

**CITY OF PARMA
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED DECEMBER 31, 2001



JIM PETRO
AUDITOR OF STATE

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, 2001

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Federal Expenditures	Non Cash Expenditures
<u>U.S. Department of Agriculture</u>				
<i>Passed Through Western Reserve Area Agency on on Aging:</i>				
Nutrition Program for the Elderly	N/A	10.570	\$0	\$ 15,634
Total U.S. Department of Agriculture			<u>0</u>	<u>15,634</u>
<u>U.S. Department of Health and Human Services</u>				
<i>Passed Through Western Reserve Area Agency on on Aging:</i>				
<i>Aging Cluster:</i>				
Special Programs for the Aging - Title III-B	N/A	93.044	100,033	0
Total Special Programs for the Aging - Title III-B			<u>100,033</u>	<u>0</u>
Special Programs for the Aging - Title III-C1	N/A	93.045	9,049	0
Special Programs for the Aging - Title III-C2	N/A	93.045	2,983	28,182
Total Special Programs for the Aging - Title III-C			<u>12,032</u>	<u>28,182</u>
Total Aging Cluster:			<u>112,065</u>	<u>28,182</u>
Total U.S. Department of Health and Human Services			<u>112,065</u>	<u>28,182</u>
<u>U.S. Department of Justice</u>				
<i>Direct Program:</i>				
Local Law Enforcement Block Grant 1999	N/A	16.592	11,801	0
Local Law Enforcement Block Grant 2001	2001-LB-BX-1872	16.592	592	0
Total Local Law Enforcement Block Grant			<u>12,393</u>	<u>0</u>
<i>Passed Through the State of Ohio Office of Criminal Justice Services:</i>				
Juvenile Accountability Incentive Block Grant 1999	1999-JB-013-A032A	16.523	17,036	0
Juvenile Accountability Incentive Block Grant 2000	N/A	16.523	9,406	0
Total Juvenile Accountability Incentive Block Grant			<u>26,442</u>	<u>0</u>
<i>Passed Through the State of Ohio Office of the Attorney General:</i>				
Victims of Crime Act Grant 2000-2001	2000VAGENN412	16.575	25,391	0
Victims of Crime Act Grant 2001-2002	2000VAGENN412	16.575	7,413	0
Total Victims of Crime Act Grant			<u>32,804</u>	<u>0</u>
Total U.S. Department of Justice			<u>71,639</u>	<u>0</u>
<u>U.S. Department of Housing and Urban Development</u>				
<i>Direct Programs:</i>				
Community Development Block Grant 2000	N/A	14.218	924,340	0
Community Development Block Grant 2001	N/A	14.218	615,487	0
Total Community Development Block Grant			<u>1,539,827</u>	<u>0</u>
Fair Housing Grant	N/A	14.401	74,051	0
Education and Outreach Initiative Program Grant	N/A	14.409	22,312	0
<i>Passed Through Cuyahoga County Department of Development:</i>				
Home Investment Partnerships Program 1999	CE11792-01	14.239	85,413	0
Home Investment Partnerships Program 2000	CE12415-01	14.239	19,437	0
Total Home Investment Partnerships Program			<u>104,850</u>	<u>0</u>
Total U.S. Department of Housing and Urban Development			<u>1,741,040</u>	<u>0</u>
<u>U.S. Department of Transportation</u>				
<i>Passed Through State of Ohio Department of Public Safety:</i>				
Traffic Intervention Program 2000-2001	2001-AL-N/1	20.600	20,530	0
Traffic Intervention Program 2001-2002	2002-AL-J-N/1	20.600	6,883	0
Total Traffic Intervention Program			<u>27,413</u>	<u>0</u>
<i>Passed Through University Hospitals of Cleveland:</i>				
Section 402 Cuyahoga County Safe Community Grant	N/A	20.604	29,643	0
Total U.S. Department of Transportation			<u>57,056</u>	<u>0</u>
TOTAL FEDERAL AWARDS EXPENDITURES			<u>\$ 1,981,800</u>	<u>\$ 43,816</u>

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, 2001**

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 award 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 the Federally-funded programs. The expenditure of non-Federal matching funds is not included on the Schedule.

NOTE C--FOOD DISTRIBUTION

Nonmonetary assistance, meals received from the Western Reserve Area Agency on Aging, is reported in the Schedule at the value of \$1.85 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 \$1.31 per meal. For home delivered meals, the U.S. Department of Agriculture allocates \$.54 per meal and state and local funds allocate \$1.31 per meal.

For the year ended December 31, 2001, the City served 21,513 congregate meals and 7,439 home delivered meals through the City's Senior Citizens Center meal programs. Therefore, \$15,634 was allocated to the U.S. Department of Agriculture, \$28,182 was allocated to the U.S. Department of Health and Human Services and \$9,745 was allocated to state and local funds. The allocation to state and local funds is not presented on the Schedule.

NOTE D-- COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) REVOLVING LOAN PROGRAMS

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 of Federal Awards Expenditures (the Schedule). Loans repaid, including interest, are used to make additional loans. Such subsequent loans are subject to certain compliance requirements imposed by HUD, but are not included as disbursements on the Schedule. These loans are collateralized by mortgages on the property. At December 31, 2001, the gross amount of loans outstanding under this program was \$12,605.

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**

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 financial statements of the City of Parma, Cuyahoga County, Ohio, (the City) as of and for the year ended December 31, 2001, and have issued our report thereon dated September 27, 2002, wherein we noted the City restated the General Fund and Medical Insurance Internal Service Fund balances and the General Fixed Asset Account and General Long-Term Obligations Account Groups. 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 2001-20818-001, 2001-20818-002 and 2001-20818-003. We also noted certain immaterial instances of noncompliance that we have reported to management of the City in a separate letter dated September 27, 2002.

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 2001-20818-004.

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 management of the City in a separate letter dated September 27, 2002.

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.

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

Jim Petro
Auditor of State

September 27, 2002



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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

The Honorable Mayor, Auditor, Treasurer,
and 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 each of its major federal programs for the year ended December 31, 2001. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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 by other auditors.

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

In our opinion the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2001.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be 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. 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 September 27, 2002.

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, 2001, and have issued our report thereon dated September 27, 2002, wherein we noted the City restated the General Fund and Medical Insurance Internal Service Fund balances and the General Fixed Asset Account and General Long-Term Obligations Account Groups. 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

September 27, 2002

CITY OF PARMA
CUYAHOGA COUNTY
DECEMBER 31, 2001

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133

1. SUMMARY OF AUDITOR'S RESULTS
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A-133 § .505

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	Yes
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Community Development Block Grant – CFDA #14.218 and Home Investment Partnerships Program – CFDA #14.239
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

**CITY OF PARMA
CUYAHOGA COUNTY
DECEMBER 31, 2001**

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

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

Finding Number	2001-20818-001
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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 appropriated. The District's legal level of budgetary control is at the object level (personal services, other and capital outlay) within each department. The following funds had had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control on December 31, 2001:

<u>Fund/Department/Object</u>	<u>FY 2001 Appropriations Plus Prior Year Encumbrances Appropriated</u>	<u>Expenditures Plus Encumbrances</u>	<u>Variance</u>
General Fund: General Miscellaneous Executive: Other	\$97,767	(\$131,045)	(\$33,278)
General Fund: Traffic Lighting: Other	\$71,394	(\$96,668)	(\$25,274)
General Fund: Other Financing Uses: Transfers-Out	\$2,214,322	(\$3,511,308)	(\$1,296,986)
Parma Public Housing: Other	\$37,612	(\$2,795,427)	(\$2,757,815)
Fair Housing: Personal Services	\$69,512	(\$91,382)	(\$21,870)
Law Enforcement Block Grant: Personal Services	\$0	(\$658)	(\$ 658)
Law Enforcement Block Grant: Other	\$0	(\$3,607)	(\$3,607)
Police Pension: Other	\$0	(\$1,347)	(\$1,347)

The City was aware of these requirements but its control procedures of recording appropriation changes prior to Council's approval resulted in the failure of detecting noncompliance in these instances.

We recommend the City compare 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. Furthermore, the City should only make appropriation changes at the legal level of budgetary control subsequent to Council's approval.

**CITY OF PARMA
CUYAHOGA COUNTY
DECEMBER 31, 2001**

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

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

Finding Number	2001-20818-002
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Ohio Rev. Code Section 9.38, provides in part, that public officials shall deposit all public money 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, 55 of 60 golf course daily receipts tested were not deposited in accordance with the above provisions. The Golf Course average daily collections were approximately \$3,000 for fiscal year 2001.

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

The Golf Course should deposit receipts on a timely basis.

Finding Number	2001-20818-003
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Ohio Rev. Code Section 5705.39 prohibits a political subdivision from making a fund appropriation in excess of estimated resources. In addition, Ohio Rev. Code Section 5705.40 requires that any appropriation measure may be amended or supplemented as long as the entity complies with the same provisions of the law as are used in making the original appropriation.

The following funds had appropriations in excess of the amount certified as available by the budget commission as of July 31, 2001:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
Fair Housing	\$266,443	(\$357,079)	(\$90,636)
Land Acquisitions	\$167,707	(\$187,155)	(\$19,448)

This weakness could allow expenditures in the above funds to exceed the total of the available fund balance and current year revenue. This could result in negative fund balance(s).

The City was aware of these requirements, but its control procedures failed to prevent or detect the non-compliance in these instances. These violations were corrected by December 31, 2001.

**CITY OF PARMA
CUYAHOGA COUNTY
DECEMBER 31, 2001**

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

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

Finding Number (Continued)	2001-20818-003
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We recommend the City compare appropriations to total certified resources, 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 minimum, and the City's appropriations and total certified resources should be amended as required.

Finding Number	2001-20818-004
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Golf Course Outing Records

The following records were used in the accounting for golf outings and special events: application, signed agreement, invoice with copies of receipts attached, pre-outing check list, and evidence of payment. However, our review of 20 golf outings noted the following:

- 1 golf outing did not have a signed agreement on file.
- 10 golf outings did not have a completed pre-outing checklist on file.
- 7 of the golf outings did not contain a copy of all checks or credit card payments.

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, signed agreement, invoice with copies of receipts attached, pre-outing check list, and evidence of payment. Due to the relatively large receipts associated with many outings, the course manager should review and determine if the number of golfers registered for the event was reasonable to the collected receipts.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None.

**CITY OF PARMA
CUYAHOGA COUNTY
DECEMBER 31, 2001**

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

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected ?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain:</i>
2000-20818-001	Depositing of Golf Course Receipts – Ohio Rev. Code Section 9.38	No	Not Corrected – Reissued as 2001-20818-002
2000-20818-002	Deficit Cash Fund Balances – Ohio Rev. Code Section 5705.10	Yes	Fully Corrected
2000-20818-003	Expenditures Plus Encumbrances Exceeding Appropriations - Ohio Rev. Code Sections 5705.41 (B) & (D)	No	Not Corrected – Reissued as 2001-20818-001
2000-20818-004	Reduced Amended Certificate of Estimated Resources – Ohio Rev. Code Section 5705.36	No	Finding No Longer Valid per AOS Bulletin 97-010.
2000-20818-005	Parma City Golf Course – Ridgewood Golf Course:		
2000-20818-005	• Policy and Procedure Manual	Yes	Fully Corrected
2000-20818-005	• Accounting and Control Procedures – Monthly Golf Course Reports	Yes	Fully Corrected
2000-20818-005	• Reconciling Golf Course Records to City Records	Yes	Fully Corrected
2000-20818-005	• Monitoring Golf Course Yearly Revenue and Expense Operations – Trend Analysis	Yes	Fully Corrected
2000-20818-005	• Golf Course Invoice Procedures	Yes	Fully Corrected
2000-20818-005	• Petty Cash	Yes	Fully Corrected
2000-20818-005	• Comparison of Cash Register Tapes to Bank Deposit Tickets	Yes	Fully Corrected
2000-20818-005	• Opening the Cash Register	Yes	Fully Corrected
2000-20818-005	• Supervision of Cash Register Over-rings, Voids	Yes	Fully Corrected
2000-20818-005	• Cash Register Codes	Yes	Fully Corrected
2000-20818-005	• Golf Course Outing Records	No	Partially Corrected – Reissued as 2001-20818-004
2000-20818-005	• Allocating Golf Outing Revenue	Yes	Fully Corrected
2000-20818-005	• Completeness and Accuracy of Golf Outing Invoices	Yes	Fully Corrected
2000-20818-005	• Reconciliation of Golf Cart Receipts to Monthly Commission Report	Yes	Fully Corrected
2000-20818-005	• Preparation of Golf Cart Rental Receipts	Yes	Fully Corrected
2000-20818-005	• Filing Golf Cart Rental Receipts	Yes	Fully Corrected

CITY OF PARMA, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2001

ISSUED BY THE
AUDITOR'S OFFICE

DENNIS M. KISH, AUDITOR

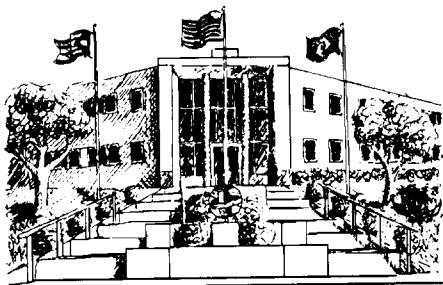
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City of Parma, Ohio

6611 Ridge Road • Parma, Ohio 44129
Phone: 440-885-8001 • Fax: 440-885-8172

Gerald M. Boldt, Mayor

September 27, 2002

Dear Parma Resident:

The dawn of 2001 showed bright promise for Parma. As a tribute to the 175th Anniversary of its founding, a year long celebration of programs, parades and parties was planned. Nearly every civic group, corporation, and school participated in at least one event. The residential and business communities celebrated together.

On Tuesday, September 11, 2001 the United States was attacked by terrorists and the future of World Peace was threatened. This cowardly, dishonorable action affected our World, our Nation, our State and our City. Priorities changed from quality of life issues to National security, personal safety and memorials to those heroes in Washington DC, New York City and a field in western Pennsylvania.

Fiscally, the economy was declining. State mandates; increased costs in health care, insurance, utilities, road salt, fuel; Federal and State dollars that were diverted elsewhere, all affected our budget. Tight fiscal control kept the City buoyant with a small carryover to this year. The Commerce Park is still attracting new business to the City. Our anchor retention corporations are showing gradual recovery. Parma Hospital and UCAR are planning expansion and redevelopment projects.

The true highlight of the year was a bonus that was not anticipated at the dawn of 2001. The spirit of volunteerism in the community has been reawakened. There have always been the core groups of hard working residents that have supported Proud of Parma, the Historical Society, the Parma Amateur Athletic Federation, etc., but evolving from two very different committees has emerged a new, inspired, army of individuals who are looking to Parma's future.

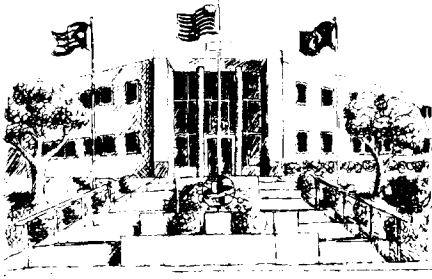
The Parma Park Advisory Committee and the West Creek Preservation Committee have worked diligently to save wetlands, an urban forest, and a wildlife preserve in Parma. They are remarkable in their efforts to preserve and protect the trees and to reclaim land that was formerly a landfill.

The second group of individuals was a committee formed to investigate the concept of a Recreation Center in the City of Parma. Although they researched other recreation centers, gathered data, and formed a speakers bureau to inform residents, the issue failed on the November, 2001 ballot. The committee decided they still want what is best for Parma and reformed as the Parma First Committee. They have a volunteer bank of talented, educated, diverse, and committed individuals.

And so even though the budget is tight and extra funding is scarce, Parma is blessed with personal resources that far exceed anyone's expectations and 2002 promises to be a year of cooperative, creative prosperity.

Regards,

Gerald M. Boldt
Mayor



City of Parma, Ohio

6611 RIDGE ROAD • PARMA, OHIO 44129

Phone: (440) 885 - 8024

Dennis M. Hish, Auditor

September 27, 2002

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, 2001. We believe this report presents comprehensive financial and operating information about the City's activities during 2001 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, 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 16th most populous Metropolitan Statistical Area (MSA)/Consolidated Metropolitan Statistical Area (CMSA) of 280 MSA/CMSAs in the United States.

Summary of Local Economy

In 2001, City income tax collections increased 0.1% over year 2000 collections.

In March of 2002, the City Council reduced the income tax credit, for income tax on salaries and wages earned and taxed by the city in which earned, by 50%, from 2 percent to 1 percent.

The City's top 20 employers include three manufacturing firms, four government agencies, two hospitals, a college, two supermarket chains, 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.

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 recently announced plans to expand its emergency room and intensive care facilities. As part of the expansion, the City and the hospital are discussing possibility of the City leasing a city-owned building to the hospital for the relocation of the hospital's finance department.

MAJOR INITIATIVES

Current Year Projects

Four new companies moved into the Parma Commerce Center in 2001. Three of the four companies are new to the Parma area.

In cooperation with the State of Ohio, four major road resurfacing contracts totaling approximately \$1,600,000 were awarded in 2001.

Future Projects

Site location and design studies are underway for the construction of two new fire stations to replace existing outdated facilities. Funding of the new stations is made possible by charging for ambulance and paramedic services rendered by the City's fire department.

Department Focus: Safety

The Parma Fire Department added two new pumper trucks and two new ambulances to its fleet.

The Department finished the year with 101 uniformed personnel.

There were 7,912 emergency medical services responses and 1,266 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 major object level (personal services, other expenditures, and capital outlay). 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 2001 were \$54,826,982. 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	2000 Amount	2001 Amount	Change	Percent of Total	Percent Change
Municipal Income Taxes	\$23,183,837	\$23,207,696	\$23,859	42.33%	0.10%
Property and Other Taxes	8,316,012	8,986,292	670,280	16.39	8.06
Charges for Services	858,609	2,474,730	1,616,121	4.51	188.23
Fees, Licenses and Permits	1,755,355	1,412,461	(342,894)	2.57	(19.53)
Fines and Forfeitures	2,630,007	2,434,035	(195,972)	4.44	(7.45)
Intergovernmental	14,913,806	13,919,420	(994,386)	25.39	(6.67)
Donations	178,022	209,325	31,303	0.38	17.58
Rents	499,236	277,034	(222,202)	0.51	(44.51)
Special Assessments	814,933	1,018,133	203,200	1.86	24.93
Interest	671,924	442,064	(229,860)	0.81	(34.21)
Other	505,055	445,792	(59,263)	0.81	(11.73)
Total Revenues	\$54,326,796	\$54,826,982	\$500,186	100.00%	0.92

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. For 2001, the City granted a 100% tax credit for taxes paid by City residents to another municipality.

The increase in charges for services is due to a increase in general government services throughout the year.

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

The increase in special assessments is due to the start of collections of Commerce Parkway special assessments.

The interest rate on City deposits was lower during 2001, 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 2001 were \$54,368,771. 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	2000 Amount	2001 Amount	Change	Percent of Total	Percent Change
Current:					
General Government	\$16,567,938	\$15,417,842	\$(1,150,096)	28.36%	(6.94)%
Security of Persons and Property	21,935,156	22,203,758	268,602	40.84	1.22
Public Health and Welfare	241,659	259,234	17,575	0.48	7.27
Transportation	5,014,943	3,848,342	(1,166,601)	7.08	(23.26)
Community Environment	4,339,340	4,671,110	331,770	8.59	7.65
Basic Utility Services	1,480,182	1,513,699	33,517	2.78	2.26
Leisure Time Activities	2,966,713	2,672,908	(293,805)	4.92	(9.90)
Capital Outlay	4,618,700	238,703	(4,379,997)	0.44	(94.83)
Debt Service:					
Principal Retirement	1,905,418	1,971,685	66,267	3.62	3.48
Interest and Fiscal Charges	1,327,207	1,571,490	244,283	2.89	18.41
 Total Expenditures	\$60,397,256	\$54,368,771	\$(6,028,485)	100.00%	(9.98)

The decrease in transportation results from decreased expenditures in the Street Construction, Maintenance and Repair fund.

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

The decrease in leisure time activities results from decreased expenditures for personal services and other expenditures in the Recreation department.

The decrease in capital outlay is due to less contracts bid and paid in 2001.

The increase in interest and fiscal charges is due to the repayment terms of the City's existing debt and capital leases.

The General Fund balance increased from \$373,377 in 2000 to \$1,040,820 in 2001. The increase of \$667,443 was mainly due to across-the-board decreases 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 \$(38,007) in 2000 to \$(138,451) in 2001. Management is analyzing operations to ensure that fees are adequate to meet expenses.

Financial Highlights - Internal Service Funds

The internal service funds' retained earnings increased from \$63,440 at December 31, 2000 to \$315,553 at December 31, 2001. The increase in retained earnings is due mainly to operating transfers from the General Fund.

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 \$56,541 and \$992,359 respectively.

Debt Administration

The gross indebtedness (notes and bonds) of the City of Parma at the end of 2000 was \$30,466,314. At the end of 2001, the gross indebtedness of the City of Parma was \$29,616,887. The legal debt margin within the overall limitation was \$143,351,760. 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 \$17,232,358 of outstanding general obligation bonds and \$2,566,236 of outstanding special assessment bonds with governmental commitment at December 31, 2001. The net general obligation bonded debt per capita was \$197.60.

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 five 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 2001, 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 14th 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

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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, 2001, the general fixed assets of the City totaled \$50,081,378.

Fixed assets of the Enterprise fund, net of accumulated depreciation, totaled \$1,206,488 at December 31, 2001.

OTHER INFORMATION

Independent Audit

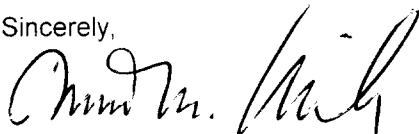
The City of Parma is not legally required to prepare a Comprehensive Annual Financial Report (CAFR). However, we believe that in these times of economic uncertainty, the City is best served by producing a CAFR that aspires to the highest level of national standards. Furthermore, we believe an independent 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.

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,



Dennis M. Kish
Auditor

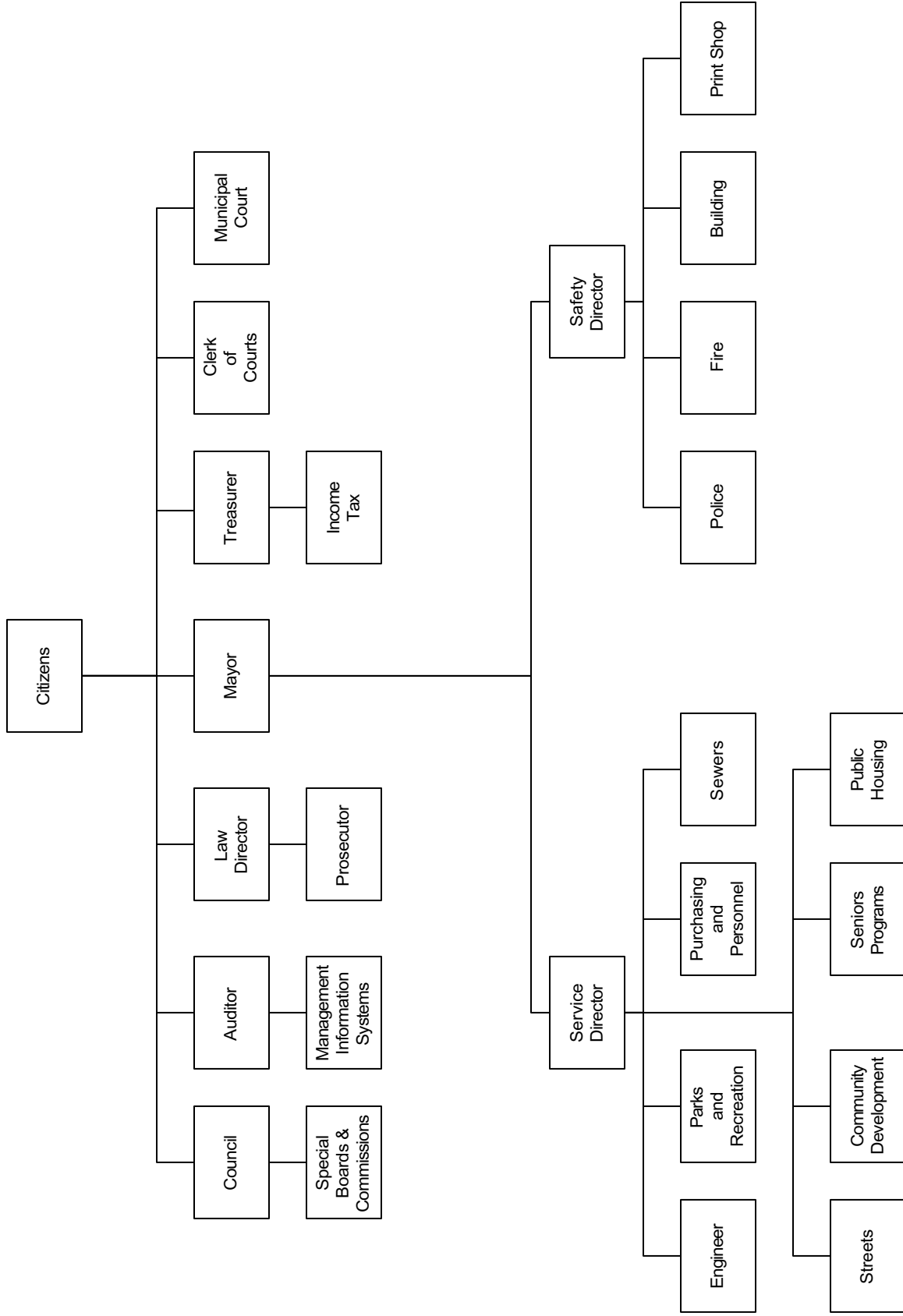
PRINCIPAL CITY OFFICIALS

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

CITY COUNCIL

President of Council	Charles M. Germana	Clerk of Council	Michael Hughes
Ward 1	Mary Galinas	Ward 2	Deborah Lime
Ward 3	Stuart J. Boyda	Ward 4	Timothy J. DeGeeter
Ward 5	Michelle J. Stys	Ward 6	Mark A. Drabik
Ward 7	John R. Stover	Ward 8	Michele Daniels
Ward 9	Roy J. Jech		

ORGANIZATION CHART



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STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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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, 2001, 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, 2001, 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.

