficit) at End of Year | <u>(48,965,250)</u> | <u>6,061,362</u> |
| Contributed Capital at Beginning of Year | 92,581,854 | - |
| Contributions of Fixed Assets | <u>210,210</u> | <u>-</u> |
| Contributed Capital at End of Year | <u>92,792,064</u> | <u>-</u> |
| Total Fund Equity at End of Year | \$ <u>43,826,814</u> | \$ <u>6,061,362</u> |

| <u>Landfill Improvement</u> | <u>Grantwood Golf Course</u> | <u>Forest Hills Waterline Loop</u> | <u>Total</u> |
|---------------------------------|--------------------------------------|--|----------------------|
| \$ 3,500 | \$ 1,292,452 | \$ - | \$ 6,231,057 |
| - | 61,561 | 964 | 63,525 |
| <u>3,500</u> | <u>1,354,013</u> | <u>964</u> | <u>6,294,582</u> |
| - | 676,064 | - | 2,318,568 |
| - | 10,542 | - | 21,078 |
| 42,035 | 272,961 | - | 1,678,440 |
| - | 115,872 | - | 194,852 |
| - | 74,946 | - | 2,572,796 |
| - | <u>344,441</u> | - | <u>350,555</u> |
| <u>42,035</u> | <u>1,494,826</u> | <u>-</u> | <u>7,136,289</u> |
| <u>(38,535)</u> | <u>(140,813)</u> | <u>964</u> | <u>(841,707)</u> |
| - | 4,810 | - | 4,810 |
| 700 | - | - | 4,910 |
| - | - | - | (609,457) |
| - | <u>(7,559)</u> | - | <u>(7,559)</u> |
| <u>700</u> | <u>(2,749)</u> | <u>-</u> | <u>(607,296)</u> |
| <u>(37,835)</u> | <u>(143,562)</u> | <u>964</u> | <u>(1,449,003)</u> |
| - | - | - | 1,000,000 |
| - | - | - | <u>(1,000,000)</u> |
| <u>(37,835)</u> | <u>(143,562)</u> | <u>964</u> | <u>(1,449,003)</u> |
| <u>1,287,376</u> | <u>(755,867)</u> | <u>22,796</u> | <u>(41,081,013)</u> |
| <u>1,249,541</u> | <u>(899,429)</u> | <u>23,760</u> | <u>(42,530,016)</u> |
| - | 1,946,793 | - | 94,528,647 |
| - | - | - | <u>210,210</u> |
| - | <u>1,946,793</u> | - | <u>94,738,857</u> |
| \$ <u>1,249,541</u> | \$ <u>1,047,364</u> | \$ <u>23,760</u> | \$ <u>52,208,841</u> |

CITY OF SOLON, OHIO

WATER RECLAMATION ENTERPRISE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|---------------------|---------------------|--|
| <u>Revenues</u> | | | |
| Charges for Services | \$ 4,994,469 | \$ 4,705,144 | \$ (289,325) |
| Miscellaneous Income | <u>1,062</u> | <u>1,000</u> | <u>(62)</u> |
| Total Revenues | <u>4,995,531</u> | <u>4,706,144</u> | <u>(289,387)</u> |
| <u>Expenses</u> | | | |
| Current Operations and Maintenance: | | | |
| Personal Services | 1,401,373 | 1,348,141 | 53,232 |
| Travel and Education | 15,000 | 10,536 | 4,464 |
| Contractual Services | 1,437,713 | 1,236,812 | 200,901 |
| Materials and Supplies | 253,988 | 186,326 | 67,662 |
| Other Expenses | 6,500 | 6,114 | 386 |
| Debt Service: | | | |
| Principal Retirement | 1,479,000 | 969,464 | 509,536 |
| Interest and Fiscal Charges | <u>976,500</u> | <u>625,542</u> | <u>350,958</u> |
| Total Expenses | <u>5,570,074</u> | <u>4,382,935</u> | <u>1,187,139</u> |
| Excess of Revenues Over (Under) Expenses | <u>(574,543)</u> | <u>323,209</u> | <u>897,752</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Reimbursements | 4,468 | 4,210 | (258) |
| Operating Transfers - Out | <u>(1,000,000)</u> | <u>(1,000,000)</u> | <u>-</u> |
| Total Other Financing Sources (Uses) | <u>(995,532)</u> | <u>(995,790)</u> | <u>(258)</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses | <u>(1,570,075)</u> | <u>(672,581)</u> | <u>897,494</u> |
| Fund Balance at Beginning of the Year | 3,853,101 | 3,853,101 | - |
| Reserved for Capital Improvements | <u>140,474</u> | <u>140,474</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>2,423,500</u> | \$ <u>3,320,994</u> | \$ <u>897,494</u> |

CITY OF SOLON, OHIO

WATER RECLAMATION REPLACEMENT AND IMPROVEMENT ENTERPRISE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|--------------------------|----------------------------|--|
| <u>Revenues</u> | | | |
| Charges for Services | \$ <u>138,740</u> | \$ <u>384,044</u> | \$ <u>245,304</u> |
| <u>Expenses</u> | | | |
| Current Operations and Maintenance | | | |
| Contractual Services | <u>1,678,671</u> | <u>373,008</u> | <u>1,305,663</u> |
| Excess of Revenues Over (Under) Expenses | (1,539,931) | 11,036 | 1,550,967 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Operating Transfers - In | <u>361,260</u> | <u>1,000,000</u> | <u>638,740</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses | (1,178,671) | 1,011,036 | 2,189,707 |
| Fund Balance at Beginning of the Year | 1,913,684 | 1,913,684 | - |
| Reserved for Capital Improvements | <u>178,671</u> | <u>178,671</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>913,684</u></u> | \$ <u><u>3,103,391</u></u> | \$ <u><u>2,189,707</u></u> |

CITY OF SOLON, OHIO

LANDFILL IMPROVEMENT ENTERPRISE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|--------------------------|----------------------------|--|
| <u>Revenues</u> | | | |
| Charges for Services | \$ <u>5,543</u> | \$ <u>8,500</u> | \$ <u>2,957</u> |
| <u>Expenses</u> | | | |
| Current Operations and Maintenance | | | |
| Contractual Services | <u>1,000,000</u> | <u>42,083</u> | <u>957,917</u> |
| Excess of Revenues Over (Under) Expenses | (994,457) | (33,583) | 960,874 |
| <u>Other Financing Sources (Uses)</u> | | | |
| Reimbursements | <u>457</u> | <u>700</u> | <u>243</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses | (994,000) | (32,883) | 961,117 |
| Fund Balance at Beginning of the Year | <u>1,282,424</u> | <u>1,282,424</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>288,424</u></u> | \$ <u><u>1,249,541</u></u> | \$ <u><u>961,117</u></u> |

CITY OF SOLON, OHIO

GRANTWOOD GOLF COURSE ENTERPRISE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------|-------------------|--|
| <u>Revenues</u> | | | |
| Charges for Services | \$ 1,184,134 | \$ 1,292,455 | \$ 108,321 |
| Investment Income | 4,419 | 4,810 | 391 |
| Miscellaneous Income | <u>58,444</u> | <u>61,561</u> | <u>3,117</u> |
| Total Revenue | <u>1,246,997</u> | <u>1,358,826</u> | <u>111,829</u> |
| <u>Expenses</u> | | | |
| Current Operations and Maintenance | | | |
| Personal Services | 556,131 | 558,359 | (2,228) |
| Travel and Education | 10,600 | 10,481 | 119 |
| Contractual Services | 379,466 | 347,138 | 32,328 |
| Materials and Supplies | 125,280 | 116,814 | 8,466 |
| Other Expenses | <u>347,400</u> | <u>346,421</u> | <u>979</u> |
| Total Expenses | <u>1,418,877</u> | <u>1,379,213</u> | <u>39,664</u> |
| Excess of Revenues Over (Under) Expenses | <u>(171,880)</u> | <u>(20,387)</u> | <u>151,493</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Advance - In | 53,000 | 53,000 | - |
| Proceeds From Sale of Fixed Assets | <u>-</u> | <u>2,000</u> | <u>2,000</u> |
| Total Other Financing Sources (Uses) | <u>53,000</u> | <u>55,000</u> | <u>2,000</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses | (118,880) | 34,613 | 153,493 |
| Fund Balance at Beginning of the Year | 212,007 | 212,007 | - |
| Reserved for Capital Improvements | <u>9,916</u> | <u>9,916</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>103,043</u> | \$ <u>256,536</u> | \$ <u>153,493</u> |

CITY OF SOLON, OHIO

FOREST HILLS WATERLINE LOOP ENTERPRISE FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|-----------------------|------------------------|--|
| <u>Revenues</u> | | | |
| Miscellaneous Income | \$ <u> -</u> | \$ <u> 964</u> | \$ <u> 964</u> |
| <u>Expenses</u> | | | |
| Current Operations and Maintenance | | | |
| Other Expenses | <u> 20,000</u> | <u> -</u> | <u> 20,000</u> |
| Excess of Revenues Over (Under) Expenses | (20,000) | 964 | 20,964 |
| Fund Balance at Beginning of the Year | <u> 22,796</u> | <u> 22,796</u> | <u> -</u> |
| Fund Balance at End of Year | \$ <u> 2,796</u> | \$ <u> 23,760</u> | \$ <u> 20,964</u> |

CITY OF SOLON, OHIO

TOTAL - ENTERPRISE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE – BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|---------------------|---------------------|--|
| <u>Revenues</u> | | | |
| Charges for Services | \$ 6,322,886 | \$ 6,390,143 | \$ 67,257 |
| Investment Income | 4,419 | 4,810 | 391 |
| Miscellaneous Income | <u>59,506</u> | <u>63,525</u> | <u>4,019</u> |
| Total Revenue | <u>6,386,811</u> | <u>6,458,478</u> | <u>71,667</u> |
| <u>Expenses</u> | | | |
| Current Operations and Maintenance: | | | |
| Personal Services | 1,957,504 | 1,906,500 | 51,004 |
| Travel and Education | 25,600 | 21,017 | 4,583 |
| Contractual Services | 4,495,850 | 1,999,041 | 2,496,809 |
| Materials and Supplies | 379,268 | 303,140 | 76,128 |
| Other Expenses | 373,900 | 352,535 | 21,365 |
| Debt Service: | | | |
| Principal Retirement | 1,479,000 | 969,464 | 509,536 |
| Interest and Fiscal Charges | <u>976,500</u> | <u>625,542</u> | <u>350,958</u> |
| Total Expenses | <u>9,687,622</u> | <u>6,177,239</u> | <u>3,510,383</u> |
| Excess of Revenues Over (Under) Expenses | <u>(3,300,811)</u> | <u>281,239</u> | <u>3,582,050</u> |
| <u>Other Financing Sources (Uses)</u> | | | |
| Reimbursements | 4,925 | 4,910 | (15) |
| Advance - In | 53,000 | 53,000 | - |
| Operating Transfers - In | 361,260 | 1,000,000 | 638,740 |
| Operating Transfers - Out | (1,000,000) | (1,000,000) | - |
| Proceeds From Sale of Fixed Assets | <u>-</u> | <u>2,000</u> | <u>2,000</u> |
| Total Other Financing Sources (Uses) | <u>(580,815)</u> | <u>59,910</u> | <u>640,725</u> |
| Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses | <u>(3,881,626)</u> | <u>341,149</u> | <u>4,222,775</u> |
| Fund Balance at Beginning of the Year | 7,284,012 | 7,284,012 | - |
| Reserved for Capital Improvements | <u>329,061</u> | <u>329,061</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u>3,731,447</u> | \$ <u>7,954,222</u> | \$ <u>4,222,775</u> |

