

**CITY OF PARMA  
CUYAHOGA COUNTY**

**SINGLE AUDIT**

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



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

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**STATE OF OHIO**



**CITY OF PARMA  
CUYAHOGA COUNTY**

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**CITY OF PARMA  
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED DECEMBER 31, 2000**

Federal Grantor/ Pass-Through Grantor/Program Title	Federal CFDA Number	Pass-Through Entity Number	Expenditures	Non Cash Expenditures
<b>U.S. Department of Agriculture</b>				
<i>Passed Through the Western Reserve Area Agency on Aging:</i>				
Nutrition Program for the Elderly	10.570	N/A	\$0	\$15,757
<b>Total U.S. Department of Agriculture</b>			<u>0</u>	<u>15,757</u>
<b>U.S. Department of Health &amp; Human Services</b>				
<i>Passed Through the Western Reserve Area Agency on Aging:</i>				
<i>Aging Cluster:</i>				
Special Programs for the Aging - Title III-B	93.044	N/A	99,974	0
Total Special Programs for the Aging - Title III-B:			<u>99,974</u>	<u>0</u>
Special Programs for the Aging - Title III-C1	93.045	N/A	7,377	0
Special Programs for the Aging - Title III-C2	93.045		6,997	27,425
Total Special Programs for the Aging - Title III-C:			<u>14,374</u>	<u>27,425</u>
Total Aging Cluster:			<u>114,348</u>	<u>27,425</u>
<b>Total U.S. Department of Health &amp; Human Services</b>			<u>114,348</u>	<u>27,425</u>
<b>U.S. Department of Justice</b>				
<i>Passed Through the State of Ohio Office of Criminal Justice Services</i>				
Juvenile Accountability Incentive Block Grant 2000	16.523	1999-JB-013-A032	34,730	0
<b>Total U.S. Department of Justice</b>			<u>34,730</u>	<u>0</u>
<b>U.S. Department of Housing &amp; Urban Development</b>				
<i>Direct Programs</i>				
Community Development Block Grant	14.218	N/A	102,693	0
Community Development Block Grant	14.218	N/A	811,054	0
Total Community Development Block Grant:			<u>913,747</u>	<u>0</u>
Fair Housing Grant 1996-97	14.401	N/A	3,763	0
Fair Housing Grant 1997-98	14.401	N/A	(15)	0
Fair Housing Grant 1998-99	14.401	N/A	68,593	0
Total Fair Housing Grant:			<u>72,341</u>	<u>0</u>
HOME Investment Partnerships Program	14.239	N/A	189,494	0
			<u>189,494</u>	<u>0</u>
<b>Total U.S. Department of Housing &amp; Urban Development</b>			<u>1,175,582</u>	<u>0</u>
<b>TOTAL FEDERAL AWARDS EXPENDITURES</b>			<u><u>\$1,324,660</u></u>	<u><u>\$43,182</u></u>

Note: The accompanying notes to this schedule are an integral part of this schedule

**CITY OF PARMA  
CUYAHOGA COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2000**

**NOTE A -- SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Expenditures (the Schedule) summarizes activity of the City of Parma's (the City's) federal awards programs. The Schedule has been prepared on the cash basis of accounting for all programs and the City has excluded federal financial assistance reported for the Annual Contribution Contract C - Housing Assistance Payment Program.

**NOTE B -- MATCHING REQUIREMENTS**

Certain Federal programs require that the City contribute non-Federal funds (matching funds) to support Federally funded programs. The City has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.

**NOTE C -- U.S. DEPT. OF HOUSING & URBAN DEVELOPMENT  
COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG)**

The City has established a revolving loan program to provide low-interest loans to persons from low-moderate income households to rehabilitate their homes. The Federal Department of Housing and Urban Development (HUD) grants money for these loans directly to the City. The initial loan of this money is recorded as a disbursement on the accompanying Schedule. Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule. These loans are collateralized by mortgages on the property. At December 31, 2000, the gross amount of loans outstanding under this program is \$10,509.

**NOTE D -- FOOD DISTRIBUTION**

Nonmonetary assistance, meals received from the Western Reserve Area Agency on Aging, is reported in the Schedule at the value of \$1.79 per meal served.

For congregate meals, the U.S. Department of Agriculture allocates \$.54 per meal and the U.S. Department of Health and Human Services allocates \$1.25 per meal. For home delivered meals, the U.S. Department of Agriculture allocates \$.54 per meal and state and local funds allocate \$1.25 per meal.

For the year ended December 31, 2000, the City served 21,940 congregate meals and 7,240 home delivered meals through the City's Senior Citizens Center meal programs. Therefore, \$15,757 was allocated to the U.S. Department of Agriculture, \$27,425 was allocated to the U.S. Department of Health and Human Services and \$9,050 was allocated to state and local funds. The allocation to state and local funds is not presented on the Schedule.

CFDA - Catalog of Federal Domestic Assistance.

N/A - Not applicable for direct programs; not available for pass-through programs.



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

Members of City Council  
City of Parma  
Cuyahoga County  
6611 Ridge Road  
Parma, Ohio 44129

We have audited the financial statements of the City of Parma, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2000, and have issued our report thereon dated December 14, 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 instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2000-20818-001, 2000-20818-002, 2000-20818-003 and 2000-20818-004. We also noted certain immaterial instances of noncompliance that we have reported to management of the City in a separate letter dated December 14, 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. However, we noted a certain matter involving the internal control over financial reporting and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the City's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. The reportable condition is described in the accompanying schedule of findings as item 2000-20818-005.

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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we do not believe the reportable condition described above is a material weakness. We also noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to the management of the City in a separate letter dated December 14, 2001.

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

**Jim Petro**  
Auditor of State

December 14, 2001





STATE OF OHIO  
OFFICE OF THE AUDITOR

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

Members of City Council  
City of Parma  
Cuyahoga County  
6611 Ridge Road  
Parma, Ohio 44129

**Compliance**

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

Federal programs of the Annual Contribution Contract C - Housing Assistance Payment Program are subjected to audit procedures under Office of Management and Budget Circular A-133 and are reported on separately.

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

In our opinion, based on our audit and the report of other auditors, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended December 31, 2000.

**Internal Control Over Compliance**

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

**Internal Control Over Compliance  
(Continued)**

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control 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 noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to management of the City in a separate letter dated December 14, 2001.

**Schedule of Federal Awards Expenditures**

We have audited the general-purpose financial statements of the City as of and for the year ended December 31, 2000, and have issued our report thereon dated December 14, 2001. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

**Jim Petro**  
Auditor of State

December 14, 2001

CITY OF PARMA  
 CUYAHOGA COUNTY  
 DECEMBER 31, 2000

SCHEDULE OF FINDINGS  
 OMB CIRCULAR A-133

<b>1. SUMMARY OF AUDITOR'S RESULTS</b>
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A-133 §.505

(d)(1)(i)	<b><i>Type of Financial Statement Opinion</i></b>	Unqualified
(d)(1)(ii)	<b><i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i></b>	No
(d)(1)(ii)	<b><i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i></b>	Yes
(d)(1)(iii)	<b><i>Was there any reported non-compliance at the financial statement level (GAGAS)?</i></b>	Yes
(d)(1)(iv)	<b><i>Were there any material internal control weakness conditions reported for major federal programs?</i></b>	No
(d)(1)(iv)	<b><i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i></b>	No
(d)(1)(v)	<b><i>Type of Major Programs' Compliance Opinion</i></b>	Unqualified
(d)(1)(vi)	<b><i>Are there any reportable findings under Sec. .510?</i></b>	No
(d)(1)(vii)	<b><i>Major Programs (list)</i></b>	Community Development Block Grant - CFDA #14.218
(d)(1)(viii)	<b><i>Dollar Threshold: Type A/B Programs</i></b>	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	<b><i>Low Risk Auditee?</i></b>	Yes

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2000-20818-001</b>
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Ohio Rev. Code Section 9.38, provides in part, that a public official must deposit all public money received by the official with the treasurer of the public office or to a designated depository once every 24 consecutive hours. Effective 11/2/99, House Bill 220 amended Ohio Rev. Code Section 9.38 to require public officials to deposit all public moneys received on the next business day of receipt, if the total amount of such moneys received exceeds \$1,000. If the total amount does not exceed \$1,000, the public official has the option of either depositing the money on the next business day following the day of receipt or adopting a policy permitting a different time period. The alternate time period, however, shall not exceed three business days following the day of receipt. Further, the policy must include procedures to safeguard the money until the time of deposit. If however, the public official is governed by a legislative authority, only that legislative authority may adopt such a policy.

During the audit period, 21 percent of Golf Course receipts tested and all Recreation Department Baseball Sponsor receipts tested were not deposited in accordance with the above provisions. The Golf Course average daily deposits amounted to \$4,103 and the Baseball Sponsor receipts averaged \$1,880.

Failure to deposit in a timely manner increases the City's exposure to theft, loss, or potential loss of investment income.

The Golf Course and Recreation Departments should deposit receipts on a timely basis.

<b>Finding Number</b>	<b>2000-20818-002</b>
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Ohio Rev. Code Section 5705.10 states money paid into any fund shall be used only for the purposes for which that fund is established.

At December 31, 2000, the City carried deficit cash fund balances in its Medical Insurance, Police Levy, and Community Center funds of \$4,500, \$1,692, and \$733 respectively. The deficit cash fund balance in the Medical Insurance fund was due to expenditures plus encumbrances exceeding appropriations which is contrary to Ohio Rev. Code Section 5705.41 (B) & (D) (see finding 2000-20818-003). The deficit cash fund balances in the Police Levy and Community Center funds was due to the City not obtaining a reduced certificate of estimated resources when actual receipts plus opening unencumbered fund balance was less than the appropriations for these funds and not reducing appropriations so they do not exceed the amended certificate of estimated resources at December 31, 2000 which is contrary to Ohio Rev. Code Section 5705.36 (see finding 2000-20181-004).

The City was aware of these requirements but its control procedures failed to prevent or detect the non-compliance in these instances.

We recommend the City regularly monitor appropriations verses total certified resources, appropriations verses expenditures and expenditures plus encumbrances, estimated versus actual resources, and available fund balance to ensure compliance with this requirement. The City Auditor should not certify payments from funds with insufficient cash.

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2000-20818-003</b>
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Ohio Rev. Code Sections 5705.41(B) & (D) prohibit a subdivision or taxing unit from making an expenditure or an expenditure plus encumbrances unless it has been properly appropriated. The City's legal level of budgetary control is at the object level. The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control on December 31, 2000:

<u>Fund/Function/Object</u>	<u>Appropriations</u>	<u>Expenditures Plus Encumbrances</u>	<u>Variance</u>
Paramedic Levy			
Security of Persons and Property			
All Other Expenditures	\$65,865	\$76,635	(\$10,770)
Medical Insurance Fund:			
Claims	\$3,171,065	\$3,358,884	(\$187,819)

This weakness could allow expenditures in the above funds to exceed the total of the available fund balance and the current year revenues. This would then result in a negative fund balance.

The City was aware of these requirements but its control procedures failed to prevent or detect the non-compliance in these instances.

We recommend the City compare appropriations to expenditures and appropriations to expenditures plus encumbrances at the legal level of budgetary control, in all funds which are legally required to be budgeted, to ensure compliance with this requirement. This comparison should be performed on a monthly basis, at a minimum.

<b>Finding Number</b>	<b>2000-20818-04</b>
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Ohio Rev. Code Section 5705.36 permits entities to obtain a reduced amended certificate of estimated resources when actual resources are less than the estimate. The City should obtain a reduced certificate of estimated resources when actual receipts plus opening unencumbered fund balance are less than the appropriations for that fund and reduce appropriations so they do not exceed the amended certificate of estimated resources.

Failure to obtain a reduced amended certificate of estimate resources and to reduce appropriations contributed to deficit cash fund balances at December 31, 2000 in the Police Levy and Community Center funds.

We recommend the City compare appropriations to actual resources and amend the certificate of estimated resources when needed, in all funds which are legally required to be budgeted, to ensure compliance with this requirement. This comparison should be performed on a monthly basis, at a minimum.

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2000-20818-05</b>
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**Parma City Golf Course - Ridgewood Golf Course**

**Accounting and Administration**

- **Policy and Procedure Manual**

The Golf Course did not have a policy and procedures manual, during the audit period, to ensure that all employees are aware of the various processes that need to be performed for receiving funds, making deposits, issuing and redeeming gift certificates and rain-checks, processing golf outings, reconciling cash register totals to funds received and all other operational activity of the Golf Course Greens Fees, Snack Bar, Tavern and Pro-Shop.

A policy and procedures manual is an important part of the control process because it outlines the exact procedures that must be performed and who is responsible for those procedures. Failure to communicate policies and procedures reduces management's assurance that transactions are executed in accordance with management's authorization and recorded properly.

We recommend the Golf Course continue to develop and implement their policy and procedures manual that details the procedures and processes that need to be performed for all operations at the Golf Course. This manual should also state what position or person is responsible for each process or procedure. Each employee should sign an acknowledgment which should be retained in the personnel files or other equivalent file.

- **Accounting and Control Procedures - Monthly Golf Course Reports**

Individual monthly reports for the Greens Fees, Snack Bar, Tavern and Pro-Shop are compiled by the Bookkeeper to form a combined monthly "Ridgewood Golf Course Receipts" report. Although both the individual and combined reports required the review and signature approval of the Service Director, Recreation Commissioner and Golf Course Manager, the reports for the month of March lacked the Service Director's signature and the reports for the month of June lacked the Golf Course Manager's signature. Additionally, the monthly reports were generally submitted to the City Auditor several weeks to more than one month after the month-end closing date. The individual and combined monthly reports, prepared by the Golf Course represent the basis for postings to the City's general ledger. Failure to monitor and submit accurate reports in a timely manner does not allow management to make vital and timely decisions regarding Golf Course operations.

We recommend the Service Director, Recreation Commissioner and Golf Course Manager carefully review and sign the monthly Golf Course reports, on a monthly basis, and make appropriate inquiries to help assure the integrity of the financial information presented. The monthly Golf Course reports should be submitted to the City Auditor no later than one week after the month-end closing.

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2000-20818-05</b>
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- **Reconciling Golf Course Records to City Records**

A reconciliation supports a specific amount and is normally expected to tie the amount recorded in an entity's records to another source of information. Regarding the Golf Course, financial information presented on the Golf Course's Year End 2000 Report did not reconcile with the City's general ledger. Failure to reconcile Golf Course financial reports to the City's general ledger could result in management relying and ultimately making decisions on potentially erroneous information.

The Golf Course and the City should perform a reconciliation between Golf Course monthly reports and the City's general ledger, on a monthly basis, and resolve any differences. The Golf Course Manager should acknowledge this reconciliation with his signature.

- **Monitoring Golf Course Yearly Revenue and Expense Operations - Trend Analysis**

Analytical procedures are defined as evaluations of financial information made by a study of plausible relationships among financial and nonfinancial data involving comparisons of recorded amounts to developed expectations. A common accounting procedure utilized in business-like operations is to perform a trend analysis, in which percentage changes are calculated for several successive years. A trend analysis is important because, with its long-run view, it may point to basic changes in the nature of a business.

We reviewed Golf Course revenues and expenditures spreadsheets. The review focused on comparing operating revenues and expenditures from 1997 through 2000. The Golf Course did not document or prepare a trend analysis over its operations. Failure to perform certain internal analytical procedures could reduce the Golf Course's ability to detect whether the Golf Course is experiencing financial difficulty or whether there is the presence of possible errors in the Golf Course's financial records.

The Golf Course should develop an annual report which incorporates the functions of a trend analysis. Within the trend analysis the Golf Course should compare its current year data with similar prior period data, compare its current year data with Golf Course determined expected results and compare current year data with Golf Course expected results utilizing nonfinancial data. Management should not only follow up on large analytical variances they should also utilize this analysis as a management tool for making decisions that affect the nature of the Golf Course's operations.

- **Golf Course Invoice Procedures**

Since the billing of customers is the means by which customers are informed of the amount due for the goods or services provided, it must be done correctly on a timely basis. The most important aspects of the billing process are to make sure that all goods or services rendered have been billed, that no good or service has been billed more than once, and that each good or service is billed for the proper amount. The Golf Course's practice of accounting for payments made on invoices was to record the date and amount paid on the copy of the invoice. However, six of nine invoices tested did not include the date or amount paid.

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2000-20818-05</b>
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We recommend the Golf Course apply a consistent mechanism of recording the date and the amount of payment received on its copy of the invoice. When payments are received, the date, amount received and initials of the Golf Course representative accepting and posting the payment should be documented on the invoice.

- **Petty Cash**

The Codified Ordinance of the City of Parma (Section 131.01) indicated that the Golf Course was to maintain three petty cash accounts: a Tavern Account, a Snack Bar Account, and a Golf Course Manager's Account. On 06/01/01 a cash count revealed that the Golf Course was not maintaining the levels of cash (and receipts) within each account pursuant to the imprest level. The Tavern Account had a \$86.49 underage. Failure to maintain petty cash pursuant to the prescribed amounts could result in money being used for personal purposes or in theft.

The Golf Course Manager indicated that the underage in the Tavern Account was due to an incorrect reimbursement of the account.

We recommend that the Golf Course develop procedures over the administration of petty cash, such as limits on the expenditure of petty cash, type of expenditure, submission of receipts for reimbursement, and maintaining each account pursuant to its imprest level. Each petty cash account should remain distinct and not be utilized to purchase items for unintended purposes. Petty cash accounts should be reviewed monthly, at a minimum, for completeness and accuracy.

- **Comparison of Cash Register Tapes to Bank Deposit Tickets**

All cash must be collected, deposited in the bank at the proper amount on a timely basis, and recorded in the cash receipts records. There were many instances where the Golf Course recorded checks received on the duplicate bank deposit ticket which were not itemized on the daily cash register tapes for the Tavern and Snack Bar sales.

When a bank deposit ticket does not reflect the same composition (i.e., cash vs. checks) as the cash register tape, the integrity of the deposit is compromised.

Checks received by the Golf Course should be copied (including the endorsement) and itemized on the cash register tape. Bank deposit tickets should mirror cash register tapes in composition.

**Cash Register Control**

- **Opening The Cash Register**

Golf Course personnel routinely used the "No Sale" key to open the cash registers. Based on the cash register tapes provided to us, there were 2,115 "No Sale" rings on the Golf Course greens/pro shop, bar, and snack bar registers for the 62 days tested during the audit period. Interviews conducted with the Golf Course Bookkeeper indicated that the cash register was opened to provide change for vending machines and telephones and also to check the status of bills to make change.



CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000

SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
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<b>Finding Number</b>	<b>2000-20818-05</b>
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A "No Sale" allows the cash register drawer to open without a transaction being processed. Repeatedly opening the cash register allows Golf Course employees access to cash without authorization, thereby increasing the risk of theft or misappropriation.

We recommend the Golf Course implement a policy establishing controls over the opening of the cash register drawers. This policy should establish measures for employees to minimize "No Sale" activity and provide written explanations for "No Sale" activity. Management should review cash register activity, on a daily basis, for excessive or unnecessary register openings. The Golf Course installed a change machine late in the audit period to help reduce the number of cash drawer openings.

- **Supervision of Cash Register Over-rings, Voids**

The Golf Course cash register's tapes reflected various over-rings and voided transactions. Ten register tapes, from the audit period, containing 77 over-rings and voids were reviewed for management approval during the audit period. Only one instance of the 10 register tapes reviewed disclosed the initials of a Golf Course employee. However, it could be not determined whether these initials were those of Golf Course management. Some of these over-rings and voids were of significant dollar amounts. For example, on August 26, 2000, the Snack Bar cash register tape reflected a \$1,001 over-ring with no approval by management. Over rings and voids which are not properly approved increase the risk of theft or misappropriation.

We recommend that management ensure the new cash registers, which were put into use in the year 2001, are equipped to require a management key to correct a voided transaction immediately after the error occurs. Management should also perform a thorough review of daily cash register tapes to ensure the validity of voided or over-ring transactions.

- **Cash Register Codes**

In order to gain access to the Golf Course, a golfer must present a receipt to the Golf Course starter. This concept also applies to a season pass holder, who has paid in advance, as well as a Golf Course employee, who is eligible for complimentary golf. To generate a receipt for a season pass holder or a complimentary golfer, the cashier was required to enter into the cash register a specific identification number. This identification number was either the season pass holder's specific number or the codes 00001 or 00002 for the cash register used for greens fees/pro shop receipts through April 2000.

After further review of various cash register tapes, which included imprinted dates and times for each sale, we noted that season pass numbers and codes (00001 or 00002) were used often. In one case, the same season pass number was used twice in a 34 minute period to purchase two 18 hole rounds of golf. We also noted several instances in which codes 00001 and 00002 were used repeatedly. For instance, we noted two dates in which these particular codes were used thirty or more times. The Golf Course replaced the greens fees/pro shop register in May 2000 which did not distinguish between the type of complimentary golf issued.

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
---

<b>Finding Number</b>	<b>2000-20818-05</b>
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We recommend that Golf Course management reevaluate the new cash register to ensure that the cashiers can not use register codes that may result in an unauthorized entry to the Golf Course. Management should define all register codes for staff and periodically review the register detail for unusual register activity.

**Golf Outings**

- **Golf Course Outing Records**

The following records were used in the accounting for golf outings and special events: application, invoice, pre-outing checklist and work sheet. However, our review noted that these records were not prepared or maintained in a consistent manner. Additionally, certain records did not exist or could not be located. Failure to prepare and maintain the prescribed forms for each golf outing and special event could result in unnecessary confusion between the Golf Course and the golf outing organization.

The Golf Course should review its record keeping practices and forms for recording golf outing and special events. The golf outing and special event forms should be completed fully, as required. Separate files should also be maintained for each golf outing or special event, inclusive of all necessary information to support the proper accounting for each golf outing or special event. This should include a completed application, agreement, invoice, evidence of payment (i.e copy of check), copy of cash register tape, and a copy of the bank deposit ticket. Due to the relatively large receipts associated with many outings, the course manager should review and initial the worksheets and invoice at the conclusion of the event, and should compare the number of golfers registered for the event with the receipts, for reasonableness.

- **Allocating Golf Outing Revenue**

For internal financial reporting purposes, the Golf Course was required to report all sources of revenue from each division: Greens Fees/Carts, Snack Bar, Tavern and Pro-Shop. Each Golf Course division maintained its own cash register to record revenue. We noted two of the nine invoices tested in which the Golf Course may have posted and entered into the Greens Fees/Cart cash register the entire amount of the golf outing, rather than properly allocating the Snack Bar and Tavern purchases to the specific cash register. Failure to allocate golf outing revenue to the appropriate division could result in erroneous financial statements.

We recommend the Golf Course properly allocate revenue derived from golf outings to the respective cash register.

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133**

<b>2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
---

<b>Finding Number</b>	<b>2000-20818-05</b>
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- **Completeness and Accuracy of Golf Outing Invoices**

Golf outing invoices consisted of three components: 1) Greens Fees/Cart, 2) Lunch/Dinner (Snack Bar), and 3) Tavern. Invoices were designed to reflect the price, quantity and the calculated extension. It was the practice of the Golf Course to attach the cash register tape associated with each component to the invoice. However, during our review of nine golf outing invoices we noted four instances in which the invoice was not supported by the respective cash register tape(s), in the manner described above. Errors in any part of the billing process could result in errors in the financial statements.

Billing at the proper amount is dependent on charging the customer for the quantity used at the authorized price. Therefore, we recommend the Golf Course Manager assure that each invoice is complete and accurate. Cash register tapes for each invoice component should also be attached to the invoice.

**Golf Cart Rentals**

- **Reconciliation of Golf Cart Rental Receipts to Monthly Commission Report**

The Monthly Commission Report (Report) requires the presentation of monthly beginning and ending rental ticket numbers, as well as the calculation of the quantity and rental charge per round of golf. The Golf Course's Bookkeeper was responsible for the preparation of this Report. The quantity of rental tickets posted to the Report was obtained from the Golf Course's cash register tape. However, the quantity could not be substantiated by the beginning and ending rental ticket numbers for the three months tested during the audit period.

For example, the Report for the month of September 2000 indicated "rental tickets numbered from 195776 to 823541," which indicated an overall range of 627,766 tickets issued. However, the quantity reported from the cash register tape only indicated 1,734 tickets issued. Therefore, it appears there was no reconciliation between the rental tickets and the cash register tape. Additionally, there appears to be no continuity in the reporting of rental ticket numbers from one month to the next. Continuing with our example, the month of May 2000 reflected a beginning rental ticket number of 331700 which was not in line with April's ending rental ticket number. Failure to reconcile the rental ticket numbers on the Report with the cash register tape weakens the integrity of accounting for golf cart rentals.

We recommend that the Monthly Commission Report reflect accurate beginning and ending ticket numbers and that there is continuity from month to month. All variances should be documented and explained in detail. The Golf Course should perform a reconciliation of rental tickets with the cash register tape. This will enable the Golf Course to identify any unusual or extraordinary differences.

CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000

SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133

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

<b>Finding Number</b>	<b>2000-20818-05</b>
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- **Preparation of Golf Cart Rental Receipts**

The golf cart rental receipts were not being completed in full. Cart numbers were not consistently recorded on the rental receipts. The golf cart rental receipts are the only liability waiver the Golf Course requires golfers to sign when playing at Ridgewood Golf Course. For this reason, it is crucial for the Golf Course to ensure that the forms are filled out completely.

We recommend the Golf Course take immediate action to ensure the golf cart rental receipts are completed in full with the required cart number.

- **Filing of Golf Cart Rental Receipts**

The Golf Course was provided with triplicate, pre-numbered golf cart rental agreement receipts from the golf cart leasing company, EZ-Go. The white copy of the receipt was issued to the golfer who presented it to the Golf Course starter for a golf cart key. The yellow copy of the receipt was submitted by the Golf Course to EZ-Go. Finally, the pink copy of the receipt was separated from the triplicate receipt and filed with the Golf Course's daily records. It was the practice of the Golf Course to categorize or file the pink copy of the receipt according to the type (9 or 18 holes) of golf cart rental instead of in numerical order. Failure to maintain receipts in consecutive order and/or a bound receipt book could result in revenues going unaccounted for.

The Golf Course should develop a mechanism to maintain receipts in sequential order. A common accounting procedure is to maintain an intact receipt book.

**3. FINDINGS FOR FEDERAL AWARDS**

None.

**CITY OF PARMA  
CUYAHOGA COUNTY  
DECEMBER 31, 2000**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A-133 § .315 (b)**

Finding Number	Finding Summary	Fully Corrected ?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b>Explain:</b>
1999-20818-001	Depositing of Golf Course Receipts - Ohio Rev. Code Section 9.38	No	Not Corrected - Reissued as 2000-20810-001
	Parma City Golf Course - Ridgewood Golf Course:		
1999-20818-002	• Policy and Procedure Manual	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Segregation of Duties	Yes	Fully Corrected
1999-20818-002	• Accounting and Control Procedures - Monthly Golf Course Reports	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Reconciling Golf Course Records to City Records	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Monitoring Golf Course Yearly Revenue and Expense Operations - Trend analysis	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Golf Course Invoice procedures	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Reporting for Overages and Shortages	Yes	Fully Corrected
1999-20818-002	• Petty Cash	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Gratuities	Yes	Fully Corrected
1999-20818-002	• Comparison of Cash Register Tapes to Bank Deposit Tickets	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Opening the Cash Register	No	Partially Corrected - Reissued as 2000-20818-005
1999-20818-002	• Supervision of Cash Register Over-rings, Voids	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Cash Register Codes	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Golf Course Outing Records	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Golf Outing Fees	Yes	Fully Corrected
1999-20818-002	• Allocating Golf Outing Revenue	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Completeness and Accuracy of Golf Outing Invoices	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Reconciliation of Golf Cart Receipts to Monthly Commission Report	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Preparation of Golf Cart Rental Receipts	No	Not Corrected - Reissued as 2000-20818-005
1999-20818-002	• Filing Golf Cart Rental Receipts	No	Not Corrected - Reissued as 2000-20810-005
1999-20818-002	• Gift Certificate Control Log	Yes	Fully Corrected



# **CITY OF PARMA, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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

ISSUED BY THE  
AUDITOR'S OFFICE

**DENNIS M. KISH, AUDITOR**

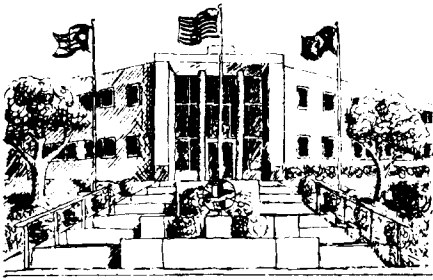
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# City of Parma, Ohio

6611 RIDGE ROAD • PARMA, OHIO 44129

Phone: ( 440 ) 885 - 8001 • Fax: ( 440 ) 885 - 8172

*Gerald M. Boldt, Mayor*

December 14, 2001

Dear Parma Resident:

The beginning of a new millennium - the year 2000 - and continued fiscal responsibility in the City of Parma. With the cooperation of the Administration and Parma City Council, financial discussions continue on a weekly basis, in addition to the regularly scheduled Finance Meetings of Council.

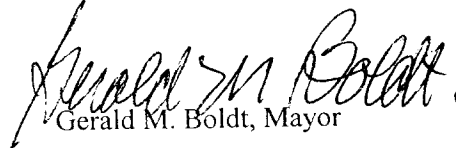
The 2000 Census confirmed that Parma's ranking improved to the 7th largest city in the State of Ohio. Even though Parma is a large municipality, it still holds the appeal of small town neighborhoods and friendly people. As the largest suburb of Greater Cleveland, Parma has joined the First Suburbs Consortium to identify common concerns and seek common goals for inner ring suburbs.

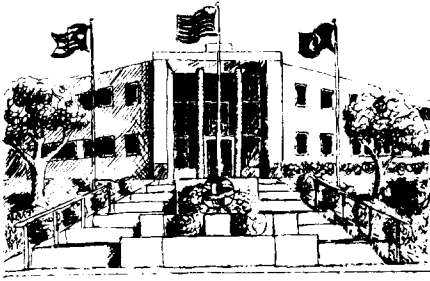
Parma is aggressively seeking funding through grants and awards and was successful in 2000 to be awarded amounts in excess of \$500,000.00. The amount does not reflect grants awarded in the area of Recycling, Community Development Block Grant Funds, or Awards to the Office on Aging. Realizing that our community cannot rely on these discretionary funds for continued special services, Parma is continuously seeking alternate funding sources.

The new Justice Center was completed in the Spring of 2000 and serves as an example of cooperation and pride in the community. Parma Community General Hospital opened its Cancer Facility and is completing construction on its Hospice Center. Parmatown Mall is continuing its 8 million dollar renovation, and the Parma Commerce Park continues to attract companies to its exceptional location near interstate highways and Cleveland Hopkins Airport.

Parma's emphasis for the new millennium will be on infrastructure repair and reconstruction, and improvement to quality of living through choices in recreational and cultural activities. Parma will be increasing its financial stability by attracting and acquiring new businesses, but also concentrating on business retention. Parma is projecting a new vitality and is an excellent community to live and work in.

Regards,

  
Gerald M. Boldt, Mayor



# City of Parma, Ohio

6611 RIDGE ROAD • PARMA, OHIO 44129

Phone: ( 440 ) 885 - 8024

*Dennis M. Hish, Auditor*

December 14, 2001

City Council and the  
Citizens of the  
City of Parma, Ohio

We are pleased to submit the Comprehensive Annual Financial Report of the City of Parma, Ohio, (the "City") for the year ended December 31, 2000. We believe this report presents comprehensive financial and operating information about the City's activities during 2000 that will be useful to citizens and taxpayers. The report, prepared by the Auditor's Office, contains a comprehensive analysis of the City's financial position and activities for the year.

This report is presented in three sections: the Introductory Section, containing a table of contents, a letter from the mayor, this transmittal letter, award of financial reporting achievement, certificate of achievement, a listing of City officials, and the organizational structure; the Financial Section, consisting of the Report of Independent Accountants, general purpose financial statements, notes to the combined financial statements, and more detailed combining and individual fund and account group statements; and the Statistical Section, containing pertinent financial and general information indicating trends for comparative fiscal periods.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. We believe the data, as presented, is accurate in all material aspects, that it is presented in a manner designed to fairly set forth the financial position and results of operation of the City as measured by the financial activity of its various funds, and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial activities have been included.

## **REPORTING ENTITY**

The City reviewed its reporting entity definition to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the City for financial reporting purposes, management has considered all agencies, departments, and organizations making up the legal entity of the City of Parma (the primary government) and its potential component units. Currently, the City does not have any component units.

The Parma Community General Hospital Association and the Southwest Council of Governments are jointly governed organizations for which the City has no ongoing financial interest or responsibility.

## **THE CITY AND FORM OF GOVERNMENT**

The City provides the full range of municipal services. These services include a municipal court, police, fire, emergency medical, recreation (including parks, skating, swimming and golf), street construction, maintenance and repair, contracting refuse collection, sewer services and repair, community development, public health and welfare and general administrative services. The primary government includes all departments which provide these services.