As described in Note 4 to the accompanying financial statements, during 2001 the City restated the General Fund and Medical Insurance Internal Service Fund balances and the General Fixed Asset Account and General Long-Term Obligations Account Groups.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2002 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". The signature is stylized with a large loop at the end.

Jim Petro
Auditor of State

September 27, 2002

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City of Parma, Ohio
 Combined Balance Sheet
 All Fund Types and Account Groups
 December 31, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits				
Assets:				
Equity in pooled cash and cash equivalents	\$ 1,660,254	2,236,618	332,770	2,464,211
Cash and cash equivalents in segregated accounts	0	17,788	0	11,161
Investments in segregated accounts	0	0	64,000	0
Cash and cash equivalents with fiscal and escrow agents	0	0	0	0
Receivables:				
Taxes	6,658,081	4,657,329	0	677,370
Accounts	125,159	84,798	0	0
Interfund	309,966	0	0	132,470
Special assessments	0	48,879	2,502,236	47,405
Accrued interest	28,955	7,623	1,071	2,626
Due from other funds	272,674	8,037	0	3,034
Due from other governments	2,913,417	1,847,320	0	0
Materials and supplies inventory	84,852	866,445	0	0
Loans receivable	0	12,605	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>\$ 12,053,358</u>	<u>9,787,442</u>	<u>2,900,077</u>	<u>3,338,277</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>	
227,757	1,162,091	485,187	0	0	8,568,888
5,816	0	20,698	0	0	55,463
0	0	0	0	0	64,000
0	0	322,679	0	0	322,679
0	0	0	0	0	11,992,780
0	0	0	0	0	209,957
0	0	0	0	0	442,436
0	0	0	0	0	2,598,520
19,404	15,505	0	0	0	75,184
0	1,751,080	0	0	0	2,034,825
0	0	220,336	0	0	4,981,073
18,881	0	0	0	0	970,178
0	0	0	0	0	12,605
1,206,488	0	0	50,081,378	0	51,287,866
0	0	0	0	306,819	306,819
0	0	0	0	45,691	45,691
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>32,723,318</u>	<u>32,723,318</u>
<u>1,478,346</u>	<u>2,928,676</u>	<u>1,048,900</u>	<u>50,081,378</u>	<u>33,075,828</u>	<u>116,692,282</u> (continued)

City of Parma, Ohio
 Combined Balance Sheet
 All Fund Types and Account Groups-continued
 December 31, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Liabilities:				
Accounts payable	\$ 104,886	98,342	0	55,180
Contracts payable	554,288	2,715	0	0
Interfund payable	0	205,093	45,331	92,012
Accrued wages and benefits	182,241	85,478	0	0
Compensated absences payable	127,704	53,017	0	0
Retainage payable	0	0	0	46,913
Due to other funds	1,751,080	0	0	0
Due to other governments	108,267	61,358	0	0
Deferred revenue	8,184,072	6,300,679	2,502,236	361,454
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
Total liabilities	<u>11,012,538</u>	<u>6,806,682</u>	<u>2,547,567</u>	<u>555,559</u>
Fund Equity and Other Credits:				
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	84,852	866,445	0	0
Reserved for loans	0	12,605	0	0
Unreserved, undesignated	955,968	2,080,764	352,510	2,782,718
Total fund equity and other credits	<u>1,040,820</u>	<u>2,980,760</u>	<u>352,510</u>	<u>2,782,718</u>
Total liabilities, fund equity and other credits	<u>\$ 12,053,358</u>	<u>9,787,442</u>	<u>2,900,077</u>	<u>3,338,277</u>

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>	
9,859	11,522	0	0	0	279,789
810	0	0	0	0	557,813
0	100,000	0	0	0	442,436
1,097	818	0	0	0	269,634
21,357	97	0	0	1,492,101	1,694,276
0	0	0	0	0	46,913
0	0	283,745	0	0	2,034,825
1,683	546	10,407	0	1,257,751	1,440,012
0	0	0	0	0	17,348,441
0	0	698,207	0	0	698,207
7,875	8,245	0	0	0	16,120
240,000	0	0	0	500,000	740,000
0	740,815	0	0	0	740,815
0	0	0	0	173,041	173,041
5,055	0	0	0	2,527,128	2,532,183
0	0	0	0	4,480,871	4,480,871
0	0	0	0	2,695,000	2,695,000
0	0	0	0	2,846,342	2,846,342
0	1,751,080	0	0	14,537,358	16,288,438
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,566,236</u>	<u>2,566,236</u>
<u>287,736</u>	<u>2,613,123</u>	<u>992,359</u>	<u>0</u>	<u>33,075,828</u>	<u>57,891,392</u>
0	0	0	50,081,378	0	50,081,378
1,329,061	0	0	0	0	1,329,061
(138,451)	315,553	0	0	0	177,102
0	0	0	0	0	20,946
0	0	0	0	0	951,297
0	0	0	0	0	12,605
<u>0</u>	<u>0</u>	<u>56,541</u>	<u>0</u>	<u>0</u>	<u>6,228,501</u>
<u>1,190,610</u>	<u>315,553</u>	<u>56,541</u>	<u>50,081,378</u>	<u>0</u>	<u>58,800,890</u>
<u>1,478,346</u>	<u>2,928,676</u>	<u>1,048,900</u>	<u>50,081,378</u>	<u>33,075,828</u>	<u>116,692,282</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, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Municipal income tax	\$ 18,277,532	0	0	4,930,164
Property and other taxes	4,081,922	4,765,153	139,217	0
Charges for services	1,382,160	882,341	0	181,126
Fees, licenses and permits	1,367,395	45,066	0	0
Fines and forfeitures	1,550,763	880,238	0	3,034
Intergovernmental	6,496,402	7,388,507	18,613	15,898
Donations	0	208,325	0	1,000
Rents	0	277,034	0	0
Special assessments	0	733,508	275,034	9,591
Interest	304,645	46,298	68,588	22,533
Other	272,941	46,114	0	126,737
Total revenues	<u>33,733,760</u>	<u>15,272,584</u>	<u>501,452</u>	<u>5,290,083</u>
Expenditures:				
Current:				
General government	11,332,984	0	7,113	4,077,495
Security of persons and property	15,928,129	6,275,629	0	0
Public health and welfare	259,234	0	0	0
Transportation	0	3,848,342	0	0
Community environment	528,735	4,142,375	0	0
Basic utility services	0	1,513,699	0	0
Leisure time activities	1,697,483	939,372	0	0
Capital outlay	2,375	216,292	0	20,036
Debt service:				
Principal retirement	0	64,378	1,255,394	651,913
Interest and fiscal charges	0	10,958	1,429,757	130,775
Total expenditures	<u>29,748,940</u>	<u>17,011,045</u>	<u>2,692,264</u>	<u>4,880,219</u>
Excess of revenues over (under) expenditures	<u>3,984,820</u>	<u>(1,738,461)</u>	<u>(2,190,812)</u>	<u>409,864</u>
Other financing sources (uses):				
Proceeds of notes	0	0	0	500,000
Operating transfers - in	125,627	4,418,940	1,869,322	404,193
Operating transfers - out	(3,427,576)	(3,058,445)	(186,173)	(1,548,322)
Total other financing sources (uses)	<u>(3,301,949)</u>	<u>1,360,495</u>	<u>1,683,149</u>	<u>(644,129)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	682,871	(377,966)	(507,663)	(234,265)
Fund balances at beginning of year (restated)	373,377	3,278,554	860,173	3,016,983
Increase (decrease) in reserve for inventory	<u>(15,428)</u>	<u>80,172</u>	<u>0</u>	<u>0</u>
Fund balances at end of year	<u>\$ 1,040,820</u>	<u>2,980,760</u>	<u>352,510</u>	<u>2,782,718</u>

See accompanying notes to the combined financial statements

<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
<u>Expendable Trust</u>	
0	23,207,696
0	8,986,292
29,103	2,474,730
0	1,412,461
0	2,434,035
0	13,919,420
0	209,325
0	277,034
0	1,018,133
0	442,064
<u>0</u>	<u>445,792</u>
<u>29,103</u>	<u>54,826,982</u>
250	15,417,842
0	22,203,758
0	259,234
0	3,848,342
0	4,671,110
0	1,513,699
36,053	2,672,908
0	238,703
0	1,971,685
<u>0</u>	<u>1,571,490</u>
<u>36,303</u>	<u>54,368,771</u>
<u>(7,200)</u>	<u>458,211</u>
0	500,000
0	6,818,082
<u>0</u>	<u>(8,220,516)</u>
<u>0</u>	<u>(902,434)</u>
(7,200)	(444,223)
63,741	7,592,828
<u>0</u>	<u>64,744</u>
<u>56,541</u>	<u>7,213,349</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, 2001

	General Fund		
	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax	17,844,282	18,618,777	774,495
Property and other taxes	3,993,871	4,049,454	55,583
Charges for services	1,278,464	1,412,931	134,467
Fees, licenses, and permits	1,127,460	1,361,088	233,628
Fines and forfeitures	1,600,250	1,550,763	(49,487)
Intergovernmental	5,212,032	6,413,147	1,201,115
Donations	100	0	(100)
Rentals and leases	189,770	226,622	36,852
Interest	177,000	350,287	173,287
Reimbursements	77,565	112,664	35,099
Total revenues	<u>31,500,794</u>	<u>34,095,733</u>	<u>2,594,939</u>
Expenditures			
Current			
General government	11,660,520	11,436,151	224,369
Security of persons and property	15,851,949	16,100,162	(248,213)
Public health and welfare	259,234	259,234	0
Community environment	554,106	532,356	21,750
Leisure time activities	1,930,471	1,751,825	178,646
Capital outlay	<u>2,375</u>	<u>2,375</u>	<u>0</u>
Total expenditures	<u>30,258,655</u>	<u>30,082,103</u>	<u>176,552</u>
Excess of revenues over (under) expenditures	1,242,139	4,013,630	2,771,491
Other financing sources (uses)			
Advances - in	880,000	880,380	380
Advances - out	(4,875)	(309,966)	(305,091)
Operating transfers - in	234,155	125,627	(108,528)
Operating transfers - out	(2,214,322)	(3,511,308)	(1,296,986)
Total other financing sources (uses)	<u>(1,105,042)</u>	<u>(2,815,267)</u>	<u>(1,710,225)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	137,097	1,198,363	1,061,266
Fund balances at beginning of year	358,296	358,296	0
Prior year encumbrances appropriated	46,523	46,523	0
Fund balances at end of year	<u>541,916</u>	<u>1,603,182</u>	<u>1,061,266</u>
See accompanying notes to the combined financial statements			

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, 2001

	Special Revenue Funds		
	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes	5,837,697	4,765,154	(1,072,543)
Charges for services	426,700	898,236	471,536
Fees, licenses, and permits	16,000	45,064	29,064
Fines and forfeitures	956,590	880,114	(76,476)
Intergovernmental	6,564,344	8,683,884	2,119,540
Donations	192,869	253,097	60,228
Rentals and leases	296,745	283,485	(13,260)
Special assessments	752,400	733,508	(18,892)
Interest	23,714	40,091	16,377
Reimbursements	25,250	38,553	13,303
Total revenues	<u>15,092,309</u>	<u>16,621,186</u>	<u>1,528,877</u>
Expenditures			
Current			
General government	100	0	100
Security of persons and property	6,766,081	6,455,220	310,861
Transportation	3,897,135	3,918,063	(20,928)
Community environment	1,917,530	4,333,884	(2,416,354)
Basic utility services	1,637,976	1,660,249	(22,273)
Leisure time activities	1,089,553	975,972	113,581
Capital outlay	<u>416,566</u>	<u>250,583</u>	<u>165,983</u>
Total expenditures	<u>15,724,941</u>	<u>17,593,971</u>	<u>(1,869,030)</u>
Excess of revenues over (under) expenditures	(632,632)	(972,785)	(340,153)
Other financing sources (uses)			
Advances - in	0	205,092	205,092
Advances - out	(534,547)	(635,608)	(101,061)
Operating transfers - in	4,492,970	4,418,940	(74,030)
Operating transfers - out	<u>(3,235,119)</u>	<u>(3,058,445)</u>	<u>176,674</u>
Total other financing sources (uses)	<u>723,304</u>	<u>929,979</u>	<u>206,675</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	90,672	(42,806)	(133,478)
Fund balances at beginning of year	2,207,126	2,207,126	0
Prior year encumbrances appropriated	72,475	72,475	0
Fund balances at end of year	<u>2,370,273</u>	<u>2,236,795</u>	<u>(133,478)</u>
See accompanying notes to the combined financial statements			

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, 2001

	Debt Service Fund		
	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes	248,289	139,217	(109,072)
Intergovernmental	33,090	18,613	(14,477)
Special assessments	254,842	275,034	20,192
Interest	20,000	73,920	53,920
Total revenues	<u>556,221</u>	<u>506,784</u>	<u>(49,437)</u>
Expenditures			
Current			
General government	8,416	7,107	1,309
Debt service			
Principal retirement	1,357,982	1,339,126	18,856
Interest and fiscal charges	1,553,949	1,532,207	21,742
Total expenditures	<u>2,920,347</u>	<u>2,878,440</u>	<u>41,907</u>
Excess of revenues over (under) expenditures	(2,364,126)	(2,371,656)	(7,530)
Other financing sources (uses)			
Advances - in	27,621	45,324	17,703
Advances - out	(20,175)	(20,175)	0
Operating transfers - in	2,095,091	1,869,322	(225,769)
Operating transfers - out	(818,681)	0	818,681
Total other financing sources (uses)	<u>1,283,856</u>	<u>1,894,471</u>	<u>610,615</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,080,270)	(477,185)	603,085
Fund balances at beginning of year	966,605	966,605	0
Fund balances at end of year	<u>(113,665)</u>	<u>489,420</u>	<u>603,085</u>
See accompanying notes to the combined financial statements			

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, 2001

	Capital Projects Funds		
	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax	4,840,678	5,022,245	181,567
Charges for services	106,574	188,097	81,523
Intergovernmental	527,488	15,898	(511,590)
Donations	1,000	1,000	0
Special assessments	6,115	9,591	3,476
Interest	2,231	27,542	25,311
Reimbursements	71,479	126,737	55,258
Total revenues	<u>5,555,565</u>	<u>5,391,110</u>	<u>(164,455)</u>
Expenditures			
Current			
General government	5,667,126	4,439,114	1,228,012
Capital outlay	<u>1,383,411</u>	<u>1,205,239</u>	<u>178,172</u>
Total expenditures	<u>7,050,537</u>	<u>5,644,353</u>	<u>1,406,184</u>
Excess of revenues over (under) expenditures	(1,494,972)	(253,243)	1,241,729
Other financing sources (uses)			
Proceeds of notes	487,624	500,000	12,376
Advances - in	470,923	472,501	1,578
Advances - out	(129,272)	(229,168)	(99,896)
Operating transfers - in	908,759	404,193	(504,566)
Operating transfers - out	(1,686,150)	(1,548,322)	137,828
Total other financing sources (uses)	<u>51,884</u>	<u>(400,796)</u>	<u>(452,680)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(1,443,088)	(654,039)	789,049
Fund balances at beginning of year	2,844,972	2,844,972	0
Prior year encumbrances appropriated	48,245	48,245	0
Fund balances at end of year	<u>1,450,129</u>	<u>2,239,178</u>	<u>789,049</u>
See accompanying notes to the combined financial statements			

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, 2001

	Expendable Trust Funds		
	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services	29,443	29,103	(340)
Total revenues	<u>29,443</u>	<u>29,103</u>	<u>(340)</u>
Expenditures			
Current			
General government	41,615	650	40,965
Leisure time activities	49,568	36,053	13,515
Total expenditures	<u>91,183</u>	<u>36,703</u>	<u>54,480</u>
Excess of revenues over (under) expenditures	(61,740)	(7,600)	54,140
Fund balances at beginning of year	64,141	64,141	0
Fund balances at end of year	<u>2,401</u>	<u>56,541</u>	<u>54,140</u>
See accompanying notes to the combined financial statements			

City of Parma, Ohio
 Combined Statement of Revenues,
 Expenses, and Changes in Fund Equity
 All Proprietary Fund Types
 For the Year Ended December 31, 2001

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
Operating Revenues			
Charges for services	\$ 643,941	3,416,139	4,060,080
Other	388,860	0	388,860
Total operating revenues	1,032,801	3,416,139	4,448,940
Operating Expenses			
Personal services	488,242	135,066	623,308
Contractual services	412,690	197,419	610,109
Materials and supplies	199,441	787	200,228
Claims	0	4,101,012	4,101,012
Depreciation	58,723	0	58,723
Total operating expenses	1,159,096	4,434,284	5,593,380
Operating loss	(126,295)	(1,018,145)	(1,144,440)
Other Non-Operating Revenues (Expenses)			
Interest income	38,741	62,802	101,543
Interest and fiscal charges	(12,890)	(101,978)	(114,868)
Total non-operating revenues (expenses)	25,851	(39,176)	(13,325)
Loss before operating transfers	(100,444)	(1,057,321)	(1,157,765)
Operating transfers - in	0	1,309,434	1,309,434
Net income (loss)	(100,444)	252,113	151,669
Retained earnings at beginning of year (restated)	(38,007)	63,440	25,433
Retained earnings (deficit) at end of year	(138,451)	315,553	177,102
Contributed capital at beginning and end of year	1,329,061	0	1,329,061
Total fund equity at end of year	\$ 1,190,610	315,553	1,506,163

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, 2001

	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	\$ 643,941	0	643,941
Cash received from quasi-external operating transactions with other funds	0	3,452,289	3,452,289
Other operating revenues	388,860	0	388,860
Cash payments to suppliers for other operating expenses	(393,809)	(154,505)	(548,314)
Cash payments to suppliers for goods and services	(214,057)	(326)	(214,383)
Cash payments for claims	0	(4,282,896)	(4,282,896)
Cash payments for employee services and benefits	(475,846)	(136,105)	(611,951)
Cash payments for contractual services	(18,881)	(31,854)	(50,735)
Net cash used in operating activities	(69,792)	(1,153,397)	(1,223,189)
Cash Flows from Noncapital Financing Activities:			
Advance - in	0	100,000	100,000
Advance - out	0	(508,380)	(508,380)
Transfer - in	0	1,206,993	1,206,993
Net cash provided by noncapital financing activities	0	798,613	798,613
Cash Flows from Capital and Related Financing Activities:			
Note interest	(12,302)	0	(12,302)
Principal lease payment	(4,710)	0	(4,710)
Interest paid on lease	(588)	0	(588)
Net cash used in capital and related financing activities	(17,600)	0	(17,600)
Cash Flows from Investing Activities:			
Interest	20,076	52,028	72,104
Cash provided by investing activities	20,076	52,028	72,104
Net (decrease) in cash and cash equivalents	(67,316)	(302,756)	(370,072)
Cash and cash equivalents beginning of year	300,889	1,464,847	1,765,736
Cash and cash equivalents end of year	\$ 233,573	1,162,091	1,395,664

(continued)

City of Parma, Ohio
 Combined Statement of Cash Flows
 All Proprietary Fund Types-continued
 For the Year Ended December 31, 2001

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
Reconciliation of operating loss to net cash used in operating activities			
Operating loss	\$ (126,295)	(1,018,145)	(1,144,440)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation	58,723	0	58,723
Change in assets and liabilities:			
Decrease in due from other governments	0	36,149	36,149
Decrease in inventory	10,580	0	10,580
Increase/(Decrease) in accounts payable	(11,672)	11,522	(150)
(Decrease) in contracts payable	(13,524)	0	(13,524)
Increase in accrued wages and benefits	549	409	958
Increase/(Decrease) in compensated absences payable	13,573	(1,195)	12,378
(Decrease) in due to other governments	(1,726)	(253)	(1,979)
(Decrease) in claims payable	0	(181,884)	(181,884)
Net cash used in operating activities	<u>\$ (69,792)</u>	<u>(1,153,397)</u>	<u>(1,223,189)</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, 2001

ENTERPRISE FUND			
	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	1,200	19,790	18,590
Greens fees	631,073	551,325	(79,748)
Snack bar operations	45,000	52,103	7,103
Pro shop	20,000	20,723	723
Total charges for services	<u>697,273</u>	<u>643,941</u>	<u>(53,332)</u>
Interest			
Interest	10,000	20,076	10,076
Total interest	<u>10,000</u>	<u>20,076</u>	<u>10,076</u>
Other operating revenues			
Cart rental	180,000	217,261	37,261
Bar operations	139,000	164,896	25,896
Other operating revenues	5,000	6,703	1,703
Total other operating revenues	<u>324,000</u>	<u>388,860</u>	<u>64,860</u>
Total revenues	<u>1,031,273</u>	<u>1,052,877</u>	<u>21,604</u>
Expenses			
Personal services	474,649	475,846	(1,197)
Materials and supplies	192,712	185,545	7,167
State audit	9,000	8,931	69
Contractual services	22,785	18,881	3,904
All other expenditures	394,239	385,344	8,895
	<u>1,093,385</u>	<u>1,074,547</u>	<u>18,838</u>
Capital outlay	60,000	29,020	30,980
Debt service			
Interest and fiscal charges	12,886	12,302	584
	<u>12,886</u>	<u>12,302</u>	<u>584</u>
Total expenses	<u>1,166,271</u>	<u>1,115,869</u>	<u>50,402</u>
Excess of revenues over (under) expenses	(134,998)	(62,992)	72,006
Fund equity at beginning of year	290,284	290,284	0
Fund equity at end of year	<u>155,286</u>	<u>227,292</u>	<u>72,006</u>
See accompanying notes to the combined financial statements			(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, 2001

INTERNAL SERVICE FUNDS			
	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	669,880	67,820	(602,060)
Miscellaneous services	3,660,630	3,384,469	(276,161)
Total charges for services	<u>4,330,510</u>	<u>3,452,289</u>	<u>(878,221)</u>
Interest			
Interest	20,000	52,028	32,028
Total interest	<u>20,000</u>	<u>52,028</u>	<u>32,028</u>
Total revenues	<u>4,350,510</u>	<u>3,504,317</u>	<u>(846,193)</u>
Expenses			
Personal services	142,250	136,105	6,145
Materials and supplies	300	275	25
Contractual services	48,500	31,854	16,646
Claims	4,485,413	4,345,143	140,270
All other expenditures	154,686	154,504	182
Total current expenses	<u>4,831,149</u>	<u>4,667,881</u>	<u>163,268</u>
Capital outlay	250	51	199
Total expenses	<u>4,831,399</u>	<u>4,667,932</u>	<u>163,467</u>
Excess of revenues over (under) expenses	(480,889)	(1,163,615)	(682,726)
Advances - in	29,249	100,000	70,751
Advances - out	(402,999)	(508,380)	(105,381)
Operating transfers - in	700,000	1,206,993	506,993
Total operating transfers and advances	<u>326,250</u>	<u>798,613</u>	<u>472,363</u>
Excess of revenues over (under) expenses, operating transfers and advances	<u>(154,639)</u>	<u>(365,002)</u>	<u>(210,363)</u>
Fund equity at beginning of year	1,418,046	1,418,046	0
Prior year encumbrances appropriated	4,500	4,500	0
Fund equity (deficit) at end of year	<u>1,267,907</u>	<u>1,057,544</u>	<u>(210,363)</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 financial 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.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the year in which the resources are measurable and become available. Available means that the resources will be collected within the current year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current year. For the City, available means expected to be received within thirty-one days of year-end.

Non-exchange transactions, in which the City receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements and donations. On an accrual basis, revenue from income taxes is recognized in the period in which the income is earned. Revenue from property taxes is recognized in the year for which the taxes are levied (See Note 8). Revenue from grants, entitlements and donations is recognized in the year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: income tax, state-levied locally shared taxes (including gasoline tax and motor vehicle license fees), fines and forfeitures, interest, grants, fees, licenses, permits and rentals.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The City reports deferred revenues on its combined balance sheet. Deferred revenues arise when assets are recognized before revenue recognition criteria have been satisfied. Current and delinquent property taxes measurable as of December 31, 2001, 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. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue. On the modified accrual basis, receivables that will not be collected within the available period have also been reported as deferred revenue.

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. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary 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.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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. The amounts reported on the budgetary statements reflect the amounts in the final amended official certificate of estimated resources issued during 2001.

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 major object level (personal services, other expenditures, and capital outlay). 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 major 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 passed by Council during the year.

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.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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. Individual fund integrity is maintained through the City's records. Each fund's interest in the pool is presented as "Equity in pooled cash and cash equivalents" on the combined balance sheet.

The City has segregated bank accounts for monies separate from the City's central bank accounts. These depository accounts are presented as "Cash and cash equivalents 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's treasury.

During 2001, investments were limited to federal securities, repurchase agreements, manuscript bonds, Victory Federal Money Market Mutual Funds, STAR Ohio, and non-negotiable certificates of deposit.

Except for non-participating investment contracts, investments are reported at fair value. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on December 31, 2001. The fair value of the mutual fund is determined by the fund's December 31, 2001, share price. Non-participating investment contracts include non-negotiable certificates of deposit which are reported at cost.

STAR Ohio is an investment pool managed by the state treasurer's office which allows governments within the state to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does not operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940.

Investment procedures are restricted by the provisions of the Ohio Revised Code. Interest revenue credited to the General Fund during 2001 amounted to \$304,645, which includes \$235,809 assigned from other funds.

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.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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. The costs of normal maintenance and repairs that do not add value of an asset or materially extend the asset's life are not capitalized.

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 vesting method. The City changed from the termination method to the vesting method in 2001 in an attempt to reflect a more accurate liability. Under this method, a liability for severance is based on sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments according to City union agreements.

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.