CITY OF SOLON, OHIO

COMBINING STATEMENT OF CASH FLOWS – ENTERPRISE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Water Reclamation Fund</u> | <u>Water Reclamation & Improvement Fund</u> | <u>Landfill Improvement</u> | <u>Grantwood Golf Course Fund</u> | <u>Forest Hills Waterline Loop</u> | <u>Total</u> |
|---|---------------------------------------|---|---------------------------------|---|--|--------------------|
| Cash Flows From Operating Activities: | | | | | | |
| Cash Received from Customers | \$ 4,705,144 | \$ 384,044 | \$ 8,500 | \$ 1,292,455 | \$ - | \$ 6,390,143 |
| Cash Payments for Personal Services | (1,348,141) | - | - | (558,359) | - | (1,906,500) |
| Cash Payments for Travel And Education | (10,536) | - | - | (10,481) | - | (21,017) |
| Cash Payments for Contractual Services | (1,072,363) | (77,953) | (42,083) | (269,023) | - | (1,461,422) |
| Cash Payments to Vendors for Supplies and Materials | (186,326) | - | - | (116,814) | - | (303,140) |
| Other Operating Revenues | 1,000 | - | - | 61,561 | 964 | 63,525 |
| Other Operating Expenses | <u>(6,114)</u> | <u>-</u> | <u>-</u> | <u>(346,421)</u> | <u>-</u> | <u>(352,535)</u> |
| Net Cash Flows Provided by (Used in) Operating Activities | <u>2,082,664</u> | <u>306,091</u> | <u>(33,583)</u> | <u>52,918</u> | <u>964</u> | <u>2,409,054</u> |
| Cash Flows From Capital and Related Financing Activities: | | | | | | |
| Acquisition of Capital Assets | (23,977) | (116,383) | - | (68,198) | - | (208,558) |
| Interest and Fiscal Charges | (625,542) | - | - | - | - | (625,542) |
| Reimbursement Received | 4,210 | - | 700 | - | - | 4,910 |
| Cash Payments for Principal Retirement | (969,464) | - | - | - | - | (969,464) |
| Cash Received for Sale of Fixed Assets | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,000</u> | <u>-</u> | <u>2,000</u> |
| Net Cash Provided by (Used in) Capital and Related Financing Activities | <u>(1,614,773)</u> | <u>(116,383)</u> | <u>700</u> | <u>(66,198)</u> | <u>-</u> | <u>(1,796,654)</u> |
| Cash Flows From Non-Capital Financing Activities: | | | | | | |
| Cash Transfers from Other Funds | - | 1,000,000 | - | - | - | 1,000,000 |
| Cash Transfers to Other Funds | (1,000,000) | - | - | - | - | (1,000,000) |
| Cash Advance from Other Funds | <u>-</u> | <u>-</u> | <u>-</u> | <u>53,000</u> | <u>-</u> | <u>53,000</u> |
| Net Cash Flows Provided by (Used in) Non-Capital Financing Activities | <u>(1,000,000)</u> | <u>1,000,000</u> | <u>-</u> | <u>53,000</u> | <u>-</u> | <u>53,000</u> |
| Cash Flows From Investing Activities: | | | | | | |
| Interest Income | <u>-</u> | <u>-</u> | <u>-</u> | <u>4,810</u> | <u>-</u> | <u>4,810</u> |

Continued

CITY OF SOLON, OHIO

COMBINING STATEMENT OF CASH FLOWS – ENTERPRISE FUNDS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Water Reclamation Operating Fund</u> | <u>Water Reclamation Replacement & Improvement Fund</u> | <u>Landfill Improvement</u> | <u>Grantwood Golf Course Fund</u> | <u>Forest Hills Waterline Loop</u> | <u>Total</u> |
|---|---|---|---------------------------------|---|--|---------------------|
| Net Increase (Decrease) in Cash and Cash Equivalents | (532,109) | 1,189,708 | (32,883) | 44,530 | 964 | 670,210 |
| Cash and Cash Equivalents at Beginning of Year | <u>3,853,101</u> | <u>1,913,684</u> | <u>1,282,424</u> | <u>212,007</u> | <u>22,796</u> | <u>7,284,012</u> |
| Cash and Cash Equivalents at End of Year | \$ <u>3,320,992</u> | \$ <u>3,103,392</u> | \$ <u>1,249,541</u> | \$ <u>256,537</u> | \$ <u>23,760</u> | \$ <u>7,954,222</u> |
| Reconciliation of Operating Income (Loss) To Net Cash From Operating Activities: | | | | | | |
| Operating Income (Loss) | \$ (811,013) | \$ 147,690 | \$ (38,535) | \$ (140,813) | \$ 964 | \$ (841,707) |
| Adjustments to Reconcile Operating Income (Loss) to Net Cash From Operating Activities: | | | | | | |
| Depreciation | 2,386,162 | 111,688 | - | 74,946 | - | 2,572,796 |
| Changes in Assets and Liabilities: | | | | | | |
| Changes in Receivables | 154,088 | - | 5,000 | - | - | 159,088 |
| Changes in Materials and Supplies Inventories | 32,404 | - | - | (942) | - | 31,462 |
| Change in Accounts Payable | 25,246 | 46,713 | (48) | 2,019 | - | 73,930 |
| Changes in Accrued Pension | (7,389) | - | - | (6,323) | - | (13,712) |
| Changes in Accrued Wages and Benefits | 7,771 | - | - | 2,009 | - | 9,780 |
| Changes in Compensated Absences | <u>295,395</u> | <u>-</u> | <u>-</u> | <u>122,022</u> | <u>-</u> | <u>417,417</u> |
| Cash Provided by (Used in) Operating Activities | \$ <u>2,082,664</u> | \$ <u>306,091</u> | \$ <u>(33,583)</u> | \$ <u>52,918</u> | \$ <u>964</u> | \$ <u>2,409,054</u> |

Noncash Investing, Capital, and Financing Activities:

In 2000, the Water Reclamation Enterprise Fund acquired fixed assets of \$210,210 via governmental contributions.

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CITY OF SOLON, OHIO

TRUST AND AGENCY

Cemetery Endowment Trust Fund

Accounts for money put on deposit for the purpose of paying the costs to do extra maintenance of cemetery lots.

Donations Trust Fund

Accounts for donations made to the Police Department for the purchase of specific equipment.

Law Enforcement Trust Fund

Accounts for the receipt or confiscation of money from law enforcement activities and the expenditures to support the same law enforcement activities.

Inspection Deposit Agency Fund

Accounts for deposits by developers and builders to pay for inspections of their projects during construction for compliance with state and local codes.

Unclaimed Monies Agency Fund

Accounts for money from unclaimed checks set aside for future claims.

Deposits Agency Fund

Accounts for the receipt of deposits for a variety of purposes other than inspection deposits.

CITY OF SOLON, OHIO

COMBINING BALANCE SHEET – TRUST AND AGENCY FUNDS

DECEMBER 31, 2000

| | <u>Cemetery Endowment Trust</u> | <u>Donations Trust</u> | <u>Law Enforcement Trust</u> |
|--|---|----------------------------|--------------------------------------|
| <u>Assets</u> | | | |
| Equity in Pooled Cash and Cash Equivalents | \$ 5,122 | \$ 74,059 | \$ 75,083 |
| Intergovernmental Receivables | - | - | 1,840 |
| Total Assets | \$ <u>5,122</u> | \$ <u>74,059</u> | \$ <u>76,923</u> |
| <u>Liabilities</u> | | | |
| Restricted Deposits | \$ - | \$ - | \$ - |
| <u>Fund Equity</u> | | | |
| Unreserved – Undesignated | <u>5,122</u> | <u>74,059</u> | <u>76,923</u> |
| Total Liabilities and Fund Equity | \$ <u>5,122</u> | \$ <u>74,059</u> | \$ <u>76,923</u> |

| <u>Inspection Deposit</u> | <u>Unclaimed Monies</u> | <u>Deposits Agency</u> | <u>Total</u> |
|-------------------------------|-----------------------------|----------------------------|---------------------|
| \$ 137,528 | \$ 4,735 | \$ 726,802 | \$ 1,023,329 |
| - | - | - | 1,840 |
| <u>\$ 137,528</u> | <u>\$ 4,735</u> | <u>\$ 726,802</u> | <u>\$ 1,025,169</u> |
| <u>\$ 137,528</u> | <u>\$ 4,735</u> | <u>\$ 726,802</u> | <u>\$ 869,065</u> |
| - | - | - | 156,104 |
| <u>\$ 137,528</u> | <u>\$ 4,735</u> | <u>\$ 726,802</u> | <u>\$ 1,025,169</u> |

CITY OF SOLON, OHIO

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE – EXPENDABLE TRUST FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000

| | Cemetery Endowment <u>Trust</u> | Donations <u>Trust</u> | Law Enforcement <u>Trust</u> | <u>Total</u> |
|---|---------------------------------------|---------------------------|------------------------------------|-------------------|
| <u>Revenues</u> | | | | |
| Intergovernmental | \$ - | \$ - | \$ 1,840 | \$ 1,840 |
| Miscellaneous | - | <u>23,102</u> | <u>19,678</u> | <u>42,780</u> |
| Total Revenues | <u>-</u> | <u>23,102</u> | <u>21,518</u> | <u>44,620</u> |
| <u>Expenditures</u> | | | | |
| Security of Persons and Property | - | 7,359 | 5,891 | 13,250 |
| Leisure Time Activities | - | 15,938 | - | 15,938 |
| Community Environment | - | 3,370 | - | 3,370 |
| General Government | - | <u>1,208</u> | - | <u>1,208</u> |
| Total Expenditures | <u>-</u> | <u>27,875</u> | <u>5,891</u> | <u>33,766</u> |
| Excess of Revenues Over (Under) Expenditures | - | (4,773) | 15,627 | 10,854 |
| Fund Balance at Beginning of Year | <u>5,122</u> | <u>78,832</u> | <u>61,296</u> | <u>145,250</u> |
| Fund Balance at End of Year | \$ <u>5,122</u> | \$ <u>74,059</u> | \$ <u>76,923</u> | \$ <u>156,104</u> |