The City is a political subdivision of the State of Ohio operated according to state statute. The City was originally established as a township in 1826, incorporated as a village in 1924, and organized as a city in 1931. The City operates under and is governed by the Mayor/Council form of government in accordance with general laws. Under the Ohio Constitution, the City may exercise all powers of local self-government to the extent not in conflict with applicable general laws.

Legislative authority is vested in a nine-member Council. No members are elected at-large and nine members are elected from wards for two-year terms. The Council fixes compensation of City officials and employees, and enacts ordinances and resolutions relating to City services, tax levies, appropriating and borrowing money, licensing and regulating businesses and trades and other municipal purposes. The powers of Council are legislative. The presiding officer is the President of Council. Other elected officials include the Mayor, Law Director, Auditor, Treasurer, Judges and Clerk of the Municipal Court.

The Mayor is the City's chief executive and administrative officer. He is the chief conservator of peace within the City. He may appoint and remove the director of public service, the director of public safety and the heads of the sub departments of public service and public safety. The Mayor approves every ordinance or resolution of the City before it goes into effect. If he approves the ordinance or resolution, he will sign and return it to Council. If he does not approve it, he will return it with his objections which may be overridden by a two-thirds vote of all members of Council. The Mayor sees that all ordinances, bylaws, and resolutions of Council are faithfully obeyed and enforced. He signs all commissions, licenses, and permits.

The Law Director defends and acts as legal counsel for all complaints, lawsuits, and other controversies naming, as a party, the City, any board or agency of the City or the Parma Municipal Court. The Law Director confers with and renders legal opinions to elected officials and department heads pertaining to City matters, and prepares all legislation requested by Council, the Administration, and department heads. When requested by the Parma City School District, the Law Director renders legal opinions, defends lawsuits, and reviews contracts and leases for the school district.

The Auditor is the City's chief fiscal and chief accounting officer. The Auditor's duties include maintaining the accounting records, preparing monthly and year-end reports, and ensuring that expenditures do not exceed appropriations. The Auditor has charge of the financial affairs of the City, including the keeping and supervision of all City accounts.

The City Treasurer has custody of all City monies, is responsible for investing City funds, and overseeing the operation of the income tax collection department. He is also involved in the financing of City operations and capital construction through the issuance of short-term notes and long-term bonded debt. The Mayor, Law Director, Auditor, and Treasurer are all elected to four-year terms.

## **ECONOMIC CONDITION AND OUTLOOK**

The City is located in Cuyahoga County in northeastern Ohio, approximately eight miles south of the downtown center of the City of Cleveland.

According to the 2000 United States Census, the City is part of the Cleveland-Akron Consolidated Metropolitan Statistical Area (CMSA), which is the 13th most populous CMSA of 19 in the United States. The City is the 16<sup>th</sup> most populous Metropolitan Statistical Area (MSA)/Consolidated Metropolitan Statistical Area (CMSA) of 280 MSA/CMSAs in the United States.

### **Summary of Local Economy**

In 2000, City income tax collections increased 5.13% over 1999 collections.

The City's top 20 employers include three manufacturing firms, four government agencies, two hospitals, a college, a supermarket chain, a research and development facility, four long-term care facilities and a large retail concern's headquarters. In particular, the institutional employers enhance the stability of the City's income tax base.

The City's largest employment sectors are commercial, which employs 31 percent of the workforce; service, which employs 38 percent of the workforce; and manufacturing, which employs 14 percent of the workforce.

### **Major Industries Affecting the Parma Economy**

The Metal Fabrication Division of General Motors Corporation continues to be the largest contributor to the City in the area of income and property tax revenues. Its 3,200 employees represent one-half of the City's total manufacturing jobs. The Metal Fabrication Division serves a variety of General Motors product lines and is not heavily dependent on one vehicle type. Employee and management relationships are also strong. In January 2000, the plant received an award for quality.

### **Future Economic Outlook**

Parma Hospital serves as an important resource for the community, not only as a health care provider but as an employer and a philanthropic partner. The Hospital is the second largest employer behind General Motors. As a not-for-profit hospital, any earnings in excess of expenditures stay in the community and are fed back to improve residents' health status and enhance available services. Parma Hospital receives no taxpayer support.

Parma Hospital is currently an approved provider for more than 60 managed health care plans plus Medicare and Medicaid and provides free space and support services for the Parma Health Ministry which serves the uninsured working population of the City.

The hospital completed the construction stage of a 250 car parking garage and started the ground clearing for a \$24 million outpatient treatment center and medical office building.

## **MAJOR INITIATIVES**

### **Current Year Projects**

The City's new Justice Center opened for business in June 2000. The new facility is located on Regency Drive and includes the municipal court facilities, police station and jail.

Powers Boulevard extension was completed this year and opened for traffic in in June 2000. Powers Boulevard is located between Regency Drive and Ridge Road and provides east and west access to the new Justice Center and Parma Hospital campus.

Parmatown Mall, the City's only enclosed shopping mall, is undergoing major renovations to enhance its image with current and prospective tenants as it competes with newer malls in the greater Cleveland area.

### **Future Projects**

Progressive Insurance, the nations fourth largest auto insurance company with fiscal year 2000 net written premium revenue of \$6.2 billion, has announced plans for a 70,000 square-foot claims processing facility. Progressive estimates the new facility will generate approximately 300 jobs.

### **Department Focus: Safety**

The Parma Fire Department finished the year with 104 uniformed personnel.

There were 7,548 emergency medical services responses and 1,308 fire department responses.

The Parma Police Department finished the year with 103 uniformed personnel.

## **FINANCIAL INFORMATION**

### **Basis of Accounting**

The City accounts for governmental, expendable trust and agency funds on a modified accrual basis with revenues being recognized when available and measurable and expenditures being recorded when services or goods are received and the fund liabilities are incurred. The City's proprietary funds are accounted for on an accrual basis. Revenues are recognized when earned and expenses are recognized when incurred.

### **Discussion of Controls**

In developing and improving the City's accounting and reporting control system, consideration is given to the adequacy of internal control to provide reasonable but not absolute assurance regarding:

- 1) The safeguarding of assets against loss from unauthorized use or disposition, and

- 2) The reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- 1) The cost of a control should not exceed the benefits likely to be derived from its implementation, and
- 2) The evaluation of costs and benefits requires estimates and judgments by management.

Consistent with the aforementioned safeguarding of assets, all employees of the City are covered by a blanket bond while certain individuals in policy-making roles are covered by a separate, higher limit bond coverage.

As a recipient of federal, state and county financial assistance, the City is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation.

### **Budgetary Procedures**

Detailed provisions for City budgeting, tax levies and appropriations are made in the Ohio Revised Code. The procedures involve review by Cuyahoga County officials at several steps.

City budgeting for a fiscal year formally begins with the preparation, and then the adoption after a public hearing in July, of a tax budget for the following fiscal year. For debt service, the tax budget must show the amounts required, the estimated receipts for payment from sources other than ad valorem property taxes, the net amount for which a property tax levy must be made, and the portions of that levy to be inside and outside the ten-mill limitation. The tax budget is then presented for review by the County Budget Commission comprised of the County Auditor, Treasurer and Prosecuting Attorney.

As part of that review, the County Budget Commission determines and approves levies for debt service outside and inside the ten-mill limitation. The Ohio Revised Code provides that "if any debt charge is omitted from the budget, the commission shall include it therein."

Upon its approval of the tax budget, the County Budget Commission certifies its action to the City together with the estimate by the County Auditor of the tax rates outside and inside the ten-mill limitation. Thereafter, and before the end of the current calendar year, the Council approves the tax levies and certifies them to the proper County officials. The approved and certified tax rates are then reflected in the tax bills sent to property owners. Real property taxes are payable in two installments, the first usually in January and the second in July.

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period from January 1 to March 31. The annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. Annual appropriations may not exceed the County Budget Commission's official certificate of estimated resources, and the County Auditor must certify that the City's appropriation measures do not appropriate monies in excess of the amounts set forth in those estimates.

Appropriations are adopted and control is maintained at the object level. Estimated expenditure amounts must be encumbered prior to the release of purchase orders to vendors or finalization of other contracts.



## General Government Functions

Revenues for all Governmental Fund Type and Expendable Trust Fund operations in 2000 were \$54,326,796. The revenues from various sources, percentages of the total and the increases and decreases in relation to prior year revenues are shown in the following table:

Revenues	1999 Amount	2000 Amount	Change	Percent of Total	Percent Change
Municipal Income Taxes	\$22,051,813	\$23,183,837	\$1,132,024	42.67%	5.13%
Property and Other Taxes	8,309,024	8,316,012	6,988	15.31	0.08
Charges for Services	1,042,692	858,609	(184,083)	1.58	(17.65)
Fees, Licenses and Permits	1,952,782	1,755,355	(197,427)	3.23	(10.11)
Fines and Forfeitures	2,506,124	2,630,007	123,883	4.84	4.94
Intergovernmental	13,562,921	14,913,806	1,350,885	27.45	9.96
Donations	184,906	178,022	(6,884)	0.33	(3.72)
Rents	790,300	499,236	(291,064)	0.92	(36.83)
Special Assessments	1,037,092	814,933	(222,159)	1.50	(21.42)
Interest	845,349	671,924	(173,425)	1.24	(20.52)
Other	691,220	505,055	(186,165)	0.93	(26.93)
Total Revenues	<u>\$52,974,223</u>	<u>\$54,326,796</u>	<u>\$1,352,573</u>	<u>100.00%</u>	<u>2.55</u>

The main revenue stream for the City is its 2% income tax. Over 75% of this tax is directly attributable to tax withheld by the employers from employees for all salaries, wages, commissions and other compensation earned within the City. The remaining amounts are collected through mandatory filings, estimated quarterly payments and penalties and interest. The City grants a 100% tax credit for taxes paid by City residents to another community. Less than fifty percent of the municipalities in Cuyahoga County allow their residents full credit. The increase of 5.13% in total income tax collections during 2000 was due to the general good health of the economy in the first half of the year.

The decrease in charges for services is due to a decrease in services in the second half of the year.

The decrease in fees, licenses and permits is due to an decrease in building permits and other licenses.

The increase in fines and forfeitures is primarily attributable to the continued vigilance of the "Police on Patrol Arresting Speeders" program.

The increase in intergovernmental revenue is due to increased funding for Parma Public Housing.

The decrease in rents is due to fewer rentals of the community center.

The decrease in special assessments is due to a lower collection percentage of special assessments.

The City maintained smaller cash balances with depository institutions during 2000, resulting in a decrease in interest revenue.

The decrease in other revenue is the result of general decreases in a variety of other revenue sources.

Expenditures for all Governmental Fund Type and Expendable Trust Fund operations in 2000 were \$60,397,256. Expenditures for major functions of the City, percentages of the total and the amount of increases and decreases in relation to prior year expenditures are shown below:

Expenditures	1999 Amount	2000 Amount	Change	Percent of Total	Percent Change
Current:					
General Government	\$11,022,736	\$16,567,938	\$5,545,202	27.44%	50.31%
Security of Persons and Property	20,037,119	21,935,156	1,898,037	36.32	9.47
Public Health and Welfare	241,659	241,659	0	0.40	0.00
Transportation	4,878,718	5,014,943	136,225	8.30	2.79
Community Environment	3,768,077	4,339,340	571,263	7.18	15.16
Basic Utility Services	1,634,870	1,480,182	(154,688)	2.45	(9.46)
Leisure Time Activities	2,779,139	2,966,713	187,574	4.91	6.75
Capital Outlay	16,823,542	4,618,700	(12,204,842)	7.65	(72.55)
Debt Service:					
Principal Retirement	1,741,396	1,905,418	164,022	3.15	9.42
Interest and Fiscal Charges	1,631,433	1,327,207	(304,226)	2.20	(18.65)
 Total Expenditures	\$64,558,689	\$60,397,256	\$(4,161,433)	100.00%	(6.45)

Personnel costs and related fringe benefits accounted for the largest increase in total expenditures during 2000. Increases in salaries ranged between four and five percent for both union and non-union employees. The City pension and other post-employment benefit contributions for all full-time non-safety employees, police and firefighters are 10.84%, 19.5% and 24.0%, respectively.

The increase in community environment is the result of increased expenditures for Parma Public Housing.

The decrease in basic utility and capital outlay expenditures and corresponding increase in general government and security of persons and property expenditures is due to the completion of construction of the new Justice Center and the shift of resources to its operation.

The increase in principal retirement is due to the increase in debt issued in recent years

The decrease in interest and fiscal charges is due to lower interest rates on existing debt.

The General Fund balance decreased from \$1,533,344 in 1999 to \$66,189 in 2000. The decrease of \$1,467,155 was mainly due to across-the-board increases in expenditures.

### **Proprietary Operations**

The Ridgewood Golf Course has progressively enhanced operations and is generating revenues through season passes and greens fees. The retained earnings decreased from \$(22,980) in 1999 to \$(38,007) in 2000. Management is analyzing operations to ensure that fees are adequate to meet expenses.

### **Financial Highlights - Internal Service Funds**

The internal service funds' retained earnings decreased from \$1,780,703 at December 31, 1999 to \$370,628 at December 31, 2000. The decrease in retained earnings is due to increased operating expenses.

## **Financial Highlights - Fiduciary Funds**

The trust funds carried on the financial records of the City are Recreation, Curb Cutting, Tree Planting and Vista Ridge. The agency funds consist of Municipal Court, North Royalton Sewer, Sales Tax, Child Abuse, and Other Agencies. The trust funds and agency funds had assets totaling \$64,141 and \$773,584 respectively.

## **Debt Administration**

The gross indebtedness (notes and bonds) of the City of Parma at the end of 1999 was \$30,385,451. At the end of 2000, the gross indebtedness of the City of Parma was \$30,466,314. The legal debt margin within the overall limitation was \$143,292,378. Given these facts and with continued prudent management on the part of the Council and the administration, the City of Parma should be able to meet its capital needs during the foreseeable future.

The City currently maintains an "A2" rating from Moody's Investors Service on its long-term bonds. The City has \$17,970,083 of outstanding general obligation bonds and \$2,709,903 of outstanding special assessment bonds with governmental commitment at December 31, 2000. The net general obligation bonded debt per capita was \$200.71.

## **Cash Management**

The City strictly adhered to the regulations set forth in the Ohio Revised Code to ensure the safety of its investments. All deposits are made under contracts with local banking institutions.

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

## **Risk Management**

During 2000, the City of Parma's Liability Self Insurance Program continued under the authority of Section 2744.08 of the Ohio Revised Code. The program's goal is to minimize loss potential in all areas of City operations. In order to reduce the City's loss potential, the City has instituted procedural changes in both its self insurance program and day-to-day operations, while initiating additional loss control policies.

The City's Self Insurance Risk Management Program has accepted the following types of potential loss exposures through its Self Insurance Risk Management program: general liability, automobile liability, law enforcement liability, fire department liability, fire department errors and/or omissions, public officials and employees legal liability, and property loss including contents and boilers.

The City is in the 13th year of a medical insurance self insurance program. The level of risk assumed is limited by the City's purchase of specific stop-loss coverage on a per-person basis.

The City continued to participate in the retrospective rating plan in accordance with the State of Ohio Bureau of Workers' Compensation. Under this plan, the City agrees to pay a fraction of the premium it would normally pay, while accepting the responsibility of reimbursing workers' claims as they become due. The City may benefit from this plan not only from lower initial minimum payments, but also from the cash flow accumulation the City realizes. The level of risk assumed by the City is limited to a maximum of two times

the experience-rated annual premium with a \$250,000 per claim limit. The various safety and loss control programs initiated under the self insurance program have, as expected, impacted favorably on the workers' compensation costs to date and are expected to save the City additional amounts throughout the future. The City is comfortable with the degree of risk it has assumed under this plan.

### **Fixed Assets**

The general fixed assets of the City include all City-owned land, buildings, equipment and vehicles used in the performance of general government functions. The general fixed assets exclude assets of the Enterprise Fund. Infrastructure such as roads, storm sewers, curbs, and sidewalks are not included in the fixed assets. As of December 31, 2000, the general fixed assets of the City totaled \$45,231,216.

Fixed assets of the Enterprise fund, net of accumulated depreciation, totaled \$1,265,211 at December 31, 2000.

### **OTHER INFORMATION**

#### **Independent Audit**

The City of Parma is not legally required to prepare a Comprehensive Annual Financial Report (CAFR). However, we believe that in these times of economic uncertainty, the City is best served by producing a CAFR that aspires to the highest level of national standards. Furthermore, we believe an independent audit is an essential element in financial control. We are pleased that Jim Petro, Auditor of State, has chosen to audit the City of Parma. The Report of Independent Accountants on the general purpose financial statements is included in this report.

As a recipient of federal, state and county financial assistance, the City is required to undergo an annual audit in conformity with the provisions of the Single Audit Act Amendments of 1997 and the U.S. Office of Management and Budget Circular A-133, "Audits of State, Local Governments, and Not-For-Profit Organizations." As part of the City's single audit, tests were made to determine the adequacy of the internal control, including that portion related to major federal financial assistance programs, as well as to determine that the City has complied with applicable laws and regulations. The information related to the single audit, including the Schedule of Federal Awards Expenditures, findings, recommendations, internal control over financial reporting and compliance with applicable laws and regulations is included in a separate Report.

#### **Awards**

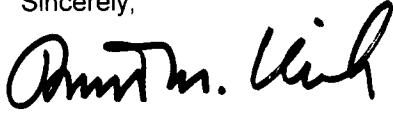
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting ("Certificate") to the City of Parma, Ohio for its CAFR for the year ended December 31, 1999. In order to be awarded a Certificate, a governmental unit must publish an easily readable and efficiently organized CAFR which conforms to generally accepted accounting principles and applicable legal requirements.

The Certificate is the highest form of recognition in the area of governmental financial reporting, and its attainment represents a significant accomplishment by a government and its management. During 1999, the City was one of only 101 cities in Ohio and 1,543 cities in the United States which received this coveted award. The Certificate is valid for a period of one year only.

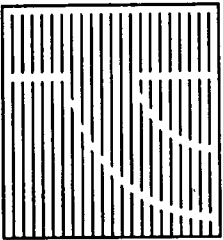
## Acknowledgments

Gratitude and thanks are extended to Chief Deputy Auditor Roger Poole, Deputy Auditor Mark Prok, Accounts Payable Clerk Debbie Bajorek, Payroll Clerk Tessa Walker and Fixed Assets Clerk Sharon Shoemaker of my office without whose contributions this report would not be possible.

Sincerely,

A handwritten signature in black ink that reads "Dennis M. Kish". The signature is written in a cursive style with a large, stylized initial 'D'.

Dennis M. Kish  
Auditor



The Government Finance Officers Association  
of the United States and Canada

presents this

## AWARD OF FINANCIAL REPORTING ACHIEVEMENT

to

Dennis M. Kish  
Auditor

City of Parma, Ohio

*The Award of Financial Reporting Achievement is presented by the Government Finance Officers Association to the individual(s) designated as instrumental in their governing unit achieving a Certificate of Achievement for Excellence in Financial Reporting. A Certificate of Achievement is presented to those government units whose annual financial reports are judged to adhere to program standards and represents the highest award in government financial reporting.*

Executive Director

Date

March 19, 2001

## PRINCIPAL CITY OFFICIALS

<b>Mayor</b>	Gerald M. Boldt	<b>Law Director</b>	Timothy G. Dobeck
<b>Auditor</b>	Dennis M. Kish	<b>Treasurer</b>	Jack C. Krise, Jr.
<b>Clerk of Courts</b>	Martin E. Vittardi	<b>Judge</b>	Mary Dunning
<b>Judge</b>	Kenneth Spanagel	<b>Judge</b>	Timothy P. Gilligan

## CITY COUNCIL

<b>President of Council</b>	Charles M. Germana	<b>Clerk of Council</b>	Michael Hughes
<b>Ward 1</b>	Susan M. Straub	<b>Ward 2</b>	Deborah Lime
<b>Ward 3</b>	Sam C. Bonnano	<b>Ward 4</b>	Timothy J. DeGeeter
<b>Ward 5</b>	Michelle J. Stys	<b>Ward 6</b>	Michael D. Louis
<b>Ward 7</b>	John R. Stover	<b>Ward 8</b>	Anthony C. Zielinski
<b>Ward 9</b>	Roy J. Jech		

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Parma,  
Ohio

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

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

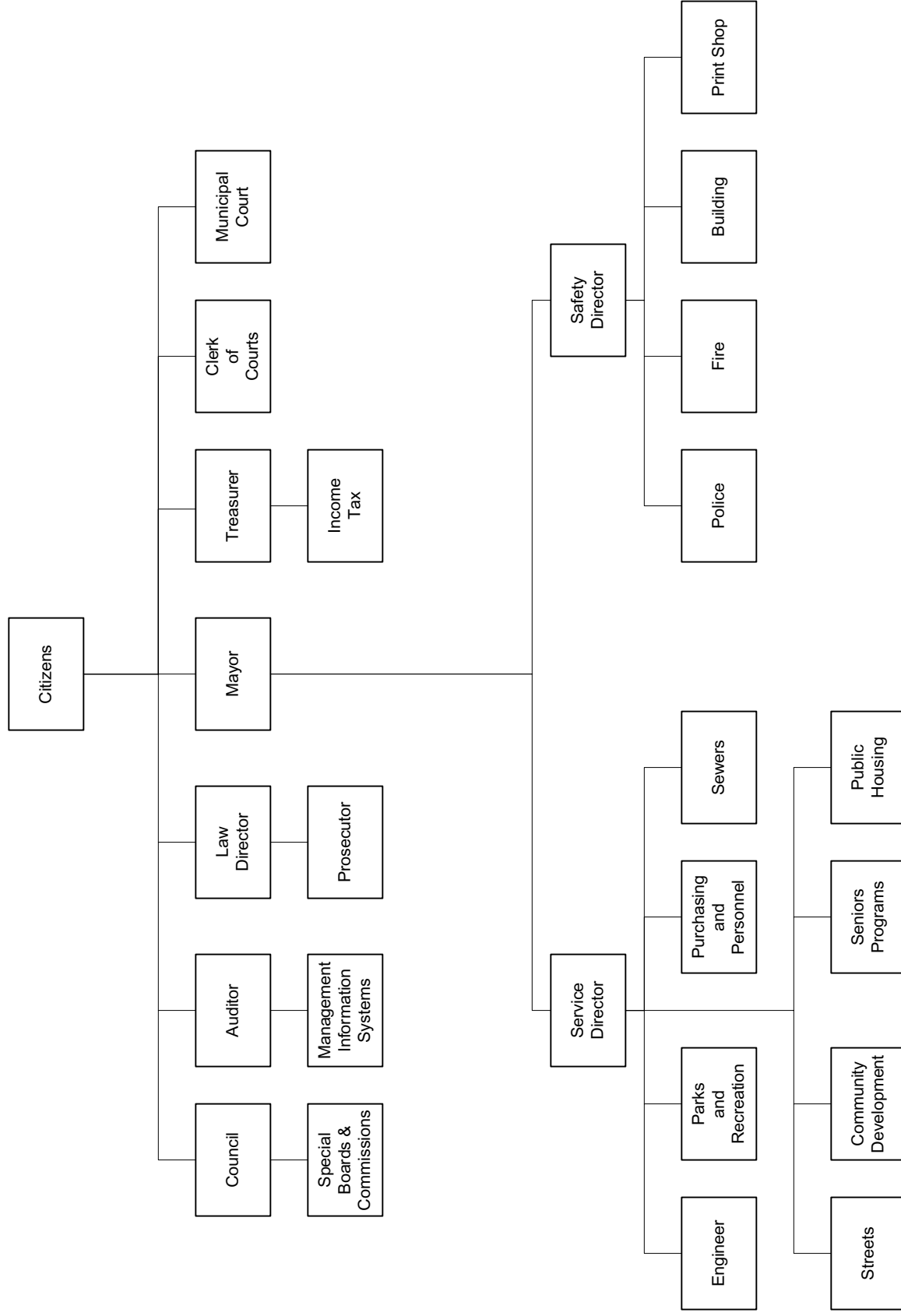


*Anne Spray Kinney*  
President

*Jeffrey L. Esler*  
Executive Director



# ORGANIZATION CHART





STATE OF OHIO  
OFFICE OF THE AUDITOR  

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JIM PETRO, AUDITOR OF STATE

Lausche Bldg  
615 W Superior Ave  
Floor 12  
Cleveland, Ohio 44113  
Telephone 216-787-3665  
800-626-2297  
Facsimile 216-787-3361  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

## REPORT OF INDEPENDENT ACCOUNTANTS

The Honorable Mayor, Auditor, Treasurer,  
and Members of City Council  
City of Parma  
Cuyahoga County  
6611 Ridge Road  
Parma, Ohio 44129

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 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", written in a cursive style.

**Jim Petro**  
Auditor of State

December 14, 2001

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

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits				
Assets:				
Equity in pooled cash and cash equivalents	\$ 404,821	1,716,754	793,954	2,943,568
Cash and cash equivalents in segregated accounts	41,772	573,299	0	0
Investments in segregated accounts	0	0	80,000	0
Cash and cash equivalents with fiscal and escrow agents	0	0	0	0
Receivables:				
Taxes	5,828,317	4,657,661	147,865	455,402
Accounts	101,860	82,209	0	0
Interfund	880,379	0	0	380,498
Special assessments	0	2,265,503	277,092	55,575
Accrued interest	74,597	1,478	6,403	7,635
Due from other funds	229,749	54,071	0	6,969
Due from other governments	40,536	1,551,714	0	0
Materials and supplies inventory	100,280	786,273	0	0
Loans receivable	0	18,181	0	0
Fixed assets (net, where applicable, of accumulated depreciation)	0	0	0	0
Other Debits:				
Amount available in debt service fund for retirement of general obligation bonds	0	0	0	0
Amount available in debt service fund for retirement of special assessment bonds	0	0	0	0
Amount to be provided from general government resources	0	0	0	0
 Total assets and other debits	 <u>\$ 7,702,311</u>	 <u>11,707,143</u>	 <u>1,305,314</u>	 <u>3,849,647</u>

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Obligations</u>	
290,283	1,464,847	508,367	0	0	8,122,594
10,606	0	12,522	0	0	638,199
0	0	0	0	0	80,000
0	0	26,047	0	0	26,047
0	0	0	0	0	11,089,245
0	0	0	0	0	184,069
0	0	0	0	0	1,260,877
0	0	0	0	0	2,598,170
739	4,731	0	0	0	95,583
0	2,142,000	0	0	0	2,432,789
0	36,149	290,789	0	0	1,919,188
29,461	0	0	0	0	916,014
0	0	0	0	0	18,181
1,265,211	0	0	45,231,216	0	46,496,427
0	0	0	0	778,071	778,071
0	0	0	0	82,102	82,102
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>33,560,767</u>	<u>33,560,767</u>
<u>1,596,300</u>	<u>3,647,727</u>	<u>837,725</u>	<u>45,231,216</u>	<u>34,420,940</u>	<u>110,298,323</u> (continued)

City of Parma, Ohio  
 Combined Balance Sheet  
 All Fund Types and Account Groups-continued  
 December 31, 2000

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<b>Liabilities:</b>				
Accounts payable	\$ 318,662	318,953	0	111,586
Contracts payable	539,685	357,182	0	529,247
Interfund payable	0	635,606	20,184	96,707
Accrued wages and benefits	152,172	78,374	0	0
Compensated absences payable	153,300	19,686	0	0
Retainage payable	0	0	0	35,752
Due to other funds	2,142,000	0	0	0
Due to other governments	189,656	95,624	0	3,797
Deferred revenue	4,140,647	6,923,164	424,957	55,575
Deposits held and due to others	0	0	0	0
Accrued interest payable	0	0	0	0
Notes payable	0	0	0	0
Claims and judgements payable	0	0	0	0
Police and firemen liability	0	0	0	0
Capital leases payable	0	0	0	0
OWDA loans payable	0	0	0	0
General obligation refunding bonds payable	0	0	0	0
OPWC loans payable	0	0	0	0
General obligation bonds payable	0	0	0	0
Special assessment debt with governmental commitment	0	0	0	0
<b>Total liabilities</b>	<b>7,636,122</b>	<b>8,428,589</b>	<b>445,141</b>	<b>832,664</b>
<b>Fund Equity and Other Credits:</b>				
Investment in general fixed assets	0	0	0	0
Contributed capital	0	0	0	0
Retained earnings:				
Unreserved (deficit)	0	0	0	0
Fund balance:				
Reserved for encumbrances	0	20,946	0	0
Reserved for inventory	100,280	786,273	0	0
Reserved for loans	0	18,181	0	0
Unreserved, undesignated	(34,091)	2,453,154	860,173	3,016,983
<b>Total fund equity and other credits</b>	<b>66,189</b>	<b>3,278,554</b>	<b>860,173</b>	<b>3,016,983</b>
<b>Total liabilities, fund equity and other credits</b>	<b>\$ 7,702,311</b>	<b>11,707,143</b>	<b>1,305,314</b>	<b>3,849,647</b>

See accompanying notes to the combined financial statements

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Obligations</u>	
21,531	0	400	0	0	771,132
14,334	0	0	0	0	1,440,448
0	508,380	0	0	0	1,260,877
548	409	0	0	0	231,503
7,784	1,292	0	0	2,205,912	2,387,974
0	0	0	0	0	35,752
0	0	290,789	0	0	2,432,789
3,409	799	14,315	0	1,174,066	1,481,666
0	0	0	0	0	11,544,343
0	0	468,480	0	0	468,480
7,875	8,708	0	0	0	16,583
240,000	0	0	0	0	240,000
0	922,699	0	0	0	922,699
0	0	0	0	195,181	195,181
9,765	0	0	0	2,454,279	2,464,044
0	0	0	0	4,689,946	4,689,946
0	0	0	0	2,895,000	2,895,000
0	0	0	0	3,021,570	3,021,570
0	1,834,812	0	0	15,075,083	16,909,895
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,709,903</u>	<u>2,709,903</u>
<u>305,246</u>	<u>3,277,099</u>	<u>773,984</u>	<u>0</u>	<u>34,420,940</u>	<u>56,119,785</u>
0	0	0	45,231,216	0	45,231,216
1,329,061	0	0	0	0	1,329,061
(38,007)	370,628	0	0	0	332,621
0	0	0	0	0	20,946
0	0	0	0	0	886,553
0	0	0	0	0	18,181
<u>0</u>	<u>0</u>	<u>63,741</u>	<u>0</u>	<u>0</u>	<u>6,359,960</u>
<u>1,291,054</u>	<u>370,628</u>	<u>63,741</u>	<u>45,231,216</u>	<u>0</u>	<u>54,178,538</u>
<u>1,596,300</u>	<u>3,647,727</u>	<u>837,725</u>	<u>45,231,216</u>	<u>34,420,940</u>	<u>110,298,323</u>

City of Parma, 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

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Municipal income tax	\$ 18,289,806	0	0	4,894,031
Property and other taxes	3,707,878	4,372,358	235,776	0
Charges for services	580,206	256,403	0	0
Fees, licenses and permits	1,164,454	590,901	0	0
Fines and forfeitures	1,654,082	862,056	0	113,869
Intergovernmental	6,691,629	6,925,737	54,979	1,241,461
Donations	0	178,022	0	0
Rents	242,824	256,412	0	0
Special assessments	0	751,821	57,124	5,988
Interest	442,857	40,861	70,194	118,012
Other	360,133	81,560	0	63,362
Total revenues	<u>33,133,869</u>	<u>14,316,131</u>	<u>418,073</u>	<u>6,436,723</u>
Expenditures:				
Current:				
General government	11,066,214	31	567	5,498,226
Security of persons and property	16,586,394	5,348,762	0	0
Public health and welfare	241,659	0	0	0
Transportation	0	5,014,943	0	0
Community environment	554,494	3,784,846	0	0
Basic utility services	0	1,480,182	0	0
Leisure time activities	1,941,707	999,981	0	0
Capital outlay	381,850	1,541,333	0	2,695,517
Debt service:				
Principal retirement	0	470,891	1,327,421	107,106
Interest and fiscal charges	0	29,477	1,286,894	10,836
Total expenditures	<u>30,772,318</u>	<u>18,670,446</u>	<u>2,614,882</u>	<u>8,311,685</u>
Excess of revenues over (under) expenditures	<u>2,361,551</u>	<u>(4,354,315)</u>	<u>(2,196,809)</u>	<u>(1,874,962)</u>
Other financing sources (uses):				
Proceeds of special assessment bonds	0	0	0	2,114,014
OWDA loan proceeds	0	0	0	277,000
OPWC loan proceeds	0	0	0	459,000
Inception of capital lease	87,971	1,148,950	0	738,312
Operating transfers - in	25,000	5,234,896	2,164,825	44,664
Operating transfers - out	<u>(3,893,524)</u>	<u>(2,400,159)</u>	<u>0</u>	<u>(1,579,351)</u>
Total other financing sources (uses)	<u>(3,780,553)</u>	<u>3,983,687</u>	<u>2,164,825</u>	<u>2,053,639</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,419,002)	(370,628)	(31,984)	178,677
Fund balances at beginning of year	1,533,344	3,632,595	892,157	2,838,306
Increase (decrease) in reserve for inventory	<u>(48,153)</u>	<u>16,587</u>	<u>0</u>	<u>0</u>
Fund balances at end of year	<u>\$ 66,189</u>	<u>3,278,554</u>	<u>860,173</u>	<u>3,016,983</u>