Accrued Liabilities and Long - Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, 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.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Balance Reserves

The City reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent expendable resources and therefore are not available for appropriation or expenditure. Fund balance reserves have been established for encumbrances, inventory, and loans.

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, excluding 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 "Combined Statements of Revenues, Expenses, and Changes in Fund Equity Budget and Actual (Budget Basis) All Proprietary Fund Types", are captioned "Totals (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, 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 basis), 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:

- 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).

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING (continued)

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

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

	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
GAAP Basis	\$682,871	(377,966)	(507,663)	(234,265)	(7,200)
Adjustments:					
Revenue Accruals	361,973	1,348,602	5,332	101,027	-
Transfers - In	(83,732)	-	-	-	-
Advances - In	880,380	205,092	45,324	472,501	-
Expenditure Accruals	(276,091)	(561,980)	(186,176)	(589,450)	(400)
Advances - Out	(309,966)	(635,608)	(20,175)	(229,168)	-
Transfers - Out	-	-	186,173	-	-
Encumbrances	(57,072)	(20,946)	-	(174,684)	-
Budget Basis	<u>\$1,198,363</u>	<u>(42,806)</u>	<u>(477,185)</u>	<u>(654,039)</u>	<u>(7,600)</u>

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

	Enterprise	Internal Service
GAAP Basis	\$(100,444)	252,113
Adjustments:		
Revenue Accruals	(18,665)	25,376
Transfer - In	-	(102,441)
Advances - In	-	100,000
Advances - Out	-	(508,380)
Expense Accruals	26,879	(69,423)
Depreciation Expense	58,723	-
Capital Outlay	(29,020)	-
Encumbrances	(465)	(62,247)
Budget Basis	<u>\$(62,992)</u>	<u>(365,002)</u>

NOTE 4 – CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR FUND BALANCES

Changes in Accounting Principles

For 2001, the City has implemented GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions," and GASB Statement No. 36, "Recipient Reporting for Certain Shared Nonexchange Revenues." The implementation of these statements did not result in any change in fund balance from the prior year.

Restatement of Prior Year Fund Balances

The General Long-Term Obligations Account Group was restated by \$756,700 from \$34,420,940 to \$35,177,640. This was due to an understatement of capital lease payable and overstatement of OWDA loan payable and special assessment debt with governmental commitment. The General Fixed Asset Account Group was restated by \$3,448,028 from \$45,231,216 to \$48,679,244. This was due to the recording of Parma Public Housing Assets not previously disclosed.

The General Fund was restated by \$307,188 from \$66,189 to \$373,377. This was due to an overstatement of due to other funds. The effect of this change on the excess of revenues and other financing sources over (under) expenditures and other financing uses as previously reported for the year ended December 31, 2000 was from \$(1,419,002) to \$(1,111,814).

The Medical Insurance Internal Service Fund was restated by \$(307,188) from \$(680,883) to \$(988,071). This was due to an understatement of Due From Other Funds. The effect of this change on the net loss as previously reported for the year ended December 31, 2000 was from \$(913,280) to \$(1,220,468).

NOTE 5 - CLAIMS AND JUDGMENTS

Due to the City being a party to various legal proceedings, a liability in the amount of \$325,000 has been established in the Liability Insurance Self-Insurance Fund which is a probable and reasonable estimate.

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 6 – COMPLIANCE AND ACCOUNTABILITY

Legal Compliance

The following funds had expenditures plus encumbrances exceeding appropriations at the legal level of budgetary control on December 31, 2001 contrary to Ohio Revised Code Section 5705.41 (B) and (D):

Fund/Department/Object	Appropriations Plus Prior Year Encumbrances Appropriated	Expenditures Plus Encumbrances	Variance
General Fund			
Service Director			
Personal Services	\$728,882	(757,470)	(28,588)
Other	2,958,850	(2,969,618)	(10,768)
Purchasing & Personnel			
Personal Services	200,907	(204,842)	(3,935)
Miscellaneous Executive			
Other	97,767	(131,045)	(33,278)
Police			
Personal Services	7,202,334	(7,266,942)	(64,608)
Fire			
Personal Services	5,340,120	(5,662,021)	(321,901)
Traffic Lighting			
Other	71,394	(96,668)	(25,274)
Sixty Plus			
Personal Services	223,470	(224,111)	(641)
Other Financing Uses			
Transfers	(2,214,322)	(3,511,308)	(1,296,986)
Paramedic Levy			
Personal Services	737,346	(738,866)	(1,520)
Parma Public Housing			
Other	37,612	(2,795,427)	(2,757,815)
Street Construction, Maintenance and Repair			
Personal Services	3,286,531	(3,335,244)	(48,713)
Police Pension			
Other	0	(1,347)	(1,347)
Law Enforcement Trust			
Personal Services	800,691	(800,880)	(189)
Police Levy			
Personal Services	883,313	(890,229)	(6,916)
Fire Levy			
Personal Services	742,816	(744,650)	(1,834)

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 6 – COMPLIANCE AND ACCOUNTABILITY (continued)

Fund/Department/Object	Appropriations Plus Prior Year Encumbrances Appropriated	Expenditures Plus Encumbrances	Variance
Sewer Maintenance			
Personal Services	652,976	(707,897)	(54,921)
Fair Housing			
Personal Services	69,512	(91,382)	(21,870)
Community Center			
Personal Services	82,038	(83,343)	(1,305)
Law Enforcement Block Grant			
Personal Services	0	(658)	(658)
Other	0	(3,607)	(3,607)
Enterprise			
Personal Services	474,649	(475,846)	(1,197)

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 will closely monitor expenditures and encumbrances in order to eliminate these weaknesses in future periods.

The following funds had appropriations in excess of estimated resources on December 31, 2001 contrary to the Ohio Revised Code Section 5705.39:

Fund	Estimated Resources	Appropriations	Variance
Debt Service	\$3,645,538	(3,759,203)	(113,665)
Sidewalks	89,115	(89,388)	(273)

The following funds had appropriations in excess of estimated resources on July 31, 2001 contrary to the Ohio Revised Code Section 5705.39:

Fund	Estimated Resources	Appropriations	Variance
Fair Housing	\$266,443	(357,079)	(90,636)
Land Acquisitions	167,707	(187,155)	(19,448)

In order to address the budgetary violations of Ohio Revised Code Section 5705.39, the City intends to closely monitor the budgetary accounts to eliminate these weaknesses in future periods.

NOTE 6 – COMPLIANCE AND ACCOUNTABILITY (continued)

The City was in violation of Ohio Revised Code Section 9.38 for depositing. The City intends to review depositing procedures and implement a policy requiring all deposits to be made in accordance with this code section in future periods.

Fund Deficits

The following funds had deficit fund balances at December 31, 2001:

Special Revenue Funds	
Fire Levy	\$4,776
Fair Housing	132,757
Housing Maintenance	2,093
Capital Projects Funds	
Sidewalks	79,703
Internal Service Funds	
Medical Insurance	161,365
Workers Compensation Insurance	3,130

Management is aware of these GAAP deficits in the Special Revenue, Capital Projects and Internal Service Funds and is analyzing the fund operations to determine the appropriate action to alleviate each fund's deficit. The general fund is liable for any deficits in these funds 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 four-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 (FDIC), 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 and;
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, 2001

NOTE 7 - DEPOSITS AND INVESTMENTS (continued)

Deposits

At year-end the carrying amount of the City's deposits was \$1,807,166 and the bank balance was \$2,596,096. Of the bank balance:

- a. \$783,902 was covered by federal deposit insurance.
- b. \$900,000 was collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.
- c. \$912,194 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 financial institution'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. STAR Ohio and Victory Federal Money Market Mutual Funds are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	<u>Category 1</u>	<u>Category 3</u>	<u>Carrying Amount</u>	<u>Fair Value</u>
Victory Federal Mutual Funds	\$-	-	327	327
STAR Ohio	-	-	4,391,087	4,391,087
Repurchase Agreement	-	1,980,000	1,980,000	1,980,000
FHLMC	-	508,600	508,600	508,600
FHLB	-	259,850	259,850	259,850
Municipal Bonds	64,000	-	64,000	64,000
	<u>\$64,000</u>	<u>2,748,450</u>	<u>7,203,864</u>	<u>7,203,864</u>

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."

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 7 - DEPOSITS AND INVESTMENTS (continued)

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	\$ 1,807,166	7,203,864
GASB Statement 3	\$ 1,807,166	7,203,864

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 2001 for real and public utility property taxes represents collections of 2000 taxes. Property tax payments received during 2001 for tangible personal property (other than public utility property) is for 2001 taxes.

2001 real property taxes are levied after October 1, 2001 on the assessed value as of January 1, 2001, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2001 real property taxes are collected in and intended to finance 2002.

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. 2001 public utility property taxes, which became a lien December 31, 2000, are levied after October 1, 2001, and are collected in 2002 with real property taxes.

2001 tangible personal property taxes are levied after October 1, 2000 on the value as of December 31, 2000. Collections are made in 2001. Tangible personal property assessments are 25 percent of true value.

The full tax rate for all City operations for the year ended December 31, 2001 was \$6.90 per \$1,000 of assessed value. The assessed values of real and tangible personal property certified for tax year 2001 are as follows:

Real Property	\$1,452,889,370
Tangible Personal Property	105,245,444
Public Utility Property	34,715,190
Total Valuation	\$1,592,850,004

NOTE 8 - PROPERTY TAXES (continued)

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, 2001 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 intended to finance 2001 operations. The receivable is therefore offset by deferred revenue.

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 2001, income tax proceeds were credited 78.75% to the General Fund and 21.25% to the City Income Tax Capital Acquisitions capital projects fund.

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 10 - FIXED ASSETS

A summary of enterprise funds' fixed assets at December 31, 2001 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>(781,039)</u>
Net Fixed Assets	<u><u>\$1,206,488</u></u>

A summary of changes in general fixed assets for the year ended December 31, 2001 follows:

	Balance January 1, 2001	Additions	Deletions	Balance December 31, 2001
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Land	\$2,224,436	11,490	-	2,235,926
Buildings	33,190,164	-	-	33,190,164
Equipment	5,395,192	356,024	58,783	5,692,433
Vehicles	<u>7,869,452</u>	<u>1,093,403</u>	<u>-</u>	<u>8,962,855</u>
Totals	<u><u>\$48,679,244</u></u>	<u><u>1,460,917</u></u>	<u><u>58,783</u></u>	<u><u>50,081,378</u></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 are 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.

NOTE 11 - JOINTLY GOVERNED ORGANIZATIONS (continued)

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.

NOTE 12 - RECEIVABLES

Receivables at December 31, 2001 consisted of property taxes, income taxes, accounts, interfund activity, special assessments, interest and due from other governments receivables arising from grants, entitlements or shared revenues. All receivables are considered fully collectible.

A summary of the principal items of due from other governments receivables at December 31, 2001 is as follows:

DUE FROM OTHER GOVERNMENTS RECEIVABLES	Amount	Total
GENERAL FUND		
Liquor Permit Fees	\$11,918	
Local Government Revenue Assistance	2,073,127	
Homestead and Rollback	260,588	
Inheritance Tax	567,784	
Total General Fund	567,784	2,913,417

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 12 – RECEIVABLES (continued)

DUE FROM OTHER GOVERNMENTS RECEIVABLES	Amount	Total
SPECIAL REVENUE FUNDS		
Paramedic Levy		
Homestead and Rollback		51,392
State Grants		
Grants		47,600
Street Construction, Maintenance and Repair		
Gasoline Tax	685,388	
Motor Vehicle License Tax	<u>261,668</u>	
Total Street Construction, Maintenance and Repair		947,056
State Highway		
Gasoline Tax	55,572	
Motor Vehicle License Tax	<u>2,258</u>	
Total State Highway		57,830
Municipal Motor Vehicle License Tax		
County License Tax		273,489
Police Pension		
Homestead and Rollback		44,152
Fire Pension		
Homestead and Rollback		44,152
Law Enforcement Trust		
Radio System Lease		4,370
Police Levy		
Homestead and Rollback		183,138

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 12 – RECEIVABLES (continued)

DUE FROM OTHER GOVERNMENTS RECEIVABLES	Amount	Total
Fire Levy		
Homestead and Rollback		183,138
 Local Law Enforcement Block Grant		
Block Grant		<u>11,003</u>
Total Special Revenue Funds		1,847,320
 AGENCY FUNDS		
Municipal Court		
Court Fines		<u>220,336</u>
Total Intergovernmental Receivables		<u><u>\$4,981,073</u></u>

NOTE 13 - DEFINED BENEFIT PENSION PLANS

A. Public Employees Retirement System of Ohio

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

Plan members are required to contribute 8.50 percent of their annual covered salary to fund pension obligations. The 2001 employer contribution rate for the City was 9.25 percent of covered payroll, increased from 6.54 percent in 2000. 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, 2001, 2000, and 1998 were \$1,932,687, \$1,519,919, and \$1,785,095, respectively. The full amount has been contributed for 2000 and 1999. 80 percent has been contributed for 2001, with the remainder being reported as a liability in the general long-term obligations account group.

NOTE 13 - DEFINED BENEFIT PENSION PLANS (continued)

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 provisions 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 the City is required to contribute 12 percent for police and 16.5 percent for firefighters. For 2000, the City contributions were 12.25 percent for police and 16.75 percent for firefighters. Contributions are authorized by State statute. The City's contributions to the OP&F for police and firefighters were \$1,338,219 and \$1,393,783 for the year ended December 31, 2001, \$1,285,805 and \$1,368,996 for 2000, and \$1,261,191 and \$1,429,714 for 1999. The full amount has been contributed for 2000 and 1999. 73 percent and 74 percent, respectively, have been contributed for 2001 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, 2001, the unfunded liability of the City was \$173,041, payable in semiannual payments through the year 2008. 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 \$140,994 of claims and premiums for 106 covered retirees in 2001.

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. Health care coverage for disability recipients and primary survivor recipients is available. The health care coverage provided by the retirement system is considered an Other Postemployment Benefit (OPEB) as described in GASB Statement No. 12. A portion of each employer's contribution to PERS is set aside for the funding of post-retirement health care based on authority granted by State statute. The 2001 employer contribution rate was 13.55 percent of covered payroll; 4.30 percent was the portion that was used to fund health care for 2001. For 2000, the contribution rate was 10.84 percent of covered payroll; 4.30 percent was the portion used to fund health care.

NOTE 14 - POSTEMPLOYMENT BENEFITS (continued)

Benefits are advance-funded using the entry age normal cost method. Significant actuarial assumptions, based on PERS's latest actuarial review performed as of December 31, 2000, include a rate of return on investments of 7.75 percent, an annual increase in active employee total payroll of 4.75 percent compounded annually (assuming no change in the number of active employees) and an additional increase in total payroll of between 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 411,076. The City's actual contributions for 2001 which were used to fund post-employment benefits were \$493,347. The actual contribution and the actuarially required contribution amounts are the same. PERS's net assets available for payment of benefits at December 31, 2000, (the latest information available) were \$11,735.9 million. The actuarially accrued liability and the unfunded actuarial accrued liability were \$14,364.6 million and \$2,628.7 million respectively.

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 Ohio Police and Fire Pension Fund's board of trustees to provide health care coverage and states that health care cost paid from the Ohio Police and Fire Pension Fund shall be included in the employer's contribution rate. Health care funding and accounting is on a pay-as-you-go basis. The total police employer contribution is 19.50 percent of covered payroll and the total firefighter employer contribution rate is 24 percent of covered payroll, of which 7.50 percent of covered payroll was applied to the post-employment health care program during 2001. For 2000, the percentage used to fund healthcare was 7.25 percent. In addition, since July 1, 1992, most retirees have been required to contribute a portion of the cost of their health care coverage through a deduction from their monthly benefit payment.

The City's actual contributions for 2001 that were used to fund post-employment benefits were \$377,265 for police and \$323,358 for fire. The OP&F's total health care expenses for the year ended December 31, 2000, (the latest information available) were \$106,160,054, which was net of member contributions of \$5,657,431. The number of OP&F participants eligible to receive health care benefits as of December 31, 2000, was 12,853 for police and 10,037 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, 2001, the total vacation obligation for the City as a whole amounted to \$2,181.

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 (except five or more years of service for American Federation of State, County, and Municipal Employees union members) is paid for one-third 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, 2001 was \$765,938.

Accumulated Overtime

All City employees earn overtime for work performed in excess of regular hours. Limitations of maximum accumulation of overtime hours are specified in the union agreements. During 2001, overtime was accumulated at a rate of one and one-half hours 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 2001, all City employees were permitted to request payment for any and all accumulated, unpaid overtime. At December 31, 2001, accumulated, unpaid overtime for the City as a whole was \$926,157.

NOTE 16 - CONTINGENT LIABILITIES

Litigation

As of December 31, 2001, the City was a party to various legal proceedings seeking damages. Other than claims and judgements payable of \$325,000 in the Liability Insurance Internal Service Fund, the City management is of the opinion that the ultimate disposition of any other proceedings will not have a material effect, if any, on the financial condition of the City.

Federal and State Grants

For the period January 1, 2001 to December 31, 2001 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, 2001

NOTE 17 - DEBT OBLIGATIONS

Changes in long-term obligations during 2001 are as follows:

	Balance January 1, 2001	Increase	Decrease	Balance December 31, 2001
General Long-Term Obligations:				
Special Assessment Bonds				
8.500% - (1985) Commerce Parkway West	\$ 80,000	0	16,000	64,000
7.040% - (1991) Hollenbeck Lake	13,000	0	13,000	0
7.040% - (1991) Ridgewood Water Line	107,000	0	17,000	90,000
3.790% - (1999 OWDA) Bruening Drive	187,085	0	5,448	181,637
5.250% - (2000) Street Improvements	2,255,000	0	85,000	2,170,000
4.120% - (1997 OWDA) Burden Drive	63,346	0	2,747	60,599
Total Special Assessment Bonds	<u>2,705,431</u>	<u>0</u>	<u>139,195</u>	<u>2,566,236</u>
General Obligation Bonds				
Voted:				
7.875% - (1985) Library Improvements	130,000	0	130,000	0
Unvoted:				
5.561% - (1995) Various Purpose General Obligation Bonds	1,695,188	0	211,269	1,483,919
5.533% - (1995) Refunding Bonds	2,895,000	0	200,000	2,695,000
5.173% - (1998) Justic Center Bonds	11,684,895	0	141,456	11,543,439
5.402% - (1999) Justice Center Bonds	1,565,000	0	55,000	1,510,000
Total Unvoted General Obligation Bonds	<u>17,840,083</u>	<u>0</u>	<u>607,725</u>	<u>17,232,358</u>
Total General Obligation Bonds	<u>17,970,083</u>	<u>0</u>	<u>737,725</u>	<u>17,232,358</u>
Ohio Public Works Commission Loans				
0% - (1993) Brookdale Watermain	179,380	0	14,351	165,029
0% - (1994) Broadview Road Watermain	75,672	0	5,821	69,851
0% - (1995) State Road Watermain	104,526	0	6,969	97,557
0% - (1995) West 24th Street Watermain	56,206	0	3,626	52,580
0% - (1996) Brookpark Road Watermain	327,473	0	19,263	308,210
0% - (1997) State Road Watermain III	212,706	0	12,512	200,194
0% - (1999) State Road Sewer Rejuvenation	1,047,973	0	59,885	988,088
0% - (1999) Ridge Road Watermain II	364,702	0	19,195	345,507
0% - (1999) Gabriella Drive Watermain	364,634	0	19,191	345,443
0% - (1999) Chestnut Hills Sanitary Sewer	288,298	0	14,415	273,883
Total Ohio Public Works	<u>3,021,570</u>	<u>0</u>	<u>175,228</u>	<u>2,846,342</u>

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 17 - DEBT OBLIGATIONS (continued)

	Balance January 1, 2001	Increase	Decrease	Balance December 31, 2001
Ohio Water Development Authority Loans				
4.350% - (1996) West 16th Sanitary Sewer	153,644	0	7,449	146,195
4.350% - (1996) Ackley Road Sanitary Sewer	50,128	0	2,430	47,698
4.040% - (1999) Chestnut Hills Sewer	1,901,141	0	86,548	1,814,593
4.120% - (1999) Brookpark/W60th Sewer	300,071	0	13,012	287,059
4.120% - (1999) Ridge Road Watermain	723,097	0	30,090	693,007
4.120% - (1999) State Road Watermain	1,074,235	0	44,702	1,029,533
4.120% - (1999) Broadview Road Sewer	175,516	0	7,016	168,500
3.910% - (1999) Brookpark/Roseside Sewer	306,287	0	12,001	294,286
Total Ohio Water Development Authority	<u>4,684,119</u>	<u>0</u>	<u>203,248</u>	<u>4,480,871</u>
3.660% Street Improvement Notes	0	500,000	0	500,000
Other General Long-Term Obligations				
Due to other Governments	1,174,066	1,257,751	1,174,066	1,257,751
Police and Firemen's Pension Liability	195,181	0	22,140	173,041
Capital Leases	3,221,278	0	694,150	2,527,128
Compensated Absences	<u>2,205,912</u>	<u>0</u>	<u>713,811</u>	<u>1,492,101</u>
Total Other Long-Term Obligations	<u>6,796,437</u>	<u>1,257,751</u>	<u>2,604,167</u>	<u>5,450,021</u>
Total General Long-Term Obligations	<u>35,177,640</u>	<u>1,757,751</u>	<u>3,859,563</u>	<u>33,075,828</u>
Internal Service Fund				
5.561% (1995) Various Purpose Bonds	<u>1,834,812</u>	<u>0</u>	<u>83,732</u>	<u>1,751,080</u>
Enterprise Fund				
Golf Course Lease	9,765	0	4,710	5,055
5.140% Golf Course Improvements Notes	<u>240,000</u>	<u>0</u>	<u>0</u>	<u>240,000</u>
Totals All Obligations	<u><u>\$ 37,262,217</u></u>	<u><u>1,757,751</u></u>	<u><u>3,948,005</u></u>	<u><u>35,071,963</u></u>

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 17 - DEBT 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, fire levy special revenue fund, law enforcement special revenue fund, and the city income tax capital acquisitions capital projects fund. Compensated absences reported in the "compensated absences payable" account and the due to other governments 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, 2001, \$2,520,000 of bonds outstanding are considered defeased.

As of December 31, 2001, the City's legal debt margin (the ability to issue additional amounts of general obligation bonded debt) was \$143,351,760. Principal and interest requirements to retire the City's long-term obligations outstanding at December 31, 2001 are:

Year	Special Assessment Bonds	General Obligation Bonds	Police and Firemen's Pension	Ohio Public Works Commission Loans	Ohio Water Development Authority Loans	Totals
2002	\$266,221	1,862,923	30,202	87,613	196,241	\$2,443,200
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	257,024	1,620,675	30,202	175,226	392,483	2,475,610
2007-2011	1,009,942	8,085,575	49,430	876,131	1,962,415	11,983,493
2012-2016	1,305,385	6,063,905	-0-	815,044	1,953,096	10,137,430
2017-2021	60,322	4,800,630	-0-	366,650	416,605	5,644,207
2022-2026	-0-	2,644,000	-0-	-0-	-0-	2,644,000
Totals	<u>\$3,728,829</u>	<u>30,659,268</u>	<u>200,440</u>	<u>2,846,342</u>	<u>6,098,289</u>	<u>\$43,533,168</u>

The street improvement and golf course improvement notes are backed by the full faith and credit of the City of Parma. The notes are two year notes and mature on November 20, 2003 and May 11, 2002, respectively. The golf course improvement note liability is reflected in the fund which received the proceeds.

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

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 18 - INTERFUND ASSETS AND LIABILITIES

Interfund receivable/payable:

FUND	<u>Receivable</u>	<u>Payable</u>
GENERAL FUND	\$309,966	\$-
SPECIAL REVENUE FUNDS		
State Grants	-	56,912
Law Enforcement Block Grant	-	658
Fair Housing	-	137,035
Parma Public Housing		10,488
DEBT SERVICE FUND	-	45,331
CAPITAL PROJECTS FUNDS		
City Income Tax Capital Acquisitions	132,470	4,875
Sewer Construction		7,434
Sidewalks		79,703
INTERNAL SERVICE FUNDS		
Liability Insurance	-	100,000
Total	<u>\$442,436</u>	<u>\$442,436</u>

Due from Other Funds/Due to Other Funds:

GENERAL FUND	\$272,674	\$1,751,080
SPECIAL REVENUE FUND		
Law Enforcement Trust	7,563	
State Grants	474	
CAPITAL PROJECTS FUND		
Court Capital Improvement	3,034	
INTERNAL SERVICE FUND		
Medical Insurance	1,751,080	-
AGENCY FUND		
Municipal Court	-	283,745
Total	<u>\$2,034,825</u>	<u>\$2,034,825</u>

NOTE 19 - 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 \$325,000 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 1999 through 2001 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
1999	\$ 130,000	132,568	(132,568)	130,000
2000	130,000	299,462	(154,462)	275,000
2001	275,000	209,575	(159,575)	325,000

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, Medical Mutual of Ohio, 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.

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 19 - RISK MANAGEMENT (continued)

A liability, estimated by the third party administrator, in the amount of \$354,814 has been recorded to reflect unpaid claims cost including incurred but not reported claims as of December 31, 2001. 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 1999 through 2001 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
1999	\$ 282,457	\$ 2,306,164	\$ (2,557,083)	\$ 31,538
2000	31,538	3,684,459	(3,166,565)	549,432
2001	549,432	3,325,620	(3,520,238)	354,814

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 (\$1,893,386). 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 \$61,001, 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, 2001. 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 multiplied by the minimum premium percent for every \$100 of payroll in the policy year. The payroll for policy year 2001 was \$26,341,490. 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.

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 1999 through 2001 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
1999	\$300,941	\$1,183,156	\$(1,189,484)	\$294,613
2000	294,613	333,211	(529,557)	98,267
2001	98,267	565,817	(603,083)	61,001

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 20 - CONTRACTUAL COMMITMENTS

As of December 31, 2001, the City had the following significant contractual purchase commitments outstanding:

Contractor	Amount
Lifepak	\$116,154

NOTE 21 - 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.