CITY OF SOLON, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – ALL AGENCY FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Balance January 1, 2000</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance December 31, 2000</u> |
|---|--|-------------------|-------------------|--|
| <u>INSPECTION DEPOSIT FUND</u> | | | | |
| <u>Assets</u> | | | | |
| Segregated Cash and Cash Equivalents | \$ <u>100,458</u> | \$ <u>100,724</u> | \$ <u>63,654</u> | \$ <u>137,528</u> |
| Total Assets | \$ <u>100,458</u> | \$ <u>100,724</u> | \$ <u>63,654</u> | \$ <u>137,528</u> |
| <u>Liabilities</u> | | | | |
| Restricted Deposits | \$ <u>100,458</u> | \$ <u>100,724</u> | \$ <u>63,654</u> | \$ <u>137,528</u> |
| Total Liabilities | \$ <u>100,458</u> | \$ <u>100,724</u> | \$ <u>63,654</u> | \$ <u>137,528</u> |
| <u>UNCLAIMED MONIES FUND</u> | | | | |
| <u>Assets</u> | | | | |
| Segregated Cash and Cash Equivalents | \$ <u>4,735</u> | \$ <u>-</u> | \$ <u>-</u> | \$ <u>4,735</u> |
| Total Assets | \$ <u>4,735</u> | \$ <u>-</u> | \$ <u>-</u> | \$ <u>4,735</u> |
| <u>Liabilities</u> | | | | |
| Restricted Deposits | \$ <u>4,735</u> | \$ <u>-</u> | \$ <u>-</u> | \$ <u>4,735</u> |
| Total Liabilities | \$ <u>4,735</u> | \$ <u>-</u> | \$ <u>-</u> | \$ <u>4,735</u> |

CITY OF SOLON, OHIO

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES – ALL AGENCY FUNDS (CONTINUED)

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Balance January 1, 2000</u> | <u>Additions</u> | <u>Deductions</u> | <u>Balance December 31, 2000</u> |
|---|--|-------------------|-------------------|--|
| <u>DEPOSITS AGENCY</u> | | | | |
| <u>Assets</u> | | | | |
| Segregated Cash and Cash Equivalents | \$ <u>661,966</u> | \$ <u>189,366</u> | \$ <u>124,530</u> | \$ <u>726,802</u> |
| Total Assets | \$ <u>661,966</u> | \$ <u>189,366</u> | \$ <u>124,530</u> | \$ <u>726,802</u> |
| <u>Liabilities</u> | | | | |
| Restricted Deposits | \$ <u>661,966</u> | \$ <u>189,366</u> | \$ <u>124,530</u> | \$ <u>726,802</u> |
| Total Liabilities | \$ <u>661,966</u> | \$ <u>189,366</u> | \$ <u>124,530</u> | \$ <u>726,802</u> |
| <u>TOTAL – ALL AGENCY FUNDS</u> | | | | |
| <u>Assets</u> | | | | |
| Segregated Cash and Cash Equivalents | \$ <u>767,159</u> | \$ <u>290,090</u> | \$ <u>188,184</u> | \$ <u>869,065</u> |
| Total Assets | \$ <u>767,159</u> | \$ <u>290,090</u> | \$ <u>188,184</u> | \$ <u>869,065</u> |
| <u>Liabilities</u> | | | | |
| Restricted Deposits | \$ <u>767,159</u> | \$ <u>290,090</u> | \$ <u>188,184</u> | \$ <u>869,065</u> |
| Total Liabilities | \$ <u>767,159</u> | \$ <u>290,090</u> | \$ <u>188,184</u> | \$ <u>869,065</u> |

CITY OF SOLON, OHIO

CEMETERY ENDOWMENT EXPENDABLE TRUST FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|----------------------|------------------------|--|
| <u>Revenues</u> | | | |
| Miscellaneous Income | \$ <u>500</u> | \$ <u>-</u> | \$ <u>(500)</u> |
| <u>Expenditures</u> | | | |
| General Government | <u>5,000</u> | <u>-</u> | <u>5,000</u> |
| Excess of Revenues Over (Under) Expenditures | (4,500) | - | 4,500 |
| Fund Balance at Beginning of the Year | <u>5,122</u> | <u>5,122</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>622</u></u> | \$ <u><u>5,122</u></u> | \$ <u><u>4,500</u></u> |

CITY OF SOLON, OHIO

DONATIONS EXPENDABLE TRUST FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|-------------------------|--|
| <u>Revenues</u> | | | |
| Miscellaneous Income | \$ <u>217,300</u> | \$ <u>23,102</u> | \$ <u>(194,198)</u> |
| <u>Expenditures</u> | | | |
| Security of Persons and Property | 11,088 | 7,359 | 3,729 |
| Leisure Time Activities | 23,000 | 15,938 | 7,062 |
| Community Environment | 3,500 | 3,370 | 130 |
| General Government | <u>206,000</u> | <u>3,296</u> | <u>202,704</u> |
| Total Expenditures | <u>243,588</u> | <u>29,963</u> | <u>213,625</u> |
| Excess of Revenues Over (Under) Expenditures | (26,288) | (6,861) | 19,427 |
| Fund Balance at Beginning of the Year | 78,832 | 78,832 | - |
| Reserve for Encumbrances | <u>2,088</u> | <u>2,088</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>54,632</u></u> | \$ <u><u>74,059</u></u> | \$ <u><u>19,427</u></u> |

CITY OF SOLON, OHIO

LAW ENFORCEMENT EXPENDABLE TRUST FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|-------------------------|--|
| <u>Revenue</u> | | | |
| Miscellaneous Income | \$ <u>16,100</u> | \$ <u>19,678</u> | \$ <u>3,578</u> |
| <u>Expenditures</u> | | | |
| Security of Persons and Property | <u>58,500</u> | <u>5,891</u> | <u>52,609</u> |
| Excess of Revenues Over (Under) Expenditures | (42,400) | 13,787 | 56,187 |
| Fund Balance at Beginning of the Year | <u>61,296</u> | <u>61,296</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>18,896</u></u> | \$ <u><u>75,083</u></u> | \$ <u><u>56,187</u></u> |

CITY OF SOLON, OHIO

TOTAL - EXPENDABLE TRUST FUND

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------------|--------------------------|--|
| <u>Revenue</u> | | | |
| Miscellaneous Income | \$ <u>233,900</u> | \$ <u>42,780</u> | \$ <u>(191,120)</u> |
| <u>Expenditures</u> | | | |
| Current Operations and Maintenance: | | | |
| Security of Persons and Property | 69,588 | 13,250 | 56,338 |
| Leisure Time Activities | 23,000 | 15,938 | 7,062 |
| Community Environment | 3,500 | 3,370 | 130 |
| General Government | <u>211,000</u> | <u>3,296</u> | <u>207,704</u> |
| Total Expenditures | <u>307,088</u> | <u>35,854</u> | <u>271,234</u> |
| Excess of Revenues Over (Under) Expenditures | (73,188) | 6,926 | 80,114 |
| Fund Balance at Beginning of the Year | 145,250 | 145,250 | - |
| Reserve for Encumbrances | <u>2,088</u> | <u>2,088</u> | <u>-</u> |
| Fund Balance at End of Year | \$ <u><u>74,150</u></u> | \$ <u><u>154,264</u></u> | \$ <u><u>80,114</u></u> |

CITY OF SOLON, OHIO

GENERAL FIXED ASSET ACCOUNT GROUP

The General Fixed Asset Account Group accounts for all general fixed assets of the City, except those accounted for in the Proprietary Funds.

CITY OF SOLON, OHIO

COMPARATIVE SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>2000</u> | <u>1999</u> |
|---|----------------------|----------------------|
| <u>Governmental Funds Capital Assets</u> | | |
| Land | \$ 5,663,423 | \$ 5,157,446 |
| Land Improvements | 537,034 | 515,920 |
| Buildings | 28,734,992 | 23,311,131 |
| Furniture, Fixtures, and Equipment | 2,494,078 | 2,302,335 |
| Vehicles | 5,913,906 | 5,157,663 |
| Construction in Progress | <u>-</u> | <u>1,742,511</u> |
| Total Governmental Funds Capital Assets | \$ <u>43,343,433</u> | \$ <u>38,187,006</u> |
| <u>Investments in Governmental Funds Assets by Source</u> | | |
| Capital Projects Funds | \$ <u>43,343,433</u> | \$ <u>38,187,006</u> |