See accompanying notes to the combined financial statements



Fiduciary Fund Type	Totals (Memorandum Only)
Expendable Trust	
0	23,183,837
0	8,316,012
22,000	858,609
0	1,755,355
0	2,630,007
0	14,913,806
0	178,022
0	499,236
0	814,933
0	671,924
<u>0</u>	<u>505,055</u>
<u>22,000</u>	<u>54,326,796</u>
2,900	16,567,938
0	21,935,156
0	241,659
0	5,014,943
0	4,339,340
0	1,480,182
25,025	2,966,713
0	4,618,700
0	1,905,418
<u>0</u>	<u>1,327,207</u>
<u>27,925</u>	<u>60,397,256</u>
<u>(5,925)</u>	<u>(6,070,460)</u>
0	2,114,014
0	277,000
0	459,000
0	1,975,233
707	7,470,092
<u>0</u>	<u>(7,873,034)</u>
<u>707</u>	<u>4,422,305</u>
(5,218)	(1,648,155)
68,959	8,965,361
<u>0</u>	<u>(31,566)</u>
<u><u>63,741</u></u>	<u><u>7,285,640</u></u>

City of Parma, Ohio  
 Combined Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual (Budget Basis)  
 All Governmental Fund Types and Expendable Trust Funds  
 For the Year Ended December 31, 2000

	GENERAL FUND		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Municipal income tax	\$19,192,883	17,932,519	(1,260,364)
Property and other taxes	3,635,090	3,707,878	72,788
Charges for services	595,100	581,140	(13,960)
Fees, licenses, and permits	1,141,300	1,159,161	17,861
Fines and forfeitures	1,648,250	1,654,082	5,832
Intergovernmental	5,650,028	6,725,492	1,075,464
Donations	0	0	0
Rents	195,100	242,824	47,724
Special assessments	0	0	0
Interest	402,000	420,118	18,118
Other	151,050	241,352	90,302
Total revenues	<u>32,610,801</u>	<u>32,664,566</u>	<u>53,765</u>
Expenditures:			
Current:			
General government	10,785,095	10,753,035	32,060
Security of persons and property	16,424,897	16,458,042	(33,145)
Public health and welfare	241,659	241,659	0
Transportation	0	0	0
Community environment	549,636	549,636	0
Basic utility services	0	0	0
Leisure time activities	1,907,700	1,891,833	15,867
Capital outlay	312,841	306,181	6,660
Debt service:			
Principal retirement	0	0	0
Interest and fiscal charges	0	0	0
Total expenditures	<u>30,221,828</u>	<u>30,200,386</u>	<u>21,442</u>
Excess of revenues over (under) expenditures	<u>2,388,973</u>	<u>2,464,180</u>	<u>75,207</u>
Other financing sources (uses):			
Proceeds of special assessment bonds	0	0	0
OWDA loan proceeds	0	0	0
OPWC loan proceeds	0	0	0
Advances - in	500,000	518,038	18,038
Advances - out	(880,380)	(880,380)	0
Operating transfers - in	166,000	25,000	(141,000)
Operating transfers - out	(4,130,870)	(3,893,524)	237,346
Total other financing sources (uses)	<u>(4,345,250)</u>	<u>(4,230,866)</u>	<u>114,384</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,956,277)</u>	<u>(1,766,686)</u>	<u>189,591</u>
Fund balances at beginning of year	1,990,639	1,990,639	0
Prior year encumbrances appropriated	180,866	180,866	0
Fund balances at end of year	<u>\$ 215,228</u>	<u>404,819</u>	<u>189,591</u>

SPECIAL REVENUE FUNDS			DEBT SERVICE FUND		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
0	0	0	0	0	0
4,815,077	4,372,358	(442,719)	263,852	256,698	(7,154)
151,000	356,679	205,679	0	0	0
691,411	590,901	(100,510)	0	0	0
885,015	861,706	(23,309)	0	0	0
6,265,858	6,537,045	271,187	71,480	34,056	(37,424)
192,311	178,022	(14,289)	0	0	0
313,304	259,662	(53,642)	0	0	0
785,704	751,821	(33,883)	59,778	57,124	(2,654)
21,735	45,934	24,199	48,524	72,197	23,673
21,800	27,839	6,039	0	0	0
<u>14,143,215</u>	<u>13,981,967</u>	<u>(161,248)</u>	<u>443,634</u>	<u>420,075</u>	<u>(23,559)</u>
16,000	31	15,969	16,560	567	15,993
5,677,475	5,270,382	407,093	0	0	0
0	0	0	0	0	0
4,978,491	4,974,017	4,474	0	0	0
2,341,771	3,569,894	(1,228,123)	0	0	0
1,745,999	1,402,294	343,705	0	0	0
1,083,364	949,393	133,971	0	0	0
1,417,364	990,711	426,653	0	0	0
0	0	0	1,423,978	1,407,512	16,466
0	0	0	<u>1,397,178</u>	<u>1,394,469</u>	<u>2,709</u>
<u>17,260,464</u>	<u>17,156,722</u>	<u>103,742</u>	<u>2,837,716</u>	<u>2,802,548</u>	<u>35,168</u>
<u>(3,117,249)</u>	<u>(3,174,755)</u>	<u>(57,506)</u>	<u>(2,394,082)</u>	<u>(2,382,473)</u>	<u>11,609</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
1,317	635,607	634,290	0	20,184	20,184
(524,156)	(518,038)	6,118	(22,731)	(22,731)	0
5,365,370	5,234,896	(130,474)	2,377,604	2,352,644	(24,960)
(2,558,160)	(2,400,159)	158,001	0	0	0
<u>2,284,371</u>	<u>2,952,306</u>	<u>667,935</u>	<u>2,354,873</u>	<u>2,350,097</u>	<u>(4,776)</u>
(832,878)	(222,449)	610,429	(39,209)	(32,376)	6,833
1,796,903	1,796,903	0	989,861	989,861	0
217,546	217,546	0	9,120	9,120	0
<u>1,181,571</u>	<u>1,792,000</u>	<u>610,429</u>	<u>959,772</u>	<u>966,605</u>	<u>6,833</u>

(continued)

City of Parma, Ohio  
 Combined Statement of Revenues, Expenditures, and  
 Changes in Fund Balances - Budget and Actual (Budget Basis)  
 All Governmental Fund Types and Expendable Trust Funds - continued  
 For the Year Ended December 31, 2000

	CAPITAL PROJECTS FUNDS		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues:			
Municipal income tax	\$ 5,033,652	4,797,621	(236,031)
Property and other taxes	0	0	0
Charges for services	0	0	0
Fees, licenses, and permits	0	0	0
Fines and forfeitures	106,900	106,900	0
Intergovernmental	2,028,185	1,304,823	(723,362)
Donations	0	0	0
Rents	0	0	0
Special assessments	9,690	5,988	(3,702)
Interest	34,150	117,225	83,075
Other	0	0	0
<b>Total revenues</b>	<b>7,212,577</b>	<b>6,332,557</b>	<b>(880,020)</b>
Expenditures:			
Current:			
General government	8,822,622	7,117,848	1,704,774
Security of persons and property	0	0	0
Public health and welfare	0	0	0
Transportation	0	0	0
Community environment	0	0	0
Basic utility services	0	0	0
Leisure time activities	0	0	0
Capital outlay	4,954,483	1,463,408	3,491,075
Debt service:			
Principal retirement	1,164,000	1,164,000	0
Interest and fiscal charges	48,888	48,888	0
<b>Total expenditures</b>	<b>14,989,993</b>	<b>9,794,144</b>	<b>5,195,849</b>
Excess of revenues over (under) expenditures	(7,777,416)	(3,461,587)	4,315,829
Other financing sources (uses):			
Proceeds of special assessment bonds	1,366,040	2,114,014	747,974
OWDA loan proceeds	277,000	277,000	0
OPWC loan proceeds	933,758	459,000	(474,758)
Advances - in	190,000	287,850	97,850
Advances - out	(548,910)	(548,910)	0
Operating transfers - in	607,100	44,664	(562,436)
Operating transfers - out	(1,793,351)	(1,579,351)	214,000
<b>Total other financing sources (uses)</b>	<b>1,031,637</b>	<b>1,054,267</b>	<b>22,630</b>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(6,745,779)	(2,407,320)	4,338,459
Fund balances at beginning of year	1,648,476	1,648,476	0
Prior year encumbrances appropriated	3,603,816	3,603,816	0
<b>Fund balances at end of year</b>	<b>\$ (1,493,487)</b>	<b>2,844,972</b>	<b>4,338,459</b>

See accompanying notes to the combined financial statements

EXPENDABLE TRUST FUNDS

<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
0	0	0
0	0	0
26,300	22,000	(4,300)
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
<u>26,300</u>	<u>22,000</u>	<u>(4,300)</u>
4,800	2,500	2,300
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
31,000	25,025	5,975
0	0	0
0	0	0
0	0	0
<u>35,800</u>	<u>27,525</u>	<u>8,275</u>
<u>(9,500)</u>	<u>(5,525)</u>	<u>3,975</u>
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	707	707
0	0	0
<u>0</u>	<u>707</u>	<u>707</u>
(9,500)	(4,818)	4,682
67,101	67,101	0
<u>1,858</u>	<u>1,858</u>	<u>0</u>
<u><u>59,459</u></u>	<u><u>64,141</u></u>	<u><u>4,682</u></u>

City of Parma, Ohio  
 Combined Statement of Revenues,  
 Expenses, and Changes in Fund Equity  
 All Proprietary Fund Types  
 For the Year Ended December 31, 2000

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
Operating Revenues			
Charges for services	\$ 786,803	2,943,940	3,730,743
Other	209,601	0	209,601
Total operating revenues	996,404	2,943,940	3,940,344
Operating Expenses			
Personal services	427,515	96,451	523,966
Contractual services	241,146	140,486	381,632
Materials and supplies	167,348	226	167,574
Claims	0	4,317,132	4,317,132
Depreciation	178,660	0	178,660
Total operating expenses	1,014,669	4,554,295	5,568,964
Operating loss	(18,265)	(1,610,355)	(1,628,620)
Other Non-Operating Revenues (Expenses)			
Interest income	25,080	57,559	82,639
Other non-operating expenses	(470)	0	(470)
Interest and fiscal charges	(21,372)	(107,279)	(128,651)
Total non-operating revenues (expenses)	3,238	(49,720)	(46,482)
Loss before operating transfers	(15,027)	(1,660,075)	(1,675,102)
Operating transfers - in	0	250,000	250,000
Net loss	(15,027)	(1,410,075)	(1,425,102)
Retained earnings at beginning of year	(22,980)	1,780,703	1,757,723
Retained earnings (deficit) at end of year	(38,007)	370,628	332,621
Contributed capital at beginning and end of year	1,329,061	0	1,329,061
Total fund equity at end of year	\$ 1,291,054	370,628	1,661,682

See accompanying notes to the combined financial statements

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

	Proprietary Fund Types		Totals
	Enterprise	Internal Service	(Memorandum Only)
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities:			
Cash received from customers	\$ 786,803	0	786,803
Cash received from quasi-external operating transactions with other funds	0	2,907,791	2,907,791
Cash payments to suppliers for goods and services	(165,044)	(226)	(165,270)
Cash payments for claims	0	(3,850,584)	(3,850,584)
Cash payments for employee services and benefits	(432,245)	(95,113)	(527,358)
Cash payments for contractual services	(241,146)	(142,497)	(383,643)
Other operating revenues	209,601	0	209,601
Other non-operating expenses	(470)	0	(470)
Net cash used in operating activities	<u>157,499</u>	<u>(1,180,629)</u>	<u>(1,023,130)</u>
Cash Flows from Noncapital Financing Activities:			
Advance - in	0	508,380	508,380
Transfer - in	0	250,000	250,000
Principal paid on bonds	0	(80,091)	(80,091)
Interest paid on bonds	0	(107,728)	(107,728)
Net cash provided by noncapital financing activities	<u>0</u>	<u>570,561</u>	<u>570,561</u>
Cash Flows from Capital and Related Financing Activities:			
Proceeds of notes	240,000	0	240,000
Note repayment	(340,000)	0	(340,000)
Note interest	(13,228)	0	(13,228)
Acquisition of fixed assets	(16,517)	0	(16,517)
Principal lease payment	(1,497)	0	(1,497)
Interest paid on lease	(268)	0	(268)
Net cash used in capital and related financing activities	<u>(131,510)</u>	<u>0</u>	<u>(131,510)</u>
Cash Flows from Investing Activities:			
Interest	<u>25,163</u>	<u>61,443</u>	<u>86,606</u>
Cash provided by investing activities	<u>25,163</u>	<u>61,443</u>	<u>86,606</u>
Net increase/(decrease) in cash and cash equivalents	51,152	(548,625)	(497,473)
Cash and cash equivalents beginning of year	<u>249,737</u>	<u>2,013,472</u>	<u>2,263,209</u>
Cash and cash equivalents end of year	<u>\$ 300,889</u>	<u>1,464,847</u>	<u>1,765,736</u>

(continued)

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

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
Reconciliation of operating loss to net cash used in operating activities			
Operating loss	\$ (18,265)	(1,610,355)	(1,628,620)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation	178,660	0	178,660
Other non-operating revenues	0	0	0
Other non-operating expenses	(7,008)	0	(7,008)
Change in assets and liabilities:			
Decrease in inventory	(4,681)	0	(4,681)
Decrease in accounts payable	(531)	(2,011)	(2,542)
Increase in contracts payable	14,334	0	14,334
Decrease in accrued wages and benefits	(4,143)	(73)	(4,216)
Increase in compensated absences payable	199	1,292	1,491
Decrease/(Increase) in due to other governments	(1,066)	119	(947)
Decrease in due from other governments	0	(36,149)	(36,149)
Increase in claims payable	0	466,548	466,548
Net cash used in operating activities	<u>\$ 157,499</u>	<u>(1,180,629)</u>	<u>(1,023,130)</u>

See accompanying notes to the combined financial statements.



City of Parma, Ohio  
 Combined Statement of Revenues,  
 Expenses, and Changes in Fund Equity  
 Budget and Actual (Budget Basis)  
 All Proprietary Fund Types  
 For the Year Ended December 31, 2000

ENTERPRISE FUND			
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 704,567	786,803	82,236
Interest	13,000	25,163	12,163
Proceeds of notes	350,000	240,000	(110,000)
Other operating revenues	<u>194,000</u>	<u>209,601</u>	<u>15,601</u>
Total revenues	<u>1,261,567</u>	<u>1,261,567</u>	<u>0</u>
Expenses:			
Personal services	489,910	432,244	57,666
Contractual services	311,520	241,146	70,374
Materials and supplies	176,700	165,044	11,656
Capital outlay	42,530	18,282	24,248
Other non-operating expenses	1,970	470	1,500
Debt service:			
Principal retirement	340,000	340,000	0
Interest and fiscal charges	<u>13,228</u>	<u>13,228</u>	<u>0</u>
Total expenses	<u>1,375,858</u>	<u>1,210,414</u>	<u>165,444</u>
Excess of revenues over (under) expenses	(114,291)	51,153	165,444
Fund equity at beginning of year	234,754	234,754	0
Prior year encumbrances appropriated	<u>4,377</u>	<u>4,377</u>	<u>0</u>
Fund equity at end of year	<u>\$ 124,840</u>	<u>290,284</u>	<u>165,444</u> (continued)

City of Parma, Ohio  
 Combined Statement of Revenues,  
 Expenses, and Changes in Fund Equity  
 Budget and Actual (Budget Basis)  
 All Proprietary Fund Types - continued  
 For the Year Ended December 31, 2000

	<u>INTERNAL SERVICE FUNDS</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 3,447,614	2,907,791	(539,823)
Interest	30,000	61,443	31,443
Total revenues	<u>3,477,614</u>	<u>2,969,234</u>	<u>(508,380)</u>
Expenses:			
Personal services	134,679	95,113	39,566
Contractual services	142,652	142,497	155
Materials and supplies	470	227	243
Capital outlay	250	0	250
Claims	4,273,065	3,855,084	417,981
Total expenses	<u>4,551,116</u>	<u>4,092,921</u>	<u>458,195</u>
Excess of revenues over (under) expenses	(1,073,502)	(1,123,687)	(50,185)
Advances - In	0	508,380	508,380
Operating transfers - in	250,000	250,000	0
Operating transfers - out	0	(187,819)	(187,819)
Excess of revenues over (under) expenses and operating transfers	(823,502)	(553,126)	270,376
Fund equity at beginning of year	1,914,054	1,914,054	0
Prior year encumbrances appropriated	57,118	57,118	0
Fund equity at end of year	<u>\$ 1,147,670</u>	<u>1,418,046</u>	<u>270,376</u>

See accompanying notes to the combined financial statements

**NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION**

**Reporting Entity**

The City of Parma is a political subdivision of the State of Ohio operated pursuant to state statute. The City was originally established as a township in 1826, incorporated as a village in 1924, and organized as a city in 1931. The City is organized as a Mayor/Council form of government. The Mayor, Council, Auditor, Treasurer and Law Director are elected, as are three Municipal Court Judges and a Clerk of Courts.

In evaluating how to define the City for financial reporting purposes, management has considered all agencies, departments, and organizations making up the City of Parma (the primary government) and its potential component units consistent with Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity."

The City provides various services and activities including a municipal court, a public housing agency, police and fire protection, emergency medical, recreation (including parks, skating, swimming and golf), street construction, maintenance and repair, contracted refuse collection, sewer services and repair, community development, public health and welfare and general administrative services. None of these services are provided by a legally separate organization; therefore, these operations are reported as part of the primary government.

Component units are legally separate organizations for which the City is financially accountable. The City is financially accountable if the City appoints a voting majority of the organization's governing board and (1) the City is able to significantly influence the programs or services performed or provided by the organization; or (2) the City is legally entitled to or can otherwise access the organization's resources; the City is legally obligated or has otherwise assumed the responsibility to finance deficits of or provide financial support to the organization; or the City is obligated for the debt of the organization. Component units may also include organizations for which the City approves the budget, the issuance of debt, or levying of taxes. Currently, the City does not have any component units.

The Parma Municipal Court has been included in the City's financial statements as an agency fund. The Clerk of Courts is an elected City official who has a fiduciary responsibility for the collection and distribution of the court fees and fines.

The City is associated with certain organizations which are identified as jointly governed organizations. These organizations are presented in Note 11 to the combined financial statements. These organizations are:

Parma Community General Hospital Association  
Southwest Council of Governments

The City is also associated with the Parma Community Improvement Corporation (PCIC). The PCIC is a not-for-profit corporation which was founded in 1996. The five-member board, which consists of two members appointed by the City and three local residents, promotes industrial, commercial, distribution and research activities within the City. The PCIC has been excluded from the reporting entity.

**NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION (continued)**

**Basis of Presentation - Fund Accounting**

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

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

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

**Governmental Fund Types**

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

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

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

**Debt Service Fund** - This fund is used to account for the accumulation of resources for, and the payment of, general and special assessment long-term debt principal and interest.

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

**NOTE 1 - REPORTING ENTITY AND BASIS OF PRESENTATION (continued)**

**Proprietary Fund Types**

The proprietary funds are used to account for the City's ongoing activities which are similar to those found in the private sector. The following are the City's proprietary fund types:

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

**Internal Service Funds** - These funds are used to account for the financing of services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

**Fiduciary Fund Types**

Fiduciary funds are used to account for assets held by the City in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The City's fiduciary funds include expendable trust and agency funds. 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 specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

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

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

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies followed in the preparation of these financial statements are summarized below. These policies conform to generally accepted accounting principles (GAAP) for local governmental units as prescribed in the statements issued by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources. The City also applies Financial Accounting Standards Board (FASB) statements issued on or before November 30, 1989, to the proprietary funds, provided they do not conflict or contradict GASB pronouncements.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Measurement Focus and Basis of Accounting**

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

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

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

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

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: investment earnings, state-levied locally shared taxes (including gasoline tax), fines and forfeitures and income tax.

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are recorded when the related fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year and the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

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

**Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation ordinance, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations ordinance are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. For the Parma Public Housing Agency, the City maintained a budget only for salary and fringe benefit costs. However, all activity has been included as part of the reporting entity in the combined statements prepared in accordance with GAAP.

The legal level of budgetary control is at the object level (personal services, other expenditures and capital outlay) within each department. Any budgetary modifications at this level may only be made by resolution of the City Council.

**Budget**

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

**Estimated Resources**

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

On or about January 1, the certificate of estimated resources is amended to include any unencumbered balances at December 31 of the preceding year. Upon a determination by the Auditor that the revenue to be collected by the City will be greater or less than the amount included in the official certificate, the Auditor shall certify the amount of the excess or deficiency to the County Budget Commission, and if it is deemed reasonable by the Commission, the County Budget Commission shall certify an amended official certificate reflecting the deficiency or excess.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Appropriations**

A temporary appropriation ordinance to control expenditures may be passed on or about January 1 of each year for the period from January 1 to March 31. The annual appropriation ordinance must be passed by April 1 of each year for the period January 1 to December 31. The appropriation ordinance fixes spending authority at the fund, department and object level. The appropriation ordinance may be amended during the year as new information becomes available provided that total fund appropriations do not exceed current estimated resources, as certified.

Funds appropriated may not be expended for purposes other than those designated in the appropriation measure. The allocation of appropriations among departments and objects within a fund may be modified during the year only by an ordinance of Council. During the year, several supplemental appropriation measures were passed. None of these supplemental appropriations had any significant affect on the original appropriations. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all amendments and modifications.

**Encumbrances**

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation, and to determine and maintain legal compliance.

The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the GAAP basis, encumbrances outstanding at year end are reported as reservations of fund balances for subsequent year expenditures for governmental funds and reported in the notes to the financial statements 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 fiscal year and is not reappropriated.

**Cash and Investments**

Except for monies of the Parma Public Housing Agency and the Parma Municipal Court, the City pools all individual fund cash balances in a bank account and short-term cash equivalents. Each fund has an equity interest in this account. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the combined balance sheet.

During 2000, investments were limited to United States treasury bills, repurchase agreements, manuscript bonds, and non-negotiable certificates of deposit.

Except for non-participating investment contracts, investments are reported at fair value. Non-participating investment contracts include non-negotiable certificates of deposit which are reported at cost.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2000 amounted to \$442,857, which includes \$150,976 assigned from other funds.



**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Cash and Investments (continued)**

The City has segregated accounts for monies held separately from the City's central bank accounts. These interest-bearing depository accounts are presented in the combined balance sheet as "cash and cash in segregated accounts" or as "cash and cash equivalents with fiscal and escrow agents" since they are not required to be deposited into the City treasury.

For the purposes of the combined statement of cash flows and for presentation on the combined balance sheet, funds held as part of the cash management pool and investments with an original maturity of three months or less are considered to be cash and cash equivalents.

**Short-term Interfund Receivables/Payables**

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

**Inventories**

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

**Fixed Assets and Depreciation**

The accounting and reporting treatment applied to a fixed asset is determined by its ultimate use. General fixed assets are long-lived assets of the City as a whole. When purchased, such assets are recorded as expenditures in the governmental type funds and capitalized (recorded and accounted for) in the General Fixed Assets Account Group. Infrastructure fixed assets such as streets, storm sewers and drains, and traffic signals and signs are not capitalized by the City and are not reported as part of the General Fixed Assets Account Group.

The fixed asset values were initially determined at December 31, 1984, assigning original acquisition costs when such information was available. In cases where information supporting original costs was not practicably determinable, estimated historical costs were developed. For certain fixed assets, the estimates were calculated by indexing estimated current costs back to the estimated year of acquisition. Donated fixed assets are capitalized at estimated fair market value on the date donated.

Fixed assets utilized to provide proprietary fund services are capitalized in the fund. The valuation basis for the proprietary fund fixed assets is the same as those used in the general fixed assets account group.

The City has elected not to record depreciation in the general fixed assets account group.

Depreciation for the proprietary fund fixed assets is determined by allocating the cost of fixed assets over the estimated useful lives of the assets on the straight-line basis. The estimated useful lives are as follows:

Buildings	40 years
Equipment and Machinery	10 years

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Compensated Absences**

The liability for compensated absences is based on GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the termination method. An accrual for sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the City's past experience of making termination payments.

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

**Long - Term Obligations**

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

Long-term debt and other obligations to be paid from proprietary funds are reported as liabilities in the appropriate proprietary funds.

**Interfund Transactions**

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

Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Operating transfers in do not equal operating transfers out because the City made transfers to Agency funds during the current year.

**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.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**Estimates**

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

**Memorandum Only - Totals Columns**

The "totals" columns on the general purpose financial statements 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 cash flows 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 3 - BUDGETARY BASIS OF ACCOUNTING**

While the City reports 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 transactions on the basis of cash receipts, disbursements, and encumbrances.

The Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Funds and the Combined Statement of Revenues, Expenses and Changes in Fund Equity, Budget and Actual (Budget Basis) - All Proprietary Fund Types are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with State statute. The major differences between the budget basis and the GAAP basis are that:

- 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. Outstanding year-end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types and as note disclosure in the proprietary fund types (GAAP basis).
- d. Proceeds from and principal payments on short-term note obligations are reported on the operating statement (budget basis) rather than balance sheet transactions (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 fund types are as follows:

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 3 - BUDGETARY BASIS OF ACCOUNTING (continued)**

**EXCESS OF REVENUES AND OTHER SOURCES  
OVER (UNDER) EXPENDITURES AND OTHER USES  
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS**

	General	Special Revenue	Debt Service	Capital Projects	Expendabl e Trust
GAAP Basis	\$(1,419,002)	(370,628)	(31,984)	178,677	(5,218)
Adjustments:					
Revenue Accruals	(469,303)	(334,164)	2,002	(104,166)	-
Transfers - In	-	-	187,819	-	-
Advances - in	518,038	635,607	20,184	287,850	-
Debt Retirement	-	-	80,091	-	-
Expenditure Accruals	530,484	436,951	(267,757)	(2,172,526)	400
Advances - out	(880,380)	(518,038)	(22,731)	(548,910)	-
Encumbrances	(46,523)	(72,177)	-	(48,245)	-
Budget Basis	<u>\$(1,766,686)</u>	<u>(222,449)</u>	<u>(32,376)</u>	<u>(2,407,320)</u>	<u>(4,818)</u>

**NET LOSS/EXCESS OF REVENUES OVER  
EXPENSES AND OPERATING TRANSFERS  
ALL PROPRIETARY FUND TYPES**

	Enterprise	Internal Service
GAAP Basis	\$(15,027)	(1,410,075)
Adjustments:		
Revenue Accruals	240,083	(41,265)
Transfer - Out	-	(187,819)
Advances - In	-	508,380
Expense Accruals	(334,281)	573,153
Depreciation Expense	178,660	-
Capital Outlay	(18,282)	-
Encumbrances	-	4,500
Budget Basis	<u>\$51,153</u>	<u>(553,126)</u>

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 4 - RESTATEMENT OF PRIOR YEAR FUND EQUITY**

The general long-term obligations account group at December 31, 1999 was restated by \$238,625 from \$32,111,529 to \$31,872,904. This was due to an overstatement of OPWC and OWDA loans payable.

**NOTE 5 - CLAIMS AND JUDGMENTS**

Due to the City being a party to various legal proceedings, a liability in the amount of \$275,000 has been established in the Liability Insurance Self-Insurance Fund which is a probable and reasonable estimate.

**NOTE 6 – COMPLIANCE AND ACCOUNTABILITY**

**Legal Compliance**

At December 31, 2000, the Police Levy, Community Center, and Medical Insurance funds carried deficit fund balances of \$1,692, \$733, and \$4,500 respectively, which is contrary to Ohio Revised Code Section 5705.10.

The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control on December 31, 2000 contrary to Ohio Revised Code Section 5705.41 (B) and (D):

Fund/Function/Object	Appropriation s	Expenditures Plus Encumbrances	Variance
General Fund			
Security of Persons and Property			
Police – Personal Services	\$8,629,778	8,663,973	(34,195)
Street Construction, Maintenance and Repair			
Transportation			
All Other Expenditures	321,540	335,913	(14,373)
Municipal Motor Vehicle License Tax			
Other Financing Sources (Uses)			
Operating Transfers - Out	538,000	545,611	(7,611)
Paramedic Levy			
Security of Persons and Property			
All Other Expenditures	65,865	76,635	(10,770)
Parma Public Housing			
Community Environment			
All Other Expenditures	2,600	2,125,810	(2,123,210)
Sewer Maintenance			
Capital Outlay	300	550	(250)
Medical insurance			
Claims	3,171,065	3,358,884	(187,819)

The Parma Public Housing fund violated the above code section due to the City historically maintaining a budget only for salary and fringe benefits as disclosed in Note 2 of the Notes to the Combined Financial Statements. The City will begin budgeting for these expenditures in future periods. The City is monitoring expenditures and encumbrances in order to eliminate these weaknesses.

The City was in violation of Ohio Revised Code Section 9.38 for depositing.

**NOTE 6 – COMPLIANCE AND ACCOUNTABILITY (continued)**

**Fund Deficits**

The following funds had deficit fund balances at December 31, 2000:

<b>Special Revenue Funds</b>	
Parks and Recreation	\$3,353
Police Pension	8,764
Fire Pension	10,851
Police Levy	11,731
Fire Levy	64,909
Sewer Maintenance	19,346
Fair Housing	64,582
Community Center	65,202
Housing Maintenance	3,041
<b>Capital Projects Funds</b>	
Sidewalks	89,273
Senior Citizens Center	2,801
<b>Internal Service Funds</b>	
Medical Insurance	680,883

The deficits in the special revenue and capital projects funds were caused by the recognition, on a modified-accrual basis, of expenditures in excess of revenues. The general fund is liable for any deficits in these funds and provides operating transfers when cash is required, not when accruals occur.

The deficit in the internal service fund was caused by the recognition, on a full-accrual basis, of expenses in excess of revenues. The general fund is liable for any deficits in this fund and provides operating transfers when cash is required, not when accruals occur.

**NOTE 7 - DEPOSITS AND INVESTMENTS**

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

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

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

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

**NOTE 7 - DEPOSITS AND INVESTMENTS (continued)**

Protection of the City's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution. Interim monies may be deposited or invested in the following securities:

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions, and;
6. The State Treasurer's investment pool (STAR Ohio).

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

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

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

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

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 7 - DEPOSITS AND INVESTMENTS (continued)**

**Deposits**

At year end the carrying amount of the City's deposits was \$8,724,840 and the bank balance was \$9,950,020. Of the bank balance:

- a. \$622,688 was covered by federal deposit insurance.
- b. \$9,327,332 is considered uncollateralized and uninsured under the guidelines of Statement 3. Although the balance was collateralized by securities held by the pledging financial institutions trust department or agent in the City's name and all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the City to a successful claim by the FDIC.

**Investments**

GASB Statement No. 3 "Deposits with Financial Institutions, Investments (including Repurchase Agreements) and Reverse Repurchase Agreements" requires the City to categorize investments to give an indication of the level of risk assumed by the City at year-end. Category 1 includes investments that are insured or registered or are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments which are held by the counterparty, or by its trust department or agent but not in the City's name.

	Category 1	Category 3	Fair Value
Repurchase Agreement	\$0	62,000	62,000
Municipal Bonds	80,000	0	80,000
	\$80,000	62,000	142,000

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

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

	Cash and Cash Equivalents	Investments
GASB Statement 9	\$ 8,724,840	142,000
GASB Statement 3	\$ 8,724,840	142,000



City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 8 - PROPERTY TAXES**

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

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

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

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

The full tax rate for all City operations for the year ended December 31, 2000 was \$7.00 per \$1,000 of assessed value. The assessed values of real and tangible personal property upon which 2000 property tax receipts were based are as follows:

Real Property	\$1,443,750,410
Tangible Personal Property	103,368,494
Public Utility Property	<u>45,730,120</u>
 Total Valuation	 <u><u>\$1,592,849,024</u></u>

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

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

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

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 9 - INCOME TAX**

The City levies a municipal income tax of 2% on all salaries, wages, commissions and other compensation earned within the City. Employers are required to withhold this income tax from all their employees working within the City's limits, without regard to where the employees reside. The income tax withheld by employers must be remitted to the City on a monthly basis if the amount exceeds \$100 per month, otherwise quarterly. Persons under 18 years of age are not subject to the City income tax.

Corporations and area businesses are also subject to the 2% City income tax. All net profits earned by resident business is subject to City income tax, less the amount credited for taxes paid to another municipality. All non-resident businesses' net profits earned within the City are subject to the City income tax.