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, 2001:

	General Fixed Assets	Enterprise Fund
Equipment	\$3,477,947	\$15,252
Less: accumulated depreciation	0	(5,592)
Carrying value	\$3,477,947	\$9,660

City of Parma, Ohio
Notes to the Combined Financial Statements - continued
December 31, 2001

NOTE 21 - CAPITAL LEASES (continued)

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, 2001:

<u>Year</u>	<u>General Long-Term Obligation</u>	<u>Enterprise Fund</u>
2002	\$779,436	\$3,532
2003	690,505	1,766
2004	586,305	0
2005	490,595	0
2006	299,117	0
2007	39,127	0
	<hr/>	<hr/>
Total minimum lease payments	2,885,085	5,298
Less: amount representing interest	<u>(357,957)</u>	<u>(243)</u>
Present value of minimum lease payments	<u><u>\$2,527,128</u></u>	<u><u>\$5,055</u></u>

NOTE 22 – SUBSEQUENT EVENTS

On March 20, 2002, the City reduced the income tax credit by 50% on all municipal income taxes paid to another municipality. The reduced income tax credit of 1% of taxable income paid to another municipality as tax is effective for any and all income taxable by the City which is earned on or after April 1, 2002. On January 1, 2005 the income tax credit will be increased to 1.25% of taxable income paid to another municipality as tax. On December 31, 2005 the income tax credit will be increased to 2% of taxable income paid to another municipality as tax and restored as existed on March 31, 2002.

On May 10, 2002, the City refinanced \$190,000 of the \$240,000 Golf Course Improvement Notes at 2.79 percent. The note will mature on May 9, 2003.

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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, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax			
Individual	16,908,309	16,908,309	0
Businesses	927,973	1,703,274	775,301
Penalties	8,000	7,194	(806)
Total municipal income tax	<u>17,844,282</u>	<u>18,618,777</u>	<u>774,495</u>
Property and other taxes			
Real estate and public utility	3,517,371	3,595,088	77,717
Tangible personal property	288,000	300,157	12,157
Other local	188,500	154,209	(34,291)
Total property and other taxes	<u>3,993,871</u>	<u>4,049,454</u>	<u>55,583</u>
Charges for services			
General government	858,714	958,654	99,940
Parks and recreation	351,850	364,668	12,818
Health and vital statistics	56,900	84,903	28,003
Miscellaneous services	11,000	4,706	(6,294)
Total charges for services	<u>1,278,464</u>	<u>1,412,931</u>	<u>134,467</u>
Fees, licenses, and permits			
Licenses	247,310	318,672	71,362
Fees and permits	880,150	1,042,416	162,266
Total fees, licenses, and permits	<u>1,127,460</u>	<u>1,361,088</u>	<u>233,628</u>
Fines and forfeitures			
Fines and forfeitures	1,600,250	1,550,763	(49,487)
Total fines and forfeitures	<u>1,600,250</u>	<u>1,550,763</u>	<u>(49,487)</u>
Intergovernmental			
Homestead	52,944	43,269	(9,675)
10% reimbursement	384,593	402,192	17,599
2.5% property tax rollback	77,294	75,713	(1,581)
Local government fund - sales tax	3,400,000	3,563,325	163,325
Local government fund - state	430,000	434,446	4,446
Inheritance tax	502,201	1,504,594	1,002,393
Local government revenue assistance func	360,000	378,848	18,848
Grants	5,000	10,760	5,760
Total intergovernmental	<u>5,212,032</u>	<u>6,413,147</u>	<u>1,201,115</u>
Donations			
Donations	100	0	(100)
Total donations	<u>100</u>	<u>0</u>	<u>(100)</u>
Rentals and leases			
Rentals and leases	189,770	226,622	36,852
Total rentals and leases	<u>189,770</u>	<u>226,622</u>	<u>36,852</u>
Interest			
Interest	177,000	350,287	173,287
Total interest	<u>177,000</u>	<u>350,287</u>	<u>173,287</u>
Reimbursements			
Reimbursements	77,565	112,664	35,099
Total reimbursements	<u>77,565</u>	<u>112,664</u>	<u>35,099</u>
Total revenues	<u>31,500,794</u>	<u>34,095,733</u>	<u>2,594,939</u>

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, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Expenditures			
Current			
General government			
Mayor			
Personal services	215,762	207,206	8,556
Materials and supplies	1,181	777	404
All other expenditures	3,229	3,229	0
Total mayor	<u>220,172</u>	<u>211,212</u>	<u>8,960</u>
Auditor			
Personal services	344,135	325,507	18,628
Materials and supplies	2,174	2,174	0
Contractual services	40	40	0
All other expenditures	11,386	10,104	1,282
Total auditor	<u>357,735</u>	<u>337,825</u>	<u>19,910</u>
Treasurer			
Personal services	262,138	256,987	5,151
Materials and supplies	1,492	1,492	0
Contractual services	13,127	13,127	0
All other expenditures	14,321	12,149	2,172
Total treasurer	<u>291,078</u>	<u>283,755</u>	<u>7,323</u>
City income tax			
Personal services	586,939	580,215	6,724
Materials and supplies	2,132	2,132	0
Contractual services	18,708	18,708	0
All other expenditures	405,165	397,235	7,930
Total city income tax	<u>1,012,944</u>	<u>998,290</u>	<u>14,654</u>
Management information systems			
Personal services	195,312	189,327	5,985
Materials and supplies	999	999	0
Contractual services	21,871	21,871	0
All other expenditures	5,260	4,578	682
Total management information systems	<u>223,442</u>	<u>216,775</u>	<u>6,667</u>
Law director			
Personal services	562,859	545,133	17,726
Materials and supplies	2,195	2,195	0
Contractual services	1,142	1,142	0
All other expenditures	123,383	104,731	18,652
Total law director	<u>689,579</u>	<u>653,201</u>	<u>36,378</u>
Civil service			
Personal services	93,459	90,801	2,658
Materials and supplies	330	330	0
All other expenditures	42,986	26,772	16,214
Total civil service	<u>136,775</u>	<u>117,903</u>	<u>18,872</u>
Service director			
Personal services	728,882	757,470	(28,588)
Materials and supplies	2,413	2,413	0
Contractual services	81,701	81,701	0
All other expenditures	2,874,736	2,885,504	(10,768)
Total service director	<u>3,687,732</u>	<u>3,727,088</u>	<u>(39,356)</u>

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, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
City engineer			
Personal services	446,141	439,263	6,878
Materials and supplies	597	597	0
All other expenditures	14,558	6,160	8,398
Total city engineer	<u>461,296</u>	<u>446,020</u>	<u>15,276</u>
Public lands and buildings			
Personal services	171,752	140,329	31,423
Materials and supplies	42,359	42,359	0
Contractual services	9,189	9,189	0
All other expenditures	421,512	392,102	29,410
Total public lands and buildings	<u>644,812</u>	<u>583,979</u>	<u>60,833</u>
Purchasing and personnel			
Personal services	264,761	257,917	6,844
Materials and supplies	38,315	30,993	7,322
Contractual services	80	80	0
All other expenditures	118,003	110,837	7,166
Total purchasing and personnel	<u>421,159</u>	<u>399,827</u>	<u>21,332</u>
City council			
Personal services	548,884	533,629	15,255
Materials and supplies	2,249	2,249	0
All other expenditures	39,331	30,614	8,717
Total city council	<u>590,464</u>	<u>566,492</u>	<u>23,972</u>
Municipal court			
Personal services	1,147,878	1,138,807	9,071
Materials and supplies	4,522	4,522	0
Contractual services	36,000	36,000	0
All other expenditures	46,528	36,522	10,006
Total municipal court	<u>1,234,928</u>	<u>1,215,851</u>	<u>19,077</u>
Clerk of courts			
Personal services	983,303	955,200	28,103
Materials and supplies	25,934	25,934	0
All other expenditures	80,066	70,092	9,974
Total clerk of courts	<u>1,089,303</u>	<u>1,051,226</u>	<u>38,077</u>
Print shop			
Materials and supplies	23,965	23,965	0
All other expenditures	14,230	8,558	5,672
Total print shop	<u>38,195</u>	<u>32,523</u>	<u>5,672</u>
Miscellaneous executive			
Elections	3,715	3,715	0
Materials and supplies	7,188	7,188	0
State audit	49,568	49,568	0
County auditor deductions	77,925	77,925	0
Contractual services	324,743	324,743	0
All other expenditures	97,767	131,045	(33,278)
Total miscellaneous executive	<u>560,906</u>	<u>594,184</u>	<u>(33,278)</u>
Total general government	<u>11,660,520</u>	<u>11,436,151</u>	<u>224,369</u>

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, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Security of persons and property			
Police			
Personal services	7,209,218	7,273,826	(64,608)
Materials and supplies	116,086	115,736	350
Contractual services	21,733	21,733	0
All other expenditures	416,625	384,944	31,681
Total police	<u>7,763,662</u>	<u>7,796,239</u>	<u>(32,577)</u>
Fire			
Personal services	5,455,621	5,773,253	(317,632)
Materials and supplies	38,907	38,907	0
Contractual services	3,923	3,923	0
All other expenditures	191,640	169,861	21,779
Total fire	<u>5,690,091</u>	<u>5,985,944</u>	<u>(295,853)</u>
Safetv			
Personal services	600,875	581,753	19,122
Materials and supplies	586	586	0
All other expenditures	2,515	1,337	1,178
Total safety	<u>603,976</u>	<u>583,676</u>	<u>20,300</u>
Traffic lighting			
Personal services	1,000	0	1,000
Materials and supplies	21,269	21,269	0
Contractual services	3,695	3,695	0
All other expenditures	46,430	71,704	(25,274)
Total traffic lighting	<u>72,394</u>	<u>96,668</u>	<u>(24,274)</u>
Communications center			
Personal services	840,273	769,537	70,736
Materials and supplies	3,723	3,723	0
Contractual services	7,826	7,826	0
All other expenditures	11,777	10,799	978
Total communications center	<u>863,599</u>	<u>791,885</u>	<u>71,714</u>
Detention center			
Personal services	752,385	746,615	5,770
Materials and supplies	14,010	14,010	0
Contractual services	31,598	31,598	0
All other expenditures	60,234	53,527	6,707
Total detention center	<u>858,227</u>	<u>845,750</u>	<u>12,477</u>
Total security of persons and property	<u>15,851,949</u>	<u>16,100,162</u>	<u>(248,213)</u>
Public health and welfare			
Health district			
All other expenditures	259,234	259,234	0
Total health district	<u>259,234</u>	<u>259,234</u>	<u>0</u>
Total public health and welfare	<u>259,234</u>	<u>259,234</u>	<u>0</u>

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, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Community environment			
Building department			
Personal services	515,531	505,357	10,174
Materials and supplies	1,245	1,245	0
Contractual services	17,280	17,280	0
All other expenditures	20,050	8,474	11,576
Total building department	<u>554,106</u>	<u>532,356</u>	<u>21,750</u>
Total community environment	<u>554,106</u>	<u>532,356</u>	<u>21,750</u>
Leisure time activities			
Recreation			
Personal services	860,615	747,101	113,514
Materials and supplies	95,637	95,633	4
Contractual services	9,712	9,712	0
All other expenditures	84,093	68,782	15,311
Total recreation	<u>1,050,057</u>	<u>921,228</u>	<u>128,829</u>
Concessions			
Personal services	91,490	91,042	448
Materials and supplies	44,900	40,881	4,019
Total concessions	<u>136,390</u>	<u>131,923</u>	<u>4,467</u>
Skating rink			
Personal services	108,740	102,964	5,776
Materials and supplies	8,357	8,357	0
Contractual services	8,384	8,384	0
All other expenditures	114,659	84,691	29,968
Total skating rink	<u>240,140</u>	<u>204,396</u>	<u>35,744</u>
Swimming pools			
Personal services	199,615	198,981	634
Materials and supplies	20,985	20,985	0
Contractual services	235	235	0
All other expenditures	56,384	47,258	9,126
Total swimming pools	<u>277,219</u>	<u>267,459</u>	<u>9,760</u>
Sixty plus			
Personal services	223,470	224,111	(641)
Materials and supplies	1,861	1,861	0
All other expenditures	1,334	847	487
Total sixty plus	<u>226,665</u>	<u>226,819</u>	<u>(154)</u>
Total leisure time activities	<u>1,930,471</u>	<u>1,751,825</u>	<u>178,646</u>

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, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Capital outlay	<u>2,375</u>	<u>2,375</u>	<u>0</u>
Total expenditures	<u>30,258,655</u>	<u>30,082,103</u>	<u>176,552</u>
Excess of revenues over (under) expenditures	1,242,139	4,013,630	2,771,491
Other financing sources (uses)			
Advances - in	880,000	880,380	380
Advances - out	(4,875)	(309,966)	(305,091)
Operating transfers - in	234,155	125,627	(108,528)
Operating transfers - out	<u>(2,214,322)</u>	<u>(3,511,308)</u>	<u>(1,296,986)</u>
Total other financing sources (uses)	<u>(1,105,042)</u>	<u>(2,815,267)</u>	<u>(1,710,225)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	137,097	1,198,363	1,061,266
Fund balance at beginning of year	358,296	358,296	0
Prior year encumbrances appropriated	<u>46,523</u>	<u>46,523</u>	<u>0</u>
Fund balance (deficit) at end of year	<u><u>541,916</u></u>	<u><u>1,603,182</u></u>	<u><u>1,061,266</u></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 designated for the purchase of land for park purposes.
Parks and Recreation	To account for revenues received from insurance fees, gifts, donations, rents, and contributions designated for recreation programs.
State Grants	To account for federal and state revenues received through the State of Ohio whose use is restricted to providing Emergency Medical Services, litter prevention, recycling, and other community 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 Grant	To account for grant revenues for Senior Citizens programs.
Senior Donations	To account for donations to Senior Citizens programs.
Housing Maintenance Code	To account for activity related to the enforcement of City property maintenance standards.

(continued)

CITY OF PARMA, OHIO

SPECIAL REVENUE FUNDS (continued)

Roadway Industrial Parkway	To account for the costs associated with the Roadway Industrial Parkway.
Enterprise Zone Monitoring	To account for the costs associated with the City's Enterprise Zone.
Law Enforcement Block Grant	To account for grant revenues and expenditures as prescribed under the Local Law Enforcement Block Grant program.

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City of Parma, Ohio
 Combining Balance Sheet
 All Special Revenue Funds
 December 31, 2001

	<u>Paramedic Levy</u>	<u>Land Acquisitions</u>	<u>Parks And Recreation</u>	<u>State Grants</u>	<u>Parma Public Housing</u>
Assets:					
Equity in pooled cash and cash equivalents	\$ 56,694	3,633	29,508	169,374	0
Cash and cash equivalents in segregated accounts	0	0	0	0	17,611
Receivables:					
Taxes	421,432	0	0	0	0
Accounts	0	0	2,917	0	79,383
Special assessments	0	0	0	0	0
Accrued interest	0	65	5	0	0
Due from other funds	0	0	0	474	0
Due from other governments	51,392	0	0	47,600	0
Materials and supplies inventory	0	0	0	0	0
Loans receivable	0	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total assets	<u>\$ 529,518</u>	<u>3,698</u>	<u>32,430</u>	<u>217,448</u>	<u>96,994</u>
Liabilities:					
Accounts payable	\$ 5,462	0	0	2,056	30,903
Contracts payable	77	0	0	0	0
Interfund payable	0	0	0	56,912	10,488
Accrued wages and benefits	410	0	0	395	0
Compensated absences payable	1,548	0	0	197	31,056
Due to other governments	1,001	0	0	462	0
Deferred revenue	472,824	0	0	0	0
	<u>481,322</u>	<u>0</u>	<u>0</u>	<u>60,022</u>	<u>72,447</u>
Total liabilities	<u>481,322</u>	<u>0</u>	<u>0</u>	<u>60,022</u>	<u>72,447</u>
Fund Equity:					
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)	48,196	3,698	11,484	157,426	24,547
	<u>48,196</u>	<u>3,698</u>	<u>32,430</u>	<u>157,426</u>	<u>24,547</u>
Total fund equity (deficit)	<u>48,196</u>	<u>3,698</u>	<u>32,430</u>	<u>157,426</u>	<u>24,547</u>
Total liabilities and fund equity	<u>\$ 529,518</u>	<u>3,698</u>	<u>32,430</u>	<u>217,448</u>	<u>96,994</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>
157,828	1,300	9,558	22,828	21,404	78,796
177	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	48,879
0	22	168	395	0	0
0	0	0	0	0	0
0	947,056	57,830	273,489	0	0
0	866,445	0	0	0	0
<u>12,605</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>170,610</u>	<u>1,814,823</u>	<u>67,556</u>	<u>296,712</u>	<u>21,404</u>	<u>127,675</u>
122	31,691	585	0	0	0
0	1,745	0	0	0	0
0	0	0	0	0	0
1,555	60,581	3,540	0	0	0
907	12,419	2,254	0	0	0
9,986	20,303	1,105	0	0	0
<u>0</u>	<u>804,774</u>	<u>46,295</u>	<u>237,430</u>	<u>0</u>	<u>48,879</u>
<u>12,570</u>	<u>931,513</u>	<u>53,779</u>	<u>237,430</u>	<u>0</u>	<u>48,879</u>
0	0	0	0	0	0
0	866,445	0	0	0	0
12,605	0	0	0	0	0
<u>145,435</u>	<u>16,865</u>	<u>13,777</u>	<u>59,282</u>	<u>21,404</u>	<u>78,796</u>
<u>158,040</u>	<u>883,310</u>	<u>13,777</u>	<u>59,282</u>	<u>21,404</u>	<u>78,796</u>
<u>170,610</u>	<u>1,814,823</u>	<u>67,556</u>	<u>296,712</u>	<u>21,404</u>	<u>127,675</u> (continued)

City of Parma, Ohio
 Combining Balance Sheet
 All Special Revenue Funds-continued
 December 31, 2001

	<u>Police Pension</u>	<u>Fire Pension</u>	<u>Law Enforcement</u>	<u>Police Levy</u>	<u>Fire Levy</u>
Assets:					
Equity in pooled cash and cash equivalents	\$ 45,488	43,102	613,899	13,088	3,694
Cash and cash equivalents in segregated accounts	0	0	0	0	0
Receivables:					
Taxes	444,436	444,437	0	1,673,512	1,673,512
Accounts	0	0	0	0	0
Special assessments	0	0	0	0	0
Accrued interest	0	0	6,963	0	0
Due from other funds	0	0	7,563	0	0
Due from other governments	44,152	44,152	4,370	183,138	183,138
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>\$ 534,076</u>	 <u>531,691</u>	 <u>632,795</u>	 <u>1,869,738</u>	 <u>1,860,344</u>
 Liabilities:					
Accounts payable	\$ 0	0	1,127	73	6,871
Contracts payable	0	0	0	33	860
Interfund payable	0	0	0	0	0
Accrued wages and benefits	0	0	0	2,834	312
Compensated absences payable	0	0	0	2,296	0
Due to other governments	8,984	9,385	2,441	1,220	427
Deferred revenue	<u>488,588</u>	<u>488,589</u>	<u>0</u>	<u>1,856,650</u>	<u>1,856,650</u>
 Total liabilities	 <u>497,572</u>	 <u>497,974</u>	 <u>3,568</u>	 <u>1,863,106</u>	 <u>1,865,120</u>
 Fund Equity:					
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>36,504</u>	<u>33,717</u>	<u>629,227</u>	<u>6,632</u>	<u>(4,776)</u>
 Total fund equity (deficit)	 <u>36,504</u>	 <u>33,717</u>	 <u>629,227</u>	 <u>6,632</u>	 <u>(4,776)</u>
 Total liabilities and fund equity	 <u>\$ 534,076</u>	 <u>531,691</u>	 <u>632,795</u>	 <u>1,869,738</u>	 <u>1,860,344</u>

<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>	<u>Title III</u>	<u>Senior Donations</u>	<u>Housing Maintenance Code</u>
44,215	4,966	112	103,270	62,840	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	2,498	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	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>44,215</u>	<u>4,966</u>	<u>2,610</u>	<u>103,270</u>	<u>62,840</u>	<u>0</u>
894	0	514	0	13,838	0
0	0	0	0	0	0
0	137,035	0	0	0	0
9,895	360	497	1,499	1,976	1,624
1,058	0	0	489	793	0
3,446	328	312	668	821	469
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>15,293</u>	<u>137,723</u>	<u>1,323</u>	<u>2,656</u>	<u>17,428</u>	<u>2,093</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>28,922</u>	<u>(132,757)</u>	<u>1,287</u>	<u>100,614</u>	<u>45,412</u>	<u>(2,093)</u>
<u>28,922</u>	<u>(132,757)</u>	<u>1,287</u>	<u>100,614</u>	<u>45,412</u>	<u>(2,093)</u>
<u>44,215</u>	<u>4,966</u>	<u>2,610</u>	<u>103,270</u>	<u>62,840</u>	<u>0</u>
					(continued)

City of Parma, Ohio
 Combining Balance Sheet
 All Special Revenue Funds-continued
 December 31, 2001

	Roadway Industrial Parkway	Enterprise Zone Monitoring	Local Law Enforcement Block Grant	Totals
Assets:				
Equity in pooled cash and cash equivalents	750,000	250	771	2,236,618
Cash and cash equivalents in segregated accounts	0	0	0	17,788
Receivables:				
Taxes	0	0	0	4,657,329
Accounts	0	0	0	84,798
Special assessments	0	0	0	48,879
Accrued interest	0	0	5	7,623
Due from other funds	0	0	0	8,037
Due from other governments	0	0	11,003	1,847,320
Materials and supplies inventory	0	0	0	866,445
Loans receivable	0	0	0	12,605
	<u>750,000</u>	<u>250</u>	<u>11,779</u>	<u>9,787,442</u>
Total assets				
	<u>750,000</u>	<u>250</u>	<u>11,779</u>	<u>9,787,442</u>
Liabilities:				
Accounts payable	4,206	0	0	98,342
Contracts payable	0	0	0	2,715
Interfund payable	0	0	658	205,093
Accrued wages and benefits	0	0	0	85,478
Compensated absences payable	0	0	0	53,017
Due to other governments	0	0	0	61,358
Deferred revenue	0	0	0	6,300,679
	<u>4,206</u>	<u>0</u>	<u>658</u>	<u>6,806,682</u>
Total liabilities				
	<u>4,206</u>	<u>0</u>	<u>658</u>	<u>6,806,682</u>
Fund Equity:				
Fund balance:				
Reserved for encumbrances	0	0	0	20,946
Reserved for inventory	0	0	0	866,445
Reserved for loans	0	0	0	12,605
Unreserved, undesignated (deficit)	745,794	250	11,121	2,080,764
	<u>745,794</u>	<u>250</u>	<u>11,121</u>	<u>2,080,764</u>
Total fund equity (deficit)				
	<u>745,794</u>	<u>250</u>	<u>11,121</u>	<u>2,980,760</u>
Total liabilities and fund equity	<u>750,000</u>	<u>250</u>	<u>11,779</u>	<u>9,787,442</u>

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City of Parma, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Year Ended December 31, 2001

	Paramedic Levy	Land Acquisitions	Parks And Recreation	State Grants	Parma Public Housing
Revenues:					
Property and other taxes	\$400,868	0	0	0	0
Charges for services	62,569	17,000	33,686	451	248,469
Fees, licenses and permits	0	0	0	0	0
Fines and forfeitures	0	0	0	124	0
Intergovernmental	48,272	0	0	347,978	2,342,985
Donations	0	0	11,160	5,000	0
Rents	0	0	113,500	0	0
Special assessments	0	0	0	0	0
Interest	0	6,079	1,505	0	7,909
Other	11,107	0	9,984	0	0
Total revenues	<u>522,816</u>	<u>23,079</u>	<u>169,835</u>	<u>353,553</u>	<u>2,599,363</u>
Expenditures:					
Current:					
Security of persons and property	762,756	0	0	104,838	0
Transportation	0	0	0	0	0
Community environment	0	0	0	51,292	3,098,397
Basic utility services	0	0	0	0	0
Leisure time activities	0	172,548	55,966	117,017	0
Capital outlay	0	0	49,543	12,793	0
Debt Service:					
Principal retirement	0	0	0	0	0
Interest and fiscal charges	0	0	0	0	0
Total expenditures	<u>762,756</u>	<u>172,548</u>	<u>105,509</u>	<u>285,940</u>	<u>3,098,397</u>
Excess of revenues over (under) expenditures	<u>(239,940)</u>	<u>(149,469)</u>	<u>64,326</u>	<u>67,613</u>	<u>(499,034)</u>
Other financing sources (uses):					
Operating transfers - in	0	0	396	1,771	0
Operating transfers - out	(57,600)	0	(28,939)	(1,585)	0
Total other financing sources (uses)	<u>(57,600)</u>	<u>0</u>	<u>(28,543)</u>	<u>186</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(297,540)</u>	<u>(149,469)</u>	<u>35,783</u>	<u>67,799</u>	<u>(499,034)</u>
Fund balances (deficit) at beginning of year	345,736	153,167	(3,353)	89,627	523,581
Increase in reserve for inventory	0	0	0	0	0
Fund balances (deficit) at end of year	<u>\$48,196</u>	<u>3,698</u>	<u>32,430</u>	<u>157,426</u>	<u>24,547</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>	<u>Police Pension</u>
0	0	0	363,349	0	0	417,651
3,746	13,757	0	0	0	0	3,975
0	1,575	0	7,236	0	0	0
0	0	0	0	0	0	0
803,340	1,856,980	150,565	182,522	0	0	55,840
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	77	733,431	0
243	91	237	2,236	3	285	0
4,401	314	425	0	0	0	0
<u>811,730</u>	<u>1,872,717</u>	<u>151,227</u>	<u>555,343</u>	<u>80</u>	<u>733,716</u>	<u>477,466</u>
0	0	0	0	0	0	1,323,080
0	3,580,473	263,663	0	0	0	0
725,664	0	0	0	0	0	0
0	0	0	0	0	771,923	0
0	0	0	0	0	0	0
19,586	0	0	0	0	0	0
0	0	0	0	0	0	22,140
0	0	0	0	0	0	8,062
<u>745,250</u>	<u>3,580,473</u>	<u>263,663</u>	<u>0</u>	<u>0</u>	<u>771,923</u>	<u>1,353,282</u>
<u>66,480</u>	<u>(1,707,756)</u>	<u>(112,436)</u>	<u>555,343</u>	<u>80</u>	<u>(38,207)</u>	<u>(875,816)</u>
0	1,734,566	125,278	0	0	60,000	921,084
(632,418)	0	0	(531,453)	0	0	0
<u>(632,418)</u>	<u>1,734,566</u>	<u>125,278</u>	<u>(531,453)</u>	<u>0</u>	<u>60,000</u>	<u>921,084</u>
(565,938)	26,810	12,842	23,890	80	21,793	45,268
723,978	776,328	935	35,392	21,324	57,003	(8,764)
0	80,172	0	0	0	0	0
<u>158,040</u>	<u>883,310</u>	<u>13,777</u>	<u>59,282</u>	<u>21,404</u>	<u>78,796</u>	<u>36,504</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, 2001