CITY OF SOLON, OHIO

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

FOR THE YEAR ENDED DECEMBER 31, 2000

| | <u>Land</u> | <u>Land Improvements</u> | <u>Buildings</u> | <u>Furniture Fixtures and Equipment</u> | <u>Vehicles</u> | <u>Total</u> |
|--|---------------------|------------------------------|----------------------|---|---------------------|----------------------|
| <u>Security of Persons and Property</u> | | | | | | |
| Police | \$ - | \$ 43,301 | \$ 8,159,487 | \$ 517,171 | \$ 562,750 | \$ 9,282,709 |
| Fire | <u>505,977</u> | <u>23,610</u> | <u>2,049,900</u> | <u>503,345</u> | <u>1,596,477</u> | <u>4,679,309</u> |
| Total Security of Persons and Property | <u>505,977</u> | <u>66,911</u> | <u>10,209,387</u> | <u>1,020,516</u> | <u>2,159,227</u> | <u>13,962,018</u> |
| <u>Leisure Time Activities</u> | | | | | | |
| Parks and Recreation | - | 404,225 | 1,266,200 | 249,705 | 113,166 | 2,033,296 |
| Seniors | - | - | - | <u>28,234</u> | - | <u>28,234</u> |
| Total Leisure Time Activities | <u>-</u> | <u>404,225</u> | <u>1,266,200</u> | <u>277,939</u> | <u>113,166</u> | <u>2,061,530</u> |
| <u>Community Environment</u> | | | | | | |
| Planning | - | - | - | 23,474 | - | 23,474 |
| Building | - | - | - | 23,950 | 77,175 | 101,125 |
| Engineering | - | - | - | 51,627 | 133,499 | 185,126 |
| Service | - | <u>4,931</u> | <u>7,648,677</u> | <u>822,200</u> | <u>3,400,479</u> | <u>11,876,287</u> |
| Total Community Environment | <u>-</u> | <u>4,931</u> | <u>7,648,677</u> | <u>921,251</u> | <u>3,611,153</u> | <u>12,186,012</u> |
| <u>General Government</u> | | | | | | |
| Finance | - | - | - | 90,950 | - | 90,950 |
| Income Tax | - | - | - | 2,764 | 13,100 | 15,864 |
| City Council | - | - | - | 35,216 | - | 35,216 |
| Mayor | - | - | - | 11,828 | 17,260 | 29,088 |
| Other – Unclassified | 5,157,446 | 49,861 | 5,699,152 | 118,004 | - | 11,024,463 |
| Library | - | <u>11,106</u> | <u>3,911,576</u> | <u>15,610</u> | - | <u>3,938,292</u> |
| Total General Government | <u>5,157,446</u> | <u>60,967</u> | <u>9,610,728</u> | <u>274,372</u> | <u>30,360</u> | <u>15,133,873</u> |
| Totals | \$ <u>5,663,423</u> | \$ <u>537,034</u> | \$ <u>28,734,992</u> | \$ <u>2,494,078</u> | \$ <u>5,913,906</u> | \$ <u>43,343,433</u> |

CITY OF SOLON, OHIO

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

FOR THE YEARS ENDED DECEMBER 31, 2000

| | Governmental Funds Capital Assets <u>January 1, 2000</u> | <u>Additions</u> | <u>Deletions</u> | Governmental Funds Capital Assets <u>December 31, 2000</u> |
|---|--|---------------------|---------------------|--|
| <u>Security of Persons and Property</u> | | | | |
| Police | \$ 9,244,353 | \$ 197,413 | \$ 159,057 | \$ 9,282,709 |
| Fire | <u>4,025,005</u> | <u>690,316</u> | <u>36,012</u> | <u>4,679,309</u> |
| Total Security of Persons and Property | <u>13,269,358</u> | <u>887,729</u> | <u>195,069</u> | <u>13,962,018</u> |
| <u>Leisure Time Activities</u> | | | | |
| Parks and Recreation | 2,031,927 | 36,522 | 35,153 | 2,033,296 |
| Seniors | <u>22,953</u> | <u>5,281</u> | <u>-</u> | <u>28,234</u> |
| Total Leisure Time Activities | <u>2,054,880</u> | <u>41,803</u> | <u>35,153</u> | <u>2,061,530</u> |
| <u>Community Environment</u> | | | | |
| Planning | 20,946 | 2,528 | - | 23,474 |
| Building | 88,629 | 26,821 | 14,325 | 101,125 |
| Engineering | 183,312 | 28,122 | 26,308 | 185,126 |
| Service | <u>7,496,012</u> | <u>6,185,119</u> | <u>1,804,844</u> | <u>11,876,287</u> |
| Total Community Environment | <u>7,788,899</u> | <u>6,242,590</u> | <u>1,845,477</u> | <u>12,186,012</u> |
| <u>General Government</u> | | | | |
| Finance | 65,455 | 25,495 | - | 90,950 |
| Income Tax | 15,864 | - | - | 15,864 |
| City Council | 35,011 | 1,365 | 1,160 | 35,216 |
| Mayor | 27,718 | 1,370 | - | 29,088 |
| Other - Unclassified | 11,009,165 | 15,298 | - | 11,024,463 |
| Library | <u>3,920,656</u> | <u>17,636</u> | <u>-</u> | <u>3,938,292</u> |
| Total General Government | <u>15,073,869</u> | <u>61,164</u> | <u>1,160</u> | <u>15,133,873</u> |
| Totals | \$ <u>38,187,006</u> | \$ <u>7,233,286</u> | \$ <u>2,076,859</u> | \$ <u>43,343,433</u> |

CITY OF SOLON, OHIO

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)
(AMOUNTS IN 000's)**

LAST TEN FISCAL YEARS **TABLE 1**

| Fiscal Year | Security Of Persons & Property | Public Health And Welfare | Leisure Time Activities | Community Environment | Basic Utility Service | Transportation | General Government | Capital Outlay | Debt Service | Total |
|-------------|--------------------------------|---------------------------|-------------------------|-----------------------|-----------------------|----------------|--------------------|----------------|--------------|-----------|
| | | | | | | | | | | |
| 1991 | \$ 5,077 | \$ 27 | \$ 1,014 | \$ 590 | \$ 6,175 | \$ 3,519 | \$ 4,374 | \$ 3,512 | \$ 2,102 | \$ 26,390 |
| 1992 | 6,313 | 61 | 1,276 | 732 | 1,004 | 3,575 | 4,833 | 3,766 | 2,455 | 24,015 |
| 1993 | 5,912 | 73 | 1,385 | 622 | 1,391 | 3,270 | 4,469 | 4,929 | 2,677 | 24,728 |
| 1994 | 6,175 | 66 | 1,519 | 657 | 2,084 | 3,354 | 4,487 | 9,351 | 3,184 | 30,876 |
| 1995 | 6,687 | 80 | 1,739 | 759 | 971 | 3,577 | 4,026 | 11,870 | 2,835 | 32,544 |
| 1996 | 7,178 | 85 | 1,682 | 692 | 2,921 | 4,774 | 4,694 | 4,143 | 2,815 | 28,984 |
| 1997 | 7,899 | 66 | 1,886 | 1,060 | 2,003 | 3,967 | 4,720 | 8,245 | 3,128 | 32,973 |
| 1998 | 8,104 | 86 | 1,928 | 777 | 1,732 | 2,990 | 4,967 | 6,044 | 3,098 | 29,726 |
| 1999 | 8,782 | 51 | 2,101 | 899 | 1,399 | 4,141 | 6,001 | 7,189 | 3,298 | 33,862 |
| 2000 | 8,609 | 43 | 2,336 | 852 | 1,431 | 3,739 | 5,641 | 9,682 | 3,279 | 35,611 |

NOTE: (1) Includes General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds, and Expendable Trust Fund.

CITY OF SOLON, OHIO

**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)
(AMOUNTS IN 000's)**

LAST TEN FISCAL YEARS **TABLE 2**

| Fiscal Year | Property Taxes | Municipal Income Taxes | Other Local Taxes | Inter- governmental | Charges For Services | Licenses And Permits | Fines And Forfeitures | Special Assessments | Investment Income | Other | Total |
|----------------|-------------------|------------------------------|-------------------------|------------------------|----------------------------|----------------------------|-----------------------------|------------------------|----------------------|--------|-----------|
| | | | | | | | | | | | |
| 1991 | \$ 2,898 | \$ 17,506 | \$ - | \$ 1,096 | \$ 416 | \$ 213 | \$ 299 | \$ 910 | \$ 581 | \$ 567 | \$ 24,486 |
| 1992 | 2,551 | 17,886 | - | 1,557 | 461 | 278 | 268 | 774 | 477 | 478 | 24,730 |
| 1993 | 3,128 | 19,139 | - | 2,974 | 712 | 320 | 237 | 844 | 576 | 560 | 28,490 |
| 1994 | 2,768 | 19,812 | - | 2,351 | 683 | 295 | 252 | 989 | 1,034 | 415 | 28,599 |
| 1995 | 3,355 | 21,371 | - | 1,550 | 1,081 | 276 | 288 | 1,068 | 1,802 | 274 | 31,065 |
| 1996 | 4,005 | 22,719 | - | 2,909 | 1,242 | 205 | 230 | 1,036 | 1,905 | 614 | 34,866 |
| 1997 | 3,771 | 23,409 | 171 | 1,758 | 812 | 543 | 292 | 1,360 | 2,045 | 603 | 34,764 |
| 1998 | 4,258 | 25,000 | 232 | 1,749 | 845 | 658 | 388 | 421 | 2,366 | 1,375 | 37,293 |
| 1999 | 5,538 (2) | 26,143 | 212 | 1,763 | 1,048 | 757 | 304 | 831 | 2,146 | 570 | 39,312 |
| 2000 | 3,865 (2) | 28,570 | 422 | 3,295 | 1,119 | 667 | 347 | 958 | 3,809 | 334 | 43,386 |

NOTES: (1) Includes General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds, and Expendable Trust Fund.

(2) Change in property tax advance method between 1999 and 2000. See page xi for explanation.

CITY OF SOLON, OHIO

PROPERTY TAX LEVIES AND COLLECTIONS

LAST TEN FISCAL YEARS

TABLE 3

| Fiscal Year | Total Tax Levy | Current Tax Collections | Percent Of Levy Collected | Delinquent Tax Collections | Total Tax Collections | Percent Of Total Tax Collections To Tax Levy | | Outstanding Delinquent Taxes | Percent Of Outstanding Delinquent Taxes To Levy |
|-------------|----------------|-------------------------|---------------------------|----------------------------|-----------------------|--|------------------------------|------------------------------|---|
| | | | | | | Total Tax Collections | Outstanding Delinquent Taxes | | |
| 1991 | \$ 1,853,709 | \$ 1,751,768 | 94.5% | \$ 28,550 | \$ 1,780,318 | 96.0% | \$ 88,852 | 4.8% | |
| 1992 | 2,185,720 | 2,038,998 | 93.3 | 38,996 | 2,077,994 | 95.1 | 86,073 | 3.9 | |
| 1993 | 2,261,948 | 2,109,628 | 93.3 | 45,598 | 2,155,226 | 95.3 | 82,881 | 3.7 | |
| 1994 | 2,289,042 | 2,167,747 | 94.7 | 38,367 | 2,206,114 | 96.4 | 61,781 | 2.7 | |
| 1995 | 2,530,721 | 2,432,928 | 96.1 | 29,222 | 2,462,150 | 97.3 | 63,602 | 2.5 | |
| 1996 | 2,619,324 | 2,486,435 | 94.9 | 30,768 | 2,517,203 | 96.1 | 77,114 | 2.9 | |
| 1997 | 2,992,692 | 2,819,274 | 94.2 | 32,391 | 2,851,665 | 95.3 | 84,326 | 2.8 | |
| 1998 | 3,199,928 | 3,002,501 | 93.8 | 37,918 | 3,040,419 | 95.0 | 84,409 | 2.6 | |
| 1999 | 3,298,240 | 3,122,809 | 94.7 | 62,446 | 3,185,255 | 96.6 | 99,317 | 3.0 | |
| 2000 | 3,396,993 | 3,225,956 | 95.0 | 65,456 | 3,291,412 | 96.9 | 89,355 | 2.6 | |