City residents are also subject to a 2% income tax on all income earned outside the City's limits. A credit of 100% is recognized on all municipal income taxes paid to another community. This credit cannot exceed the City's income tax rate of 2% or the tax rate of the municipality in which the income was generated, whichever is less.

All taxpayers incurring a liability which exceeds \$100 are required to pay estimated taxes on a quarterly basis.

In 2000, income tax proceeds were credited 78.95% to the General Fund and 21.05% to the City Income Tax Capital Acquisition capital projects fund.

**NOTE 10 - FIXED ASSETS**

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

Land	\$1,078,077
Buildings	203,423
Machinery and Equipment	690,775
Vehicles	<u>15,252</u>
Total	1,987,527
Less: Accumulated Depreciation	<u>(722,316)</u>
Net Fixed Assets	<u><u>\$1,265,211</u></u>

A summary of changes in general fixed assets for the year ended December 31, 2000 follows:

	Balance January 1, 2000	Additions	Deletions	Balance December 31, 2000
Land	\$2,180,636	30,800	-	2,211,436
Buildings	16,029,514	13,955,417	-	29,984,931
Equipment	5,076,632	317,540	228,775	5,165,397
Vehicles	7,419,145	738,774	288,467	7,869,452
Construction work-in-progress	13,852,305	-	13,852,305	-
	<u>\$44,558,232</u>	<u>15,042,531</u>	<u>14,369,547</u>	<u>45,231,216</u>
Totals	<u>\$44,558,232</u>	<u>15,042,531</u>	<u>14,369,547</u>	<u>45,231,216</u>

**NOTE 11 - JOINTLY GOVERNED ORGANIZATIONS**

**A. Parma Community General Hospital Association**

The Parma Community General Hospital Association is a not-for-profit adult care hospital controlled by a Board of Trustees which is composed of mayoral appointees from the cities of Parma, North Royalton, Brooklyn, Parma Heights, Seven Hills, and Brooklyn Heights. Each city has two representatives on the Board, other than Parma, which has six. The operations, maintenance, and management of the Hospital is the exclusive charge of the Parma Community General Hospital Association. The City's degree of control is limited to its appointments to the Board of Trustees.

Additions to the Hospital have been financed by the issuance of hospital revenue bonds. The bonds are backed solely by the revenues of the Hospital. The Cities have no responsibility for the payment of the bonds, nor is there any ongoing financial interest or responsibility by the City to the Hospital.

Because there is no ongoing equity interest, there is no requirement to disclose the investment in the jointly governed organization in the general fixed assets account group. There does exist, however, a residual equity interest upon the dissolution or sale of the Hospital, according to the terms of the original agreement among the Cities. The City of Parma has made no contributions to the Hospital during the year. The Hospital's financial statements may be obtained by contacting the Parma Community General Hospital, Parma, Ohio.

**B. Southwest Council of Governments**

The Southwest Council of Governments helps foster cooperation between municipalities in areas affecting health, safety, welfare, education, economic conditions and regional development. The board is comprised of one member from each of the sixteen participating entities. The board exercises total control over the operation of the Council including budgeting, appropriating, contracting and designating management. Budgets are adopted by the board. Each City's degree of control is limited to its representation on the board.

The Council has established two subsidiary organizations, the Hazardous Material Response Team ("Haz Mat") which provides hazardous material protection and assistance and the Southwest Enforcement Bureau which provides extra assistance to cities in the form of a Special Weapons and Tactics Team ("SWAT Team"). The Council's financial statements may be obtained by contacting the Southwest Council of Governments, Parma Heights, Ohio.

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 12 - RECEIVABLES**

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

A summary of the principal items of intergovernmental receivables at December 31, 2000 is as follows:

<b>INTERGOVERNMENTAL RECEIVABLES</b>	<b>Amount</b>	<b>Total</b>
<b>GENERAL FUND</b>		
Liquor Permit Fees	\$11,452	
Gas Tax	<u>29,084</u>	
Total General Fund		40,536
<b>SPECIAL REVENUE FUNDS</b>		
<b>Paramedic Levy</b>		
EMS Billing	19,364	
<b>State Grants</b>		
EMS Grant	24,644	
VOCA/SVAA Grant	21,231	
TIP Grant	14,122	
Junvenile Diversion Grant	9,075	
<b>Community Development Block Grant</b>	1,261,210	
<b>Street Construction, Maintenance and Repair</b>		
Gasoline Tax	144,340	
<b>State Highway</b>		
Gasoline Tax	11,703	
<b>Municipal Motor Vehicle License Tax</b>		
County License Tax	35,392	
<b>Title III</b>		
Western Reserve Area on Aging	<u>10,633</u>	
Total Special Revenue Funds		1,551,714
<b>Municipal Court</b>		
Court Fines		290,789
<b>Internal Service</b>		
Medical Insurance		<u>36,149</u>
Total Intergovernmental Receivables		<u><u>\$1,919,188</u></u>

**NOTE 13 - DEFINED BENEFIT PENSION PLANS**

**A. Public Employees Retirement System of Ohio**

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

Plan members are required to contribute 8.50 percent of their annual covered salary to fund pension obligations. For calendar year 2000, PERS instituted a temporary employer rate rollback for state and local governments. The 2000 employer pension contribution rate for the City was 6.54 percent of covered payroll, reduced from 9.35 percent in 1999. Contributions are authorized by State statute. The contribution rates are determined actuarially. The City's required contributions to PERS for the years ended December 31, 2000, 1999, and 1998 were \$1,519,919, \$1,785,095, and \$1,632,039, respectively. The full amount has been contributed for 1999 and 1998. 77 percent has been contributed for 2000, with the remainder being reported as a liability in the general long-term obligations account group.

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

The City contributes to the Ohio Police and Fire Pension Fund (OP&F), a cost-sharing multiple-employer public employee retirement system administered by the OP&F's Board of Trustees. The OP&F provides retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and beneficiaries. Benefit provision are established by the Ohio State Legislature and by Chapter 742 of the Ohio Revised Code. The 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 for 2000 the City was required to contribute 12.25 percent for police and 16.75 percent for firefighters. For 1999 the City contributions were 12.50 percent for police and 17.00 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the OP&F for police and firefighters were \$1,285,805 and \$1,368,996 for the year ended December 31, 2000, \$1,261,191 and \$1,429,714 for 1999, and \$1,155,229 and \$1,364,054 for 1998. The full amount has been contributed for 1999 and 1998. 68 percent and 71 percent, respectively, have been contributed for 2000, with the remainder being reported as a liability in the general long-term obligations account group.

In addition to current contributions, the City pays installments on the accrued liability incurred when the State of Ohio established the statewide pension system for police and firefighters in 1967. As of December 31, 2000, the unfunded liability of the City was \$195,181, payable in semiannual payments through the year 2035. This is an accounting liability of the City which will not vary. The liability is reported in the general long-term obligations account group.

**NOTE 14 - POSTEMPLOYMENT BENEFITS**

The City provides health care benefits as a post employment benefit to retirees who are members of the police and fire collective bargaining units. The benefits are defined in the negotiated labor agreements. Under these agreements, the City provides medical benefits to retirees until they are eligible for the Medicare Program of the Federal Government or have enrolled in any other hospitalization plan and have notified the City of such enrollment.

The City incurred \$137,525 of claims and premiums for 103 covered retirees in 2000.

**NOTE 14 - POSTEMPLOYMENT BENEFITS (continued)**

**A. Public Employees Retirement System of Ohio**

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

Benefits are advanced-funded using the entry age normal cost method. Significant actuarial assumptions, based on PERS's latest review performed as of December 31, 1999, included a rate of return on investments of 7.75 percent, an annual increase in active employee total payroll of 4.75 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between 0.54 percent and 5.10 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 post-employment benefits were \$463,906. 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 2/3 basis.

The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. The Ohio Revised Code provides the authority allowing the Police and Firemen's Disability and Pension Fund's board of trustees to provide health care coverage and states that health care cost paid from the Police and Firemen's Disability and 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 19.50 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 percentage 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.

**NOTE 14 - POSTEMPLOYMENT BENEFITS (continued)**

The City's actual contributions for 2000 that were used to fund postemployment benefits were \$322,812 for police and \$292,453 for fire. 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 15 - COMPENSATED ABSENCES**

**Accumulated Vacation**

City employees earn vacation leave at varying rates based upon length of service. Vacation leave is earned in one year and must be used in the next year. Any unused vacation leave is eliminated from the employee's vacation leave balance. In the case of death or retirement, an employee (or his estate) is paid for his unused vacation leave to a maximum of the amount of vacation leave earned in the prior year but not yet used and, on a pro rata basis, vacation leave earned during the current year. At December 31, 2000, the total vacation obligation for the City as a whole amounted to \$1,410.

**Accumulated Unpaid Sick Leave**

City employees earn sick leave at the rate of four and six tenths hours per eighty hours of service. Sick leave is cumulative without limit. In the case of death or retirement, an employee (or his estate) with ten or more years of service is paid for one-fourth of his accumulated sick leave not to exceed various ceilings depending on the department for which the employee worked. The total obligation for sick leave accrual for the City as a whole as of December 31, 2000 was \$1,226,560.

**Accumulated Overtime**

All City employees earn overtime for work performed in excess of regular hours with a maximum accumulation of two hundred hours. During 2000, overtime was accumulated at a rate of one hour of overtime for each excess hour worked. All unpaid, accumulated overtime is paid to employees upon separation or death. Overtime is paid at the wage rate that was in effect when the overtime was earned. During 2000, all City employees were permitted to request payment for any and all accumulated, unpaid overtime. At December 31, 2000, accumulated, unpaid overtime for the City as a whole was \$1,160,004.

**NOTE 16 - CONTINGENT LIABILITIES**

**Litigation**

As of December 31, 2000, the City was a party to various legal proceedings seeking damages. The ultimate disposition of these proceedings is not presently determinable.

**Federal and State Grants**

For the period January 1, 2000 to December 31, 2000 the City received federal and state grants for specific purposes that are subject to review and audit by grantor agencies or their designee. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under the terms of the grant. Based on prior experience, the City believes such disallowance, if any, would be immaterial.

City of Parma, Ohio  
Notes to the Combined Financial Statements - Continued  
December 31, 2000

**NOTE 17 - LONG-TERM OBLIGATIONS**

Changes in long-term obligations during 2000 are as follows:

	Balance January 1, 2000	Increase	Decrease	Balance December 31, 2000
<b>General Long-Term Obligations:</b>				
<b>Special Assessment Bonds</b>				
8.500% - (1985) Commerce Parkway West	\$ 97,000	0	17,000	80,000
9.250% - (1991) Hollenbeck Lake	23,000	0	15,000	8,000
9.250% - (1991) Ridgewood Water Line	127,000	0	15,000	112,000
3.790% - (1999 OWDA) Bruening Drive	195,379	0	3,822	191,557
5.250% - (2000) Street Improvements	0	2,255,000	0	2,255,000
4.120% - (1997 OWDA) Burden Drive	64,624	0	1,278	63,346
Total Special Assessment Bonds	<u>507,003</u>	<u>2,255,000</u>	<u>52,100</u>	<u>2,709,903</u>
<b>General Obligation Bonds</b>				
<b>Voted:</b>				
7.875% - (1985) Library Improvements	260,000	0	130,000	130,000
<b>Unvoted:</b>				
5.561% - (1999) Various Purpose General Obligation Bonds	1,890,097	0	194,909	1,695,188
5.533% - (1999) Refunding Bonds	3,085,000	0	190,000	2,895,000
5.173% - (1999) Justic Center Bonds	11,999,895	0	315,000	11,684,895
5.402% - (1999) Justice Center Bonds	1,610,000	0	45,000	1,565,000
Total Unvoted General Obligation Bonds	<u>18,584,992</u>	<u>0</u>	<u>744,909</u>	<u>17,840,083</u>
Total General Obligation Bonds	<u>18,844,992</u>	<u>0</u>	<u>874,909</u>	<u>17,970,083</u>
<b>Ohio Public Works Commission Loans</b>				
0% - (1993) Brookdale Watermain	193,730	0	14,350	179,380
0% - (1994) Broadview Road Watermain	81,493	0	5,821	75,672
0% - (1995) State Road Watermain	111,494	0	6,968	104,526
0% - (1995) West 24th Street Watermain	59,832	0	3,626	56,206
0% - (1996) Brookpark Road Watermain	346,736	0	19,263	327,473
0% - (1997) State Road Watermain III	225,218	0	12,512	212,706
0% - (1999) State Road Sewer Rejuvenation	1,107,857	0	59,884	1,047,973
0% - (1999) Ridge Road Watermain II	354,651	29,246	19,195	364,702
0% - (1999) Gabriella Drive Watermain	217,363	166,462	19,191	364,634
0% - (1999) Chestnut Hills Sanitary Sewer	25,006	263,292	0	288,298
Total Ohio Public Works	<u>2,723,380</u>	<u>459,000</u>	<u>160,810</u>	<u>3,021,570</u>



City of Parma, Ohio  
Notes to the Combined Financial Statements - Continued  
December 31, 2000

**NOTE 17 - LONG-TERM OBLIGATIONS (continued)**

	Balance January 1, 2000	Increase	Decrease	Balance December 31, 2000
<b>Ohio Water Development Authority Loans</b>				
4.350% - (1996) West 16th Sanitary Sewer	155,785	0	2,956	152,829
4.350% - (1996) Ackley Road Sanitary Sewer	51,907	0	964	50,943
4.040% - (1999) Chestnut Hills Sewer	1,745,310	277,000	121,169	1,901,141
4.120% - (1999) Brookpark/W60th Sewer	319,297	0	19,226	300,071
4.120% - (1999) Ridge Road Watermain	764,142	0	41,045	723,097
4.120% - (1999) State Road Watermain	1,102,167	0	27,932	1,074,235
4.120% - (1999) Broadview Road Sewer	184,676	0	9,160	175,516
4.120% - (1999) Brookpark/Roseside Sewer	329,265	0	17,151	312,114
Total Ohio Water Development Authority	<u>4,652,549</u>	<u>277,000</u>	<u>239,603</u>	<u>4,689,946</u>
<b>Other General Long-Term Obligations</b>				
Intergovernmental Payable	1,201,894	1,174,066	1,201,894	1,174,066
Police and Firemen's Pension Liability	216,409	0	21,228	195,181
Capital Leases	1,270,778	1,975,231	791,730	2,454,279
Compensated Absences	<u>2,455,899</u>	<u>0</u>	<u>249,987</u>	<u>2,205,912</u>
Total Other Long-Term Obligations	<u>5,144,980</u>	<u>3,149,297</u>	<u>2,264,839</u>	<u>6,029,438</u>
Total General Long-Term Obligations	<u>31,872,904</u>	<u>6,140,297</u>	<u>3,592,261</u>	<u>34,420,940</u>
<b>Internal Service Fund</b>				
5.561% (1999) Various Purpose Bonds	<u>1,914,903</u>	<u>0</u>	<u>80,091</u>	<u>1,834,812</u>
<b>Enterprise Fund</b>				
Golf Course Lease	<u>11,262</u>	<u>0</u>	<u>1,497</u>	<u>9,765</u>
Totals All Obligations	<u>\$ 33,799,069</u>	<u>6,140,297</u>	<u>3,673,849</u>	<u>36,265,517</u>

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 17 - LONG-TERM OBLIGATIONS (continued)**

Special assessment bonds will be paid from the proceeds of special assessments levied against benefited property owners. In the event that a property owner fails to pay the assessment, payment would be made by the City. General obligation bonds, with the exception of the internal service fund various purpose bonds, will be paid from the general bond retirement debt service fund. The internal service fund general obligation various purpose bonds will be paid from the internal service fund. The OPWC and OWDA loans will be repaid from the debt service fund. The police and firemen's pension liability will be paid from levied taxes in the police and fire special revenue funds. The capital lease obligations will be paid from the general fund, paramedics special revenue fund, and the city income tax capital projects fund. Compensated absences reported in the "compensated absences payable" account and the intergovernmental payables will be paid from the fund from which the employees' salaries are paid. The golf course lease will be paid from the enterprise fund.

On August 15, 1995, the City of Parma issued \$3.9 million in General Obligation Bonds. Proceeds were used to defease \$3,500,000 of its 1990 various-purpose general obligation bonds scheduled to mature in 2011 by placing the proceeds of the new bond issue in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1990 series bonds. On December 31, 2000, \$2,690,000 of bonds outstanding are considered defeased.

As of December 31, 2000, the City's legal debt margin (the ability to issue additional amounts of general obligation bonded debt) was \$143,292,378. Principal and interest requirements to retire the City's long-term obligations outstanding at December 31, 2000 are:

Year	Special Assessment Bonds	General Obligation Bonds	Police and Firemen's Pension	Ohio Public Works Commission Loans	Ohio Water Development Authority Loans	Totals
2001	\$294,568	2,017,855	30,202	87,613	208,172	\$2,638,410
2002	275,760	1,862,923	30,202	175,226	392,483	2,736,594
2003	273,145	1,857,220	30,202	175,226	392,483	2,728,276
2004	280,265	1,865,085	30,202	175,226	392,483	2,743,261
2005	276,525	1,859,255	30,202	175,226	392,483	2,733,691
2006-2010	1,195,391	8,092,525	79,632	876,130	1,962,415	12,206,093
2011-2015	1,357,885	6,658,311	-0-	838,698	1,962,415	10,817,309
2016-2020	79,398	4,938,700	-0-	511,013	799,769	6,328,880
2021-2025	-0-	3,525,250	-0-	7,212	-0-	3,532,462
Totals	<u>\$4,032,937</u>	<u>32,677,124</u>	<u>230,642</u>	<u>3,021,570</u>	<u>6,502,703</u>	<u>\$46,464,976</u>

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 18 - INTERFUND ASSETS AND LIABILITIES**

Interfund receivable/payable:

<b>FUND</b>	<u>Receivable</u>	<u>Payable</u>
<b>GENERAL FUND</b>	\$880,379	\$-
<b>SPECIAL REVENUE FUNDS</b>		
Parks and Recreation		29,309
State Grants	-	26,607
Community Development Block Grant	-	420,408
Law Enforcement	-	1,317
Fair Housing	-	67,467
Title III	-	11,600
Parma Public Housing		37,412
Community Center		41,486
<b>DEBT SERVICE FUND</b>	-	20,184
<b>CAPITAL PROJECTS FUNDS</b>		
City Income Tax Capital Acquisitions	380,498	-
Sewer Construction		7,434
Sidewalks		89,273
<b>INTERNAL SERVICE FUNDS</b>		
Medical Insurance	-	508,38
		<u>0</u>
Total	<u>\$1,260,877</u>	<u>\$1,260,877</u>

Due from Other Funds/Due to Other Funds:

<b>GENERAL FUND</b>	\$229,749	\$2,142,000
<b>SPECIAL REVENUE FUND</b>		
Law Enforcement Trust	53,721	
State Grants	350	
<b>CAPITAL PROJECTS FUND</b>		
Court Capital Improvements	6,969	
<b>INTERNAL SERVICE FUND</b>		
Medical Insurance	2,142,000	-
<b>AGENCY FUND</b>		
Municipal Court	-	290,78
		<u>9</u>
Total	<u>\$2,432,789</u>	<u>\$2,432,789</u>

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 19 - NOTE DEBT**

Note activity during 2000 consisted of the following unvoted bond anticipation issue:

<u>Description</u>	Balance January 1, 2000	Increase	Decrease	Balance December 31, 2000
4.200% Street Improvements	\$ 1,164,000	-	1,164,000	\$ -0-
4.685% Golf Course Improvements	165,000	-	165,000	-0-
5.280% Golf Course Cart Paths	175,000	-	175,000	-0-
5.140% Golf Course Improvements	-0-	240,000	-	240,000
	<u>\$ 1,504,000</u>	<u>240,000</u>	<u>1,504,000</u>	<u>\$ 240,000</u>

The note is backed by the full faith and credit of the City of Parma. The Golf Course Improvements note is a two-year note and matures on May 11, 2002. The note liability is reflected in the fund which received the proceeds.

The note was issued in anticipation of long-term bond financing and will be refinanced until such bonds are issued.

**NOTE 20 - RISK MANAGEMENT**

**Liability Insurance Self Insurance Fund**

It is the policy of the City not to purchase commercial insurance for the risks of losses in the following areas: general liability, automobile liability, law enforcement liability, fire department liability, fire department errors and/or omissions, public officials and employees legal liability, and property loss including contents and boilers. The City believes it is more economical to manage its risks internally and set aside assets for claim settlement in its internal service fund, the Liability Insurance Self Insurance Fund. Liability Insurance Self Insurance Fund services all liability claims for risk of loss to which the City is exposed. An excess coverage insurance (stop loss) policy covers claims in excess of \$250,000 per occurrence and an aggregate of \$10,000,000 per occurrence. Settled claims have not exceeded coverage in any of the last three years and there has been no significant reduction in coverage from the prior year.

Liability Insurance Self Insurance Fund liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. A liability of \$275,000 provided by the City's Law Director has been recorded. The estimate was not effected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expense. Changes in the Liability Insurance Self-Insurance Fund claims liability amount for 1998 through 2000 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
1998	\$ 130,000	155,344	(155,344)	130,000
1999	130,000	132,568	(132,568)	130,000
2000	130,000	299,462	(154,462)	275,000

**NOTE 20 - RISK MANAGEMENT (continued)**

**Medical Insurance Self Insurance Fund**

In October of 1988, the City replaced its major health insurance with a Medical Insurance Self Insurance Fund. A third party administrator, The Advanced Group, Inc., reviews all claims which are then paid by the Medical Insurance Self Insurance Fund. The City pays a premium for reinsurance specific stop-loss coverage for the claim period October 1 through September 30, which carries a deductible of \$100,000 per person.

The Medical Insurance Self Insurance Fund generates revenues by charging an actuarially determined premium to each fund based on the number of employees enrolled in the self-insured plan and their type of coverage. The Medical Insurance Self Insurance Fund subsequently pays for all costs of providing claims servicing and claims payment.

A liability, estimated by the third party administrator, in the amount of \$549,432 has been recorded to reflect unpaid claims cost including incurred but not reported claims as of December 31, 2000. The estimate was not effected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expense. Changes in the Medical Insurance Self-Insurance Fund claims liability amount for 1998 through 2000 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
1998	\$ 228,876	\$ 2,377,974	\$ (2,324,393)	\$ 282,457
1999	282,457	2,306,164	(2,557,083)	31,538
2000	31,538	3,684,459	(3,166,565)	549,432

**Workers' Compensation Insurance Fund (WCIF)**

In 1989, the City began its first year under a retrospective rating plan ("plan"), in accordance with the State of Ohio Bureau of Workers' Compensation. Under this plan, the City initially pays a fraction (\$228,257) of the premium (\$921,265) it would pay as an experience-rated risk. As costs for the City's injured workers' claims are incurred, the City must reimburse the State Fund for these costs, subject to the plan's individual claim cost limitation (\$250,000) and the City's annual premium limitation (\$1,614,273). The plan is a step closer to self-insurance. In the plan, the City agrees to assume a portion of the risk in return for a possible reduction in premiums. The greater the percentage of the risk the City assumes, the greater the potential reduction in premium.

A liability in the amount of \$98,267, based on information provided by the Ohio Bureau of Workers' Compensation, has been recorded to reflect unpaid claims cost including incurred but not reported claims as of December 31, 2000. The estimate was not effected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expense.

The premium rate at which the City is billed for the policy year is calculated by using the experience - modified premium rate (\$5.00) multiplied by the minimum premium percent (19%) for every \$100 of payroll in the policy year. The payroll for policy year 2000 was \$28,074,752. The City must also pay additional assessments totaling \$71,264 into the following state funds: Intentional Tort, Additional Disabled Workers Relief, Administrative Cost, and Disabled Workers Relief.

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 20 - RISK MANAGEMENT (continued)**

All costs of workers claims, premiums, administrative costs and other additional assessments are paid out of the WCIF. Changes in the Workers' Compensation Insurance Fund claims liability amount for 1998 through 2000 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
1998	\$403,087	\$266,496	\$(368,642)	\$300,941
1999	300,941	1,183,156	(1,189,484)	294,613
2000	294,613	333,211	(529,557)	98,267

**NOTE 21 - CONTRACTUAL COMMITMENTS**

The City has several continuing contracts with vendors, suppliers and construction contractors. Of the total amounts authorized by Council ordinance, the following amounts remain unspent as of December 31, 2000:

Contractor	Amount
Unisys	\$641,786
Fabrizi Trucking & Paving	555,735
Cargill Salt	369,600
Osterland Company	287,138
Browning Ferris, Inc.	228,466
Cuyahoga Road Products	141,893
Kaplan Mechanical	110,000
Pavement Markings, Inc.	58,997
Specialized Construction	57,085

**NOTE 22 - CAPITAL LEASES**

In prior years, the City entered into leases for the acquisition of vehicles and equipment. These lease obligations meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards Number 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. For governmental funds, capital lease payments are reflected as debt service expenditures in the general purpose financial statements. In the enterprise fund, capital lease principal payments have been reclassified to reduce the liability and the interest payments have been reclassified as interest and fiscal charges expense.

City of Parma, Ohio  
Notes to the Combined Financial Statements - continued  
December 31, 2000

**NOTE 22 - CAPITAL LEASES (continued)**

Fixed assets acquired by lease have been capitalized in the general fixed assets account group or the enterprise fund in an amount equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term obligations account group or enterprise fund. The following is an analysis of equipment leased under capital leases as of December 31, 2000:

	General Fixed Assets	Enterprise Fund
Equipment	\$3,668,291	\$15,252
Less: accumulated depreciation	0	(4,067)
Carrying value	\$3,668,291	\$11,185

The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments as of December 31, 2000:

Year	General Long-Term Obligation	Enterprise Fund
2001	\$687,008	\$5,297
2002	629,852	3,532
2003	540,123	1,766
2004	435,298	0
2005	339,584	0
2006	148,109	0
Total minimum lease payments	2,779,974	10,595
Less: amount representing interest	(325,695)	(830)
Present value of minimum lease payments	\$2,454,279	\$9,765

**NOTE 23 – SUBSEQUENT EVENT**

On November 21, 2001, the City issued \$500,000 in new bond anticipation notes for the purpose of paying the costs of certain road improvements in the City of Parma.

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**CITY OF PARMA, OHIO**

**GENERAL FUND**

THE GENERAL FUND IS ESTABLISHED  
TO ACCOUNT FOR ALL FINANCIAL  
RESOURCES EXCEPT THOSE REQUIRED TO BE  
ACCOUNTED FOR IN ANOTHER FUND

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Municipal income tax	\$ 19,192,883	17,932,519	(1,260,364)
Property and other taxes			
Real estate and public utility	3,186,426	3,300,851	114,425
Tangible personal property	325,464	280,372	(45,092)
Other local	123,200	126,655	3,455
Total property and other taxes	<u>3,635,090</u>	<u>3,707,878</u>	<u>72,788</u>
Charges for services			
General government	223,200	207,887	(15,313)
Parks and recreation	371,900	373,253	1,353
Total charges for services	<u>595,100</u>	<u>581,140</u>	<u>(13,960)</u>
Fees, licenses, and permits			
Licenses	256,050	255,438	(612)
Permits and fees	885,250	903,723	18,473
Total fees, licenses and permits	<u>1,141,300</u>	<u>1,159,161</u>	<u>17,861</u>
Fines and forfeitures	<u>1,648,250</u>	<u>1,654,082</u>	<u>5,832</u>
Intergovernmental			
Homestead	48,131	44,470	(3,661)
10% reimbursement	349,630	363,154	13,524
2.5% property tax rollback	70,267	69,159	(1,108)
Local government fund - sales tax	3,400,000	3,555,147	155,147
Local government fund - state	440,000	427,494	(12,506)
Inheritance	900,000	1,813,322	913,322
Local government revenue assistance fund	360,000	374,220	14,220
Other	82,000	78,526	(3,474)
Total intergovernmental	<u>5,650,028</u>	<u>6,725,492</u>	<u>1,075,464</u>
Rents	<u>195,100</u>	<u>242,824</u>	<u>47,724</u>
Interest	<u>402,000</u>	<u>420,118</u>	<u>18,118</u>
Other	<u>151,050</u>	<u>241,352</u>	<u>90,302</u>
Total revenues	<u>\$ 32,610,801</u>	<u>32,664,566</u>	<u>53,765</u> (continued)

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Expenditures:			
Current:			
General government:			
Mayor			
Personal services	\$ 203,253	203,253	0
All other expenditures	<u>4,804</u>	<u>4,804</u>	<u>0</u>
Total mayor	<u>208,057</u>	<u>208,057</u>	<u>0</u>
Auditor			
Personal services	347,928	347,928	0
All other expenditures	<u>12,484</u>	<u>12,484</u>	<u>0</u>
Total auditor	<u>360,412</u>	<u>360,412</u>	<u>0</u>
Treasurer			
Personal services	256,865	256,865	0
All other expenditures	<u>15,082</u>	<u>15,082</u>	<u>0</u>
Total treasurer	<u>271,947</u>	<u>271,947</u>	<u>0</u>
City income tax			
Personal services	530,705	530,705	0
All other expenditures	<u>364,305</u>	<u>363,884</u>	<u>421</u>
Total city income tax	<u>895,010</u>	<u>894,589</u>	<u>421</u>
Data processing			
Personal services	190,264	190,264	0
All other expenditures	<u>41,678</u>	<u>35,178</u>	<u>6,500</u>
Total data processing	<u>231,942</u>	<u>225,442</u>	<u>6,500</u>
Law director			
Personal services	551,615	551,615	0
All other expenditures	<u>89,021</u>	<u>89,021</u>	<u>0</u>
Total law director	<u>640,636</u>	<u>640,636</u>	<u>0</u>
Civil service commission			
Personal services	88,228	88,228	0
All other expenditures	<u>37,919</u>	<u>37,919</u>	<u>0</u>
Total civil service commission	<u>\$ 126,147</u>	<u>126,147</u>	<u>0</u>

(continued)

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Service director			
Personal services	\$ 759,440	759,440	0
All other expenditures	<u>2,670,437</u>	<u>2,670,437</u>	<u>0</u>
Total service director	<u>3,429,877</u>	<u>3,429,877</u>	<u>0</u>
City engineer			
Personal services	437,182	437,182	0
All other expenditures	<u>7,276</u>	<u>7,276</u>	<u>0</u>
Total city engineer	<u>444,458</u>	<u>444,458</u>	<u>0</u>
Public lands and buildings			
Personal services	150,801	150,801	0
All other expenditures	<u>473,871</u>	<u>470,641</u>	<u>3,230</u>
Total public lands and buildings	<u>624,672</u>	<u>621,442</u>	<u>3,230</u>
Purchasing and personnel			
Personal services	238,197	237,506	691
All other expenditures	<u>138,896</u>	<u>130,979</u>	<u>7,917</u>
Total purchasing and personnel	<u>377,093</u>	<u>368,485</u>	<u>8,608</u>
Council			
Personal services	511,008	511,008	0
All other expenditures	<u>17,792</u>	<u>17,691</u>	<u>101</u>
Total council	<u>528,800</u>	<u>528,699</u>	<u>101</u>
Municipal court			
Personal services	1,027,546	1,027,546	0
All other expenditures	<u>101,774</u>	<u>101,774</u>	<u>0</u>
Total municipal court	<u>1,129,320</u>	<u>1,129,320</u>	<u>0</u>
Clerk of courts			
Personal services	926,410	926,410	0
All other expenditures	<u>103,879</u>	<u>103,879</u>	<u>0</u>
Total clerk of court	<u>1,030,289</u>	<u>1,030,289</u>	<u>0</u>
Print shop			
All other expenditures	<u>\$ 42,115</u>	<u>42,115</u>	<u>0</u>

(continued)

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Elections			
All other expenditures	\$ 21,854	21,854	0
County auditor deductions			
All other expenditures	64,802	64,802	0
Auditor of state fees			
All other expenditures	45,040	45,040	0
Hospitalization and PERS			
All other expenditures	0	0	0
Administrative support			
All other expenditures	312,624	299,424	13,200
Total general government	<u>10,785,095</u>	<u>10,753,035</u>	<u>32,060</u>
Security of persons and property			
Police			
Personal services	8,629,778	8,663,973	(34,195)
All other expenditures	794,075	793,025	1,050
Total police	<u>9,423,853</u>	<u>9,456,998</u>	<u>(33,145)</u>
Fire			
Personal services	6,211,358	6,211,358	0
All other expenditures	238,514	238,514	0
Total fire	<u>6,449,872</u>	<u>6,449,872</u>	<u>0</u>
Safety director			
Personal services	501,374	501,374	0
All other expenditures	49,798	49,798	0
Total safety director	<u>551,172</u>	<u>551,172</u>	<u>0</u>
Total security of persons and property	<u>16,424,897</u>	<u>16,458,042</u>	<u>(33,145)</u>
Public health and welfare			
All other expenditures	241,659	241,659	0
Total public health and welfare	<u>\$ 241,659</u>	<u>241,659</u>	<u>0</u>

(continued)

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Community environment			
Personal services	\$ 505,657	505,657	0
All other expenditures	<u>43,979</u>	<u>43,979</u>	<u>0</u>
Total community environment	<u>549,636</u>	<u>549,636</u>	<u>0</u>
Leisure time activities			
Parks and recreation			
Personal services	854,760	854,760	0
All other expenditures	<u>198,076</u>	<u>186,693</u>	<u>11,383</u>
Total parks and recreation	<u>1,052,836</u>	<u>1,041,453</u>	<u>11,383</u>
Concessions			
Personal services	83,090	83,090	0
All other expenditures	<u>50,388</u>	<u>50,388</u>	<u>0</u>
Total concessions	<u>133,478</u>	<u>133,478</u>	<u>0</u>
Skating rink			
Personal services	102,625	102,625	0
All other expenditures	<u>123,384</u>	<u>123,384</u>	<u>0</u>
Total skating rink	<u>226,009</u>	<u>226,009</u>	<u>0</u>
Swimming pools			
Personal services	204,109	204,109	0
All other expenditures	<u>71,199</u>	<u>66,715</u>	<u>4,484</u>
Total swimming pools	<u>275,308</u>	<u>270,824</u>	<u>4,484</u>
Sixty plus			
Personal services	210,864	210,864	0
All other expenditures	<u>9,205</u>	<u>9,205</u>	<u>0</u>
Total sixty plus	<u>220,069</u>	<u>220,069</u>	<u>0</u>
Total leisure time activities	<u>\$ 1,907,700</u>	<u>1,891,833</u>	<u>15,867</u> (continued)

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

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Capital outlay	<u>\$ 312,841</u>	<u>306,181</u>	<u>6,660</u>
Total expenditures	<u>30,221,828</u>	<u>30,200,386</u>	<u>21,442</u>
Excess of revenues over (under) expenditures	<u>2,388,973</u>	<u>2,464,180</u>	<u>75,207</u>
Other financing sources (uses):			
Advances - in	500,000	518,038	18,038
Advances - out	(880,380)	(880,380)	0
Operating transfers - in	166,000	25,000	(141,000)
Operating transfers - out	<u>(4,130,870)</u>	<u>(3,893,524)</u>	<u>237,346</u>
Total other financing sources (uses)	<u>(4,345,250)</u>	<u>(4,230,866)</u>	<u>114,384</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>(1,956,277)</u>	<u>(1,766,686)</u>	<u>189,591</u>
Fund balance at beginning of year	1,990,639	1,990,639	0
Prior year encumbrances appropriated	<u>180,866</u>	<u>180,866</u>	<u>0</u>
Fund balance at end of year	<u>\$ 215,228</u>	<u>404,819</u>	<u>189,591</u>

## CITY OF PARMA, OHIO

### SPECIAL REVENUE FUNDS

SPECIAL REVENUE FUNDS ARE ESTABLISHED TO ACCOUNT FOR THE PROCEEDS OF SPECIFIC REVENUE SOURCES (OTHER THAN EXPENDABLE TRUSTS, OR FOR MAJOR CAPITAL PROJECTS) THAT ARE RESTRICTED BY LAW OR ADMINISTRATIVE ACTION TO EXPENDITURES FOR SPECIFIED PURPOSES

Paramedic Levy	To account for tax revenues restricted to providing emergency medical services within the City.
Land Acquisitions	To account for revenues received from donations and sale of lands to purchase land for park purposes.
Parks and Recreation	To account for revenues received from insurance fees, gifts, donations, and contributions to the recreation program and monies appropriated by Council.
State Grants	To account for revenues received from the state government whose use is restricted to providing Emergency Medical Services and Litter Prevention and Recycling programs.
Parma Public Housing	To account for revenues received from the federal government in order to operate the Parma Public Housing Complex and provide affordable housing.
Community Development Block Grant	To account for revenues received from the federal government and expenditures as prescribed under the Community Development Block Grant Program.
Street Construction, Maintenance and Repair	Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of streets within the City.