	<u>Fire Pension</u>	<u>Law Enforcement</u>	<u>Police Levy</u>	<u>Fire Levy</u>
Revenues:				
Property and other taxes	\$ 417,651	0	1,582,817	1,582,817
Charges for services	0	103,829	21,844	19,683
Fees, licenses and permits	0	0	0	0
Fines and forfeitures	0	880,114	0	0
Intergovernmental	55,840	34,013	202,747	202,747
Donations	0	0	0	0
Rents	0	5,175	0	0
Special assessments	0	0	0	0
Interest	0	23,684	0	0
Other	0	7,563	2,894	0
	<u>473,491</u>	<u>1,054,378</u>	<u>1,810,302</u>	<u>1,805,247</u>
Expenditures:				
Current:				
Security of persons and property	1,422,993	879,136	951,939	830,229
Transportation	0	0	0	0
Community environment	0	0	0	0
Basic utility services	0	0	0	0
Leisure time activities	0	0	0	0
Capital outlay	0	84,300	0	0
Debt Service:				
Principal retirement	0	24,177	0	18,061
Interest and fiscal charges	0	2,468	0	428
	<u>1,422,993</u>	<u>990,081</u>	<u>951,939</u>	<u>848,718</u>
Excess of revenues over (under) expenditures	<u>(949,502)</u>	<u>64,297</u>	<u>858,363</u>	<u>956,529</u>
Other financing sources (uses):				
Operating transfers - in	994,070	1,317	0	0
Operating transfers - out	0	(66,447)	(840,000)	(896,396)
	<u>994,070</u>	<u>(65,130)</u>	<u>(840,000)</u>	<u>(896,396)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	44,568	(833)	18,363	60,133
Fund balances (deficit) at beginning of year	(10,851)	630,060	(11,731)	(64,909)
Increase in reserve for inventory	0	0	0	0
Fund balances (deficit) at end of year	<u>\$ 33,717</u>	<u>629,227</u>	<u>6,632</u>	<u>(4,776)</u>

<u>Sewer Maintenance</u>	<u>Fair Housing</u>	<u>Community Center</u>	<u>Title III</u>	<u>Senior Donations</u>	<u>Housing Maintenance Code</u>
0	0	0	0	0	0
340,813	1,595	7,130	2,405	1,389	0
36,255	0	0	0	0	0
0	0	0	0	0	0
0	131,041	0	200,512	0	0
0	0	0	32,299	159,866	0
0	0	158,359	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>9,176</u>	<u>0</u>
<u>377,068</u>	<u>132,636</u>	<u>165,489</u>	<u>235,216</u>	<u>170,431</u>	<u>0</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	200,811	0	0	0	66,211
741,776	0	0	0	0	0
0	0	194,109	239,568	160,164	0
0	0	3,613	32,306	1,039	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>741,776</u>	<u>200,811</u>	<u>197,722</u>	<u>271,874</u>	<u>161,203</u>	<u>66,211</u>
<u>(364,708)</u>	<u>(68,175)</u>	<u>(32,233)</u>	<u>(36,658)</u>	<u>9,228</u>	<u>(66,211)</u>
412,976	0	98,722	254	0	67,159
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>412,976</u>	<u>0</u>	<u>98,722</u>	<u>254</u>	<u>0</u>	<u>67,159</u>
48,268	(68,175)	66,489	(36,404)	9,228	948
(19,346)	(64,582)	(65,202)	137,018	36,184	(3,041)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>28,922</u>	<u>(132,757)</u>	<u>1,287</u>	<u>100,614</u>	<u>45,412</u>	<u>(2,093)</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, 2001

	Roadway Industrial Parkway	Enterprise Zone Monitoring	Local Law Enforcement Block Grant	Totals
Revenues:				
Property and other taxes	\$ 0	0	0	4,765,153
Charges for services	0	0	0	882,341
Fees, licenses and permits	0	0	0	45,066
Fines and forfeitures	0	0	0	880,238
Intergovernmental	750,000	0	23,125	7,388,507
Donations	0	0	0	208,325
Rents	0	0	0	277,034
Special assessments	0	0	0	733,508
Interest	0	0	4,026	46,298
Other	0	250	0	46,114
Total revenues	<u>750,000</u>	<u>250</u>	<u>27,151</u>	<u>15,272,584</u>
Expenditures:				
Current:				
Security of persons and property	0	0	658	6,275,629
Transportation	4,206	0	0	3,848,342
Community environment	0	0	0	4,142,375
Basic utility services	0	0	0	1,513,699
Leisure time activities	0	0	0	939,372
Capital outlay	0	0	13,112	216,292
Debt Service:				
Principal retirement	0	0	0	64,378
Interest and fiscal charges	0	0	0	10,958
Total expenditures	<u>4,206</u>	<u>0</u>	<u>13,770</u>	<u>17,011,045</u>
Excess of revenues over (under) expenditures	<u>745,794</u>	<u>250</u>	<u>13,381</u>	<u>(1,738,461)</u>
Other financing sources (uses):				
Operating transfers - in	0	0	1,347	4,418,940
Operating transfers - out	0	0	(3,607)	(3,058,445)
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>(2,260)</u>	<u>1,360,495</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>745,794</u>	<u>250</u>	<u>11,121</u>	<u>(377,966)</u>
Fund balances (deficit) at beginning of year	0	0	0	3,278,554
Increase in reserve for inventory	0	0	0	80,172
Fund balances (deficit) at end of year	<u>\$ 745,794</u>	<u>250</u>	<u>11,121</u>	<u>2,980,760</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Paramedic Levy Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes			
Real estate and public utility	451,717	346,360	(105,357)
Tangible personal property	62,832	54,509	(8,323)
Total property and other taxes	<u>514,549</u>	<u>400,869</u>	<u>(113,680)</u>
Charges for services			
General government	0	4,600	4,600
Emergency medical services	80,000	153,250	73,250
Total charges for services	<u>80,000</u>	<u>157,850</u>	<u>77,850</u>
Intergovernmental			
Homestead	5,209	3,915	(1,294)
10% reimbursement	39,111	37,508	(1,603)
2.5% property tax rollback	7,604	6,849	(755)
Total intergovernmental	<u>51,924</u>	<u>48,272</u>	<u>(3,652)</u>
Reimbursements			
Reimbursements	5,000	11,107	6,107
Total reimbursements	<u>5,000</u>	<u>11,107</u>	<u>6,107</u>
Total revenues	<u>651,473</u>	<u>618,098</u>	<u>(33,375)</u>
Expenditures			
Current			
Security of persons and property			
Personal services	737,346	738,866	(1,520)
Materials and supplies	16,355	16,355	0
County auditor deductions	3,868	3,868	0
Contractual services	5,617	5,617	0
All other expenditures	16,784	15,265	1,519
Total security of persons and property	<u>779,970</u>	<u>779,971</u>	<u>(1)</u>
Total expenditures	<u>779,970</u>	<u>779,971</u>	<u>(1)</u>
Excess of revenues over (under) expenditures	(128,497)	(161,873)	(33,376)
Other financing sources (uses)			
Operating transfers - out	(57,600)	(57,600)	0
Total other financing sources (uses)	<u>(57,600)</u>	<u>(57,600)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(186,097)	(219,473)	(33,376)
Fund balance at beginning of year	275,186	275,186	0
Fund balance (deficit) at end of year	<u>89,089</u>	<u>55,713</u>	<u>(33,376)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Land Acquisitions Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	17,000	17,000	0
Total charges for services	<u>17,000</u>	<u>17,000</u>	<u>0</u>
Interest			
Interest	6,014	6,014	0
Total interest	<u>6,014</u>	<u>6,014</u>	<u>0</u>
Total revenues	<u>23,014</u>	<u>23,014</u>	<u>0</u>
Expenditures			
Current			
Leisure time activities			
Contractual services	187,155	186,088	1,067
Total leisure time activities	<u>187,155</u>	<u>186,088</u>	<u>1,067</u>
Total expenditures	<u>187,155</u>	<u>186,088</u>	<u>1,067</u>
Excess of revenues over (under) expenditures	(164,141)	(163,074)	1,067
Fund balance at beginning of year	166,707	166,707	0
Fund balance (deficit) at end of year	<u><u>2,566</u></u>	<u><u>3,633</u></u>	<u><u>1,067</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Parks and Recreation Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	26,000	14,933	(11,067)
Parks and recreation	12,400	18,753	6,353
Total charges for services	<u>38,400</u>	<u>33,686</u>	<u>(4,714)</u>
Donations			
Donations	3,800	11,160	7,360
Total donations	<u>3,800</u>	<u>11,160</u>	<u>7,360</u>
Rentals and leases			
Rentals and leases	130,245	113,500	(16,745)
Total rentals and leases	<u>130,245</u>	<u>113,500</u>	<u>(16,745)</u>
Interest			
Interest	1,000	2,239	1,239
Total interest	<u>1,000</u>	<u>2,239</u>	<u>1,239</u>
Reimbursements			
Reimbursements	5,000	9,985	4,985
Total reimbursements	<u>5,000</u>	<u>9,985</u>	<u>4,985</u>
Total revenues	<u>178,445</u>	<u>170,570</u>	<u>(7,875)</u>
Expenditures			
Current			
Leisure time activities			
Materials and supplies	3,258	3,258	0
Contractual services	27,967	27,967	0
All other expenditures	25,319	25,319	0
Total leisure time activities	<u>56,544</u>	<u>56,544</u>	<u>0</u>
Capital outlay	<u>55,709</u>	<u>49,938</u>	<u>5,771</u>
Total expenditures	<u>112,253</u>	<u>106,482</u>	<u>5,771</u>
Excess of revenues over (under) expenditures	66,192	64,088	(2,104)
Other financing sources (uses)			
Advances - out	(7,146)	(29,309)	(22,163)
Operating transfers - in	0	396	396
Operating transfers - out	(28,939)	(28,939)	0
Total other financing sources (uses)	<u>(36,085)</u>	<u>(57,852)</u>	<u>(21,767)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	30,107	6,236	(23,871)
Fund balance at beginning of year	22,876	22,876	0
Fund balance (deficit) at end of year	<u>52,983</u>	<u>29,112</u>	<u>(23,871)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - State Grants Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	450	450
Total charges for services	<u>0</u>	<u>450</u>	<u>450</u>
Intergovernmental			
Grants	448,813	369,450	(79,363)
Total intergovernmental	<u>448,813</u>	<u>369,450</u>	<u>(79,363)</u>
Donations			
Donations	0	5,000	5,000
Total donations	<u>0</u>	<u>5,000</u>	<u>5,000</u>
Total revenues	<u>448,813</u>	<u>374,900</u>	<u>(73,913)</u>
Expenditures			
Current			
Security of persons and property			
Personal services	111,226	102,558	8,668
Materials and supplies	10,230	1,133	9,097
All other expenditures	12,222	552	11,670
Total security of persons and property	<u>133,678</u>	<u>104,243</u>	<u>29,435</u>
Community environment			
Personal services	36,711	35,777	934
Materials and supplies	560	12	548
Contractual services	3,600	3,600	0
All other expenditures	14,342	11,808	2,534
Total community environment	<u>55,213</u>	<u>51,197</u>	<u>4,016</u>
Leisure time activities			
Contractual services	190,210	120,876	69,334
Total leisure time activities	<u>190,210</u>	<u>120,876</u>	<u>69,334</u>
Capital outlay	<u>28,995</u>	<u>12,793</u>	<u>16,202</u>
Total expenditures	<u>408,096</u>	<u>289,109</u>	<u>118,987</u>
Excess of revenues over (under) expenditures	40,717	85,791	45,074

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Special Revenue - State Grants Fund - continued
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Other financing sources (uses)			
Advances - in	0	56,911	56,911
Advances - out	(26,606)	(26,606)	0
Operating transfers - in	15,119	1,771	(13,348)
Operating transfers - out	(5,585)	(1,585)	4,000
Total other financing sources (uses)	<u>(17,072)</u>	<u>30,491</u>	<u>47,563</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>23,645</u>	<u>116,282</u>	<u>92,637</u>
Fund balance at beginning of year	52,492	52,492	0
Prior year encumbrances appropriated	600	600	0
Fund balance (deficit) at end of year	<u><u>76,737</u></u>	<u><u>169,374</u></u>	<u><u>92,637</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Parma Public Housing Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	169,086	169,086
Total charges for services	<u>0</u>	<u>169,086</u>	<u>169,086</u>
Intergovernmental			
Grants	290,460	2,342,985	2,052,525
Total intergovernmental	<u>290,460</u>	<u>2,342,985</u>	<u>2,052,525</u>
Interest			
Interest	0	7,909	7,909
Total interest	<u>0</u>	<u>7,909</u>	<u>7,909</u>
Total revenues	<u>290,460</u>	<u>2,519,980</u>	<u>2,229,520</u>
Expenditures			
Current			
Community environment			
Personal services	252,847	242,865	9,982
All other expenditures	37,612	2,795,427	(2,757,815)
Total community environment	<u>290,459</u>	<u>3,038,292</u>	<u>(2,747,833)</u>
Total expenditures	<u>290,459</u>	<u>3,038,292</u>	<u>(2,747,833)</u>
Excess of revenues over (under) expenditures	1	(518,312)	(518,313)
Other financing sources (uses)			
Advances - in	0	10,488	10,488
Advances - out	0	(37,412)	(37,412)
Total other financing sources (uses)	<u>0</u>	<u>(26,924)</u>	<u>(26,924)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	1	(545,236)	(545,237)
Fund balance at beginning of year	562,847	562,847	0
Fund balance (deficit) at end of year	<u>562,848</u>	<u>17,611</u>	<u>(545,237)</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 Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	3,746	3,746
Total charges for services	<u>0</u>	<u>3,746</u>	<u>3,746</u>
Intergovernmental			
Grants	2,399,394	2,080,607	(318,787)
Total intergovernmental	<u>2,399,394</u>	<u>2,080,607</u>	<u>(318,787)</u>
Reimbursements			
Reimbursements	6,000	4,402	(1,598)
Total reimbursements	<u>6,000</u>	<u>4,402</u>	<u>(1,598)</u>
Total revenues	<u>2,405,394</u>	<u>2,088,755</u>	<u>(316,639)</u>
Expenditures			
Current			
Community environment			
Personal services	304,088	301,307	2,781
Materials and supplies	204,393	158,555	45,838
Contractual services	315,946	295,734	20,212
All other expenditures	346,314	220,427	125,887
Total community environment	<u>1,170,741</u>	<u>976,023</u>	<u>194,718</u>
Capital outlay	<u>34,375</u>	<u>19,586</u>	<u>14,789</u>
Total expenditures	<u>1,205,116</u>	<u>995,609</u>	<u>209,507</u>
Excess of revenues over (under) expenditures	1,200,278	1,093,146	(107,132)
Other financing sources (uses)			
Advances - out	(420,410)	(420,410)	0
Operating transfers - out	(721,140)	(632,418)	88,722
Total other financing sources (uses)	<u>(1,141,550)</u>	<u>(1,052,828)</u>	<u>88,722</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	58,728	40,318	(18,410)
Fund balance at beginning of year	117,510	117,510	0
Fund balance (deficit) at end of year	<u>176,238</u>	<u>157,828</u>	<u>(18,410)</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 Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	156	156
Miscellaneous services	0	13,601	13,601
Total charges for services	<u>0</u>	<u>13,757</u>	<u>13,757</u>
Fees, licenses, and permits			
Fees and permits	1,000	1,575	575
Total fees, licenses, and permits	<u>1,000</u>	<u>1,575</u>	<u>575</u>
Intergovernmental			
State motor vehicle license tax	460,000	488,262	28,262
State gasoline tax	1,350,000	1,370,776	20,776
Total intergovernmental	<u>1,810,000</u>	<u>1,859,038</u>	<u>49,038</u>
Interest			
Interest	0	69	69
Total interest	<u>0</u>	<u>69</u>	<u>69</u>
Reimbursements			
Reimbursements	1,000	314	(686)
Total reimbursements	<u>1,000</u>	<u>314</u>	<u>(686)</u>
Total revenues	<u>1,812,000</u>	<u>1,874,753</u>	<u>62,753</u>
Expenditures			
Current			
Transportation			
Personal services	3,286,531	3,335,244	(48,713)
Materials and supplies	202,125	202,125	0
Contractual services	104,481	104,481	0
All other expenditures	9,714	8,612	1,102
Total transportation	<u>3,602,851</u>	<u>3,650,462</u>	<u>(47,611)</u>
Total expenditures	<u>3,602,851</u>	<u>3,650,462</u>	<u>(47,611)</u>
Excess of revenues over (under) expenditures	(1,790,851)	(1,775,709)	15,142
Other financing sources (uses)			
Operating transfers - in	1,783,611	1,734,566	(49,045)
Total other financing sources (uses)	<u>1,783,611</u>	<u>1,734,566</u>	<u>(49,045)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(7,240)	(41,143)	(33,903)
Fund balance at beginning of year	26,731	26,731	0
Prior year encumbrances appropriated	14,412	14,412	0
Fund balance (deficit) at end of year	<u>33,903</u>	<u>0</u>	<u>(33,903)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - State Highway Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental			
State motor vehicle license tax	38,000	39,589	1,589
State gasoline tax	109,000	111,144	2,144
Total intergovernmental	<u>147,000</u>	<u>150,733</u>	<u>3,733</u>
Interest			
Interest	0	69	69
Total interest	<u>0</u>	<u>69</u>	<u>69</u>
Reimbursements			
Reimbursements	0	425	425
Total reimbursements	<u>0</u>	<u>425</u>	<u>425</u>
Total revenues	<u>147,000</u>	<u>151,227</u>	<u>4,227</u>
Expenditures			
Current			
Transportation			
Personal services	236,574	217,165	19,409
Materials and supplies	53,860	47,204	6,656
Contractual services	500	182	318
All other expenditures	3,350	3,050	300
Total transportation	<u>294,284</u>	<u>267,601</u>	<u>26,683</u>
Total expenditures	<u>294,284</u>	<u>267,601</u>	<u>26,683</u>
Excess of revenues over (under) expenditures	(147,284)	(116,374)	30,910
Other financing sources (uses)			
Operating transfers - in	154,525	125,278	(29,247)
Total other financing sources (uses)	<u>154,525</u>	<u>125,278</u>	<u>(29,247)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	7,241	8,904	1,663
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u><u>7,241</u></u>	<u><u>8,904</u></u>	<u><u>1,663</u></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 Fund
 For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes			
Other local	355,000	363,349	8,349
Total property and other taxes	<u>355,000</u>	<u>363,349</u>	<u>8,349</u>
Fees, licenses, and permits			
Fees and permits	0	7,236	7,236
Total fees, licenses, and permits	<u>0</u>	<u>7,236</u>	<u>7,236</u>
Intergovernmental			
State motor vehicle license tax	178,000	181,674	3,674
Total intergovernmental	<u>178,000</u>	<u>181,674</u>	<u>3,674</u>
Interest			
Interest	1,200	2,022	822
Total interest	<u>1,200</u>	<u>2,022</u>	<u>822</u>
Total revenues	<u>534,200</u>	<u>554,281</u>	<u>20,081</u>
Excess of revenues over (under) expenditures	534,200	554,281	20,081
Other financing sources (uses)			
Operating transfers - out	(534,200)	(531,453)	2,747
Total other financing sources (uses)	<u>(534,200)</u>	<u>(531,453)</u>	<u>2,747</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	22,828	22,828
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>22,828</u></u>	<u><u>22,828</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Noxious Weeds Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Special assessments			
Special assessments	3,000	77	(2,923)
Total special assessments	<u>3,000</u>	<u>77</u>	<u>(2,923)</u>
Interest			
Interest	0	3	3
Total interest	<u>0</u>	<u>3</u>	<u>3</u>
Total revenues	<u>3,000</u>	<u>80</u>	<u>(2,920)</u>
Expenditures			
Current			
General government			
All other expenditures	100	0	100
Total general government	<u>100</u>	<u>0</u>	<u>100</u>
Total expenditures	<u>100</u>	<u>0</u>	<u>100</u>
Excess of revenues over (under) expenditures	2,900	80	(2,820)
Fund balance at beginning of year	21,324	21,324	0
Fund balance (deficit) at end of year	<u>24,224</u>	<u>21,404</u>	<u>(2,820)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Street Lighting Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Special assessments			
Special assessments	749,400	733,431	(15,969)
Total special assessments	<u>749,400</u>	<u>733,431</u>	<u>(15,969)</u>
Interest			
Interest	500	285	(215)
Total interest	<u>500</u>	<u>285</u>	<u>(215)</u>
Total revenues	<u>749,900</u>	<u>733,716</u>	<u>(16,184)</u>
Expenditures			
Current			
Basic utility services			
All other expenditures	940,000	908,437	31,563
Total basic utility services	<u>940,000</u>	<u>908,437</u>	<u>31,563</u>
Total expenditures	<u>940,000</u>	<u>908,437</u>	<u>31,563</u>
Excess of revenues over (under) expenditures	(190,100)	(174,721)	15,379
Other financing sources (uses)			
Operating transfers - in	0	60,000	60,000
Total other financing sources (uses)	<u>0</u>	<u>60,000</u>	<u>60,000</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(190,100)	(114,721)	75,379
Fund balance at beginning of year	193,517	193,517	0
Fund balance (deficit) at end of year	<u>3,417</u>	<u>78,796</u>	<u>75,379</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Police Pension Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes			
Real estate and public utility	477,855	385,188	(92,667)
Tangible personal property	38,035	32,463	(5,572)
Total property and other taxes	<u>515,890</u>	<u>417,651</u>	<u>(98,239)</u>
Charges for services			
General government	2,000	3,975	1,975
Total charges for services	<u>2,000</u>	<u>3,975</u>	<u>1,975</u>
Intergovernmental			
Homestead	5,614	4,636	(978)
10% reimbursement	40,786	43,092	2,306
2.5% property tax rollback	8,197	8,112	(85)
Total intergovernmental	<u>54,597</u>	<u>55,840</u>	<u>1,243</u>
Total revenues	<u>572,487</u>	<u>477,466</u>	<u>(95,021)</u>
Expenditures			
Current			
Security of persons and property			
Personal services	1,351,783	1,351,715	68
All other expenditures	0	1,347	(1,347)
Total security of persons and property	<u>1,351,783</u>	<u>1,353,062</u>	<u>(1,279)</u>
Total expenditures	<u>1,351,783</u>	<u>1,353,062</u>	<u>(1,279)</u>
Excess of revenues over (under) expenditures	(779,296)	(875,596)	(96,300)
Other financing sources (uses)			
Operating transfers - in	885,724	921,084	35,360
Total other financing sources (uses)	<u>885,724</u>	<u>921,084</u>	<u>35,360</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	106,428	45,488	(60,940)
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u>106,428</u>	<u>45,488</u>	<u>(60,940)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Fire Pension Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Property and other taxes			
Real estate and public utility	502,315	385,188	(117,127)
Tangible personal property	38,035	32,463	(5,572)
Total property and other taxes	<u>540,350</u>	<u>417,651</u>	<u>(122,699)</u>
Charges for services			
General government	2,000	0	(2,000)
Total charges for services	<u>2,000</u>	<u>0</u>	<u>(2,000)</u>
Intergovernmental			
Homestead	5,614	4,636	(978)
10% reimbursement	40,786	43,092	2,306
2.5% property tax rollback	8,197	8,112	(85)
Total intergovernmental	<u>54,597</u>	<u>55,840</u>	<u>1,243</u>
Total revenues	<u>596,947</u>	<u>473,491</u>	<u>(123,456)</u>
Expenditures			
Current			
Security of persons and property			
Personal services	1,424,459	1,424,459	0
Total security of persons and property	<u>1,424,459</u>	<u>1,424,459</u>	<u>0</u>
Total expenditures	<u>1,424,459</u>	<u>1,424,459</u>	<u>0</u>
Excess of revenues over (under) expenditures	(827,512)	(950,968)	(123,456)
Other financing sources (uses)			
Operating transfers - in	933,724	994,070	60,346
Total other financing sources (uses)	<u>933,724</u>	<u>994,070</u>	<u>60,346</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	106,212	43,102	(63,110)
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u>106,212</u>	<u>43,102</u>	<u>(63,110)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Law Enforcement Trust Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	10,000	103,829	93,829
Total charges for services	<u>10,000</u>	<u>103,829</u>	<u>93,829</u>
Fines and forfeitures			
Fines and forfeitures	956,590	880,114	(76,476)
Total fines and forfeitures	<u>956,590</u>	<u>880,114</u>	<u>(76,476)</u>
Intergovernmental			
Grants	49,086	29,643	(19,443)
Total intergovernmental	<u>49,086</u>	<u>29,643</u>	<u>(19,443)</u>
Donations			
Donations	34,950	44,772	9,822
Total donations	<u>34,950</u>	<u>44,772</u>	<u>9,822</u>
Rentals and leases			
Rentals and leases	18,500	14,124	(4,376)
Total rentals and leases	<u>18,500</u>	<u>14,124</u>	<u>(4,376)</u>
Interest			
Interest	15,000	17,460	2,460
Total interest	<u>15,000</u>	<u>17,460</u>	<u>2,460</u>
Total revenues	<u>1,084,126</u>	<u>1,089,942</u>	<u>5,816</u>
Expenditures			
Current			
Security of persons and property			
Personal services	800,691	800,880	(189)
Materials and supplies	90,009	15,438	74,571
Contractual services	85,165	55,165	30,000
All other expenditures	225,472	46,489	178,983
Total security of persons and property	<u>1,201,337</u>	<u>917,972</u>	<u>283,365</u>
Capital outlay	<u>245,504</u>	<u>118,195</u>	<u>127,309</u>
Total expenditures	<u>1,446,841</u>	<u>1,036,167</u>	<u>410,674</u>
Excess of revenues over (under) expenditures	(362,715)	53,775	416,490