SOURCE: Cuyahoga County Auditor

CITY OF SOLON, OHIO

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS **TABLE 4**

| Tax Collection Year | Real Property | | Public Utility Property | | Tangible Personal Property | | Total | |
|---------------------------|----------------------|--------------------------|-------------------------|--------------------------|----------------------------|--------------------------|----------------------|--------------------------|
| | Assessed Value(1) | Estimate Actual Value | Assessed Value(1) | Estimate Actual Value | Assessed Value(1) | Estimate Actual Value | Assessed Value(1) | Estimate Actual Value |
| 1991 | \$ 423,226,350 | \$1,209,218,000 | \$ 26,659,000 | \$ 26,659,000 | \$ 198,148,000 | \$ 733,881,000 | \$ 648,033,350 | \$1,969,758,000 |
| 1992 | 511,468,290 | 1,461,337,971 | 28,334,980 | 28,334,980 | 200,476,874 | 771,064,900 | 740,280,144 | 2,260,737,851 |
| 1993 | 531,767,190 | 1,519,334,829 | 29,710,990 | 29,710,990 | 197,873,546 | 791,494,184 | 759,351,726 | 2,340,540,003 |
| 1994 | 546,884,860 | 1,562,528,171 | 29,651,420 | 33,694,795 | 189,804,338 | 759,217,352 | 766,340,618 | 2,355,440,319 |
| 1995 | 616,390,820 | 1,761,116,629 | 30,235,110 | 34,358,080 | 186,410,818 | 745,643,272 | 833,036,748 | 2,541,117,980 |
| 1996 | 637,201,530 | 1,820,575,800 | 28,789,390 | 32,715,216 | 197,807,661 | 791,230,644 | 863,798,581 | 2,644,521,660 |
| 1997 | 652,304,010 | 1,863,725,743 | 28,619,720 | 32,522,409 | 189,671,684 | 758,686,736 | 870,595,414 | 2,654,934,888 |
| 1998 | 692,723,010 | 1,979,208,600 | 27,362,250 | 31,093,466 | 201,276,279 | 805,105,116 | 921,361,539 | 2,815,407,182 |
| 1999 | 720,557,060 | 2,058,734,457 | 27,275,100 | 30,994,432 | 204,302,253 | 817,209,012 | 952,134,413 | 2,906,937,901 |
| 2000 | 751,604,370 | 2,147,441,057 | 25,373,790 | 28,833,852 | 203,829,922 | 815,319,688 | 980,808,082 | 2,991,594,597 |

SOURCE: Cuyahoga County Auditor

NOTE: (1) The assessed value is computed at approximately the following percentages of estimated actual value: real property, 35%; public utilities, 88%; tangible personal property, 25%.

CITY OF SOLON, OHIO

ASSESSED VALUE OF REAL PROPERTY BY CLASS

LAST TEN FISCAL YEARS

TABLE 5

| <u>Tax Collection Year</u> | <u>Agricultural / Residential</u> | <u>Commercial</u> | <u>Industrial</u> | <u>Public Utility Real (1)</u> | <u>Total Real Property</u> |
|------------------------------------|---------------------------------------|-------------------|-------------------|--|------------------------------------|
| 1991 | \$ 264,430,830 | \$ 75,738,510 | \$ 82,859,630 | \$ 197,380 | \$ 423,226,350 |
| 1992 | 318,069,130 | 89,590,950 | 103,621,150 | 187,060 | 511,468,290 |
| 1993 | 332,078,790 | 95,894,180 | 103,604,890 | 189,330 | 531,767,190 |
| 1994 | 348,252,840 | 95,644,510 | 102,893,780 | 93,730 | 546,884,860 |
| 1995 | 410,661,710 | 104,200,390 | 101,367,460 | 161,260 | 616,390,820 |
| 1996 | 424,616,120 | 108,679,300 | 103,743,180 | 162,930 | 637,201,530 |
| 1997 | 437,774,000 | 110,836,130 | 103,525,540 | 168,340 | 652,304,010 |
| 1998 | 474,047,150 | 116,946,770 | 101,560,100 | 168,990 | 692,723,010 |
| 1999 | 489,347,810 | 125,826,460 | 105,214,400 | 168,390 | 720,557,060 |
| 2000 | 503,714,390 | 144,924,120 | 102,788,310 | 177,550 | 751,604,370 |

SOURCE: Cuyahoga County Auditor

CITY OF SOLON, OHIO

**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 OF ASSESSED VALUE -- MILLS)**

LAST TEN FISCAL YEARS

TABLE 6

| Tax Collection Year | City of Solon | | | | | | | | | | Total County Millage |
|---------------------------|-----------------|---------------------------|-------------------------|--------------------|--|--------------------|---------------------------------------|----------|------------------|--|----------------------------|
| | General Fund | Police Pension Fund | Fire Pension Fund | Bond Retirement | Safety / Service Equipment Fund | Total City Rate | Library And School District (1) | County | Total Millage | | |
| 1991 | \$ 1.01 | \$ 0.30 | \$ 0.30 | \$ 1.89 | \$ 0.50 | \$ 4.00 | \$ 49.60 | \$ 16.80 | \$ 70.40 | | |
| 1992 | 1.10 | 0.30 | 0.30 | 1.80 | 0.50 | 4.00 | 49.40 | 16.80 | 70.20 | | |
| 1993 | 0.27 | 0.30 | 0.30 | 2.63 | 0.50 | 4.00 | 49.30 | 16.80 | 70.10 | | |
| 1994 | 0.42 | 0.30 | 0.30 | 2.48 | 0.50 | 4.00 | 55.20 | 16.80 | 76.00 | | |
| 1995 | 0.42 | 0.30 | 0.30 | 2.48 | 0.50 | 4.00 | 55.10 | 16.80 | 75.90 | | |
| 1996 | 0.42 | 0.30 | 0.30 | 2.48 | 0.50 | 4.00 | 55.20 | 16.80 | 76.00 | | |
| 1997 | 0.45 | 0.30 | 0.30 | 2.75 | 0.50 | 4.30 | 62.80 | 16.80 | 83.90 | | |
| 1998 | 0.45 | 0.30 | 0.30 | 2.75 | 0.50 | 4.30 | 62.60 | 16.80 | 83.70 | | |
| 1999 | 0.50 | 0.30 | 0.30 | 2.70 | 0.50 | 4.30 | 63.10 | 15.30 | 82.70 | | |
| 2000 | 0.50 | 0.30 | 0.30 | 2.70 | 0.50 | 4.30 | 63.10 | 15.30 | 82.70 | | |

SOURCE: Cuyahoga County Auditor

NOTE: (1) The listed rates are for the Solon City School District. A small portion of Solon, Ohio is in the Orange School District.

CITY OF SOLON, OHIO

TEN HIGHEST PRINCIPAL PROPERTY TAXPAYERS - REAL PROPERTY

DECEMBER 31, 2000

TABLE 7

| <u>Property Owner</u> | <u>Assessed Value</u> | Percent OF Total Assessed Value Of Real <u>Property</u> | Percent Of Total Assessed Value |
|---------------------------------------|-----------------------|--|------------------------------------|
| Cleveland Electric Illuminating Co. | \$ 17,108,570 | 2.28% | 1.74% |
| Duke Realty LTD Partnership | 15,267,800 | 2.03 | 1.56 |
| Stouffer Corp. | 12,912,550 | 1.72 | 1.32 |
| DDR Ohio Opportunity III LLC | 8,270,820 | 1.10 | 0.84 |
| Crawford Fitting Co. | 8,251,340 | 1.10 | 0.84 |
| Hallwood 95, L.P. | 7,219,870 | 0.96 | 0.74 |
| Matrix Essentials, Inc. | 6,675,550 | 0.89 | 0.68 |
| Midamco | 4,966,010 | 0.66 | 0.51 |
| Ohio Bell Telephone Co. | 4,911,410 | 0.65 | 0.50 |
| Permatex, Inc. | <u>4,403,070</u> | <u>0.59</u> | <u>0.45</u> |
| Total | <u>\$ 89,986,990</u> | <u>11.97%</u> | <u>9.17%</u> |
| Total Assessed Value of Real Property | <u>\$ 751,604,370</u> | <u>100.00%</u> | <u>76.63%</u> |
| Total Assessed Value | <u>\$ 980,808,082</u> | | <u>100.00%</u> |

SOURCE: Cuyahoga County Auditor (MIS Department)

CITY OF SOLON, OHIO

TEN HIGHEST PRINCIPAL PROPERTY TAXPAYERS - PERSONAL PROPERTY

DECEMBER 31, 2000

TABLE 8

| <u>Property Owner</u> | <u>Assessed Value</u> | Percent OF Total Assessed Value <u>Of Personal</u> <u>Property</u> | Percent Of Total <u>Assessed Value</u> |
|---|-----------------------|---|---|
| Swagelok Company | \$ 36,304,390 | 17.81% | 3.70% |
| Nestle USA Food Group, Inc. | 16,608,320 | 8.15 | 1.69 |
| Matrix Essentials, Inc. | 11,269,830 | 5.53 | 1.15 |
| Jefferson Smurfit Corp. | 7,125,420 | 3.50 | 0.73 |
| Pioneer Standard Electronics | 5,627,470 | 2.76 | 0.57 |
| Loctite Corp. | 5,437,200 | 2.67 | 0.55 |
| Kennametal, Inc. | 4,754,380 | 2.33 | 0.48 |
| Saint Gobain Industrial | 4,139,830 | 2.03 | 0.42 |
| Mannsmann Demag Corp. | 3,624,130 | 1.78 | 0.37 |
| Erico Holding Company | <u>3,505,190</u> | <u>1.72</u> | <u>0.36</u> |
| Total | <u>\$ 98,396,160</u> | <u>48.27%</u> | <u>10.03%</u> |
| Total Assessed Value of Personal Property | <u>\$ 203,829,922</u> | <u>100.00%</u> | <u>20.78%</u> |
| Total Assessed Value | <u>\$ 980,808,082</u> | | <u>100.00%</u> |

SOURCE: Cuyahoga County Auditor (MIS Department)