(continued)



## CITY OF PARMA, OHIO

### SPECIAL REVENUE FUNDS (continued)

State Highway	Required by the Ohio Revised Code to account for that portion of the state gasoline tax and motor vehicle registration fees designated for maintenance of state highways within the City.
Municipal Motor Vehicle License Tax	Required by the Ohio Revised Code to account for that portion of both city and county license tax designated for maintenance of streets within the City.
Noxious Weeds	To account for the cost of providing care to property not maintained by the property owner.
Street Lighting	To account for revenues and expenditures related to the lighting of streets in the City.
Police Pension	To accumulate property taxes for the partial payment of the current and accrued liability for police disability and pension benefits.
Fire Pension	To accumulate property taxes for the partial payment of the current and accrued liability for fire disability and pension benefits.
Law Enforcement	To account for certain law enforcement revenue to be expended for incarceration costs.
Police Levy	To account for revenue from a Police Operating Levy.
Fire Levy	To account for revenue from a Fire Operating Levy.
Sewer Maintenance	To account for the revenues and expenditures of the Sewer Department.
Fair Housing	To account for grant revenue to assure fair housing with the City.
Community Center	To account for the revenues and expenditures of the Community Center.
Title III	To account for grant revenues for Senior Citizens programs.
Senior Donations	To account for donations to Senior Citizens programs.
Housing Maintenance	To account for activity related to the enforcement of City property maintenance standards.

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

	<u>Paramedic Levy</u>	<u>Land Acquisitions</u>	<u>Parks And Recreation</u>	<u>State Grants</u>	<u>Parma Public Housing</u>
<b>Assets:</b>					
Equity in pooled cash and cash equivalents	\$ 275,186	166,707	22,877	53,092	0
Cash and cash equivalents in segregated accounts	0	0	0	0	562,847
Receivables:					
Taxes	422,507	0	0	0	0
Accounts	75,917	0	2,917	0	0
Special assessments	0	0	0	0	0
Accrued interest	0	0	739	0	0
Due from other funds	0	0	0	350	0
Due from other governments	19,364	0	0	69,072	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	0
<b>Total assets</b>	<u><u>\$ 792,974</u></u>	<u><u>166,707</u></u>	<u><u>26,533</u></u>	<u><u>122,514</u></u>	<u><u>562,847</u></u>
<b>Liabilities:</b>					
Accounts payable	\$ 21,963	13,540	577	4,245	0
Contracts payable	0	0	0	0	0
Interfund payable	0	0	29,309	26,607	37,412
Accrued wages and benefits	205	0	0	795	428
Compensated absences payable	280	0	0	208	0
Due to other governments	2,283	0	0	1,032	1,426
Deferred revenue	422,507	0	0	0	0
<b>Total liabilities</b>	<u><u>447,238</u></u>	<u><u>13,540</u></u>	<u><u>29,886</u></u>	<u><u>32,887</u></u>	<u><u>39,266</u></u>
<b>Fund Equity:</b>					
Fund balance:					
Reserved for encumbrances	0	0	20,946	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	0
Unreserved, undesignated (deficit)	345,736	153,167	(24,299)	89,627	523,581
<b>Total fund equity (deficit)</b>	<u><u>345,736</u></u>	<u><u>153,167</u></u>	<u><u>(3,353)</u></u>	<u><u>89,627</u></u>	<u><u>523,581</u></u>
<b>Total liabilities and fund equity</b>	<u><u>\$ 792,974</u></u>	<u><u>166,707</u></u>	<u><u>26,533</u></u>	<u><u>122,514</u></u>	<u><u>562,847</u></u>

<u>Community Development Block Grant</u>	<u>Street Construction, Maintenance And Repair</u>	<u>State Highway</u>	<u>Municipal Motor Vehicle License Tax</u>	<u>Noxious Weeds</u>	<u>Street Lighting</u>
117,511	41,144	0	0	21,324	193,517
10,452	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	3,026	2,262,477
0	0	0	0	0	0
0	0	0	0	0	0
1,261,210	144,340	11,703	35,392	0	0
0	786,273	0	0	0	0
<u>18,181</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>1,407,354</u>	<u>971,757</u>	<u>11,703</u>	<u>35,392</u>	<u>24,350</u>	<u>2,455,994</u>
6,488	35,478	25	0	0	136,514
252,088	56,146	5,418	0	0	0
420,408	0	0	0	0	0
905	54,129	2,950	0	0	0
1,540	12,084	151	0	0	0
1,947	37,592	2,224	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,026</u>	<u>2,262,477</u>
<u>683,376</u>	<u>195,429</u>	<u>10,768</u>	<u>0</u>	<u>3,026</u>	<u>2,398,991</u>
0	0	0	0	0	0
0	786,273	0	0	0	0
18,181	0	0	0	0	0
<u>705,797</u>	<u>(9,945)</u>	<u>935</u>	<u>35,392</u>	<u>21,324</u>	<u>57,003</u>
<u>723,978</u>	<u>776,328</u>	<u>935</u>	<u>35,392</u>	<u>21,324</u>	<u>57,003</u>
<u>1,407,354</u>	<u>971,757</u>	<u>11,703</u>	<u>35,392</u>	<u>24,350</u>	<u>2,455,994</u> (continued)

City of Parma, Ohio  
Combining Balance Sheet  
All Special Revenue Funds-continued  
December 31, 2000

	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Law Enforcement</u>	<u>Police Levy</u>	<u>Fire Levy</u>
<b>Assets:</b>					
Equity in pooled cash and cash equivalents	\$ 0	0	615,582	2,787	7,610
Cash and cash equivalents in segregated accounts	0	0	0	0	0
Receivables:					
Taxes	443,643	443,643	0	1,673,934	1,673,934
Accounts	0	0	0	0	0
Special assessments	0	0	0	0	0
Accrued interest	0	0	739	0	0
Due from other funds	0	0	53,721	0	0
Due from other governments	0	0	0	0	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
 Total assets	 <u>\$ 443,643</u>	 <u>443,643</u>	 <u>670,042</u>	 <u>1,676,721</u>	 <u>1,681,544</u>
 <b>Liabilities:</b>					
Accounts payable	\$ 0	0	33,530	523	25,243
Contracts payable	0	0	0	285	43,245
Interfund payable	0	0	1,317	0	0
Accrued wages and benefits	0	0	0	2,665	0
Compensated absences payable	0	0	0	3,244	0
Due to other governments	8,764	10,851	5,135	7,801	4,031
Deferred revenue	<u>443,643</u>	<u>443,643</u>	<u>0</u>	<u>1,673,934</u>	<u>1,673,934</u>
 Total liabilities	 <u>452,407</u>	 <u>454,494</u>	 <u>39,982</u>	 <u>1,688,452</u>	 <u>1,746,453</u>
 <b>Fund Equity:</b>					
Fund balance:					
Reserved for encumbrances	0	0	0	0	0
Reserved for inventory	0	0	0	0	0
Reserved for loans	0	0	0	0	0
Unreserved, undesignated (deficit)	<u>(8,764)</u>	<u>(10,851)</u>	<u>630,060</u>	<u>(11,731)</u>	<u>(64,909)</u>
 Total fund equity (deficit)	 <u>(8,764)</u>	 <u>(10,851)</u>	 <u>630,060</u>	 <u>(11,731)</u>	 <u>(64,909)</u>
 Total liabilities and fund equity	 <u>\$ 443,643</u>	 <u>443,643</u>	 <u>670,042</u>	 <u>1,676,721</u>	 <u>1,681,544</u>

<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>	<u>Title III</u>	<u>Senior Donations</u>	<u>Housing Maintenance</u>	<u>Totals</u>
5,070	3,975	627	139,653	50,092	0	1,716,754
0	0	0	0	0	0	573,299
0	0	0	0	0	0	4,657,661
0	0	3,375	0	0	0	82,209
0	0	0	0	0	0	2,265,503
0	0	0	0	0	0	1,478
0	0	0	0	0	0	54,071
0	0	0	10,633	0	0	1,551,714
0	0	0	0	0	0	786,273
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>18,181</u>
<u>5,070</u>	<u>3,975</u>	<u>4,002</u>	<u>150,286</u>	<u>50,092</u>	<u>0</u>	<u>11,707,143</u>
7,505	0	24,475	0	8,583	264	318,953
0	0	0	0	0	0	357,182
0	67,467	41,486	11,600	0	0	635,606
8,814	305	1,068	576	4,005	1,529	78,374
1,600	0	117	126	105	231	19,686
6,497	785	2,058	966	1,215	1,017	95,624
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>6,923,164</u>
<u>24,416</u>	<u>68,557</u>	<u>69,204</u>	<u>13,268</u>	<u>13,908</u>	<u>3,041</u>	<u>8,428,589</u>
0	0	0	0	0	0	20,946
0	0	0	0	0	0	786,273
0	0	0	0	0	0	18,181
<u>(19,346)</u>	<u>(64,582)</u>	<u>(65,202)</u>	<u>137,018</u>	<u>36,184</u>	<u>(3,041)</u>	<u>2,453,154</u>
<u>(19,346)</u>	<u>(64,582)</u>	<u>(65,202)</u>	<u>137,018</u>	<u>36,184</u>	<u>(3,041)</u>	<u>3,278,554</u>
<u>5,070</u>	<u>3,975</u>	<u>4,002</u>	<u>150,286</u>	<u>50,092</u>	<u>0</u>	<u>11,707,143</u>

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

	Paramedic Levy	Land Acquisitions	Parks And Recreation	State Grants
<b>Revenues:</b>				
Property and other taxes	\$404,572	0	0	0
Charges for services	13,595	0	22,133	147
Fees, licenses and permits	0	0	0	0
Fines and forfeitures	0	0	0	350
Intergovernmental	54,776	0	0	196,429
Donations	0	0	7,205	0
Rents	0	0	106,875	0
Special assessments	0	0	0	0
Interest	0	4,879	14,835	0
Other	0	0	5,816	0
	<u>472,943</u>	<u>4,879</u>	<u>156,864</u>	<u>196,926</u>
<b>Expenditures:</b>				
Current:				
General government	0	0	0	0
Security of persons and property	350,875	0	0	48,244
Transportation	0	0	0	0
Community environment	0	0	0	2,580
Basic utility services	0	0	0	0
Leisure time activities	0	180,702	155,347	103,969
Capital outlay	319,660	0	65,146	13,334
Debt Service:				
Principal retirement	18,328	0	0	0
Interest and fiscal charges	172	0	0	0
	<u>689,035</u>	<u>180,702</u>	<u>220,493</u>	<u>168,127</u>
Excess of revenues over (under) expenditures	<u>(216,092)</u>	<u>(175,823)</u>	<u>(63,629)</u>	<u>28,799</u>
<b>Other financing sources (uses):</b>				
Inception of capital lease	332,700	0	0	0
Operating transfers - in	0	0	15,000	0
Operating transfers - out	0	0	0	0
	<u>332,700</u>	<u>0</u>	<u>15,000</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	116,608	(175,823)	(48,629)	28,799
Fund balances (deficit) at beginning of year	229,128	328,990	45,276	60,828
Increase in reserve for inventory	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances (deficit) at end of year	<u><u>\$345,736</u></u>	<u><u>153,167</u></u>	<u><u>(3,353)</u></u>	<u><u>89,627</u></u>

<u>Parma Public Housing</u>	<u>Community Development Block Grant</u>	<u>Street Construction, Maintenance And Repair</u>	<u>State Highway</u>	<u>Municipal Motor Vehicle License Tax</u>	<u>Noxious Weeds</u>
0	0	0	0	0	0
213,882	0	0	0	0	0
0	0	1,148	0	314,305	0
0	0	0	0	0	0
2,279,481	1,038,116	1,941,968	158,772	226,311	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	3,203
7,085	184	0	0	0	0
0	0	22,023	0	0	0
<u>2,500,448</u>	<u>1,038,300</u>	<u>1,965,139</u>	<u>158,772</u>	<u>540,616</u>	<u>3,203</u>
0	0	0	0	0	31
0	0	0	0	0	0
0	0	4,684,865	330,078	0	0
2,299,445	1,122,340	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	74,295	5,872	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>2,299,445</u>	<u>1,196,635</u>	<u>4,690,737</u>	<u>330,078</u>	<u>0</u>	<u>31</u>
<u>201,003</u>	<u>(158,335)</u>	<u>(2,725,598)</u>	<u>(171,306)</u>	<u>540,616</u>	<u>3,172</u>
0	0	0	0	0	0
0	0	2,663,870	166,559	0	0
0	(140,139)	0	0	(545,611)	0
<u>0</u>	<u>(140,139)</u>	<u>2,663,870</u>	<u>166,559</u>	<u>(545,611)</u>	<u>0</u>
201,003	(298,474)	(61,728)	(4,747)	(4,995)	3,172
322,578	1,022,452	821,469	5,682	40,387	18,152
0	0	16,587	0	0	0
<u>523,581</u>	<u>723,978</u>	<u>776,328</u>	<u>935</u>	<u>35,392</u>	<u>21,324</u>

(continued)

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

	<u>Street Lighting</u>	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Law Enforcement</u>
<b>Revenues:</b>				
Property and other taxes	\$ 0	385,047	385,048	0
Charges for services	0	0	0	0
Fees, licenses and permits	0	0	0	0
Fines and forfeitures	0	0	0	861,706
Intergovernmental	0	52,465	80,281	0
Donations	0	0	0	18,469
Rents	0	0	0	0
Special assessments	748,618	0	0	0
Interest	0	0	0	13,878
Other	0	0	0	53,721
	<u>0</u>	<u>0</u>	<u>0</u>	<u>53,721</u>
Total revenues	<u>748,618</u>	<u>437,512</u>	<u>465,329</u>	<u>947,774</u>
<b>Expenditures:</b>				
Current:				
General government	0	0	0	0
Security of persons and property	0	1,249,533	1,336,320	646,379
Transportation	0	0	0	0
Community environment	0	0	0	0
Basic utility services	626,994	0	0	0
Leisure time activities	0	0	0	0
Capital outlay	0	0	0	211,223
Debt Service:				
Principal retirement	0	21,228	0	0
Interest and fiscal charges	0	8,974	0	0
	<u>0</u>	<u>8,974</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>626,994</u>	<u>1,279,735</u>	<u>1,336,320</u>	<u>857,602</u>
Excess of revenues over (under) expenditures	<u>121,624</u>	<u>(842,223)</u>	<u>(870,991)</u>	<u>90,172</u>
<b>Other financing sources (uses):</b>				
Inception of capital lease	0	0	0	106,779
Operating transfers - in	0	835,489	870,659	2,505
Operating transfers - out	0	0	0	(67,462)
	<u>0</u>	<u>0</u>	<u>0</u>	<u>(67,462)</u>
Total other financing sources (uses)	<u>0</u>	<u>835,489</u>	<u>870,659</u>	<u>41,822</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	121,624	(6,734)	(332)	131,994
Fund balances (deficit) at beginning of year	(64,621)	(2,030)	(10,519)	498,066
Increase in reserve for inventory	0	0	0	0
Fund balances (deficit) at end of year	<u>\$ 57,003</u>	<u>(8,764)</u>	<u>(10,851)</u>	<u>630,060</u>



<u>Police Levy</u>	<u>Fire Levy</u>	<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>	<u>Title III</u>
1,598,846	1,598,845	0	0	0	0
0	0	0	0	6,646	0
0	0	275,448	0	0	0
0	0	0	0	0	0
205,804	216,035	0	223,528	0	251,771
0	0	0	0	0	0
0	0	0	0	149,537	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>1,804,650</u>	<u>1,814,880</u>	<u>275,448</u>	<u>223,528</u>	<u>156,183</u>	<u>251,771</u>
0	0	0	0	0	0
1,000,286	717,125	0	0	0	0
0	0	0	0	0	0
0	0	0	257,643	0	0
0	0	853,188	0	0	0
0	0	0	0	254,553	155,015
107,116	647,466	550	283	18,945	48,031
129,549	301,786	0	0	0	0
7,303	13,028	0	0	0	0
<u>1,244,254</u>	<u>1,679,405</u>	<u>853,738</u>	<u>257,926</u>	<u>273,498</u>	<u>203,046</u>
<u>560,396</u>	<u>135,475</u>	<u>(578,290)</u>	<u>(34,398)</u>	<u>(117,315)</u>	<u>48,725</u>
75,067	634,404	0	0	0	0
0	0	571,688	0	0	8,261
<u>(768,027)</u>	<u>(870,659)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(8,261)</u>
<u>(692,960)</u>	<u>(236,255)</u>	<u>571,688</u>	<u>0</u>	<u>0</u>	<u>0</u>
(132,564)	(100,780)	(6,602)	(34,398)	(117,315)	48,725
120,833	35,871	(12,744)	(30,184)	52,113	88,293
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(11,731)</u>	<u>(64,909)</u>	<u>(19,346)</u>	<u>(64,582)</u>	<u>(65,202)</u>	<u>137,018</u>

(continued)

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

	Senior Donations	Housing Maintenance	Totals
<b>Revenues:</b>			
Property and other taxes	\$ 0	0	4,372,358
Charges for services	0	0	256,403
Fees, licenses and permits	0	0	590,901
Fines and forfeitures	0	0	862,056
Intergovernmental	0	0	6,925,737
Donations	152,348	0	178,022
Rents	0	0	256,412
Special assessments	0	0	751,821
Interest	0	0	40,861
Other	0	0	81,560
	<u>152,348</u>	<u>0</u>	<u>14,316,131</u>
<b>Total revenues</b>			
	<u>152,348</u>	<u>0</u>	<u>14,316,131</u>
<b>Expenditures:</b>			
Current:			
General government	0	0	31
Security of persons and property	0	0	5,348,762
Transportation	0	0	5,014,943
Community environment	0	102,838	3,784,846
Basic utility services	0	0	1,480,182
Leisure time activities	150,395	0	999,981
Capital outlay	29,412	0	1,541,333
Debt Service:			
Principal retirement	0	0	470,891
Interest and fiscal charges	0	0	29,477
	<u>179,807</u>	<u>102,838</u>	<u>18,670,446</u>
<b>Total expenditures</b>			
	<u>179,807</u>	<u>102,838</u>	<u>18,670,446</u>
Excess of revenues over (under) expenditures	<u>(27,459)</u>	<u>(102,838)</u>	<u>(4,354,315)</u>
<b>Other financing sources (uses):</b>			
Inception of capital lease	0	0	1,148,950
Operating transfers - in	0	100,865	5,234,896
Operating transfers - out	0	0	(2,400,159)
	<u>0</u>	<u>100,865</u>	<u>3,983,687</u>
<b>Total other financing sources (uses)</b>			
	<u>0</u>	<u>100,865</u>	<u>3,983,687</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(27,459)	(1,973)	(370,628)
Fund balances (deficit) at beginning of year	63,643	(1,068)	3,632,595
Increase in reserve for inventory	0	0	16,587
Fund balances (deficit) at end of year	<u>\$ 36,184</u>	<u>(3,041)</u>	<u>3,278,554</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget and Actual (Budget Basis)  
Special Revenue - Paramedic Levy  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Property and other taxes			
Real estate and public utility	\$ 376,897	352,264	(24,633)
Tangible personal property	<u>57,120</u>	<u>52,308</u>	<u>(4,812)</u>
Total property and other taxes	<u>434,017</u>	<u>404,572</u>	<u>(29,445)</u>
Charges for services	<u>87,000</u>	<u>113,872</u>	<u>26,872</u>
Intergovernmental			
Homestead	4,735	4,454	(281)
10% reimbursement	35,555	37,619	2,064
2.5% property tax rollback	6,913	6,928	15
Other	<u>5,000</u>	<u>5,775</u>	<u>775</u>
Total intergovernmental	<u>52,203</u>	<u>54,776</u>	<u>2,573</u>
Total revenues	<u>573,220</u>	<u>573,220</u>	<u>0</u>
Expenditures:			
Current:			
Security of persons and property			
Personal services	277,108	254,566	22,542
All other expenditures	<u>65,865</u>	<u>76,635</u>	<u>(10,770)</u>
Total security of persons and property	342,973	331,201	11,772
Capital outlay	<u>201,887</u>	<u>5,460</u>	<u>196,427</u>
Total expenditures	<u>544,860</u>	<u>336,661</u>	<u>208,199</u>
Excess of revenues over (under) expenditures	28,360	236,559	208,199
Fund balance at beginning of year	21,962	21,962	0
Prior year encumbrances appropriated	<u>16,665</u>	<u>16,665</u>	<u>0</u>
Fund balance at end of year	<u>\$ 66,987</u>	<u>275,186</u>	<u>208,199</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Land Acquisitions  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Interest	\$ 5,028	5,028	<u>0</u>
Total revenues	<u>5,028</u>	<u>5,028</u>	<u>0</u>
Expenditures:			
Current:			
Leisure time activities			
All other expenditures	<u>116,736</u>	<u>107,798</u>	<u>8,938</u>
Total leisure time activities	116,736	107,798	8,938
Capital outlay	<u>215,005</u>	<u>60,264</u>	<u>154,741</u>
Total expenditures	<u>331,741</u>	<u>168,062</u>	<u>163,679</u>
Excess of revenues over (under) expenditures	(326,713)	(163,034)	163,679
Fund balance at beginning of year	<u>329,741</u>	<u>329,741</u>	<u>0</u>
Fund balance at end of year	<u>\$ 3,028</u>	<u>166,707</u>	<u>163,679</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Parks and Recreation  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 45,000	22,132	(22,868)
Donations	14,300	7,205	(7,095)
Rents	128,135	110,125	(18,010)
Interest	5,500	14,096	8,596
Other	<u>16,000</u>	<u>5,816</u>	<u>(10,184)</u>
Total revenues	<u>208,935</u>	<u>159,374</u>	<u>(49,561)</u>
Expenditures:			
Current:			
Leisure time activities			
All other expenditures	<u>194,629</u>	<u>169,272</u>	<u>25,357</u>
Total leisure time activities	194,629	169,272	25,357
Capital outlay	<u>65,146</u>	<u>65,146</u>	<u>0</u>
Total expenditures	<u>259,775</u>	<u>234,418</u>	<u>25,357</u>
Excess of revenues over (under) expenditures	(50,840)	(75,044)	(24,204)
Other financing sources (uses):			
Advances - in	0	29,309	29,309
Operating transfers - in	<u>0</u>	<u>15,000</u>	<u>15,000</u>
Total other financing sources (uses)	0	44,309	44,309
Excess of revenues and other sources over (under) expenditures and other uses	(50,840)	(30,735)	20,105
Fund balance at beginning of year	28,638	28,638	0
Prior year encumbrances appropriated	<u>24,973</u>	<u>24,973</u>	<u>0</u>
Fund balance at end of year	<u>\$ 2,771</u>	<u>22,876</u>	<u>20,105</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget and Actual (Budget Basis)  
Special Revenue - State Grants  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 5,000	147	(4,853)
Intergovernmental	<u>279,321</u>	<u>153,104</u>	<u>(126,217)</u>
Total revenues	<u>284,321</u>	<u>153,251</u>	<u>(131,070)</u>
Expenditures:			
Current:			
Security of persons and property			
Personal services	58,717	39,102	19,615
All other expenditures	<u>37,461</u>	<u>8,347</u>	<u>29,114</u>
Total security of persons and property	<u>96,178</u>	<u>47,449</u>	<u>48,729</u>
Community environment			
All other expenditures	<u>2,580</u>	<u>2,580</u>	<u>0</u>
Total community environment	<u>2,580</u>	<u>2,580</u>	<u>0</u>
Leisure time activities			
Personal services	118,568	85,306	33,262
All other expenditures	<u>23,118</u>	<u>20,604</u>	<u>2,514</u>
Total leisure time activities	<u>141,686</u>	<u>105,910</u>	<u>35,776</u>
Capital outlay	<u>26,282</u>	<u>13,634</u>	<u>12,648</u>
Total expenditures	<u>266,726</u>	<u>169,573</u>	<u>97,153</u>
Excess of revenues over (under) expenditures	<u>17,595</u>	<u>(16,322)</u>	<u>(33,917)</u>
Other financing sources (uses):			
Advances - in	0	26,607	26,607
Advances - out	(40,757)	(40,757)	0
Operating transfers - in	0	0	0
Operating transfers - out	<u>(27,496)</u>	<u>0</u>	<u>27,496</u>
Total other financing sources (uses)	<u>(68,253)</u>	<u>(14,150)</u>	<u>54,103</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(50,658)	(30,472)	20,186
Fund balance at beginning of year	79,394	79,394	0
Prior year encumbrances appropriated	<u>3,870</u>	<u>3,870</u>	<u>0</u>
Fund balance at end of year	<u>\$ 32,606</u>	<u>52,792</u>	<u>20,186</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget and Actual (Budget Basis)  
Special Revenue - Parma Public Housing  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 0	213,882	213,882
Intergovernmental	312,000	2,279,481	1,967,481
Interest	<u>0</u>	<u>7,085</u>	<u>7,085</u>
Total revenues	<u>312,000</u>	<u>2,500,448</u>	<u>2,188,448</u>
Expenditures:			
Current:			
Community environment			
Personal services	241,202	200,828	40,374
All other expenditures	<u>2,600</u>	<u>2,125,810</u>	<u>(2,123,210)</u>
Total expenditures	<u>243,802</u>	<u>2,326,638</u>	<u>(2,082,836)</u>
Excess of revenues over (under) expenditures	<u>68,198</u>	<u>173,810</u>	<u>105,612</u>
Other financing sources (uses):			
Advances - in	0	37,412	37,412
Advances - out	<u>(63,801)</u>	<u>(63,801)</u>	<u>0</u>
Total other financing sources (uses)	<u>(63,801)</u>	<u>(26,389)</u>	<u>37,412</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	4,397	147,421	143,024
Fund balance at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at end of year	<u>\$ 4,397</u>	<u>147,421</u>	<u>143,024</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Community Development Block Grant  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 2,090,924	757,364	(1,333,560)
Total revenues	<u>2,090,924</u>	<u>757,364</u>	<u>(1,333,560)</u>
Expenditures:			
Current:			
Community environment			
Personal services	306,800	264,404	42,396
All other expenditures	<u>1,360,167</u>	<u>618,925</u>	<u>741,242</u>
Total community environment	1,666,967	883,329	783,638
Capital outlay	<u>85,777</u>	<u>74,295</u>	<u>11,482</u>
Total expenditures	<u>1,752,744</u>	<u>957,624</u>	<u>795,120</u>
Excess of revenues over (under) expenditures	<u>338,180</u>	<u>(200,260)</u>	<u>(538,440)</u>
Other financing sources (uses):			
Advances - in	0	420,409	420,409
Advances - out	(194,423)	(194,423)	0
Operating transfers - out	<u>(249,330)</u>	<u>(140,139)</u>	<u>109,191</u>
Total other financing sources (uses)	<u>(443,753)</u>	<u>85,847</u>	<u>529,600</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(105,573)	(114,413)	(8,840)
Fund balance at beginning of year	204,144	204,144	0
Prior year encumbrances appropriated	<u>27,779</u>	<u>27,779</u>	<u>0</u>
Fund balance at end of year	<u>\$ 126,350</u>	<u>117,510</u>	<u>(8,840)</u>



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

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Fees, licenses, and permits	\$ 1,400	1,148	(252)
Intergovernmental			
State motor vehicle tax	457,000	500,926	43,926
State gasoline tax	1,554,177	1,371,968	(182,209)
Total intergovernmental	2,011,177	1,872,894	(138,283)
Other	5,800	22,023	16,223
Total revenues	2,018,377	1,896,065	(122,312)
Expenditures:			
Current:			
Transportation			
Personal services	4,324,594	4,324,594	0
All other expenditures	321,540	335,913	(14,373)
Total transportation	4,646,134	4,660,507	(14,373)
Capital outlay	5,872	5,872	0
Total expenditures	4,652,006	4,666,379	(14,373)
Excess of revenues over (under) expenditures	(2,633,629)	(2,770,314)	(136,685)
Other financing sources (uses):			
Operating transfers - in	2,541,558	2,663,870	122,312
Total other financing sources (uses)	2,541,558	2,663,870	122,312
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(92,071)	(106,444)	(14,373)
Fund balance at beginning of year	70,615	70,615	0
Prior year encumbrances appropriated	62,560	62,560	0
Fund balance at end of year	\$ 41,104	26,731	(14,373)