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Special Revenue - Law Enforcement Trust Fund - continued
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Other financing sources (uses)			
Advances - out	(1,317)	(1,317)	0
Operating transfers - in	0	1,317	1,317
Operating transfers - out	(66,447)	(66,447)	0
Total other financing sources (uses)	<u>(67,764)</u>	<u>(66,447)</u>	<u>1,317</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(430,479)</u>	<u>(12,672)</u>	<u>417,807</u>
Fund balance at beginning of year	566,223	566,223	0
Prior year encumbrances appropriated	49,359	49,359	0
Fund balance (deficit) at end of year	<u><u>185,103</u></u>	<u><u>602,910</u></u>	<u><u>417,807</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Police Levy Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes			
Real estate and public utility	1,798,546	1,419,290	(379,256)
Tangible personal property	156,923	163,527	6,604
Total property and other taxes	<u>1,955,469</u>	<u>1,582,817</u>	<u>(372,652)</u>
Charges for services			
General government	0	15,769	15,769
Miscellaneous services	0	6,075	6,075
Total charges for services	<u>0</u>	<u>21,844</u>	<u>21,844</u>
Intergovernmental			
Homestead	19,066	16,755	(2,311)
10% reimbursement	157,087	156,674	(413)
2.5% property tax rollback	29,651	29,318	(333)
Total intergovernmental	<u>205,804</u>	<u>202,747</u>	<u>(3,057)</u>
Reimbursements			
Reimbursements	0	2,894	2,894
Total reimbursements	<u>0</u>	<u>2,894</u>	<u>2,894</u>
Total revenues	<u>2,161,273</u>	<u>1,810,302</u>	<u>(350,971)</u>
Expenditures			
Current			
Security of persons and property			
Personal services	883,313	890,229	(6,916)
County auditor deductions	15,277	15,277	0
Contractual services	34,750	34,750	0
All other expenditures	26,660	19,745	6,915
Total security of persons and property	<u>960,000</u>	<u>960,001</u>	<u>(1)</u>
Total expenditures	<u>960,000</u>	<u>960,001</u>	<u>(1)</u>
Excess of revenues over (under) expenditures	1,201,273	850,301	(350,972)
Other financing sources (uses)			
Operating transfers - out	(840,000)	(840,000)	0
Total other financing sources (uses)	<u>(840,000)</u>	<u>(840,000)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	361,273	10,301	(350,972)
Fund balance at beginning of year	(1,692)	(1,692)	0
Prior year encumbrances appropriated	4,479	4,479	0
Fund balance (deficit) at end of year	<u>364,060</u>	<u>13,088</u>	<u>(350,972)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Fire Levy Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes			
Real estate and public utility	1,799,516	1,419,290	(380,226)
Tangible personal property	156,923	163,527	6,604
Total property and other taxes	<u>1,956,439</u>	<u>1,582,817</u>	<u>(373,622)</u>
Charges for services			
General government	0	8,209	8,209
Miscellaneous services	0	11,473	11,473
Total charges for services	<u>0</u>	<u>19,682</u>	<u>19,682</u>
Intergovernmental			
Homestead	19,066	16,755	(2,311)
10% reimbursement	157,087	156,674	(413)
2.5% property tax rollback	29,651	29,318	(333)
Total intergovernmental	<u>205,804</u>	<u>202,747</u>	<u>(3,057)</u>
Total revenues	<u>2,162,243</u>	<u>1,805,246</u>	<u>(356,997)</u>
Expenditures			
Current			
Security of persons and property			
Personal services	742,816	744,650	(1,834)
Materials and supplies	101,402	101,402	0
County auditor deductions	15,277	15,277	0
Contractual services	8,122	8,122	0
All other expenditures	47,237	45,403	1,834
Total security of persons and property	<u>914,854</u>	<u>914,854</u>	<u>0</u>
Total expenditures	<u>914,854</u>	<u>914,854</u>	<u>0</u>
Excess of revenues over (under) expenditures	<u>1,247,389</u>	<u>890,392</u>	<u>(356,997)</u>
Other financing sources (uses)			
Operating transfers - out	(896,396)	(896,396)	0
Total other financing sources (uses)	<u>(896,396)</u>	<u>(896,396)</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>350,993</u>	<u>(6,004)</u>	<u>(356,997)</u>
Fund balance at beginning of year	5,630	5,630	0
Prior year encumbrances appropriated	1,980	1,980	0
Fund balance (deficit) at end of year	<u>358,603</u>	<u>1,606</u>	<u>(356,997)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Sewer Maintenance Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	270,000	340,813	70,813
Total charges for services	<u>270,000</u>	<u>340,813</u>	<u>70,813</u>
Fees, licenses, and permits			
Fees and permits	15,000	36,253	21,253
Total fees, licenses, and permits	<u>15,000</u>	<u>36,253</u>	<u>21,253</u>
Total revenues	<u>285,000</u>	<u>377,066</u>	<u>92,066</u>
Expenditures			
Current			
Basic utility services			
Personal services	652,976	707,897	(54,921)
Materials and supplies	45,000	43,915	1,085
Total basic utility services	<u>697,976</u>	<u>751,812</u>	<u>(53,836)</u>
Total expenditures	<u>697,976</u>	<u>751,812</u>	<u>(53,836)</u>
Excess of revenues over (under) expenditures	(412,976)	(374,746)	38,230
Other financing sources (uses)			
Operating transfers - in	412,976	412,976	0
Total other financing sources (uses)	<u>412,976</u>	<u>412,976</u>	<u>0</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	0	38,230	38,230
Fund balance at beginning of year	5,071	5,071	0
Fund balance (deficit) at end of year	<u>5,071</u>	<u>43,301</u>	<u>38,230</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Fair Housing Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	0	1,594	1,594
Total charges for services	<u>0</u>	<u>1,594</u>	<u>1,594</u>
Intergovernmental			
Grants	379,671	131,041	(248,630)
Total intergovernmental	<u>379,671</u>	<u>131,041</u>	<u>(248,630)</u>
Total revenues	<u>379,671</u>	<u>132,635</u>	<u>(247,036)</u>
Expenditures			
Current			
Community environment			
Personal services	69,512	91,382	(21,870)
All other expenditures	220,300	109,831	110,469
Total community environment	<u>289,812</u>	<u>201,213</u>	<u>88,599</u>
Total expenditures	<u>289,812</u>	<u>201,213</u>	<u>88,599</u>
Excess of revenues over (under) expenditures	89,859	(68,578)	(158,437)
Other financing sources (uses)			
Advances - in	0	137,035	137,035
Advances - out	(67,467)	(67,467)	0
Total other financing sources (uses)	<u>(67,467)</u>	<u>69,568</u>	<u>137,035</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	22,392	990	(21,402)
Fund balance at beginning of year	3,976	3,976	0
Fund balance (deficit) at end of year	<u>26,368</u>	<u>4,966</u>	<u>(21,402)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Community Center Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	1,549	1,549
Parks and recreation	7,300	5,581	(1,719)
Total charges for services	<u>7,300</u>	<u>7,130</u>	<u>(170)</u>
Rentals and leases			
Rentals and leases	148,000	155,861	7,861
Total rentals and leases	<u>148,000</u>	<u>155,861</u>	<u>7,861</u>
Total revenues	<u>155,300</u>	<u>162,991</u>	<u>7,691</u>
Expenditures			
Current			
Leisure time activities			
Personal services	82,038	83,343	(1,305)
Materials and supplies	11,723	11,723	0
Contractual services	6,532	6,447	85
All other expenditures	129,076	115,727	13,349
Total leisure time activities	<u>229,369</u>	<u>217,240</u>	<u>12,129</u>
Capital outlay	<u>4,000</u>	<u>3,614</u>	<u>386</u>
Total expenditures	<u>233,369</u>	<u>220,854</u>	<u>12,515</u>
Excess of revenues over (under) expenditures	(78,069)	(57,863)	20,206
Other financing sources (uses)			
Advances - out	0	(41,486)	(41,486)
Operating transfers - in	179,637	98,722	(80,915)
Operating transfers - out	(41,486)	0	41,486
Total other financing sources (uses)	<u>138,151</u>	<u>57,236</u>	<u>(80,915)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	60,082	(627)	(60,709)
Fund balance at beginning of year	(733)	(733)	0
Prior year encumbrances appropriated	1,360	1,360	0
Fund balance (deficit) at end of year	<u>60,709</u>	<u>0</u>	<u>(60,709)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Title III Grant Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	2,405	2,405
Total charges for services	<u>0</u>	<u>2,405</u>	<u>2,405</u>
Intergovernmental			
Grants	264,846	211,145	(53,701)
Total intergovernmental	<u>264,846</u>	<u>211,145</u>	<u>(53,701)</u>
Donations			
Donations	2,299	32,299	30,000
Total donations	<u>2,299</u>	<u>32,299</u>	<u>30,000</u>
Total revenues	<u>267,145</u>	<u>245,849</u>	<u>(21,296)</u>
Expenditures			
Current			
Leisure time activities			
Personal services	173,744	170,743	3,001
Materials and supplies	65,427	66,485	(1,058)
All other expenditures	1,720	1,352	368
Total leisure time activities	<u>240,891</u>	<u>238,580</u>	<u>2,311</u>
Capital outlay	<u>32,799</u>	<u>32,306</u>	<u>493</u>
Total expenditures	<u>273,690</u>	<u>270,886</u>	<u>2,804</u>
Excess of revenues over (under) expenditures	(6,545)	(25,037)	(18,492)
Other financing sources (uses)			
Advances - out	(11,601)	(11,601)	0
Operating transfers - in	13,500	254	(13,246)
Operating transfers - out	(43,326)	0	43,326
Total other financing sources (uses)	<u>(41,427)</u>	<u>(11,347)</u>	<u>30,080</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(47,972)</u>	<u>(36,384)</u>	<u>11,588</u>
Fund balance at beginning of year	139,654	139,654	0
Fund balance (deficit) at end of year	<u>91,682</u>	<u>103,270</u>	<u>11,588</u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Special Revenue - Senior Donations Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	0	1,389	1,389
Total charges for services	<u>0</u>	<u>1,389</u>	<u>1,389</u>
Donations			
Donations	151,820	159,866	8,046
Total donations	<u>151,820</u>	<u>159,866</u>	<u>8,046</u>
Reimbursements			
Reimbursements	8,000	9,176	1,176
Total reimbursements	<u>8,000</u>	<u>9,176</u>	<u>1,176</u>
Total revenues	<u>159,820</u>	<u>170,431</u>	<u>10,611</u>
Expenditures			
Current			
Leisure time activities			
Personal services	102,509	90,330	12,179
Materials and supplies	5,375	1,562	3,813
Contractual services	9,000	8,394	606
All other expenditures	68,500	56,358	12,142
Total leisure time activities	<u>185,384</u>	<u>156,644</u>	<u>28,740</u>
Capital outlay	<u>1,715</u>	<u>1,039</u>	<u>676</u>
Total expenditures	<u>187,099</u>	<u>157,683</u>	<u>29,416</u>
Excess of revenues over (under) expenditures	(27,279)	12,748	40,027
Fund balance at beginning of year	49,807	49,807	0
Prior year encumbrances appropriated	285	285	0
Fund balance (deficit) at end of year	<u>22,813</u>	<u>62,840</u>	<u>40,027</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Special Revenue - Housing Maintenance Code Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures			
Current			
Community environment			
Personal services	104,705	64,233	40,472
Materials and supplies	1,800	708	1,092
All other expenditures	4,800	2,218	2,582
Total community environment	<u>111,305</u>	<u>67,159</u>	<u>44,146</u>
Total expenditures	<u>111,305</u>	<u>67,159</u>	<u>44,146</u>
Excess of revenues over (under) expenditures	(111,305)	(67,159)	44,146
Other financing sources (uses)			
Operating transfers - in	112,807	67,159	(45,648)
Total other financing sources (uses)	<u>112,807</u>	<u>67,159</u>	<u>(45,648)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	1,502	0	(1,502)
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u><u>1,502</u></u>	<u><u>0</u></u>	<u><u>(1,502)</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Special Revenue - Roadway Industrial Parkway Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental			
Grants	0	750,000	750,000
Total intergovernmental	<u>0</u>	<u>750,000</u>	<u>750,000</u>
Total revenues	<u>0</u>	<u>750,000</u>	<u>750,000</u>
Expenditures			
Transportation			
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenues over (under) expenditures	0	750,000	750,000
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>750,000</u></u>	<u><u>750,000</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Special Revenue - Enterprise Zone Monitoring Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Reimbursements			
Reimbursements	250	250	0
Total reimbursements	<u>250</u>	<u>250</u>	<u>0</u>
Total revenues	<u>250</u>	<u>250</u>	<u>0</u>
Excess of revenues over (under) expenditures	250	250	0
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u><u>250</u></u>	<u><u>250</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)
Special Revenue - Law Enforcement Block Grant Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental			
Grants	24,348	12,122	(12,226)
Total intergovernmental	<u>24,348</u>	<u>12,122</u>	<u>(12,226)</u>
Interest			
Interest	0	4,021	4,021
Total interest	<u>0</u>	<u>4,021</u>	<u>4,021</u>
Total revenues	<u>24,348</u>	<u>16,143</u>	<u>(8,205)</u>
Expenditures			
Current			
Security of persons and property			
Personal services	0	658	(658)
Total security of persons and property	<u>0</u>	<u>658</u>	<u>(658)</u>
Capital outlay	<u>13,469</u>	<u>13,112</u>	<u>357</u>
Total expenditures	<u>13,469</u>	<u>13,770</u>	<u>(301)</u>
Excess of revenues over (under) expenditures	10,879	2,373	(8,506)
Other financing sources (uses)			
Advances - in	0	658	658
Operating transfers - in	1,347	1,347	0
Operating transfers - out	0	(3,607)	(3,607)
Total other financing sources (uses)	<u>1,347</u>	<u>(1,602)</u>	<u>(2,949)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	12,226	771	(11,455)
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u>12,226</u>	<u>771</u>	<u>(11,455)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Total - All Special Revenue Funds
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Property and other taxes			
Real estate and public utility	5,029,949	3,955,316	(1,074,633)
Tangible personal property	452,748	446,489	(6,259)
Other local	355,000	363,349	8,349
Total property and other taxes	<u>5,837,697</u>	<u>4,765,154</u>	<u>(1,072,543)</u>
Charges for services			
General government	327,000	689,503	362,503
Parks and recreation	19,700	24,334	4,634
Emergency medical services	80,000	153,250	73,250
Miscellaneous services	0	31,149	31,149
Total charges for services	<u>426,700</u>	<u>898,236</u>	<u>471,536</u>
Fees, licenses, and permits			
Fees and permits	16,000	45,064	29,064
Total fees, licenses, and permits	<u>16,000</u>	<u>45,064</u>	<u>29,064</u>
Fines and forfeitures			
Fines and forfeitures	956,590	880,114	(76,476)
Total fines and forfeitures	<u>956,590</u>	<u>880,114</u>	<u>(76,476)</u>
Intergovernmental			
Homestead	54,569	46,697	(7,872)
10% reimbursement	434,857	437,040	2,183
2.5% property tax rollback	83,300	81,709	(1,591)
State motor vehicle license tax	676,000	709,525	33,525
State gasoline tax	1,459,000	1,481,920	22,920
Grants	3,856,618	5,926,993	2,070,375
Total intergovernmental	<u>6,564,344</u>	<u>8,683,884</u>	<u>2,119,540</u>
Donations			
Donations	192,869	253,097	60,228
Total donations	<u>192,869</u>	<u>253,097</u>	<u>60,228</u>
Rentals and leases			
Rentals and leases	296,745	283,485	(13,260)
Total rentals and leases	<u>296,745</u>	<u>283,485</u>	<u>(13,260)</u>
Special assessments			
Special assessments	752,400	733,508	(18,892)
Total special assessments	<u>752,400</u>	<u>733,508</u>	<u>(18,892)</u>
Interest			
Interest	23,714	40,091	16,377
Total interest	<u>23,714</u>	<u>40,091</u>	<u>16,377</u>
Reimbursements			
Reimbursements	25,250	38,553	13,303
Total reimbursements	<u>25,250</u>	<u>38,553</u>	<u>13,303</u>
Total revenues	<u>15,092,309</u>	<u>16,621,186</u>	<u>1,528,877</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Total - All Special Revenue Funds - continued
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Expenditures			
Current			
General government			
All other expenditures	100	0	100
Total general government	<u>100</u>	<u>0</u>	<u>100</u>
Security of persons and property			
Personal services	6,051,634	6,054,015	(2,381)
Materials and supplies	217,996	134,328	83,668
County auditor deductions	34,422	34,422	0
Contractual services	133,654	103,654	30,000
All other expenditures	328,375	128,801	199,574
Total security of persons and property	<u>6,766,081</u>	<u>6,455,220</u>	<u>310,861</u>
Transportation			
Personal services	3,523,105	3,552,409	(29,304)
Materials and supplies	255,985	249,329	6,656
Contractual services	104,981	104,663	318
All other expenditures	13,064	11,662	1,402
Total transportation	<u>3,897,135</u>	<u>3,918,063</u>	<u>(20,928)</u>
Community environment			
Personal services	767,863	735,564	32,299
Materials and supplies	206,753	159,275	47,478
Contractual services	319,546	299,334	20,212
All other expenditures	623,368	3,139,711	(2,516,343)
Total community environment	<u>1,917,530</u>	<u>4,333,884</u>	<u>(2,416,354)</u>
Basic utility services			
Personal services	652,976	707,897	(54,921)
Materials and supplies	45,000	43,915	1,085
All other expenditures	940,000	908,437	31,563
Total basic utility services	<u>1,637,976</u>	<u>1,660,249</u>	<u>(22,273)</u>
Leisure time activities			
Personal services	358,291	344,416	13,875
Materials and supplies	85,783	83,028	2,755
Contractual services	420,864	349,772	71,092
All other expenditures	224,615	198,756	25,859
Total leisure time activities	<u>1,089,553</u>	<u>975,972</u>	<u>113,581</u>
Capital outlay	<u>416,566</u>	<u>250,583</u>	<u>165,983</u>
Total expenditures	<u>15,724,941</u>	<u>17,593,971</u>	<u>(1,869,030)</u>
Excess of revenues over (under) expenditures	(632,632)	(972,785)	(340,153)

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Total - All Special Revenue Funds - continued
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Other financing sources (uses)			
Advances - in	0	205,092	205,092
Advances - out	(534,547)	(635,608)	(101,061)
Operating transfers - in	4,492,970	4,418,940	(74,030)
Operating transfers - out	(3,235,119)	(3,058,445)	176,674
Total other financing sources (uses)	<u>723,304</u>	<u>929,979</u>	<u>206,675</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>90,672</u>	<u>(42,806)</u>	<u>(133,478)</u>
Fund balance at beginning of year	2,207,126	2,207,126	0
Prior year encumbrances appropriated	72,475	72,475	0
Fund balance (deficit) at end of year	<u><u>2,370,273</u></u>	<u><u>2,236,795</u></u>	<u><u>(133,478)</u></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.
Fire Department Building Fund	To account for renovations of Fire Department buildings.

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City of Parma, Ohio
Combining Balance Sheet
All Capital Projects Funds
December 31, 2001

	<u>Library</u>	<u>Sewer Construction</u>	<u>Street Improvements</u>	<u>City Income Tax Capital Acquisitions</u>
Assets:				
Equity in pooled cash and cash equivalents	\$ 7,085	30,090	388,027	1,022,151
Cash and cash equivalents in segregated accounts	0	0	11,161	0
Receivables:				
Taxes	0	0	0	677,370
Interfund	0	0	0	132,470
Special assessments	0	0	0	0
Accrued interest	125	0	0	0
Due from other funds	0	0	0	0
Total assets	<u>\$ 7,210</u>	<u>30,090</u>	<u>399,188</u>	<u>1,831,991</u>
Liabilities:				
Accounts payable	\$ 0	0	0	55,030
Interfund payable	0	7,434	0	4,875
Retainage payable	0	0	11,161	0
Deferred revenue	0	0	0	314,049
Total liabilities	<u>0</u>	<u>7,434</u>	<u>11,161</u>	<u>373,954</u>
Fund Equity:				
Fund Balance:				
Unreserved, undesignated (deficit)	<u>7,210</u>	<u>22,656</u>	<u>388,027</u>	<u>1,458,037</u>
Total fund equity (deficit)	<u>7,210</u>	<u>22,656</u>	<u>388,027</u>	<u>1,458,037</u>
Total liabilities and fund equity	<u>\$ 7,210</u>	<u>30,090</u>	<u>399,188</u>	<u>1,831,991</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>Fire Department Building Fund</u>	<u>Totals</u>
0	37,447	409,547	32,998	464,038	72,828	2,464,211
0	0	0	0	0	0	11,161
0	0	0	0	0	0	677,370
0	0	0	0	0	0	132,470
47,405	0	0	0	0	0	47,405
0	650	0	0	1,851	0	2,626
<u>0</u>	<u>0</u>	<u>3,034</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,034</u>
<u>47,405</u>	<u>38,097</u>	<u>412,581</u>	<u>32,998</u>	<u>465,889</u>	<u>72,828</u>	<u>3,338,277</u>
0	0	150	0	0	0	55,180
79,703	0	0	0	0	0	92,012
0	35,752	0	0	0	0	46,913
<u>47,405</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>361,454</u>
<u>127,108</u>	<u>35,752</u>	<u>150</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>555,559</u>
<u>(79,703)</u>	<u>2,345</u>	<u>412,431</u>	<u>32,998</u>	<u>465,889</u>	<u>72,828</u>	<u>2,782,718</u>
<u>(79,703)</u>	<u>2,345</u>	<u>412,431</u>	<u>32,998</u>	<u>465,889</u>	<u>72,828</u>	<u>2,782,718</u>
<u>47,405</u>	<u>38,097</u>	<u>412,581</u>	<u>32,998</u>	<u>465,889</u>	<u>72,828</u>	<u>3,338,277</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, 2001

	<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	4,930,164
Charges for services	0	0	0	3,197
Fines and forfeitures	0	0	0	0
Intergovernmental	0	0	11,648	0
Donations	0	0	0	0
Special assessments	0	0	0	0
Interest	129	0	35	0
Other	0	0	0	126,737
Total revenues	<u>129</u>	<u>0</u>	<u>11,683</u>	<u>5,060,098</u>
Expenditures:				
General government	0	0	390,635	3,269,811
Capital outlay	0	0	0	0
Debt service:				
Principal retirement	0	0	0	651,913
Interest and fiscal charges	0	0	0	130,775
Total expenditures	<u>0</u>	<u>0</u>	<u>390,635</u>	<u>4,052,499</u>
Excess of revenues over (under) expenditures	<u>129</u>	<u>0</u>	<u>(378,952)</u>	<u>1,007,599</u>
Other financing sources (uses):				
Proceeds of notes	0	0	500,000	0
Operating transfers - in	0	0	0	404,193
Operating transfers - out	0	0	0	(1,548,322)
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>500,000</u>	<u>(1,144,129)</u>
Excess of revenues and other financing sources over (under) expenditures and other uses	129	0	121,048	(136,530)
Fund balances (deficit) at beginning of year	<u>7,081</u>	<u>22,656</u>	<u>266,979</u>	<u>1,594,567</u>
Fund balances (deficit) at end of year	<u>\$ 7,210</u>	<u>22,656</u>	<u>388,027</u>	<u>1,458,037</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>Fire Department Building Fund</u>
0	0	0	0	0	0
0	0	103,776	0	1,325	72,828
0	0	3,034	0	0	0
0	0	0	0	4,250	0
0	0	0	1,000	0	0
9,591	0	0	0	0	0
35	5,146	0	0	17,188	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>9,626</u>	<u>5,146</u>	<u>106,810</u>	<u>1,000</u>	<u>22,763</u>	<u>72,828</u>
56	0	76,440	3,645	336,908	0
0	0	5,679	14,357	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>56</u>	<u>0</u>	<u>82,119</u>	<u>18,002</u>	<u>336,908</u>	<u>0</u>
<u>9,570</u>	<u>5,146</u>	<u>24,691</u>	<u>(17,002)</u>	<u>(314,145)</u>	<u>72,828</u>
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
9,570	5,146	24,691	(17,002)	(314,145)	72,828
<u>(89,273)</u>	<u>(2,801)</u>	<u>387,740</u>	<u>50,000</u>	<u>780,034</u>	<u>0</u>
<u>(79,703)</u>	<u>2,345</u>	<u>412,431</u>	<u>32,998</u>	<u>465,889</u>	<u>72,828</u>

(continued)

City of Parma, Ohio
Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances - continued
All Capital Projects Funds
For the Year Ended December 31, 2001