CITY OF SOLON, OHIO

TEN HIGHEST CITY INCOME TAX WITHHOLDING ACCOUNTS

AS OF DECEMBER 31, 2000

TABLE 9

| | <u>Employee Withholding</u> | |
|------------------------------|-----------------------------|--------|
| Clintec Management Services | \$ 1,580,295 | |
| Keithley Instruments, Inc. | 1,295,562 | |
| Swagelok Company | 778,719 | |
| Matrix Essentials, Inc. | 689,446 | |
| Solon Board of Education | 579,625 | |
| Pioneer Standard Electronics | 535,807 | |
| Erico Products | 520,642 | |
| Kennametal, Inc. | 402,533 | |
| Venture Lighting, Inc. | 298,887 | |
| Nestle NFS, Inc. | 294,031 | |
| <hr/> | | |
| Top Ten Totals | \$ 6,975,547 | 32.1% |
| Other Withholding Accounts | 14,736,919 | 67.9% |
| <hr/> | | |
| Total Withholding Collected | \$ 21,712,466 | 100.0% |
| <hr/> <hr/> | | |

CITY OF SOLON, OHIO

SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS

LAST TEN FISCAL YEARS

TABLE 10

| <u>Fiscal Year</u> | <u>Special Assessment Billings</u> | <u>Special Assessment Collected (1)</u> |
|------------------------|--|---|
| 1991 | \$ 953,639 | \$ 921,379 |
| 1992 | 821,656 | 755,778 |
| 1993 | 927,007 | 843,881 |
| 1994 | 855,551 | 830,774 |
| 1995 | 1,090,930 | 1,068,699 |
| 1996 | 1,063,440 | 1,036,351 |
| 1997 | 1,014,276 | 925,688 |
| 1998 | 1,074,497 | 958,697 |
| 1999 | 846,595 | 821,492 |
| 2000 | 718,733 | 702,142 |

SOURCE: Cuyahoga County Auditor

NOTE: (1) Includes delinquents, penalties, and interest.

CITY OF SOLON, OHIO

COMPUTATION OF LEGAL DEBT MARGIN STATUTORY LIMIT

DECEMBER 31, 2000

TABLE 11

| | |
|---|--------------------|
| Applicable City Bond and Note Debt Outstanding | \$ 24,226,604 |
| Less: Debt exempt from calculation: Self-supporting as defined in ORC 133.10 Special Assessment Debt | <u>-6,901,604</u> |
| Indebtedness (voted and unvoted) subject to limitation | 17,325,000 |
| Less: Applicable fund balance in debt service funds | <u>-4,019,041</u> |
| Net Indebtedness subject to debt limitation | \$ 13,305,959 |
| | |
| Legal 10.5% Debt Margin (Voted and Unvoted Debt) | |
| 10.5% x \$980,808,082 (assessed valuation) | \$ 102,984,849 |
| Less: Debt subject to 10.5% limit | <u>-13,305,959</u> |
| Debt Margin Applicable to 10.5% limit | \$ 89,678,890 |
| | |
| Legal 5.5% Debt Margin (Unvoted Debt) | |
| 5.5% x \$980,808,082 (assessed valuation) | \$ 53,944,445 |
| Less: Debt subject to 5.5% limit | <u>-18,326,604</u> |
| Debt Margin Applicable to 5.5% limit | \$ 35,617,841 |

NOTE: Calculation of Statutory (direct) Legal Debt Margin is based on Chapter 133 of the Ohio Revised Code.

CITY OF SOLON, OHIO

RATIO OF NET GENERAL OBLIGATION BONDED DEBT TO ASSESSED VALUE AND NET BONDED PER CAPITA

LAST TEN FISCAL YEARS **TABLE 12**

| Fiscal Year | (1) Population | Assessed Value | Gross General Obligation Bonded Debt | Debt Service Monies Available | Net General Obligation Bonded Debt | Ratio Of Net Bonded Debt To Assessed Value | Net G.O. Bonded Debt Per Capita |
|-------------|----------------|----------------|--------------------------------------|-------------------------------|------------------------------------|--|---------------------------------|
| 1991 | 18,548 | \$648,033,350 | \$ 6,760,000 | \$ 291,417 | \$ 6,468,583 | 0.010 | \$ 348.75 |
| 1992 | 18,548 | 740,280,144 | 6,380,000 | 58,630 | 6,321,370 | 0.009 | 340.81 |
| 1993 | 18,548 | 759,351,726 | 13,340,000 | 309,448 | 13,030,552 | 0.017 | 702.53 |
| 1994 | 18,548 | 766,340,618 | 12,725,000 | 67,561 | 12,657,439 | 0.017 | 682.42 |
| 1995 | 18,548 | 833,036,748 | 14,680,000 | 486,240 | 14,193,760 | 0.017 | 765.24 |
| 1996 | 18,548 | 863,798,581 | 17,475,000 | 959,254 | 16,515,746 | 0.019 | 890.43 |
| 1997 | 18,548 | 870,595,414 | 16,515,000 | 1,251,974 | 15,263,026 | 0.018 | 822.89 |
| 1998 | 18,548 | 921,361,539 | 15,495,000 | 1,810,818 | 13,684,182 | 0.015 | 737.77 |
| 1999 | 18,548 | 952,134,413 | 14,420,000 | 2,349,700 | 12,070,300 | 0.013 | 650.76 |
| 2000 | 21,802 | 980,808,082 | 13,325,000 | 3,097,125 | 10,227,875 | 0.010 | 469.13 |

NOTE: (1) Population data for 1991 through 1999 is assumed to be the same as that of the 1990 census as no subsequent data is available. 2000 census data is used for 2000 population.

CITY OF SOLON, OHIO

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

LAST TEN FISCAL YEARS

TABLE 13

| <u>Fiscal Year</u> | <u>General Obligation Principal</u> | <u>General Obligation Interest</u> | <u>Total General Obligation Debt Service</u> | <u>Total General Governmental Expenditures (1)</u> | <u>Ratio Of Debt Service To Total General Governmental Expenditures</u> |
|--------------------|-------------------------------------|------------------------------------|--|--|---|
| 1991 | \$ 370,000 | \$ 618,595 | \$ 988,595 | \$ 26,390,179 | 0.04 |
| 1992 | 380,000 | 582,691 | 962,691 | 24,014,641 | 0.04 |
| 1993 | 390,000 | 546,141 | 936,141 | 24,728,452 | 0.04 |
| 1994 | 695,197 | 996,986 | 1,692,183 | 30,876,166 | 0.05 |
| 1995 | 4,740,000 (2) | 841,638 | 5,581,638 | 32,543,887 | 0.17 |
| 1996 | 905,000 | 843,728 | 1,748,728 | 28,983,755 | 0.06 |
| 1997 | 960,000 | 994,270 | 1,954,270 | 32,972,984 | 0.06 |
| 1998 | 1,020,000 | 931,022 | 1,951,022 | 29,726,440 | 0.07 |
| 1999 | 1,075,000 | 864,481 | 1,939,481 | 33,862,214 | 0.06 |
| 2000 | 1,095,000 | 789,918 | 1,884,918 | 35,610,773 | 0.05 |

NOTE: (1) Includes General Fund, Special Revenue Funds, Debt Service Fund, Capital Projects Funds, and Expendable Trust Fund.

(2) Includes refunding of \$3,605,000 for 1989 Sewer System Improvement bonds.

CITY OF SOLON, OHIO

COMPUTATION OF DIRECT AND OVERLAPPING DEBT

DECEMBER 31, 2000

TABLE 14

| <u>Jurisdiction</u> | <u>Net Debt Outstanding</u> | <u>Percentage Applicable To City Of Solon (1)</u> | <u>Amount Applicable To City Of Solon</u> |
|-----------------------------|---------------------------------|---|---|
| City of Solon, Ohio | \$ 24,226,604 | 100.00% | \$ 24,226,604 |
| Cuyahoga County* (2) | 231,044,636 | 3.89 | 8,987,636 |
| Regional Transit Authority* | 98,030,000 | 3.89 | 3,813,367 |
| Solon City School District* | <u>25,569,962</u> | 100.00 | <u>25,569,962</u> |
| Total | <u>\$ 378,871,202</u> | | <u>\$ 62,597,569</u> |

*SOURCE: Cuyahoga County Auditor

NOTES: (1) The percentage of indebtedness of the City's overlapping political subdivisions was determined by dividing the City's assessed valuation by the total assessed valuation of each overlapping subdivision.

(2) The special taxing districts' debt (which includes the Cleveland Metropolitan Park District, Cuyahoga Community College, and the Cleveland-Cuyahoga Port Authority) is included in the County total.

CITY OF SOLON, OHIO

REVENUE COVERAGE FOR O.W.D.A. LOANS

TABLE 15

LAST TEN FISCAL YEARS

| Fiscal Year | Gross Revenue (1) | Direct Operating Expenditures (2) | Net Revenue Available For Debt Service | Debt Service Requirements | | | Coverage |
|----------------|----------------------|---|--|---------------------------|-----------|-----------|----------|
| | | | | Principle | Interest | Total | |
| 1991 | \$ 2,465,851 | \$ 2,236,653 | \$ 229,198 | \$ 10,383 | \$ 24,558 | \$ 34,941 | 6.56 |
| 1992 | 2,590,303 | 2,567,006 | 23,297 | 11,032 | 23,910 | 34,942 | 0.67 |
| 1993 | 2,860,011 | 2,349,152 | 510,859 | 5,860 | 23,220 | 29,080 | 17.57 |
| 1994 | 3,088,601 | 2,313,118 | 775,483 | 122,839 | 169,691 | 292,530 | 2.65 |
| 1995 | 2,961,117 | 2,360,856 | 600,261 | 235,177 | 493,044 | 728,221 | 0.82 |
| 1996 | 3,572,731 | 3,135,089 | 437,642 | 923,799 | 835,335 | 1,759,134 | 0.25 |
| 1997 | 4,335,108 | 3,373,995 | 961,113 | 1,019,303 | 881,183 | 1,900,486 | 0.51 |
| 1998 | 5,009,339 | 2,782,466 | 2,226,873 | 1,085,095 | 846,374 | 1,931,469 | 1.15 |
| 1999 | 5,199,841 | 2,609,974 | 2,589,867 | 1,090,504 | 809,240 | 1,899,744 | 1.36 |
| 2000 | 4,710,354 | 2,787,929 | 1,922,425 | 969,464 | 625,542 | 1,595,006 | 1.21 |

NOTES: (1) Gross revenues are on a cash/budget basis. They represent all operating and non-operating revenues in the Water Reclamation Operating Fund with the exception of the debt instrument proceeds.

(2) Direct operating expenditures are on a cash/budget basis. They include expenditures for wages, benefits, contract services, utilities, and small capital items.