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - State Highway  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental			
State motor vehicle tax	\$ 38,000	40,616	2,616
State gasoline tax	<u>109,000</u>	<u>112,555</u>	<u>3,555</u>
Total intergovernmental	<u>147,000</u>	<u>153,171</u>	<u>6,171</u>
Total revenues	<u>147,000</u>	<u>153,171</u>	<u>6,171</u>
Expenditures:			
Current:			
Transportation			
Personal services	254,278	254,278	0
All other expenditures	<u>78,079</u>	<u>59,232</u>	<u>18,847</u>
Total transportation	332,357	313,510	18,847
Capital outlay	<u>12,469</u>	<u>12,469</u>	<u>0</u>
Total expenditures	<u>344,826</u>	<u>325,979</u>	<u>18,847</u>
Excess of revenues over (under) expenditures	<u>(197,826)</u>	<u>(172,808)</u>	<u>25,018</u>
Other financing sources (uses):			
Operating transfers - in	<u>241,647</u>	<u>166,559</u>	<u>(75,088)</u>
Total other financing sources (uses)	<u>241,647</u>	<u>166,559</u>	<u>(75,088)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	43,821	(6,249)	(50,070)
Fund balance at beginning of year	5,725	5,725	0
Prior year encumbrances appropriated	<u>524</u>	<u>524</u>	<u>0</u>
Fund balance at end of year	<u>\$ 50,070</u>	<u>0</u>	<u>(50,070)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Municipal Motor Vehicle License Tax  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Fees, licenses, and permits	<u>\$ 364,611</u>	<u>314,305</u>	<u>(50,306)</u>
Intergovernmental	<u>179,400</u>	<u>230,111</u>	<u>50,711</u>
Interest	<u>1,600</u>	<u>1,195</u>	<u>(405)</u>
Total revenues	<u>545,611</u>	<u>545,611</u>	<u>0</u>
Expenditures:			
Current:			
Transportation	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>545,611</u>	<u>545,611</u>	<u>0</u>
Other financing sources (uses):			
Operating transfers - out	<u>(538,000)</u>	<u>(545,611)</u>	<u>(7,611)</u>
Total other financing sources (uses)	<u>(538,000)</u>	<u>(545,611)</u>	<u>(7,611)</u>
Excess of revenues and other sources over (under) expenditures and other uses	<u>7,611</u>	<u>0</u>	<u>(7,611)</u>
Fund balance at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at end of year	<u>\$ 7,611</u>	<u>0</u>	<u>(7,611)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Noxious Weeds  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE <u>(UNFAVORABLE)</u>
Revenues:			
Special assessments	<u>\$ 3,204</u>	<u>3,203</u>	<u>(1)</u>
Total revenues	<u>3,204</u>	<u>3,203</u>	<u>(1)</u>
Expenditures:			
Current:			
General government			
All other expenditures	<u>16,000</u>	<u>31</u>	<u>15,969</u>
Total expenditures	<u>16,000</u>	<u>31</u>	<u>15,969</u>
Excess of revenues over (under) expenditures	(12,796)	3,172	15,968
Fund balance at beginning of year	<u>18,152</u>	<u>18,152</u>	<u>0</u>
Fund balance at end of year	<u>\$ 5,356</u>	<u>21,324</u>	<u>15,968</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Street Lighting  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Special assessments	<u>\$ 782,500</u>	<u>748,618</u>	<u>(33,882)</u>
Total revenues	<u>782,500</u>	<u>748,618</u>	<u>(33,882)</u>
Expenditures:			
Current:			
Basic utility services			
All other expenditures	<u>865,000</u>	<u>555,101</u>	<u>309,899</u>
Total expenditures	<u>865,000</u>	<u>555,101</u>	<u>309,899</u>
Excess of revenues over (under) expenditures	<u>(82,500)</u>	<u>193,517</u>	<u>276,017</u>
Other financing sources (uses):			
Operating transfers - in	<u>83,000</u>	<u>0</u>	<u>(83,000)</u>
Total other financing sources (uses)	<u>83,000</u>	<u>0</u>	<u>(83,000)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>500</u>	<u>193,517</u>	<u>193,017</u>
Fund balance at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at end of year	<u>\$ 500</u>	<u>193,517</u>	<u>193,017</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget and Actual (Budget Basis)  
Special Revenue - Police Pension  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Property and other taxes			
Real estate and public utility	\$ 351,920	353,662	1,742
Tangible personal property	<u>34,577</u>	<u>31,385</u>	<u>(3,192)</u>
Total property and other taxes	<u>386,497</u>	<u>385,047</u>	<u>(1,450)</u>
Intergovernmental			
Homestead	5,104	4,765	(339)
10% reimbursement	37,078	38,909	1,831
2.5% property tax rollback	7,452	7,410	(42)
Other	<u>3,000</u>	<u>1,381</u>	<u>(1,619)</u>
Total intergovernmental	<u>52,634</u>	<u>52,465</u>	<u>(169)</u>
Total revenues	<u>439,131</u>	<u>437,512</u>	<u>(1,619)</u>
Expenditures:			
Current:			
Security of persons and property			
Personal services	<u>1,319,370</u>	<u>1,274,799</u>	<u>44,571</u>
Total expenditures	<u>1,319,370</u>	<u>1,274,799</u>	<u>44,571</u>
Excess of revenues over (under) expenditures	<u>(880,239)</u>	<u>(837,287)</u>	<u>42,952</u>
Other financing sources (uses):			
Operating transfers - in	<u>893,000</u>	<u>835,489</u>	<u>(57,511)</u>
Total other financing sources (uses)	<u>893,000</u>	<u>835,489</u>	<u>(57,511)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	12,761	(1,798)	(14,559)
Fund balance at beginning of year	<u>1,798</u>	<u>1,798</u>	<u>0</u>
Fund balance at end of year	<u>\$ 14,559</u>	<u>0</u>	<u>(14,559)</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget and Actual (Budget Basis)  
Special Revenue - Fire Pension  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Property and other taxes			
Real estate and public utility	\$ 736,908	353,663	(383,245)
Tangible personal property	<u>34,577</u>	<u>31,385</u>	<u>(3,192)</u>
Total property and other taxes	<u>771,485</u>	<u>385,048</u>	<u>(386,437)</u>
Intergovernmental			
Homestead	5,104	4,765	(339)
10% reimbursement	37,078	38,909	1,831
2.5% property tax rollback	7,452	7,410	(42)
Other	<u>10,000</u>	<u>29,197</u>	<u>19,197</u>
Total intergovernmental	<u>59,634</u>	<u>80,281</u>	<u>20,647</u>
Total revenues	<u>831,119</u>	<u>465,329</u>	<u>(365,790)</u>
Expenditures:			
Current:			
Security of persons and property			
Personal services	<u>1,374,457</u>	<u>1,337,786</u>	<u>36,671</u>
Total expenditures	<u>1,374,457</u>	<u>1,337,786</u>	<u>36,671</u>
Excess of revenues over (under) expenditures	<u>(543,338)</u>	<u>(872,457)</u>	<u>(329,119)</u>
Other financing sources (uses):			
Operating transfers - in	<u>941,000</u>	<u>870,659</u>	<u>(70,341)</u>
Total other financing sources (uses)	<u>941,000</u>	<u>870,659</u>	<u>(70,341)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	397,662	(1,798)	(399,460)
Fund balance at beginning of year	<u>1,798</u>	<u>1,798</u>	<u>0</u>
Fund balance at end of year	<u>\$ 399,460</u>	<u>0</u>	<u>(399,460)</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget and Actual (Budget Basis)  
Special Revenue - Law Enforcement  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Donations	\$ 20,588	18,469	(2,119)
Fines and forfeitures	885,015	861,706	(23,309)
Interest	<u>9,607</u>	<u>18,530</u>	<u>8,923</u>
Total revenues	<u>915,210</u>	<u>898,705</u>	<u>(16,505)</u>
Expenditures:			
Current:			
Security of persons and property			
Personal services	571,732	571,732	0
All other expenditures	<u>315,369</u>	<u>52,370</u>	<u>262,999</u>
Total security of persons and property	887,101	624,102	262,999
Capital outlay	<u>196,661</u>	<u>153,378</u>	<u>43,283</u>
Total expenditures	<u>1,083,762</u>	<u>777,480</u>	<u>306,282</u>
Excess of revenues over (under) expenditures	<u>(168,552)</u>	<u>121,225</u>	<u>289,777</u>
Other financing sources (uses):			
Advances - in	1,317	1,317	0
Advances - out	(20,641)	(20,641)	0
Operating transfers - in	14,000	2,505	(11,495)
Operating transfers - out	<u>(67,462)</u>	<u>(67,462)</u>	<u>0</u>
Total other financing sources (uses)	<u>(72,786)</u>	<u>(84,281)</u>	<u>(11,495)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(241,338)	36,944	278,282
Fund balance at beginning of year	523,256	523,256	
Prior year encumbrances appropriated	<u>6,023</u>	<u>6,023</u>	<u>0</u>
Fund balance at end of year	<u>\$ 287,941</u>	<u>566,223</u>	<u>278,282</u>



City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Police Levy  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Property and other taxes			
Real estate and public utility	\$ 1,435,418	1,441,923	6,505
Tangible personal property	<u>172,156</u>	<u>156,923</u>	<u>(15,233)</u>
Total property and other taxes	<u>1,607,574</u>	<u>1,598,846</u>	<u>(8,728)</u>
Intergovernmental			
Homestead	20,360	19,066	(1,294)
10% reimbursement	149,292	157,087	7,795
2.5% property tax rollback	29,724	29,651	(73)
Other	<u>2,000</u>	<u>0</u>	<u>(2,000)</u>
Total intergovernmental	<u>201,376</u>	<u>205,804</u>	<u>4,428</u>
Total revenues	<u>1,808,950</u>	<u>1,804,650</u>	<u>(4,300)</u>
Expenditures:			
Current:			
Security of persons and property			
Personal services	950,025	947,676	2,349
All other expenditures	<u>47,657</u>	<u>47,656</u>	<u>1</u>
Total security of persons and property	997,682	995,332	2,350
Capital outlay	<u>170,271</u>	<u>170,271</u>	<u>0</u>
Total expenditures	<u>1,167,953</u>	<u>1,165,603</u>	<u>2,350</u>
Excess of revenues over (under) expenditures	<u>640,997</u>	<u>639,047</u>	<u>(1,950)</u>
Other financing sources (uses):			
Operating transfers - out	<u>(768,027)</u>	<u>(768,027)</u>	<u>0</u>
Total other financing sources (uses)	<u>(768,027)</u>	<u>(768,027)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(127,030)	(128,980)	(1,950)
Fund balance at beginning of year	123,011	123,011	0
Prior year encumbrances appropriated	<u>4,277</u>	<u>4,277</u>	<u>0</u>
Fund balance at end of year	<u>\$ 258</u>	<u>(1,692)</u>	<u>(1,950)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Fire Levy  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Property and other taxes			
Real estate and public utility	\$ 1,443,348	1,441,922	(1,426)
Tangible personal property	<u>172,156</u>	<u>156,923</u>	<u>(15,233)</u>
Total property and other taxes	<u>1,615,504</u>	<u>1,598,845</u>	<u>(16,659)</u>
Intergovernmental			
Homestead	20,360	19,066	(1,294)
10% reimbursement	149,292	157,087	7,795
2.5% property tax rollback	29,724	29,651	(73)
Other	<u>0</u>	<u>10,231</u>	<u>10,231</u>
Total intergovernmental	<u>199,376</u>	<u>216,035</u>	<u>16,659</u>
Total revenues	<u>1,814,880</u>	<u>1,814,880</u>	<u>0</u>
Expenditures:			
Current:			
Security of persons and property			
Personal services	526,455	526,454	1
All other expenditures	<u>133,259</u>	<u>133,259</u>	<u>0</u>
Total security of persons and property	659,714	659,713	1
Capital outlay	<u>329,856</u>	<u>329,856</u>	<u>0</u>
Total expenditures	<u>989,570</u>	<u>989,569</u>	<u>1</u>
Excess of revenues over (under) expenditures	<u>825,310</u>	<u>825,311</u>	<u>1</u>
Other financing sources (uses):			
Operating transfers - out	<u>(870,659)</u>	<u>(870,659)</u>	<u>0</u>
Total other financing sources (uses)	<u>(870,659)</u>	<u>(870,659)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(45,349)	(45,348)	1
Fund balance at beginning of year	34,100	34,100	0
Prior year encumbrances appropriated	<u>16,878</u>	<u>16,878</u>	<u>0</u>
Fund balance at end of year	<u>\$ 5,629</u>	<u>5,630</u>	<u>1</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Sewer Maintenance  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Fees, licenses, and permits	<u>\$ 325,400</u>	<u>275,448</u>	<u>(49,952)</u>
Total revenues	<u>325,400</u>	<u>275,448</u>	<u>(49,952)</u>
Expenditures:			
Current:			
Basic utility services			
Personal services	799,399	774,050	25,349
All other expenditures	<u>81,600</u>	<u>73,143</u>	<u>8,457</u>
Total basic utility services	880,999	847,193	33,806
Capital outlay	<u>300</u>	<u>550</u>	<u>(250)</u>
Total expenditures	<u>881,299</u>	<u>847,743</u>	<u>33,556</u>
Excess of revenues over (under) expenditures	<u>(555,899)</u>	<u>(572,295)</u>	<u>(16,396)</u>
Other financing sources (uses):			
Operating transfers - in	<u>550,300</u>	<u>571,688</u>	<u>21,388</u>
Total other financing sources (uses)	<u>550,300</u>	<u>571,688</u>	<u>21,388</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(5,599)	(607)	4,992
Fund balance at beginning of year	0	0	0
Prior year encumbrances appropriated	<u>5,678</u>	<u>5,678</u>	<u>0</u>
Fund balance at end of year	<u>\$ 79</u>	<u>5,071</u>	<u>4,992</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenditures, and Changes in Fund Balance  
Budget and Actual (Budget Basis)  
Special Revenue - Fair Housing  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	<u>\$429,522</u>	<u>223,528</u>	<u>(205,994)</u>
Total revenues	<u>429,522</u>	<u>223,528</u>	<u>(205,994)</u>
Expenditures:			
Current:			
Community environment			
Personal services	152,542	99,043	53,499
All other expenditures	<u>175,996</u>	<u>158,420</u>	<u>17,576</u>
Total community environment	<u>328,538</u>	<u>257,463</u>	<u>71,075</u>
Capital outlay	<u>283</u>	<u>283</u>	<u>0</u>
Total expenditures	<u>328,821</u>	<u>257,746</u>	<u>71,075</u>
Excess of revenues over (under) expenditures	<u>100,701</u>	<u>(34,218)</u>	<u>(134,919)</u>
Other financing sources (uses):			
Advances - in	0	67,467	67,467
Advances - out	(204,100)	(197,982)	6,118
Operating transfers - out	<u>(5,210)</u>	<u>0</u>	<u>5,210</u>
Total other financing sources (uses)	<u>(209,310)</u>	<u>(130,515)</u>	<u>78,795</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(108,609)	(164,733)	(56,124)
Fund balance at beginning of year	168,696	168,696	0
Prior year encumbrances appropriated	<u>13</u>	<u>13</u>	<u>0</u>
Fund balance at end of year	<u>\$ 60,100</u>	<u>3,976</u>	<u>(56,124)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Community Center  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 14,000	6,646	(7,354)
Rents	<u>185,169</u>	<u>149,537</u>	<u>(35,632)</u>
Total revenues	<u>199,169</u>	<u>156,183</u>	<u>(42,986)</u>
Expenditures:			
Current:			
Leisure time activities			
Personal services	108,294	108,294	0
All other expenditures	<u>124,117</u>	<u>123,446</u>	<u>671</u>
Total leisure time activities	232,411	231,740	671
Capital outlay	<u>20,305</u>	<u>20,305</u>	<u>0</u>
Total expenditures	<u>252,716</u>	<u>252,045</u>	<u>671</u>
Excess of revenues over (under) expenditures	<u>(53,547)</u>	<u>(95,862)</u>	<u>(42,315)</u>
Other financing sources (uses):			
Advances - in	<u>0</u>	<u>41,486</u>	<u>41,486</u>
Total other financing sources (uses)	<u>0</u>	<u>41,486</u>	<u>41,486</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(53,547)	(54,376)	(829)
Fund balance at beginning of year	39,049	39,049	0
Prior year encumbrances appropriated	<u>14,594</u>	<u>14,594</u>	<u>0</u>
Fund balance at end of year	<u>\$ 96</u>	<u>(733)</u>	<u>(829)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Title III  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	<u>\$251,291</u>	<u>258,031</u>	<u>6,740</u>
Total revenues	<u>251,291</u>	<u>258,031</u>	<u>6,740</u>
Expenditures:			
Current:			
Leisure time activities			
Personal services	172,408	172,408	0
All other expenditures	<u>44,270</u>	<u>15,978</u>	<u>28,292</u>
Total leisure time activities	216,678	188,386	28,292
Capital outlay	<u>49,084</u>	<u>48,031</u>	<u>1,053</u>
Total expenditures	<u>265,762</u>	<u>236,417</u>	<u>29,345</u>
Excess of revenues over (under) expenditures	<u>(14,471)</u>	<u>21,614</u>	<u>36,085</u>
Other financing sources (uses):			
Advances - in	0	11,600	11,600
Advances - out	(434)	(434)	0
Operating transfers - in	0	8,261	8,261
Operating transfers - out	<u>(31,976)</u>	<u>(8,261)</u>	<u>23,715</u>
Total other financing sources (uses)	<u>(32,410)</u>	<u>11,166</u>	<u>43,576</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(46,881)	32,780	79,661
Fund balance at beginning of year	74,709	74,709	0
Prior year encumbrances appropriated	<u>32,165</u>	<u>32,165</u>	<u>0</u>
Fund balance at end of year	<u>\$ 59,993</u>	<u>139,654</u>	<u>79,661</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Senior Donations  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Donations	<u>\$157,423</u>	<u>152,348</u>	<u>(5,075)</u>
Total revenues	<u>157,423</u>	<u>152,348</u>	<u>(5,075)</u>
Expenditures:			
Current:			
Leisure time activities			
Personal services	95,023	85,910	9,113
All other expenditures	<u>86,201</u>	<u>60,377</u>	<u>25,824</u>
Total leisure time activities	181,224	146,287	34,937
Capital outlay	<u>36,681</u>	<u>29,412</u>	<u>7,269</u>
Total expenditures	<u>217,905</u>	<u>175,699</u>	<u>42,206</u>
Excess of revenues over (under) expenditures	(60,482)	(23,351)	37,131
Fund balance at beginning of year	72,115	72,115	0
Prior year encumbrances appropriated	<u>1,043</u>	<u>1,043</u>	<u>0</u>
Fund balance at end of year	<u>\$ 12,676</u>	<u>49,807</u>	<u>37,131</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Special Revenue - Housing Maintenance  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Fines and forfeitures	\$ 0	0	0
Other	<u>0</u>	<u>0</u>	<u>0</u>
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
Community environment			
Personal services	96,695	96,695	0
All other expenditures	<u>3,189</u>	<u>3,189</u>	<u>0</u>
Total community environment	99,884	99,884	0
Capital outlay	<u>1,485</u>	<u>1,485</u>	<u>0</u>
Total expenditures	<u>101,369</u>	<u>101,369</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>(101,369)</u>	<u>(101,369)</u>	<u>0</u>
Other financing sources (uses):			
Operating transfers - in	<u>100,865</u>	<u>100,865</u>	<u>0</u>
Total other financing sources (uses)	<u>100,865</u>	<u>100,865</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(504)	(504)	0
Fund balance at beginning of year	0	0	0
Prior year encumbrances appropriated	<u>504</u>	<u>504</u>	<u>0</u>
Fund balance at end of year	<u>\$ 0</u>	<u>0</u>	<u>0</u>



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

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Property and other taxes			
Real estate and public utility	\$ 4,344,491	3,943,434	(401,057)
Tangible personal property	470,586	428,924	(41,662)
Total property taxes	<u>4,815,077</u>	<u>4,372,358</u>	<u>(442,719)</u>
Charges for services	<u>151,000</u>	<u>356,679</u>	<u>205,679</u>
Fees, licenses, and permits	<u>691,411</u>	<u>590,901</u>	<u>(100,510)</u>
Fines and forfeitures	<u>885,015</u>	<u>861,706</u>	<u>(23,309)</u>
Intergovernmental			
State motor vehicle tax	495,000	541,542	46,542
State gasoline tax	1,663,177	1,484,523	(178,654)
Homestead	55,663	52,116	(3,547)
10% reimbursement	408,295	429,611	21,316
2.5% property tax rollback	81,265	81,050	(215)
Other	3,562,458	3,948,203	385,745
Total intergovernmental	<u>6,265,858</u>	<u>6,537,045</u>	<u>271,187</u>
Donations	<u>192,311</u>	<u>178,022</u>	<u>(14,289)</u>
Rents	<u>313,304</u>	<u>259,662</u>	<u>(53,642)</u>
Special assessments	<u>785,704</u>	<u>751,821</u>	<u>(33,883)</u>
Interest	<u>21,735</u>	<u>45,934</u>	<u>24,199</u>
Other	<u>21,800</u>	<u>27,839</u>	<u>6,039</u>
Total revenues	<u>14,143,215</u>	<u>13,981,967</u>	<u>(161,248)</u>
Expenditures:			
Current:			
General government			
All other expenditures	<u>16,000</u>	<u>31</u>	<u>15,969</u>
Security of persons and property			
Personal services	5,077,864	4,952,115	125,749
All other expenditures	<u>599,611</u>	<u>318,267</u>	<u>281,344</u>
Total security of persons and property	<u>\$ 5,677,475</u>	<u>5,270,382</u>	<u>407,093</u> (continued)

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

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Transportation			
Personal services	\$ 4,578,872	4,578,872	0
All other expenditures	<u>399,619</u>	<u>395,145</u>	<u>4,474</u>
Total transportation	<u>4,978,491</u>	<u>4,974,017</u>	<u>4,474</u>
Community environment			
Personal services	797,239	660,970	136,269
All other expenditures	<u>1,544,532</u>	<u>2,908,924</u>	<u>(1,364,392)</u>
Total community environment	<u>2,341,771</u>	<u>3,569,894</u>	<u>(1,228,123)</u>
Basic utility services			
Personal services	799,399	774,050	25,349
All other expenditures	<u>946,600</u>	<u>628,244</u>	<u>318,356</u>
Total basic utility services	<u>1,745,999</u>	<u>1,402,294</u>	<u>343,705</u>
Leisure time activities			
Personal services	494,293	451,918	42,375
All other expenditures	<u>589,071</u>	<u>497,475</u>	<u>91,596</u>
Total leisure time activities	<u>1,083,364</u>	<u>949,393</u>	<u>133,971</u>
Capital outlay	<u>1,417,364</u>	<u>990,711</u>	<u>426,653</u>
Total expenditures	<u>17,260,464</u>	<u>17,156,722</u>	<u>103,742</u>
Excess of revenues over (under) expenditures	<u>(3,117,249)</u>	<u>(3,174,755)</u>	<u>(57,506)</u>
Other financing sources (uses):			
Advances - in	1,317	635,607	634,290
Advances - out	(524,156)	(518,038)	6,118
Operating transfers - in	5,365,370	5,234,896	(130,474)
Operating transfers - out	<u>(2,558,160)</u>	<u>(2,400,159)</u>	<u>158,001</u>
Total other financing sources (uses)	<u>2,284,371</u>	<u>2,952,306</u>	<u>667,935</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(832,878)	(222,449)	610,429
Fund balances at beginning of year	1,796,903	1,796,903	0
Prior year encumbrances appropriated	<u>217,546</u>	<u>217,546</u>	<u>0</u>
Fund balances at end of year	<u>\$ 1,181,571</u>	<u>1,792,000</u>	<u>610,429</u>

## **CITY OF PARMA, OHIO**

### **DEBT SERVICE FUND**

DEBT SERVICE FUNDS ARE ESTABLISHED TO ACCOUNT FOR THE ACCUMULATION OF RESOURCES FOR THE PAYMENT OF GENERAL AND SPECIAL ASSESSMENT LONG-TERM DEBT PRINCIPAL AND INTEREST

Since the City has only one Debt Service Fund and the level of budgetary control is the same as that which is shown in the Combined Financial Statements, no additional financial statements are presented here.

## CITY OF PARMA, OHIO

### CAPITAL PROJECTS FUNDS

CAPITAL PROJECTS FUNDS ARE ESTABLISHED TO ACCOUNT FOR FINANCIAL RESOURCES TO BE USED FOR THE ACQUISITION OR CONSTRUCTION OF MAJOR CAPITAL FACILITIES (OTHER THAN THOSE FINANCED BY TRUST FUNDS AND PROPRIETARY FUNDS)

Library	To account for the financing, purchase and renovation of the Royal Ridge Elementary School which will eventually become a branch of the Cuyahoga County Public Library.
Sewer Construction	To account for the financing and construction of various sanitary sewers within the City.
Street Improvements	To account for the financing and improvement of various streets within the City.
City Income Tax Capital Acquisitions	To account for income tax revenue set aside by ordinance for capital acquisition and improvement.
Sidewalks	To account for infrastructure special assessments.
Senior Citizens Center	To account for the financing and construction of the Senior Citizens Center.
Courts Capital Improvement	To account for capital improvements at the Parma Municipal Court District.
City Hall Capital Improvement	To account for the financing of various improvements at Parma City Hall.
Justice Center	To account for the construction of a new court and jail facility.

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

	<u>Library</u>	<u>Sewer Construction</u>	<u>Street Improvements</u>	<u>City Income Tax Capital Acquisitions</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents	\$ 7,081	30,090	266,979	1,294,421
<b>Receivables:</b>				
Taxes	0	0	0	455,402
Interfund	0	0	0	380,498
Special assessments	0	0	0	0
Accrued interest	0	0	0	0
Due from other funds	0	0	0	0
<b>Total assets</b>	<b><u>\$ 7,081</u></b>	<b><u>30,090</u></b>	<b><u>266,979</u></b>	<b><u>2,130,321</u></b>
<b>Liabilities:</b>				
Accounts payable	\$ 0	0	0	110,573
Contracts payable	0	0	0	421,384
Interfund payable	0	7,434	0	0
Retainage payable	0	0	0	0
Due to other governments	0	0	0	3,797
Deferred revenue	0	0	0	0
<b>Total liabilities</b>	<b><u>0</u></b>	<b><u>7,434</u></b>	<b><u>0</u></b>	<b><u>535,754</u></b>
<b>Fund Equity:</b>				
<b>Fund Balance:</b>				
Reserved for encumbrances	0	0	0	0
Unreserved, undesignated (deficit)	7,081	22,656	266,979	1,594,567
<b>Total fund equity (deficit)</b>	<b><u>7,081</u></b>	<b><u>22,656</u></b>	<b><u>266,979</u></b>	<b><u>1,594,567</u></b>
<b>Total liabilities and fund equity</b>	<b><u>\$ 7,081</u></b>	<b><u>30,090</u></b>	<b><u>266,979</u></b>	<b><u>2,130,321</u></b>

<u>Sidewalks</u>	<u>Senior Citizens Center</u>	<u>Courts Capital Improvement</u>	<u>City Hall Capital Improvement</u>	<u>Justice Center</u>	<u>Totals</u>
0	32,212	381,784	50,000	881,001	2,943,568
0	0	0	0	0	455,402
0	0	0	0	0	380,498
55,575	0	0	0	0	55,575
0	739	0	0	6,896	7,635
<u>0</u>	<u>0</u>	<u>6,969</u>	<u>0</u>	<u>0</u>	<u>6,969</u>
<u>55,575</u>	<u>32,951</u>	<u>388,753</u>	<u>50,000</u>	<u>887,897</u>	<u>3,849,647</u>
0	0	1,013	0	0	111,586
0	0	0	0	107,863	529,247
89,273	0	0	0	0	96,707
0	35,752	0	0	0	35,752
0	0	0	0	0	3,797
<u>55,575</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>55,575</u>
<u>144,848</u>	<u>35,752</u>	<u>1,013</u>	<u>0</u>	<u>107,863</u>	<u>832,664</u>
0	0	0	0	0	0
<u>(89,273)</u>	<u>(2,801)</u>	<u>387,740</u>	<u>50,000</u>	<u>780,034</u>	<u>3,016,983</u>
<u>(89,273)</u>	<u>(2,801)</u>	<u>387,740</u>	<u>50,000</u>	<u>780,034</u>	<u>3,016,983</u>
<u>55,575</u>	<u>32,951</u>	<u>388,753</u>	<u>50,000</u>	<u>887,897</u>	<u>3,849,647</u>

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

	<u>Library</u>	<u>Sewer Construction</u>	<u>Street Improvements</u>	<u>City Income Tax Capital Acquisitions</u>
Revenues:				
Municipal income tax	\$ 0	0	0	4,894,031
Fines and forfeitures	0	0	0	0
Intergovernmental	0	197,725	0	0
Special assessments	0	0	0	0
Interest	6,684	0	2,026	0
Other	<u>0</u>	<u>0</u>	<u>0</u>	<u>63,362</u>
Total revenues	<u>6,684</u>	<u>197,725</u>	<u>2,026</u>	<u>4,957,393</u>
Expenditures:				
General government	0	0	0	2,886,824
Capital outlay	0	908,446	600,353	1,066,029
Debt service:				
Principal retirement	0	0	0	107,106
Interest and fiscal charges	<u>0</u>	<u>0</u>	<u>0</u>	<u>10,836</u>
Total expenditures	<u>0</u>	<u>908,446</u>	<u>600,353</u>	<u>4,070,795</u>
Excess of revenues over (under) expenditures	<u>6,684</u>	<u>(710,721)</u>	<u>(598,327)</u>	<u>886,598</u>
Other financing sources (uses):				
Proceeds of special assessment bonds	0	0	2,114,014	0
OWDA loan proceeds	0	277,000	0	0
OPWC loan proceeds	0	459,000	0	0
Inception of capital lease	0	0	0	738,312
Operating transfers - in	0	0	0	0
Operating transfers - out	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,579,351)</u>
Total other financing sources (uses)	<u>0</u>	<u>736,000</u>	<u>2,114,014</u>	<u>(841,039)</u>
Excess of revenues and other financing sources over (under) expenditures and other uses	6,684	25,279	1,515,687	45,559
Fund balances (deficit) at beginning of year	<u>397</u>	<u>(2,623)</u>	<u>(1,248,708)</u>	<u>1,549,008</u>
Fund balances (deficit) at end of year	<u>\$ 7,081</u>	<u>22,656</u>	<u>266,979</u>	<u>1,594,567</u>