	<u>Totals</u>
Revenues:	
Municipal income tax	4,930,164
Charges for services	181,126
Fines and forfeitures	3,034
Intergovernmental	15,898
Donations	1,000
Special assessments	9,591
Interest	22,533
Other	<u>126,737</u>
Total revenues	<u>5,290,083</u>
Expenditures:	
General government	4,077,495
Capital outlay	20,036
Debt service:	
Principal retirement	651,913
Interest and fiscal charges	<u>130,775</u>
Total expenditures	<u>4,880,219</u>
Excess of revenues over (under) expenditures	<u>409,864</u>
Other financing sources (uses):	
Proceeds of notes	500,000
Operating transfers - in	404,193
Operating transfers - out	<u>(1,548,322)</u>
Total other financing sources (uses)	<u>(644,129)</u>
Excess of revenues and other financing sources over (under) expenditures and other uses	(234,265)
Fund balances (deficit) at beginning of year	<u>3,016,983</u>
Fund balances (deficit) at end of year	<u><u>2,782,718</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Capital Projects - Library Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Interest			
Interest	0	4	4
Total interest	<u>0</u>	<u>4</u>	<u>4</u>
Total revenues	<u>0</u>	<u>4</u>	<u>4</u>
Excess of revenues over (under) expenditures	0	4	4
Fund balance at beginning of year	7,081	7,081	0
Fund balance (deficit) at end of year	<u><u>7,081</u></u>	<u><u>7,085</u></u>	<u><u>4</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Capital Projects - Sewer Construction Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Other financing sources (uses)			
Advances - in	7,434	7,434	0
Advances - out	(7,434)	(7,434)	0
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	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance at beginning of year	30,090	30,090	0
Fund balance (deficit) at end of year	<u><u>30,090</u></u>	<u><u>30,090</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 - Street Improvements Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental			
Grants	527,488	11,648	(515,840)
Total intergovernmental	<u>527,488</u>	<u>11,648</u>	<u>(515,840)</u>
Interest			
Interest	0	35	35
Total interest	<u>0</u>	<u>35</u>	<u>35</u>
Total revenues	<u>527,488</u>	<u>11,683</u>	<u>(515,805)</u>
Expenditures			
Current			
General government			
Contractual services	841,640	390,635	451,005
Total general government	<u>841,640</u>	<u>390,635</u>	<u>451,005</u>
Total expenditures	<u>841,640</u>	<u>390,635</u>	<u>451,005</u>
Excess of revenues over (under) expenditures	(314,152)	(378,952)	(64,800)
Other financing sources (uses)			
Proceeds of notes	487,624	500,000	12,376
Total other financing sources (uses)	<u>487,624</u>	<u>500,000</u>	<u>12,376</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	173,472	121,048	(52,424)
Fund balance at beginning of year	266,979	266,979	0
Fund balance (deficit) at end of year	<u>440,451</u>	<u>388,027</u>	<u>(52,424)</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 Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax			
Individual	4,501,831	4,562,631	60,800
Businesses	338,847	459,614	120,767
Total municipal income tax	<u>4,840,678</u>	<u>5,022,245</u>	<u>181,567</u>
Charges for services			
General government	0	3,198	3,198
Total charges for services	<u>0</u>	<u>3,198</u>	<u>3,198</u>
Reimbursements			
Reimbursements	71,479	126,737	55,258
Total reimbursements	<u>71,479</u>	<u>126,737</u>	<u>55,258</u>
Total revenues	<u>4,912,157</u>	<u>5,152,180</u>	<u>240,023</u>
Expenditures			
Current			
General government			
Personal services	953,200	830,595	122,605
Materials and supplies	1,582,600	1,554,202	28,398
Contractual services	884,813	838,110	46,703
All other expenditures	342,806	305,231	37,575
Total general government	<u>3,763,419</u>	<u>3,528,138</u>	<u>235,281</u>
Capital outlay	<u>1,293,614</u>	<u>1,164,394</u>	<u>129,220</u>
Total expenditures	<u>5,057,033</u>	<u>4,692,532</u>	<u>364,501</u>
Excess of revenues over (under) expenditures	(144,876)	459,648	604,524
Other financing sources (uses)			
Advances - in	380,489	385,364	4,875
Advances - out	(32,565)	(132,461)	(99,896)
Operating transfers - in	400,000	404,193	4,193
Operating transfers - out	(1,548,322)	(1,548,322)	0
Total other financing sources (uses)	<u>(800,398)</u>	<u>(891,226)</u>	<u>(90,828)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(945,274)</u>	<u>(431,578)</u>	<u>513,696</u>
Fund balance at beginning of year	1,249,697	1,249,697	0
Prior year encumbrances appropriated	44,724	44,724	0
Fund balance (deficit) at end of year	<u>349,147</u>	<u>862,843</u>	<u>513,696</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Capital Projects - Sidewalks Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Special assessments			
Special assessments	6,115	9,591	3,476
Total special assessments	<u>6,115</u>	<u>9,591</u>	<u>3,476</u>
Interest			
Interest	0	35	35
Total interest	<u>0</u>	<u>35</u>	<u>35</u>
Total revenues	<u>6,115</u>	<u>9,626</u>	<u>3,511</u>
Expenditures			
Current			
General government			
All other expenditures	115	56	59
Total general government	<u>115</u>	<u>56</u>	<u>59</u>
Total expenditures	<u>115</u>	<u>56</u>	<u>59</u>
Excess of revenues over (under) expenditures	6,000	9,570	3,570
Other financing sources (uses)			
Advances - in	83,000	79,703	(3,297)
Advances - out	(89,273)	(89,273)	0
Total other financing sources (uses)	<u>(6,273)</u>	<u>(9,570)</u>	<u>(3,297)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(273)	0	273
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u>(273)</u>	<u>0</u>	<u>273</u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Capital Projects - Senior Citizens Center Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Interest			
Interest	2,231	5,235	3,004
Total interest	<u>2,231</u>	<u>5,235</u>	<u>3,004</u>
Total revenues	<u>2,231</u>	<u>5,235</u>	<u>3,004</u>
Excess of revenues over (under) expenditures	2,231	5,235	3,004
Fund balance at beginning of year	32,212	32,212	0
Fund balance (deficit) at end of year	<u><u>34,443</u></u>	<u><u>37,447</u></u>	<u><u>3,004</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Capital Projects - Courts Capital Improvement Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	106,574	110,745	4,171
Total charges for services	<u>106,574</u>	<u>110,745</u>	<u>4,171</u>
Total revenues	<u>106,574</u>	<u>110,745</u>	<u>4,171</u>
Expenditures			
Current			
General government			
Materials and supplies	1,000	0	1,000
Contractual services	270,099	75,751	194,348
All other expenditures	10,000	539	9,461
Total general government	<u>281,099</u>	<u>76,290</u>	<u>204,809</u>
Capital outlay	<u>50,000</u>	<u>6,692</u>	<u>43,308</u>
Total expenditures	<u>331,099</u>	<u>82,982</u>	<u>248,117</u>
Excess of revenues over (under) expenditures	(224,525)	27,763	252,288
Fund balance at beginning of year	378,263	378,263	0
Prior year encumbrances appropriated	3,521	3,521	0
Fund balance (deficit) at end of year	<u><u>157,259</u></u>	<u><u>409,547</u></u>	<u><u>252,288</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Capital Projects - City Hall Capital Improvements Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Donations			
Donations	1,000	1,000	0
Total donations	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Expenditures			
Current			
General government			
Materials and supplies	4,000	1,596	2,404
Contractual services	6,000	3,025	2,975
Total general government	<u>10,000</u>	<u>4,621</u>	<u>5,379</u>
Capital outlay	<u>20,000</u>	<u>14,356</u>	<u>5,644</u>
Total expenditures	<u>30,000</u>	<u>18,977</u>	<u>11,023</u>
Excess of revenues over (under) expenditures	(29,000)	(17,977)	11,023
Fund balance at beginning of year	50,000	50,000	0
Fund balance (deficit) at end of year	<u>21,000</u>	<u>32,023</u>	<u>11,023</u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Capital Projects - Justice Center Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	1,326	1,326
Total charges for services	<u>0</u>	<u>1,326</u>	<u>1,326</u>
Intergovernmental			
Grants	0	4,250	4,250
Total intergovernmental	<u>0</u>	<u>4,250</u>	<u>4,250</u>
Interest			
Interest	0	22,233	22,233
Total interest	<u>0</u>	<u>22,233</u>	<u>22,233</u>
Total revenues	<u>0</u>	<u>27,809</u>	<u>27,809</u>
Expenditures			
Current			
General government			
Contractual services	770,853	439,374	331,479
Total general government	<u>770,853</u>	<u>439,374</u>	<u>331,479</u>
Capital outlay	<u>19,797</u>	<u>19,797</u>	<u>0</u>
Total expenditures	<u>790,650</u>	<u>459,171</u>	<u>331,479</u>
Excess of revenues over (under) expenditures	(790,650)	(431,362)	359,288
Other financing sources (uses)			
Operating transfers - in	508,759	0	(508,759)
Operating transfers - out	(137,828)	0	137,828
Total other financing sources (uses)	<u>370,931</u>	<u>0</u>	<u>(370,931)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(419,719)	(431,362)	(11,643)
Fund balance at beginning of year	830,650	830,650	0
Fund balance (deficit) at end of year	<u>410,931</u>	<u>399,288</u>	<u>(11,643)</u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Capital Projects - Fire Department Building Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
Emergency medical services	0	72,828	72,828
Total charges for services	<u>0</u>	<u>72,828</u>	<u>72,828</u>
Total revenues	<u>0</u>	<u>72,828</u>	<u>72,828</u>
Excess of revenues over (under) expenditures	0	72,828	72,828
Fund balance at beginning of year	0	0	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>72,828</u></u>	<u><u>72,828</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenditures, and Changes in Fund Balance
Budget and Actual (Budget Basis)
Total - All Capital Projects Funds
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Municipal income tax			
Individual	4,501,831	4,562,631	60,800
Businesses	338,847	459,614	120,767
Total municipal income tax	<u>4,840,678</u>	<u>5,022,245</u>	<u>181,567</u>
Charges for services			
General government	106,574	115,269	8,695
Emergency medical services	0	72,828	72,828
Total charges for services	<u>106,574</u>	<u>188,097</u>	<u>81,523</u>
Intergovernmental			
Grants	527,488	15,898	(511,590)
Total intergovernmental	<u>527,488</u>	<u>15,898</u>	<u>(511,590)</u>
Donations			
Donations	1,000	1,000	0
Total donations	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Special assessments			
Special assessments	6,115	9,591	3,476
Total special assessments	<u>6,115</u>	<u>9,591</u>	<u>3,476</u>
Interest			
Interest	2,231	27,542	25,311
Total interest	<u>2,231</u>	<u>27,542</u>	<u>25,311</u>
Reimbursements			
Reimbursements	71,479	126,737	55,258
Total reimbursements	<u>71,479</u>	<u>126,737</u>	<u>55,258</u>
Total revenues	<u>5,555,565</u>	<u>5,391,110</u>	<u>(164,455)</u>
Expenditures			
Current			
General government			
Personal services	953,200	830,595	122,605
Materials and supplies	1,587,600	1,555,798	31,802
Contractual services	2,773,405	1,746,895	1,026,510
All other expenditures	352,921	305,826	47,095
Total general government	<u>5,667,126</u>	<u>4,439,114</u>	<u>1,228,012</u>
Capital outlay	1,383,411	1,205,239	178,172
Total expenditures	<u>7,050,537</u>	<u>5,644,353</u>	<u>1,406,184</u>
Excess of revenues over (under) expenditures	(1,494,972)	(253,243)	1,241,729

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Total - All Capital Projects Funds - continued
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Other financing sources (uses)			
Proceeds of notes	487,624	500,000	12,376
Advances - in	470,923	472,501	1,578
Advances - out	(129,272)	(229,168)	(99,896)
Operating transfers - in	908,759	404,193	(504,566)
Operating transfers - out	(1,686,150)	(1,548,322)	137,828
Total other financing sources (uses)	<u>51,884</u>	<u>(400,796)</u>	<u>(452,680)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(1,443,088)</u>	<u>(654,039)</u>	<u>789,049</u>
Fund balance at beginning of year	2,844,972	2,844,971	0
Prior year encumbrances appropriated	48,245	48,245	0
Fund balance (deficit) at end of year	<u><u>1,450,129</u></u>	<u><u>2,239,178</u></u>	<u><u>789,049</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, 2001

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Assets				
Equity in pooled				
cash and cash equivalents	\$ 891,026	205,194	65,871	1,162,091
Accrued interest	15,505	0	0	15,505
Due from other funds	<u>0</u>	<u>1,751,080</u>	<u>0</u>	<u>1,751,080</u>
Total assets	<u>\$ 906,531</u>	<u>1,956,274</u>	<u>65,871</u>	<u>2,928,676</u>
Liabilities				
Current liabilities				
Accounts payable	\$ 22	3,500	8,000	11,522
Interfund payable	100,000	0	0	100,000
Accrued wages and benefits	818	0	0	818
Compensated absences payable	97	0	0	97
Due to other governments	546	0	0	546
Accrued interest payable	0	8,245	0	8,245
Claims and judgements payable	325,000	354,814	61,001	740,815
Current portion of general obligation bonds payable	<u>0</u>	<u>91,013</u>	<u>0</u>	<u>91,013</u>
Total current liabilities	<u>426,483</u>	<u>457,572</u>	<u>69,001</u>	<u>953,056</u>
Long-term liabilities				
General obligation bonds payable	<u>0</u>	<u>1,660,067</u>	<u>0</u>	<u>1,660,067</u>
Total long-term liabilities	<u>0</u>	<u>1,660,067</u>	<u>0</u>	<u>1,660,067</u>
Total liabilities	<u>426,483</u>	<u>2,117,639</u>	<u>69,001</u>	<u>2,613,123</u>
Fund Equity				
Retained earnings:				
Unreserved	<u>480,048</u>	<u>(161,365)</u>	<u>(3,130)</u>	<u>315,553</u>
Total fund equity	<u>480,048</u>	<u>(161,365)</u>	<u>(3,130)</u>	<u>315,553</u>
Total liabilities and fund equity	<u>\$ 906,531</u>	<u>1,956,274</u>	<u>65,871</u>	<u>2,928,676</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, 2001

	Liability Insurance	Medical Insurance	Workers' Compensation Insurance	Totals
Operating Revenues				
Charges for services	\$ 5,966	3,349,302	60,871	3,416,139
Total operating revenues	<u>5,966</u>	<u>3,349,302</u>	<u>60,871</u>	<u>3,416,139</u>
Operating Expenses				
Personal services	135,066	0	0	135,066
Contractual services	165,509	7,000	24,910	197,419
Claims	209,575	3,325,620	565,817	4,101,012
Materials and supplies	348	439	0	787
Total operating expenses	<u>510,498</u>	<u>3,333,059</u>	<u>590,727</u>	<u>4,434,284</u>
Operating income (loss)	<u>(504,532)</u>	<u>16,243</u>	<u>(529,856)</u>	<u>(1,018,145)</u>
Non-Operating Revenues (Expenses)				
Interest income	62,802	0	0	62,802
Interest and fiscal charges	<u>0</u>	<u>(101,978)</u>	<u>0</u>	<u>(101,978)</u>
Total non-operating revenues (expenses)	<u>62,802</u>	<u>(101,978)</u>	<u>0</u>	<u>(39,176)</u>
Income (loss) before operating transfers	(441,730)	(85,735)	(529,856)	(1,057,321)
Operating Transfers - In	<u>250,000</u>	<u>912,441</u>	<u>146,993</u>	<u>1,309,434</u>
Net income (loss)	(191,730)	826,706	(382,863)	252,113
Retained earnings at beginning of year (restated)	<u>671,778</u>	<u>(988,071)</u>	<u>379,733</u>	<u>63,440</u>
Retained earnings at end of year	<u>\$ 480,048</u>	<u>(161,365)</u>	<u>(3,130)</u>	<u>315,553</u>

City of Parma, Ohio
Combining Statement of Cash Flows
All Internal Service Funds
For the Year Ended December 31, 2001

	<u>Liability Insurance</u>	<u>Medical Insurance</u>	<u>Workers' Compensation Insurance</u>	<u>Totals</u>
Increase (decrease) in cash and cash equivalents				
Cash flows from operating activities:				
Cash received from quasi-external operating transactions with other funds	\$ 5,967	3,385,451	60,871	3,452,289
Cash payments to suppliers for goods and services	(326)	0	0	(326)
Cash payments for claims	(159,575)	(3,520,238)	(603,083)	(4,282,896)
Cash payments for employee services and benefits	(136,105)	0	0	(136,105)
Cash payments for contractual services	(11,444)	(3,500)	(16,910)	(31,854)
Cash payments for other operating expenses	<u>(154,066)</u>	<u>(439)</u>	<u>0</u>	<u>(154,505)</u>
Net cash used in operating activities	<u>(455,549)</u>	<u>(138,726)</u>	<u>(559,122)</u>	<u>(1,153,397)</u>
Cash flows from noncapital financing activities:				
Advance in	100,000	0	0	100,000
Advance out	0	(508,380)	0	(508,380)
Transfer in	<u>250,000</u>	<u>810,000</u>	<u>146,993</u>	<u>1,206,993</u>
Net cash provided by (used in) noncapital financing activities	<u>350,000</u>	<u>301,620</u>	<u>146,993</u>	<u>798,613</u>
Cash flows from investing activities:				
Interest	<u>52,028</u>	<u>0</u>	<u>0</u>	<u>52,028</u>
Cash provided by investing activities	<u>52,028</u>	<u>0</u>	<u>0</u>	<u>52,028</u>
Net increase/(decrease) in cash and cash equivalents	(53,521)	162,894	(412,129)	(302,756)
Cash and cash equivalents beginning of year	<u>944,547</u>	<u>42,300</u>	<u>478,000</u>	<u>1,464,847</u>
Cash and cash equivalents end of year	<u>\$ 891,026</u>	<u>205,194</u>	<u>65,871</u>	<u>1,162,091</u> (continued)

City of Parma, Ohio
Combining Statement of Cash Flows
All Internal Service Funds - continued
For the Year Ended December 31, 2001

	<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)	\$ (504,532)	16,243	(529,856)	(1,018,145)
Adjustments to reconcile operating income (loss) to net cash used in operating activities:				
Change in assets and liabilities:				
Decrease in due from other governments	0	36,149	0	36,149
Increase in accounts payable	22	3,500	8,000	11,522
Increase in accrued wages and benefits	409	0	0	409
(Decrease) in compensated absences payable	(1,195)	0	0	(1,195)
(Decrease) in due to other governments	(253)	0	0	(253)
Increase/(Decrease) in claims payable	<u>50,000</u>	<u>(194,618)</u>	<u>(37,266)</u>	<u>(181,884)</u>
Net cash used in operating activities	<u>\$ (455,549)</u>	<u>(138,726)</u>	<u>(559,122)</u>	<u>(1,153,397)</u>

City of Parma, Ohio
Schedule of Revenues,
Expenses, and Changes in Fund Equity
Budget and Actual (Budget Basis)
Internal Service - Liability Insurance Fund
For the Year Ended December 31, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	0	1,520	1,520
Miscellaneous services	5,000	4,447	(553)
Total charges for services	<u>5,000</u>	<u>5,967</u>	<u>967</u>
Interest			
Interest	20,000	52,028	32,028
Total interest	<u>20,000</u>	<u>52,028</u>	<u>32,028</u>
Total revenues	<u>25,000</u>	<u>57,995</u>	<u>32,995</u>
Expenses			
Personal services	142,250	136,105	6,145
Materials and supplies	300	275	25
Contractual services	25,000	11,444	13,556
Claims	200,000	159,575	40,425
All other expenditures	154,247	154,065	182
Total current expenses	<u>521,797</u>	<u>461,464</u>	<u>60,333</u>
Capital outlay	250	51	199
Total expenses	<u>522,047</u>	<u>461,515</u>	<u>60,532</u>
Excess of revenues over (under) expenses	(497,047)	(403,520)	93,527
Advances - in	29,249	100,000	70,751
Operating transfers - in	250,000	250,000	0
Total operating transfers and advances	<u>279,249</u>	<u>350,000</u>	<u>70,751</u>
Excess of revenues over (under) expenses, operating transfers and advances	(217,798)	(53,520)	164,278
Fund equity at beginning of year	944,546	944,546	0
Fund equity (deficit) at end of year	<u><u>726,748</u></u>	<u><u>891,026</u></u>	<u><u>164,278</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenses, and Changes in Fund Equity
Budget and Actual (Budget Basis)
Internal Service - Medical Insurance Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	8,000	5,429	(2,571)
Miscellaneous services	3,655,630	3,380,022	(275,608)
Total charges for services	<u>3,663,630</u>	<u>3,385,451</u>	<u>(278,179)</u>
Total revenues	<u>3,663,630</u>	<u>3,385,451</u>	<u>(278,179)</u>
Expenses			
Contractual services	3,500	3,500	0
Claims	3,682,330	3,582,485	99,845
All other expenditures	439	439	0
Total current expenses	<u>3,686,269</u>	<u>3,586,424</u>	<u>99,845</u>
Total expenses	<u>3,686,269</u>	<u>3,586,424</u>	<u>99,845</u>
Excess of revenues over (under) expenses	(22,639)	(200,973)	(178,334)
Advances - out	(402,999)	(508,380)	(105,381)
Operating transfers - in	450,000	810,000	360,000
Total operating transfers and advances	<u>47,001</u>	<u>301,620</u>	<u>254,619</u>
Excess of revenues over (under) expenses, operating transfers and advances	24,362	100,647	76,285
Fund equity at beginning of year	(4,500)	(4,500)	0
Prior year encumbrances appropriated	4,500	4,500	0
Fund equity (deficit) at end of year	<u><u>24,362</u></u>	<u><u>100,647</u></u>	<u><u>76,285</u></u>

City of Parma, Ohio
Schedule of Revenues,
Expenses, and Changes in Fund Equity
Budget and Actual (Budget Basis)
Internal Service - Workers' Compensation Fund
For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	661,880	60,871	(601,009)
Total charges for services	<u>661,880</u>	<u>60,871</u>	<u>(601,009)</u>
Total revenues	<u>661,880</u>	<u>60,871</u>	<u>(601,009)</u>
Expenses			
Contractual services	20,000	16,910	3,090
Claims	603,083	603,083	0
Total current expenses	<u>623,083</u>	<u>619,993</u>	<u>3,090</u>
Total expenses	<u>623,083</u>	<u>619,993</u>	<u>3,090</u>
Excess of revenues over (under) expenses	38,797	(559,122)	(597,919)
Operating transfers - in	0	146,993	146,993
Total operating transfers	<u>0</u>	<u>146,993</u>	<u>146,993</u>
Excess of revenues over (under) expenses and operating transfers	38,797	(412,129)	(450,926)
Fund equity at beginning of year	478,000	478,000	0
Fund equity (deficit) at end of year	<u><u>516,797</u></u>	<u><u>65,871</u></u>	<u><u>(450,926)</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, 2001

	Budget \$	Actual \$	Variance Favorable (Unfavorable)
Revenues			
Charges for services			
General government	669,880	67,820	(602,060)
Miscellaneous services	3,660,630	3,384,469	(276,161)
Total charges for services	<u>4,330,510</u>	<u>3,452,289</u>	<u>(878,221)</u>
Interest			
Interest	20,000	52,028	32,028
Total interest	<u>20,000</u>	<u>52,028</u>	<u>32,028</u>
Total revenues	<u>4,350,510</u>	<u>3,504,317</u>	<u>(846,193)</u>
Expenses			
Personal services	142,250	136,105	6,145
Materials and supplies	300	275	25
Contractual services	48,500	31,854	16,646
Claims	4,485,413	4,345,143	140,270
All other expenditures	154,686	154,504	182
Total current expenses	<u>4,831,149</u>	<u>4,667,881</u>	<u>163,268</u>
Capital outlay	250	51	199
Total expenses	<u>4,831,399</u>	<u>4,667,932</u>	<u>163,467</u>
Excess of revenues over (under) expenses	(480,889)	(1,163,615)	(682,726)
Advances - in	29,249	100,000	70,751
Advances - out	(402,999)	(508,380)	(105,381)
Operating transfers - in	700,000	1,206,993	506,993
Total operating transfers and advances	<u>326,250</u>	<u>798,613</u>	<u>472,363</u>
Excess of revenues over (under) expenses, operating transfers and advances	<u>(154,639)</u>	<u>(365,002)</u>	<u>(210,363)</u>
Fund equity at beginning of year	1,418,046	1,418,046	0
Prior year encumbrances appropriated	4,500	4,500	0
Fund equity (deficit) at end of year	<u>1,267,907</u>	<u>1,057,544</u>	<u>(210,363)</u>

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, 2001

	<u>Recreation</u>	<u>Curb Cutting</u>	<u>Tree Planting</u>
Assets			
Equity in pooled cash and cash equivalents	\$ 15,516	9,623	3,834
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>\$ 15,516</u>	 <u>9,623</u>	 <u>3,834</u>
 Liabilities			
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>0</u>	 <u>0</u>
 Fund Equity			
Fund Balance:			
Unreserved, undesignated	<u>15,516</u>	<u>9,623</u>	<u>3,834</u>
 Total fund equity	 <u>15,516</u>	 <u>9,623</u>	 <u>3,834</u>
 Total liabilities and fund equity	 <u>\$ 15,516</u>	 <u>9,623</u>	 <u>3,834</u>

<u>Vista Ridge</u>	<u>Total Agency Funds</u>	<u>Totals</u>
27,568	428,646	485,187
0	20,698	20,698
0	322,679	322,679
<u>0</u>	<u>220,336</u>	<u>220,336</u>
<u>27,568</u>	<u>992,359</u>	<u>1,048,900</u>

0	283,745	283,745
0	10,407	10,407
<u>0</u>	<u>698,207</u>	<u>698,207</u>
<u>0</u>	<u>992,359</u>	<u>992,359</u>

<u>27,568</u>	<u>0</u>	<u>56,541</u>
<u>27,568</u>	<u>0</u>	<u>56,541</u>
<u>27,568</u>	<u>992,359</u>	<u>1,048,900</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, 2001

	<u>Recreation</u>	<u>Curb Cutting</u>	<u>Tree Planting</u>	<u>Vista Ridge</u>	<u>Totals</u>
Revenues:					
Charges for services	<u>\$ 26,043</u>	<u>2,600</u>	<u>460</u>	<u>0</u>	<u>29,103</u>
Total revenues	<u>26,043</u>	<u>2,600</u>	<u>460</u>	<u>0</u>	<u>29,103</u>
Expenditures:					
Current:					
General government	0	250	0	0	250
Leisure time activities	<u>36,053</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>36,053</u>
Total expenditures	<u>36,053</u>	<u>250</u>	<u>0</u>	<u>0</u>	<u>36,303</u>
Excess of revenues over (under) expenditures	(10,010)	2,350	460	0	(7,200)
Fund balances at beginning of year	<u>25,526</u>	<u>7,273</u>	<u>3,374</u>	<u>27,568</u>	<u>63,741</u>
Fund balances at end of year	<u>\$ 15,516</u>	<u>9,623</u>	<u>3,834</u>	<u>27,568</u>	<u>56,541</u>