CITY OF SOLON, OHIO

**PRINCIPAL AMOUNT OF GENERAL LONG- AND SHORT-TERM DEBT
(OUTSTANDING AT YEAR END)**

LAST TEN FISCAL YEARS

TABLE 16

| | 1991 | 1992 | 1993 | 1994 | 1995 | 1996 | 1997 | 1998 | 1999 | 2000 |
|--------------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| LONG-TERM INDEBTEDNESS: | | | | | | | | | | |
| General Obligation Bonds - | | | | | | | | | | |
| Sewer Plant Construction | 175,000 | 140,000 | 105,000 | 70,000 | 35,000 | - | - | - | - | - |
| Service Department | 40,000 | 20,000 | - | - | - | - | - | - | - | - |
| Grantwood Park Improv'ts | 605,000 | 550,000 | 495,000 | 440,000 | 385,000 | 330,000 | 275,000 | 220,000 | 165,000 | 110,000 |
| Central Wastewater | 1,650,000 | 1,500,000 | 1,350,000 | 1,200,000 | 1,050,000 | 900,000 | 750,000 | 600,000 | 450,000 | 300,000 |
| Sewer System Improvements | 3,840,000 | 3,770,000 | 3,690,000 | 3,605,000 | - | - | - | - | - | - |
| Land Acquisition | 450,000 | 400,000 | 350,000 | 300,000 | - | - | - | - | - | - |
| New City Hall Construction | - | - | 7,350,000 | 7,110,000 | 6,865,000 | 6,615,000 | 6,355,000 | 6,085,000 | 5,805,000 | 5,510,000 |
| LTGO Refunding | - | - | - | - | 6,345,000 | 5,930,000 | 5,495,000 | 5,050,000 | 4,570,000 | 4,090,000 |
| Library Building | - | - | - | - | - | 3,700,000 | 3,640,000 | 3,540,000 | 3,430,000 | 3,315,000 |
| Special Assessment Bonds - | | | | | | | | | | |
| SOM Center Water & Sewer | 3,000 | - | - | - | - | - | - | - | - | - |
| SOM Harper Sanitary Sewer | 6,000 | 3,000 | - | - | - | - | - | - | - | - |
| Cochran / Solon Road | 36,000 | 27,000 | 18,000 | 9,000 | - | - | - | - | - | - |
| Cheswick 1 & 2 | 55,000 | 44,000 | 33,000 | 22,000 | 11,000 | - | - | - | - | - |
| Chagrin Valley Water | 11,000 | - | - | - | - | - | - | - | - | - |
| Ambina Drive | 210,000 | 175,000 | 140,000 | 105,000 | 70,000 | 35,000 | - | - | - | - |
| Miles Water | 15,000 | - | - | - | - | - | - | - | - | - |
| Davis Drive | 280,000 | 245,000 | 210,000 | 175,000 | 140,000 | 105,000 | 70,000 | 35,000 | - | - |
| Cannon Spring Sanitary (CBS) | 153,000 | 136,000 | 119,000 | 102,000 | 85,000 | 68,000 | 51,000 | 34,000 | 17,000 | - |
| Bruce Industrial Parkway | 360,000 | 320,000 | 280,000 | 240,000 | 200,000 | 160,000 | 120,000 | 80,000 | 40,000 | - |
| Sherbrook Drive | 1,470,000 | 1,365,000 | 1,260,000 | 1,155,000 | 1,050,000 | 945,000 | 840,000 | 735,000 | 630,000 | 525,000 |
| Parkland Westview Improv'ts | 2,390,000 | 2,325,000 | 2,255,000 | 2,180,000 | - | - | - | - | - | - |
| Various Street Improvements | 3,360,000 | 3,265,000 | 3,165,000 | 3,060,000 | - | - | - | - | - | - |
| County Issued Miles Sewer | - | - | 1,083,004 | 1,021,053 | 986,635 | 952,217 | 915,506 | 876,500 | 876,500 | 791,604 |
| Various Purpose Improv'ts | - | 4,370,000 | 4,230,000 | 4,085,000 | 3,940,000 | 3,790,000 | 3,625,000 | 3,460,000 | 3,290,000 | 3,110,000 |

CITY OF SOLON, OHIO

**PRINCIPAL AMOUNT OF GENERAL LONG- AND SHORT-TERM DEBT (CONTINUED)
(OUTSTANDING AT YEAR END)**

| | 1991 | 1992 | 1993 | 1994 | 1995 | 1996 | 1997 | 1998 | 1999 | 2000 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| TABLE 16 (cont.) | | | | | | | | | | |
| LAST TEN FISCAL YEARS | | | | | | | | | | |
| Loans From State Agencies - | | | | | | | | | | |
| Enterprise Fund Loans - | | | | | | | | | | |
| OWDA 190SRF - WWTP Expansion | - | - | - | 7,423,667 | 18,991,492 | 18,289,248 | 17,565,644 | 16,819,717 | 16,050,942 | 15,258,619 |
| OWDA 181SRF - N.E. Pump Station | - | - | 3,414,814 | 3,304,064 | 3,188,149 | 3,067,914 | 2,942,087 | 2,810,792 | 2,673,790 | 2,530,834 |
| OWDA 896032 - WWTP (1970) | 382,552 | 371,520 | 365,660 | 353,571 | 340,728 | 327,081 | 312,582 | 297,177 | 280,809 | 263,418 |
| OWDA 190SRFS - WWTP Expansion | - | - | - | - | - | 432,500 | 416,995 | 370,404 | 354,189 | 337,395 |
| General Long-Term Debt Loans - | | | | | | | | | | |
| OWDA 181SRF - Creekside Pump Station | - | - | 2,480,000 | 2,399,803 | 2,316,470 | 2,228,798 | 2,137,682 | 2,042,606 | 1,943,398 | 1,839,878 |
| OPWC CA514 - Solon/Baldwin/Huntington San. Sewers | - | - | - | - | 928,490 | 857,066 | 809,451 | 761,836 | 714,221 | 666,606 |
| OWDA 332SRF - Aurora/Liberty San. Sewer | - | - | - | - | - | 1,482,702 | 1,433,950 | 1,383,149 | 1,330,213 | 1,275,052 |
| OPWC - Solon/Cochran Intersection | - | - | - | - | - | - | - | 195,500 | 182,467 | 169,434 |
| Capital Leases | 39,909 | 24,865 | 62,591 | 3,677 | 33,579 | 37,423 | 36,943 | 13,699 | 548 | - |
| Total Long-Term | 15,531,461 | 19,051,385 | 32,456,069 | 38,363,835 | 46,961,543 | 50,252,949 | 47,791,840 | 45,410,380 | 42,804,077 | 40,092,840 |
| SHORT-TERM INDEBTEDNESS: | | | | | | | | | | |
| General Obligation Bond Anticipation Notes - | | | | | | | | | | |
| Various Purpose | 4,500,000 | - | - | - | - | - | - | - | - | - |
| Creekside Trail | 2,410,000 | 2,480,000 | - | - | - | - | - | - | - | - |
| Sanitary Sewer Improvement | - | 1,335,000 | - | - | - | - | - | - | - | - |
| Kruse Drive | - | - | - | - | - | - | - | 2,285,000 | 2,425,000 | 2,475,000 |
| Municipal Service Ctr Improv | - | - | - | - | - | - | - | - | 6,000,000 | 4,000,000 |
| Total Short-Term | 6,910,000 | 3,815,000 | - | - | - | - | - | 2,285,000 | 8,425,000 | 6,475,000 |
| Total Indebtedness | \$22,441,461 | \$22,866,385 | \$32,456,069 | \$38,363,835 | \$46,961,543 | \$50,252,949 | \$47,791,840 | \$47,695,380 | \$51,229,077 | \$46,567,840 |

CITY OF SOLON, OHIO

RATIO OF DEBT TO TOTAL POPULATION, ASSESSED VALUE OF REAL AND PERSONAL PROPERTY, AND PER CAPITA INCOME

LAST SIX FISCAL YEARS

TABLE 17

| | 1995 | 1996 | 1997 | 1998 | 1999 | 2000 |
|--|---------------|---------------|---------------|---------------|---------------|---------------|
| Total Debt | \$ 46,961,543 | \$ 50,252,949 | \$ 47,791,840 | \$ 47,695,380 | \$ 51,229,077 | \$ 46,567,840 |
| Debt Per Capita (1) | \$ 2,531.89 | \$ 2,709.35 | \$ 2,576.66 | \$ 2,571.46 | \$ 2,761.97 | \$ 2,135.94 |
| Percent Of Assessed Value | 5.64% | 5.82% | 5.49% | 5.18% | 5.38% | 4.75% |
| Debt Per Capita As A Percent Of Personal Income Per Capita (2) | 11.25% | 12.03% | 11.44% | 11.42% | 12.27% | 9.49% |

NOTE: (1) Calculated using the *population* from the 1990 census for the years 1995 through 1999, 2000 census data is used thereafter.

(2) Calculated using the per capita income from the 1990 census for all years shown, 2000 census *income* data was not available at printing.

CITY OF SOLON, OHIO

DEMOGRAPHIC STATISTICS

DECEMBER 31, 2000

TABLE 18

| POPULATION DATA | | | | | |
|-----------------|-------------------|--------------------------------|---------------------------|------------------------------|-----------------------------|
| <u>Year</u> | <u>Population</u> | <u>Increase (Decrease)</u> | <u>Percent Change</u> | <u>County Population</u> | <u>State Population</u> |
| 1930 | 1,027 | | | 1,201,455 | 6,646,697 |
| 1940 | 1,508 | 481 | 46.8 % | 1,217,250 | 6,907,612 |
| 1950 | 2,570 | 1,062 | 70.4 | 1,389,532 | 7,946,627 |
| 1960 | 6,333 | 3,763 | 146.4 | 1,647,895 | 9,706,397 |
| 1970 | 11,519 | 5,186 | 81.9 | 1,721,300 | 10,652,017 |
| 1980 | 14,341 | 2,822 | 24.5 | 1,498,400 | 10,797,630 |
| 1990 | 18,548 | 4,207 | 29.3 | 1,412,140 | 10,847,115 |
| 2000 | 21,802 | 3,254 | 17.5 | 1,393,978 | 11,353,140 |

SOURCE: U.S. Department of Commerce, Bureau of the Census, 2000 Census.