<u>Sidewalks</u>	<u>Senior Citizens Center</u>	<u>Courts Capital Improvement</u>	<u>City Hall Capital Improvement</u>	<u>Justice Center</u>	<u>Totals</u>
0	0	0	0	0	4,894,031
0	0	113,869	0	0	113,869
0	0	0	0	1,043,736	1,241,461
5,988	0	0	0	0	5,988
0	4,220	0	0	105,082	118,012
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>63,362</u>
<u>5,988</u>	<u>4,220</u>	<u>113,869</u>	<u>0</u>	<u>1,148,818</u>	<u>6,436,723</u>
0	0	20,244	0	2,591,158	5,498,226
59	0	12,767	0	107,863	2,695,517
0	0	0	0	0	107,106
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>10,836</u>
<u>59</u>	<u>0</u>	<u>33,011</u>	<u>0</u>	<u>2,699,021</u>	<u>8,311,685</u>
<u>5,929</u>	<u>4,220</u>	<u>80,858</u>	<u>0</u>	<u>(1,550,203)</u>	<u>(1,874,962)</u>
0	0	0	0	0	2,114,014
0	0	0	0	0	277,000
0	0	0	0	0	459,000
0	0	0	0	0	738,312
0	0	0	0	44,664	44,664
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,579,351)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>44,664</u>	<u>2,053,639</u>
5,929	4,220	80,858	0	(1,505,539)	178,677
<u>(95,202)</u>	<u>(7,021)</u>	<u>306,882</u>	<u>50,000</u>	<u>2,285,573</u>	<u>2,838,306</u>
<u>(89,273)</u>	<u>(2,801)</u>	<u>387,740</u>	<u>50,000</u>	<u>780,034</u>	<u>3,016,983</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - Library  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Interest	<u>\$ 6,684</u>	<u>6,684</u>	<u>0</u>
Total revenues	<u>6,684</u>	<u>6,684</u>	<u>0</u>
Expenditures:			
Capital outlay	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	6,684	6,684	0
Fund balance at beginning of year	<u>397</u>	<u>397</u>	<u>0</u>
Fund balance at end of year	<u><u>\$ 7,081</u></u>	<u><u>7,081</u></u>	<u><u>0</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - Sewer Construction  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 234,449	197,725	(36,724)
Total revenues	<u>234,449</u>	<u>197,725</u>	<u>(36,724)</u>
Expenditures:			
Current:			
General government			
All other expenditures	1,457,244	922,581	534,663
Total general government	<u>1,457,244</u>	<u>922,581</u>	<u>534,663</u>
Total expenditures	<u>1,457,244</u>	<u>922,581</u>	<u>534,663</u>
Excess of revenues over (under) expenditures	<u>(1,222,795)</u>	<u>(724,856)</u>	<u>497,939</u>
Other financing sources (uses):			
OWDA loan proceeds	277,000	277,000	0
OPWC loan proceeds	933,758	459,000	(474,758)
Advances - in	0	7,435	7,435
Advances - out	(13,611)	(13,611)	0
Operating transfers - in	8,072	0	(8,072)
Total other financing sources (uses)	<u>1,205,219</u>	<u>729,824</u>	<u>(475,395)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(17,576)	4,968	22,544
Fund balance at beginning of year	<u>25,122</u>	<u>25,122</u>	<u>0</u>
Fund balance at end of year	<u>\$ 7,546</u>	<u>30,090</u>	<u>22,544</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - Street Improvements  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 750,000	0	(750,000)
Interest	<u>0</u>	<u>2,026</u>	<u>2,026</u>
Total revenues	<u>750,000</u>	<u>2,026</u>	<u>(747,974)</u>
Expenditures:			
Capital outlay	604,437	576,574	27,863
Debt service:			
Principal retirement	1,164,000	1,164,000	0
Interest and fiscal charges	<u>48,888</u>	<u>48,888</u>	<u>0</u>
Total expenditures	<u>1,817,325</u>	<u>1,789,462</u>	<u>27,863</u>
Excess of revenues over (under) expenditures	<u>(1,067,325)</u>	<u>(1,787,436)</u>	<u>(720,111)</u>
Other financing sources (uses):			
Proceeds of special assessment bonds	1,366,040	2,114,014	747,974
Advances - out	<u>(59,599)</u>	<u>(59,599)</u>	<u>0</u>
Total other financing sources (uses)	<u>1,306,441</u>	<u>2,054,415</u>	<u>747,974</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	239,116	266,979	27,863
Fund balance at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at end of year	<u>\$ 239,116</u>	<u>266,979</u>	<u>27,863</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - City Income Tax Capital Acquisitions  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Municipal income tax	\$ 5,033,652	4,797,621	(236,031)
Intergovernmental	0	63,362	63,362
Total revenues	<u>5,033,652</u>	<u>4,860,983</u>	<u>(172,669)</u>
Expenditures:			
Current:			
General government			
All other expenditures	<u>3,403,140</u>	<u>2,927,753</u>	<u>475,387</u>
Total general government	3,403,140	2,927,753	475,387
Capital outlay	<u>767,399</u>	<u>389,150</u>	<u>378,249</u>
Total expenditures	<u>4,170,539</u>	<u>3,316,903</u>	<u>853,636</u>
Excess of revenues over (under) expenditures	<u>863,113</u>	<u>1,544,080</u>	<u>680,967</u>
Other financing sources (uses):			
Advances - in	100,000	191,142	91,142
Advances - out	(380,498)	(380,498)	0
Operating transfers - out	<u>(1,579,351)</u>	<u>(1,579,351)</u>	<u>0</u>
Total other financing sources (uses)	<u>(1,859,849)</u>	<u>(1,768,707)</u>	<u>91,142</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(996,736)	(224,627)	772,109
Fund balance at beginning of year	886,127	886,127	0
Prior year encumbrances appropriated	<u>588,197</u>	<u>588,197</u>	<u>0</u>
Fund balance at end of year	<u>\$ 477,588</u>	<u>1,249,697</u>	<u>772,109</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - Sidewalks  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Special assessments	\$ 9,690	5,988	(3,702)
Total revenues	<u>9,690</u>	<u>5,988</u>	<u>(3,702)</u>
Expenditures:			
Current:			
General government			
All other expenditures	3,810	59	3,751
Total general government	<u>3,810</u>	<u>59</u>	<u>3,751</u>
Total expenditures	<u>3,810</u>	<u>59</u>	<u>3,751</u>
Excess of revenues over (under) expenditures	<u>5,880</u>	<u>5,929</u>	<u>49</u>
Other financing sources (uses):			
Advances - in	90,000	89,273	(727)
Advances - out	<u>(95,202)</u>	<u>(95,202)</u>	<u>0</u>
Total other financing sources (uses)	<u>(5,202)</u>	<u>(5,929)</u>	<u>(727)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	678	0	(678)
Fund balance at beginning of year	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at end of year	<u>\$ 678</u>	<u>0</u>	<u>(678)</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - Senior Citizens Center  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Interest	\$ 3,481	3,481	0
Total revenues	<u>3,481</u>	<u>3,481</u>	<u>0</u>
Expenditures:			
Current:			
General government			
All other expenditures	<u>28,730</u>	<u>0</u>	<u>28,730</u>
Total general government	<u>28,730</u>	<u>0</u>	<u>28,730</u>
Total expenditures	<u>28,730</u>	<u>0</u>	<u>28,730</u>
Excess of revenues over (under) expenditures	<u>(25,249)</u>	<u>3,481</u>	<u>28,730</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(25,249)	3,481	28,730
Fund balance at beginning of year	6,558	6,558	0
Prior year encumbrances appropriated	<u>22,173</u>	<u>22,173</u>	<u>0</u>
Fund balance at end of year	<u>\$ 3,482</u>	<u>32,212</u>	<u>28,730</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - Courts Capital Improvement  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Fines and forfeitures	<u>\$ 106,900</u>	<u>106,900</u>	<u>0</u>
Total revenues	<u>106,900</u>	<u>106,900</u>	<u>0</u>
Expenditures:			
Current:			
General government			
All other expenditures	<u>225,271</u>	<u>22,195</u>	<u>203,076</u>
Total general government	<u>225,271</u>	<u>22,195</u>	<u>203,076</u>
Capital outlay	<u>100,000</u>	<u>17,518</u>	<u>82,482</u>
Total expenditures	<u>325,271</u>	<u>39,713</u>	<u>285,558</u>
Excess of revenues over (under) expenditures	(218,371)	67,187	285,558
Fund balance at beginning of year	305,805	305,805	0
Prior year encumbrances appropriated	<u>5,271</u>	<u>5,271</u>	<u>0</u>
Fund balance at end of year	<u>\$ 92,705</u>	<u>378,263</u>	<u>285,558</u>



City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - City Hall Capital Improvement  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Other	\$ 0	0	0
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
General government			
All other expenditures	50,000	0	50,000
Total general government	<u>50,000</u>	<u>0</u>	<u>50,000</u>
Total expenditures	<u>50,000</u>	<u>0</u>	<u>50,000</u>
Excess of revenues over (under) expenditures	(50,000)	0	50,000
Fund balance at beginning of year	<u>50,000</u>	<u>50,000</u>	<u>0</u>
Fund balance at end of year	<u>\$ 0</u>	<u>50,000</u>	<u>50,000</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Capital Projects - Justice Center  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 1,043,736	1,043,736	0
Interest	23,985	105,034	81,049
	<u>1,067,721</u>	<u>1,148,770</u>	<u>81,049</u>
Total revenues			
Expenditures:			
Current:			
General government			
All other expenditures	3,654,427	3,245,260	409,167
	<u>3,654,427</u>	<u>3,245,260</u>	<u>409,167</u>
Total general government			
Capital outlay	3,482,647	480,166	3,002,481
	<u>3,482,647</u>	<u>480,166</u>	<u>3,002,481</u>
Total expenditures	<u>7,137,074</u>	<u>3,725,426</u>	<u>3,411,648</u>
Excess of revenues over (under) expenditures	<u>(6,069,353)</u>	<u>(2,576,656)</u>	<u>3,492,697</u>
Other financing sources (uses):			
Operating transfers - in	599,028	44,664	(554,364)
Operating transfers - out	(214,000)	0	214,000
	<u>385,028</u>	<u>44,664</u>	<u>(340,364)</u>
Total other financing sources (uses)			
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(5,684,325)	(2,531,992)	3,152,333
Fund balance at beginning of year	374,467	374,467	0
Prior year encumbrances appropriated	2,988,175	2,988,175	0
	<u>2,988,175</u>	<u>2,988,175</u>	<u>0</u>
Fund balance at end of year	<u>(2,321,683)</u>	<u>830,650</u>	<u>3,152,333</u>

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

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Municipal income tax	\$ 5,033,652	4,797,621	(236,031)
Fines and forfeitures	106,900	106,900	0
Intergovernmental	2,028,185	1,304,823	(723,362)
Special assessments	9,690	5,988	(3,702)
Interest	34,150	117,225	83,075
Total revenues	<u>7,212,577</u>	<u>6,332,557</u>	<u>(880,020)</u>
Expenditures:			
Current:			
All other expenditures	8,822,622	7,117,848	1,704,774
Capital outlay	4,954,483	1,463,408	3,491,075
Debt service:			
Principal retirement	1,164,000	1,164,000	0
Interest and fiscal charges	48,888	48,888	0
Total expenditures	<u>14,989,993</u>	<u>9,794,144</u>	<u>5,195,849</u>
Excess of revenues over (under) expenditures	<u>(7,777,416)</u>	<u>(3,461,587)</u>	<u>4,315,829</u>
Other financing sources (uses):			
Proceeds of special assessment bonds	1,366,040	2,114,014	747,974
OWDA loan proceeds	277,000	277,000	0
OPWC loan proceeds	933,758	459,000	(474,758)
Advances - in	190,000	287,850	97,850
Advances - out	(548,910)	(548,910)	0
Operating transfers - in	607,100	44,664	(562,436)
Operating transfers - out	(1,793,351)	(1,579,351)	214,000
Total other financing sources (uses)	<u>1,031,637</u>	<u>1,054,267</u>	<u>22,630</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(6,745,779)</u>	<u>(2,407,320)</u>	<u>4,338,459</u>
Fund balances at beginning of year	1,648,476	1,648,476	0
Prior year encumbrances appropriated	<u>3,603,816</u>	<u>3,603,816</u>	<u>0</u>
Fund balances at end of year	<u><u>\$(1,493,487)</u></u>	<u><u>2,844,972</u></u>	<u><u>4,338,459</u></u>

## CITY OF PARMA, OHIO

### ENTERPRISE FUND

ENTERPRISE FUNDS ARE ESTABLISHED TO ACCOUNT FOR THE ACQUISITION AND OPERATION OF GOVERNMENTAL FACILITIES AND SERVICES THAT ARE PREDOMINATELY SELF-SUPPORTING FROM USER CHARGES

Since the City has only one Enterprise Fund and the level of budgetary control is the same as that which is shown in the Combined Financial Statements, no additional financial statements are presented here.

## CITY OF PARMA, OHIO

### INTERNAL SERVICE FUNDS

INTERNAL SERVICE FUNDS ARE ESTABLISHED TO ACCOUNT FOR THE PROVIDING OF GOODS OR SERVICES BY ONE DEPARTMENT TO OTHER DEPARTMENTS OF THE CITY, ON A COST REIMBURSEMENT BASIS

Liability Insurance	To service all liability claims which the City may incur.
Medical Insurance	To service all medical claims, administrative costs and stop-loss coverage.
Workers' Compensation Insurance	To service all costs of workers claims, insurance premiums, administrative costs, and other additional assessments.

City of Parma, Ohio  
Combining Balance Sheet  
All Internal Service Funds  
December 31, 2000

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
<b>Assets</b>				
Equity in pooled				
cash and cash equivalents	\$ 944,547	42,300	478,000	1,464,847
Accrued interest	4,731	0	0	4,731
Due from other funds	0	2,142,000	0	2,142,000
Due from other governments	0	36,149	0	36,149
	<u>0</u>	<u>36,149</u>	<u>0</u>	<u>36,149</u>
Total assets	<u>\$ 949,278</u>	<u>2,220,449</u>	<u>478,000</u>	<u>3,647,727</u>
<b>Liabilities</b>				
Current liabilities				
Accounts payable	\$ 0	0	0	0
Interfund payable	0	508,380	0	508,380
Accrued wages and benefits	409	0	0	409
Compensated absences payable	1,292	0	0	1,292
Due to other governments	799	0	0	799
Accrued interest payable	0	8,708	0	8,708
Claims and judgements payable	275,000	549,432	98,267	922,699
Current portion of general obligation bonds payable	0	83,732	0	83,732
	<u>0</u>	<u>83,732</u>	<u>0</u>	<u>83,732</u>
Total current liabilities	<u>277,500</u>	<u>1,150,252</u>	<u>98,267</u>	<u>1,526,019</u>
Long-term liabilities				
General obligation bonds payable	0	1,751,080	0	1,751,080
	<u>0</u>	<u>1,751,080</u>	<u>0</u>	<u>1,751,080</u>
Total long-term liabilities	<u>0</u>	<u>1,751,080</u>	<u>0</u>	<u>1,751,080</u>
Total liabilities	<u>277,500</u>	<u>2,901,332</u>	<u>98,267</u>	<u>3,277,099</u>
<b>Fund Equity</b>				
Retained earnings:				
Unreserved	671,778	(680,883)	379,733	370,628
	<u>671,778</u>	<u>(680,883)</u>	<u>379,733</u>	<u>370,628</u>
Total fund equity	<u>671,778</u>	<u>(680,883)</u>	<u>379,733</u>	<u>370,628</u>
Total liabilities and fund equity	<u>\$ 949,278</u>	<u>2,220,449</u>	<u>478,000</u>	<u>3,647,727</u>

City of Parma, Ohio  
Combining Statement of Revenues,  
Expenses, and Changes in Retained Earnings  
All Internal Service Funds  
For the Year Ended December 31, 2000

	Liability Insurance	Medical Insurance	Workers' Compensation Insurance	Totals
Operating Revenues				
Charges for services	\$ 61,156	2,878,458	4,326	2,943,940
Total operating revenues	<u>61,156</u>	<u>2,878,458</u>	<u>4,326</u>	<u>2,943,940</u>
Operating Expenses				
Personal services	96,451	0	0	96,451
Contractual services	140,486	0	0	140,486
Claims	299,462	3,684,459	333,211	4,317,132
Materials and supplies	226	0	0	226
Total operating expenses	<u>536,625</u>	<u>3,684,459</u>	<u>333,211</u>	<u>4,554,295</u>
Operating income (loss)	<u>(475,469)</u>	<u>(806,001)</u>	<u>(328,885)</u>	<u>(1,610,355)</u>
Non-Operating Revenues (Expenses)				
Interest income	57,559	0	0	57,559
Interest and fiscal charges	<u>0</u>	<u>(107,279)</u>	<u>0</u>	<u>(107,279)</u>
Total non-operating revenues (expenses)	<u>57,559</u>	<u>(107,279)</u>	<u>0</u>	<u>(49,720)</u>
Income (loss) before operating transfers	(417,910)	(913,280)	(328,885)	(1,660,075)
Operating Transfers - In	<u>250,000</u>	<u>0</u>	<u>0</u>	<u>250,000</u>
Net income (loss)	(167,910)	(913,280)	(328,885)	(1,410,075)
Retained earnings at beginning of year	<u>839,688</u>	<u>232,397</u>	<u>708,618</u>	<u>1,780,703</u>
Retained earnings at end of year	<u>\$ 671,778</u>	<u>(680,883)</u>	<u>379,733</u>	<u>370,628</u>

City of Parma, Ohio  
Combining Statement of Cash Flows  
All Internal Service Funds  
For the Year Ended December 31, 2000

	Liability Insurance	Medical Insurance	Workers' Compensation Insurance	Totals
Increase (decrease) in cash and cash equivalents				
Cash flows from operating activities:				
Cash received from quasi-external operating transactions with other funds	\$ 61,156	2,842,309	4,326	2,907,791
Cash payments to suppliers for goods and services	(226)	0	0	(226)
Cash payments for claims	(154,462)	(3,166,565)	(529,557)	(3,850,584)
Cash payments for employee services and benefits	(95,113)	0	0	(95,113)
Cash payments for contractual services	(142,497)	0	0	(142,497)
Net cash used in operating activities	<u>(331,142)</u>	<u>(324,256)</u>	<u>(525,231)</u>	<u>(1,180,629)</u>
Cash flows from noncapital financing activities:				
Advance in	0	508,380	0	508,380
Transfer in	250,000	0	0	250,000
Principal paid on bonds	0	(80,091)	0	(80,091)
Interest paid on bonds	0	(107,728)	0	(107,728)
Net cash provided by (used in) noncapital financing activities	<u>250,000</u>	<u>320,561</u>	<u>0</u>	<u>570,561</u>
Cash flows from investing activities:				
Interest	<u>61,443</u>	<u>0</u>	<u>0</u>	<u>61,443</u>
Cash provided by investing activities	<u>61,443</u>	<u>0</u>	<u>0</u>	<u>61,443</u>
Net decrease in cash and cash equivalents	(19,699)	(3,695)	(525,231)	(548,625)
Cash and cash equivalents beginning of year	<u>964,246</u>	<u>45,995</u>	<u>1,003,231</u>	<u>2,013,472</u>
Cash and cash equivalents end of year	<u>\$ 944,547</u>	<u>42,300</u>	<u>478,000</u>	<u>1,464,847</u> (continued)



City of Parma, Ohio  
Combining Statement of Cash Flows  
All Internal Service Funds - continued  
For the Year Ended December 31, 2000

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Reconciliation of operating income (loss) to net cash used in operating activities				
Operating income (loss)	\$ (475,469)	(806,001)	(328,885)	(1,610,355)
Adjustments to reconcile operating income (loss) to net cash used in operating activities:				
Change in assets and liabilities:				
Increase in accounts receivable	0	0	0	0
Decrease in accounts payable	(2,011)	0	0	(2,011)
Decrease in accrued wages and benefits	(73)	0	0	(73)
Increase in compensated absences payable	1,292	0	0	1,292
Increase in due to other governments	119	0	0	119
Decrease in due from other governments	0	(36,149)	0	(36,149)
Increase/(Decrease) in claims payable	<u>145,000</u>	<u>517,894</u>	<u>(196,346)</u>	<u>466,548</u>
Net cash used in operating activities	<u>\$ (331,142)</u>	<u>(324,256)</u>	<u>(525,231)</u>	<u>(1,180,629)</u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenses, and Changes in Fund Equity  
Budget and Actual (Budget Basis)  
Internal Service - Liability Insurance  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 92,600	61,156	(31,444)
Interest	<u>30,000</u>	<u>61,443</u>	<u>31,443</u>
Total revenues	<u>122,600</u>	<u>122,599</u>	<u>(1)</u>
Expenses:			
Personal services	134,679	95,113	39,566
Contractual services	142,652	142,497	155
Materials and supplies	470	227	243
Claims	182,000	154,462	27,538
Capital outlay	<u>250</u>	<u>0</u>	<u>250</u>
Total expenses	<u>460,051</u>	<u>392,299</u>	<u>67,752</u>
Excess of revenues over (under) expenses	(337,451)	(269,700)	67,751
Operating transfers - in	<u>250,000</u>	<u>250,000</u>	<u>0</u>
Excess of revenues over (under) expenses and operating transfers	(87,451)	(19,700)	67,751
Fund equity at beginning of year	962,495	962,495	0
Prior year encumbrances appropriated	<u>1,751</u>	<u>1,751</u>	<u>0</u>
Fund equity at end of year	<u>\$ 876,795</u>	<u>944,546</u>	<u>67,751</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenses, and Changes in Fund Equity  
 Budget and Actual (Budget Basis)  
 Internal Service - Medical Insurance  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	<u>\$ 3,350,688</u>	<u>2,842,309</u>	<u>(508,379)</u>
Total revenues	<u>3,350,688</u>	<u>2,842,309</u>	<u>(508,379)</u>
Expenses:			
Claims	<u>3,171,065</u>	<u>3,171,065</u>	<u>0</u>
Total expenses	<u>3,171,065</u>	<u>3,171,065</u>	<u>0</u>
Excess of revenues over (under) expenses	179,623	(328,756)	(508,379)
Advances - In	0	508,380	508,380
Operating transfers - out	<u>0</u>	<u>(187,819)</u>	<u>(187,819)</u>
Excess of revenues over (under) expenses and operating transfers	179,623	(8,195)	(187,818)
Fund equity at beginning of year	(51,422)	(51,422)	0
Prior year encumbrances appropriated	<u>55,117</u>	<u>55,117</u>	<u>0</u>
Fund equity (deficit) at end of year	<u><u>\$ 183,318</u></u>	<u><u>(4,500)</u></u>	<u><u>(187,818)</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenses, and Changes in Fund Equity  
 Budget and Actual (Budget Basis)  
 Internal Service - Workers' Compensation Insurance  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	<u>\$ 4,326</u>	<u>4,326</u>	<u>0</u>
Total revenues	<u>4,326</u>	<u>4,326</u>	<u>0</u>
Expenses:			
Claims	<u>920,000</u>	<u>529,557</u>	<u>390,443</u>
Total expenses	<u>920,000</u>	<u>529,557</u>	<u>390,443</u>
Excess of revenues over (under) expenses	(915,674)	(525,231)	390,443
Fund equity at beginning of year	1,002,981	1,002,981	0
Prior year encumbrances appropriated	<u>250</u>	<u>250</u>	<u>0</u>
Fund equity at end of year	<u><u>\$ 87,557</u></u>	<u><u>478,000</u></u>	<u><u>390,443</u></u>

City of Parma, Ohio  
Schedule of Revenues,  
Expenses, and Changes in Fund Equity  
Budget and Actual (Budget Basis)  
Total - All Internal Service Funds  
For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Charges for services	\$ 3,447,614	2,907,791	(539,823)
Interest	<u>30,000</u>	<u>61,443</u>	<u>31,443</u>
Total revenues	<u>3,477,614</u>	<u>2,969,234</u>	<u>(508,380)</u>
Expenses:			
Personal services	134,679	95,113	39,566
Contractual services	142,652	142,497	155
Materials and supplies	470	227	243
Capital outlay	250	0	250
Claims	<u>4,273,065</u>	<u>3,855,084</u>	<u>417,981</u>
Total expenses	<u>4,551,116</u>	<u>4,092,921</u>	<u>458,195</u>
Excess of revenues over (under) expenses	(1,073,502)	(1,123,687)	(50,185)
Advances - In	0	508,380	508,380
Operating transfers - in	250,000	250,000	0
Operating transfers - out	<u>0</u>	<u>(187,819)</u>	<u>(187,819)</u>
Excess of revenues over (under) expenses and operating transfers	(823,502)	(553,126)	270,376
Fund equity at beginning of year	1,914,054	1,914,054	0
Prior year encumbrances appropriated	<u>57,118</u>	<u>57,118</u>	<u>0</u>
Fund equity at end of year	<u>\$ 1,147,670</u>	<u>1,418,046</u>	<u>270,376</u>

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## CITY OF PARMA, OHIO

### EXPENDABLE TRUST AND AGENCY FUNDS

EXPENDABLE TRUST FUNDS ARE ESTABLISHED TO ACCOUNT FOR MONIES HELD BY THE CITY IN A TRUSTEE CAPACITY

Recreation	To account for fees and donations for recreational activities.
Curb Cutting	To account for driveway curb cutting fees.
Tree Planting	To account for tree planting fees.
Vista Ridge	To account for concrete repair fees in the Vista Ridge Subdivision.

AGENCY FUNDS ARE ESTABLISHED TO ACCOUNT FOR ASSETS RECEIVED AND HELD BY THE CITY ACTING IN THE CAPACITY OF AN AGENT OR CUSTODIAN

Municipal Court	To account for funds received and disbursed by the Parma Municipal Court System.
North Royalton Sewer	To account for City residents' usage of the North Royalton Sewer System.
Sales Tax	To account for sales tax collected by the City at parks and recreational facilities.
Child Abuse	To account for fees collected by the City on birth and death certificates.
Other Agencies	To account for all miscellaneous assets held by the City for other funds, governmental units, or individuals.

City of Parma, Ohio  
 Combining Balance Sheet  
 All Expendable Trust and Agency Funds  
 December 31, 2000

	<u>Recreation</u>	<u>Curb Cutting</u>	<u>Tree Planting</u>
<b>Assets</b>			
Equity in pooled cash and cash equivalents	\$ 25,526	7,673	3,374
Cash and cash equivalents in segregated accounts	0	0	0
Cash and cash equivalents with fiscal and escrow agents	0	0	0
Due from other governments	<u>0</u>	<u>0</u>	<u>0</u>
 Total assets	 <u>\$ 25,526</u>	 <u>7,673</u>	 <u>3,374</u>
 <b>Liabilities</b>			
Accounts payable	\$ 0	400	0
Interfund payable	0	0	0
Due to other funds	0	0	0
Due to other governments	0	0	0
Deposits held and due to others	<u>0</u>	<u>0</u>	<u>0</u>
 Total liabilities	 <u>0</u>	 <u>400</u>	 <u>0</u>
 <b>Fund Equity</b>			
Fund Balance:			
Reserved for encumbrances	0	0	0
Unreserved, undesignated	<u>25,526</u>	<u>7,273</u>	<u>3,374</u>
 Total fund equity	 <u>25,526</u>	 <u>7,273</u>	 <u>3,374</u>
 Total liabilities and fund equity	 <u>\$ 25,526</u>	 <u>7,673</u>	 <u>3,374</u>



<u>Vista Ridge</u>	<u>Total Agency Funds</u>	<u>Totals</u>
27,568	444,226	508,367
0	12,522	12,522
0	26,047	26,047
<u>0</u>	<u>290,789</u>	<u>290,789</u>
<u>27,568</u>	<u>773,584</u>	<u>837,725</u>

0	0	400
0	0	0
0	290,789	290,789
0	14,315	14,315
<u>0</u>	<u>468,480</u>	<u>468,480</u>
<u>0</u>	<u>773,584</u>	<u>773,984</u>

0	0	0
<u>27,568</u>	<u>0</u>	<u>63,741</u>
<u>27,568</u>	<u>0</u>	<u>63,741</u>
<u>27,568</u>	<u>773,584</u>	<u>837,725</u>

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

	<u>Recreation</u>	<u>Curb Cutting</u>	<u>Tree Planting</u>	<u>Vista Ridge</u>	<u>Totals</u>
Revenues:					
Charges for services	\$ 19,600	1,300	1,100	0	22,000
Total revenues	<u>19,600</u>	<u>1,300</u>	<u>1,100</u>	<u>0</u>	<u>22,000</u>
Expenditures:					
Current:					
General government	0	2,900	0	0	2,900
Community environment	0	0	0	0	0
Leisure time activities	<u>25,025</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>25,025</u>
Total expenditures	<u>25,025</u>	<u>2,900</u>	<u>0</u>	<u>0</u>	<u>27,925</u>
Excess of revenues over (under) expenditures	<u>(5,425)</u>	<u>(1,600)</u>	<u>1,100</u>	<u>0</u>	<u>(5,925)</u>
Other Financing Sources (Uses):					
Operating transfers - in	707	0	0	0	707
Operating transfers - out	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total other sources (uses)	<u>707</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>707</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(4,718)	(1,600)	1,100	0	(5,218)
Fund balances at beginning of year	<u>30,244</u>	<u>8,873</u>	<u>2,274</u>	<u>27,568</u>	<u>68,959</u>
Fund balances at end of year	<u>\$ 25,526</u>	<u>7,273</u>	<u>3,374</u>	<u>27,568</u>	<u>63,741</u>

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

	Balance 1/1/00	Additions	Reductions	Balance 12/31/00
<b>Municipal Court</b>				
<b>Assets</b>				
Cash and cash equivalents with fiscal and escrow agents	\$ 222,704	2,339,092	2,535,749	26,047
Due from other governments	<u>202,772</u>	<u>290,789</u>	<u>202,772</u>	<u>290,789</u>
Total assets	<u>\$ 425,476</u>	<u>2,629,881</u>	<u>2,738,521</u>	<u>316,836</u>
<b>Liabilities</b>				
Due to other funds	\$ 202,772	290,789	202,772	290,789
Deposits held and due to others	<u>222,704</u>	<u>0</u>	<u>196,657</u>	<u>26,047</u>
Total liabilities	<u>\$ 425,476</u>	<u>290,789</u>	<u>399,429</u>	<u>316,836</u>
<b>North Royalton Sewer</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 7,572	<u>0</u>	<u>0</u>	<u>7,572</u>
Total assets	<u>\$ 7,572</u>	<u>0</u>	<u>0</u>	<u>7,572</u>
<b>Liabilities</b>				
Due to other governments	\$ 7,572	<u>0</u>	<u>0</u>	<u>7,572</u>
Total liabilities	<u>\$ 7,572</u>	<u>0</u>	<u>0</u>	<u>7,572</u> (continued)

City of Parma, Ohio  
 Combining Statement of Changes in Assets and Liabilities  
 All Agency Funds - continued  
 For the Year Ended December 31, 2000

	Balance 1/1/00	Additions	Reductions	Balance 12/31/00
<b>Sales Tax</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 1,518	40,601	37,544	4,575
Total assets	<u>\$ 1,518</u>	<u>40,601</u>	<u>37,544</u>	<u>4,575</u>
<b>Liabilities</b>				
Due to other governments	\$ 112	40,601	36,138	4,575
Deposits held and due to others	1,406	0	1,406	0
Total liabilities	<u>\$ 1,518</u>	<u>40,601</u>	<u>37,544</u>	<u>4,575</u>
<b>Child Abuse</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 2,003	26,206	26,041	2,168
Total assets	<u>\$ 2,003</u>	<u>26,206</u>	<u>26,041</u>	<u>2,168</u>
<b>Liabilities</b>				
Due to other governments	\$ 2,003	26,206	26,041	2,168
Total liabilities	<u>\$ 2,003</u>	<u>26,206</u>	<u>26,041</u>	<u>2,168</u> (continued)

City of Parma, Ohio  
Combining Statement of Changes in Assets and Liabilities  
All Agency Funds - continued  
For the Year Ended December 31, 2000

	Balance 1/1/00	Additions	Reductions	Balance 12/31/00
<b>Other Agencies</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 511,030	275,734	356,853	429,911
Cash and cash equivalents in segregated accounts	<u>11,117</u>	<u>1,487</u>	<u>82</u>	<u>12,522</u>
Total assets	<u>\$ 522,147</u>	<u>277,221</u>	<u>356,935</u>	<u>442,433</u>
<b>Liabilities</b>				
Deposits held and due to others	<u>\$ 522,147</u>	<u>277,221</u>	<u>356,935</u>	<u>442,433</u>
Total liabilities	<u>\$ 522,147</u>	<u>277,221</u>	<u>356,935</u>	<u>442,433</u>
<b>Total - All Agency Funds</b>				
<b>Assets</b>				
Equity in pooled cash and cash equivalents	\$ 522,123	342,541	420,438	444,226
Cash and cash equivalents in segregated accounts	11,117	1,487	82	12,522
Cash and cash equivalents with fiscal and escrow agents	222,704	2,339,092	2,535,749	26,047
Due from other governments	<u>202,772</u>	<u>290,789</u>	<u>202,772</u>	<u>290,789</u>
Total assets	<u>\$ 958,716</u>	<u>2,973,909</u>	<u>3,159,041</u>	<u>773,584</u>
<b>Liabilities</b>				
Due to other funds	\$ 202,772	290,789	202,772	290,789
Due to other governments	9,687	66,807	62,179	14,315
Deposits held and due to others	<u>746,257</u>	<u>277,221</u>	<u>554,998</u>	<u>468,480</u>
Total liabilities	<u>\$ 958,716</u>	<u>634,817</u>	<u>819,949</u>	<u>773,584</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Expendable Trust - Recreation  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	<u>\$ 23,900</u>	<u>19,600</u>	<u>(4,300)</u>
Total revenues	<u>23,900</u>	<u>19,600</u>	<u>(4,300)</u>
Expenditures:			
Current:			
Leisure time activities			
All other expenditures	<u>31,000</u>	<u>25,025</u>	<u>5,975</u>
Total expenditures	<u>31,000</u>	<u>25,025</u>	<u>5,975</u>
Excess of revenues over (under) expenditures	(7,100)	(5,425)	1,675
Other financing sources (uses):			
Operating transfers - in	<u>0</u>	<u>707</u>	<u>707</u>
Total other financing sources (uses)	<u>0</u>	<u>707</u>	<u>707</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(7,100)	(4,718)	2,382
Fund balance at beginning of year	28,586	28,586	0
Prior year encumbrances appropriated	<u>1,658</u>	<u>1,658</u>	<u>0</u>
Fund balance at end of year	<u>\$ 23,144</u>	<u>25,526</u>	<u>2,382</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Expendable Trust - Curb Cutting  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 1,300	1,300	0
Total revenues	<u>1,300</u>	<u>1,300</u>	<u>0</u>
Expenditures:			
Current:			
General government			
All other expenditures	2,500	2,500	0
Total expenditures	<u>2,500</u>	<u>2,500</u>	<u>0</u>
Excess of revenues over (under) expenditures	(1,200)	(1,200)	0
Fund balance at beginning of year	8,673	8,673	
Prior year encumbrances appropriated	<u>200</u>	<u>200</u>	<u>0</u>
Fund balance at end of year	<u>\$ 7,673</u>	<u>7,673</u>	<u>0</u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Expendable Trust - Tree Planting  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 1,100	1,100	0
Total revenues	<u>1,100</u>	<u>1,100</u>	<u>0</u>
Expenditures:			
Current:			
General government			
All other expenditures	2,300	0	2,300
Total expenditures	<u>2,300</u>	<u>0</u>	<u>2,300</u>
Excess of revenues over (under) expenditures	(1,200)	1,100	2,300
Fund balance at beginning of year	<u>2,274</u>	<u>2,274</u>	<u>0</u>
Fund balance at end of year	<u>\$ 1,074</u>	<u>3,374</u>	<u>2,300</u>



City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balance  
 Budget and Actual (Budget Basis)  
 Expendable Trust - Vista Ridge  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	<u>\$ 0</u>	<u>0</u>	<u>0</u>
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures:			
Current:			
General government			
All other expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Other financing sources (uses):			
Operating transfers - out	<u>0</u>	<u>0</u>	<u>0</u>
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	0	0
Fund balance at beginning of year	<u>27,568</u>	<u>27,568</u>	<u>0</u>
Fund balance at end of year	<u><u>\$ 27,568</u></u>	<u><u>27,568</u></u>	<u><u>0</u></u>

City of Parma, Ohio  
 Schedule of Revenues,  
 Expenditures, and Changes in Fund Balances  
 Budget and Actual (Budget Basis)  
 Total - All Expendable Trust Funds  
 For the Year Ended December 31, 2000

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Charges for services	\$ 26,300	22,000	(4,300)
Total revenues	<u>26,300</u>	<u>22,000</u>	<u>(4,300)</u>
Expenditures:			
Current:			
General government			
All other expenditures	4,800	2,500	2,300
Total general government	<u>4,800</u>	<u>2,500</u>	<u>2,300</u>
Leisure time activities			
All other expenditures	31,000	25,025	5,975
Total leisure time activities	<u>31,000</u>	<u>25,025</u>	<u>5,975</u>
Total expenditures	<u>35,800</u>	<u>27,525</u>	<u>8,275</u>
Excess of revenues over (under) expenditures	<u>(9,500)</u>	<u>(5,525)</u>	<u>3,975</u>
Other financing sources (uses):			
Operating transfers - in	0	707	707
Total other financing sources (uses)	<u>0</u>	<u>707</u>	<u>707</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(9,500)	(4,818)	4,682
Fund balances at beginning of year	67,101	67,101	0
Prior year encumbrances appropriated	<u>1,858</u>	<u>1,858</u>	<u>0</u>
Fund balances at end of year	<u>\$ 59,459</u>	<u>64,141</u>	<u>4,682</u>

## **CITY OF PARMA, OHIO**

### GENERAL FIXED ASSETS ACCOUNT GROUP

THIS ACCOUNT GROUP IS USED TO PRESENT THE GENERAL FIXED ASSETS OF THE CITY UTILIZED IN ITS GENERAL OPERATIONS, EXCLUSIVE OF THOSE USED IN ENTERPRISE AND INTERNAL SERVICE FUNDS. GENERAL FIXED ASSETS INCLUDE LAND, BUILDINGS, EQUIPMENT AND THE VEHICLES OWNED BY THE CITY.