City of Parma, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2001

	<u>Balance 1/1/01</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/01</u>
Municipal Court				
Assets				
Cash and cash equivalents with fiscal and escrow agents	\$ 26,047	4,836,548	4,539,916	322,679
Due from other governments	<u>290,789</u>	<u>220,336</u>	<u>290,789</u>	<u>220,336</u>
Total assets	<u>\$ 316,836</u>	<u>5,056,884</u>	<u>4,830,705</u>	<u>543,015</u>
Liabilities				
Due to other funds	\$ 290,789	283,745	290,789	283,745
Deposits held and due to others	<u>26,047</u>	<u>4,773,139</u>	<u>4,539,916</u>	<u>259,270</u>
Total liabilities	<u>\$ 316,836</u>	<u>5,056,884</u>	<u>4,830,705</u>	<u>543,015</u>
North Royalton Sewer				
Assets				
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>
Liabilities				
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, 2001

	<u>Balance 1/1/01</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/01</u>
Sales Tax				
Assets				
Equity in pooled cash and cash equivalents	\$ 4,575	37,148	40,776	947
Total assets	<u>\$ 4,575</u>	<u>37,148</u>	<u>40,776</u>	<u>947</u>
Liabilities				
Due to other governments	\$ 4,575	37,148	40,776	947
Total liabilities	<u>\$ 4,575</u>	<u>37,148</u>	<u>40,776</u>	<u>947</u>
Child Abuse				
Assets				
Equity in pooled cash and cash equivalents	\$ 2,168	24,319	24,599	1,888
Total assets	<u>\$ 2,168</u>	<u>24,319</u>	<u>24,599</u>	<u>1,888</u>
Liabilities				
Due to other governments	\$ 2,168	24,319	24,599	1,888
Total liabilities	<u>\$ 2,168</u>	<u>24,319</u>	<u>24,599</u>	<u>1,888</u> (continued)

City of Parma, Ohio
Combining Statement of Changes in Assets and Liabilities
All Agency Funds - continued
For the Year Ended December 31, 2001

	Balance 1/1/01	Additions	Reductions	Balance 12/31/01
Other Agencies				
Assets				
Equity in pooled cash and cash equivalents	\$ 429,911	173,742	185,414	418,239
Cash and cash equivalents in segregated accounts	<u>12,522</u>	<u>8,362</u>	<u>186</u>	<u>20,698</u>
Total assets	<u>\$ 442,433</u>	<u>182,104</u>	<u>185,600</u>	<u>438,937</u>
Liabilities				
Deposits held and due to others	<u>\$ 442,433</u>	<u>182,104</u>	<u>185,600</u>	<u>438,937</u>
Total liabilities	<u>\$ 442,433</u>	<u>182,104</u>	<u>185,600</u>	<u>438,937</u>
Total - All Agency Funds				
Assets				
Equity in pooled cash and cash equivalents	\$ 444,226	235,209	250,789	428,646
Cash and cash equivalents in segregated accounts	12,522	8,362	186	20,698
Cash and cash equivalents with fiscal and escrow agents	26,047	4,836,548	4,539,916	322,679
Due from other governments	<u>290,789</u>	<u>220,336</u>	<u>290,789</u>	<u>220,336</u>
Total assets	<u>\$ 773,584</u>	<u>5,300,455</u>	<u>5,081,680</u>	<u>992,359</u>
Liabilities				
Due to other funds	\$ 290,789	283,745	290,789	283,745
Due to other governments	14,315	61,467	65,375	10,407
Deposits held and due to others	<u>468,480</u>	<u>4,955,243</u>	<u>4,725,516</u>	<u>698,207</u>
Total liabilities	<u>\$ 773,584</u>	<u>5,300,455</u>	<u>5,081,680</u>	<u>992,359</u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Expendable Trust - Recreation Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	26,043	26,043	0
Total charges for services	<u>26,043</u>	<u>26,043</u>	<u>0</u>
Total revenues	<u>26,043</u>	<u>26,043</u>	<u>0</u>
Expenditures			
Current			
Leisure time activities			
Materials and supplies	49,568	36,053	13,515
Total leisure time activities	<u>49,568</u>	<u>36,053</u>	<u>13,515</u>
Total expenditures	<u>49,568</u>	<u>36,053</u>	<u>13,515</u>
Excess of revenues over (under) expenditures	(23,525)	(10,010)	13,515
Fund balance at beginning of year	25,526	25,526	0
Fund balance (deficit) at end of year	<u><u>2,001</u></u>	<u><u>15,516</u></u>	<u><u>13,515</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Expendable Trust - Curb Cutting Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	2,400	2,600	200
Total charges for services	<u>2,400</u>	<u>2,600</u>	<u>200</u>
Total revenues	<u>2,400</u>	<u>2,600</u>	<u>200</u>
Expenditures			
Current			
General government			
All other expenditures	9,673	650	9,023
Total general government	<u>9,673</u>	<u>650</u>	<u>9,023</u>
Total expenditures	<u>9,673</u>	<u>650</u>	<u>9,023</u>
Excess of revenues over (under) expenditures	(7,273)	1,950	9,223
Fund balance at beginning of year	7,673	7,673	0
Fund balance (deficit) at end of year	<u><u>400</u></u>	<u><u>9,623</u></u>	<u><u>9,223</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Expendable Trust - Tree Planting Fund
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	1,000	460	(540)
Total charges for services	<u>1,000</u>	<u>460</u>	<u>(540)</u>
Total revenues	<u>1,000</u>	<u>460</u>	<u>(540)</u>
Expenditures			
Current			
General government			
Contractual services	1,000	0	1,000
All other expenditures	3,374	0	3,374
Total general government	<u>4,374</u>	<u>0</u>	<u>4,374</u>
Total expenditures	<u>4,374</u>	<u>0</u>	<u>4,374</u>
Excess of revenues over (under) expenditures	(3,374)	460	3,834
Fund balance at beginning of year	3,374	3,374	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>3,834</u></u>	<u><u>3,834</u></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, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures			
Current			
General government			
All other expenditures	27,568	0	27,568
Total general government	<u>27,568</u>	<u>0</u>	<u>27,568</u>
Total expenditures	<u>27,568</u>	<u>0</u>	<u>27,568</u>
Excess of revenues over (under) expenditures	(27,568)	0	27,568
Fund balance at beginning of year	27,568	27,568	0
Fund balance (deficit) at end of year	<u><u>0</u></u>	<u><u>27,568</u></u>	<u><u>27,568</u></u>

City of Parma, Ohio
 Schedule of Revenues,
 Expenditures, and Changes in Fund Balance
 Budget and Actual (Budget Basis)
 Total - All Expendable Trust Funds
 For the Year Ended December 31, 2001

	<u>Budget \$</u>	<u>Actual \$</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for services			
General government	29,443	29,103	(340)
Total charges for services	<u>29,443</u>	<u>29,103</u>	<u>(340)</u>
 Total revenues	 <u>29,443</u>	 <u>29,103</u>	 <u>(340)</u>
Expenditures			
Current			
General government			
Contractual services	1,000	0	1,000
All other expenditures	40,615	650	39,965
Total general government	<u>41,615</u>	<u>650</u>	<u>40,965</u>
Leisure time activities			
Materials and supplies	49,568	36,053	13,515
	<u>49,568</u>	<u>36,053</u>	<u>13,515</u>
 Total expenditures	 <u>91,183</u>	 <u>36,703</u>	 <u>54,480</u>
 Excess of revenues over (under) expenditures	 (61,740)	 (7,600)	 54,140
 Fund balance at beginning of year	 64,141	 64,141	 0
 Fund balance (deficit) at end of year	 <u>2,401</u>	 <u>56,541</u>	 <u>54,140</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, 2001

	<u>Total</u>	<u>Land</u>	<u>Buildings</u>	<u>Equipment</u>	<u>Vehicles</u>
Security of persons and property					
Police law enforcement	\$ 2,113,403	39,500	317,963	325,453	1,430,487
Fire prevention	5,387,191	58,116	962,405	493,424	3,873,246
Communication center	692,186	0	0	674,165	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>8,313,232</u>	<u>97,616</u>	<u>1,280,368</u>	<u>1,549,690</u>	<u>5,385,558</u>
Leisure time activities					
Parks and recreation	7,178,175	1,355,250	5,089,578	510,952	222,395
Skating rink	1,709,633	49,360	1,428,980	213,297	17,996
Swimming pools	838,840	7,000	822,653	9,187	0
Library	572,748	3,423	569,325	0	0
Sixty plus	<u>374,174</u>	<u>11,490</u>	<u>0</u>	<u>63,821</u>	<u>298,863</u>
Total leisure time activities	<u>10,673,570</u>	<u>1,426,523</u>	<u>7,910,536</u>	<u>797,257</u>	<u>539,254</u>
Community environment					
Planning and development grants	3,375,556	344,880	2,986,723	10,732	33,221
Parma Public Housing	<u>3,470,322</u>	<u>13,000</u>	<u>3,205,233</u>	<u>252,089</u>	<u>0</u>
Total community environment	<u>6,845,878</u>	<u>357,880</u>	<u>6,191,956</u>	<u>262,821</u>	<u>33,221</u>
Basic utility services					
Sanitary sewers	<u>441,686</u>	<u>0</u>	<u>0</u>	<u>106,969</u>	<u>334,717</u>
Transportation					
Street department	<u>7,341,203</u>	<u>343,896</u>	<u>3,242,088</u>	<u>1,367,791</u>	<u>2,387,428</u>
General government					
Executive	35,283	0	0	12,966	22,317
Auditor	23,165	0	0	23,165	0
Municipal court	284,267	0	59,500	191,546	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	664,894	10,011	653,411	1,472	0
Service	151,156	0	0	123,546	27,610
Safety	11,043	0	0	4,854	6,189
Justice center	<u>14,528,279</u>	<u>0</u>	<u>13,852,305</u>	<u>674,791</u>	<u>1,183</u>
Total general government	<u>16,465,809</u>	<u>10,011</u>	<u>14,565,216</u>	<u>1,607,905</u>	<u>282,677</u>
Total general fixed assets	<u>\$ 50,081,378</u>	<u>2,235,926</u>	<u>33,190,164</u>	<u>5,692,433</u>	<u>8,962,855</u>

City of Parma, Ohio
Schedule of Changes in General Fixed Assets
By Function and Activity
For the Year Ended December 31, 2001

	General Fixed Assets January 1, 2001	Additions	Deductions	Transfers	General Fixed Assets December 31, 2001
Security of persons and property					
Police law enforcement	\$ 2,039,094	74,309	0	0	2,113,403
Fire prevention	4,333,917	1,053,274	0	0	5,387,191
Communication center	672,786	19,400	0	0	692,186
Sign shop	120,452	0	0	0	120,452
Total security of persons and property	7,166,249	1,146,983	0	0	8,313,232
Leisure time activities					
Parks and recreation	7,163,425	14,750	0	0	7,178,175
Skating rink	1,693,697	15,936	0	0	1,709,633
Swimming pools	835,848	2,992	0	0	838,840
Library	572,748	0	0	0	572,748
Sixty plus	316,002	58,172	0	0	374,174
Total leisure time activities	10,581,720	91,850	0	0	10,673,570
Community environment					
Planning and development grants	3,375,556	0	0	0	3,375,556
Parma Public Housing	3,448,028	81,077	58,783	0	3,470,322
Total community environment	6,823,584	81,077	58,783	0	6,845,878
Basic utility services					
Sanitary sewers	441,686	0	0	0	441,686
Transportation					
Street department	7,337,660	3,543	0	0	7,341,203
General government					
Executive	35,283	0	0	0	35,283
Auditor	18,375	4,790	0	0	23,165
Municipal court	277,576	6,691	0	0	284,267
Council	38,240	0	0	0	38,240
City Engineer	40,079	0	0	0	40,079
Law department	25,541	0	0	0	25,541
Civil service	6,848	0	0	0	6,848
Purchasing	11,129	0	0	0	11,129
Treasurer	17,186	0	0	0	17,186
Building inspection	153,961	0	0	0	153,961
Data processing	474,738	0	0	0	474,738
Lands and buildings	663,422	1,472	0	0	664,894
Service	28,232	122,924	0	0	151,156
Safety	11,043	0	0	0	11,043
Justice center	14,526,692	1,587	0	0	14,528,279
Total general government	16,328,345	137,464	0	0	16,465,809
Total all functions	\$ 48,679,244	1,460,917	58,783	0	50,081,378

City of Parma, Ohio
Schedule of General Fixed Assets by Source
December 31, 2001

General fixed assets	
Land	\$ 2,235,926
Buildings	33,190,164
Equipment	5,692,433
Vehicles	<u>8,962,855</u>
Total general fixed assets	<u>\$ 50,081,378</u>

Investment in general fixed assets from:

General fixed assets accumulated prior to December 31, 1984	\$ 18,138,387
Federal grants	5,482,299
State shared revenues	67,179
Other special revenues	1,614,669
General fund revenues	11,419,933
Tax levy	3,990,008
Income tax	5,715,973
State grants	3,249,100
Court fines	<u>403,830</u>
Total investment in general fixed assets	<u>\$ 50,081,378</u>

STATISTICAL SECTION

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

	<u>1992</u>	<u>1993</u>	<u>1994</u>	<u>1995</u>
Revenues by Source				
Municipal Income Taxes	\$ 18,094,239	\$ 18,285,878	\$ 19,058,830	\$ 19,831,583
Property and Other Taxes	3,946,569	4,213,602	4,224,773	7,964,238
Charges for Services	481,348	623,974	707,963	1,101,224
Forfeitures, Licenses, Permits, and Fines	2,568,369	3,546,957	3,092,291	2,784,862
Intergovernmental	9,123,116	9,305,204	9,780,264	10,763,483
Donations	0	0	0	12,630
Rents	0	0	0	55,000
Special Assessments	0	801,926	790,866	791,622
Interest	187,197	255,923	192,368	435,202
Other	508,446	280,556	311,098	353,840
	<u>\$ 34,909,284</u>	<u>\$ 37,314,020</u>	<u>\$ 38,158,453</u>	<u>\$ 44,093,684</u>
Expenditures by Function				
General Government	\$ 10,342,899	\$ 9,587,027	\$ 9,070,996	\$ 9,259,738
Security of Persons and Property	11,588,318	13,830,857	14,223,893	15,845,782
Public Health and Welfare	206,854	195,085	195,085	214,417
Transportation	2,952,550	3,450,865	3,309,572	3,679,481
Community Environment	2,224,943	2,640,853	2,426,394	3,060,594
Basic Utility Services	1,666,220	1,458,147	1,595,596	1,687,924
Leisure Time Activities	1,684,445	1,789,401	1,804,349	1,810,819
Capital Outlay	2,633,031	3,409,767	3,690,037	5,114,118
Principal Payments	355,757	1,582,223	1,599,564	2,044,745
Interest and Fiscal Charges	825,678	721,687	608,975	754,154
	<u>\$ 34,480,695</u>	<u>\$ 38,665,912</u>	<u>\$ 38,524,461</u>	<u>\$ 43,471,772</u>

Note: Revenues by Source excludes special assessments for 1992

Source: City of Parma Auditor

TABLE 1

<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>
\$ 20,620,964	\$ 21,573,446	\$ 21,279,922	\$ 22,051,813	\$ 23,183,837	\$ 23,207,696
8,073,906	7,933,014	8,495,686	8,309,024	8,316,012	8,986,292
894,040	860,725	1,063,691	1,042,692	858,609	2,474,730
3,405,391	3,974,877	4,165,173	4,458,906	4,385,362	3,846,496
11,754,407	11,215,610	13,923,613	13,562,921	14,913,806	13,919,420
67,728	142,156	177,246	184,906	178,022	209,325
95,171	151,122	523,339	790,300	499,236	277,034
785,270	824,970	823,555	1,037,092	814,933	1,018,133
421,593	579,962	1,240,104	845,349	671,924	442,064
532,748	676,482	707,717	691,220	505,055	445,792
<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>	<u>\$ 54,826,982</u>
\$ 10,056,067	\$ 9,959,544	\$ 10,297,285	\$ 11,022,736	\$ 16,567,938	\$ 15,417,842
16,529,852	16,909,239	18,461,366	20,037,119	21,935,156	22,203,758
214,417	226,720	226,720	241,659	241,659	259,234
3,765,828	4,055,267	4,224,565	4,878,718	5,014,943	3,848,342
3,183,735	2,750,376	3,686,966	3,768,077	4,339,340	4,671,110
1,681,640	1,635,750	1,638,030	1,634,870	1,480,182	1,513,699
2,088,257	2,272,456	2,679,439	2,779,139	2,966,713	2,672,908
6,807,047	9,273,982	12,944,156	16,823,542	4,618,700	238,703
2,478,561	1,732,117	1,797,003	1,741,396	1,905,418	1,971,685
636,653	797,293	1,361,419	1,631,433	1,327,207	1,571,490
<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>	<u>\$ 54,368,771</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
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
2001	8,903,797	240,841	9,144,638	8,636,969	97.00	147,064	8,784,033	96.06	322,231	3.52

(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
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
2001	736,951	81,973	818,924	723,065	98.12	34,399	757,464	92.50	13,189	1.61

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
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
2001	1,452,889,370	105,245,444	34,715,190	1,592,850,004	4,611,543,342

(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	1992	1993	1994	1995	1996	1997	1998	1999	2000	2001
CITY OF PARMA										
General Fund	\$ 2.56	\$ 2.56	\$ 2.56	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80	\$ 2.80
Fire Levy	0.00	0.00	0.00	1.50	1.50	1.50	1.50	1.50	1.50	1.50
Police Levy	0.00	0.00	0.00	1.50	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	0.44	0.44	0.44	0.20	0.20	0.20	0.20	0.20	0.10	0.00
	4.10	4.10	4.10	7.10	7.10	7.10	7.10	7.10	7.00	6.90
PARMA CITY SCHOOL DISTRICT	51.70	51.70	51.70	54.10	54.20	54.20	53.40	53.30	60.20	60.20
CUYAHOGA COUNTY										
General Operating	0.92	1.04	1.04	0.96	0.82	0.82	1.00	0.87	0.93	0.86
Health and Welfare	4.40	4.40	4.40	4.40	4.40	4.40	3.10	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	3.00	3.00	3.00	3.00	3.90	3.90
Bond Retirement	0.80	0.68	0.68	0.76	0.90	0.90	0.72	0.85	0.79	0.86
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	1.40	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	18.20	18.00	18.00	16.70	16.70	17.60	17.60
TOTAL LEVY	\$ 73.60	\$ 73.60	\$ 73.60	\$ 79.40	\$ 79.30	\$ 79.30	\$ 77.20	\$ 77.10	\$ 84.80	\$ 84.70

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
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
2001	738,150	733,431	0	77	290,224	284,625	1,028,374	1,018,133	99.00

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
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
2001	85,655	1,592,850,004	17,232,358	306,819	16,925,539	1.06	197.60

Sources:

- (1) 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, 2001

TABLE 8

City Debt Outstanding	
Unvoted Bonds	\$ 17,232,358
Special Assessment Bonds	2,566,236
Internal Service Fund Bonds	1,751,080
Notes Issued in Anticipation of Long Term Bond Financing	740,000
OPWC Loans	2,846,342
OWDA Loans	<u>4,480,871</u>
Total of all City Debt Outstanding	\$ 29,616,887
Debt Exempt from Calculation	
OPWC Loans	2,846,342
Special Assessments Bonds	
Commerce Parkway West	64,000
Ridgewood Waterline	90,000
Breuning Drive	181,637
2000 Street Improvement Bonds	2,170,000
Burden Drive Sanitary Sewer	<u>60,599</u>
Total Exempt Debt	<u>5,412,578</u>
Total Debt (Voted and Unvoted) Subject to 10.5% Debt Limitation	24,204,309
Less Applicable Debt Service Fund Balance	<u>306,819</u>
Net Indebtedness Subject to 10.5% Limitation	<u>\$ 23,897,490</u>
Total Debt (Unvoted) Subject to 5.5% Debt Limitation	\$ 17,972,358
Less Applicable Debt Service Fund Balance	<u>306,819</u>
Net Indebtedness Subject to 5.5% Limitation	<u>17,665,539</u>
Assessed Valuation of City	\$ 1,592,850,004
10.5% of Valuation (Maximum Voted and Unvoted General Obligation Debt Allowed)	167,249,250
Total Debt Outstanding Subject to 10.5% Debt Limitation	<u>23,897,490</u>
Overall 10.5% Margin	<u>\$ 143,351,760</u>
5.5% of Valuation (Maximum Unvoted General Obligation Debt Allowed)	87,606,750
Total Debt Outstanding Subject to 5.5% Debt Limitation	<u>17,665,539</u>
Unvoted 5.5% Margin	<u>\$ 69,941,211</u>

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, 2001

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	\$ 1,592,850,004	\$ 21,807,439	100.00%	\$ 21,807,439
Parma School District	2,233,488,910	2,325,000	71.32	1,658,190
Cuyahoga County	28,699,372,169	216,544,636	5.55	12,018,227
Greater Cleveland RTA	28,699,372,169	123,915,000	5.55	<u>6,877,283</u>
				<u><u>\$ 42,361,139</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
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
2001	737,725	1,083,719	1,821,444	54,368,771	3.35

(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, 2001

TABLE 11

Year	Real Property (1) Estimated Actual Value	Bank (2) Deposits at December 31	Building (3) Permits Issued
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
2001	4,151,112,486	63,893,769,000	41,265,776

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

City of Parma, Ohio
Principal Taxpayers
December 31, 2001

TABLE 12

<u>Taxpayer</u>	<u>Personal Property Taxable Valuation</u>	<u>Percent of Total Personal Property Taxable Valuation</u>
General Motors Corporation	\$ 33,734,320	32.05%
Shiloh Industries	5,788,610	5.50
Cox Cable Cleveland	2,817,910	2.68
Ameritech Credit Corporation	2,069,670	1.97
Tops Markets LLC	1,903,390	1.81
Triad Metal Products	1,790,740	1.70
Marc Glassman	1,564,020	1.49
Spitzer Buick	1,532,740	1.46
Spitzer Motor City	1,462,290	1.39
May Department Stores	1,448,850	1.38
Dick Bigelow Chevrolet	1,330,120	1.26
Bob Gillingham Ford	1,315,010	1.25
J C Penney	1,160,990	1.10
New World Communications	1,057,994	1.01
Total	<u>\$ 58,976,654</u>	<u>56.05</u>
Total Assessed Valuation Personal Property	<u>\$ 105,245,444</u>	<u>100.00%</u>

Source: Cuyahoga County Auditor's Office

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

TABLE 13

Employer	2001 City Wage Tax Collected	2001 Percentage of Total Collections	2000 City Wage Tax Collected	2000 Percentage of Total Collections	1999 City Wage Tax Collected	1999 Percentage of Total Collections
General Motors	\$ 3,880,889	16.42%	\$ 4,557,189	20.05%	\$ 4,784,406	21.23%
Parma Hospital	1,098,334	4.65	1,035,841	4.56	970,746	4.31
Parma Board of Education	1,069,241	4.52	1,012,387	4.45	1,017,927	4.52
Kaiser Permanente	668,290	2.83	649,128	2.86	661,284	2.93
Shiloh Industries	638,805	2.70	632,798	2.78	535,834	2.38
City of Parma	556,997	2.36	561,004	2.47	515,779	2.29
Cuyahoga Community College	474,135	2.01	452,670	1.99	462,797	2.05
Marc's	232,035	0.98	221,263	0.97	201,442	0.89
Cuyahoga County Library	186,586	0.79	177,210	0.78	164,496	0.73
Union Carbide	179,358	0.76	169,139	0.74	166,805	0.74
First National Supermarkets	173,951	0.74	167,161	0.74	162,663	0.72
Cuyahoga County	152,560	0.65	150,883	0.66	137,106	0.61
Catholic Charities	150,866	0.64	145,351	0.64	142,967	0.63
Broadview Nursing Home	145,624	0.62	130,561	0.57	119,206	0.53
Mt Alverna	142,323	0.60	115,544	0.51	112,861	0.50
Con-Way Transport	137,346	0.58	143,698	0.63	137,778	0.61
Pleasant Lake Villa	134,141	0.57	114,180	0.50	95,192	0.42
Pleasantview Nursing Home	118,111	0.50	89,234	0.39	75,497	0.34
Huntington National Bank	115,526	0.49	111,575	0.49	105,632	0.47
Commercial Traffic	106,734	0.45	112,830	0.50	110,682	0.49
	<u>\$ 10,361,852</u>	<u>43.86%</u>	<u>\$ 10,749,646</u>	<u>47.28%</u>	<u>\$ 10,681,100</u>	<u>47.39%</u>
Total Wage Tax Collected	<u>\$ 23,641,022</u>	<u>100.00%</u>	<u>\$ 22,730,140</u>	<u>100.00%</u>	<u>\$ 22,536,004</u>	<u>100.00%</u>

Source: City of Parma Income Tax Department, cash basis

City of Parma, Ohio
 Building Permits at Market Value
 December 31, 2001

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>
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
2001	20,604,428	20,661,348	0	0	0	41,265,776

Source: City of Parma Building Department

City of Parma, Ohio
Demographic Statistics
December 31, 2001

TABLE 15

<u>Year</u>	<u>Population (1)</u>	<u>Cuyahoga County (2) Unemployment Rate</u>
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
2001	85,655	5.30

Source:

(1) U.S. Census Bureau

(2) Ohio Bureau of Employment Services

City of Parma, Ohio
Miscellaneous Statistics
December 31, 2001

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)	101
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



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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
NOVEMBER 7, 2002**