Historical data prepared by: Office of Strategic Research, Ohio Department of Development, 3/2001.
www.odod.state.oh.us/osr/people.htm

All of the following demographic information was obtained from the U.S. Census Bureau, American FactFinder web site: <http://factfinder.census.gov/servlet/BasicFactsServlet>

2000 AGE DISTRIBUTION

| <u>Age</u> | <u>Number</u> | <u>Percent Of Total</u> | <u>Males</u> |
|--------------|---------------|-----------------------------|--|
| Under 5 | 1,290 | 5.9% | 10,687 |
| 5 to 9 | 1,891 | 8.7 | 49.0% |
| 10 to 14 | 2,199 | 10.1 | |
| 15 to 19 | 1,702 | 7.8 | |
| 20 to 24 | 647 | 3.0 | <u>Females</u> |
| 25 to 34 | 1,668 | 7.7 | 11,115 |
| 35 to 44 | 4,000 | 18.3 | 51.0% |
| 45 to 54 | 4,127 | 18.9 | |
| 55 to 59 | 1,141 | 5.2 | |
| 60 to 64 | 818 | 3.8 | |
| 65 to 74 | 1,302 | 6.0 | |
| 75 to 84 | 824 | 3.8 | |
| 85 & over | 193 | 0.9 | |
| Total | 21,802 | 100.0% | |
| | | | <u>Persons 25 & over (1990 data)</u> |
| | | | High school graduate or higher |
| | | | 88.6% |
| Under 18 | 6,658 | 30.5% | Bachelor's degree or higher |
| 65 & over | 2,319 | 10.6% | 38.0% |

CITY OF SOLON, OHIO

DEMOGRAPHIC STATISTICS (CONTINUED)

DECEMBER 31, 2000

TABLE 18 (cont.)

DISTRIBUTION OF HOUSEHOLDS BY INCOME - 1989

| <u>Income in 1989</u> | <u>Number</u> | <u>Percentage Of All Households</u> |
|-------------------------|---------------|---|
| Less than \$5,000 | 93 | 1.5 % |
| \$5,000 to \$9,999 | 226 | 3.5 |
| \$10,000 to \$14,999 | 193 | 3.0 |
| \$15,000 to \$24,999 | 624 | 9.8 |
| \$25,000 to \$34,999 | 678 | 10.6 |
| \$35,000 to \$49,999 | 1,027 | 16.1 |
| \$50,000 to \$74,999 | 1,662 | 26.0 |
| \$75,000 to \$99,999 | 1,038 | 16.2 |
| \$100,000 to \$149,999 | 518 | 8.1 |
| \$150,000 or more | <u>330</u> | <u>5.2</u> |
| Total Households | 6,389 | 100.0 % |

Median Household Income \$ 54,005
Per Capita Income \$ 22,514

| HOUSEHOLD TYPE | 1990 | 2000 |
|--|-------------|-------------|
| TOTAL HOUSING UNITS | 6,601 | 7,801 |
| TOTAL HOUSEHOLDS (Units occupied) | 6,341 | 7,554 |
| ONE PERSON HOUSEHOLDS | 914 | 1,197 |
| TWO OR MORE PERSON HOUSEHOLDS | 5,427 | 6,357 |
| Married couples family | 4,722 | 5,427 |
| Male householder (no wife) family | 135 | 179 |
| Female householder (no husband) family | 434 | 562 |
| Nonfamily | 136 | 189 |
| MARITAL STATUS - PERSONS 15 YEARS OLD & OVER | | |
| Never married | 3,051 | N/A |
| Now married, except separated | 9,652 | N/A |
| Separated | 95 | N/A |
| Widowed | 750 | N/A |
| Divorced | 692 | N/A |
| PERSONS PER HOUSEHOLD | 2.92 | 2.89 |

CITY OF SOLON, OHIO

PROPERTY VALUES, BANK DEPOSITS, AND CONSTRUCTION

LAST TEN FISCAL YEARS

TABLE 19

| <u>Fiscal Year</u> | <u>Assessed Value Real & Personal Property (1)</u> | <u>Building Permits Issued (2)</u> | | <u>Bank Deposits (3)</u> |
|--------------------|--|--|---------------|--------------------------|
| | | <u>Number</u> | <u>Value</u> | |
| 1991 | \$ 648,033,350 | 682 | \$ 38,948,482 | \$18,362,243,000 |
| 1992 | 740,280,144 | 816 | 58,494,103 | 19,379,280,000 |
| 1993 | 759,351,726 | 949 | 61,198,380 | 21,900,421,000 |
| 1994 | 766,340,618 | 780 | 68,880,856 | 20,885,453,000 |
| 1995 | 833,036,748 | 638 | 52,635,320 | 22,694,304,000 |
| 1996 | 863,798,581 | 689 | 66,661,787 | 27,068,211,000 |
| 1997 | 870,595,414 | 812 | 75,019,941 | 53,941,971,000 (4) |
| 1998 | 921,361,539 | 782 | 76,795,425 | 58,904,596,000 |
| 1999 | 952,134,413 | 767 | 75,119,573 | 57,816,942,000 |
| 2000 | 980,808,082 | 748 | 61,396,638 | 61,943,764,000 |

SOURCES: (1) Cuyahoga County Auditor.

(2) Building Department, City of Solon.

(3) Federal Reserve Bank of Cleveland (total demand, time, and savings deposits for commercial banks in Cuyahoga County).

(4) The majority of this increase is due to a merger/acquisition by Key Bank National Association.

CITY OF SOLON, OHIO

MISCELLANEOUS STATISTICAL DATA

DECEMBER 31, 2000

TABLE 20

| | | |
|---------------------------|--|--------------------------------------|
| GOVERNMENT: | Charter | Mayor and Council (adopted 1954) |
| | Founded | 1820 |
| | Township | 1825 |
| | Village | 1938 |
| | City | December 5, 1960 |
| POPULATION: | Census 2000 | 21,802 |
| AREA: | 19.2 square miles (12,300 acres) | 1,232 acres undeveloped as of 12/99 |
| ALTITUDE: | Max. 1,246.1 feet -- Min. 886.1 feet | (City Hall is at 1,033 feet) |
| CLIMATE (General Region): | Average rainfall | 36.5 inches |
| | Average summer temperature | 70.1 degrees Fahrenheit |
| | Average winter temperature | 35.4 degrees Fahrenheit |
| HIGHWAYS: | U.S. Routes -- 422 (divided highway, direct link to I-271 & I-480) | 5.8 miles |
| | State Routes -- 43, 91, & 175 | 12.4 miles |
| | County Roads (9) | 28.2 miles |
| POLICE: | Stations | 1 |
| | Equipment (pieces) | 28 (includes 4 bicycles & 1 trailer) |
| | Officers | 44 |
| | School guards | 5 |
| | Auxiliary | 20 |
| | Dispatchers | 13 (14 max. authorized by council) |
| | Administrative personnel | 9 (10 max. authorized by council) |
| | Corrections personnel | 12 (15 max. authorized by council) |
| | Humane officers | 1 |
| FIRE: | Stations | 2 |
| | Line personnel | 42 |
| | Fire prevention inspectors | 2 |
| | Administrative staff | 2 |
| | Equipment (pieces) | 17 (includes a boat on a trailer) |

CITY OF SOLON, OHIO

MISCELLANEOUS STATISTICAL DATA (CONTINUED)

DECEMBER 31, 2000

TABLE 20 (cont.)

| | | |
|----------------------|--------------------------------------|-------------------------------|
| ASSESSED VALUATION: | \$ 980,808,082 | 2000 |
| NUMBER OF DWELLINGS: | Total units (including multi-family) | 7,938 (Solon Planning Dept.) |
| | Single family home average value | \$193,800 (County Auditor) |
| BANKS: | Branches | 14 |
| CHURCHES: | Total | 5 |
| | Demoninations | 3 |
| BUILDINGS: | Permits issued in 2000 | 748 |
| | Valuation | \$ 61,396,638 |
| INDUSTRY: | Number of business units | 378 retail / commercial |
| | (Solon Planning Dept.) | 404 industrial |
| RAILROADS: | Wheeling & Lake Erie | |
| | Norfolk Southern | |
| BUS LINES: | RTA (Regional Transit Authority) | 3 routes - 1 with shuttle van |
| MEDICAL: | Hospitals within 12 miles | 20 |
| | Emergency Care facility in Solon | 1 |
| EDUCATION: | Total school enrollment | 5,016 (January 2000) |
| | Average SAT score - Verbal | 525 (1999) |
| | Average SAT score - Math | 540 (1999) |
| | Parochial schools within 20 miles | 25 (1998) |
| | Private schools within 20 miles | 8 (1998) |
| | Major Cols. & Univs. within 50 miles | 15 (2000) |
| | Tech. & Voc. Schools in region | 39 (2000) |
| LIBRARIES: | Public libraries | 1 |
| | Volumes available | 73,852 |
| | Audio / Visual | 14,923 |

CITY OF SOLON, OHIO

MISCELLANEOUS STATISTICAL DATA (CONTINUED)

DECEMBER 31, 2000

TABLE 20 (cont.)

| | | |
|---|---|------------------------------------|
| NEWSPAPERS: | Daily | 1 - Cleveland Plain Dealer |
| | Weekly | 2 - Solon Times & Solon Herald Sun |
| LODGING: | Hotel/Motel | 3 (1 add'l proposed) |
| SHOPPING CENTERS: | | 4 |
| AIRPORT: | 20 miles to Cleveland Hopkins International Airport | |
| RECREATION FACILITIES: (City owned & maintained) | Parks | 4 (estimated 121 total acres) |
| | Swimming pools | 1 (6 lane -- 50 meter) |
| | Lighted tennis courts | 8 |
| | Baseball fields | 10 (plus one leased) |
| | Playgrounds | 5 |
| | Basketball courts | 3½ |
| | Sand Volleyball courts | 3 |
| | Pavilions | 2 |
| | Lake within park | 1 (approx. 5 acres for fishing) |
| | Golf course (Grantwood) | 1 (18 holes -- 363 acres) |
| OTHER RECREATION: | Cleveland Metro Parks area | 379 acres within Solon |
| | Amusement park (Six Flags) | 2 miles from City limits |
| | Golf courses (private) | 2 (18 holes each) |
| SEWERAGE SYSTEM: (City owned & maintained) | Miles of sanitary sewers | 125 |
| | Number of treatment plants | 1 |
| | Number of lift/pump stations | 21 |
| | Number of service connections | 6,700 |
| | Daily average treatment | 4,060,000 gallons |
| | Maximum daily capacity of plant | 5,800,000 gallons |
| PUBLIC MEETINGS: | Solon City Council | 1st & 3rd Monday each month |
| | Planning Commission | 2nd & 4th Tuesday each month |
| | Other Committees & Commissions meet monthly on varying dates. | |



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

CITY OF SOLON
CUYAHOGA 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
AUGUST 28, 2001**