City of Parma, Ohio  
Schedule of General Fixed Assets  
By Function and Activity  
December 31, 2000

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Vehicles</u>
<b>Security of persons and property</b>					
Police law enforcement	\$ 2,039,094	39,500	317,963	274,518	1,407,113
Fire prevention	4,333,917	58,116	962,405	469,942	2,843,454
Communication center	672,786	0	0	654,765	18,021
Sign shop	<u>120,452</u>	<u>0</u>	<u>0</u>	<u>56,648</u>	<u>63,804</u>
Total security of persons and property	<u>7,166,249</u>	<u>97,616</u>	<u>1,280,368</u>	<u>1,455,873</u>	<u>4,332,392</u>
<b>Leisure time activities</b>					
Parks and recreation	7,163,425	1,355,250	5,089,578	496,202	222,395
Skating rink	1,693,697	49,360	1,428,980	197,361	17,996
Swimming pools	835,848	7,000	822,653	6,195	0
Library	572,748	3,423	569,325	0	0
Sixty plus	<u>316,002</u>	<u>0</u>	<u>0</u>	<u>49,438</u>	<u>266,564</u>
Total leisure time activities	<u>10,581,720</u>	<u>1,415,033</u>	<u>7,910,536</u>	<u>749,196</u>	<u>506,955</u>
<b>Community environment</b>					
Planning and development grants	<u>3,375,556</u>	<u>344,880</u>	<u>2,986,723</u>	<u>10,732</u>	<u>33,221</u>
<b>Basic utility services</b>					
Sanitary sewers	<u>441,686</u>	<u>0</u>	<u>0</u>	<u>106,969</u>	<u>334,717</u>
<b>Transportation</b>					
Street department	<u>7,337,660</u>	<u>343,896</u>	<u>3,242,088</u>	<u>1,367,791</u>	<u>2,383,885</u>
<b>General government</b>					
Executive	35,283	0	0	12,966	22,317
Auditor	18,375	0	0	18,375	0
Municipal court	277,576	0	59,500	184,855	33,221
Council	38,240	0	0	22,168	16,072
City engineer	40,079	0	0	6,027	34,052
Law department	25,541	0	0	25,541	0
Civil service	6,848	0	0	6,848	0
Purchasing	11,129	0	0	11,129	0
Treasurer	17,186	0	0	17,186	0
Building inspection	153,961	0	0	11,928	142,033
Data processing	474,738	0	0	474,738	0
Lands and buildings	663,422	10,011	653,411	0	0
Service	28,232	0	0	5,017	23,215
Safety	11,043	0	0	4,854	6,189
Justice center	<u>14,526,692</u>	<u>0</u>	<u>13,852,305</u>	<u>673,204</u>	<u>1,183</u>
Total general government	<u>16,328,345</u>	<u>10,011</u>	<u>14,565,216</u>	<u>1,474,836</u>	<u>278,282</u>
Total general fixed assets	<u>\$ 45,231,216</u>	<u>2,211,436</u>	<u>29,984,931</u>	<u>5,165,397</u>	<u>7,869,452</u>

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

	General Fixed Assets January 1, 2000	Additions	Deductions	Transfers	General Fixed Assets December 31, 2000
Security of persons and property					
Police law enforcement	\$ 1,936,967	228,310	126,183	0	2,039,094
Fire prevention	4,324,845	22,992	13,920	0	4,333,917
Communication center	672,786	0	0	0	672,786
Sign shop	120,452	0	0	0	120,452
<b>Total security of persons and property</b>	<b>7,055,050</b>	<b>251,302</b>	<b>140,103</b>	<b>0</b>	<b>7,166,249</b>
Leisure time activities					
Parks and recreation	7,011,168	157,274	5,017	0	7,163,425
Skating rink	1,695,757	0	20,056	17,996	1,693,697
Swimming pools	835,848	0	0	0	835,848
Library	572,748	0	0	0	572,748
Sixty plus	239,084	76,918	0	0	316,002
<b>Total leisure time activities</b>	<b>10,354,605</b>	<b>234,192</b>	<b>25,073</b>	<b>17,996</b>	<b>10,581,720</b>
Community environment					
Planning and development grants	3,375,556	0	0	0	3,375,556
Basic utility services					
Sanitary sewers	441,686	0	0	0	441,686
Transportation					
Street department	7,167,397	432,139	243,880	(17,996)	7,337,660
General government					
Executive	46,066	0	10,783	0	35,283
Auditor	25,325	0	6,950	0	18,375
Municipal court	324,858	0	47,282	0	277,576
Council	38,240	0	0	0	38,240
City Engineer	40,079	0	0	0	40,079
Law department	19,736	5,805	0	0	25,541
Civil service	5,178	1,670	0	0	6,848
Purchasing	12,854	0	1,725	0	11,129
Treasurer	39,277	1,729	23,820	0	17,186
Building inspection	154,241	1,290	1,570	0	153,961
Data processing	474,738	0	0	0	474,738
Lands and buildings	663,422	0	0	0	663,422
Service	28,232	0	0	0	28,232
Safety	27,099	0	16,056	0	11,043
Justice center	412,288	14,114,404	0	0	14,526,692
<b>Total general government</b>	<b>2,311,633</b>	<b>14,124,898</b>	<b>108,186</b>	<b>0</b>	<b>16,328,345</b>
Construction work-in-progress					
Justice center	13,852,305	0	13,852,305	0	0
<b>Total all functions</b>	<b>\$ 44,558,232</b>	<b>15,042,531</b>	<b>14,369,547</b>	<b>0</b>	<b>45,231,216</b>

City of Parma, Ohio  
 Schedule of General Fixed Assets by Source  
 December 31, 2000

General fixed assets	
Land	\$ 2,211,436
Buildings	29,984,931
Equipment	5,165,397
Vehicles	<u>7,869,452</u>
Total general fixed assets	<u>\$ 45,231,216</u>

Investment in general fixed assets from:

General fixed assets accumulated prior to December 31, 1984	\$ 18,138,387
Federal grants	1,966,647
State shared revenues	67,179
Other special revenues	1,566,044
General fund revenues	11,419,933
Tax levy	2,958,236
Income tax	5,535,871
State grants	3,223,227
Court fines	<u>355,692</u>
Total investment in general fixed assets	<u>\$ 45,231,216</u>

# **STATISTICAL SECTION**

City of Parma, Ohio  
 General Governmental and Expendable Trust Fund  
 Revenues by Source and Expenditures by Function  
 Last Ten Years

	1991	1992	1993	1994
<b>Revenues by Source</b>				
Municipal Income Taxes	\$ 17,676,847	\$ 18,094,239	\$ 18,285,878	\$ 19,058,830
Property and Other Taxes	3,955,304	3,946,569	4,213,602	4,224,773
Charges for Services	418,654	481,348	623,974	707,963
Forfeitures, Licenses, Permits, and Fines	2,154,437	2,568,369	3,546,957	3,092,291
Intergovernmental	8,175,727	9,123,116	9,305,204	9,780,264
Donations	0	0	0	0
Rents	0	0	0	0
Special Assessments	0	0	801,926	790,866
Interest	430,404	187,197	255,923	192,368
Other	795,529	508,446	280,556	311,098
	<u>\$ 33,606,902</u>	<u>\$ 34,909,284</u>	<u>\$ 37,314,020</u>	<u>\$ 38,158,453</u>
<b>Expenditures by Function</b>				
General Government	\$ 9,041,477	\$ 10,342,899	\$ 9,587,027	\$ 9,070,996
Security of Persons and Property	12,372,027	11,588,318	13,830,857	14,223,893
Public Health and Welfare	177,692	206,854	195,085	195,085
Transportation	3,391,976	2,952,550	3,450,865	3,309,572
Community Environment	2,097,165	2,224,943	2,640,853	2,426,394
Basic Utility Services	1,409,436	1,666,220	1,458,147	1,595,596
Leisure Time Activities	1,795,815	1,684,445	1,789,401	1,804,349
Capital Outlay	5,306,968	2,633,031	3,409,767	3,690,037
Principal Payments	417,115	355,757	1,582,223	1,599,564
Interest and Fiscal Charges	906,338	825,678	721,687	608,975
	<u>\$ 36,916,009</u>	<u>\$ 34,480,695</u>	<u>\$ 38,665,912</u>	<u>\$ 38,524,461</u>

Note: Revenues by Source excludes special assessments for 1993 and prior

Source: City of Parma Auditor



TABLE 1

<u>1995</u>	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>
\$ 19,831,583	\$ 20,620,964	\$ 21,573,446	\$ 21,279,922	\$ 22,051,813	\$ 23,183,837
7,964,238	8,073,906	7,933,014	8,495,686	8,309,024	8,316,012
1,101,224	894,040	860,725	1,063,691	1,042,692	858,609
2,784,862	3,405,391	3,974,877	4,165,173	4,458,906	4,385,362
10,763,483	11,754,407	11,215,610	13,923,613	13,562,921	14,913,806
12,630	67,728	142,156	177,246	184,906	178,022
55,000	95,171	151,122	523,339	790,300	499,236
791,622	785,270	824,970	823,555	1,037,092	814,933
435,202	421,593	579,962	1,240,104	845,349	671,924
353,840	532,748	676,482	707,717	691,220	505,055
<u>\$ 44,093,684</u>	<u>\$ 46,651,218</u>	<u>\$ 47,932,364</u>	<u>\$ 52,400,046</u>	<u>\$ 52,974,223</u>	<u>\$ 54,326,796</u>
\$ 9,259,738	\$ 10,056,067	\$ 9,959,544	\$ 10,297,285	\$ 11,022,736	\$ 16,567,938
15,845,782	16,529,852	16,909,239	18,461,366	20,037,119	21,935,156
214,417	214,417	226,720	226,720	241,659	241,659
3,679,481	3,765,828	4,055,267	4,224,565	4,878,718	5,014,943
3,060,594	3,183,735	2,750,376	3,686,966	3,768,077	4,339,340
1,687,924	1,681,640	1,635,750	1,638,030	1,634,870	1,480,182
1,810,819	2,088,257	2,272,456	2,679,439	2,779,139	2,966,713
5,114,118	6,807,047	9,273,982	12,944,156	16,823,542	4,618,700
2,044,745	2,478,561	1,732,117	1,797,003	1,741,396	1,905,418
754,154	636,653	797,293	1,361,419	1,631,433	1,327,207
<u>\$ 43,471,772</u>	<u>\$ 47,442,057</u>	<u>\$ 49,612,744</u>	<u>\$ 57,316,949</u>	<u>\$ 64,558,689</u>	<u>\$ 60,397,256</u>

City of Parma, Ohio  
Property Tax Levies and Collections  
Real and Public Utility Property Only  
Last Ten Years

TABLE 2

Collection Year	Current (1) Levy	Delinquent Levy	Total Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
1991	\$ 3,737,940	\$ 103,649	\$ 3,841,589	\$ 3,679,201	98.43%	\$ 36,104	\$ 3,715,305	96.71%	\$ 123,422	3.21%
1992	4,271,806	129,394	4,401,200	4,181,537	97.89	35,792	4,217,329	95.82	158,527	3.60
1993	4,272,554	189,009	4,461,563	4,185,764	97.97	32,500	4,218,264	94.55	190,705	4.27
1994	4,284,629	205,339	4,489,968	4,209,317	98.24	58,031	4,267,348	95.04	200,855	4.47
1995	8,050,453	222,932	8,273,385	7,906,530	98.21	34,970	7,941,500	95.99	272,312	3.29
1996	8,119,751	415,394	8,535,145	7,983,887	98.33	63,922	8,047,809	94.29	453,530	5.31
1997	8,182,168	433,883	8,616,051	8,001,051	97.79	84,606	8,085,657	93.84	230,885	2.68
1998	8,465,814	263,271	8,729,085	8,276,450	97.76	159,270	8,435,720	96.64	230,793	2.64
1999	8,493,277	244,651	8,737,928	8,332,005	98.10	141,293	8,473,298	96.97	221,740	2.54
2000	8,748,807	247,327	8,996,134	8,370,833	95.68	182,844	8,553,677	95.08	217,248	2.41

(1) Includes state reimbursements of homestead and rollback exemptions which have been reclassified as intergovernmental revenue on the financial statements.

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
Property Tax Levies and Collections  
Tangible Personal Property Only  
Last Ten Years

TABLE 3

Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes to Total Tax Levy
1991	\$ 418,909	\$ 90,498	\$ 509,407	\$ 411,987	98.35%	\$ 14,488	\$ 426,475	83.72%	\$ 83,421	16.38%
1992	423,443	131,660	555,103	413,649	97.69	53,988	467,637	84.24	89,289	16.09
1993	397,666	127,370	525,036	389,707	98.00	16,437	406,144	77.36	117,689	22.42
1994	399,921	127,400	527,321	394,511	98.65	10,698	405,209	76.84	117,653	22.31
1995	693,712	133,322	827,034	687,862	99.16	3,967	691,829	83.65	136,083	16.45
1996	706,680	220,151	926,831	690,305	97.68	10,226	700,531	75.58	234,047	25.25
1997	763,601	219,070	982,671	758,327	99.31	5,274	763,601	77.71	171,718	17.47
1998	764,415	150,019	914,434	758,510	99.23	92,891	851,401	93.11	66,864	7.31
1999	751,053	47,987	799,040	745,885	99.31	28,804	774,689	96.95	36,939	4.62
2000	732,866	69,594	802,460	717,049	97.84	25,719	742,768	92.56	100,850	12.57

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
Assessed and Estimated Actual Value  
of Taxable Property  
Last Ten Years

TABLE 4

Collection Year	Real (1) Property Assessed Value	Tangible(2) Personal Property Assessed Value	Public (3) Utility Property Assessed Value	Total Assessed Value	Total Estimated Actual Value
1991	\$ 849,089,450	\$ 115,761,945	\$ 55,662,350	\$1,020,513,745	\$ 2,952,270,307
1992	1,019,241,860	96,051,327	59,470,330	1,174,763,517	3,363,904,828
1993	1,016,999,270	99,306,850	58,933,580	1,175,239,700	3,369,909,577
1994	1,021,445,100	96,991,645	60,812,340	1,179,249,085	3,375,486,083
1995	1,189,574,230	97,541,968	61,716,800	1,348,832,998	3,859,084,113
1996	1,178,867,320	97,706,074	58,724,750	1,335,298,144	3,825,749,309
1997	1,190,583,720	99,532,467	56,239,790	1,346,355,977	3,863,706,491
1998	1,294,832,320	107,549,471	54,508,290	1,456,890,081	4,191,660,037
1999	1,293,615,940	105,782,201	51,009,030	1,450,407,171	4,177,139,154
2000	1,443,750,410	103,368,494	45,730,120	1,592,849,024	4,590,441,192

(1) The assessed valuation level for real property in Cuyahoga County is 35% of market value, except for certain agricultural land.

(2) The percentage used to determine taxable value of personal property and inventory was 25%.

(3) In the case of public utilities, real property is assessed at 35% of true (market) value and personal property is assessed at 88% of true value.

Source: Cuyahoga County Auditor

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

TABLE 5

Tax Year	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
<b>CITY OF PARMA</b>										
General Fund	\$ 2.80	\$ 2.56	\$ 2.56	\$ 2.56	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Fire Levy	0.00	0.00	0.00	0.00	1.50	1.50	1.50	1.50	1.50	1.50
Police Levy	0.00	0.00	0.00	0.00	1.50	1.50	1.50	1.50	1.50	1.50
Police Pension	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Fire Pension	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Paramedic Levy	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50	0.50
Bond Retirement	0.30	0.44	0.44	0.44	0.20	0.20	0.20	0.20	0.20	0.10
	4.20	4.10	4.10	4.10	7.10	7.10	7.10	7.10	7.10	7.00
<b>PARMA CITY SCHOOL DISTRICT</b>	53.50	51.70	51.70	51.70	54.10	54.20	54.20	53.40	53.30	60.20
<b>CUYAHOGA COUNTY</b>										
General Operating	0.85	0.92	1.04	1.04	0.96	0.82	0.82	1.00	0.87	0.93
Health and Welfare	4.40	4.40	4.40	4.40	4.40	4.40	4.40	3.10	3.10	3.10
Health and Human Services	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
Mental Retardation	3.20	3.20	3.20	3.20	3.20	3.00	3.00	3.00	3.00	3.90
Bond Retirement	0.87	0.80	0.68	0.68	0.76	0.90	0.90	0.72	0.85	0.79
Metroparks	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55	1.55
County Library	1.00	1.00	1.00	1.00	1.40	1.40	1.40	1.40	1.40	1.40
Cuyahoga County Community College	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80	2.80
Port Authority	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13	0.13
	17.80	17.80	17.80	17.80	18.20	18.00	18.00	16.70	16.70	17.60
<b>TOTAL LEVY</b>	\$ 75.50	\$ 73.60	\$ 73.60	\$ 73.60	\$ 79.40	\$ 79.30	\$ 79.30	\$ 77.20	\$ 77.10	\$ 84.80

Source: Cuyahoga County Auditor

City of Parma, Ohio  
Special Assessment Collections  
Last Ten Years

TABLE 6

Collection Year	Street Lighting Assessments	Street Lighting Collections	Noxious Weeds Assessments	Noxious Weeds Collections	Other Assessments	Other Collections	Total Assessments	Total Collections	Ratio of Total Collections to Total Assessments
1991	\$ 706,122	\$ 699,852	\$ 15,807	\$ 15,028	\$ 99,315	\$ 98,129	\$ 821,244	\$ 813,009	99.00%
1992	709,894	708,018	0	87	103,885	103,885	813,779	811,990	99.78
1993	715,791	715,163	24,453	21,054	62,376	65,709	802,620	801,926	99.91
1994	715,791	723,956	6,408	5,840	62,376	61,020	784,575	790,816	100.80
1995	726,297	726,521	3,449	4,449	62,376	60,652	792,122	791,622	99.94
1996	718,896	725,735	9,445	9,688	52,069	49,847	780,410	785,270	100.62
1997	719,825	756,506	0	1,260	58,038	50,921	777,863	808,687	103.96
1998	784,266	762,552	0	4,056	65,812	56,947	850,078	823,555	96.88
1999	784,266	782,656	0	1,572	65,812	61,840	850,078	846,068	99.53
2000	738,150	748,618	3,026	3,203	73,035	65,695	814,211	817,516	100.41

Collections include only those amounts collected by the County.

Collections include both current year and delinquent amounts.

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
 Ratio of Net General Bonded Debt  
 To Assessed Value and Net Bonded Debt Per Capita  
 Last Ten Years

TABLE 7

Year	Population (1)	Assessed Value (2)	Gross General Bonded Debt (3)	Balance in Debt Service Fund	Net General Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1991	87,876	\$1,020,513,745	\$ 9,325,000	\$ 323,374	\$ 9,001,626	0.88%	\$ 102.44
1992	87,876	1,174,763,517	8,255,000	376,212	7,878,788	0.67	89.66
1993	87,876	1,175,239,700	7,180,000	607,784	6,572,216	0.56	74.79
1994	87,876	1,179,249,085	6,100,000	702,109	5,397,891	0.46	61.43
1995	87,876	1,348,832,998	7,880,700	700,109	7,180,591	0.53	81.71
1996	87,876	1,335,298,144	6,617,589	154,147	6,463,442	0.48	73.55
1997	87,876	1,346,355,977	6,173,118	214,000	5,959,118	0.44	67.81
1998	87,876	1,456,890,081	17,712,182	698,065	17,014,117	1.17	193.62
1999	83,347	1,450,407,171	18,844,992	785,939	18,059,053	1.25	216.67
2000	85,655	1,592,849,024	17,970,083	778,071	17,192,012	1.08	200.71

Sources:

(1) 1990-1999 U.S. Census Bureau

(2) Cuyahoga County Auditor

(3) Does not include Internal Service Funds.

City of Parma, Ohio  
 Computation of Legal Debt Margin  
 December 31, 2000

TABLE 8

<b>City Debt Outstanding</b>	
Voted Bonds	\$ 130,000
Unvoted Bonds	17,840,083
Special Assessment Bonds	2,709,903
Internal Service Fund Bonds	1,834,812
Notes Issued in Anticipation of Long Term Bond Financing	240,000
OPWC Loans	3,021,570
OWDA Loans	<u>4,689,946</u>
<b>Total of all City Debt Outstanding</b>	<b>\$ 30,466,314</b>
<b>Debt Exempt from Calculation</b>	
OPWC Loans	3,021,570
Special Assessments Bonds	
Commerce Parkway West	80,000
Hollenbeck Lake	8,000
Ridgewood Waterline	112,000
Breuning Drive	191,557
2000 Street Improvement Bonds	2,255,000
Burden Drive Sanitary Sewer	<u>63,346</u>
<b>Total Exempt Debt</b>	<u>5,731,473</u>
Total Debt (Voted and Unvoted) Subject to 10.5% Debt Limitation	24,734,841
Less Applicable Debt Service Fund Balance	<u>778,071</u>
<b>Net Indebtedness Subject to 10.5% Limitation</b>	<b><u>\$ 23,956,770</u></b>
Total Debt (Unvoted) Subject to 5.5% Debt Limitation	\$ 18,080,083
Less Applicable Debt Service Fund Balance	<u>778,071</u>
<b>Net Indebtedness Subject to 5.5% Limitation</b>	<b><u>17,302,012</u></b>
<b>Assessed Valuation of City</b>	<b>\$ 1,592,849,024</b>
10.5% of Valuation (Maximum Voted and Unvoted General Obligation Debt Allowed)	167,249,148
Total Debt Outstanding Subject to 10.5% Debt Limitation	<u>23,956,770</u>
<b>Overall 10.5% Margin</b>	<b><u>\$ 143,292,378</u></b>
5.5% of Valuation (Maximum Unvoted General Obligation Debt Allowed)	87,606,696
Total Debt Outstanding Subject to 5.5% Debt Limitation	<u>17,302,012</u>
<b>Unvoted 5.5% Margin</b>	<b><u>\$ 70,304,684</u></b>

Statement of Direct Debt based on Chapter 133, the Uniform Public Securities Law of the Ohio Revised Code.



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

TABLE 9

	<u>Assessed (1) Valuation</u>	<u>General (1) Tax Supported Bonds</u>	<u>Percent (2) Applicable to City</u>	<u>City's Share</u>
City of Parma	\$ 1,592,849,024	\$ 22,499,895	100.00%	\$ 22,499,895
Parma School District	2,233,614,043	2,825,000	71.31	2,014,507
Cuyahoga County	28,572,249,794	231,044,636	5.57	12,869,186
Greater Cleveland RTA	28,572,249,794	98,030,000	5.57	<u>5,460,271</u>
				<u><u>\$ 42,843,860</u></u>

(1) Cuyahoga County Auditor - Does not include balances in debt service funds

(2) Determined by dividing the assessed valuation of the political subdivision located within the boundaries of the City by the total assessed valuation of the subdivision.

City of Parma, Ohio  
Ratio of Annual Debt Service for General Bonded  
Debt to Total General Governmental Expenditures  
Last Ten Years

TABLE 10

Year	Principal Debt Service	Interest Debt Service	Gross Total Debt Service	General Governmental Expenditures (1)	Ratio of General Bonded Debt Service to General Governmental Expenditures
1991	\$ 980,000	\$ 789,986	\$ 1,769,986	\$ 36,916,009	4.79%
1992	1,070,000	711,504	1,781,504	34,480,695	5.17
1993	1,112,000	622,086	1,734,086	38,665,912	4.48
1994	1,117,000	548,359	1,665,359	38,526,461	4.32
1995	1,155,000	667,876	1,822,876	43,471,770	4.19
1996	1,263,111	613,080	1,876,191	47,442,057	3.95
1997	444,471	401,733	846,204	49,612,744	1.71
1998	460,831	369,168	829,999	57,316,949	1.45
1999	477,190	304,729	781,919	64,558,689	1.21
2000	874,909	957,151	1,832,060	60,397,256	3.03

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

Source: Parma City Auditor

City of Parma, Ohio  
 Property Values, Bank Deposits, and Building Permits  
 December 31, 2000

TABLE 11

Year	Real Property (1) Estimated Actual Value	Bank (2) Deposits at December 31	Building (3) Permits Issued
1991	\$ 2,425,969,857	\$ 18,392,243,000	\$ 19,972,681
1992	2,912,119,600	19,379,280,000	28,988,636
1993	2,905,712,200	21,009,421,000	28,817,795
1994	2,918,414,571	20,885,453,000	35,063,629
1995	3,398,783,514	22,458,573,000	50,019,535
1996	3,398,783,514	22,458,573,000	50,019,535
1997	3,401,667,771	53,941,971,000 (4)	49,426,622
1998	3,699,520,914	58,904,596,000	53,243,702
1999	3,696,045,543	57,816,942,000	58,874,544
2000	4,125,001,171	61,942,764,000	47,994,074

Sources:

- (1) Cuyahoga County Auditor
- (2) Federal Reserve Bank of Cleveland
- (3) City of Parma Building Department
- (4) Large increase in deposits due to Key Bank becoming a single Charter in 1997

TABLE 12

<u>Taxpayer</u>	<u>Personal Property Taxable Valuation</u>	<u>Percent of Total Personal Property Taxable Valuation</u>
General Motors Corporation	\$ 30,574,220	29.58%
M T D Products	4,825,050	4.67
Triad Metal Products	1,808,070	1.75
First National Supermarkets	1,663,830	1.61
May Department Stores	1,551,640	1.50
Marc Glassman	1,540,800	1.49
Cleveland Twist Drill	1,411,240	1.37
Cox Cable Cleveland	1,387,970	1.34
Spitzer Buick	1,259,160	1.22
Riser Foods	1,227,850	1.19
J C Penney	1,221,760	1.18
Dick Bigelow Chevrolet	1,211,810	1.17
Total	<u>\$ 49,683,400</u>	<u>48.07</u>
Total Assessed Valuation Personal Property	<u>\$ 103,368,494</u>	<u>100.00%</u>

Based on valuation of property for taxes collected in 2000

Source: Cuyahoga County Auditor's Office

City of Parma, Ohio  
Largest Employers in Parma  
Last Three Years

TABLE 13

Employer	2000 City Wage Tax Collected	2000 Percentage of Total Collections	1999 City Wage Tax Collected	1999 Percentage of Total Collections	1998 City Wage Tax Collected	1998 Percentage of Total Collections
General Motors	\$ 4,557,189	19.66%	\$ 4,784,406	21.70%	\$ 4,189,152	19.69%
Parma Hospital	1,035,841	4.47	970,746	4.40	833,868	3.92
Parma Board of Education	1,012,387	4.37	1,017,927	4.62	978,738	4.60
Kaiser Permanente	649,128	2.80	661,284	3.00	646,758	3.04
Modern Tool and Die	632,798	2.73	535,834	2.43	610,254	2.87
City of Parma	561,004	2.42	515,779	2.34	473,991	2.23
Cuyahoga Community College	452,670	1.95	462,797	2.10	445,482	2.09
Marc's	221,263	0.95	201,442	0.91	190,627	0.90
Library	177,210	0.76	164,496	0.75	153,517	0.72
Union Carbide	169,139	0.73	166,805	0.76	200,946	0.94
First National Supermarkets	167,161	0.72	162,663	0.74	160,934	0.76
Cuyahoga County	150,883	0.65	137,106	0.62	123,676	0.58
Parmadale St. Anthony	145,351	0.63	142,967	0.65	137,920	0.65
Con-Way Transport	143,698	0.62	137,778	0.62	n/a	0.00
Broadview Nursing Home	130,561	0.56	119,206	0.54	112,227	0.53
Mt Alverna	115,544	0.50	112,861	0.51	105,610	0.50
Pleasant Lake Villa	114,180	0.49	95,192	0.43	95,462	0.45
Commercial Traffic	112,830	0.49	110,682	0.50	91,974	0.43
Huntington National Bank	111,575	0.48	105,632	0.48	n/a	0.00
Triad Metal Products	109,425	0.47	108,906	0.49	107,048	0.50
	<u>\$ 10,769,837</u>	<u>46.47%</u>	<u>\$ 10,714,509</u>	<u>48.59%</u>	<u>\$ 9,658,184</u>	<u>45.39%</u>
<b>Total Wage Tax Collected</b>	<u><b>\$ 23,183,837</b></u>	<u><b>100.00%</b></u>	<u><b>\$ 22,051,813</b></u>	<u><b>100.00%</b></u>	<u><b>\$ 21,279,922</b></u>	<u><b>100.00%</b></u>

Source: City of Parma Income Tax Department

City of Parma, Ohio  
 Building Permits at Market Value  
 December 31, 2000

TABLE 14

<u>Year</u>	<u>Residence</u>	<u>Commercial</u>	<u>Industrial Building</u>	<u>Apartments and Townhouses</u>	<u>Public Buildings</u>	<u>Total</u>
1991	\$ 9,724,026	\$ 9,294,655	\$ 0	\$ 0	\$ 954,000	\$ 19,972,681
1992	11,583,283	17,405,353	0	0	0	28,988,636
1993	13,087,366	6,196,644	2,100,000	0	7,433,785	28,817,795
1994	15,257,937	19,805,692	0	0	0	35,063,629
1995	12,446,784	37,572,751	0	0	0	50,019,535
1996	11,752,401	34,598,919	0	0	0	46,351,320
1997	18,329,556	31,097,066	0	0	0	49,426,622
1998	23,982,627	29,261,075	0	0	0	53,243,702
1999	27,722,826	31,151,718	0	0	0	58,874,544
2000	21,302,840	26,691,234	0	0	0	47,994,074

Source: City of Parma Building Department

City of Parma, Ohio  
Demographic Statistics  
December 31, 2000

TABLE 15

<u>Year</u>	<u>Population (1)</u>	<u>Cuyahoga County (2) Unemployment Rate</u>
1991	87,876	5.50%
1992	87,876	6.60
1993	87,876	6.80
1994	87,876	5.80
1995	87,876	4.70
1996	87,876	5.00
1997	87,876	4.50
1998	87,876	4.50
1999	83,347	4.50
2000	85,655	4.10

Source:

(1) U.S. Census Bureau

(2) Ohio Bureau of Employment Services

City of Parma, Ohio  
Miscellaneous Statistics  
December 31, 2000

TABLE 16

Date of Incorporation	1931
Form of Government	Mayor-Council
Area	20.8 Square Miles
Miles of Streets	255
Fire Protection:	
Number of Stations	5
Number of Firemen and Officers (Exclusive of Volunteer Firemen)	104
Police Protection:	
Number of Stations	1
Number of Policemen and Officers	103
Hospitals:	
Parma Community Hospital	320 Beds
Kaiser Hospital	82 Beds
Sewers:	
Sanitary Sewers*	209 Miles
Storm Sewers	510 Miles
*(Exclusive of Northeast Ohio Regional Sewer District)	
Recreation and Culture:	
Number of Parks	21 with 420 Acres
Swimming Pools	4
Cuyahoga County Library	2 Branches
Regional Library	1 Main Office
Traffic Signal Installations	108

Source: City of Parma Auditor





STATE OF OHIO  
OFFICE OF THE AUDITOR  

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**CITY OF PARMA**  
**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  
MARCH 5, 2002**